



P.Rajin is removed from the sanctions list of UNSC by Rresolution 2371

Since August 5, 2017 a separate scheme for the harmonization of coal transit has entered in force

Port infrastructure

Depth along the quay

12 m

Vessel Deadweight

50k tons

480 mBerth allows handling

2 vessels simultaneously



Railroad infrastructure

Combined railway track

Khasan (Russia) —Tumangan (DPRK) Handling simultaneously

54 km

72 coal-loaded cars

Rail gauge

1435 mm 1520 mm Train-handling capacity

12 train-pairs /24 hours7-8 mln. tons /year

Storage facilities

Operating railroad zone for unloading coal from train cars

Back storage for purified /crushed / assorted coal

Coal purification including magnetic separation of the whole volume of the coal received

Quay store areas for forming lots of coal to be loaded on ships

Results of 2017

In 2017 the joint venture proved its operating efficiency and economic soundness

EBITDA in amount of

239 million rubles

28% of EBITDAmargin

Jan-Oct Monthly average volume of shipments

205,3 thousand mt

planned 183,3 thousand mt

Since 2016 cargo turn-over growth for

35%

Main ideas of the project

- RF-DPRK-ROK trilateral cooperation
- Reducing tensions on the KoreanPeninsula
- Win-Win project for all member countries



Nuclear issue blocks large-scale cooperation



Unilateral sanctions imposed by number of countries against DPRK make the company's activity complicated