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15 June 2018

PSB Finance S.A. (the “**Offeror**”) has today launched invitations to qualifying holders of the outstanding notes detailed in the table below (the “**Notes**”), issued by (but with limited recourse to) it for the purpose of financing a loan to Promsvyazbank Public Joint-Stock Company (the “**Borrower**”), to tender their Notes for purchase by the Offeror for cash (the “**Tender Offer**”). Capitalised terms used in this announcement but not otherwise defined have the meanings given to them in the tender offer memorandum dated 15 June 2018 (the “**Tender Offer Memorandum**”).

Description of the Notes	Common code/ISIN	Outstanding principal amount	Listing	Purchase Price	Amount subject to the Tender Offer
U.S.\$250,000,000 5.25 per cent Loan Participation Notes due 2019 issued as Series 11 under the Programme	150650003/ XS1506500039	U.S.\$188,403,000	Euronext Dublin	U.S.\$970 per U.S.\$1,000 in principal amount	Any and all

Purchase Price and Accrued Interest

On the terms and subject to the conditions contained in the Tender Offer Memorandum, the Offeror invites Qualifying Holders to tender their Notes for repurchase by the Offeror. The Offeror intends to purchase the Notes on an “any and all” basis. The Offeror will pay U.S.\$ 970 per U.S.\$1,000 in principal amount of the Notes accepted for purchase (the “**Purchase Price**”). The Offeror will additionally pay an amount equal to accrued and unpaid interest in respect of all Notes validly tendered and accepted for purchase by the Offeror (the “**Accrued Interest**”).

Rationale for the Offers

As a result of consummation of the Offer, the Borrower expects to redeem the outstanding loan, in an amount corresponding to the aggregate principal amount of Notes purchased by the Offeror pursuant to the Offer, and save on coupon payments. The Offeror and the Borrower also believe that the Offer will provide an opportunity to Noteholders to realize liquidity with respect to their Notes that might not otherwise be available to such Noteholders.

Acceptance

To the extent the Offeror accepts any Notes for purchase, it intends to accept in full all such Notes validly tendered pursuant to the Tender Offer. There is no maximum acceptance amount in respect of the Notes and relevant Offers to Sell will not be subject to *pro-rata*.

Timetable for the Tender Offer

The expected timetable of events will be as follows:

Events/Dates**Times and Dates****Launch Date**

15 June 2018

Tender Offer announced. Tender Offer Memorandum available to Qualifying Holders upon request from the Tender Agent. Beginning of Tender Offer Period.

Expiration Time

5.00 p.m. (CET) on 21 June 2018

Deadline for receipt by the Tender Agent of Electronic Instructions. End of Tender Offer Period.

Qualifying Holders should note that Electronic Instructions must be submitted in accordance with the deadlines of the Clearing Systems, which will be before the Expiration time.

Announcement of the results of the Tender Offer

22 June 2018

Announcement by the Offeror of whether the Offeror will accept, subject to the Transaction Condition being waived or satisfied, any Notes pursuant to the Tender Offer, and if so accepted, of the aggregate principal amount of Notes so accepted for purchase.

Settlement Date

Expected on 26 June 2018

Settlement of the Tender Offer.

General

The complete terms and conditions of the Tender Offer are set forth in the Tender Offer Memorandum, which will be sent to Qualifying Holders at their request. The Qualifying Holders are urged to read the Tender Offer Memorandum carefully.

Operational Procedure Description

In order to participate in the Tender Offer, Qualifying Holders must validly tender their Notes by delivering, or arranging to have delivered on their behalf, a valid Electronic Instruction that is received by the Tender Agent prior to 5.00 p.m. (CET) on 21 June 2018. Electronic Instructions must be submitted in accordance with the procedures of the relevant Clearing System and shall be irrevocable according to the terms and conditions contained in the Tender Offer Memorandum.

If you need further information about the Tender Offer, please contact the Borrower or the Tender Agent.

Contact Details:

Any questions or requests relating to the procedures for submitting an Electronic Instruction may be directed to the Tender Agent. A Qualifying Holder may also contact the Borrower or such Qualifying Holder's custodian for assistance concerning the Tender Offer.

THE TENDER AGENT

Idexis Limited

35-37 Ludgate Hill,
London, EC4M 7JN
United Kingdom

Telephone No: +44 (0) 203 858 0575

Email: psb@idex-is.com

Att: Scott Boswell/Sarah D'Souza

THE OFFEROR

PSB Finance S.A.

2. Boulevard Konrad
Adenauer
L-1115 Luxembourg
Grand-Duchy of Luxembourg

THE BORROWER

Promsvyazbank Public Joint-Stock Company

10, building 22, Smirnovskaya str.
Moscow 109052
Russian Federation

Telephone: +7 495 777 1020

Email: tenderoffer@psbank.ru

Attention: Marina Kareeva / Nataly Loginova

OFFER RESTRICTIONS

THIS ANNOUNCEMENT IS NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION IN OR INTO THE UNITED STATES OR IN ANY OTHER JURISDICTION WHERE IT IS UNLAWFUL TO DO SO.

United States

The Tender Offer is not being made and will not be made, directly or indirectly, in or into, or by use of the mails of, or by any means or instrumentality of interstate or foreign commerce of, or of any facilities of a national securities exchange of, the United States or to, or for the account of benefit of, any U.S. person (as defined in Regulation S under the United States Securities Act of 1933, as amended (each a “**U.S. Person**”)). This includes, but is not limited to, facsimile transmission, electronic mail, telex, telephone, the internet and other forms of electronic communication. Accordingly, copies of this announcement, the Tender Offer Memorandum and any other documents or materials relating to the Tender Offer is not being, and must not be, directly or indirectly, mailed or otherwise transmitted, distributed or forwarded (including, without limitation, by custodians, nominees or trustees) in or into the United States or to, or for the account of benefit of, a U.S. Person and the Notes cannot be tendered in the Tender Offer by any such use, means, instrumentality or facility or from or within or by persons located or resident in the United States or by any U.S. Person or any person acting for the account or benefit of a U.S.

Person. Any purported tender of Notes in the Tender Offer resulting directly or indirectly from a violation of these restrictions will be invalid and any purported tender of Notes made by a person located in the United States, a U.S. Person, by any person acting for the account or benefit of a U.S. Person, or by any agent, fiduciary or other intermediary acting on a non-discretionary basis for a principal giving instructions from within the United States will be invalid and will not be accepted.

Each holder of Notes participating in the Tender Offer will represent that it is not a U.S. Person, is not located in the United States and is not participating in the Tender Offer from the United States, or it is acting on a non-discretionary basis for a principal located outside the United States that is not giving an order to participate in the Tender Offer from the United States and who is not a U.S. Person.

United Kingdom

The communication of this announcement, the Tender Offer Memorandum and any other documents or materials relating to the Tender Offer is not being made, and such documents and/or materials have not been approved, by an authorised person for the purposes of section 21 of the Financial Services and Markets Act 2000. Accordingly, such documents and/or materials are not being distributed to, and must not be passed on to, the general public in the United Kingdom. The communication of such documents and/or materials as a financial promotion is only being made to those persons in the United Kingdom falling within the definition of “investment professionals” (as defined in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the “**Financial Promotion Order**”)) or persons who are within Article 43(2) of the Financial Promotion Order or any other persons to whom it may otherwise lawfully be made under the Financial Promotion Order.

France

The Tender Offer is not being made, directly or indirectly, to the public in the Republic of France (“**France**”). Neither this announcement, nor the Tender Offer Memorandum nor any other documents or materials relating to the Tender Offer have been or shall be distributed to the public in France and only (i) providers of investment services relating to portfolio management for the account of third parties (*personnes fournissant le service d’investissement de gestion de portefeuille pour compte de tiers*) and/or (ii) qualified investors (*investisseurs qualifiés*) other than individuals acting on their own account and all as defined in, and in accordance with, Articles L.411-1, L.411-2 and D.411-1 of the French *Code Monétaire et Financier*, are eligible to participate in the Tender Offer. This announcement, the Tender Offer Memorandum and any other document or material relating to the Tender Offer have not been and will not be submitted for clearance to nor approved by the *Autorité des marchés financiers*.

Italy

None of the Tender Offer, this announcement, the Tender Offer Memorandum or any other documents or materials relating to the Tender Offer have been or will be submitted to the clearance procedure of the *Commissione Nazionale per le Società e la Borsa* (“**CONSOB**”) pursuant to Italian laws and regulations.

The Tender Offer is being carried out in the Republic of Italy as exempted offers pursuant to article 101-bis, paragraph 3-bis of the Legislative Decree No. 58 of 24 February 1998, as amended (the “**Financial Services Act**”) and article 35-bis, paragraph 4 of CONSOB Regulation No. 11971 of 14 May 1999, as amended.

Qualifying Holders can tender some or all of their Notes pursuant to the Tender Offer through authorised persons (such as investment firms, banks or financial intermediaries permitted to conduct such activities in Italy in accordance with the Financial Services Act, CONSOB Regulation No. 16190 of 29 October 2007, as amended from time to time, and Legislative Decree No. 385 of September 1, 1993, as amended) and in compliance with applicable laws and regulations or with requirements imposed by CONSOB or any other Italian authority.

Each intermediary must comply with the applicable laws and regulations concerning information duties *vis-à-vis* its clients in connection with the Notes or the Tender Offer.

Russia

Neither this announcement nor the Tender Offer Memorandum nor any other documents or materials relating to the Tender Offer have been submitted to or will be submitted or registered with the Central Bank of Russia. The Tender Offer may not be made in Russia by way of a public offering. Accordingly, the Tender Offer may not be advertised and the Tender Offer will not be extended, and neither this announcement nor the Tender Offer Memorandum nor any other documents or materials relating to the Tender Offer have been or will be distributed or made available, directly or indirectly, to any persons in Russia other than persons who are qualified investors within the meaning of Article 51.2 of the Federal Law No. 39-FZ “On the Securities Market” dated 22 April 1996, as amended (the “**Securities Market Law**”), unless and to the extent they are otherwise permitted to access such information under Russian law.

Grand Duchy of Luxembourg

Neither this announcement nor the Tender Offer Memorandum has been approved by nor will be submitted for approval to the Luxembourg Financial Services Authority (*Commission de Surveillance du Secteur Financier*) for purposes of a public offering or sale in the Grand Duchy of Luxembourg. Accordingly, the Tender Offer may not be made to the public in the Grand Duchy of Luxembourg, directly or indirectly, and neither this announcement, the Tender Offer Memorandum nor any other circular, prospectus, form of application, advertisement or other material may be distributed or otherwise made available in or from, or published in, the Grand Duchy of Luxembourg except in circumstances which do not constitute a public offer of securities to the public, subject to prospectus requirements, in accordance with Luxembourg law of 10 July 2005 (as amended) on prospectuses for securities.

General

Neither this announcement, the Tender Offer Memorandum nor the electronic transmission thereof constitutes an offer to buy or the solicitation of an offer to sell Notes (and tenders of Notes for purchase pursuant to the Tender Offer will not be accepted from Qualifying Holders) in any circumstances in which such offer or solicitation is unlawful. In those jurisdictions where the securities, blue sky or other laws require the Tender Offer to be made by a licensed broker or dealer and the Borrower or any of its affiliates is such a licensed broker or dealer in any such jurisdiction, the Tender Offer shall be deemed to be made by the Borrower or such affiliate, as the case may be, on behalf of the Offeror in such jurisdiction.