STANDSTILL AGREEMENT REPORTING

DTEK Quarterly Financial Performance and Cash-flows Report

Kyiv, August 2016

The information in this report has been prepared based on preliminary financial data. This quarterly report does not contain sufficient information to constitute a full set of financial statements. The below preliminary results may differ from financial statements prepared in accordance with International Financial Reporting Standards (IFRS). The numbers in this quarterly report have not been audited or reviewed. The figures are subject to change.

In UAH millions

	Units	Q2 2016	Q1 2016	Delta Increase / (Decrease)
Revenue	UAH	25 317	31 669	-6 352
EBITDA	UAH	1 231	2 176	-945
EBITDA margin	%	4,9%	6,9%	-2,0%
Net profit / (loss)	UAH	-612	-7 614	7 002
Free cashflow*	UAH	-139	962	-1 101
Capital expenditure	UAH	1 031	1 145	-114
Average available cash balance	UAH	1 150	731	419
Debt position**	UAH	72 690	71 386	1 304

* calculated as difference between lines "net cash from operating activities" and "net cash used in investing activities"

** including FV of SWAP: 31 Mar 2016 UAH 5,503 mln and 30 Jun 2016 UAH 4,953 mln

In UAH millions

	Units	Q2 2016	Q1 2016	Delta Increase / (Decrease)
Profit (loss before income tax	UAH	-592	-8 101	7 509
Adjustments	UAH	2 326	10 306	-7 980
Operating cashflows before working capital changes	UAH	1 734	2 205	-471
Changes in inventories	UAH	1 270	427	843
Change in trade & other accounts receivable	UAH	-780	-2 427	1 647
Change in VAT and other recoverable taxes	UAH	375	808	-433
Changes in trade & other accounts payable	UAH	-1 732	634	-2 366
Changes in prepayments received	UAH	1 065	758	307
Changes in other assets and liabilities	UAH	-305	132	-437
Cash generated from operations	UAH	1 627	2 537	-910

Income taxes paid	UAH	-242	-49	-193
Interest paid	UAH	-247	-75	-172
Interest received	UAH	57	92	-35
Others	UAH	-187	-168	-19
Net cash from operating activities	UAH	1 008	2 337	-1 329
Net cash used in investing activities	UAH	-1 147	-1 375	228
Including purchase of PPE & intangibles	UAH	-1 481	-982	-499
Net cash used in financing activities	UAH	-35	-26	-9
NET CHANGES in cash and cash equivalents	UAH	-174	936	-1 110
Cash and cash equivalents, beginning of the quarter	UAH	1 634	690	944
Exchange gains (losses) on cash and cash equivalents	UAH	-20	8	-28
Cash and cash equivalents, end of quarter	UAH	1 439	1 634	-195