

To American Depositary Receipts (ADR) holders

Dear ADR holders,

The annual General Shareholders' Meeting of PJSC GAZPROM is to be held on June 29, 2018, in order to discuss the Company's performance in 2017 and to define the plans for the future.

PJSC GAZPROM continues gaining its foothold as the global leader in natural gas production and reserves on the external and domestic markets.

In 2017, PJSC GAZPROM delivered the unprecedented gas volume to Western and Eastern Europe and Turkey (excluding the Baltics and CIS), 194.4 bcm. The Company's producing capacities exceed 550 bcm. 2017 gas output at 471 bcm enabled PJSC GAZPROM to meet the growing demand for pipeline gas on the domestic and foreign markets promptly and reliably.

The Company's strategic projects are successfully implemented. The field facilities in the Chayanda field are under active construction; the Yamal gas production center is developed: the peak gas productivity of the Bovanenkovo field, the biggest in the peninsula, reached 264 million of cubic meters per day. The gas transportation system is expanded on a consistent basis, with the length of PJSC GAZPROM's main gas pipelines exceeding 170,000 km.

PJSC GAZPROM works on the new export main gas pipeline construction projects, such as *TurkStream*, *Nord Stream 2* and *Power of Siberia*, according to the schedule; construction of the *Amursky Gas Processing Plant*, Russia's biggest and the world's second largest in terms of rated capacity, began.

2017 saw the continued implementation of the Company's Environmental Policy intended to reduce the environmental impact. Compliance of PJSC GAZPROM Corporate Environmental Management System to the new version of ISO 14001:2015 was confirmed.

PJSC GAZPROM has always focused on improving the openness and transparency of its business. Strengthening and development of lasting and positive relations with the investment community is a critical condition of fostering the Company's investment appeal and increasing its market capitalization.

PJSC GAZPROM's management takes an active part in meetings with shareholders and investors, where it provides an extensive coverage of its production and financial performance, the further development strategy for the gas, oil and electric power business segments, corporate governance and other matters of great

significance for holders of shares, depositary receipts and debt instruments issued by the Company.

In 2017, Gazprom Group ranked No. 1 in S&P Global Platts' annual *Top 250 Global Energy Company Rankings*.

The Company paid dividends of RUB 8.0397 per share, or RUB 16.0794 per ADR, for 2016. The dividend return on the depositary receipts issued by the Company came to 6.9% as of the dividend payment decision date. Despite high investments into PJSC GAZPROM's strategic investment projects in the next two years, we understand it is critical to maintain at least the achieved level of dividends for our shareholders and we are not going to reduce it. Based on 2017 performance, PJSC GAZPROM's Management Committee has suggested the Company's Board of Directors to recommend the annual General Shareholders' Meeting to pay out dividends at RUB 8.04 per share (RUB 16.08 per ADR) for 2017.

Therefore, I suggest you should cast your votes for PJSC GAZPROM management representatives when electing members of the Company's Board of Directors.

Thank you for your support to, trust in and attendance at the annual General Shareholders' Meeting of PJSC GAZPROM.

Alexey Miller

Management Committee Chairman

Gazprom