

Material Fact
Resolutions adopted by the Board of Directors (Supervisory Board) of the issuer

1. General information	
1.1. Full company name of the issuer (for non-commercial organisations – name)	<i>Public Joint Stock Company “Aeroflot – Russian Airlines”</i>
1.2. Short company name of the issuer	<i>PJSC Aeroflot</i>
1.3. Actual address of the issuer	<i>119002, Moscow, Arbat Str., 10</i>
1.4. PRSN code of the issuer	<i>1027700092661</i>
1.5. TIN code of the issuer	<i>7712040126</i>
1.6. Unique code of the issuer assigned by the registering authority	<i>00010 – A</i>
1.7. Web page used by the issuer to disclose information	http://ir.aeroflot.com/disclosure-of-information/ad-hoc-releases/ http://disclosure.skrin.ru/disclosure/7712040126

2. Notice content	
2.1. Quorum for the meeting of the Board of Directors of the issuer: <i>11 of 11 members of the Board of Directors of the Issuer.</i>	
2.2 Content of resolutions adopted by the Board of Directors of the issuer and results of voting on the corresponding agenda items:	
2.2.1. Approval of related-party transaction regarding extension of a loan term granted to JSC Sherotel by PJSC Aeroflot:	
Determine the price and approve a related-party transaction regarding extension of the loan tenor under an unnumbered agreement dated 01.06.2002 “Adoption of a new wording of the agreement of December 9, 1998” under the following material terms:	
<u>Parties:</u>	
<ul style="list-style-type: none"> - PJSC Aeroflot (hereafter – creditor); - JSC Sherotel (hereafter – borrower). 	
<u>Subject:</u>	
Extension of the tenor of a loan granted by the creditor to the borrower. Loan agreement liabilities are regulated by the unnumbered agreement dated 01.06.2002 “Adoption of a new wording of the agreement of December 9, 1998”.	
<u>Debt amount:</u>	
USD 100,000 (one hundred thousand) (including funds already repaid);	
<u>Repayment term:</u>	
No later than 01.10.2026 (advance repayment permitted); loan interest rate is six-month LIBOR + 13/16 (thirteen sixteenths) percent; quarterly interest payment.	
<p>Results of vote*:</p> <p>FOR 9 (nine)</p> <p>AGAINST none</p> <p>ABSTENTIONS none</p>	
Resolution adopted.	
*Note: V. Saveliev and D. Saprykin did not participate in voting on agenda items 1-3, as they are not independent directors.	

2.2.2. The restructuring of LLC Aeroflot-Finans debts:

1. Determine the price and approve a related-party transaction regarding the extension of the tenor of a loan of RUB 203,426,915 (two hundred and three million four hundred twenty-six thousand nine hundred fifteen) granted by PJSC Aeroflot to LLC Aeroflot-Finans under loan agreement No. F-1/2015 dated 21.10.2015, under the following material terms:

Parties:

- PJSC Aeroflot (hereafter – creditor);
- JSC Sherotel (hereafter – borrower).

Loan amount:

RUB 203,426,915 (two hundred and three million four hundred twenty-six thousand nine hundred fifteen)

Loan term:

Until 31.08.2017

Other material terms of the agreement which were approved by the Board of Directors of PJSC Aeroflot on 28.01.2016 remain unchanged.

2. Determine the price and approve a related-party transaction regarding the extension of the tenor of a loan of RUB 322,876,989 (three hundred twenty-two million eight hundred seventy-six nine hundred eighty-nine) granted by PJSC Aeroflot to LLC Aeroflot-Finans under the loan agreement No. F-2/2015 of 30.10.2015, under the following material terms:

Parties:

- PJSC Aeroflot (hereafter – creditor);
- JSC Sherotel (hereafter – borrower).

Loan amount:

RUB 322,876,989 (three hundred twenty-two million eight hundred seventy-six nine hundred eighty-nine)

Loan term:

Until 31.08.2017

Other material terms of the agreement which were approved by the Board of Directors of PJSC Aeroflot on 28.01.2016 remain unchanged.

Results of vote*:

FOR	7 (seven)
AGAINST	none
ABSTENTIONS	none

Resolution adopted.

*Note: V. Saveliev and D. Saprykin did not participate in voting on agenda items 1-3, as they are not independent directors.

2.2.3. PJSC Aeroflot incentive system.

Approve changes to the Clause regarding key performance indicators of PJSC Aeroflot.

Results of vote*:

FOR 11 (eleven)

AGAINST none

ABSTENTIONS none

2.3 Date of the meeting of the Issuer's Board of Directors (Supervisory Board): **27 October 2016.**

2.4. Date of compilation and protocol number of the Issuer's Board of Directors (Supervisory Board) meeting at which these decisions were taken: **Protocol № 4 on 27 October 2016.**

3. Signature

3.1. Head of Shareholder Communications
and Information Disclosure at the Corporate
Governance Department

(signature)

S.E. Denisenko

3.2. Date «27» October 2016

Stamp