

The image features the Novatek logo on the left, consisting of a stylized 'N' made of blue and white horizontal bars. The background is a light blue sky with a faint image of industrial LNG processing equipment, including storage tanks and piping. The word 'NOVATEK' is written in large, bold, blue capital letters across the middle of the image.

NOVATEK

Building Our LNG Future: Yamal and Gydan Peninsulas

Mark Gyetvay, CFO, Deputy Chairman of the Management Board

Flame Gas Conference 2017

Amsterdam

8 May 2017

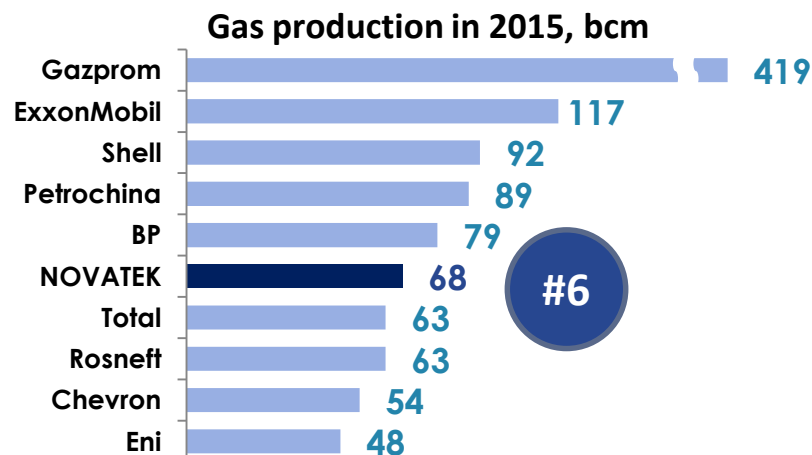
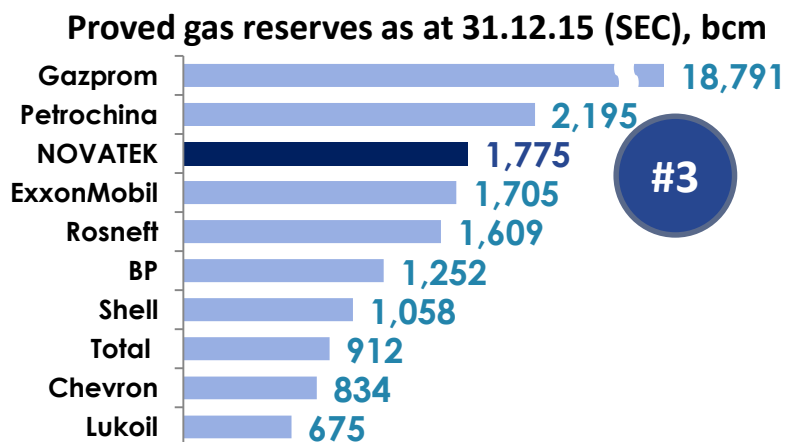
We have a dream.

A vision to become one of the main players in the global LNG marketplace by exploiting the massive natural gas resources contained on the Yamal and Gydan peninsulas.

At 31 December 2016	Natural gas, bcm	Liquids, mmt	Total hydrocarbon, mmboe
Proved (SEC)	1,755	152	12,775
Proved and Probable (PRMS)	3,067	319	22,756

“NOVATEK: a gas giant you’ve never heard of”

~ Business Week stated in October 2004



Past FLAME Presentations:

- Introduced the Yamal LNG project
- Human elements – the sacrifices made
- Technical challenges – climatic conditions, geographical remoteness, logistics
- Today – the latest project update

But first let's address the naysayers.....

Doubters, Skeptics and Critics

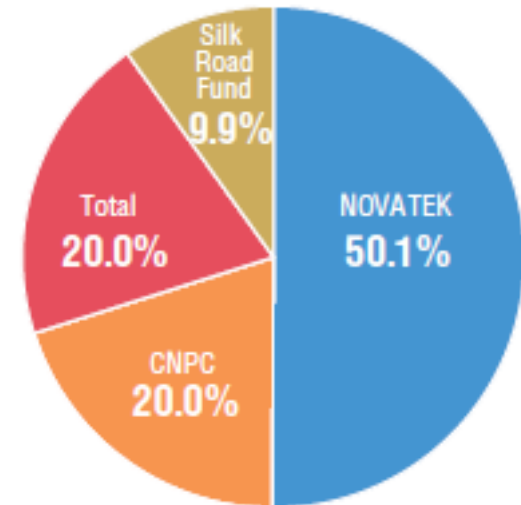
Issues	Resolutions
Not feasible without export license	✓
Not technically possible	✓
No partner interest	✓
No proven transport model	✓
No buyers will contract LNG volumes	✓
Not economically feasible with today's LNG prices	✓
No financing	✓

We Proved the doubters, skeptics and critics wrong!!!

Yamal LNG Project Facts

- 2P PRMS gas reserves of the South-Tambeyskoye onshore conventional field at 31.12.16 - **942 bcm**
- Liquefaction capacity - **16.5 mmt** of LNG per annum (3 trains)
- FID date - **December 2013**
- Capex estimate - **USD 27 bln**
- First production is scheduled for **2017**
- **External Financing Package** closed in April 2016

Shareholders







КРИСТОФ ДЕ МАРЖЕРИ
CHRISTOPHE DE MARGERIE

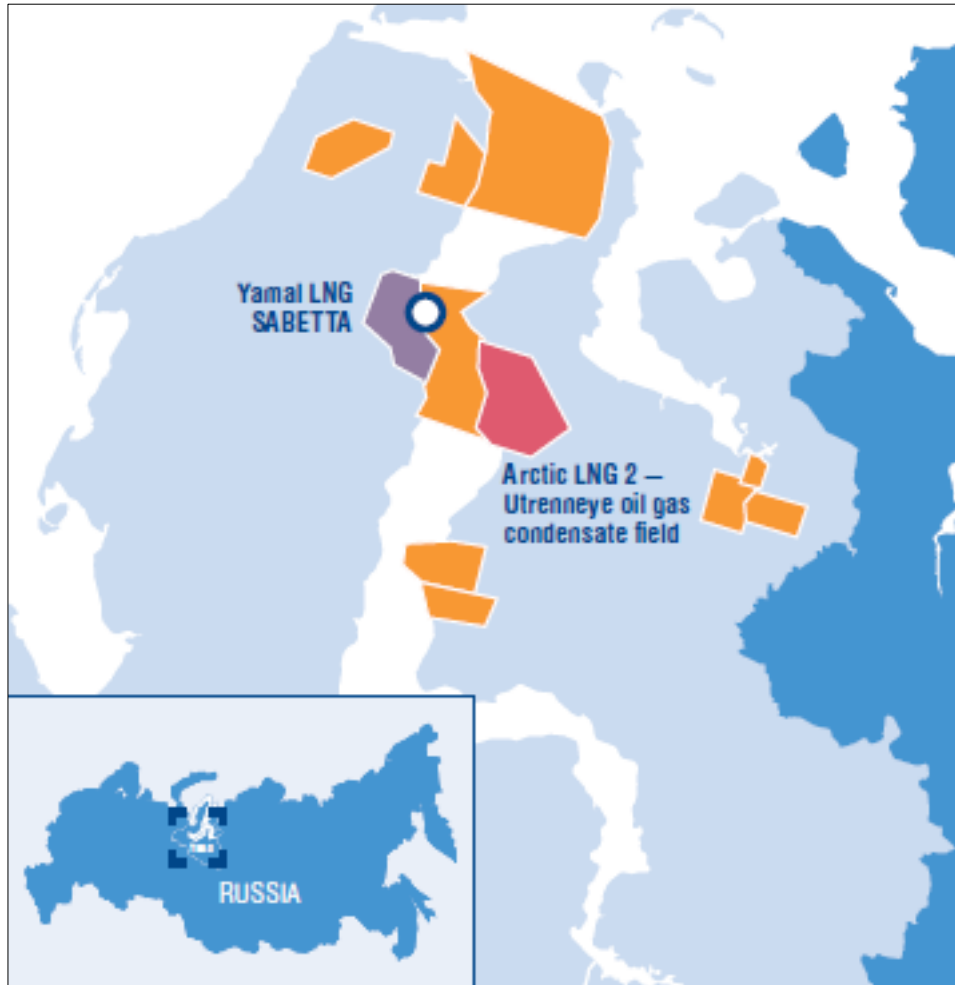


NOVATEK

The image features the Novatek logo on the left, which consists of a dark blue vertical bar and three horizontal blue bars of varying lengths. The background is a faded image of industrial LNG processing facilities with tall distillation columns and piping. The word "NOVATEK" is written in large, bold, blue capital letters across the middle of the image.

What's Next?

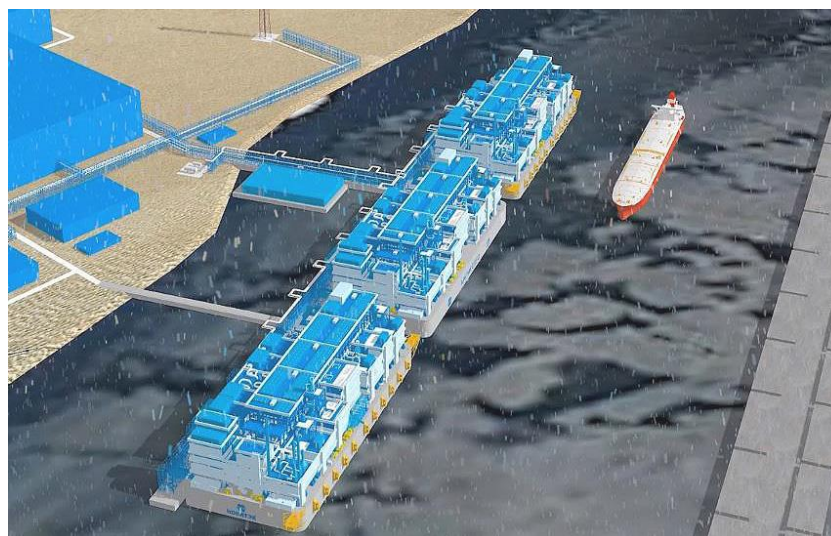
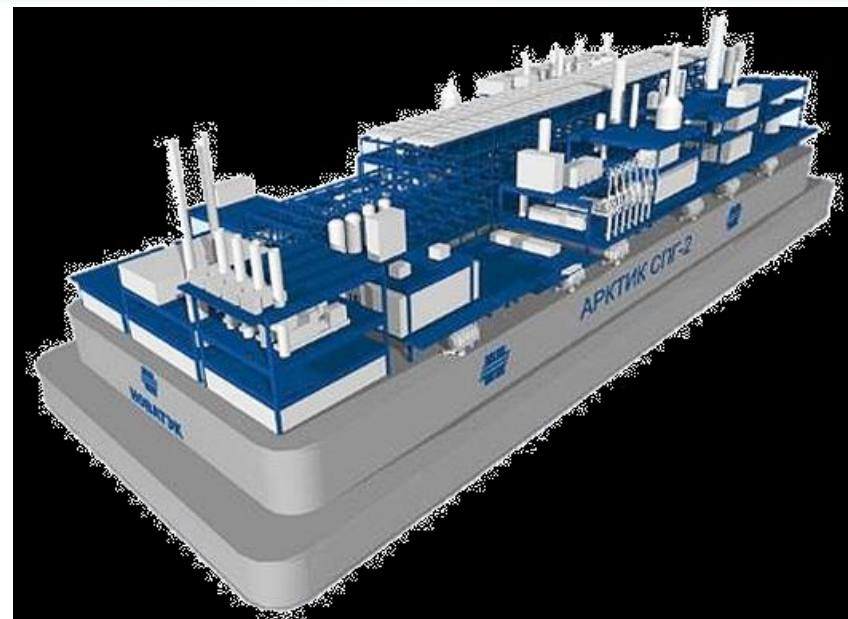
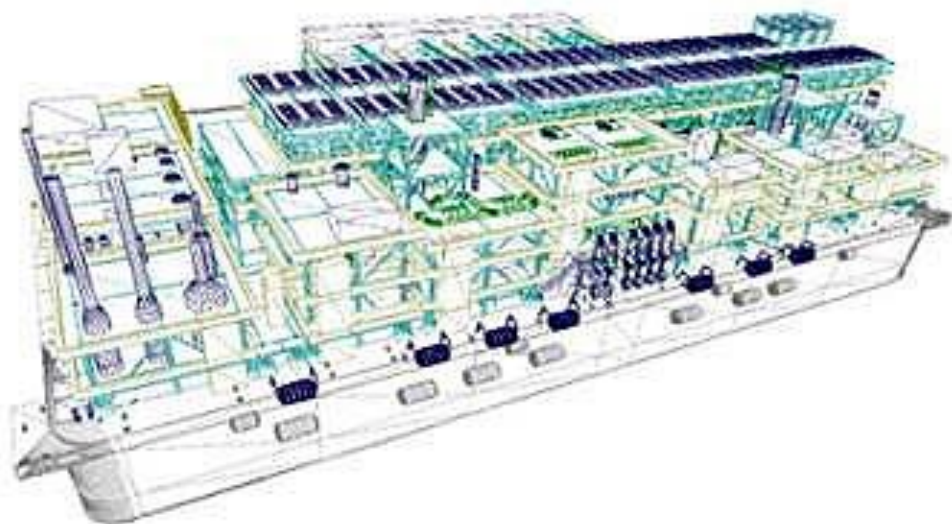
Introducing Arctic LNG 2



Utrenneye field:

- License acquired in 2011
- Exploration work completed
- Production wells being drilled
- >1.3 TCM of natural gas reserves
- > 56 MMT of liquids

The concept of the LNG plant on GBS



Kola Yard (Murmansk Region)





Update of current status



Forward-Looking Statements



- ❑ Certain statements in this presentation are not historical facts and are “forward-looking”. Examples of such forward-looking statements include, but are not limited to:
 - projections or expectations of revenues, income (or loss), earnings (or loss) per share, dividends, capital structure or other financial items or ratios;
 - statements of our plans, objectives or goals, including those related to products or services;
 - statements of future economic performance; and
 - statements of assumptions underlying such statements
- ❑ Words such as “believes”, “anticipates”, “expects”, “estimates”, “intends”, “plans”, “outlook” and similar expressions are intended to identify forward-looking statements but are not the exclusive means of identifying such statements
- ❑ By their very nature, forward-looking statements involve inherent risks and uncertainties, both general and specific, and risks exist that the predictions, forecasts, projections and other forward-looking statements will not be achieved. You should be aware that a number of important factors could cause actual results to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward-looking statements
- ❑ When relying on forward-looking statements, you should carefully consider the foregoing factors and other uncertainties and events, especially in light of the political, economic, social and legal environment in which we operate. Such forward-looking statements speak only as of the date on which they are made, and we do not undertake any obligation to update or revise any of them, whether as a result of new information, future events or otherwise. We do not make any representation, warranty or prediction that the results anticipated by such forward-looking statements will be achieved, and such forward-looking statements represent, in each case, only one of many possible scenarios and should not be viewed as the most likely or standard scenario