

**Notification of a Material Fact**  
**On the Stages of the Procedure of the Issuer's Securities Issue**  
**On Approval of the Decision on Issue (Additional Issue) of the Securities**

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	Russian Federation, Moscow
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	<a href="http://www.e-disclosure.ru/portal/company.aspx?id=636">http://www.e-disclosure.ru/portal/company.aspx?id=636</a> <a href="http://www.transneft.ru/">http://www.transneft.ru/</a>
2. Content of the Notification	
<p><b>2.1. The Issuer's management body which approved the decision on issue (additional issue) of the securities and the way of approval of the decision (to specify the type of the general meeting — annual or extraordinary) if the Issuer's management body which approved the decision on issue (additional issue) of the securities is the Issuer's general meeting of members (shareholders), and the form of voting (joint presence or absentee vote):</b> Board of Directors</p> <p><b>2.2. Date and place of holding of the meeting (session) of the Issuer's competent management body at which the decision on issue (additional issue) of the securities was approved:</b> 28 October 2016, Moscow.</p> <p><b>2.3. Date of drawing-up and number of the minutes of the meeting (session) of the Issuer's competent management body at which the decision on issue (additional issue) of the securities was approved:</b> 01 November 2016, Minutes No. 19.</p> <p><b>2.4. Quorum and voting results on the issue on approval of the decision on issue (additional issue) of the securities:</b> 6 members of the Board of Directors out of 8 members of the Board of Directors of Transneft took part in the voting. The quorum is recorded as present.</p> <p><b>Voting results:</b>  “aye” — 6,  “nay” — none,  blank votes — none.  The decision was approved unanimously.</p> <p><b>2.5. Type, category (kind), series and other identification characteristics of the securities to be placed:</b> Ordinary registered book-entry shares (1-01-00206-A dated 20 December 2007), ISIN code — RU0009088884.</p> <p><b>2.6. Conditions of securities placement determined in the decision on the securities placement:</b>  Number of the additional ordinary registered book-entry shares to be placed: 21,901 pieces,  Nominal value of the additional ordinary registered book-entry shares to be placed: 1 Russian ruble each,  Way of placement of the additional ordinary registered book-entry shares: closed subscription,  Form of payment for the additional ordinary registered book-entry shares to be placed: in kind in the form of federal property as per the list in order No. 2723-p of the Government of the Russian Federation dated 26 December 2015,  Number of persons, among which the additional ordinary registered book-entry shares are going to be placed: Russian Federation represented by the Federal Agency for State Property Management of the Russian Federation (OGRN 1087746829994),  The placement price for additional ordinary registered book-entry shares: 273,540 Russian rubles for one share.  The procedure for determination of the placement beginning date: the first working day following the date of state registration of the additional securities issue.  The procedure for determination of the placement ending date: three hundred sixtieth (360<sup>th</sup>) day from the date of state registration of the additional securities issue or from the date of placement of all securities (whichever is earlier).</p> <p><b>2.7. Granting the Issuer's members (shareholders) and (or) other persons the preferential right to</b></p>	

**purchase the securities:** preferential right is not granted.

**2.8. If the securities issue (additional issue) is subject to state registration and the securities admitted (to be admitted) to on-exchange trading are placed by public subscription with payment by money or securities admitted to on-exchange trading, information on the intention of the Issuer to submit to the registering body upon completion of the securities placement the report on the results of the securities issue (additional issue) or notification about the results of the securities issue (additional issue):** not applicable.

**2.9. If there is the intention to register (present to the exchange) a securities prospectus during the securities issue, information on the said fact:** no such intention.

3. Signature

3.1. Vice President of Transneft acting under Power of Attorney No. 94 dated 01 March 2016

R.R. Sharipov

(signature)

3.2. Date 01 November 2016

L.S.