

# Consolidated Statement of Profit or Loss for the Year Ended December 31, 2016

(in millions of Russian rubles)

	Notes	Year ended December 31, 2016	Year ended December 31, 2015
Fee and commission income	5	19 797,6	17 784,0
Interest and other finance income	6	22 730,6	27 050,0
Interest expense		(118,5)	(122,9)
Net gain / (loss) on financial assets available-for-sale	7	1 425,3	(280,7)
Foreign exchange gains less losses	8	(342,4)	1 438,5
Other operating income		74,6	121,1
<b>Operating Income</b>		<b>43 567,2</b>	<b>45 990,0</b>
Administrative and other operating expenses	9	(6 312,3)	(5 488,7)
Personnel expenses	10	(5 947,1)	(5 783,2)
<b>Operating Profit</b>		<b>31 307,8</b>	<b>34 718,1</b>
Share of profits of associates		-	1,2
<b>Profit before Tax</b>		<b>31 307,8</b>	<b>34 719,3</b>
Income tax expense	11	(6 125,2)	(6 867,2)
<b>Net Profit</b>		<b>25 182,6</b>	<b>27 852,1</b>
Attributable to:			
Equity holders of the parent		25 178,1	27 908,8
Non-controlling interest		4,5	(56,7)
<b>Earnings per share</b>			
Basic earnings per share, rubles	24	11,22	12,51
Diluted earnings per share, rubles	24	11,16	12,44



Chairman of the Executive Board

**Afanasiev A.K.**  
March 2, 2017  
Moscow



Chief Financial Officer, Management Board Member

**Fetisov E.E.**  
March 2, 2017  
Moscow

# Consolidated Statement of Comprehensive Income for the Year Ended December 31, 2016

(in millions of Russian rubles)

	Notes	Year ended December 31, 2016	Year ended December 31, 2015
<b>Net profit</b>		<b>25 182,6</b>	<b>27 852,1</b>
Other comprehensive income that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations		(26,6)	(119,5)
Net income resulting from revaluation of investments available-for-sale		1 686,7	2 506,2
Net (gain) / loss on investments available-for sale reclassified to profit or loss	7	(1 425,3)	280,7
Income tax relating to items that may be reclassified		(52,3)	(557,3)
<b>Other comprehensive income that may be reclassified subsequently to profit or loss</b>		<b>182,5</b>	<b>2 110,1</b>
<b>Total comprehensive income</b>		<b>25 365,1</b>	<b>29 962,2</b>
Attributable to:			
Equity holders of the parent		25 378,1	30 112,3
Non-controlling interest		(13,0)	(150,1)
<b>Total comprehensive income</b>		<b>25 365,1</b>	<b>29 962,2</b>

The notes 1-30 form an integral part of these consolidated financial statements.

# Consolidated Statement of Financial Position as at December 31, 2016

(in millions of Russian rubles)

	Notes	December 31, 2016	December 31, 2015
<b>Assets</b>			
Cash and cash equivalents	12	380 516,6	992 696,1
Financial assets at fair value through profit or loss		0,4	0,4
Due from financial institutions	13	63 842,7	44 403,8
Central counterparty financial assets	14	1 733 263,8	518 509,3
Investments available-for-sale	15	218 496,2	167 472,3
Property and equipment	16	7 706,4	6 795,8
Intangible assets	17	18 357,9	18 029,4
Goodwill	18	15 971,4	15 971,4
Current tax prepayments		51,9	420,4
Assets held for sale		–	122,5
Deferred tax asset	11	1 776,5	114,7
Other assets	19	1 954,1	1 781,5
<b>Total assets</b>		<b>2 441 937,9</b>	<b>1 766 317,6</b>
<b>Liabilities</b>			
Balances of market participants	20	574 590,1	1 119 097,5
Central counterparty financial liabilities	14	1 733 263,8	518 509,3
Distributions payable to holders of securities		2 952,3	6 138,4
Margin account under reverse repo	13	–	417,7
Current tax payables		990,5	384,4
Liabilities related to assets held for sale		–	1,4
Deferred tax liability	11	3 165,6	5 017,3
Other liabilities	21	3 592,0	3 142,0
<b>Total liabilities</b>		<b>2 318 554,3</b>	<b>1 652 708,0</b>

	Notes	December 31, 2016	December 31, 2015
<b>Equity</b>			
Share capital	22	2 498,1	2 498,1
Share premium	22	32 286,2	32 471,1
Treasury shares	22	(2 271,9)	(2 921,8)
Foreign currency translation reserve		(21,4)	(16,5)
Reserves relating to assets held for sale		–	(72,1)
Investments revaluation reserve		1 110,5	901,4
Share-based payments		413,1	504,6
Retained earnings		89 177,8	79 991,0
<b>Total equity attributable to owners of the parent</b>		<b>123 192,4</b>	<b>113 355,8</b>
Non-controlling interest		191,2	253,8
<b>Total equity</b>		<b>123 383,6</b>	<b>113 609,6</b>
<b>Total liabilities and equity</b>		<b>2 441 937,9</b>	<b>1 766 317,6</b>

The notes 1-30 form an integral part of these consolidated financial statements.

# Consolidated Statement of Cash Flows for the Year Ended December 31, 2016

(in millions of Russian rubles)

	Notes	Year ended December 31, 2016	Year ended December 31, 2015
<b>Cash flows from / (used in) operating activities:</b>			
Profit before tax		31 307,8	34 719,3
Adjustments for:			
Depreciation and amortisation charge	9	2 294,3	1 799,7
Net change in deferred commission income		(12,5)	395,8
Accrued expenses		–	28,2
Fair value adjustment on securities at fair value through profit or loss		–	58,3
Share-based payment expense	10	255,3	289,9
Unrealized loss/(gain) on foreign exchange operations		151,7	(207,7)
Share of profits of associates		–	(1,2)
(Gain) / Loss on disposal of investments available-for-sale	7	(1 425,3)	280,7
Net change in interest accruals		764,4	(2 540,3)
Net loss on disposal of property and equipment and intangible assets	9	9,5	26,1
Impairment of other assets	19	2,8	19,3
Impairment related to assets held for sale	9	–	106,0
Loss on disposal of assets held for sale	9	52,4	–
<b>Changes in operating assets and liabilities:</b>			
Due from financial institutions		(30 590,7)	30 884,2
Financial assets at fair value through profit or loss		–	11 226,7
Central counterparty financial assets		(1 214 754,5)	(378 899,5)
Other assets		(152,6)	(733,5)
Balances of market participants		(429 489,5)	(330 346,6)
Central counterparty financial liabilities		1 214 754,5	378 899,5
Distributions payable to holders of securities		(3 186,1)	(214,6)
Margin account under reverse repo		(417,7)	417,7
Other liabilities		(132,3)	(91,2)
Cash flows used in operating activities before taxation		(430 568,5)	(253 883,2)
Income tax paid		(8 720,9)	(7 101,3)
<b>Cash flows used in operating activities</b>		<b>(439 289,4)</b>	<b>(260 984,5)</b>

# Consolidated Statement of Cash Flows for the Year Ended December 31, 2016 (Continued)

(in millions of Russian rubles)

	Notes	Year ended December 31, 2016	Year ended December 31, 2015
<b>Cash flows from / (used in) investing activities:</b>			
Purchase of investments available-for-sale		(183 585,0)	(154 789,3)
Proceeds from disposal of investments available-for-sale		116 623,9	78 486,0
Purchase of property and equipment and intangible assets		(3 548,3)	(2 208,1)
Proceeds from disposal of property and equipment and intangible assets		5,3	7,6
Proceeds from sale of investments in associates		34,2	–
Disposal of subsidiaries, net of cash disposed		46,5	–
<b>Cash flows used in investing activities</b>		<b>(70 423,4)</b>	<b>(78 503,8)</b>
<b>Cash flows from / (used in) financing activities:</b>			
Dividends paid		(15 994,8)	(8 653,5)
Uncalled dividends returned		162,3	–
Sale of treasury shares		355,1	163,6
Acquisition of non-controlling interest in subsidiaries		(5,5)	–
Acquisition of treasury shares		(236,9)	–
<b>Cash flows used in financing activities</b>		<b>(15 719,8)</b>	<b>(8 489,9)</b>
Effect of changes in foreign exchange rates on cash and cash equivalents		(85 847,9)	175 992,2
<b>Net decrease in cash and cash equivalents</b>		<b>(611 280,5)</b>	<b>(171 986,0)</b>
<b>Cash and cash equivalents, beginning of period</b>	12	<b>991 797,1</b>	<b>1 163 783,1</b>
<b>Cash and cash equivalents, end of period</b>	12	<b>380 516,6</b>	<b>991 797,1</b>

Interest received by the Group during the year ended December 31, 2016, amounted to RUB 23 497,0 million (December 31, 2015: RUB 24 439,3 million).

Interest paid by the Group during the year ended December 31, 2016, amounted to RUB 116,0 million (December 31, 2015: RUB 122,9 million).

# Consolidated Statement of Changes in Equity for the Year Ended December 31, 2016

(in millions of Russian rubles)

	Share capital	Share premium	Treasury shares	Invest-ments revaluation reserve
<b>December 31, 2014</b>	<b>2 498,1</b>	<b>32 528,0</b>	<b>(3 365,0)</b>	<b>(1 328,2)</b>
Net profit	–	–	–	–
Other comprehensive income	–	–	–	2 229,6
<b>Total comprehensive income for the period</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>2 229,6</b>
Foreign currency translation reserve relating to Assets held for sale	–	–	–	–
<b>Transactions with owners</b>				
Dividends declared (Note 23)	–	–	–	–
Share-based payments	–	(56,9)	443,2	–
<b>Total transactions with owners</b>	<b>–</b>	<b>(56,9)</b>	<b>443,2</b>	<b>–</b>
<b>December 31, 2015</b>	<b>2 498,1</b>	<b>32 471,1</b>	<b>(2 921,8)</b>	<b>901,4</b>
Net profit	–	–	–	–
Other comprehensive income	–	–	–	209,1
<b>Total comprehensive income for the period</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>209,1</b>
<b>Transactions with owners</b>				
Dividends declared (Note 23)	–	–	–	–
Share-based payments	–	(99,9)	801,8	–
Repurchase of treasury shares	–	(85,0)	(151,9)	–
Sale of business in Ukraine	–	–	–	–
Acquisition of non-controlling interest	–	–	–	–
<b>Total transactions with owners</b>	<b>–</b>	<b>(184,9)</b>	<b>649,9</b>	<b>–</b>
<b>December 31, 2016</b>	<b>2 498,1</b>	<b>32 286,2</b>	<b>(2 271,9)</b>	<b>1 110,5</b>

Share-based payments	Foreign currency translation reserve	Reserves relating to assets held for sale	Retained earnings	Total equity attributable to owners of the parent	Non-controlling interest	Total equity
437,4	(62,5)	-	60 735,6	91 443,4	404,0	91 847,4
-	-	-	27 908,8	27 908,8	(56,7)	27 852,1
-	(26,1)	-	-	2 203,5	(93,4)	2 110,1
-	(26,1)	-	27 908,8	30 112,3	(150,1)	29 962,2
-	72,1	(72,1)	-	-	-	-
-	-	-	(8 653,4)	(8 653,4)	(0,1)	(8 653,5)
67,2	-	-	-	453,5	-	453,5
67,2	-	-	(8 653,4)	(8 199,9)	(0,1)	(8 200,0)
504,6	(16,5)	(72,1)	79 991,0	113 355,8	253,8	113 609,6
-	-	-	25 178,1	25 178,1	4,5	25 182,6
-	(4,9)	(4,2)	-	200,0	(17,5)	182,5
-	(4,9)	(4,2)	25 178,1	25 378,1	(13,0)	25 365,1
-	-	-	(15 994,7)	(15 994,7)	(0,1)	(15 994,8)
(91,5)	-	-	-	610,4	-	610,4
-	-	-	-	(236,9)	-	(236,9)
-	-	76,3	-	76,3	(40,6)	35,7
-	-	-	3,4	3,4	(8,9)	(5,5)
(91,5)	-	76,3	(15 991,3)	(15 541,5)	(49,6)	(15 591,1)
413,1	(21,4)	-	89 177,8	123 192,4	191,2	123 383,6