



Association of
Institutional Investors (API)

PRESS RELEASE

June 20, 2019

Russian Association of Institutional Investors (API) is pleased to announce that Pavel Teplukhin, endorsed by API members, was elected to the Board of Lukoil where he will serve together with other independent directors.

A recent BCG report ranked Lukoil in the top ten global large-cap companies on the basis of total shareholder return over the last four years¹, which we see as a large extent driven by the significant improvements in the capital allocation policy over the period. Another welcome factor has been the improvement in governance, and following this trend the Board agreed to include a candidate to the voting ballot based on the request of minority shareholders. This was not required by law and is one of very few examples of such good corporate governance practice in the Russian market.

API thanks the Lukoil Board and management team for the constructive and proactive dialogue. Lukoil has provided an excellent example that we hope other Russian companies will follow.

¹ <https://www.bcg.com/publications/2019/interactive-value-creators-rankings.aspx>

The Association of Institutional Investors (API) is the only association of most active major institutional portfolio investors in Russia with more than RUB 2 trillion in total investment under management in Russia. The API members, including companies such as APG Algemene Pensioen Groep N. V., Barca Capital, LLC, Dart Management Inc., East Capital Asset Management AB, EOS Russia, Equinox Fund Management, Firebird Management LLC, Genesis Investment Management LLP, Prosperity Capital Management Ltd., Raiffeisen CM, Renaissance Broker, Templeton Asset Management Ltd., TT INTERNATIONAL, UCP Investment Group, JSC VTB Capital Asset Management, Uralsib Asset Management, JSC Investment Holding E-Union, CJSC Sberbank Asset Management, ATON LLC, PJSC IC RUSS-INVEST etc. implement responsible investment principles being committed to the development of best corporate governance practices at Russian public companies.