



Rosneft Oil Company

Summary Interim Consolidated Financial Statements (unaudited)

Three months ended March 31, 2024

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Three months ended March 31, 2024

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Report on Review of the Summary Interim Consolidated Financial Information

To the Shareholders and Board of Directors
of Rosneft Oil Company

Introduction

We have reviewed the summary interim consolidated financial statements of Rosneft Oil Company and its subsidiaries (hereinafter collectively referred to a "Company"), which comprise the summary interim consolidated balance sheet as of 31 March 2024, the summary interim consolidated statement of profit or loss and summary interim consolidated statement of cash flows for the three-month period then ended and notes to the summary interim consolidated financial statements (the "summary interim consolidated financial information" hereinafter).

The summary interim consolidated financial information is derived from the Company's interim condensed consolidated financial statements for the three-month period ended on 31 March 2024 prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting*.

Management of Rosneft Oil Company is responsible for the preparation of this summary interim consolidated financial information in accordance with the accounting principles described in Note 1 "Basis of preparation of the summary interim consolidated financial statements", thereto. Our responsibility is to express a conclusion on this summary interim consolidated financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of summary interim consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for qualified conclusion

The Company has not presented comparative information to the summary interim consolidated balance sheet, the summary interim consolidated statement of profit and loss, the summary interim consolidated statement of cash flows and notes to the summary interim consolidated financial statements, which is inconsistent with the principles for preparing the summary interim consolidated financial information.



**NEW CHALLENGES
NEW SOLUTIONS**

Qualified conclusion

Except for the effects of the matter described in the *Basis for qualified conclusion* section, based on our review, nothing has come to our attention that causes us to believe that the accompanying summary interim consolidated financial information is not prepared in all material respects, in accordance with the accounting principles described in Note 1 "Basis of preparation of the summary interim consolidated financial statements", thereto.

Emphasis of matter – basis of accounting

We draw attention to Note 1 "Basis of preparation of the summary interim consolidated financial statements" to the summary interim consolidated financial information, which describes the principles applied in the preparation of this summary interim consolidated financial information. The summary interim consolidated financial information does not include all matters required to be presented and disclosed in accordance with International Accounting Standard 34, *Interim Financial Reporting*. Our conclusion is not modified in respect of this matter.

Other matter

We have expressed an unmodified conclusion in respect of the Company's interim condensed consolidated financial statements for the three-month period ended on 31 March 2024, prepared in accordance with International Accounting Standard 31, *Interim Financial Reporting*, in our review report dated 30 May 2024.

Starygina Nataliya Gennadievna
Partner
TSATR – Audit Services Limited Liability Company

30 May 2024

Details of the auditor

Name: TSATR – Audit Services Limited Liability Company
Record made in the State Register of Legal Entities on 5 December 2002, State Registration Number 1027739707203.
Address: Russia 115035, Moscow, Sadovnicheskaya naberezhnaya, 75.
TSATR – Audit Services Limited Liability Company is a member of Self-regulatory organization of auditors Association "Sodruzhestvo". TSATR – Audit Services Limited Liability Company is included in the control copy of the register of auditors and audit organizations, main registration number 12006020327.

Details of the entity

Name: Rosneft Oil Company
Record made in the State Register of Legal Entities on 12 August 2002, State Registration Number 1027700043502.
Address: Russia 115035, Moscow, Sofiyskaya embankment, 26/1.

Rosneft Oil Company

Summary interim consolidated balance sheet

(in billions of Russian rubles)

	Notes	March 31, 2024 (unaudited)
ASSETS		
Current assets		3,934
Non-current assets		
Property, plant and equipment	3	12,893
Other non-current assets		2,408
Total non-current assets		15,301
Total assets		19,235
LIABILITIES AND EQUITY		
Current liabilities		4,745
Non-current liabilities		5,538
Equity		
Share capital		1
Retained earnings		6,284
Other equity components		2,667
Total equity		8,952
Total liabilities and equity		19,235

The accompanying notes to the summary interim consolidated financial statements are an integral part of these statements.

Rosneft Oil Company

Summary interim consolidated statement of profit or loss

(in billions of Russian rubles, except earnings per share data, and share amounts)

	Three months ended March 31, 2024 (unaudited)
Notes	(unaudited)
Revenues and equity share in profits of associates and joint ventures	
Oil, gas, petroleum products and petrochemicals sales	2,544
Support services, other revenues, equity share in profit of associates and joint ventures	50
Total revenues and equity share in profits of associates and joint ventures	2,594
Costs and expenses	
Production and operating expenses	223
Depreciation, depletion, amortization and impairment	200
Taxes other than income tax	885
Other costs and expenses	640
Total costs and expenses	1,948
Operating income	646
Other expenses	(27)
Income before income tax	619
Income tax expense	(133)
Net income	486
Net income attributable to Rosneft shareholders	399
Net income attributable to Rosneft shareholders, per common share (in RUB) – basic and diluted	42.00
Weighted average number of shares outstanding (millions)	9,500

The accompanying notes to the summary interim consolidated financial statements are an integral part of these statements.

Rosneft Oil Company

Summary interim consolidated statement of cash flows

(in billions of Russian rubles)

	Three months ended March 31, 2024 (unaudited)
Notes	(unaudited)
Operating activities	
Net income	486
<i>Adjustments to reconcile net income to net cash provided by operating activities</i>	<i>(42)</i>
Net cash provided by operating activities	444
Investing activities	
Capital expenditures	(269)
Other proceeds from investing activities	1
Net cash used in investing activities	(268)
Financing activities	
Proceeds from loans and borrowings	315
Repayment of loans and borrowings	(194)
Other financing repayment	(445)
Net cash used in financing activities	(324)
Net decrease in cash and cash equivalents	(148)

The accompanying notes to the summary interim consolidated financial statements are an integral part of these statements.

Rosneft Oil Company

Notes to the summary interim consolidated financial statements (unaudited)

Three months ended March 31, 2024

(all amounts in tables are in billions of Russian rubles, except as noted otherwise)

1. Basis of preparation of the summary interim consolidated financial statements

These summary interim consolidated financial statements were derived from unaudited interim condensed consolidated financial statements of the Company for the three months ended March 31, 2024, which were prepared in accordance with International Accounting Standard (“IAS”) 34 *Interim Financial Reporting*. The summary interim consolidated financial statements were prepared with a purpose of presentation of consolidated financial position and consolidated financial results of the Company without causing damage to the Company and (or) its partners.

These summary interim consolidated financial statements consist of:

- summary interim consolidated balance sheet as of March 31, 2024;
- summary interim consolidated statement of profit or loss for the three months ended March 31, 2024;
- summary interim consolidated statement of cash flows for the three months ended March 31, 2024;
- notes to the summary interim consolidated financial statements.

These summary interim consolidated financial statements for the three months ended March 31, 2024, contain information facilitating comprehension of the Company’s activities by the users and do not disclose all the information presented in unaudited interim condensed consolidated financial statements of the Company for the three months ended March 31, 2024.

Decisions of the management on preparation of the summary interim consolidated financial statements as well as on the range of sensitive information not subject to disclosure were made with consideration of Presidential Decree #903 *On the temporary procedure for disclosing and providing information by some Russian business entities* dated November 27, 2023.

Comparative information for the three months ended March 31, 2023 is not presented in these summary interim consolidated financial statements, as it is considered to be sensitive and has not been earlier disclosed for publication in accordance with decree of the Government of the Russian Federation #395 *On specifics of access to information, which is included in governmental informational resource of accounting (financial) statements, and on disclosure of consolidated financial statements* dated March 18, 2022.

Additionally, interim condensed consolidated financial statements of the Company for the three months ended March 31, 2024, are restricted for full public disclosure in accordance with the Presidential Decree #903 *On the temporary procedure for disclosing and providing information by some Russian business entities* dated November 27, 2023.

The basis of preparation and disclosure of these summary interim consolidated financial statements are as follows:

These summary interim consolidated financial statements are intended to summarize and present aggregated information of the consolidated balance sheet, consolidated statement of profit or loss, consolidated statement of cash flows and do not include information about other comprehensive income and on changes in equity.

Rosneft Oil Company

Notes to the summary interim consolidated financial statements (unaudited) (continued)

1. Basis of preparation of the summary interim consolidated financial statements (continued)

“Current assets” of the summary interim consolidated balance sheet includes cash and cash equivalents, restricted cash, other short-term financial assets, accounts receivable, bank loans granted, inventories, value added tax, excise and other taxes receivable, prepayments and other current assets.

“Other non-current assets” of the summary interim consolidated balance sheet includes right-of-use assets, intangible assets, other non-current financial assets, investments in associates and joint ventures, bank loans granted, deferred tax assets, goodwill and other non-current non-financial assets.

“Current liabilities” of the summary interim consolidated balance sheet includes accounts payable and accrued liabilities, loans and borrowings and other financial liabilities, income tax liabilities, other tax liabilities, provisions, prepayments on long-term oil and petroleum products supply agreements and other current liabilities.

“Other non-current liabilities” of the summary interim consolidated balance sheet includes loans and borrowings and other financial liabilities, deferred tax liabilities, provisions, prepayments on long-term oil and petroleum products supply agreements and other non-current liabilities.

“Other equity components” of the summary interim consolidated balance sheet includes treasury shares, additional paid-in capital, reserve for foreign exchange differences on translation of foreign operations, and other funds and reserves.

“Other costs and expenses” of the summary interim consolidated statement of profit or loss includes the cost of purchased oil, gas, petroleum products, goods for retail and refining costs, general and administrative expenses, transportation costs and other commercial expenses, exploration expenses.

“Other expenses” of the summary interim consolidated statement of profit or loss includes finance income, finance expenses, other income, other expenses, and foreign exchange differences.

“Other proceeds from investing activities” of the summary interim consolidated statement of cash flows includes the acquisition of short-term financial assets, proceeds from sale, payment and disposal of short-term financial assets, proceeds from sale of subsidiaries, net of cash disposed, proceeds from sale of property, plant and equipment.

“Other financing repayment” of the summary interim consolidated statement of cash flows includes repayment of other financial liabilities, interest paid, other financing received, dividends paid.

The summary interim consolidated financial statements for the three months ended March 31, 2024 were approved and authorized for issue by management of the Company on May 30, 2024.

Rosneft Oil Company

Notes to the summary interim consolidated financial statements (unaudited) (continued)

2. Changes in accounting policies

The accounting policies adopted are consistent with those of the previous financial year except for the adoption of amendments to existing standards effective as of January 1, 2024:

- *Amendments to IAS 1 Presentation of Financial Statements named Classification of Liabilities as Current or Non-current.* The amendments clarify requirements for classifying liabilities as current or non-current and were early adopted by the Company;
- *Amendments to IFRS 16 Leases related to lease liability in a sale and leaseback.* The amendments require from the seller-lessee to measure lease liability arising from leaseback in such a way, that no profit or loss is recognised in respect of the right-of-use retained;
- *Amendments to IAS 1 Presentation of Financial Statements named Non-current Liabilities with Covenants.* The amendments presume that liability is classified as non-current if the company has a substantial right to defer settlement for at least 12 months after the reporting date. The amendments clarify the criteria of classification (included that “future” covenants as well as management intentions do not affect classification as of the reporting date) and require certain additional disclosures;
- *Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures named Supplier Finance Arrangements.* The amendments clarify the influence of supplier finance arrangements on liabilities, cash flows, exposure to liquidity risk and risk management. Also the amendments presume certain additional disclosures.

The amendments mentioned above did not have a material impact on the consolidated financial statements.

3. Property, plant and equipment

	Total
Cost as of January 1, 2024	18,139
Depreciation, depletion and impairment as of January 1, 2024	(5,810)
Net book value as of January 1, 2024	12,329
Prepayments for property, plant and equipment as of January 1, 2024	310
Total as of January 1, 2024	12,639
Cost	
Additions	452
Disposals and other movements	(9)
Foreign exchange differences	42
Changes in cost of asset retirement (decommissioning) obligations	(18)
As of March 31, 2024	18,606
Depreciation, depletion and impairment	
Depreciation, depletion charge and impairment	(194)
Disposals and other movements	5
Foreign exchange differences	(9)
As of March 31, 2024	(6,008)
Net book value as of March 31, 2024	12,598
Prepayments for property, plant and equipment as of March 31, 2024	295
Total as of March 31, 2024	12,893

Contact information

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