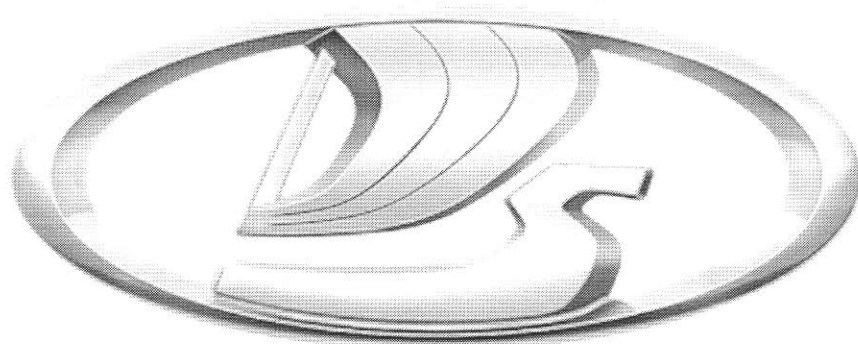


**AVTOVAZ GROUP**

**INTERNATIONAL FINANCIAL REPORTING STANDARDS  
CONSOLIDATED REPORTING PACKAGE**

**31 March 2017**



**AVTOVAZ GROUP**  
**Consolidated Statement of Financial Position**  
**as at 31 March 2017**  
(In millions of Russian Roubles)



	31 March 2017	31 December 2016
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash and cash equivalents .....	11,759	17,610
Trade receivables .....	17,647	15,884
Financial assets .....	1,046	18
Inventories .....	22,659	20,600
Other current assets .....	5,418	8,163
	<u>58,529</u>	<u>62,275</u>
<b>Long-term assets:</b>		
Property, plant and equipment .....	35,543	35,816
Intangible assets .....	6,667	6,659
Investments in associates and a joint venture .....	2,770	2,606
Receivables for jointly-controlled assets .....	14,708	14,696
Financial assets .....	1	829
Deferred tax assets .....	1,326	1,339
	<u>61,015</u>	<u>61,945</u>
<b>Total assets</b> .....	<u>119,544</u>	<u>124,220</u>
<b>LIABILITIES AND EQUITY</b>		
<b>Current liabilities:</b>		
Trade payables .....	49,717	46,882
Loans and borrowings .....	46,296	47,986
Other liabilities and accrued expenses .....	10,441	11,838
Income tax liability .....	97	87
Other taxes .....	5,641	6,467
Provisions .....	4,673	4,989
Advances received .....	1,581	1,629
	<u>118,446</u>	<u>119,878</u>
<b>Long-term liabilities:</b>		
Loans and borrowings .....	55,939	56,194
Provisions .....	656	628
Deferred tax liabilities .....	3,224	3,311
Advances received .....	1,696	1,788
	<u>61,515</u>	<u>61,921</u>
<b>Total liabilities</b> .....	<u>179,961</u>	<u>181,799</u>
<b>Equity attributable to equity holders of the Company</b>		
Share capital .....	53,695	39,172
Share premium .....	26,918	15,300
Shares paid .....	-	26,141
Currency translation adjustment .....	468	482
Accumulated losses .....	(142,127)	(139,336)
	<u>(61,046)</u>	<u>(58,241)</u>
<b>Non-controlling interests</b> .....	629	662
<b>Total equity</b> .....	<u>(60,417)</u>	<u>(57,579)</u>
<b>Total liabilities and equity</b> .....	<u>119,544</u>	<u>124,220</u>

Nicolas Maure  
President, PJSC AVTOVAZ

D.G. Blyumin  
Director, Accounting and Reporting

**AVTOVAZ GROUP**  
**Consolidated Statement of Comprehensive Income**  
**for the three months ended 31 March 2017**  
(In millions of Russian Roubles)



	Three months ended	
	31 March	
	2017	2016
Sales.....	45,983	38,417
Cost of sales.....	(43,787)	(40,411)
<b>Gross profit/(loss) .....</b>	<b>2,196</b>	<b>(1,994)</b>
Administrative expenses.....	(1,897)	(2,015)
Distribution costs.....	(819)	(1,922)
Research and development expenses.....	(331)	(591)
<b>Operating margin.....</b>	<b>(851)</b>	<b>(6,522)</b>
Other operating income and expenses.....	(181)	(50)
<b>Operating loss .....</b>	<b>(1,032)</b>	<b>(6,572)</b>
Net interest income and expenses.....	(2,279)	(2,089)
<i>Interest income .....</i>	<i>494</i>	<i>208</i>
<i>Interest expenses.....</i>	<i>(2,773)</i>	<i>(2,297)</i>
Other finance income and expenses.....	311	465
Share of profit of associates and a joint venture.....	175	8
<b>Loss before taxation .....</b>	<b>(2,825)</b>	<b>(8,188)</b>
Income tax benefit/(expenses) .....	16	(401)
<b>Loss for the period .....</b>	<b>(2,809)</b>	<b>(8,589)</b>
<b>(Loss)/profit attributable to:</b>		
Equity holders of the Company .....	(2,791)	(8,603)
Non-controlling interests.....	(18)	14
	<b>(2,809)</b>	<b>(8,589)</b>
<b>Other comprehensive loss to be reclassified to profit or loss in subsequent periods:</b>		
Currency translation adjustment.....	(18)	(56)
Total other comprehensive loss for the period to be reclassified to profit or loss in subsequent periods, net of taxes.....	(18)	(56)
<b>Total comprehensive loss for the period, net of taxes.....</b>	<b>(2,827)</b>	<b>(8,645)</b>
<b>Total comprehensive (loss)/income attributable to:</b>		
Equity holders of the Company .....	(2,805)	(8,659)
Non-controlling interests.....	(22)	14
<b>Total comprehensive loss for the period, net of taxes.....</b>	<b>(2,827)</b>	<b>(8,645)</b>