



The following is an update on the S&P's rating of Borets International Limited:

On 17th May 2016, S&P Global Ratings downgraded Borets International Limited to B+, Outlook Stable.

S&P lowered to B+ from BB- its long term corporate credit rating of Borets International Limited (Borets).

S&P's Russia national scale rating on Borets was lowered to ruA+ from ruAA- and the ratings were removed from CreditWatch with negative implications. The outlook is stable. S&P also lowered its issue rating of the notes issued by Borets Finance Limited to B+ from BB- and removed the rating from CreditWatch negative.