PRESS RELEASE
NOVEMBER 02, 2016

LUKOIL ANNOUNCES THE COMPLETION OF THE ISSUANCE OF US$1,000,000,000 OF EUROBONDS

PJSC "LUKOIL" announces the completion of the issuance of US$1,000,000,000 of Rule 144A/Regulation S notes. The offering consists of 10-year notes with a coupon of 4.750% per annum. The notes have been issued by LUKOIL International Finance B.V. and guaranteed by PJSC "LUKOIL". LUKOIL intends to use the net proceeds of the offering for general corporate purposes, including the refinancing of certain existing indebtedness.

The notes have been assigned a rating of BBB- by Fitch and BBB- by Standard & Poor's.

Information:
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Press Centre PJSC "LUKOIL"
Phone: +7 (495) 627-16-77
E-mail: media@lukoil.com
http://www.lukoil.com
https://www.facebook.com/Lukoil.en
http://twitter.com/lukoilengl

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This press release contains forward-looking statements regarding future events or the future financial performance of LUKOIL, including in relation to LUKOIL's use of the proceeds from the transaction described above. We caution you that these statements are not guarantees of future performance and future performance involves risks, uncertainties and assumptions that we cannot predict with certainty. Accordingly, our actual outcomes and results may differ materially from what we have expressed or forecasted in the forward-looking statements. As a result of such risks and uncertainties, there can be no assurance that LUKOIL will be able to use the proceeds from the transaction described above in the manner described in this press release. We do not intend to update these statements to make them conform with actual results.