

Polymetal London Ltd Tax Strategy for 2018

Polymetal London Ltd ("PM London") is a 100% subsidiary of Polymetal International plc and the only group company registered in the UK.

PM London's tax strategy is to fully comply with statutory tax obligations and maintain co-operative relationships with tax authorities, to partner the business in providing relevant tax advice and to enhance shareholder value.

PM London's objective is to ensure that all taxes are correctly accounted for and that tax returns are completed accurately and on time and that any tax liabilities are paid. There are sufficient processes and controls in place to ensure that objective is met.

The PM London's tax strategy is regularly reviewed and supported by the use of appropriate advisers. Cross-border transactions undertaken between related companies are taxed on an 'arm'slength' basis in accordance with the principles endorsed by the OECD and the United Nations Committee of Experts on International Cooperation in Tax Matters.

PM London aims to conclude tax audits as quickly as possible. Where disputes arise over the interpretation and application of tax legislation, PM London will seek to resolve any differences by discussing the merits with the UK tax authorities.

PM London consistently applies the presented strategy from year to year.