

**EN+ GROUP IPJSC**

**Separate interim condensed financial information  
for the three and six months ended 30 June 2020**

**(unaudited)**

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**EN+ GROUP IPJSC**  
*Separate interim condensed statement of profit or loss and other comprehensive income  
for the three and six months ended 30 June 2020*

	Note	Three months ended 30 June		Six months ended 30 June	
		2020	2019	2020	2019
		USD thousand	USD thousand	USD thousand	USD thousand
General and administrative expenses		(3,238)	(4,887)	(8,481)	(13,344)
(Impairment) / reversal of impairment of assets	6	(3,895)	2	(4,048)	78
<b>Operating loss</b>		<b>(7,133)</b>	<b>(4,885)</b>	<b>(12,529)</b>	<b>(13,266)</b>
Finance (costs) / income, net	5	(92,110)	(40,775)	90,076	(109,361)
<b>(Loss) / profit for the period before tax</b>		<b>(99,243)</b>	<b>(45,660)</b>	<b>77,547</b>	<b>(122,627)</b>
Taxation	3	-	-	3	-
<b>(Loss) / profit for the period</b>		<b>(99,240)</b>	<b>(45,660)</b>	<b>77,550</b>	<b>(122,627)</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(99,240)</b>	<b>(45,660)</b>	<b>77,550</b>	<b>(122,627)</b>

This separate interim condensed financial information was approved by the Board of Directors on 18 August 2020 and was signed on its behalf by:

General Director of  
EN+ GROUP IPJSC



Vladimir Kiriukhin

		<b>30 June 2020</b>	<b>31 December 2019</b>
	<b>Note</b>	<b>USD thousand</b>	<b>USD thousand</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Investments	6	4,906,974	4,904,774
Prepaid expenses and other non-current assets		192	6,427
Property, plant and equipment		17	13
Deferred tax assets		5	-
		<u>4,907,188</u>	<u>4,911,214</u>
<b>Current assets</b>			
Loan issued to subsidiary		-	9
Prepaid expenses and other current assets		261	1,059
Cash and cash equivalents		2,145	3,992
		<u>2,406</u>	<u>5,060</u>
<b>Total assets</b>		<u><u>4,909,594</u></u>	<u><u>4,916,274</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	7	45	45
Share premium	7	1,515,271	1,515,271
Retained earnings		2,544,272	2,466,722
<b>Total equity</b>		<u>4,059,588</u>	<u>3,982,038</u>
<b>Non-current liabilities</b>			
Loans and borrowings		633,359	685,284
		<u>633,359</u>	<u>685,284</u>
<b>Current liabilities</b>			
Loans and borrowings		210,500	244,996
Other payables		6,147	3,956
		<u>216,647</u>	<u>248,952</u>
<b>Total equity and liabilities</b>		<u><u>4,909,594</u></u>	<u><u>4,916,274</u></u>

**EN+ GROUP IPJSC**

*Separate interim condensed financial statement of cash flows  
for the six months ended 30 June 2020*

	Note	Six months ended 30 June	
		2020	2019
		USD thousand	USD thousand
<b>OPERATING ACTIVITIES</b>			
<b>Profit / (loss) for the period</b>		<b>77,550</b>	<b>(122,627)</b>
<i>Adjustments for:</i>			
Depreciation		5	3
Impairment of investments	6	4,048	-
Reversal of impairment of loan issued to related parties		-	(78)
Interest income	5	(10)	-
Interest expense	5	14,079	32,778
Foreign exchange (gain) / loss	5	(105,903)	68,183
Income tax		(3)	-
<b>Cash used in operating activities before changes in working capital and provisions</b>		<b>(10,234)</b>	<b>(21,741)</b>
Change in trade and other receivables		785	(2,970)
Change in trade and other payables and provisions		2,202	(16,050)
Interest paid		-	(3,298)
<b>Cash flows used in operating activities</b>		<b>(7,247)</b>	<b>(44,059)</b>
<b>INVESTING ACTIVITIES</b>			
Repayment of loans granted to related parties		8	78
Interest received		12	-
Advance paid for acquisition of investments		-	(3,195)
Contributions to investments in subsidiaries		-	(100)
Acquisition of property, plant and equipment		(9)	-
<b>Cash flows from / (used in) investing activities</b>		<b>11</b>	<b>(3,217)</b>
<b>FINANCING ACTIVITIES</b>			
Repayment of loans to related parties		(3,780)	(7,186)
Proceeds of loans from related parties		9,189	55,015
<b>Cash flows from financing activities</b>		<b>5,409</b>	<b>47,829</b>
<b>Net change in cash and cash equivalents</b>		<b>(1,827)</b>	<b>553</b>
Cash and cash equivalents at beginning of period		3,992	650
Effect of exchange rate fluctuations on cash and cash equivalents		(20)	58
<b>Cash and cash equivalents at end of the period</b>		<b>2,145</b>	<b>1,261</b>

**EN+ GROUP IPJSC**

*Separate interim condensed financial statement of changes in equity  
for the six months ended 30 June 2020*

	<u>Share capital</u>	<u>Share premium</u>	<u>Retained earnings</u>	<u>Total</u>
<b>Balance at 1 January 2019</b>	<b>40</b>	<b>972,542</b>	<b>2,578,894</b>	<b>3,551,476</b>
Glencore deal	5	542,729	-	542,734
Loss for the period	-	-	(122,627)	(122,627)
<b>Balance at 30 June 2019</b>	<b>45</b>	<b>1,515,271</b>	<b>2,456,267</b>	<b>3,971,583</b>
<b>Balance at 1 January 2020</b>	<b>45</b>	<b>1,515,271</b>	<b>2,466,722</b>	<b>3,982,038</b>
Profit for the period	-	-	77,550	77,550
<b>Balance at 30 June 2020</b>	<b>45</b>	<b>1,515,271</b>	<b>2,544,272</b>	<b>4,059,588</b>

**1. BACKGROUND****(a) Organisation**

EN+ GROUP IPJSC (the “Company”) was established as a limited liability company according to the legislation of the British Virgin Islands on 30 April 2002 under the name of Baufinanz Limited. On 18 March 2004, the Company registered a change of its legal name to Eagle Capital Group Limited. On 25 August 2005, the Company changed its domicile to Jersey and was renamed to En+ Group Limited. On 1 June 2017 the Company changed its status to a public company and was renamed to EN+ GROUP PLC. On 9 July 2019, the Company changed its domicile to the Russian Federation with a registration as EN+ GROUP International Public Joint-Stock Company (EN+GROUP IPJSC). As at the reporting date the Company’s registered office is Oktyabrskaya st. 8, office 34, Kaliningrad, Kaliningrad Region, 236006, Russian Federation.

On 8 November 2017, the Company successfully completed an initial public offering of global depositary receipts on the London Stock Exchange and the Moscow Exchange. On 17 February 2020, the Company’s ordinary shares were included into the “Level 1” part of the list of securities admitted to trading on Moscow Exchange. On 20 April 2020, the Company’s GDRs were delisted from the Moscow Exchange.

EN+ GROUP IPJSC is the parent company for a vertically integrated aluminium and power group, engaged in aluminium production and energy generation (together with the Company referred to as “the Group”).

As at 30 June 2020 Mr. Oleg Deripaska beneficially controls and exercises voting rights in respect of 35% of the voting shares of the Company and his direct or indirect shareholding cannot exceed 44.95% of the shares of the Company.

The other significant holders as at 30 June 2020 were as follows:

	Shareholding	Voting rights
Company’s subsidiary	21.37%	7.04%
Citi (Nominees), including	14.44%	14.44%
<i>Glencore Group Funding Limited</i>	<i>10.55%</i>	<i>10.55%</i>
Other shareholders	19.24%	5.84%
Independent trustees	-	37.68%

Glencore Group Funding Limited is a subsidiary of Glencore Plc.

In February 2020, a subsidiary of the Company acquired 21.37% of the Company’s shares from VTB for USD 1,579 million at a price of USD 11.57 per share. The Company provided a guarantee to Sberbank for a Company’s subsidiary in respect of a 3-year RUB 100.8 billion loan to finance the acquisition of the shares.

The voting rights in respect of acquired shares representing 14.33% of the Company’s issued share capital are retained with independent trustees. Voting rights attached to the remaining 7.04% shares are executed by the Chairman of the Company’s Board at the Board’s direction.

**(b) Seasonality**

There are no material seasonal events in business activity of the Company.

**2. BASIS OF PREPARATION****(a) Statement of compliance**

This interim condensed separate financial information has been prepared in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting. This interim condensed separate financial information does not include all of the information required for full annual financial statements prepared in accordance with International Financial Reporting Standards and therefore should be read in conjunction with the separate financial statements of the Company as at and for the year ended 31 December 2019.

The Company has no updates to information provided in the last annual separate financial statements about the standards issued but not yet effective that may have a significant impact on the Company's financial statements.

The consolidated financial statements of the Company prepared in accordance with IFRS are available at <https://enplusgroup.com>

**(b) Going concern basis**

As at 30 June 2020, the Company's current liabilities exceeded its current assets by USD 214,241 thousand. Liabilities are mainly represented by loans to related parties.

Management believes that the Company will be able to meet its obligations and the financial information of the Company have been prepared on a going concern basis after taking into consideration that, as at 30 June 2020, the Company has unused credit facilities in the amount of USD 234,072 thousand to cover its current liabilities should they become due.

**(c) COVID-19**

As a result of the COVID-19 outbreak during 2020, aluminium prices continued to deteriorate. This factor had an adverse impact on the revenue and profitability of UC RUSAL PLC, (the Company's subsidiary and most significant investment), partially offset by rouble depreciation and decreases in costs of raw materials linked to the oil price. As aluminium prices are forecast to continue to remain at depressed levels in 2020, management of UC RUSAL PLC is implementing a number of measures including, but not limited to, cost and working capital optimization.

At the date of this financial information, the Company continues to assess the impact of these factors on its financial position, including the valuation of investments, and closely monitors all developments. Considering current cash flows forecasts, management has concluded that the Company will continue in operation and be able to meet its commitments as they fall due.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies applied in this separate interim condensed financial information are the same as those applied in the Company's separate financial statements as at and for the year ended 31 December 2019.



**4. SEGMENTS REPORTING**

The Company does not prepare segment reporting at a standalone level. For segmental information at consolidated level please see the Company's consolidated financial statements. From 2020, the Company has changed the basis of the public reporting of its consolidated financial results from a quarterly to a half-yearly basis.

**5. FINANCE INCOME AND COSTS**

	Three months ended 30 June		Six months ended 30 June	
	2020	2019	2020	2019
	USD	USD	USD	USD
	thousand	thousand	thousand	thousand
<b>Finance income</b>				
Foreign exchange gain	-	-	105,903	-
Other finance income	2,256	-	2,256	-
Interest income	-	-	10	-
	<b>2,256</b>	<b>-</b>	<b>108,169</b>	<b>-</b>
<b>Finance costs</b>				
Interest expense	(11,049)	(16,925)	(14,079)	(32,778)
Foreign exchange loss	(83,311)	(23,843)	-	(68,183)
Other finance costs	(6)	(7)	(4,014)	(8,400)
	<b>(94,366)</b>	<b>(40,775)</b>	<b>(18,093)</b>	<b>(109,361)</b>

**6. INVESTMENTS**

	Six months ended 30 June	
	2020	2019
	USD thousands	USD thousands
Net investments –balance at beginning of the period	4,904,774	4,358,770
Impairment	(4,048)	-
Acquisitions and reclassification from other assets	6,248	542,734
Contributions to subsidiaries	-	100
Net investments - balance at 30 June	<b>4,906,974</b>	<b>4,901,604</b>

	Three months ended 30 June	
	2020	2019
	USD thousands	USD thousands
Net investments –balance at beginning of the period	4,910,869	4,901,604
Impairment	(3,895)	-
Net investments - balance at 30 June	<b>4,906,974</b>	<b>4,901,604</b>

As at 30 June 2020 management made a performance analysis of subsidiaries. As a result an impairment of USD 4,048 thousand for six months ended 30 June 2020 was recognised.

**7. EQUITY**

**(a) Share capital, additional paid-in capital and transactions with shareholders**

As at 30 June 2020, the Company's authorised share capital comprised 714,285,714.286 ordinary shares, out of which 638,848,896 shares were issued with a par value of USD 0.00007 each.

As at 30 June 2020 and 31 December 2019, all issued ordinary shares were fully paid.

On 3 February 2020, the second stage of the Glencore deal was completed, and 6.78% of UC RUSAL's shares were received by the Company.

**(b) Dividends**

During the six months ended 30 June 2020 the Company did not declare and pay dividends.

The Company may distribute dividends from retained earnings and profit for the reporting period in compliance with the current legislation of the Russian Federation and the provisions of its Charter.

**8. EVENTS SUBSEQUENT TO THE REPORTING DATE**

There were no significant events subsequent to the reporting date.