

AIRCRAFT FUELING

GAS ENGINE FUELS

Environmental friendliness and cost-effectiveness play a key role in municipal and commercial transportation in large cities, making these segments major consumers of gas engine fuels. Gazprom Neft pays close attention to developing sales of gas engine fuels, in particular liquefied petroleum gas (LPG) and compressed natural gas (CNG).

The Company increased sales of LPG by 9.5% to 115,000 tonnes in 2016, while sales of CNG expanded by 2.5% to 17.5 million m³.

In 2016, there were a total of 163 vehicle filling stations under the Gazpromneft brand within multi-fuel filling complexes.

SALES OF GAS ENGINE FUEL AND NUMBER OF VEHICLE STATIONS

Source: Company data

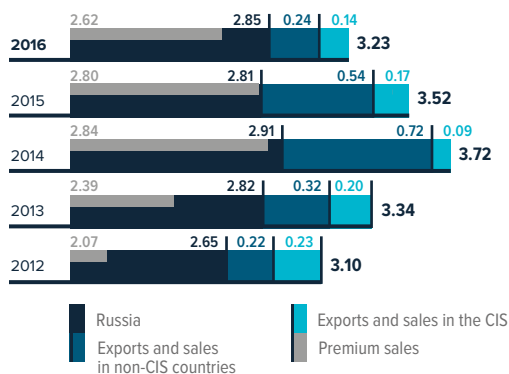
| | 2012 | 2013 | 2014 | 2015 | 2016 |
|------------------------------|--------|--------|--------|--------|--------|
| LPG, 1,000 t | 92 | 93 | 97 | 105 | 115 |
| CNG, 1,000 m ³ | 11,611 | 12,749 | 15,106 | 17,080 | 17,500 |
| Number of VFS ¹ | 125 | 123 | 136 | 153 | 156 |
| Number of NGVFS ² | 4 | 4 | 7 | 7 | 7 |

¹ The number of vehicle filling stations (VFS) under the Gazpromneft brand within multi-fuel filling complexes.

² The number of natural gas vehicle filling stations (NGVFS).

AIRCRAFT FUELING (mn t)

Source: Company data



↑ 0.4 p.p.

26.2%

market share of the Russian Federation

↑ 11.9%

235

airports

airport network

The retail jet fuel market in the Russian Federation continued to contract in 2016, declining by 7.7% compared with 2015 to 7.9 million tonnes. Gazprom Neft is the leader in retail sales of jet fuel in Russia and, despite the overall decline on the market, managed to increase its market share by 0.38 percentage points to 26.24% in 2016.

The network of the Company's refueling complexes includes 47 facilities – 46 in Russia and one abroad (Kyrgyzstan). The refueling complex network in the Russian Federation expanded in 2016 with the acquisition of three refueling complexes in the Chukotka Autonomous District in Anadyr, Pevek and Kerpeyevm.

As of the end of 2016, the Company provided jet fuel supply services at 235 airports in 63 countries located in Southeast Asia, Europe, Africa, Australia as well as North and Latin America.