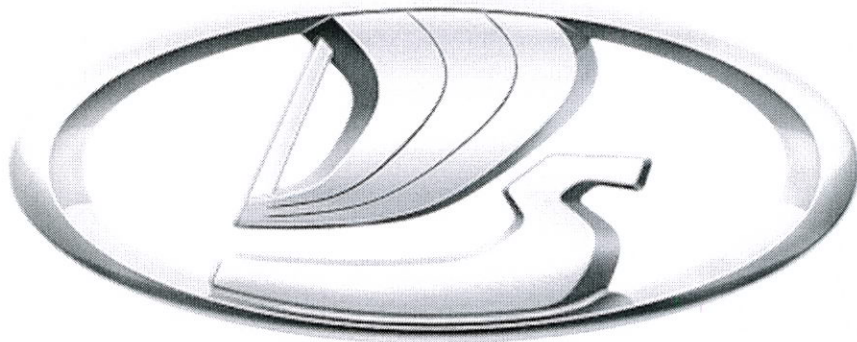


AVTOVAZ GROUP

**INTERNATIONAL FINANCIAL REPORTING STANDARDS
CONSOLIDATED REPORTING PACKAGE**


31 March 2016




AVTOVAZ GROUP
Consolidated Statement of Financial Position
as at 31 March 2016
(In millions of Russian Roubles)



	31 March 2016	31 December 2015
ASSETS		
Current assets:		
Cash and cash equivalents	2,936	4,987
Trade receivables	12,395	9,173
Financial assets.....	637	717
Inventories.....	29,033	24,237
Other current assets.....	10,787	8,415
	<u>55,788</u>	<u>47,529</u>
Long-term assets:		
Property, plant and equipment	54,242	54,707
Intangible assets	12,487	12,668
Investments in associates and a joint venture.....	2,060	2,072
Receivables for jointly-controlled assets	16,192	16,087
Financial assets.....	902	909
Deferred tax assets	1,313	1,301
	<u>87,196</u>	<u>87,744</u>
Total assets	<u>142,984</u>	<u>135,273</u>
LIABILITIES AND EQUITY		
Current liabilities:		
Trade payables	56,338	47,300
Loans and borrowings.....	49,654	44,864
Other payables and accrued expenses.....	12,379	13,266
Income tax liability	54	68
Other taxes.....	4,868	4,540
Provisions.....	3,088	2,211
Advances from customers.....	2,193	3,060
	<u>128,574</u>	<u>115,309</u>
Long-term liabilities:		
Loans and borrowings.....	51,793	48,893
Other taxes	236	312
Provisions.....	517	521
Deferred tax liabilities.....	7,117	6,723
Advances received	2,119	2,242
	<u>61,782</u>	<u>58,691</u>
Total liabilities	<u>190,356</u>	<u>174,000</u>
Equity attributable to equity holders of the Company		
Share capital	39,172	39,172
Share premium	15,300	15,300
Currency translation adjustment	626	654
Accumulated losses.....	(102,931)	(94,328)
	<u>(47,833)</u>	<u>(39,202)</u>
Non-controlling interests	461	475
Total equity	<u>(47,372)</u>	<u>(38,727)</u>
Total liabilities and equity	<u>142,984</u>	<u>135,273</u>


Nicolas Jean Etienne Maure
President, JSC AVTOVAZ


Daniel Blyumin
Director, Accounting and Reporting

AVTOVAZ GROUP
Consolidated Statement of Comprehensive Income
for the three months ended 31 March 2016
(In millions of Russian Roubles)



	Three months ended	
	31 March	
	2016	2015
Sales.....	38,417	48,514
Cost of sales.....	(40,411)	(44,620)
Gross (loss)/profit	(1,994)	3,894
Administrative expenses.....	(2,015)	(2,346)
Distribution costs.....	(1,922)	(1,247)
Research and development expenses.....	(591)	(283)
Other operating income and expenses	(50)	(501)
Operating loss	(6,572)	(483)
Net interest income and expenses.....	(2,089)	(592)
<i>Interest income</i>	208	371
<i>Interest expenses</i>	(2,297)	(963)
Other finance income and expenses.....	465	1,162
Share of profit of associates and a joint venture.....	8	68
(Loss)/profit before taxation	(8,188)	155
Income tax expenses	(401)	(333)
Loss for the period	(8,589)	(178)
(Loss)/profit attributable to:		
Equity holders of the Company	(8,603)	(185)
Non-controlling interests.....	14	7
	(8,589)	(178)
Other comprehensive loss to be reclassified to profit or loss in subsequent periods:		
Currency translation adjustment.....	(56)	(130)
Total other comprehensive loss for the period to be reclassified to profit or loss in subsequent periods, net of taxes.....	(56)	(130)
Total comprehensive loss for the period, net of taxes	(8,645)	(308)
Total comprehensive (loss)/income attributable to:		
Equity holders of the Company	(8,659)	(315)
Non-controlling interests.....	14	7
Total comprehensive loss for the period, net of taxes	(8,645)	(308)