

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

URALS ENERGY PUBLIC COMPANY LIMITED (THE “COMPANY”)

FINAL DIVIDEND FOR THE YEAR ENDED 31 DECEMBER 2016

TERMS AND CONDITIONS FOR THE WITHHOLDING OF THE CYPRUS SPECIAL DEFENCE CONTRIBUTION

If you are in any doubt about what course of action to take, you should consult an appropriately qualified tax adviser. Nothing within these terms and conditions constitutes tax advice and the Company will have no responsibility whatsoever to its shareholders for tax-related matters or tax liabilities.

The Cyprus Special Defence Contribution (“CSDC”) is required to be deducted from cash dividends paid by companies incorporated in Cyprus to shareholders who are tax residents and domiciled in Cyprus for tax purposes (“Cyprus Domiciled”). The CSDC only applies to individual shareholders (natural persons) and is not required to be deducted from cash dividends paid to shareholders that are corporations (legal persons). The CSDC is not required to be deducted from cash dividends paid by companies incorporated in Cyprus to individual shareholders who are not Cyprus Domiciled. The CSDC rate for cash dividends is currently 17%.

If you are an individual shareholder who holds your ordinary shares in the Company (“Ordinary Shares”) in certificated form then the Company requests that you submit a completed CSDC Declaration Form via the process described below to confirm whether or not you are Cyprus Domiciled.

Ordinary Shares held in certificated form

If you are an individual shareholder and are not Cyprus Domiciled and it is not necessary for the CSDC to be withheld from your dividend entitlement, then you should formally declare this to the Company by following the instructions set out in this document and submitting a completed CSDC Declaration Form.

- **If you are an individual shareholder who holds your Ordinary Shares in certificated form and make a valid declaration that you are not Cyprus Domiciled, then you will receive your 2017 dividend entitlement without any deduction of the CSDC (equivalent to a payment of USD 0.062 per Ordinary Share).**
- **If you are an individual shareholder who holds your Ordinary Shares in certificated form and make a valid declaration that you are Cyprus Domiciled, then you will receive your 2017 dividend entitlement net of the deduction of the CSDC (equivalent to a payment of USD 0.051 per Ordinary Share).**
- **If you are an individual shareholder who holds your Ordinary Shares in certificated form and you make no declaration, or your declaration is invalid, then you will receive your 2017 dividend entitlement net of the deduction of the CSDC (equivalent to a payment of USD 0.051 per Ordinary Share) regardless of whether you are domiciled in Cyprus for tax purposes.**
- **The Company shall have no liability whatsoever to non-Cyprus Domiciled shareholders who hold their Ordinary Shares in certificated form who do not make a valid**

declaration and therefore receive their 2017 dividend entitlement net of the deduction of the CSDC. It is the shareholders responsibility to duly and validly inform the Company of their tax residence status. The Company will make no further enquiries as to the tax residence of its shareholders.

Please note that individual shareholders who hold their Ordinary Shares in certificated form will only be able to use the procedure described in this document. No other form of declaration will be accepted.

To be valid declarations must be received by no later than 5:00 pm (Cyprus Time) on 6 November 2017 (the "Declaration Deadline").

If you are an individual shareholder who holds your Ordinary Shares in certificated form, then you should make a declaration to the Company by completing, signing and returning a CSDC Declaration Form in accordance with the instructions set out in the CSDC Declaration Form to the Company's registered offices, Menandrou 3, Glafkos Tower, 5th Floor, Office 501, 1066 Nicosia, Cyprus so as to arrive no later than 5.00 pm (United Kingdom Time) on the Declaration Deadline.

If you hold your Ordinary Shares under different designations, then you should complete a separate CSDC Declaration Form for each designation. Additional CSDC Declaration Forms are available from the Company's website, www.uralsenergy.com. No acknowledgement of receipt of CSDC Declaration Forms will be given.

If for any reason your Ordinary Shares are registered in more than one account on the Company's share register, then the holdings will be treated separately for all purposes and you should complete a separate CSDC Declaration Form for each such holding.

If you make a valid declaration via a CSDC Declaration Form, it will only apply to the dividends declared in respect of your entire shareholding on the record date of 3 November 2017 for the payment of the Company's final dividend for the year ended 31 December 2016. A further CSDC Declaration Form will be required in respect of any further dividends may be declared by the Company in the future.

You may cancel your declaration by writing to the Company at the above registered office address. For a cancellation to be effective it must be received before the Declaration Deadline.

Ordinary Shares held in uncertificated form

If you hold your Ordinary Shares in uncertificated form via depositary interests in CREST, then you will automatically receive your dividend entitlement without any deduction of the CSDC (equivalent to a payment of USD 0.062 per Ordinary Share) regardless of whether you make a declaration via the process described in this document.

If you are Cyprus Domiciled and it is necessary for the CSDC to be paid in respect of your dividend entitlement and you hold your Ordinary Shares in uncertificated form via depositary interests in CREST, then it is entirely your responsibility to ensure that the appropriate CSDC payments in respect of your dividend entitlement are made to the Cyprus Tax Department and/or to the appropriate Cyprus tax authorities. The Company shall have no liability whatsoever to Cyprus Domiciled beneficial owners who hold their Ordinary Shares in uncertificated form via depositary interests in CREST and are or become liable to pay the CSDC in respect of their dividend entitlements.