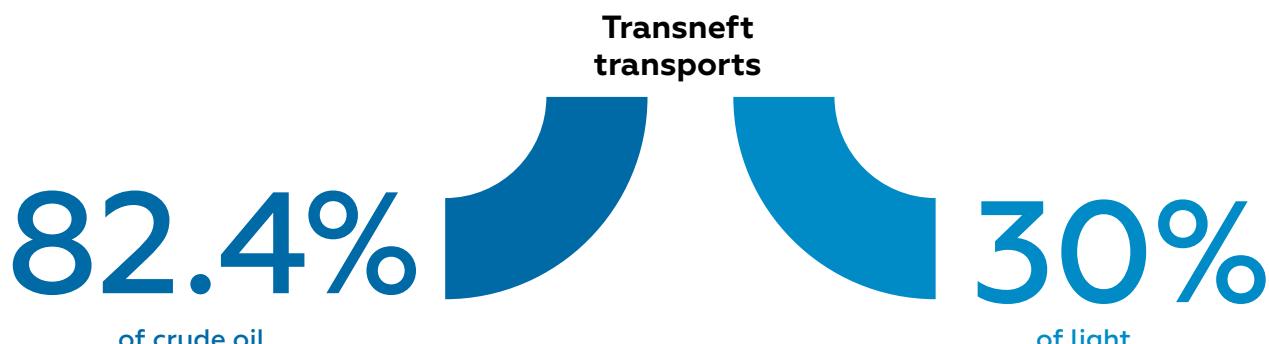


## 1.1. TRANSNEFT GROUP



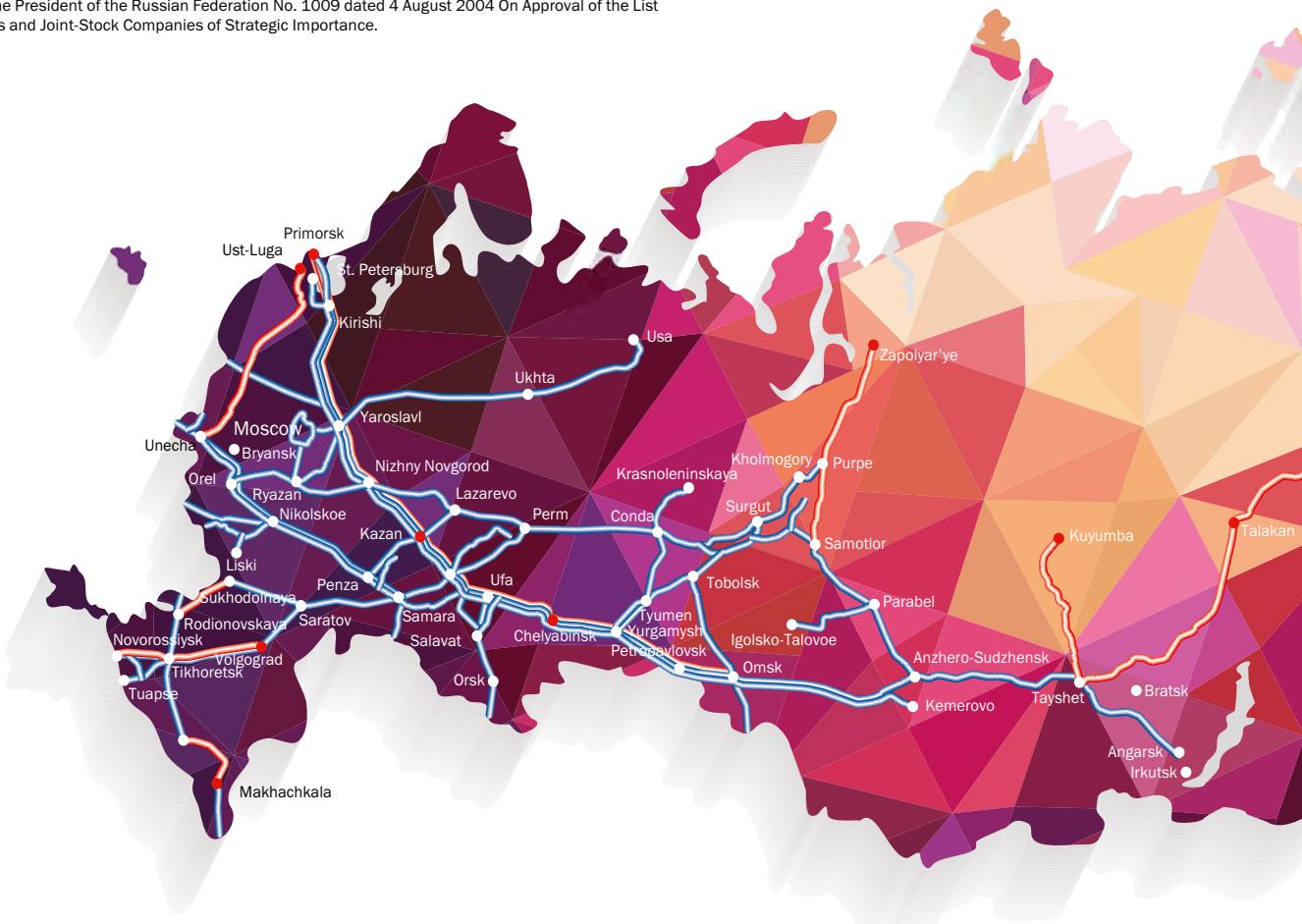
Transneft is the largest oil pipeline company in the world, a natural monopoly transporting oil and petroleum products via trunk pipelines in Russia; it is controlled by the state and included in the list of joint stock companies of strategic importance<sup>1</sup>

<sup>1</sup> Decree of the President of the Russian Federation No. 1009 dated 4 August 2004 On Approval of the List of Enterprises and Joint-Stock Companies of Strategic Importance.

Avant-garde in detail

TRANSNEFT

Annual report 2020





Transneft operates

67

thou km of trunk  
pipelines

500

pumping stations

24

mln m<sup>3</sup> of storage  
tanks

#### Competitive Advantages

- Monopoly over the oil pipeline transportation market.
- Low specific operating expenses compared to rail and water transport.
- Short terms of oil and petroleum products delivery, independent of the speed of their physical movement via the trunk pipeline system.

# 1.1. TRANSNEFT GROUP

## Development Prospects

Capital investment financing volumes, RUB bn

|   | 2018 (actual) | 2019 (actual) | 2020 (actual) | 2021–2025 (target) |
|---|---------------|---------------|---------------|--------------------|
| <b>TOTAL for the Development, Technical Upgrading and Revamping Programme for trunk pipeline facilities</b> | <b>258.6</b>  | <b>282.6</b>  | <b>196.4</b>  | <b>1,256.2</b>     |
| Technical Upgrading and Revamping Programme   | 194.8         | 244.5         | 193.3         | 1,213.3            |
| Investment Programme  | 63.8          | 38.1          | 3.1           | 42.9               |

In 2020, Transneft continued to implement key projects:

Revamping oil trunk pipelines for transportation of oil to refineries in Krasnodar Territory with the connection of the Afipsky Refinery to the Novovelichkovskaya – Krasnodar oil trunk pipeline



Developing a corporate data communication network to build Transneft's unified information system



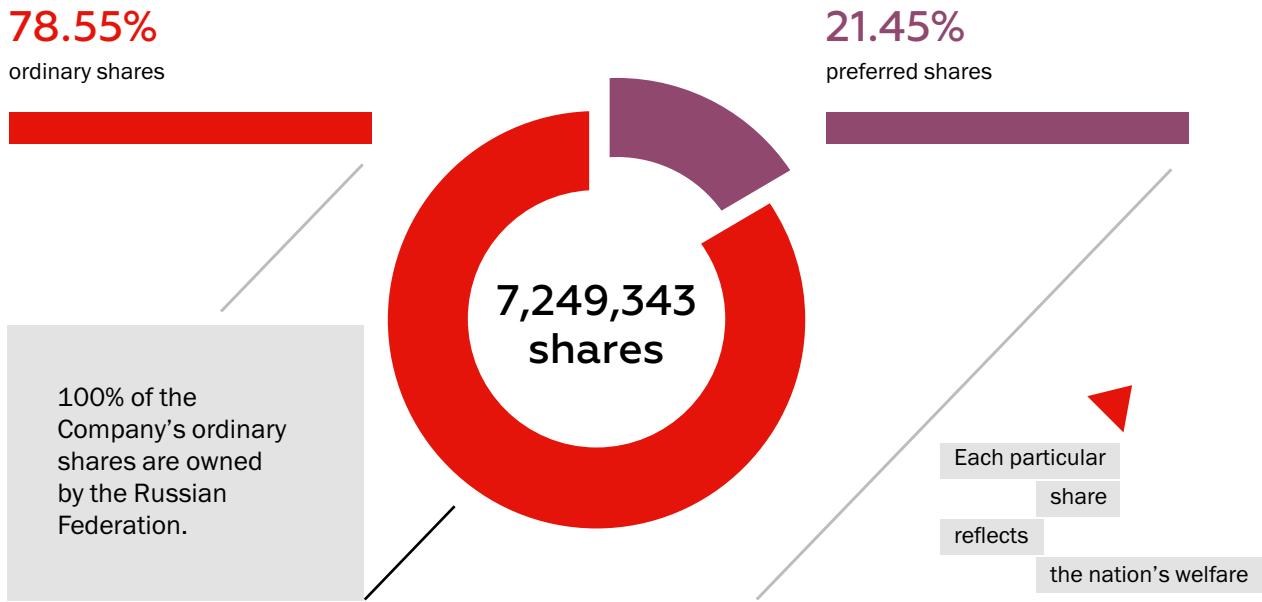
## Authorised capital

As of 31 December 2020, the authorised capital of the Company amounted to RUB 7,249,343 (seven million two hundred and forty-nine thousand three hundred and forty-three rubles) and was split into 7,249,343 shares, including:

**5,694,468** ordinary shares at par value of RUB 1 each

**1,554,875** preferred shares at par value of RUB 1 each

### Authorised capital structure as of 31 December 2020



The Company's preferred shares are listed on the Moscow Exchange.

Ticker **TRNFP** Price of the preferred shares as of 30 December 2020, RUB  140,600

### Preferred shares price behaviour in 2020

03.01.2020 – 30.12.2020

Transneft's pref. (the Moscow Exchange) Open: 177,100 | High: 179,100 | Low: 128,700 | Close: 140,550

