



PJSC “PhosAgro”

**Consolidated Interim Condensed
Financial Statements
for the nine months ended
30 September 2021 (unaudited)**

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Report on Review of Consolidated Interim Condensed Financial Statements

To the Shareholders and Board of Directors of Public Joint Stock Company "PhosAgro":

Introduction

We have reviewed the accompanying consolidated interim condensed statement of financial position of Public Joint Stock Company "PhosAgro" and its subsidiaries (together – the "Group") as at 30 September 2021 and the related consolidated interim condensed statements of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, changes in equity and cash flows for the nine-month period then ended, and the related explanatory notes. Management is responsible for the preparation and presentation of these consolidated interim condensed financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting". Our responsibility is to express a conclusion on these consolidated interim condensed financial statements based on our review.

Scope of Review

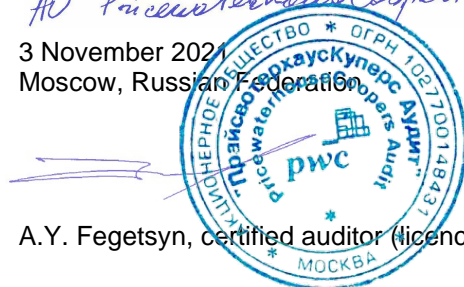
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated interim condensed financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim condensed financial statements are not prepared, in all material respects, in accordance with International Accounting Standard 34, "Interim Financial Reporting".

AO PricewaterhouseCoopers Audit

3 November 2021
Moscow, Russian Federation



A.Y. Fegetsyn, certified auditor (licence No. 03-001436), AO PricewaterhouseCoopers Audit

Reviewed entity: Public joint stock company "PhosAgro"

Record made in the Unified State Register of Legal Entities on 5 September 2002 under State Registration Number 1027700190572

Taxpayer Identification Number 7736216869

Leninsky prospekt 55/1, Building 1, Moscow, Russian Federation, 119333

Independent auditor: AO PricewaterhouseCoopers Audit

Registered by the Government Agency Moscow Registration Chamber on 28 February 1992 under No. 008.890

Record made in the Unified State Register of Legal Entities on 22 August 2002 under State Registration Number 1027700148431

Taxpayer Identification Number 7705051102

Member of Self-Regulatory Organization of Auditors Association Sodruzhestvo

Principal Registration Number of the Record in the Register of Auditors and Audit Organizations – 12006020338

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PJSC "PhosAgro"

Consolidated Interim Condensed Statement of Profit or Loss and Other Comprehensive Income
for the three and nine months ended 30 September 2021 (unaudited)

RUB million	Note	Nine months ended 30 September		Three months ended 30 September	
		2021	2020	2021	2020
Revenues	5	292,564	194,988	116,303	70,992
Cost of Group products sold	6	(148,237)	(121,598)	(55,004)	(42,275)
Cost of products for resale		(7,584)	(6,795)	(2,291)	(2,038)
Gross profit		136,743	66,595	59,008	26,679
Administrative and selling overhead expenses	7	(19,772)	(17,248)	(6,599)	(5,557)
Taxes, other than income tax, net	8	(4,446)	(2,339)	(1,449)	(756)
Other expenses, net	9	(2,423)	(1,974)	(902)	(529)
Foreign exchange (loss)/gain from operating activities, net	26	(690)	1,894	76	873
Operating profit		109,412	46,928	50,134	20,710
Finance income	10	407	576	213	223
Finance costs	10	(3,914)	(4,357)	(1,437)	(1,484)
Foreign exchange gain/(loss) from financing activities, net	26	2,775	(37,247)	(549)	(20,301)
COVID-19 related expenses		(350)	(844)	(132)	(555)
Profit/(loss) before tax		108,330	5,056	48,229	(1,407)
Income tax (expense)/benefit	11	(20,490)	(1,098)	(9,041)	74
Profit/(loss) for the period		87,840	3,958	39,188	(1,333)
Attributable to:					
Non-controlling interests*		(17)	(6)	(2)	(13)
Shareholders of the Parent		87,857	3,964	39,190	(1,320)
Basic and diluted earnings/(loss) per share (in RUB)	20	678	31	303	(10)
Other comprehensive (loss)/income Items that may be reclassified subsequently to profit or loss					
Foreign currency translation difference		(453)	3,571	51	2,037
Other comprehensive (loss)/income for the period		(453)	3,571	51	2,037
Total comprehensive income for the period		87,387	7,529	39,239	704
Attributable to:					
Non-controlling interests*		(17)	(6)	(2)	(13)
Shareholders of the Parent		87,404	7,535	39,241	717

*Non-controlling interests are the minority shareholders of the subsidiaries of PJSC "PhosAgro"

The consolidated interim condensed financial statements were approved on 3 November 2021:

Chief executive officer
A.A. Guryev

Deputy CEO for Finance and International Projects
A.F. Sharabaiko

The consolidated interim condensed statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to, and forming part of, the consolidated interim condensed financial statements set out on pages 5 to 24.

PJSC "PhosAgro"**Consolidated Interim Condensed Statement of Financial Position
as at 30 September 2021 (unaudited)**

<i>RUB million</i>	Note	30 September 2021	31 December 2020
Assets			
Property, plant and equipment	12	229,455	220,031
Advances issued for property, plant and equipment		11,671	7,835
Deferred tax assets		8,491	7,462
Right-of-use assets	13	6,369	7,335
Non-current spare parts		4,647	4,308
Catalysts		2,184	2,292
Intangible assets		1,568	1,621
Other non-current assets	14	910	948
Investments in associates		582	556
Non-current assets		265,877	252,388
Cash and cash equivalents	18	67,989	8,460
Trade and other receivables	17	34,404	17,515
Inventories	16	31,981	30,580
VAT and other taxes receivable		8,038	10,285
Income tax receivable		468	479
Other financial assets	15	271	311
Current assets		143,151	67,630
Total assets		409,028	320,018
Equity	19		
Share capital		372	372
Share premium		7,494	7,494
Retained earnings		136,656	90,757
Actuarial losses		(717)	(717)
Foreign currency translation reserve		9,128	9,581
Equity attributable to shareholders of the Parent		152,933	107,487
Equity attributable to non-controlling interests		112	129
Total equity		153,045	107,616
Liabilities			
Loans and borrowings	21	152,665	103,824
Deferred tax liabilities		11,979	11,578
Lease liabilities	22	3,036	4,268
Defined benefit obligations		938	945
Non-current liabilities		168,618	120,615
Trade and other payables	23	46,382	29,869
Loans and borrowings	21	33,522	55,316
VAT and other taxes payable		4,367	3,675
Lease liabilities	22	2,051	1,927
Income tax payable		1,043	1,000
Current liabilities		87,365	91,787
Total equity and liabilities		409,028	320,018

The consolidated interim condensed statement of financial position is to be read in conjunction with the notes to, and forming part of, the consolidated interim condensed financial statements set out on pages 5 to 24.

PJSC "PhosAgro"**Consolidated Interim Condensed Statement of Cash Flows
for the nine months ended 30 September 2021 (unaudited)**

RUB million	Note	Nine months ended 30 September	
		2021	2020
Cash flows from operating activities			
Operating profit		109,412	46,928
Adjustments for:			
Depreciation and amortisation	6, 7	20,879	20,863
Loss on disposal of property, plant and equipment and intangible assets	9	147	62
Operating profit before changes in working capital and provisions		130,438	67,853
(Increase)/decrease in inventories, catalysts and non-current spare parts		(2,257)	2,648
(Increase)/decrease in trade and other receivables		(15,835)	1,241
(Decrease)/increase in trade and other payables		(718)	1,887
Cash flows from operations before income taxes and interest paid		111,628	73,629
Income tax paid		(21,070)	(3,990)
Finance costs paid		(3,164)	(2,396)
Cash flows from operating activities		87,394	67,243
Cash flows from investing activities			
Acquisition of property, plant and equipment and intangible assets		(31,681)	(27,360)
Borrowing cost capitalised paid	12	(906)	(889)
Other		145	671
Cash flows used in investing activities		(32,442)	(27,578)
Cash flows from financing activities			
Proceeds from borrowings, net of transaction costs	21	53,296	47,829
Repayment of borrowings	21	(23,513)	(62,026)
Early eurobond partial redemption fees	10	-	(292)
Dividends paid to shareholders of the Parent	19	(22,728)	(18,774)
Dividend paid to non-controlling interests		-	(30)
Lease payments	22	(1,457)	(1,492)
Cash flows from/(used in) financing activities		5,598	(34,785)
Net increase in cash and cash equivalents		60,550	4,880
Cash and cash equivalents at 1 January		8,460	8,236
Effect of exchange rates fluctuations		(1,021)	2,292
Cash and cash equivalents at 30 September		67,989	15,408

The consolidated interim condensed statement of cash flows is to be read in conjunction with the notes to, and forming part of, the consolidated interim condensed financial statements set out on pages 5 to 24.

PJSC "PhosAgro"**Consolidated Interim Condensed Statement of Changes in Equity
for the nine months ended 30 September 2021 (unaudited)**

<i>RUB million</i>	Attributable to shareholders of the Parent					Attributable to non-controlling interests	Total equity
	Share capital	Share premium	Retained earnings	Actuarial losses	Foreign currency translation reserve		
Balance at 1 January 2020	372	7,494	111,054	(689)	7,236	170	125,637
Total comprehensive income							
Profit for the period	-	-	3,964	-	-	(6)	3,958
Foreign currency translation difference	-	-	-	-	3,571	-	3,571
Transactions with owners recognised directly in equity							
Dividends to shareholders	-	-	(22,922)	-	-	(30)	(22,952)
Balance at 30 September 2020	372	7,494	92,096	(689)	10,807	134	110,214
Balance at 1 January 2021	372	7,494	90,757	(717)	9,581	129	107,616
Total comprehensive income							
Profit for the period	-	-	87,857	-	-	(17)	87,840
Foreign currency translation difference	-	-	-	-	(453)	-	(453)
Transactions with owners recognised directly in equity							
Dividends to shareholders	-	-	(41,958)	-	-	-	(41,958)
Balance at 30 September 2021	372	7,494	136,656	(717)	9,128	112	153,045

The consolidated interim condensed statement of changes in equity is to be read in conjunction with the notes to, and forming part of, the consolidated interim condensed financial statements set out on pages 5 to 24.

1 BACKGROUND

(a) Organisation and operations

PJSC “PhosAgro” (the “Company” or the “Parent”) is a public joint stock company registered in accordance with the Civil Code of the Russian Federation. PJSC “PhosAgro” and its subsidiaries (together the “Group”) comprise Russian legal entities and foreign trading subsidiaries. The Company was registered in October 2001. The Company is located at Leninsky Prospekt 55/1, building 1, Moscow, Russian Federation, 119333.

The Group’s principal activity is the production of apatite concentrate and mineral fertilisers at plants located in the cities of Kirovsk (Murmansk Region), Cherepovets (Vologda Region), Balakovo (Saratov Region) and Volkhov (Leningrad Region), and the distribution of these products across the Russian Federation and abroad.

The Company’s key shareholders are two entities registered in Switzerland that together hold approximately 44% of the Company’s ordinary shares in total and Mr Vladimir S. Litvinenko holding approximately 21% of the Company’s ordinary shares. The above mentioned companies’ shares are ultimately owned by trusts, where the economic beneficiary is Mr Andrey G. Guryev and his family members.

(b) Russian business environment

The Group’s operations are primarily located in the Russian Federation. Consequently, the Group is exposed to the economic and financial conditions of the Russian Federation, which displays characteristics of an emerging market. The legal, tax and regulatory frameworks continue to develop, but are subject to varying interpretations and frequent changes that, together with other legal and fiscal impediments, contribute to the challenges faced by entities operating in the Russian Federation.

The Russian economy continues to be negatively impacted by ongoing political tension in the region and international sanctions against certain Russian companies and individuals. In 2020, the COVID-19 virus became a global pandemic. Together with other factors, this has resulted in a sharp decline in the stock market, which, on the backdrop of a simultaneous oil price collapse, has led to a depreciation of the Russian rouble. In response to the pandemic, the Russian authorities implemented numerous measures attempting to contain the spreading and impact of COVID-19, such as travel bans and restrictions, quarantines, shelter-in-place orders and limitations on business activity, including closures. These measures have, among other things, severely restricted economic activity in Russia and have negatively impacted, and could continue to negatively impact businesses, market participants, as well as the Russian and global economy for an unknown period of time.

PJSC “PhosAgro” was one of the first companies in Russia to start introducing measures to combat the spread of the virus among its employees. The Group provided protective equipment, medical supplies, testing kits and other essentials to the communities where it operates. The Group has developed plans for mitigating the impact of COVID-19 on its business and has reviewed the economic environment, the demand for the Group’s products, the supply chain, available bank facilities and the possible effects on its cash flow and liquidity position, including the consideration of debt covenants. Management has considered the events and conditions that could give rise to material uncertainties and concluded that the range of possible outcomes does not cast significant doubt over the Group’s ability to continue as a going concern.

The consolidated interim condensed financial statements reflect management’s assessment of the impact of the Russian business environment on the operations and the financial position of the Group. The future business environment may differ from management’s assessment.

2 BASIS OF PREPARATION

(a) Statement of compliance

The consolidated interim condensed financial statements of the Group have been prepared in accordance with IAS 34, *Interim Financial Reporting*.

2 BASIS OF PREPARATION (CONTINUED)

The Group additionally prepared consolidated interim condensed financial statements in the Russian language in order to comply with the securities market legislation.

These consolidated interim condensed financial statements do not contain all the information required for presentation in a complete set of IFRS financial statements and therefore should be read in conjunction with the Group’s consolidated annual financial statements for the year ended 31 December 2020.

(b) Significant accounting policies

The accounting policies followed in the preparation of these consolidated interim condensed financial statements are consistent with those applied in the annual consolidated financial statements as at and for the year ended 31 December 2020, except for changes resulting from the adoption of amended standards as set out below and changes in accounting policies described in Note 3.

(c) New and amended standards adopted by the Group

A number of amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amended standards.

(d) Functional currency

The national currency of the Russian Federation is the Russian rouble (“RUB”), which is the functional currency of the Parent and its subsidiaries, except for foreign trading subsidiaries, where the functional currency is the USD, EUR or other currencies.

(e) Presentation currency

These consolidated interim condensed financial statements are presented in RUB. All financial information presented in RUB has been rounded to the nearest million, except per share amounts.

The translation from USD and EUR into RUB, where applicable, was performed as follows:

Assets and liabilities in USD and EUR as at 30 September 2021 and 31 December 2020 were translated at the following closing exchange rates:

Closing exchange rate	RUB to USD 1	RUB to EUR 1
30 September 2021	72.7608	84.8755
31 December 2020	73.8757	90.6824

Profit and loss items for the nine months ended 30 September 2021 and 30 September 2020 were translated at the average exchange rate for the appropriate month:

Average exchange rate for the month	2021		2020	
	RUB to USD 1	RUB to EUR 1	RUB to USD 1	RUB to EUR 1
January	74.2291	90.5062	61.7823	68.7249
February	74.3842	89.9403	63.8836	69.7001
March	74.4151	88.6904	73.3183	81.0512
April	76.0977	90.8178	75.2321	81.9481
May	74.0438	89.8856	72.6187	79.0550
June	72.5106	87.4537	69.2239	77.9624
July	73.9194	87.3794	71.2853	81.3800
August	73.5942	86.6334	73.7998	87.3414
September	72.8914	85.9412	75.6621	89.2870

Equity items arising during the year are recognised at the exchange rate ruling at the date of transaction. The resulting foreign exchange difference is recognised in other comprehensive income.

3 CHANGE IN ACCOUNTING POLICY AND RECLASSIFICATIONS

Starting from 1 January 2021, the Group:

- Changed its accounting policy on the recognition of logistics expenses to the point of sale. The Group started to capitalise such logistics expenses in the cost of finished goods, while previously these expenses were recognised as part of selling expenses as they occurred. The Group also classified these expenses as part of the cost of products sold, while previously these expenses were recognised as part of selling expenses. The comparative figures were changed respectively to align them with the current year presentation. Balances at 1 January 2020 were not restated as having no material effect on the financial statements.
- Changed the presentation of administrative and fixed selling expenses. The Group started to present these expenses together as administrative and selling overhead expenses, while previously these expenses were presented separately as selling and as administrative expenses. The comparative figures were changed respectively to align them with the current year presentation.
- Netted-off trade accounts receivable against other payables under the arrangement with the bank for the sale of accounts receivable described in Note 17.
- Separately presented spare parts to be used as part of non-current assets and made other reclassifications.

Management believes that the new accounting policy and change in classification and presentation of certain expenses will provide more relevant and transparent information about the results of Group's operations.

The tables below reconcile the carrying amounts of assets, liabilities, equity, expenses and cash flows as presented in accordance with the previous accounting policy and the new amounts after the changes were adopted.

PJSC “PhosAgro”

Notes to the Consolidated Interim Condensed Financial Statements
for the nine months ended 30 September 2021 (unaudited)

3 CHANGE IN ACCOUNTING POLICY AND RECLASSIFICATIONS (CONTINUED)

Extract from the Consolidated Interim Condensed Statement of Financial Position:

<i>RUB million</i>	31 December 2020 (as previously reported)	Adjustment/ reclassification	31 December 2020 (as presented)
Assets			
Non-current spare parts	-	4,308	4,308
Non-current assets	248,080	4,308	252,388
Trade and other receivables	32,887	(15,372)	17,515
VAT and other taxes receivable	-	10,285	10,285
Income tax receivable	-	479	479
Inventories	32,636	(2,056)	30,580
Current assets	74,294	(6,664)	67,630
Total assets	322,374	(2,356)	320,018
Equity			
Retained earnings	88,887	1,870	90,757
Equity attributable to shareholders of the Parent	105,617	1,870	107,487
Total equity	105,746	1,870	107,616
Liabilities			
Deferred tax liabilities	11,196	382	11,578
Non-current liabilities	120,233	382	120,615
Trade and other payables	39,152	(9,283)	29,869
Income tax payable	-	1,000	1,000
VAT and other taxes payable	-	3,675	3,675
Current liabilities	96,395	(4,608)	91,787
Total equity and liabilities	322,374	(2,356)	320,018

PJSC “PhosAgro”

Notes to the Consolidated Interim Condensed Financial Statements
for the nine months ended 30 September 2021 (unaudited)

3 CHANGE IN ACCOUNTING POLICY AND RECLASSIFICATIONS (CONTINUED)

Extract from the Consolidated Interim Condensed Statement of Profit or Loss and Other Comprehensive Income:

<i>RUB million</i>	Nine months ended 30 September 2020 (as previously reported)	Reclassification	Nine months ended 30 September 2020 (as presented)
Cost of sales	(103,722)	103,722	-
Cost of Group products sold	-	(121,598)	(121,598)
Cost of products for resale	-	(6,795)	(6,795)
Gross profit	91,266	(24,671)	66,595
Selling expenses	(28,978)	28,978	-
Administrative expenses	(12,941)	12,941	-
Administrative and selling overhead expenses	-	(17,248)	(17,248)
Foreign exchange gain from operating activities, net	-	1,894	1,894
Operating profit	45,034	1,894	46,928
Foreign exchange loss	(35,353)	35,353	-
Foreign exchange loss from financing activities, net	-	(37,247)	(37,247)

<i>RUB million</i>	Three months ended 30 September 2020 (as previously reported)	Reclassification	Three months ended 30 September 2020 (as presented)
Cost of sales	(35,802)	35,802	-
Cost of Group products sold	-	(42,275)	(42,275)
Cost of products for resale	-	(2,038)	(2,038)
Gross profit	35,190	(8,511)	26,679
Selling expenses	(9,929)	9,929	-
Administrative expenses	(4,139)	4,139	-
Administrative and selling overhead expenses	-	(5,557)	(5,557)
Foreign exchange gain from operating activities, net	-	873	873
Operating profit	19,837	873	20,710
Foreign exchange loss	(19,428)	19,428	-
Foreign exchange loss from financing activities, net	-	(20,301)	(20,301)

Extract from the Consolidated Interim Condensed Statement of Changes in Equity:

<i>RUB million</i>	31 December 2020 (as previously reported)	Adjustment	31 December 2020 (as presented)
Retained earnings	88,887	1,870	90,757
Total	105,746	1,870	107,616

3 CHANGE IN ACCOUNTING POLICY AND RECLASSIFICATIONS (CONTINUED)*Extract from the Consolidated Interim Condensed Statement of Cash Flows:*

<i>RUB million</i>	Nine months ended 30 September 2020 (as previously reported)	Reclassification	Nine months ended 30 September 2020 (as presented)
Cash flows from operating activities			
Operating profit	45,034	1,894	46,928
Operating profit before changes in working capital and provisions	65,959	1,894	67,853
Decrease in trade and other receivables	3,601	(2,360)	1,241
Increase in trade and other payables	1,421	466	1,887

4 SEGMENT INFORMATION

Operating segments are components that engage in business activities that may earn revenues or incur expenses, whose operating results are regularly reviewed by the chief operating decision maker (CODM) and for which discrete financial information is available. The CODM has been identified as the Group's top management.

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments:

- *The Phosphate-based products segment* includes mainly the production and distribution of ammophos, diammonium phosphate, sodium tripolyphosphate and other phosphate-based and complex (NPK) fertilisers at factories located in Cherepovets, Balakovo and Volkhov, and the production and distribution of apatite concentrate extracted from apatite-nepheline ore, which is mined and processed in Kirovsk;
- *The Nitrogen-based products segment* includes mainly the production and distribution of ammonia, ammonium nitrate and urea at a factory located in Cherepovets.

Certain revenue and expenses are not allocated to any particular segment and are, therefore, included in the “other operations” column. None of these operations meet any of the quantitative thresholds for determining reportable segments.

The CODM assesses the performance of the reportable segments based on, among other factors, a measure of EBITDA (operating profit adjusted by depreciation and amortization). Since the EBITDA term is not a standard IFRS measure, its definition may differ from that of other companies.

Information regarding the results of each reportable segment is included below.

PJSC “PhosAgro”

Notes to the Consolidated Interim Condensed Financial Statements
for the nine months ended 30 September 2021 (unaudited)

4 SEGMENT INFORMATION (CONTINUED)

Segment information for the nine months ended 30 September 2021 is as follows:

<i>RUB million</i>	Phosphate-based products	Nitrogen-based products	Other operations	Total
<i>Segment revenue and profitability</i>	234,723	48,326	9,515	292,564
Segment external revenues, thereof:				
Export	158,589	43,229	2,627	204,445
Domestic	76,134	5,097	6,888	88,119
Cost of Group products sold	(124,915)	(22,160)	(1,162)	(148,237)
Cost of products for resale	-	-	(7,584)	(7,584)
Gross segment profit	109,808	26,166	769	136,743
Administrative and selling overhead expenses	(16,336)	(3,285)	(151)	(19,772)
Taxes, other than income tax, net	(4,268)	(173)	(5)	(4,446)
Other income and expenses, net	(1,999)	(414)	(10)	(2,423)
Foreign exchange loss from operating activities, net	(526)	(160)	(4)	(690)
Operating profit	86,679	22,134	599	109,412
<i>Certain items of profit and loss</i>				
Depreciation and amortisation	(16,595)	(3,900)	(384)	(20,879)
EBITDA	103,274	26,034	983	130,291
Finance income	311	69	27	407
Finance costs	(3,230)	(677)	(7)	(3,914)
Foreign exchange gain(loss) from financing activities, net	2,434	343	(2)	2,775
COVID-19 related expenses	(306)	(42)	(2)	(350)
Profit before tax	85,888	21,827	615	108,330

PJSC “PhosAgro”

Notes to the Consolidated Interim Condensed Financial Statements
for the nine months ended 30 September 2021 (unaudited)

4 SEGMENT INFORMATION (CONTINUED)

Segment information of the Group for the nine months ended 30 September 2020 is as follows:

<i>RUB million</i>	Phosphate-based products	Nitrogen-based products	Other operations	Total
<i>Segment revenue and profitability</i>				
Segment external revenues, thereof:	157,178	29,325	8,485	194,988
Export	101,683	23,748	972	126,403
Domestic	55,495	5,577	7,513	68,585
Cost of Group products sold	(102,250)	(18,042)	(1,306)	(121,598)
Cost of products for resale	-	-	(6,795)	(6,795)
Gross segment profit	54,928	11,283	384	66,595
Administrative and selling overhead expenses	(14,528)	(2,552)	(168)	(17,248)
Taxes, other than income tax, net	(2,206)	(127)	(6)	(2,339)
Other expenses, net	(1,748)	(226)	-	(1,974)
Foreign exchange gain from operating activities, net	1,593	301	-	1,894
Operating profit	38,039	8,679	210	46,928
<i>Certain items of profit and loss</i>				
Amortisation and depreciation	(16,322)	(4,233)	(308)	(20,863)
EBITDA	54,361	12,912	518	67,791
Finance income	479	80	17	576
Finance costs	(3,612)	(736)	(9)	(4,357)
Foreign exchange loss from financing activities, net	(31,927)	(5,313)	(7)	(37,247)
COVID-19 related expenses	(763)	(80)	(1)	(844)
Profit before tax	2,216	2,630	210	5,056

The analysis of export revenue by regions is as follows:

<i>RUB million</i>	Nine months ended 30 September	
	2021	2020
South America	75,365	28,206
Europe	73,288	49,236
North America	20,782	10,204
Africa	12,516	8,966
India	10,735	18,662
CIS	9,255	8,163
Asia	2,504	2,966
	204,445	126,403

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5 REVENUES

<i>RUB million</i>	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Phosphate-based products	234,723	157,178	97,429	59,786
Sales of chemical fertilizers	208,389	130,388	88,319	50,088
Sales of apatite concentrate	18,193	19,376	6,412	7,043
Sales of other phosphate-based products and services	8,141	7,414	2,698	2,655
Nitrogen-based products	48,326	29,325	15,884	8,521
Other	9,515	8,485	2,990	2,685
	292,564	194,988	116,303	70,992

6 COST OF GROUP PRODUCTS SOLD

<i>RUB million</i>	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Production expenses for Group goods sold	(118,006)	(97,063)	(44,916)	(33,820)
Depreciation	(18,771)	(18,721)	(6,433)	(6,498)
Materials and services	(17,099)	(15,230)	(6,258)	(5,402)
Sulphur and sulphuric acid	(12,004)	(3,459)	(5,942)	(1,201)
Salaries and social contributions	(11,562)	(10,910)	(4,003)	(3,796)
Potash	(11,284)	(9,811)	(4,985)	(3,785)
Natural gas	(9,671)	(9,875)	(2,795)	(2,954)
Ammonia	(9,433)	(3,480)	(4,554)	(1,213)
Repair and maintenance expenses	(8,609)	(7,380)	(2,972)	(2,613)
Transportation of phosphate rock	(6,659)	(6,682)	(2,422)	(2,446)
Electricity	(4,924)	(4,919)	(1,713)	(1,683)
Fuel	(4,092)	(2,970)	(1,369)	(923)
Drilling and blasting operations expenses	(2,780)	(2,380)	(973)	(891)
Ammonium sulphate	(1,118)	(1,246)	(497)	(415)
Logistics expenses for Group goods sold	(30,231)	(24,535)	(10,088)	(8,455)
Freight, port and stevedoring expenses	(19,286)	(13,909)	(6,469)	(4,845)
Russian Railways infrastructure tariff and operators' fees	(8,329)	(8,732)	(2,730)	(2,815)
Customs duties	(1,654)	(1,023)	(516)	(459)
Other services	(962)	(871)	(373)	(336)
	(148,237)	(121,598)	(55,004)	(42,275)

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7 ADMINISTRATIVE AND SELLING OVERHEAD EXPENSES

<i>RUB million</i>	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Administrative overhead expenses:	(14,946)	(12,941)	(5,057)	(4,139)
Salaries and social contributions	(9,722)	(8,376)	(3,280)	(2,648)
Professional services	(1,279)	(1,285)	(441)	(332)
Depreciation and amortisation	(1,022)	(1,019)	(330)	(341)
Security and fire safety services	(777)	(658)	(271)	(230)
Other	(2,146)	(1,603)	(735)	(588)
Selling overhead expenses:	(4,826)	(4,307)	(1,542)	(1,418)
Salaries and social contributions	(2,890)	(2,318)	(980)	(736)
Depreciation and amortisation	(1,086)	(1,123)	(300)	(378)
Materials and services	(850)	(866)	(262)	(304)
	(19,772)	(17,248)	(6,599)	(5,557)

8 TAXES, OTHER THAN INCOME TAX, NET

<i>RUB million</i>	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Mineral extraction tax	(2,725)	(856)	(879)	(257)
Property tax	(1,269)	(1,022)	(417)	(343)
Land tax	(166)	(195)	(57)	(65)
Environment pollution payment	(145)	(122)	(51)	(42)
VAT included in expenses	(71)	(83)	(21)	(28)
Use of water resources payment	(40)	(33)	(14)	(11)
Other taxes	(30)	(28)	(10)	(10)
	(4,446)	(2,339)	(1,449)	(756)

9 OTHER EXPENSES, NET

<i>RUB million</i>	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Social expenditures	(2,256)	(2,005)	(1,050)	(669)
(Increase)/decrease in provision for inventory obsolescence	(351)	(60)	19	(1)
(Loss)/gain on disposal of property, plant and equipment and intangible assets	(147)	(62)	41	(21)
Increase in provision for bad debt and expected credit losses allowance	(64)	(64)	(2)	(7)
Gain/(loss) on disposal of inventories	284	(16)	140	29
Reversal/(accrual) of contingent liabilities	19	(147)	15	(96)
Other income/(expenses), net	92	380	(65)	236
	(2,423)	(1,974)	(902)	(529)

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10 FINANCE INCOME AND FINANCE COSTS

<i>RUB million</i>	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Interest income	335	241	197	73
Share of profit of associates	27	51	1	18
Gain arising from operations with foreign currency	-	143	-	116
Agent's fee income upon dividends payments on the Group's GDR	-	91	-	-
Other finance income	45	50	15	16
Finance income	407	576	213	223
Interest expense on borrowings	(2,862)	(2,732)	(961)	(920)
Interest expense on lease liabilities	(311)	(363)	(94)	(125)
Loss arising from operations with foreign currency	(250)	-	(204)	-
Bank fees (including early eurobond partial redemption fees)	(136)	(478)	(59)	(74)
Securitisation fees	(101)	(115)	(27)	(20)
Increase in provision for bad debts for financial investments	(94)	(562)	(35)	(311)
Interest expense on defined benefit obligations	(41)	(40)	(13)	(13)
Other finance costs	(119)	(67)	(44)	(21)
Finance costs	(3,914)	(4,357)	(1,437)	(1,484)

11 INCOME TAX EXPENSE

The Company's applicable corporate income tax rate is 20% (nine months ended 30 September 2020: 20%).

<i>RUB million</i>	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Current income tax expense	(21,138)	(4,518)	(8,876)	(866)
Deferred income tax - origination and reversal of temporary differences, including change in unrecognised assets	648	3,420	(165)	940
Income tax (expense)/benefit	(20,490)	(1,098)	(9,041)	74

Reconciliation of effective tax rate:

	Nine months ended 30 September			
	2021 RUB million	%	2020 RUB million	%
Profit before tax	108,330		5,056	
Income tax at applicable tax rate	(21,666)	(20)	(1,011)	(20)
Effect of tax rates in foreign jurisdictions	308	-	477	9
Tax effect of items which are not deductible or assessable for taxation purposes	(613)	-	(908)	(18)
Effect of reduction in tax rate	1,451	1	344	7
Tax incentive	30	-	-	-
Income tax expense	(20,490)	(19)	(1,098)	(22)

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12 PROPERTY, PLANT AND EQUIPMENT

<i>RUB million</i>	Land and buildings	Plant and equipment	Fixtures and fittings	Construction in progress	Total
Net book value at 1 January 2020	72,708	83,765	5,991	36,995	199,459
Additions	955	2,492	1,486	20,706	25,639
Transfer from right-of-use assets (note 13)	-	8	-	-	8
Transfers	4,701	14,296	-	(18,997)	-
Disposals	(36)	(29)	(3)	(51)	(119)
Depreciation	(4,426)	(13,112)	(1,393)	-	(18,931)
Effect of foreign currency translation reserve	128	392	6	-	526
Net book value at 30 September 2020	74,030	87,812	6,087	38,653	206,582
Net book value at 1 January 2021	79,150	95,677	6,604	38,600	220,031
Additions	1,224	2,915	1,591	23,388	29,118
Transfers to right-of-use assets (note 13)	-	(12)	-	-	(12)
Transfers	7,008	11,776	-	(18,784)	-
Disposals	(165)	(68)	(2)	(75)	(310)
Depreciation	(4,794)	(13,141)	(1,377)	-	(19,312)
Effect of foreign currency translation reserve	(32)	(27)	(1)	-	(60)
Net book value at 30 September 2021	82,391	97,120	6,815	43,129	229,455

During the nine months ended 30 September 2021, the Group capitalised borrowing costs of RUB 906 million (RUB 889 million in the nine months ended 30 September 2020) using the weighted average interest rate of 3.12% per year (3.26% per year in the nine months ended 30 September 2020).

As at 30 September 2021, the balance of the construction in progress account includes accumulated costs mainly related to:

in Cherepovets:

- Aluminium fluoride production facilities development (RUB 2,180 million);
- Ammonia production facilities development (RUB 882 million);
- Phosphoric acid extract and fertilizers production facilities development (RUB 728 million);
- Ammonium sulphate plant construction (RUB 243 million).

in Kirovsk:

- Kirovsk mine extension and modernisation (RUB 14,004 million);
- Apatite-nepheline beneficiation facilities construction (RUB 2,401 million);
- Rasvumchorrskiy mine development (RUB 2,267 million).

in Volkhov:

- Filtering station for phosphoric acid extraction construction (RUB 2,714 million);
- Sulphuric acid production facilities construction (RUB 2,482 million);
- Communication lines construction (RUB 1,396 million);
- Monoammonium phosphate production facilities construction (RUB 837 million).

in Balakovo:

- Vacuum system for phosphoric acid production construction (RUB 543 million);
- Ammonium sulphate production facilities development (RUB 493 million).

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13 RIGHT-OF-USE ASSETS

The Group has the following types of right-of-use assets: railway wagons, production equipment and offices.

<i>RUB million</i>	Buildings	Plant and equipment	Total
Net book value at 1 January 2020	109	6,782	6,891
New lease contracts and modification on existing lease contracts	75	1,928	2,003
Transfers to property, plant and equipment (note 12)	-	(8)	(8)
Depreciation	(55)	(1,149)	(1,204)
Disposals	(18)	(15)	(33)
Effect of foreign currency translation reserve	20	2	22
Net book value at 30 September 2020	131	7,540	7,671
Net book value at 1 January 2021	185	7,150	7,335
New lease contracts and modification on existing lease contracts	209	164	373
Transfers from property, plant and equipment (note 12)	-	12	12
Depreciation	(83)	(1,240)	(1,323)
Disposals	(11)	(6)	(17)
Effect of foreign currency translation reserve	(9)	(2)	(11)
Net book value at 30 September 2021	291	6,078	6,369
	Nine months ended		
	30 September		
<i>RUB million</i>	2021	2020	
<i>Amounts recognised in profit and loss</i>			
Depreciation expense on right-of-use assets	1,323	1,204	
Interest expense on lease liabilities	311	363	

14 OTHER NON-CURRENT ASSETS

<i>RUB million</i>	30 September	31 December
	2021	2020
Long-term accounts receivable	721	732
Loans issued to third parties, at amortised cost	714	716
Financial assets, at fair value through profit or loss	596	592
Loans issued to employees, at amortised cost	102	148
Provision for loans issued to third parties and long-term accounts receivable	(1,223)	(1,240)
	910	948

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15 OTHER FINANCIAL ASSETS

<i>RUB million</i>	30 September 2021	31 December 2020
Interest receivable	175	134
Loans issued to employees, at amortised cost	92	125
Loans issued to third parties, at amortised cost	70	48
Dividend receivable	-	41
Provision for doubtful accounts	(66)	(37)
	271	311

16 INVENTORIES

<i>RUB million</i>	30 September 2021	31 December 2020
Raw materials and spare parts	9,124	8,086
<i>Finished goods:</i>		
Chemical fertilisers	14,989	14,254
Phosphate rock	533	717
Other products	378	378
<i>Work-in-progress:</i>		
Chemical fertilisers and other products	5,912	4,902
Chemical fertilisers and other products for resale, purchased from third parties	1,453	2,292
Other goods	164	172
Provision for obsolescence	(572)	(221)
	31,981	30,580

17 TRADE AND OTHER RECEIVABLES

<i>RUB million</i>	30 September 2021	31 December 2020
Financial assets		
Trade accounts receivable	25,613	11,212
Other receivables	762	996
Provision for doubtful accounts and expected credit losses allowance	(298)	(349)
Non-financial assets		
Advances issued	8,131	5,537
Deferred expenses	167	117
Receivables from employees	41	22
Provision for doubtful accounts and expected credit losses allowance	(12)	(20)
	34,404	17,515

17 TRADE AND OTHER RECEIVABLES (CONTINUED)

The movements in bad debt and expected credit losses allowance are as follows:

<i>RUB million</i>	2021	2020
Balance at 1 January	(369)	(258)
Use of allowance	118	65
Reversal of allowance	8	6
Effect of foreign currency translation reserve	1	(43)
Increase in provision for doubtful accounts and expected credit losses allowance	(68)	(86)
Reclassification of current assets	-	(37)
Balance at 30 September	(310)	(353)

The Group sells trade receivables to a bank without recourse. The arrangement with the bank assumes that the customers remit cash directly to the Group and the Group transfers the collected amounts to the bank.

Payables to the bank of RUB 1,878 million at 30 September 2021 are presented within other payables (31 December 2020: RUB 852 million). Receivables from the bank of RUB 687 million at 30 September 2021 represent a security deposit and included in trade receivables (31 December 2020: RUB 537 million).

The following information shows the carrying amount of trade receivables for the reporting period that were transferred and derecognised and the cash proceeds received.

<i>RUB million</i>	Nine months ended 30 September	
	2021	2020
Trade receivables transferred to the bank	16,534	11,863
Associated cash inflow	5,517	1,785
Associated cash outflow	(3,566)	(2,948)
Net-off with other payables	11,017	10,078
Other non-cash turnovers	150	125

18 CASH AND CASH EQUIVALENTS

<i>RUB million</i>	30 September 2021	31 December 2020
Cash in bank	22,381	4,023
Call deposits	45,600	4,432
Petty cash	8	5
	67,989	8,460

The most significant balances of cash and cash equivalents were held in banks with credit rating from an AA to BBB.

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19 EQUITY**Dividends**

Proposed by the Board of Directors in	Approved by shareholders in	Amount per share RUB	Amount of dividends RUB million
Total dividends approved during the reporting period			
April 2021	May 2021	63	8,158.5
May 2021	June 2021	105	13,597.5
August 2021	September 2021	156	20,202
Total dividends approved subsequent to the reporting date			
November 2021	December 2021	234	30,303
			72,261

20 EARNINGS/LOSS PER SHARE

Basic earnings/loss per share are calculated based on the weighted average number of ordinary shares outstanding during the period. Basic and diluted earnings/loss per share are the same, as there is no effect of dilution.

	Nine months ended 30 September		Three months ended 30 September	
	2021	2020	2021	2020
Weighted average number of ordinary shares in issue	129,500,000	129,500,000	129,500,000	129,500,000
Profit/(loss) for the period attributable to shareholders of the Parent, RUB million	87,857	3,964	39,190	(1,320)
Basic and diluted earnings/(loss) per share, RUB	678	31	303	(10)

21 LOANS AND BORROWINGS

This note provides information about the contractual terms of the Group's loans and borrowings.

<i>RUB million</i>	30 September 2021	31 December 2020
Current loans and borrowings:		
Eurobonds	25,466	25,857
Unsecured bank loans	6,377	28,326
Interest payable	1,681	1,137
Bank commission (short-term)	(2)	(4)
	33,522	55,316
Non-current loans and borrowings:		
Eurobonds	109,141	73,876
Unsecured bank loans	43,762	30,159
Bank commission (long-term)	(238)	(211)
	152,665	103,824
	186,187	159,140

21 LOANS AND BORROWINGS (CONTINUED)

In May 2017, the Company's SPV issued a USD 500 million 4.5-year Eurobond with a coupon rate of 3.95%, which is listed on the Irish Stock Exchange. In 2020, the Group repaid USD 150 million of the Eurobond ahead of schedule. The fair value of the Eurobond at the reporting date is RUB 25,544 million (31 December 2020: RUB 26,514 million).

In January 2018, the Company's SPV issued a USD 500 million 5.25-year Eurobond with a coupon rate of 3.949%, which is listed on the Irish Stock Exchange, with the fair value at the reporting date of RUB 37,729 million (31 December 2020: RUB 38,763 million).

In January 2020, the Company's SPV issued a USD 500 million 5-year Eurobond with a coupon rate of 3.05%, which is listed on the Irish Stock Exchange, with the fair value at the reporting date of RUB 37,853 million (31 December 2020: RUB 38,534 million).

In September 2021, the Company's SPV issued a USD 500 million 7-year Eurobond with a coupon rate of 2.6%, which is listed on the Irish Stock Exchange, with the fair value at the reporting date of RUB 36,475 million.

Management believes that the fair value of the Group's other loans and borrowings approximates their carrying amounts.

The breakdown of the loans and borrowings denominated in different currencies is as follows:

<i>RUB million</i>	30 September 2021	31 December 2020
USD-denominated	176,737	129,593
EUR-denominated	8,281	20,018
RUB-denominated	1,169	9,529
	186,187	159,140

The maturity of the loans and borrowings is as follows:

<i>RUB million</i>	30 September 2021	31 December 2020
Less than 1 year	33,522	55,320
1-2 years	50,760	12,182
2-3 years	10,307	40,859
3-4 years	40,210	3,921
4-5 years	11,105	40,859
More than 5 years	40,523	6,214
Bank commission	(240)	(215)
	186,187	159,140

Reconciliation of loans and borrowings balances:

<i>RUB million</i>	Nine months ended 30 September	
	2021	2020
Balance as at 1 January	159,140	133,576
Cash inflows	53,296	47,829
Cash outflows	(23,513)	(62,026)
Interest accrued	2,862	2,732
Interest paid	(2,340)	(1,806)
Amortisation of bank commission	61	60
Foreign exchange (gain)/loss	(3,109)	38,406
Other turnovers	(210)	-
Balance as at 30 September	186,187	158,771

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22 LEASE LIABILITIES

<i>RUB million</i>	Lease liability without subsequent asset buyout	Lease liability with subsequent asset buyout	Total
Balance as at 1 January 2020	4,757	1,487	6,244
New lease contracts and modification of existing lease contracts	97	1,705	1,802
Interest expense on lease liabilities	228	135	363
Principal lease payments	(953)	(539)	(1,492)
Interest lease payments	(229)	(134)	(363)
Effect of foreign currency translation reserve	22	-	22
Balance as at 30 September 2020	3,922	2,654	6,576
Balance as at 1 January 2021	3,622	2,573	6,195
New lease contracts and modification of existing lease contracts	476	(114)	362
Interest expense on lease liabilities	177	134	311
Principal lease payments	(1,006)	(451)	(1,457)
Interest lease payments	(177)	(134)	(311)
Effect of foreign currency translation reserve	(12)	(1)	(13)
Balance as at 30 September 2021	3,080	2,007	5,087

23 TRADE AND OTHER PAYABLES

<i>RUB million</i>	30 September 2021	31 December 2020
Dividends payable	19,230	-
Trade accounts payable	14,335	12,230
including accounts payable for property, plant and equipment and intangible assets	5,545	4,777
Advances received (contract liabilities)	6,063	12,406
Payables to employees	4,541	4,029
Accruals	191	210
Other payables	2,022	994
	46,382	29,869

24 COMMITMENTS

As at 30 September 2021, the Group had contractual commitments for the purchase of property, plant and equipment for RUB 26,917 million (31 December 2020: RUB 31,197 million), including VAT where applicable.

25 RELATED PARTY TRANSACTIONS

Parties are generally considered to be related if the parties are under common control or if one party has the ability to control the other party or can exercise significant influence or joint control over the other party in making financial and operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form. Other related parties include entities controlled by the Company's key shareholders.

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25 RELATED PARTY TRANSACTIONS (CONTINUED)

The balances and transactions with related parties are usually unsecured and denominated in RUB.

a) Transactions with related parties

RUB million	Nature of relationship	Nine months ended 30 September	
		2021	2020
Sales of goods and services	Associates	18	19
Other income, net	Associates	-	1
Purchases of goods and services	Associates	(426)	(428)
Sales of goods and services	Other related parties	743	579
Other expenses, net	Other related parties	(34)	(25)
Purchases of goods and services	Other related parties	(159)	(80)

b) Balances with related parties

RUB million	Nature of relationship	30 September 2021	31 December 2020
Trade and other receivables	Associates	15	16
Trade and other payables	Associates	(12)	(12)
Trade and other receivables	Other related parties	10	14
Trade and other payables	Other related parties	(132)	(237)

c) Financial guarantees

The Group issued financial guarantees to the bank to secure associates' bank loans amounting to RUB 150 million (31 December 2020: RUB 340 million).

26 FOREIGN CURRENCY RISK

The Group's net monetary position on balances denominated in foreign currencies other than the respective functional currencies is as follows:

RUB million	30 September 2021	31 December 2020
Group companies in Russia:		
USD-denominated net liabilities	(149,470)	(130,337)
EUR-denominated net liabilities	(8,478)	(20,782)
	(157,948)	(151,119)
Foreign Group companies:		
USD-denominated net assets	1,640	1,594
EUR-denominated net assets	3,089	745
	4,729	2,339
Total:		
USD-denominated net liabilities	(147,830)	(128,743)
EUR-denominated net liabilities	(5,389)	(20,037)
	(153,219)	(148,780)

The foreign exchange gain recognised in profit or loss of RUB 2,085 million (RUB 35,353 million of foreign exchange loss for the comparative period) resulted from the appreciation of the Russian rouble against major currencies during the reporting period (depreciation of the Russian rouble against major currencies during the comparative period).

26 FOREIGN CURRENCY RISK (CONTINUED)

In addition, the net assets of the Group's foreign subsidiaries denominated in USD, EUR and other currencies amounted to RUB 17,046 million as at the reporting date (31 December 2020: RUB 16,760 million).

27 DETERMINATION OF FAIR VALUES

Fair values of assets and liabilities are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- *Level 1*: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- *Level 2*: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- *Level 3*: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Fair values have been determined for measurement and / or disclosure purposes based on the methods described below. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

a) Financial assets and liabilities measured at amortised cost

The fair values of financial assets and liabilities presented by loans issued, trade and other receivables, cash and cash equivalents, trade and other payables approximate their carrying amounts as at the reporting date.

The fair values of eurobonds are determined for disclosure purposes based on quoted market prices and included in level 1 of the fair value hierarchy. The fair values of loans and borrowings are categorised as Level 3 of the fair value hierarchy. The fair values are calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date.

b) Financial instruments measured at fair value

The fair value of investments measured at fair value through profit or loss is categorised as Level 3 of the fair value hierarchy. Management believes that no changes are required to the fair value of the investment estimated in the consolidated financial statements as at 31 December 2020.

28 SEASONALITY

The Group is subject to certain seasonal fluctuations in fertiliser demand due to the timing of fertiliser application and, as a result, fertiliser purchases by farmers. This normally results in increase of finished goods volume and advances received from local customers at the year-end. Although, the effect of seasonality on the Group's revenue is partially offset by the fact that the Group sells its fertilisers globally and fertiliser application and purchases vary by region.

The Group's costs are generally stable throughout the year, although maintenance activities undertaken at the Group's production facilities may not be evenly spread.

29 SUBSEQUENT EVENTS

In November 2021, the Company's SPV redeemed RUB 24,682 million (USD 350 million in principal amount) of Eurobonds issued in May 2017 with a coupon rate of 3.95%. The redemption was financed through the proceeds from Eurobonds issued in September 2021.