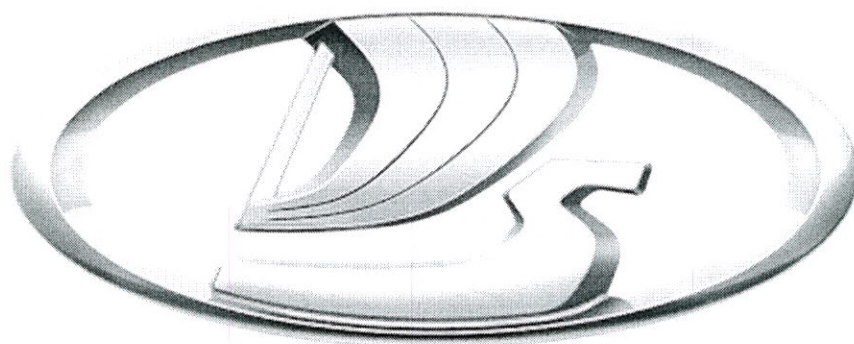


AVTOVAZ GROUP

**INTERNATIONAL FINANCIAL REPORTING STANDARDS
CONSOLIDATED REPORTING PACKAGE**

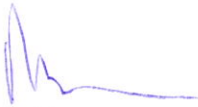
30 September 2016




AVTOVAZ GROUP
Consolidated Statement of Financial Position
as at 30 September 2016
(In millions of Russian Roubles)



	30 September 2016	31 December 2015
ASSETS		
Current assets:		
Cash and cash equivalents	6,204	4,987
Trade receivables	12,460	9,173
Financial assets.....	661	717
Inventories	27,375	24,237
Other current assets.....	4,836	8,415
	<u>51,536</u>	<u>47,529</u>
Long-term assets:		
Property, plant and equipment	38,882	54,707
Intangible assets	7,978	12,668
Investments in associates and a joint venture	2,657	2,072
Receivables for jointly-controlled assets	15,896	16,087
Financial assets.....	900	909
Deferred tax assets	1,682	1,301
	<u>67,995</u>	<u>87,744</u>
Total assets	<u>119,531</u>	<u>135,273</u>
LIABILITIES AND EQUITY		
Current liabilities:		
Trade payables	54,184	43,285
Loans and borrowings.....	52,590	44,864
Other payables and accrued expenses.....	11,053	17,281
Income tax liability	43	68
Other taxes.....	4,655	4,540
Provisions.....	3,122	2,211
Advances from customers.....	2,505	3,060
	<u>128,152</u>	<u>115,309</u>
Long-term liabilities:		
Loans and borrowings.....	57,415	48,893
Other taxes	80	312
Provisions.....	548	521
Deferred tax liabilities.....	4,332	6,723
Advances received	1,934	2,242
	<u>64,309</u>	<u>58,691</u>
Total liabilities	<u>192,461</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	527	654
Accumulated losses.....	(128,576)	(94,328)
	<u>(73,577)</u>	<u>(39,202)</u>
Non-controlling interests	647	475
Total equity	<u>(72,930)</u>	<u>(38,727)</u>
Total liabilities and equity	<u>119,531</u>	<u>135,273</u>


Nicolas Maure
President, PJSC AVTOVAZ


D.G. Blyumin
Director, Accounting and Reporting

AVTOVAZ GROUP
Consolidated Statement of Comprehensive Income
for the nine months ended 30 September 2016
(In millions of Russian Roubles)



	Nine months ended 30 September	
	2016	2015
Sales.....	130,478	131,231
Cost of sales.....	(132,436)	(133,074)
Gross loss	(1,958)	(1,843)
Administrative expenses.....	(5,558)	(8,561)
Distribution costs.....	(3,685)	(3,174)
Research and development expenses.....	(1,346)	(1,162)
Other operating income and expenses	458	235
Operating loss before impairment	(12,089)	(14,505)
Impairment provisions	(18,965)	-
Operating loss	(31,054)	(14,505)
Net interest income and expenses	(7,494)	(3,072)
<i>Interest income</i>	516	903
<i>Interest expenses</i>	(8,010)	(3,975)
Other finance income and expenses.....	1,191	788
Share of profit of associates and a joint venture.....	631	80
Loss before taxation	(36,726)	(16,709)
Income tax benefit.....	2,682	909
Loss for the period	(34,044)	(15,800)
(Loss)/profit attributable to:		
Equity holders of the Company	(34,248)	(15,869)
Non-controlling interests.....	204	69
	(34,044)	(15,800)
Other comprehensive loss to be reclassified to profit or loss in subsequent periods:		
Currency translation adjustment.....	(159)	(60)
Total other comprehensive loss for the period to be reclassified to profit or loss in subsequent periods, net of taxes.....	(159)	(60)
Total comprehensive loss for the period, net of taxes	(34,203)	(15,860)
Total comprehensive (loss)/income attributable to:		
Equity holders of the Company	(34,375)	(15,929)
Non-controlling interests.....	172	69
Total comprehensive loss for the period, net of taxes	(34,203)	(15,860)