

## Raspadskaya Announces Preliminary Operational Results For Q3 and 9M 2020

**Moscow, 23 October 2020** – PAO Raspadskaya (MICEX: RASP; “Raspadskaya” or the “Company”) today announces its preliminary operational results for Q3 and 9M 2020.

		Q3 2020	Q2 2020	Q3 2020 / Q2 2020 ± %	Q3 2019	Q3 2020 / Q3 2019 ± %	9M 2020	9M 2019	9M 2020 / 9M 2019 ± %
<b>Total raw coal production</b>	kt	1,434	2,112	-32%	2,965	-52%	6,499	10,112	-36%
<b>Sales</b>									
Concentrate – Russia	kt	752	709	6%	665	13%	2,016	1,734	16%
Concentrate – export	kt	1,350	1,461	-8%	1,513	-11%	4,243	4,532	-6%
<b>Total sales of concentrate</b>	kt	<b>2,102</b>	<b>2,170</b>	<b>-3%</b>	<b>2,178</b>	<b>-3%</b>	<b>6,259</b>	<b>6,266</b>	<b>0%</b>
<b>Total sales of raw coal<sup>1</sup></b>	kt	<b>164</b>	<b>346</b>	<b>-53%</b>	<b>578</b>	<b>-72%</b>	<b>677</b>	<b>1,790</b>	<b>-62%</b>
<b>Weighted average price of concentrate<sup>2</sup></b>	RUB/t	<b>3,556</b>	<b>4,032</b>	<b>-12%</b>	<b>5,038</b>	<b>-29%</b>	<b>3,817</b>	<b>6,047</b>	<b>-37%</b>
<b>Exchange rate</b>	RUB/US\$	73.56	72.36		64.57		70.77	65.08	

<sup>1</sup> Hard coking coal

<sup>2</sup> FCA Mezhdurechensk

### Highlights of Q3 2020

As expected, Q3 2020 was a challenging period for the Company, although some signals of positive further developments also appeared.

After the significant drop in prices in Q2 2020 amid the global crisis and pandemic, prices began to grow slowly in Q3 2020 and global benchmarks strengthened towards the end of the quarter.

The gradual easing of restrictions imposed to prevent the further spread of COVID-19 and the economic support measures undertaken by national governments have begun to show results. Metallurgical companies around the world plan to increase their capacity loads and steel production in Q4 2020 amid rising demand.

While the restrictions that China imposed in October against imports of coal from Australia are currently driving global benchmarks downward, the Company’s management believes that the low point in coal product prices was passed in Q2-Q3 2020.

During the period, the Company mined a total of 1.4 million tonnes of raw coal, down 32% QoQ.

Dome formation problems, difficult gas conditions and increased water ingress at the Raspadskaya mine drove production down by 0.5 million tonnes, or 38% QoQ. The Raspadskaya-Koksovaya mine also saw a reduction in output, down 18% QoQ, due to additional work on gas safety and the gradual return to target mining volumes after a longwall move. No mining took place during the period at Razrez Raspadsky, where production was suspended in May 2020 due to low prices. Output from the open-pit site at the Raspadskaya-Koksovaya mine was unchanged.

In Q3 2020, overall concentrate sales edged down by 3% QoQ due to the use of stockpiles. Domestic sales rose by 6% QoQ as customers in Russia increased their order volumes. Export sales declined by 8% QoQ due to the limited coal resources and low margins offered by sales to certain destinations.

During the reporting period, the Company’s management decided to resume production at

Razrez Raspadsky beginning in Q4 2020 amid dwindling stockpiles and rising prices for coal products.

## Highlights of 9M 2020

In 9M 2020, the Company mined a total of 6.5 million tonnes of raw coal, down 36% YoY. The primary causes of the reduced production were the operational halt at Razrez Raspadsky in May 2020 due to lower coal product prices, as well as production challenges that the Raspadskaya mine experienced in Q3 2020.

Overall concentrate sales remained flat YoY at 6.3 million tonnes due to the use of warehouse stockpiles. Meanwhile, the sales structure improved, with domestic sales up 16% YoY and export sales down 6% YoY.

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### About the Company

PAO Raspadskaya is an integrated group of coal mining and enrichment facilities located in the Kemerovo region of Russia. It comprises three underground mines, two open-pit operations, a coal preparation plant, and several coal transportation and production infrastructure enterprises. Raspadskaya is a subsidiary of EVRAZ, a major vertically integrated metals and mining company.

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The information in this press release represents the expected results of PAO Raspadskaya operations for the given period. It was compiled based on the latest preliminary unaudited operational and financial data. The information represents a preliminary assessment only, which might be further adjusted based on financial, fiscal and business reporting once it becomes available. The information regarding the Company's operational results in this press release depends on many external factors and therefore, provided all permanent obligations and best practices under international listing rules are unconditionally observed, cannot qualify for accuracy and completeness and should not be regarded as a basis for investing in PAO Raspadskaya. As such, the actual results and indicators may significantly differ from any declared or forecast operational results. PAO Raspadskaya assumes no obligation and expressly declares that it has no such obligation to update or change any declarations concerning any future results due to new information obtained, any future events or for any other reasons.