

CONSOLIDATED FINANCIAL STATEMENTS

Management is responsible for the preparation of consolidated financial statements that present fairly the consolidated financial position of Public Joint Stock Company Novorossiysk Commercial Sea Port and its subsidiaries (the "Group") as at December 31, 2018, and the consolidated results of its operations, cash flows and changes in shareholder's equity for the year then ended, in compliance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

In preparing the consolidated financial statements, management is responsible for:

- › Properly selecting and applying accounting policies
- › Presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information
- › Providing additional disclosures when compliance with the specific requirements in IFRS is insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Group's consolidated financial position, financial performance and cash flows and
- › Making an assessment of the Group's ability to continue activity as a going concern

Management is also responsible for:

- › Designing, implementing and maintaining an effective and sound system of internal controls, throughout the Group;
- › Maintaining adequate accounting records that are sufficient to show and explain the Group's transactions and disclose with reasonable accuracy at any time the consolidated financial position of the Group, and which enable them to ensure that the consolidated financial statements of the Group comply with IFRS;
- › Maintaining statutory accounting records in compliance with statutory legislation and accounting standards;
- › Taking such steps as are reasonably available to them to safeguard the assets of the Group; and
- › Preventing and detecting fraud and other irregularities.

The consolidated financial statements of the Group for the year ended December 31, 2018 were approved by management on March 28, 2019.

S. Kireev
Chief Executive Officer

G. Kachan
Chief Accountant