

Information on claims related to Zarubezhneft JSC's operations

In 2018, Zarubezhneft JSC participated as a defendant in two legal procedures involving claims of former employees for the recovery of wages and material remuneration totaling RUB 3,744,708. The claims of the plaintiffs to Zarubezhneft JSC in these cases were denied in full. There were no economic disputes involving Zarubezhneft JSC during the reporting period.

The outcomes of several court cases for large sums should also be noted, where in 2018, the subsidiaries of the Zarubezhneft Group of Companies participated:

- The decision of the Arbitration Court of the Samara Region dated July 18, 2018 refused to satisfy the claims of Zempromproekt LLC (claimant) to Giprovostokneft LLC (defendant) for recovery of debt and a penalty under a contracting agreement and a penalty in an amount of RUB 38,004, 721.38 of the agreement (Case No. A55-3510/2018). The decision came into force.
- By the decision of the Arbitration Court of the city of Moscow dated June 22, 2019, a decision of the Ninth Arbitration Court of Appeal dated September 04, 2018, which left unchanged, and the decision of the Arbitration Court of the Moscow District dated December 18, 2017, the claims of ZNSM LLC (claimant)

to recover from GRASYS LLC (defendant) arrears and penalties under the construction contract in the amount of RUB 44,816,708 (RUB 35,337,098 from the stated claims were satisfied, the rest of the claim was rejected) were partially satisfied. The judicial acts in case A40-223945/2016 entered into legal force, the case was completed, the satisfied requirements were fulfilled.

Also worth noting are the litigations in the field of corporate relations conducted with the participation of the BiH Group Subsidiaries, continuing since 2013 and currently not considered factually. In particular, the District Economic Court and the Main Court of Banja Luka deal with 7 claims of minority shareholders (legal entities and natural persons) to Nestro-Petrol JSC and Neftegazinkor LLC for the compulsory redemption of shares of Modriča Motor Oil A.D. for the total amount 2,444,538.97 KM. The reason for the filing of such claims was the fact that at the time of their filling, Nestro Petrol JSC and Neftegazinkor LLC (as affiliates) jointly owned more than 90% o of shares of Modriča Motor Oil A.D.

In addition, in 2018, with the participation of subsidiaries of the Zarubezhneft Group of Companies, measures were taken

for out-of-court settlement of disputes, including claims filed against commercial organizations and administratively disputed acts of state bodies.

Thus, as a result of appeals in October 2019, Zarnestservis LLC (supplier) with claim letters to Neftegazindustriya LLC (buyer), in favor of the Subsidiary Company the debts were recovered on oil payments for September and October 2019 and a penalty for late payment in a total amount of RUB 348,261,975.17.

As a result of the objections of AMNGR JSC to the field tax audit report for 2014–2015 dated February 27, 2018 to the Interdistrict Inspectorate for the largest taxpayers of the Murmansk Region, the decision dated May 25, 2018 removed the original tax payment claims in the amount of RUB 191,615,628.

Court cases involving the Zarubezhneft Group of Companies' enterprises are mainly related to ordinary business activities and do not pose a significant risk to the financial and economic activities of the Zarubezhneft Group of Companies.