

**Notification of a Material Fact
On Certain Decisions Adopted by the Board of Directors (the Supervisory Board) of 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. Content of the Notification	
<p>2.1. The quorum of the meeting of the Board of Directors of the Issuer and voting results on issues put to the decision adoption:</p> <p>7 of 8 members of the Board of Directors participated in the meeting. Quorum to adopt decisions was present. Voting results on issue No. 1 “On Approval of the Regulation on Board of Directors of Transneft Operation Assessment”: “aye” – 7; “nay” – none; “blank votes” – none. The decision was adopted.</p> <p>Voting results on issue No. 2 “On Positions Overlapping by the Members of the Management Board of Transneft in the Management Bodies of the Other Companies”: “aye” – 7; “nay” – none; “blank votes” – none. The decision was adopted.</p> <p>Voting results on issue No. 3 “On Approval of Anti-corruption Policy of Transneft”: “aye” – 7; “nay” – none; “blank votes” – none. The decision was adopted.</p> <p>Voting results on issue No. 4 “On Determination of Placement Price of Additional Shares of Transneft”: “aye” – 7; “nay” – none; “blank votes” – none. The decision was adopted.</p> <p>Voting results on issue No. 5 “On Determination of Price (Monetary Value) of Property in Payment</p>	

for Additional Shares of Transneft”:

“aye” – 7;

“nay” – none;

“blank votes” – none.

The decision was adopted.

Voting results on issue No. 6 “On Increase of the Authorized Capital of Transneft”:

“aye” – 7;

“nay” – none;

“blank votes” – none.

The decision was adopted.

2.2. Content of the decisions adopted by the Board of Directors of the Issuer:

Decision on the issue No. 1 put to voting:

To approve the Regulation on Board of Directors of Transneft Operation Assessment.

Decision on issue No. 2 put to voting:

To approve participation of the Member of Management Board of Transneft P.A. Revel-Muroz as the member of the Board of Director in the following companies:

- Joint-Stock Company «Transneft Oil Pumps»
- Joint-Stock Company «Caspian Pipeline Consortium – R»

Decision on issue No. 3 put to voting:

To approve Anti-corruption Policy of Transneft.

Decision on issue No. 4 put to voting:

To determine the placement price of the ordinary registered book-entry share of Transneft amounting to two hundred seventy eight thousand seven hundred eighty (278,780) rubles according to its market value established by Ernst & Young Valuation and Advisory Services, LLC (Valuation Report dated 29 June 2017 No. VAL-2015-00047/2).

Decision on issue No. 5 put to voting:

To determine the price (monetary value) of property in payment for additional shares of Transneft in accordance with the Decree of the Government of the Russian Federation dated 14 March 2017 No. 450-p, amounting to thirty five billion forty eight million two hundred twenty one thousand six hundred (35,048,221,600) rubles in total, including:

- 1) to determine price (monetary value) of 10,000 ordinary shares of CPC Company (registered with the Cayman Islands Company Registrar under the registration number 72319) amounting to 19,053,960,800 rubles according to its market value established by Property Valuation Centre, LLC (Valuation Report dated 07 July 2017 No. K17-15/36-1-102);
- 2) to determine price (monetary value) of 10,000 ordinary shares of CPC Investments Company (registered with the Cayman Islands Company Registrar under the registration number 72320) amounting to 15,994,260,800 rubles according to its market value established by Property Valuation Centre, LLC (Valuation Report dated 07 July 2017 No. K17-15/36-1-101);

Decision on issue No. 6 put to voting:

To recommend the General Meeting of Shareholders of Transneft to increase the Authorized Capital of Transneft by one hundred twenty five thousand seven hundred twenty (125,720) rubles by means

- of placement of additional ordinary registered book-entry shares under the following terms:
- the amount of additional ordinary registered book-entry shares to be placed: one hundred twenty five thousand seven hundred twenty (125,720) shares;
 - nominal value of additional ordinary registered book-entry shares to be placed: one (1) ruble each;
 - method of placement of additional ordinary registered book-entry shares: closed subscription;
 - list of persons for additional ordinary registered book-entry shares to be issued: Russian Federation represented by Federal Agency for State Property Management (OGRN 1087746829994);
 - payment form for additional ordinary registered book-entry shares to be placed: non-monetary assets – 10,000 ordinary shares of CPC Company (registered with the Cayman Islands Company Registrar under the registration number 72319) amounting to 100 percent of its authorized capital and CPC Investments Company (registered with the Cayman Islands Company Registrar under the registration number 72320) amounting to 100 percent of its authorized capital.
 - placement price of additional ordinary registered book-entry shares: two hundred seventy eight thousand seven hundred eighty (278,780) rubles per one share.

Other terms for placement of additional ordinary registered book-entry shares shall be determined by the Decision on additional placement of ordinary registered book-entry shares approved by the Board of Directors of Transneft.

2.3. The date of holding of the meeting of the Board of Directors of the Issuer at which the corresponding decision was adopted: 19 October 2017.

2.4. The date and number of minutes of the meeting of the Board of Directors of the Issuer at which the corresponding decision was adopted: 19 October 2017, Minutes No. 14.

2.5. If the Agenda of the meeting of the Board of Directors (the Supervisory Board) of the Issuer contains issues related to execution of rights for certain securities of the Issuer, identification characteristics of such securities shall be indicated:

- ordinary registered book-entry shares (1-01-00206-A dated 20 December 2007), International Securities Identification Number (ISIN) – RU0009088884;
- ordinary registered book-entry shares (1-01-00206-A-002D dated 17 November 2016), ISIN – RU000A0JWZP4.

3. Signature

3.1. Vice President of Transneft
acting under Power of Attorney No. 94 dated 1 March 2016 _____ R.R. Sharipov

(signature)

L. S.

3.2. Date: 19 October 2017