

## **Information on the candidate for the Company Auditor**

In accordance with Clause 1, Article 5 of the Federal Law of 30.12.2008 No.307-FZ "On Audit Activities", the annual accounting statements of Rosneft are subject to mandatory audit, verifying the accuracy of reporting data of the Company's annual accounting statements.

The Rosneft Procurement Commission in the field of financial, auditor and consulting services approved by its resolution on 29.12.2015 the material terms of tendering for contracting statutory audit of RAS financial statements and IFRS consolidated financial statements over 2016-2018 for Rosneft and its Major Subsidiaries, and selected the sole source contractor, OOO Ernst&Young.

Pursuant to the recommendations of the Code of Corporate Conduct of Bank of Russia and the internal documents of Rosneft, on April 23, 2018 the Rosneft's Board Audit Committee has evaluated the candidate for the Company's Auditor, and based on par 1.3.2 of Provision on Rosneft's Board Audit Committee proposed to the Rosneft Board of Directors to recommend to Annual (2017 results) to approve OOO Ernst & Young as the Auditor of Rosneft Oil Company and establish the above mentioned amount of the audit fee.

On April 25, 2018 the Rosneft Board of Directors recommended to the Annual (2017 results) Shareholder Meeting of Rosneft to approve OOO Ernst & Young as the Auditor of Rosneft Oil Company and established the audit fee:

- for the audit of RAS accounting (financial) statements of Rosneft (legal entity) in the amount of RUB 3,246,000 (VAT included);
- in respect of the audit of IFRS consolidated financial statements of Rosneft in an amount not to exceed RUB 91,696,290.74 (VAT included).

OOO Ernst & Young incorporated under the laws of the Russian Federation and consists only of the Russian participants.

OOO Ernst & Young is one of the Big Four audit firms, is an independent member of the global Ernst & Young network providing the audit and consulting services, consultation on taxation and business practices.

OOO Ernst & Young is a member of self-regulating organization of auditors Auditor Chamber of Russia (Association) (SRO APR).

Rosneft Oil Company and OOO Ernst & Young have been successfully cooperating since 2002. Currently OOO Ernst & Young provides the following services:

- statutory audit of accounting (financial) statements of Rosneft (legal entity) prepared under the Russian Accounting Standards (RAS);
- statutory audit of consolidated financial statements of Rosneft (Group reporting) prepared under the International Financial Reporting Standards (IFRS);

- Rosneft IFRS interim consolidated financial statements reviews;
- other one-off additional audit services with respect to the new assets purchased by Rosneft Group for the purposes of reflection in the consolidated IFRS reporting.

OOO Ernst & Young is also the auditor of a number of Rosneft major domestic and international subsidiaries.

In accordance with Subclause 10, Clause 1, Article 48 of the Federal Law On Joint Stock Companies and Subclause 9.2.2 (3), Clause 9.2, Article 9 of Rosneft Charter, approval of the Company Auditor is under the authority of the general shareholders meeting.