



1Q 2021 FINANCIAL RESULTS



MAY 2021



KEEPING EMPLOYEES SAFE



All operating assets sufficiently equipped with protection devices and sanitizers



Daily medical checks and disinfection at all business units and offices



Regular testing of all the employees on-site and in the incoming shifts



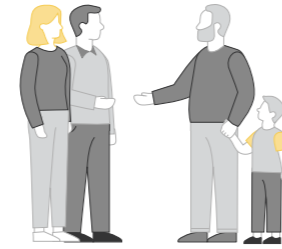
Quarantine zones established at all operating assets



Large part of office employees working remotely until further notice



Polyus has launched a COVID-19 vaccination programme at its production assets. The Company started offering on-site inoculations in February and has already shipped 2,500 doses across the group. The Company aims to make the vaccine available to all employees of the Company as well as any contractors currently working for Polyus.



SUPPORTING LOCAL COMMUNITIES



RUB 1 bln fund established in a partnership with the Far East Development Fund (FEDF) to finance the fight against COVID-19 in the Russian Far East. Polyus and FEDF will jointly finance 25% of the fund's activities



71 medical ventilators, 5 CT scanners, other equipment, pharmaceuticals, PPE, test kits, remote-sensing thermometers donated to hospitals in Krasnoyarsk Territory, Magadan Region, Irkutsk Region, and the Republic of Sakha



Regional hospitals refurbishment facilitated

FY 2021 ESTIMATED EXPENSES

\$ **100** mln

CAPEX

- In-progress inventory

STAFF

- Additional staff expenses related to extended working shifts

PPE PROCUREMENT AND CHARITY

- Support to regional hospitals
- Masks and other individual protective devices
- Individual sanitizers
- Test kits

\$ **11** mln

\$ **11**¹ mln

\$ **13**¹ mln

1Q 2021 EXPENSES

\$ **35** mln

1 – The expenses associated with COVID-19 and recognised as part of Cost of gold sales were excluded from both TCC and AISC calculation

1Q 2021 KEY HIGHLIGHTS

GOLD SOLD,
koz

569

↓ 31% Q-O-Q

REVENUE,
\$ mln

1,028

↓ 32% Q-O-Q

TCC,
\$/oz

386

↑ 9% Q-O-Q

EBITDA,
\$ mln

739

↓ 35% Q-O-Q

CAPEX,
\$mln

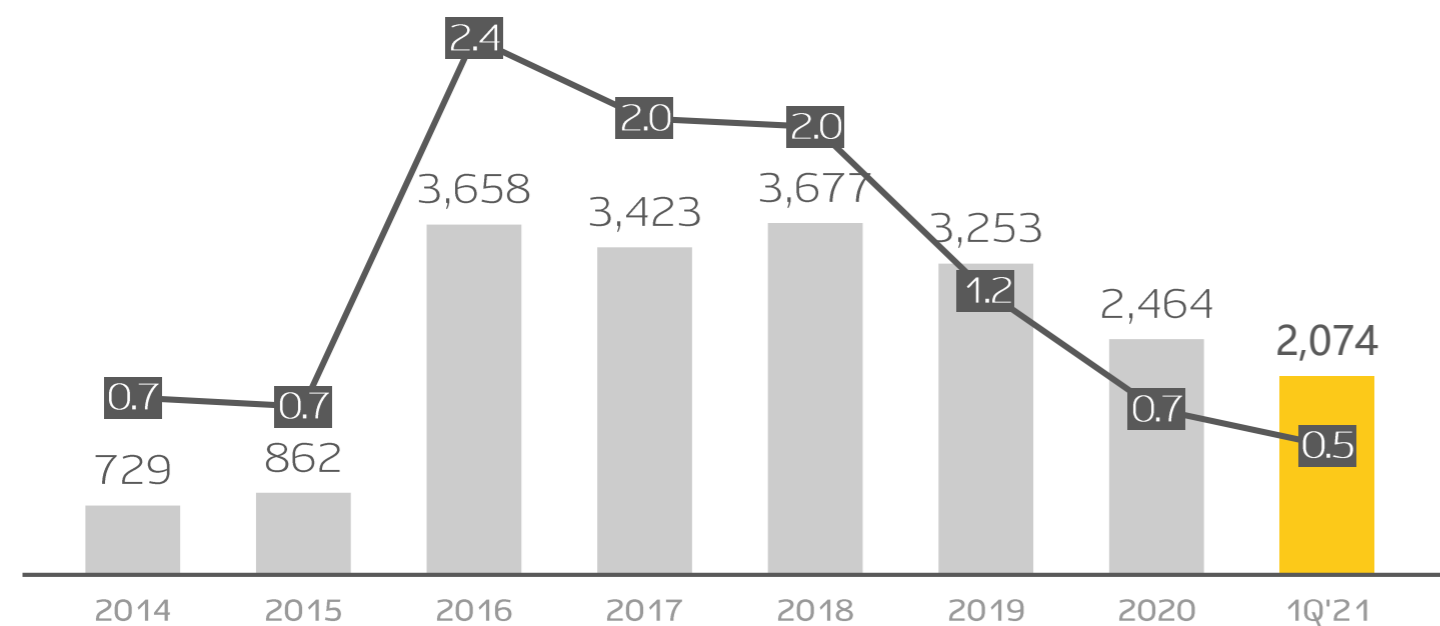
127

↓ 53% Q-O-Q

FINANCIAL LEVERAGE

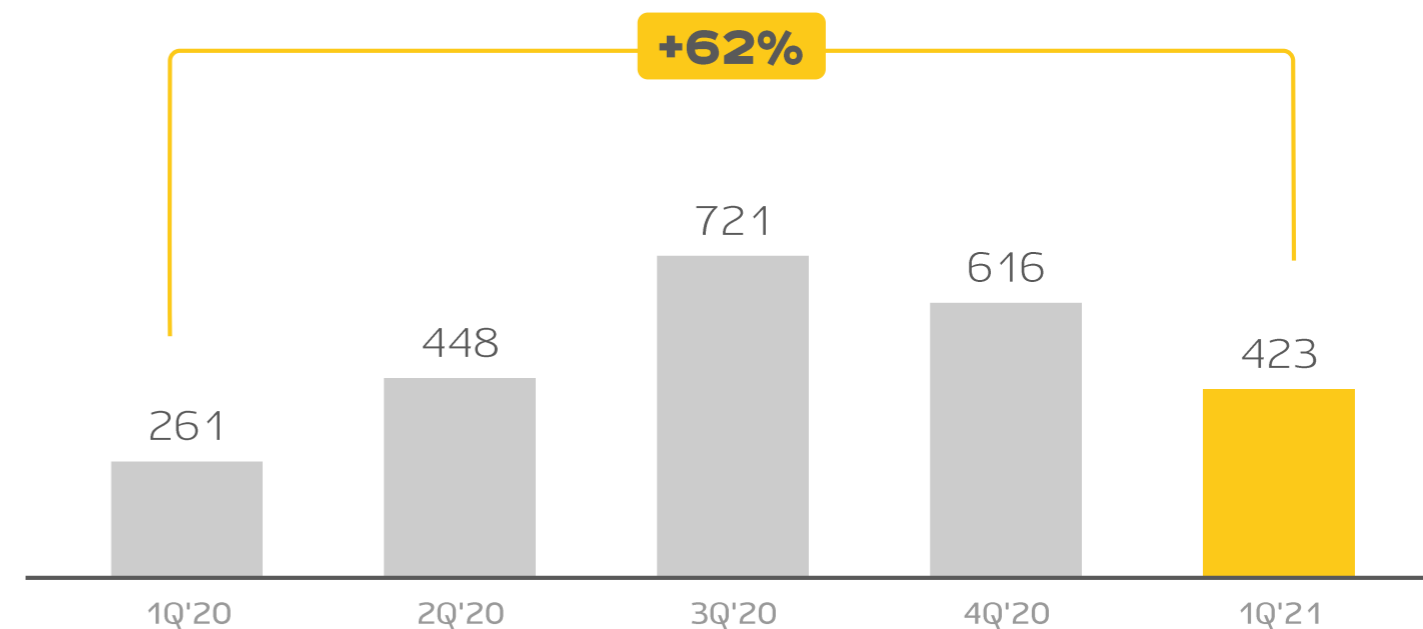
— net debt/adjusted EBITDA ratio

— net debt (\$mln)



FREE CASH FLOW GENERATION

\$ mln



¹ Free cash flow is presented on a levered basis

² Inc. derivatives

GOLD PRODUCTION



Production guidance for 2021 reflects a temporary reduction of head grades at Olimpiada caused by forced changes to the mining schedules, following the virus outbreak in 2Q'20 and subsequent downscale of stripping works.

Polyus expects the head grades to rebound in 2022-23 at Olimpiada as the Company gets access to the high-grade ore material.

TCC¹

\$ 425–450 /oz

A gradual increase in TCC from 2020 levels, driven by:

- inflationary factors;
- a temporary reduction of head grades at Olimpiada;
- a decrease in share of lower-cost flotation concentrate in total gold sold;
- lower antimony by-product credit.

CAPEX¹

\$ 1,000–1,100 mln

The capex guidance reflects:

- construction of Mill-5 at Blagodatnoye;
- Sukhoi Log feasibility study;
- the reconstruction of the TSF and completion of the construction of the 2nd heap leaching pad at Kuranakh;
- cyclical increase in spending on mining fleet maintenance;
- growth in exploration budget and rollover of IT capex spending from 2020.

Please see more details at page 14

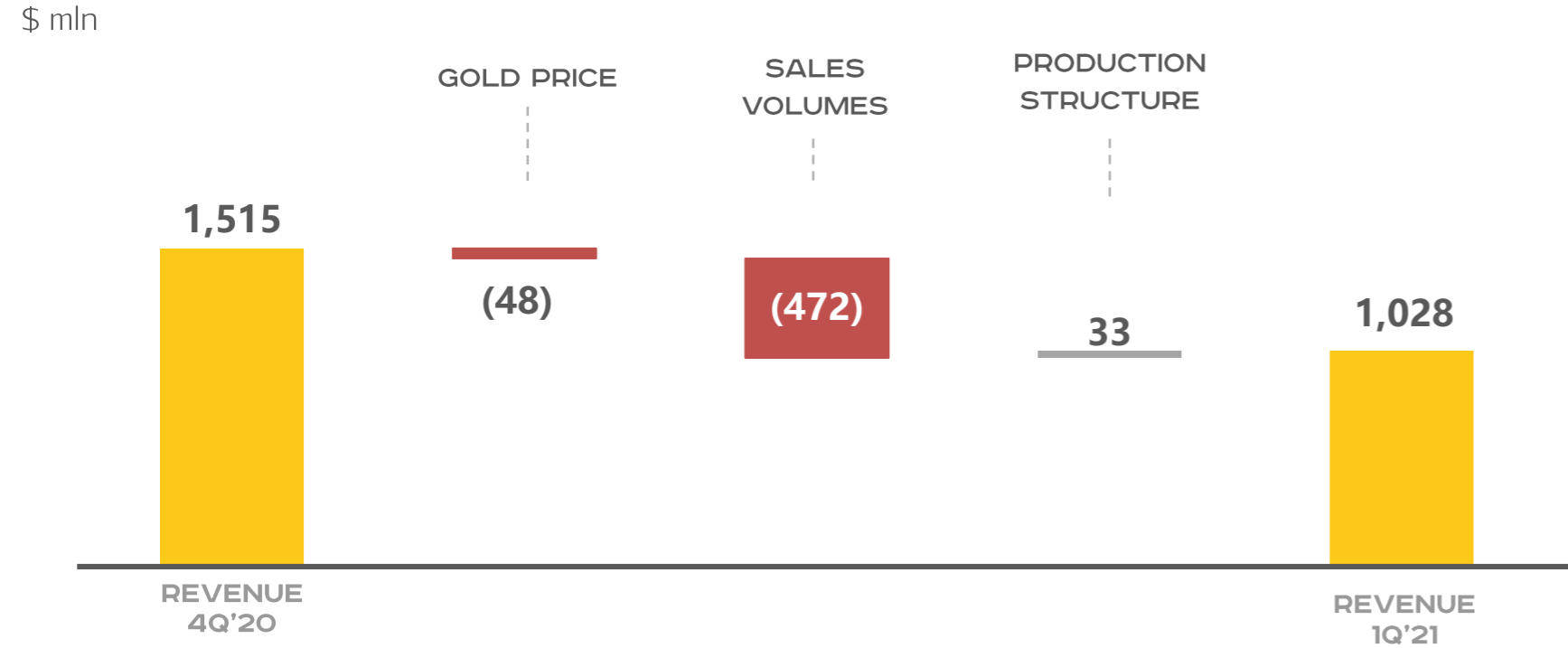
¹ – Guidance macro assumptions for 2020: USD/RUB of 60, a gold price of \$1,200/oz
Guidance macro assumptions for 2021: USD/RUB of 65, a gold price of \$1,300/oz

OVERVIEW

1



REVENUE BRIDGE, Y-O-Y



REVENUE

\$ mln

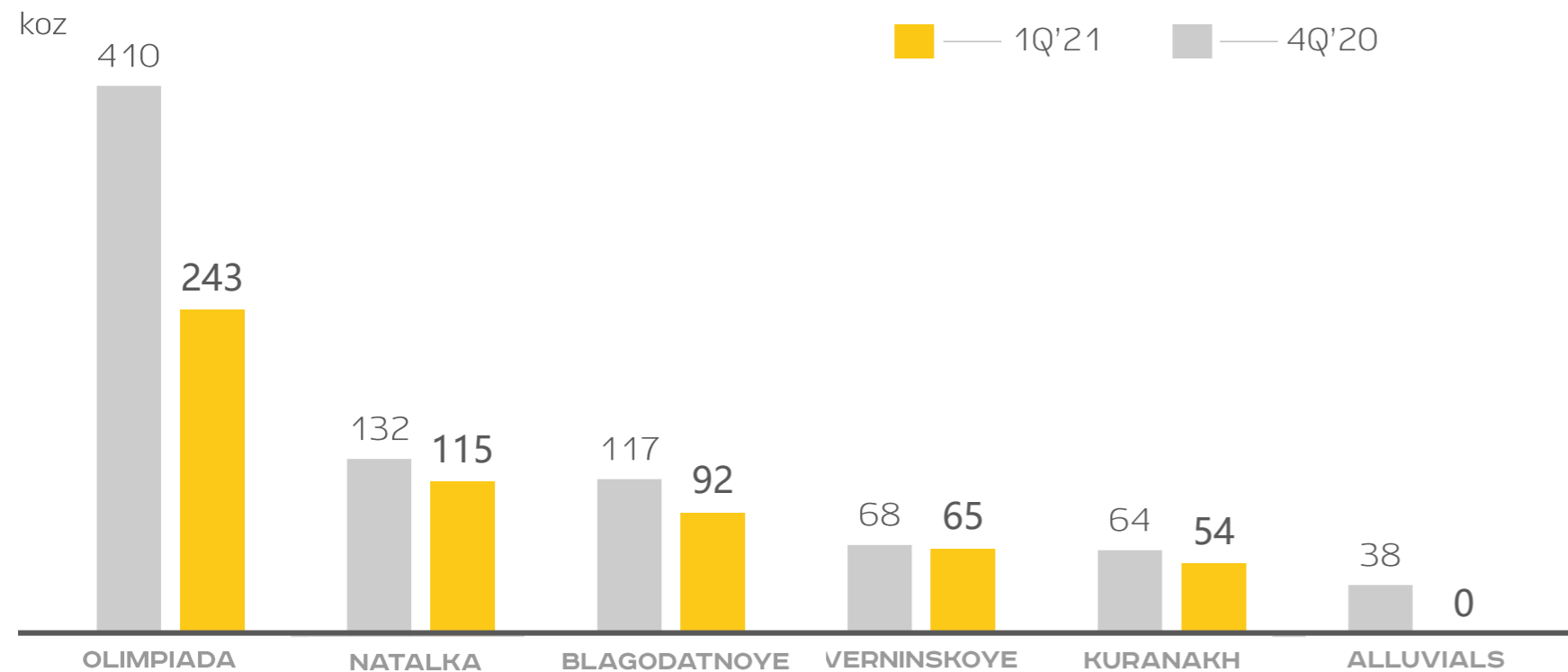
1,028

↓ 32% Q-O-Q

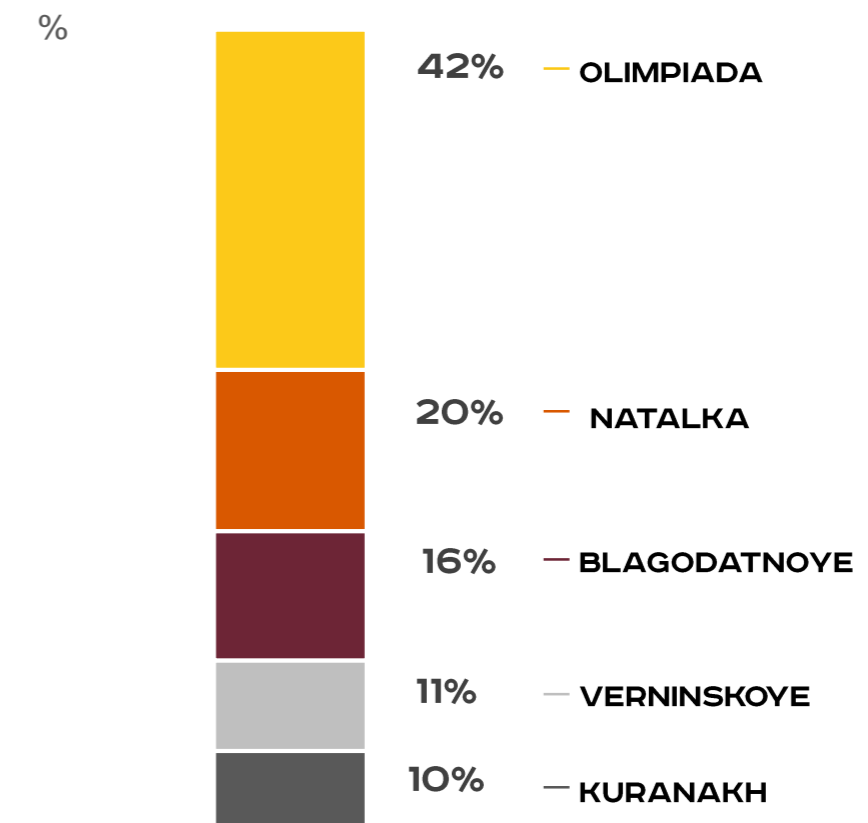
Attributable to

- the decline in refined gold volumes at Olimpiada, Blagodatnoye and Natalka
- a seasonal slowdown in production at Alluvials and Kuranakh
- the absence of sales of flotation concentrate during the quarter
- 4% decline in average realized price in refined gold q-o-q

1Q 2021 SALES DYNAMICS BY MINE, Q-O-Q

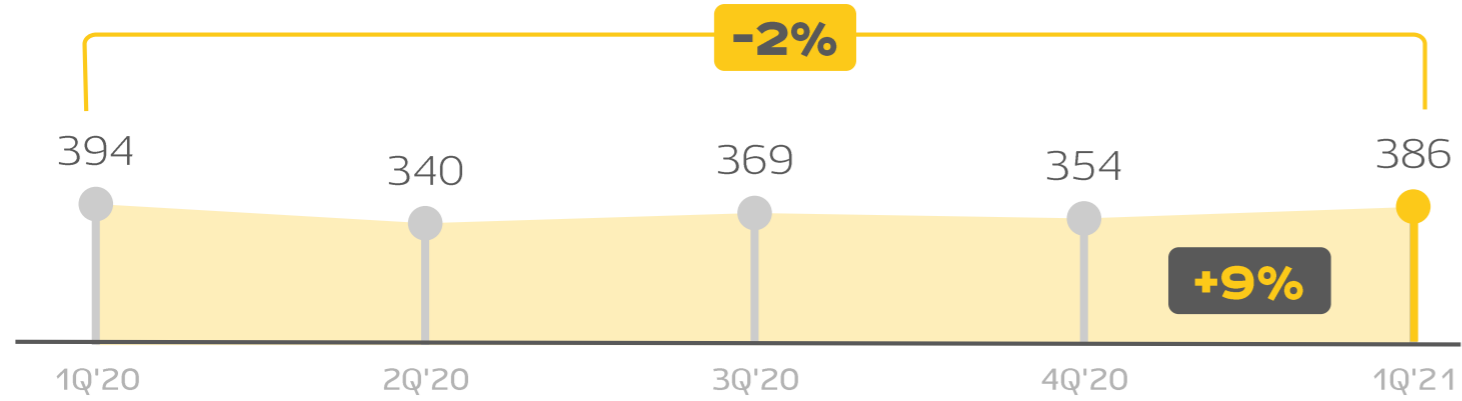


1Q 2021 REVENUE BREAKDOWN



TCC DYNAMICS, Q-O-Q

\$/oz



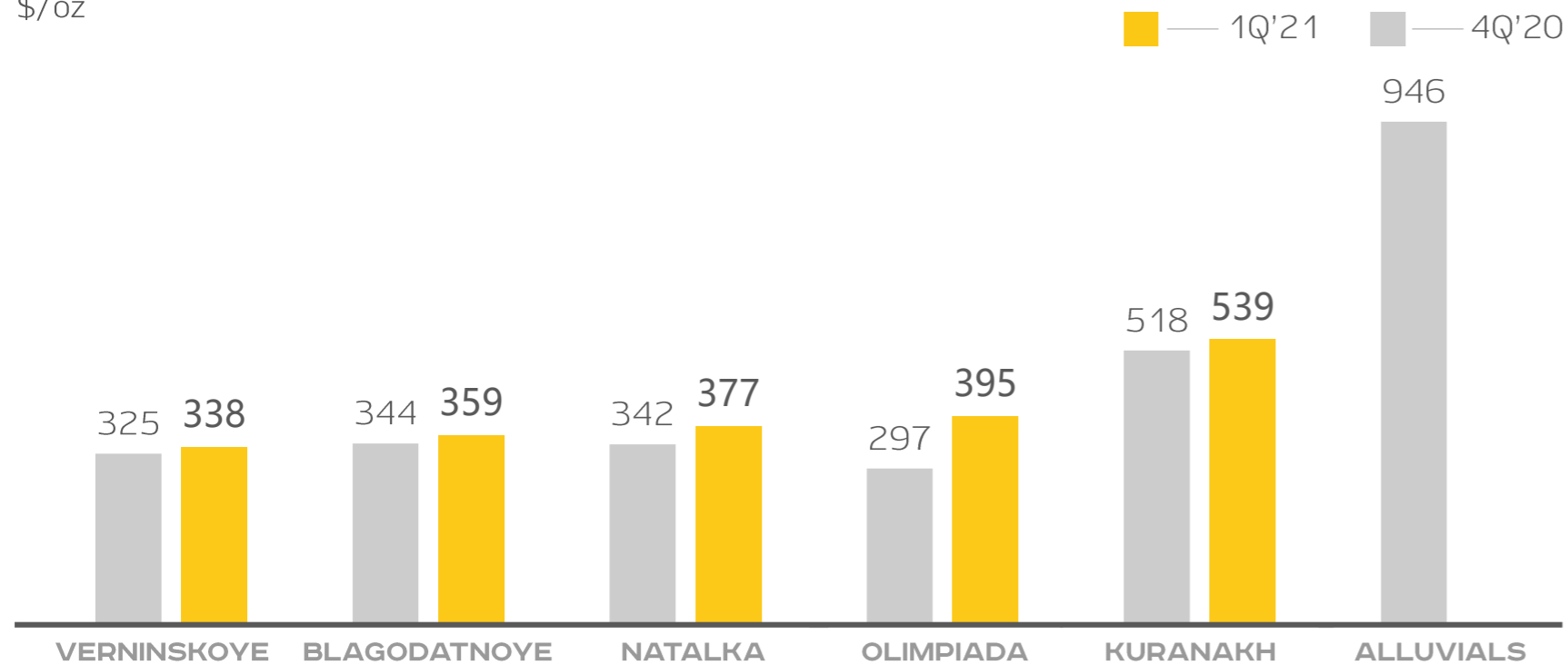
↑ 9% Q-O-Q

Reflecting

- the lower average grade in ore processed at Olimpiada and Blagodatnoye
- the absence of lower cost flotation concentrate sales
- a zero by-product credit compared to \$14/oz in 4Q'20

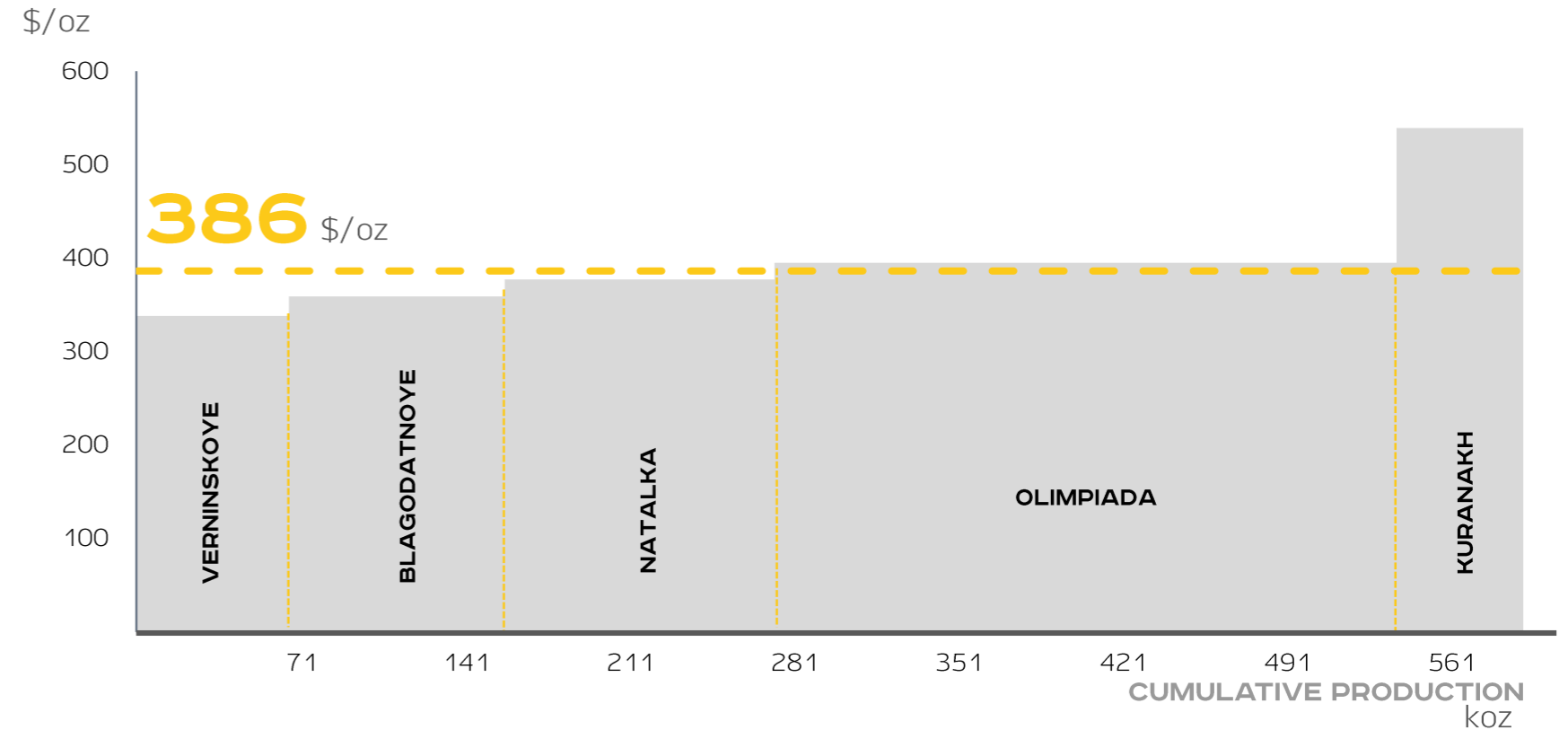
TCC DYNAMICS BY MINE, Q-O-Q

\$/oz

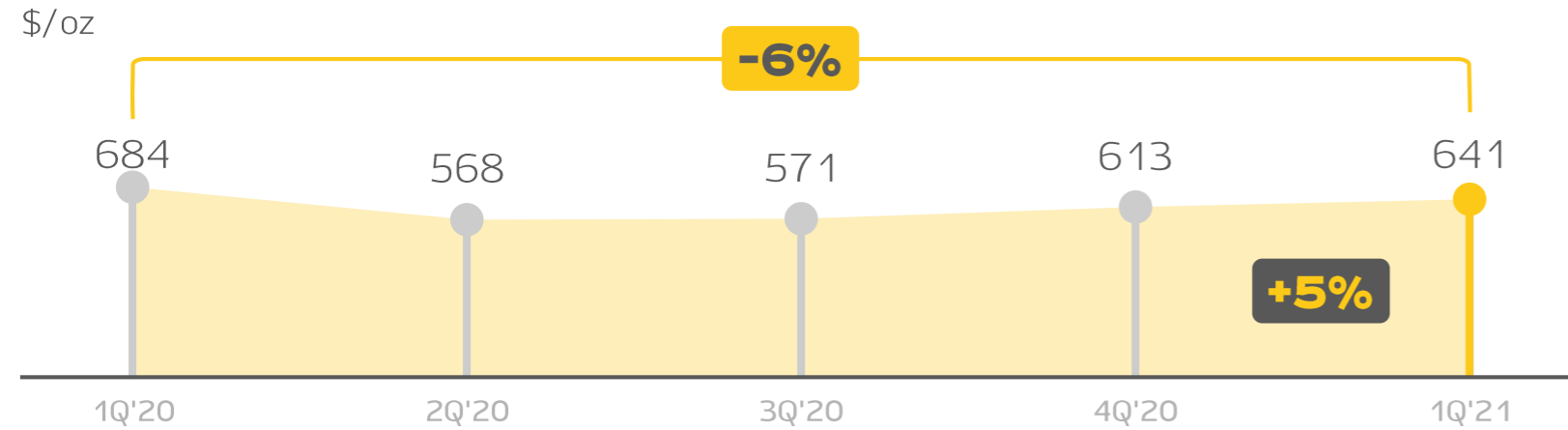


TCC CURVE IN 1Q 2021

\$/oz



AISC DYNAMICS, Q-O-Q

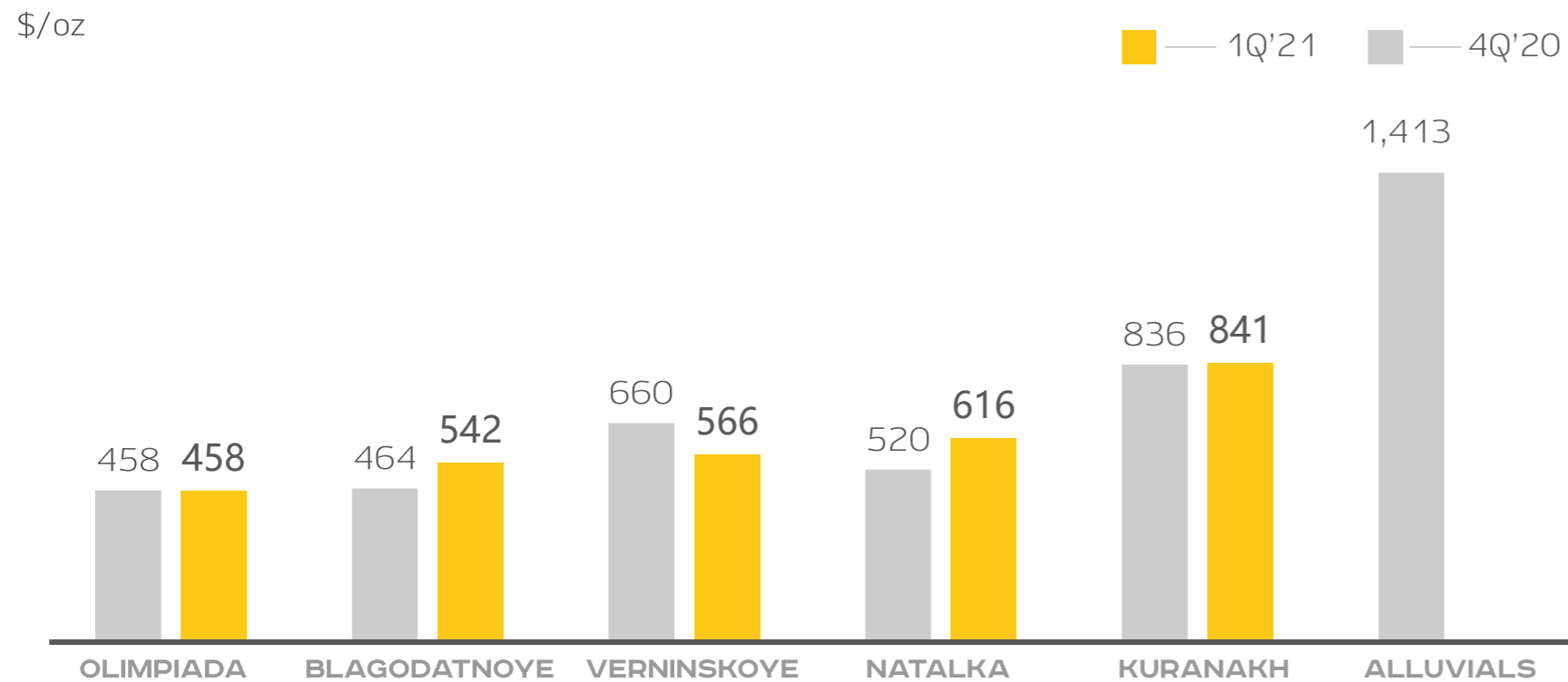


↑ 5% Q-O-Q

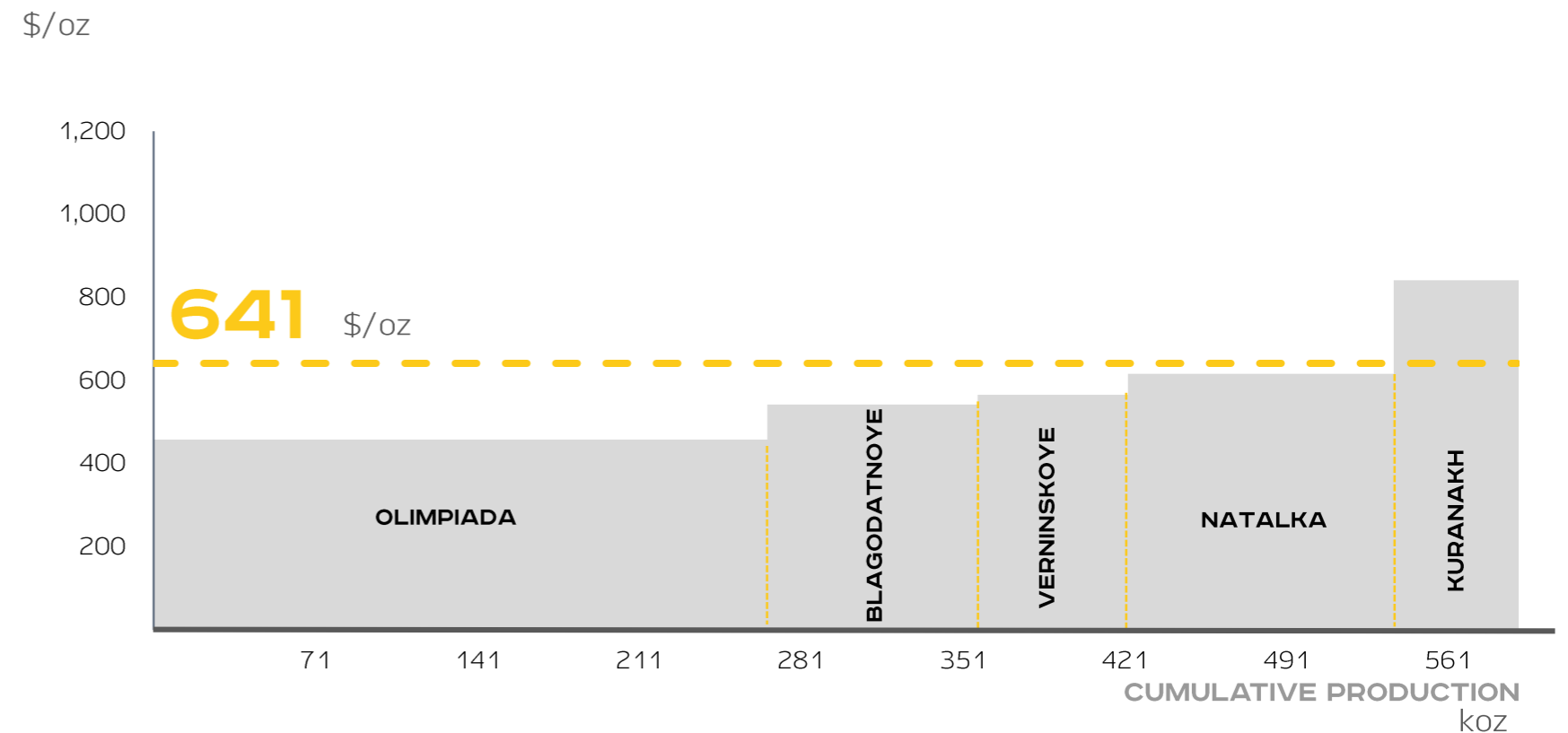
Reflecting

- higher TCC per ounce for the period
- increase of AISC at Blagodatnoye and Natalka driven by higher levels of stripping activity

AISC DYNAMICS BY MINE, Q-O-Q



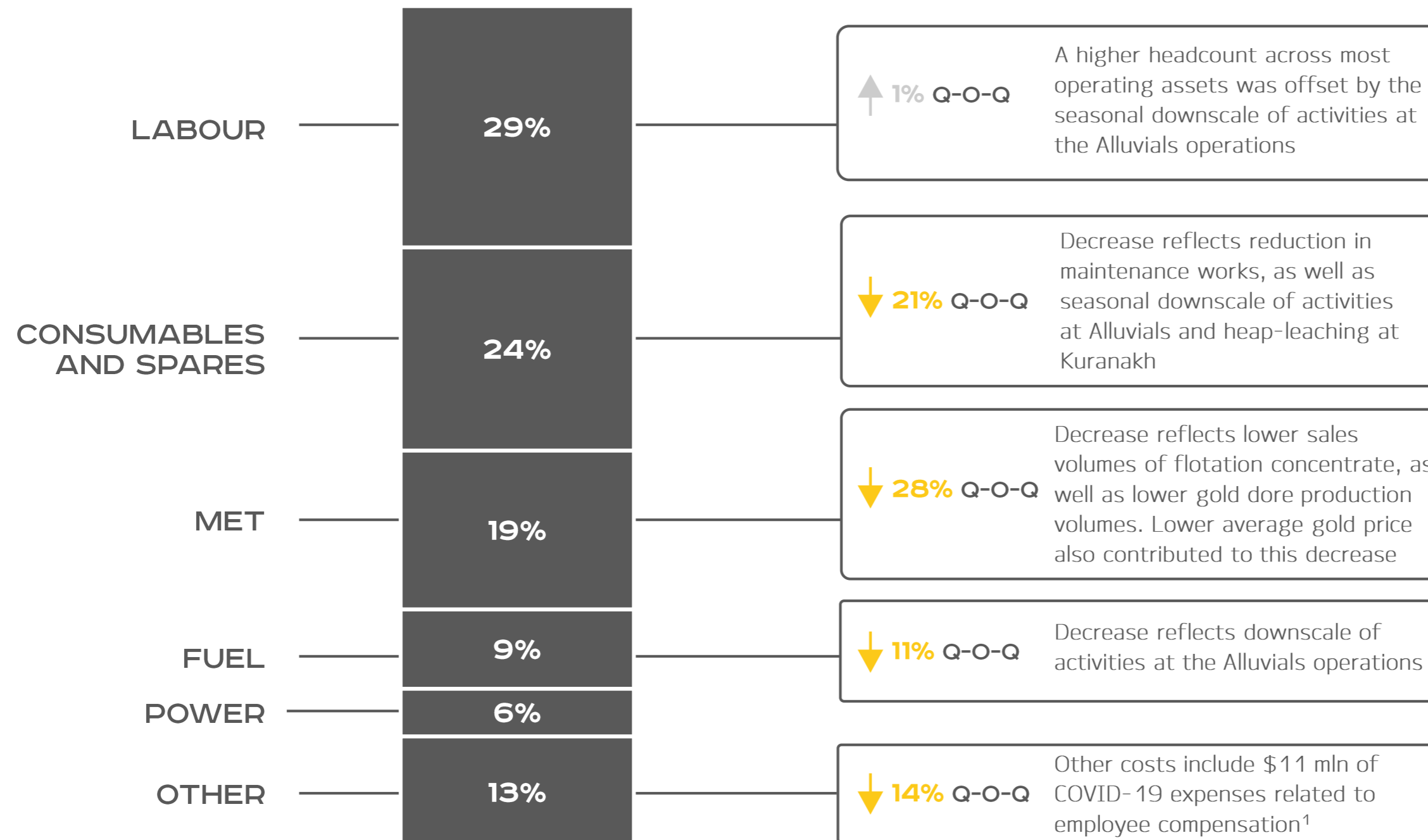
AISC CURVE IN 1Q 2021



CASH OPERATING COSTS

CASH OPERATING COSTS STRUCTURE, 1Q'21

Most of the costs are RUB-denominated



CASH OPERATING COSTS, 1Q 2021

\$mln

265

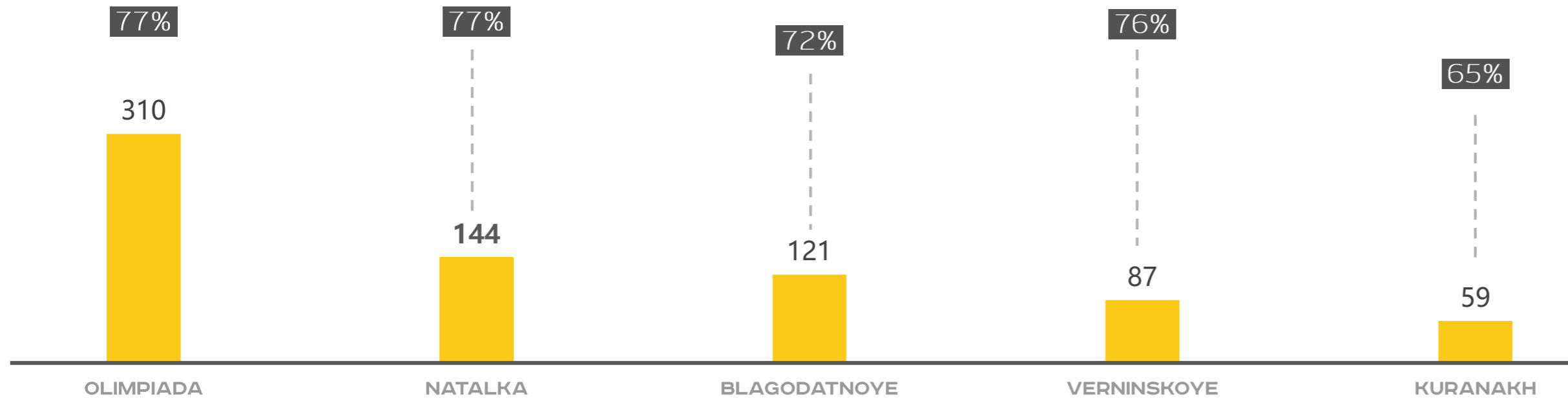
↓ 14% Q-O-Q

¹ – The expenses associated with COVID-19 and recognised as part of Cost of gold sales were excluded from both TCC and AISC calculations.

ADJUSTED EBITDA PERFORMANCE

ADJ. EBITDA AND ADJ. EBITDA MARGIN

■ — Adj. EBITDA, \$mln ■ — Adj. EBITDA margin, %



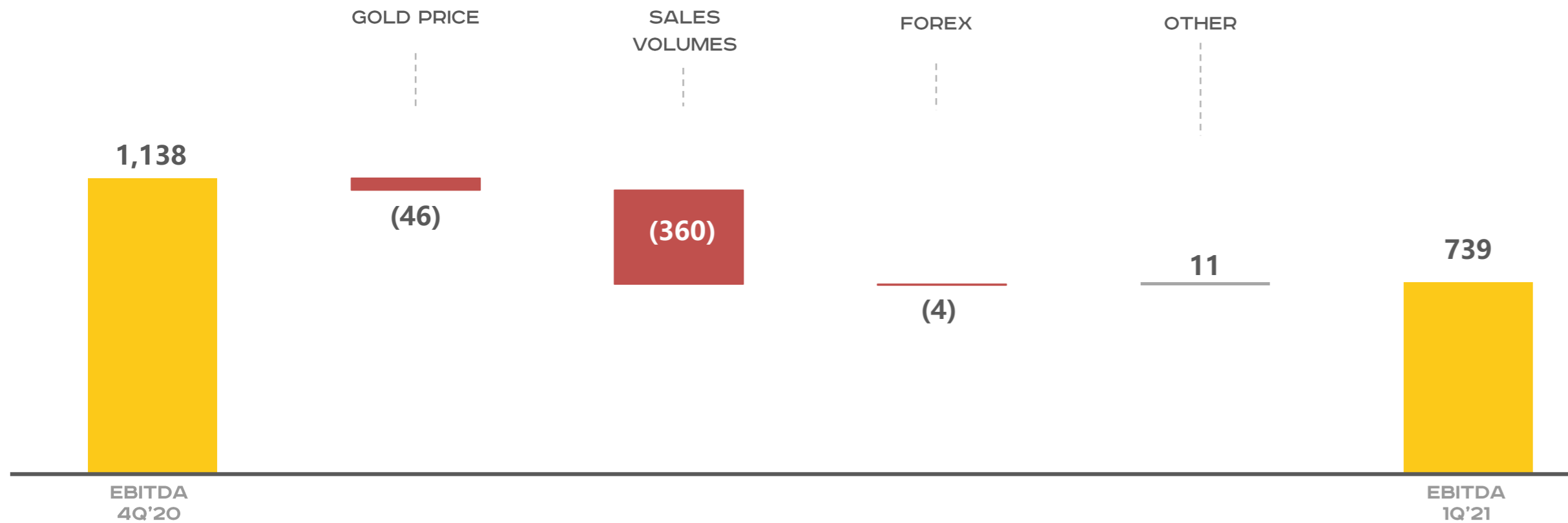
EBITDA
\$mln

739

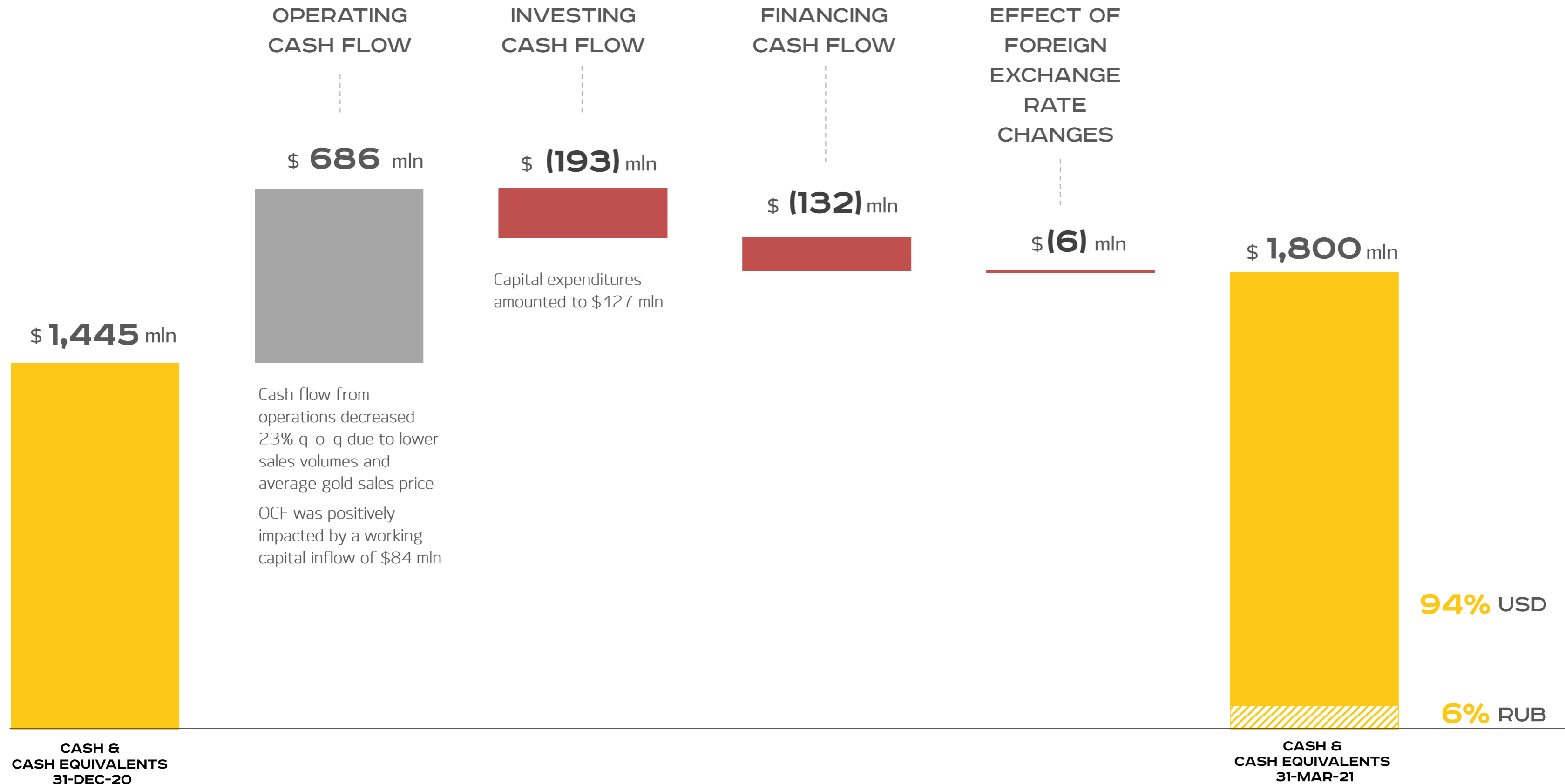
↓ 35% Q-O-Q

driven by lower gold sales volumes over the period

ADJ. EBITDA BRIDGE, \$ MLN

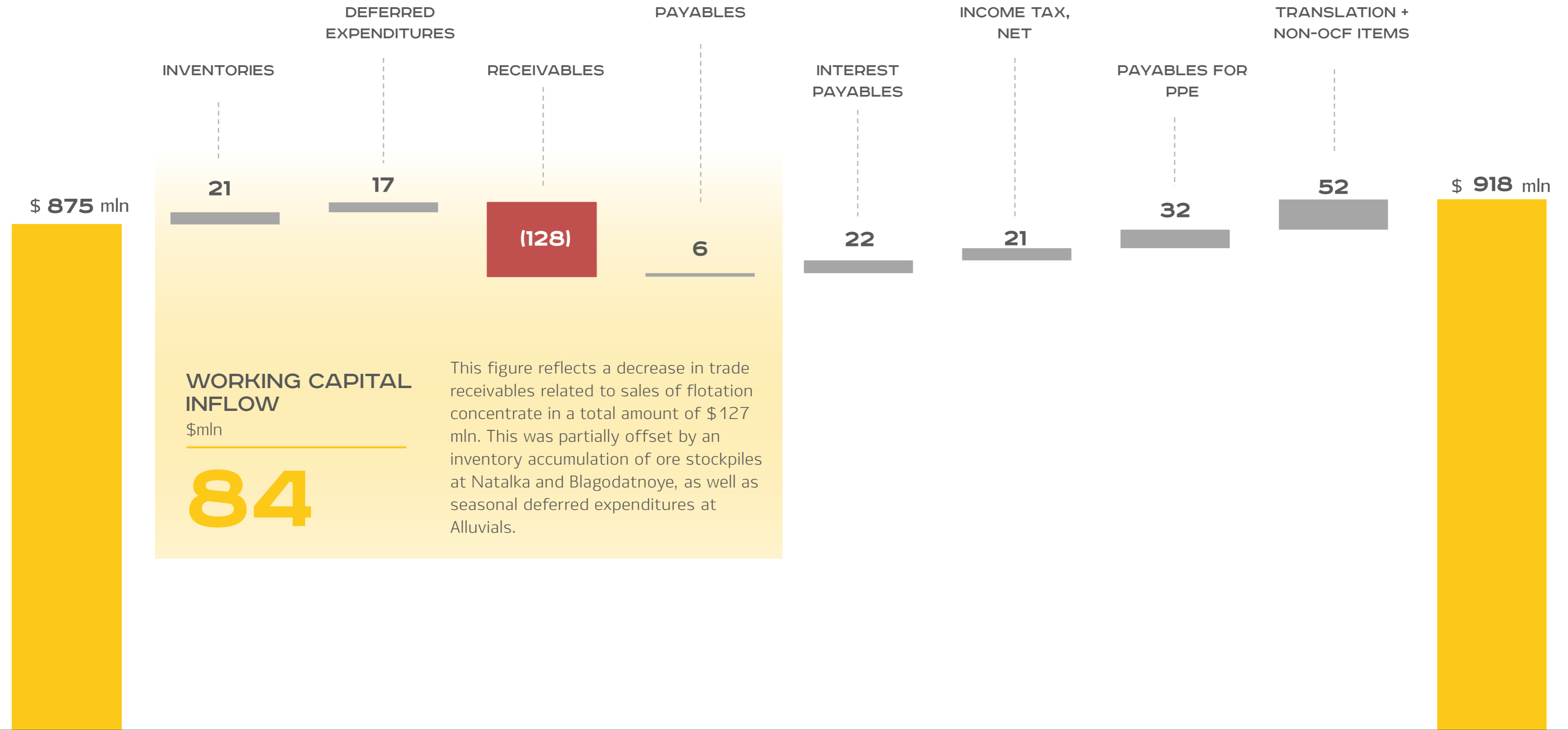


CASH FLOW DYNAMICS



NET WORKING CAPITAL DYNAMICS

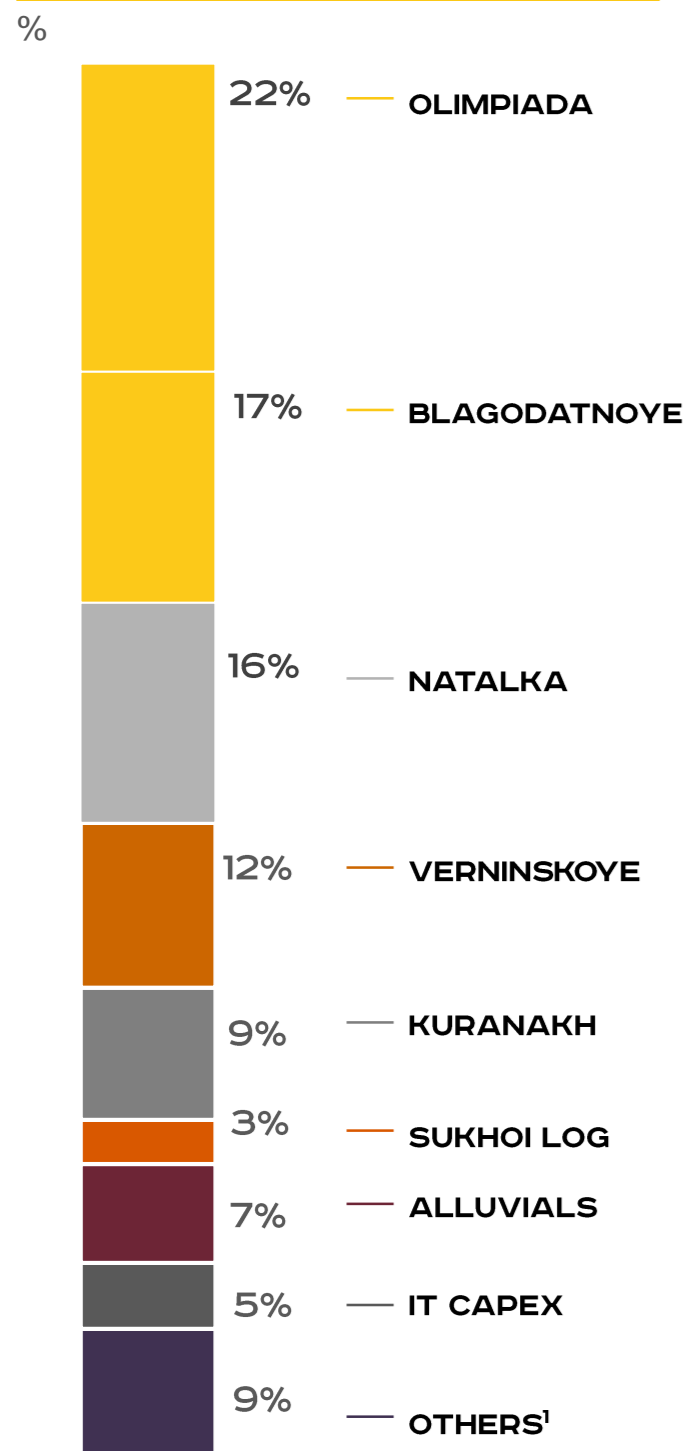
\$ mln



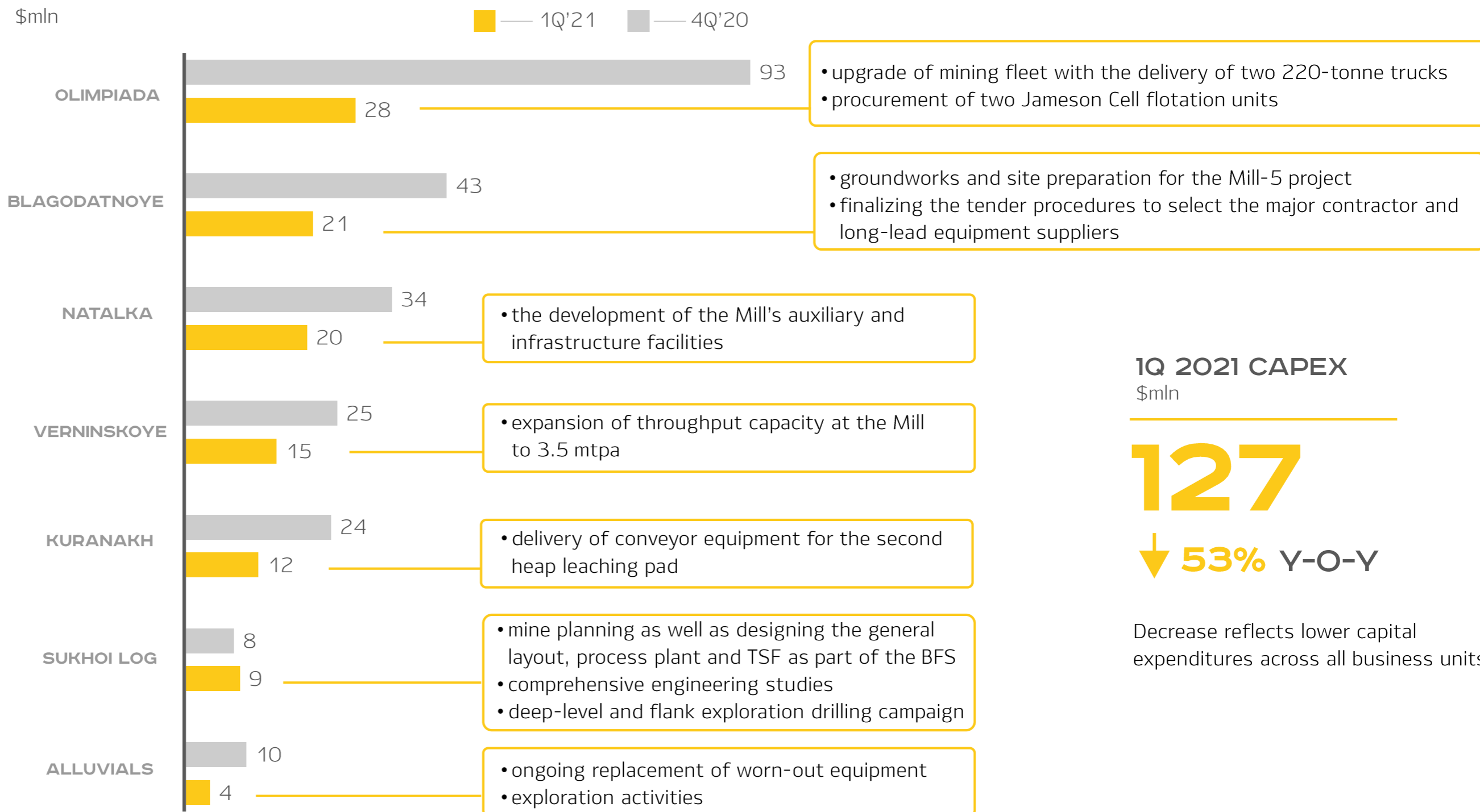
NET WC 4Q'20

NET WC 1Q'21

CAPEX BREAKDOWN BY MINE, 1Q 2021



CAPEX BY MINE DYNAMICS, Q-O-Q



1Q 2021 CAPEX
\$mln

127

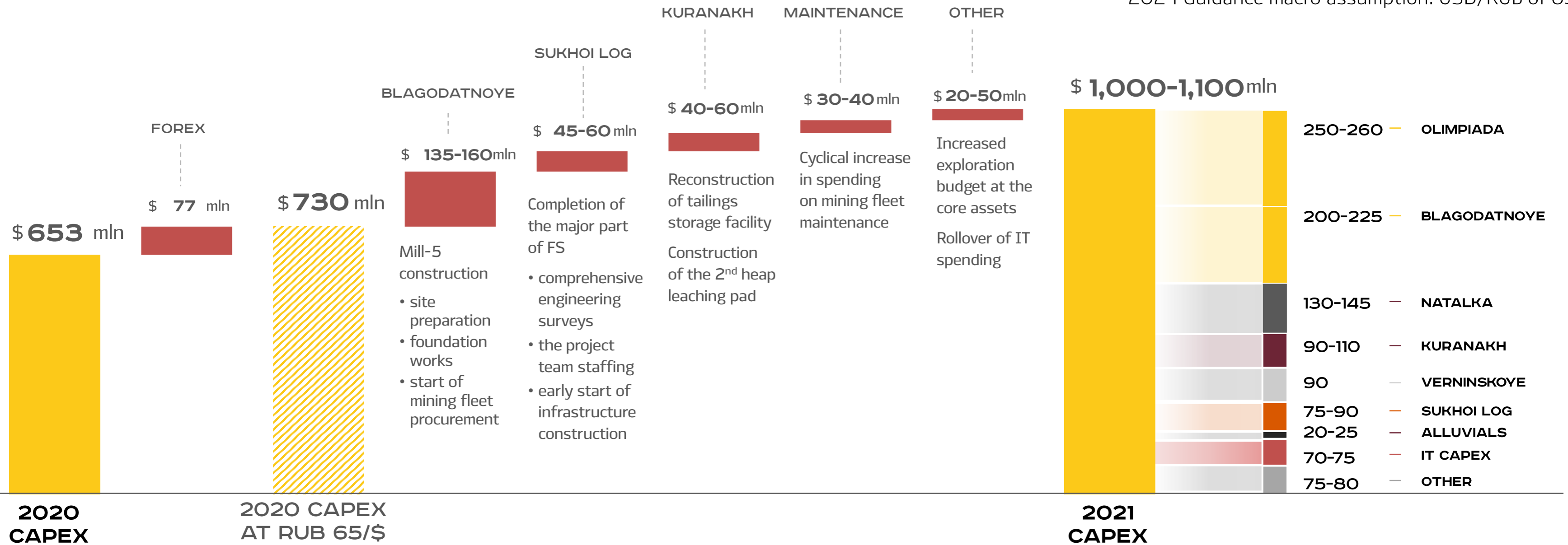
↓ 53% Y-O-Y

Decrease reflects lower capital expenditures across all business units

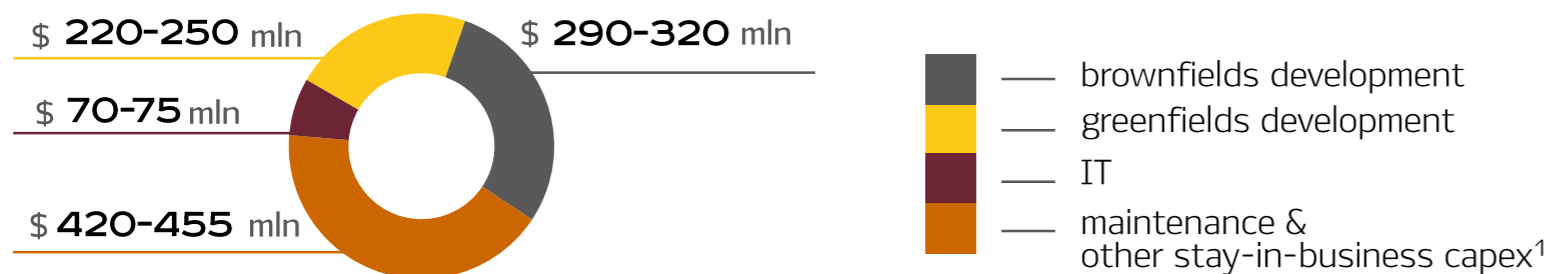
1- Reflects expenses related to exploration business unit and construction projects.

2021 CAPEX GUIDANCE

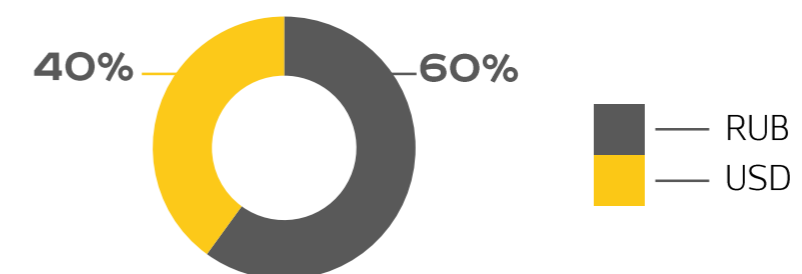
2021 Guidance macro assumption: USD/RUB of 65



2021 CAPEX STRUCTURE BY TYPE



2021 CAPEX STRUCTURE BY FX



1 - Includes basic capital construction projects, equipment replacement, capitalized maintenance, exploration

FINANCIAL POSITION

2

99.3554

108.365

100.665

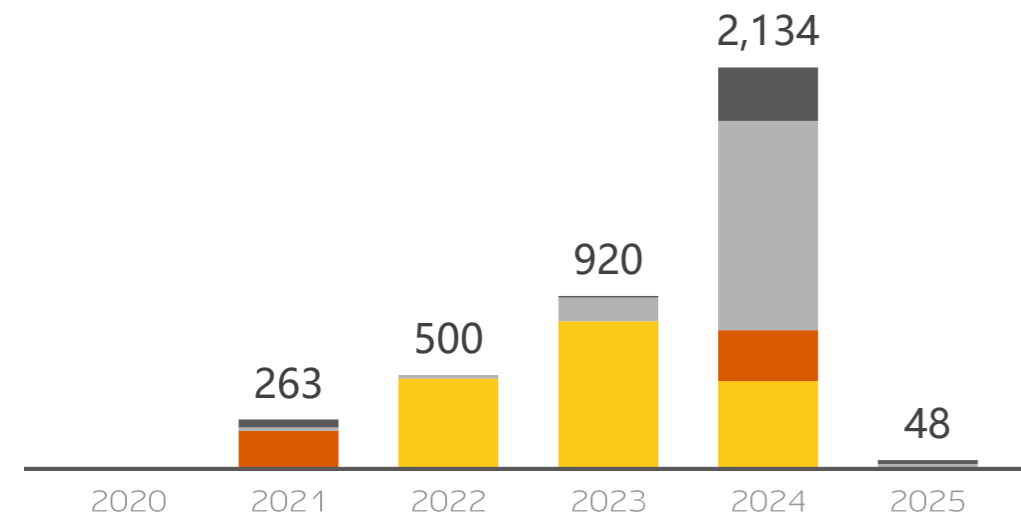
106.5543

PROACTIVE DEBT BOOK MANAGEMENT

■ — Eurobonds
 ■ — RUB bonds
 ■ — Bank loans
 ■ — Cross currency swaps¹

MATURITY SCHEDULE AS OF 31-DEC-20

\$ mln



GROSS DEBT

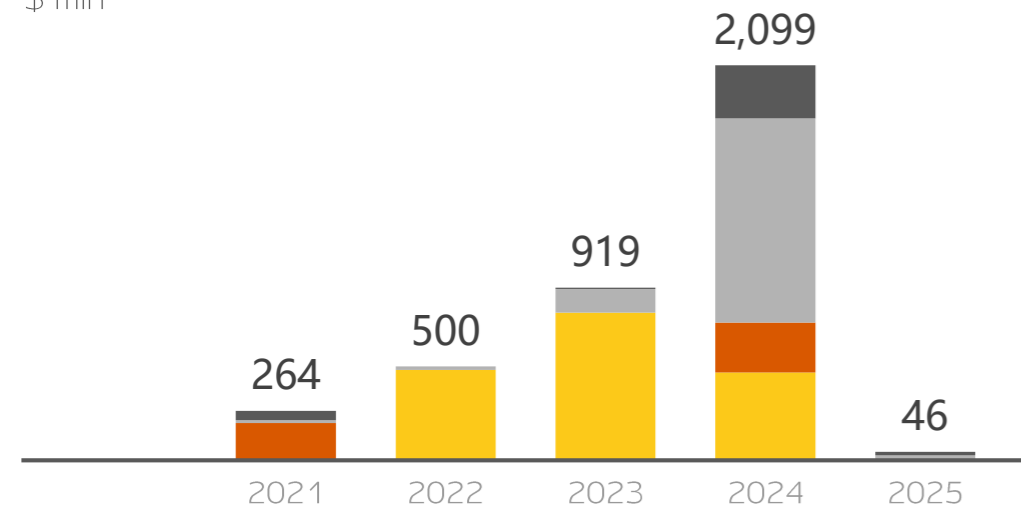
\$ 3,909 mln

NET DEBT

\$ 2,464 mln

MATURITY SCHEDULE AS OF 31-MAR-21

\$ mln



GROSS DEBT

\$ 3,874 mln

NET DEBT

\$ 2,074 mln

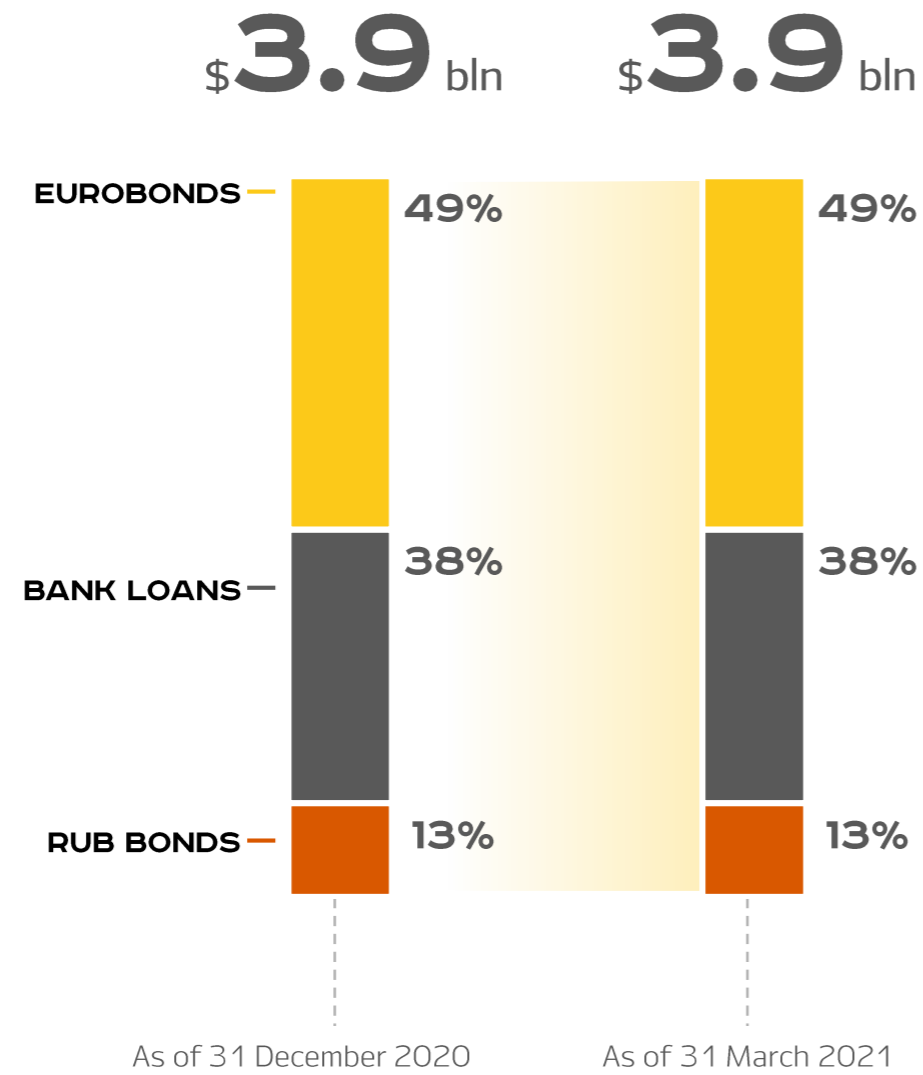
1Q 2021 HIGHLIGHTS

- Gross debt decreased to \$3,874 mln, compared to \$3,909 mln in the previous quarter.
- Cash position stood at \$1,800 mln (31-Dec-20: \$1,445 mln).

¹ – Payments under cross currency swaps, including interest gain and exchange of notional amount
 The breakdown is based on actual maturities and excludes banking commissions and deduction of conversion option component of convertible bonds and the lease liabilities recognised under IFRS 16.

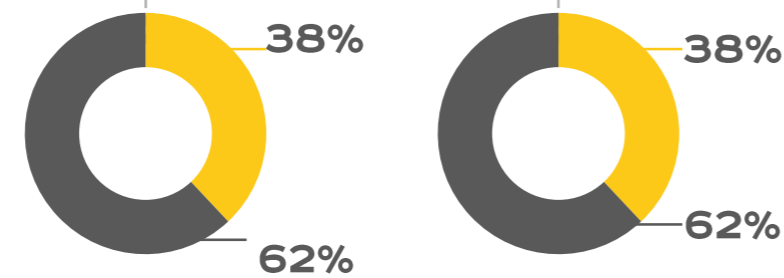
DEBT BREAKDOWN

BY SOURCE

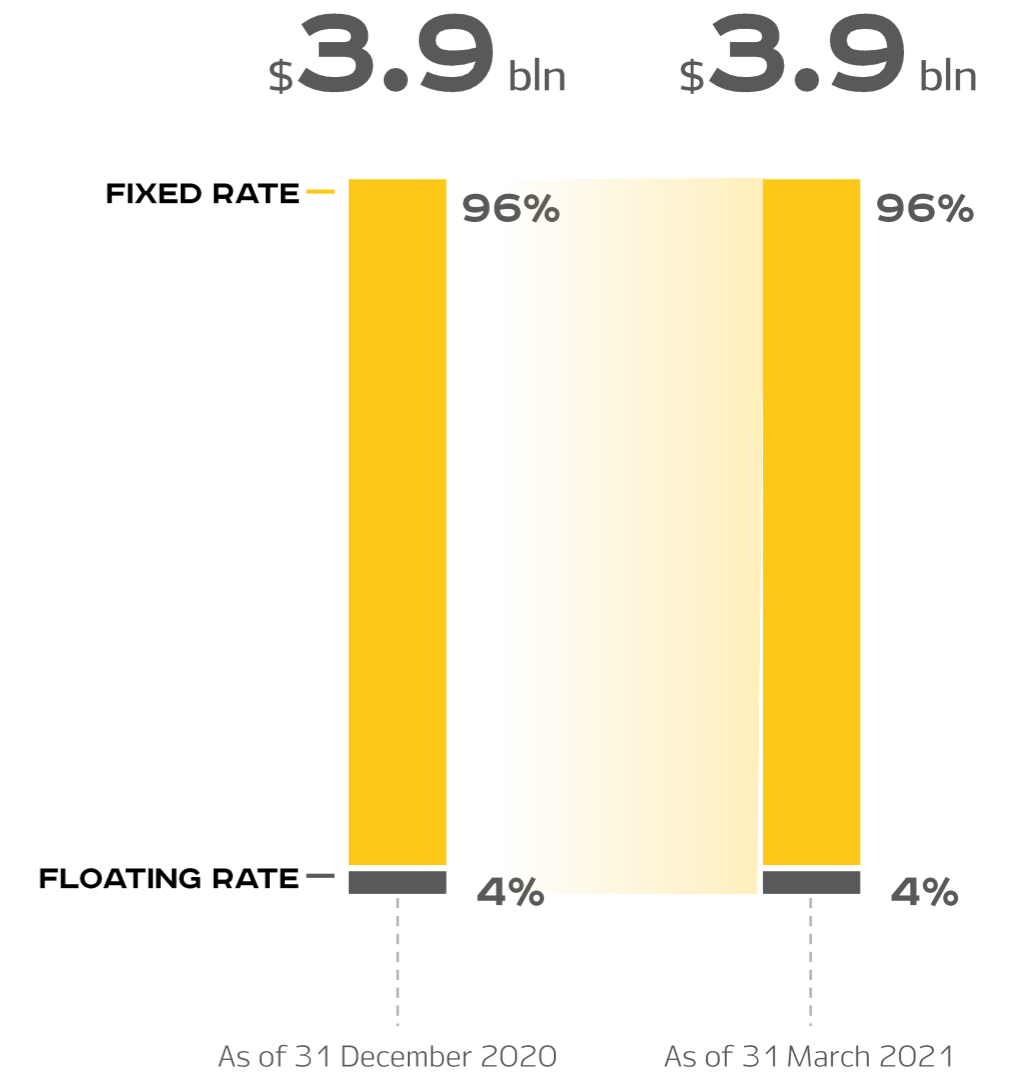


PRIVATE DEBT VS PUBLIC DEBT

public
 private



BY INTEREST RATES



AVERAGE INTEREST RATE

4.7 % **4.7 %**

Gross debt includes liabilities under cross-currency and interest rate swaps related to RUB-denominated bank credit facilities

NEWS HIGHLIGHTS

Polyus has become the first major gold mining company globally to cover 100% of its electricity consumption with renewables: a combination of long-term large-scale hydropower supplies and I-REC certificates

Polyus has published its inaugural Water Report – the first among major Russian companies

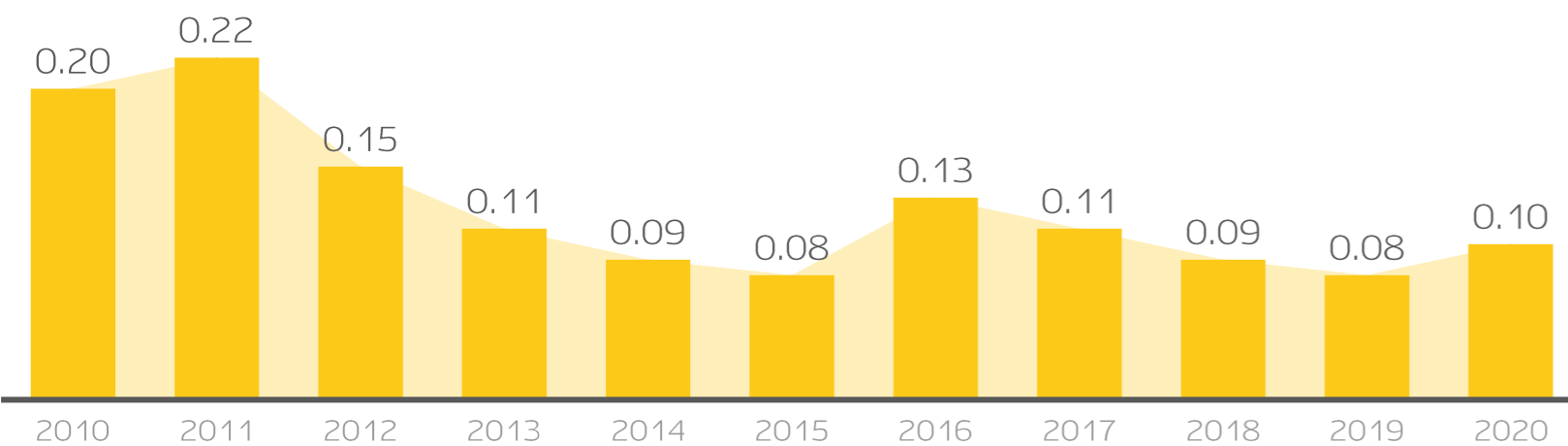
Polyus experts gave their input to the development of the Global Tailings Standard by ICMM, UNEP and RTI

Polyus sponsored the re-equipment and refurbishment of two audiences of the Siberian Federal University in Krasnoyarsk and a computer classroom in the town of Ust-Omchug, Magadan Region






Safety audits of tailings storage facilities were held per schedule at Nataika, Kuranakh and Verninskoye

LTIFR DYNAMICS

Lost time injury frequency rate is calculated based on 200,000 work hours factor

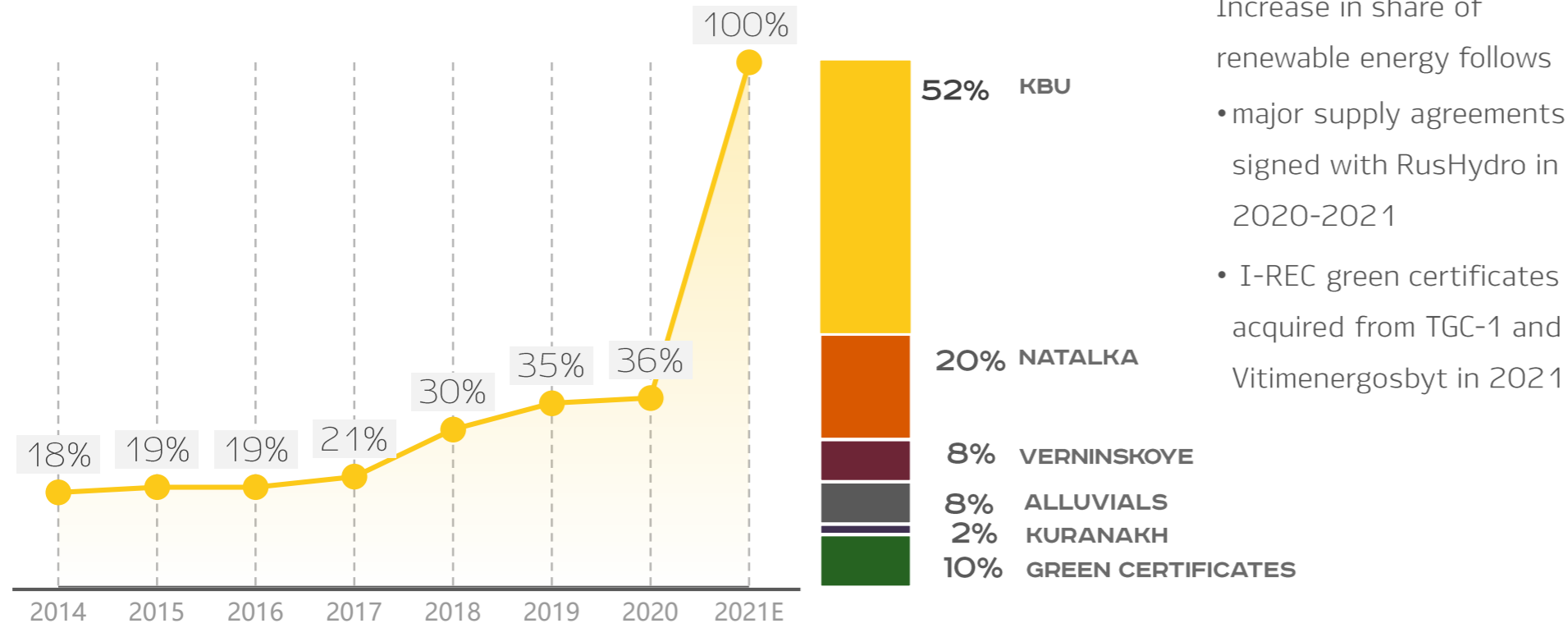


RATINGS

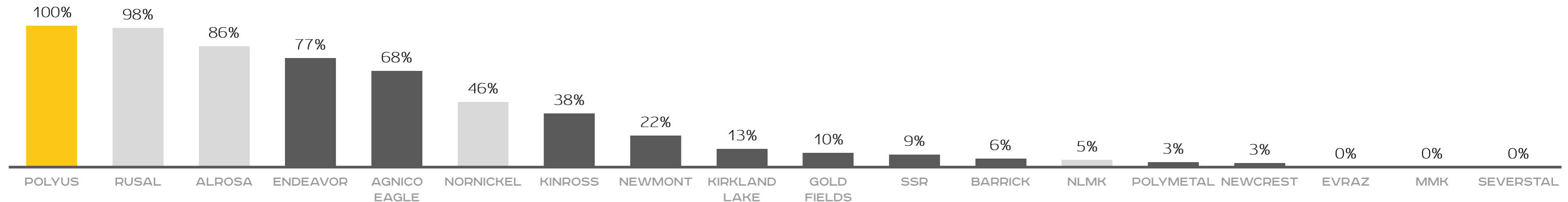
 <p>SUSTAINALYTICS</p> <p>26.8 Medium Risk</p>	 <p>MSCI</p> <p>A up from BBB in 2019; constituent of MSCI EM ESG Leaders Index</p>	 <p>SAM</p> <p>54 72nd percentile, up from 63rd percentile in 2019</p>				
 <p>CDP DRIVING SUSTAINABLE ECONOMIES</p> <table border="1"> <tr> <td data-bbox="1579 1515 1995 1690"> <p>Climate Change:</p> <p>C up from D in 2019; among leaders in Russia</p> </td> <td data-bbox="2015 1515 2429 1690"> <p>Water security:</p> <p>C up from D in 2019; among leaders in Russia</p> </td> <td data-bbox="2449 1515 2912 1690"> <p>Forests:</p> <p>one of few Russian companies to disclose information</p> </td> </tr> </table>			<p>Climate Change:</p> <p>C up from D in 2019; among leaders in Russia</p>	<p>Water security:</p> <p>C up from D in 2019; among leaders in Russia</p>	<p>Forests:</p> <p>one of few Russian companies to disclose information</p>	 <p>FTSE4Good</p> <p>FTSE4Good Index constituent</p>
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POLYUS' SWITCH TO HYDROPOWER

SHARE OF RENEWABLE ENERGY IN POLYUS PRODUCTION ASSETS ELECTRICITY SUPPLY



SHARE OF RENEWABLE SOURCES IN ELECTRICITY CONSUMPTION BENCHMARKING ¹



¹ - Source: company's data (latest available); for Polyus, planned data for 2021