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PRESS RELEASE

TMK successfully completes USD 500 million 7-year Eurobond issue

PAO TMK ("TMK" or "the Group"), one of the world's leading producers of tubular products for the oil and gas industry, announces that it has closed a USD 500 million 7-year Eurobond issue with a coupon of 4.30%.

The coupon represents the lowest-ever USD yield achieved by a non-Investment Grade corporate from the CIS.

The Group's successful return to the international bond markets follows the completion of the sale of IPSCO, which will be transformative for the Group. Following the sale and ahead of the announcement of the contemplated Eurobond offering, TMK's ratings were upgraded by S&P by 1x notch to "BB-" rating "Stable"; Moody's revised the outlook on TMK's "B1" rating to "Positive".

As previously announced, whereas the majority of net consideration received by the Group from the IPSCO sale will be used for deleveraging, the proceeds from the Eurobond offering will be used to refinance TMK's USD 500 million Eurobond maturing in April 2020. In addition, the closing of the Eurobond offering allows TMK to maintain its presence in the international debt capital markets.

Igor Korytko, CEO of TMK, said: "I am pleased to announce the successful completion of our Eurobond placement, which demonstrates strong interest from international investors, who took up two thirds of the book, with 21% of allocations to institutional investors in the UK and 39% in Continental Europe. The order book was more than 3x oversubscribed at peak demand, while the final coupon was 45 b.p. lower than the initial coupon rate."

J.P. Morgan and Renaissance Capital were Joint Global Coordinators, Joint Lead Managers and Bookrunners, Alfa-Bank, BofA Securities, Gazprombank, Sova Capital, UBS Investment Bank and VTB Capital acted as Joint Lead Managers and Bookrunners and Sovcombank acted as the Lead Manager for the offering.

For further information regarding TMK, please, visit www.tmk-group.com or download [the YourTube iPad application](#) from the App Store.

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TMK (www.tmk-group.com)

TMK (www.tmk-group.com) is a global manufacturer and supplier of steel pipes for oil and gas industry, one of the world's three leading pipe producers, operating production sites in Russia, Romania and Kazakhstan with two R&D centers in Russia. The largest share of TMK's sales belongs to high margin oil country tubular goods (OCTG). The Company has historically supplied its products to customers in more than 80 countries. TMK delivers its products along with an extensive package of services in heat treating, protective coating, premium connections threading, warehousing and pipe repairing. TMK's securities are listed on the London Stock Exchange and on the Moscow Exchange MICEX-RTS.

Manufacturer target market (MIFID II product governance) is eligible counterparties and professional clients only (all distribution channels). No PRIIPs key information document (KID) has been prepared as not available to retail in EEA.

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