



GEOLOGICAL EXPLORATION AND PRODUCTION

STRATEGIC OBJECTIVES

KPI for 2025

100

MN TOE
OF HYDROCARBON
PRODUCTION

At least
15 YEARS

AVAILABILITY OF PROVEN
RESERVES (TP¹/PRODUCTION)

100%

ANNUAL REPLACEMENT RATIO
OF PROVEN AND PROBABLE
RESERVES (2P CATEGORY²)
EXCLUDING ACQUISITIONS

Gazprom Neft PJSC intends to increase hydrocarbon production to 100 million TOE per year by 2020 and continue to increase production until 2025. The Company plans to maintain a 15-year ratio of proven reserves to production. In order to achieve these goals, Gazprom Neft will strive to employ the most cost-effective methods to recover the remaining reserves from the current resource base by utilizing the best practices for optimizing field development, reducing the cost of proven technologies as well as acquiring and introducing new technologies.

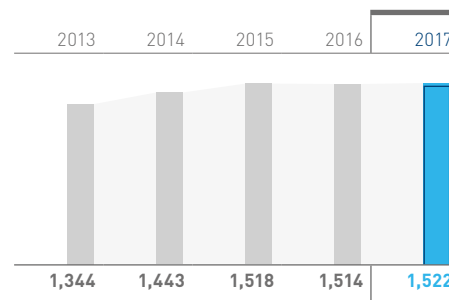
The strategy involves the establishment of a new production centre in the north of the Yamal-Nenets Autonomous District (YNAD). Gazprom Neft is considering unconventional reserves as a growth opportunity and will develop this class of assets as a key component of its portfolio.

MILESTONES OF 2017

- The Neptune field was discovered on the shelf of the Sea of Okhotsk
- The Company acquired a 25.02% stake (with the right to increase the stake to 50%) in Evrotek-Yugra, which owns seven licenses for the exploration and production of minerals in the Khanty-Mansi Autonomous District (KMAD)
- The Otdelnoye field in YNAD was put into commercial operation
- Pilot oil production was launched from the Achimov deposits of the Severo-Samburgskoye field
- The Alexander Zhagrin (KMAD), Novozarinskoye (Orenburg Region) as well as the Kumane and Begeytsi-X (Serbia) fields were discovered

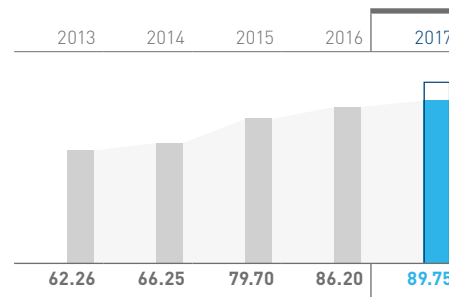
DYNAMICS OF KEY INDICATORS

PROVEN HYDROCARBON RESERVES (PRMS-SPE (MN TOE))



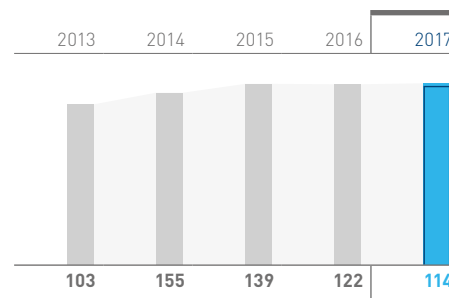
Plan for 2025 – **1,500 mn TOE**

HYDROCARBON PRODUCTION (MN TOE)



Plan for 2025 – **100 mn TOE**

2P RESERVE REPLACEMENT RATIO EXCLUDING ACQUISITIONS (%)



Plan for 2025 – **100%**

1 — TP (Total Proved).
2 — 2P (Proven and Probable).