



## PAYMENTS TO GOVERNMENTS

**Report on Payments to Governments in 2018**

**June 2019**

This report outlines payments made by PJSC Acron and its subsidiaries (hereinafter, the “Group”) to governments in 2018 related to the Group’s mining activities. The report is based on financial information available to the Group as of the date of this report and is subject to assumptions and reservations customarily included in financial statements of the Group, which are hereby incorporated by reference and form an integral part of this report as if set forth herein in full as amended.

## Payments by Country and Level of Government (USD '000)

Governments in Russia	Production entitlements	Taxes on the income, production or profits, excluding taxes on consumption	Royalties	Dividends	Signature, discovery and production bonuses	Licence fees, rental fees, entry fees and other considerations for licences and/or concessions	Payments for infrastructure improvements	Total
Russia – national	0	1,886	0	0	0	0	0	1,886
Russia – regional – Perm region	0	1,079	0	0	0	0	0	1,079
Russia – regional – Murmansk region	0	1,865	0	0	0	0	0	1,865
Russia – regional – Moscow	0	6	0	0	0	0	0	6
Russia – local – Kirovsk with subordinated territory	0	0	0	0	0	0	1,559	1,559
Russia – local – Apatity	0	0	0	0	0	0	1,579	1,579
Russia – Local – Berezniki	0	0	0	0	0	302	0	302
<b>Payments to governments in Russia</b>	<b>0</b>	<b>4,835</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>302</b>	<b>3,138</b>	<b>8,275</b>

<b>Governments in Canada</b>	<b>Production entitlements</b>	<b>Taxes on the income, production or profits, excluding taxes on consumption</b>	<b>Royalties</b>	<b>Dividends</b>	<b>Signature, discovery and production bonuses</b>	<b>Licence fees, rental fees, entry fees and other considerations for licences and/or concessions</b>	<b>Payments for infrastructure improvements</b>	<b>Total</b>
Canada – regional – Saskatchewan	0	0	0	0	0	2,054	0	2,054
<b>Payments to governments in Canada</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,054</b>	<b>0</b>	<b>2,054</b>
<b>Total payments</b>	<b>0</b>	<b>4,835</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,356</b>	<b>3,138</b>	<b>10,329</b>

### Payments on a Project-by-project Basis (USD '000)

Projects in Russia	Production entitlements	Taxes on the income, production or profits, excluding taxes on consumption	Royalties	Dividends	Signature, discovery and production bonuses	Licence fees, rental fees, entry fees and other considerations for licences and/or concessions	Payments for infrastructure improvements	Total
Verkhnekamsk Potash Company	0	1,385	0	0	0	302	0	1,688
North-Western Phosphorous Company	0	3,108	0	0	0	0	1,559	4,667
Partomchorr Mining Company	0	0	0	0	0	0	1,579	1,579
<b>Payments for projects in Russia</b>	<b>0</b>	<b>4,493</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>302</b>	<b>3,138</b>	<b>7,933</b>

Projects in Canada	Production entitlements	Taxes on the income, production or profits, excluding taxes on consumption	Royalties	Dividends	Signature, discovery and production bonuses	Licence fees, rental fees, entry fees and other considerations for licences and/or concessions	Payments for infrastructure improvements	Total
101211205 Saskatchewan Ltd.	0	0	0	0	0	203	0	203
101235336 Saskatchewan Ltd.	0	0	0	0	0	470	0	470
CanPacific Potash Inc.	0	0	0	0	0	1,381	0	1,381
North Atlantic Potash Inc.	0	342	0	0	0	0	0	342
<b>Payments for projects in Canada</b>	<b>0</b>	<b>342</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,054</b>	<b>0</b>	<b>2,396</b>
<b>Total payments</b>	<b>0</b>	<b>4,835</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,356</b>	<b>0</b>	<b>10,329</b>