

Notification of a Material Fact

About a major transaction concluded by the entity controlling the issuer, controlled by the issuer or and being of significant importance for the issuer

1. General information	
1.1. The issuer's full corporate name	Public Joint Stock Company Transneft
1.2. The issuer's abbreviated corporate name	Transneft
1.3. The issuer's principal place of business	Moscow, Russian Federation
1.4. The issuer's OGRN (Primary State Registration Number)	1027700049486
1.5. The issuer's INN (Taxpayer's Identification Number)	7706061801
1.6. The issuer's unique code assigned by the registering body	00206-A
1.7. The address of the web page used by the issuer for the purposes of disclosing information	http://www.e-disclosure.ru/portal/company.aspx?id=636 http://www.transneft.ru/

2. Notification content

2.1. The type of the entity having carried out the major transaction (the entity controlling the issuer; the entity controlled by the issuer of significant importance for the issuer): the entity controlled by the issuer and being of significant importance for the issuer.

2.2. The full corporate name of the entity having carried out the major transaction (name of a non-commercial entity), location, INN (if applicable), OGRN (if applicable) of the respective entity having carried out the major transaction: Transneft Finance, location: Moscow, Russian Federation, OGRN 1067746400622; INN 7736536770.

2.3. The category of the transaction (major transaction; major transaction which is at the same time an interested party transaction): a major transaction which is at the same time an interested party transaction for all parties thereto.

2.4. The type and scope of the transaction: entering into additional agreement No. 3 to loan agreement No. 93/TNF/13 dated February 15, 2013 (change of the loan amount, procedure for interest accrual and payment, as well as term for loan repayment).

2.5. The content of the transaction, including the civil rights and obligations to be established, changed or terminated by the effected transaction: The Lender (Transneft Finance) shall transfer the ownership of monetary funds in the amount of four billion (4,000,000,000.00) rubles (hereinafter referred to as the "Loan Amount") to the Borrower (Transneft) and the Borrower shall repay the Loan Amount to the Lender and pay the interest thereon within the procedure and terms provided by the Agreement. The parties have agreed and shall irrevocably confirm that granting of the Loan Amount (Loan Amount installments) is a right and not an obligation of the Lender and the decision on granting or refusal to grant the Loan Amount (Loan Amount installments) shall be taken by the Lender at its own discretion.

The interest for use of the Loan Amount shall be accrued from the moment of receipt of the Loan Amount (the respective Loan Amount installment) to the Borrower's account (exclusive of the respective date) till repayment of the Loan Amount (inclusive). The interest shall be accrued monthly on the basis of the interest rate per day and the actual number of days within the respective month of interest accrual.

The amount of the daily interest rate shall be calculated by division of the annual interest rate by the actual number of days in the current year (365/366, respectively).

The date of interest accrual shall be the last date of the respective month of use by the Borrower of the Loan Amount provided (the respective Loan Amount installment) or the date of repayment by the Borrower of the Loan Amount to the Lender in full.

Interest payment shall be effected monthly not later than on the last date of the month following the month of interest accrual. The interest for use of the Loan Amount shall be accrued till the date of repayment by the Borrower of the Loan Amount to the Lender in full.

The Loan Amount shall be granted to Borrower for the term till April 16, 2019, inclusive.

2.6. The maturity date for the obligations under the transaction, parties and beneficiaries to the transaction, the amount of the transaction in monetary terms and as percentage of the value of the assets of the entity controlling the issuer or controlled by the issuer having carried out the transaction:

maturity date for the obligations under the transaction: April 16, 2019.

Parties: Transneft, the Borrower;
Transneft Finance, the Lender.

Transaction amount: amount in the amount of four billion (4,000,000,000.00) rubles, as well as the interest amount for use of the loan amount calculated on the basis of the rate equal to 0.01% per annum, in the amount of 44,000 rubles. Value of the property acquired (or alienated) under the transaction shall be equal to 28.11% of the book value of assets of Transneft Finance established on the basis of the balance sheet data as of June 30, 2016.

2.7 The value of the assets of the entity controlling the issuer or controlled by the issuer having carried out the transaction, as of the date of the end of the last accounting period preceding the entering into the transaction (entering into the agreement): 14,227,640 thousand rubles.

2.8. Date of entering into the transaction (agreement): October 11, 2016.

2.9. The information about transaction approval, if this transaction was approved by the authorized governing body of the entity controlling the issuer or controlled by the issuer having carried out the transaction (the name of the governing body of the entity having adopted the decision on approval of the transaction, the date of adoption of the aforesaid decision, the date and the number of the minutes of the meeting (session) of the governing body of the entity, at which the aforesaid decision was adopted, if the decision was adopted by the collegial governing body of the legal entity) or the record notifying that the transaction was not approved: the transaction was approved by the Board of Directors of Transneft Finance on September 30, 2016 (Minutes No. 24 dated September 30, 2016).

3. Signature

3.1. Vice President of Transneft acting under power of attorney No. 94 dated March 1, 2016	_____	R. R. Sharipov
	(signature)	
	L. S.	

3.2. Date October 14, 2016