



NOVATEK

OAO Yamal LNG Acquisition Summary Conference Call



Leonid V. Mikhelson, Chairman of the Management Board

Mark A. Gyetvay, Chief Financial Officer and Member of the Board of Directors

2 June 2009, Moscow



NOVATEK

Disclaimer

This presentation does not constitute or form part of, and should not be construed as, an offer to sell or issue or the solicitation of an offer to buy or acquire securities of the Company or any of its subsidiaries in any jurisdiction or an inducement to enter into investment activity in any jurisdiction. Neither this presentation nor any part thereof, nor the fact of its distribution, shall form the basis of, or be relied on in connection with, any contract or commitment or investment decision whatsoever. The information contained in this presentation has not been independently verified. The information in this presentation is subject to verification, completion and change without notice and neither the Company is under any obligation to update or keep current the information contained herein. Accordingly, no representation or warranty, express or implied, is made or given by or on behalf of the Company or any of its respective members, directors, officers or employees nor any other person accepts any liability whatsoever (in negligence or otherwise) for any loss howsoever arising from any use of this presentation or its contents or otherwise arising in connection therewith.

This presentation and the information contained herein does not constitute and should not be construed as an offer to sell or the solicitation of an offer to buy securities in the United States as defined in Regulation S under the US Securities Act of 1933 (the "Securities Act"). Any securities of the Company may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The Company has not registered and does not intend to register any portion of the Offering in the United States or to conduct a public offering of securities in the United States.

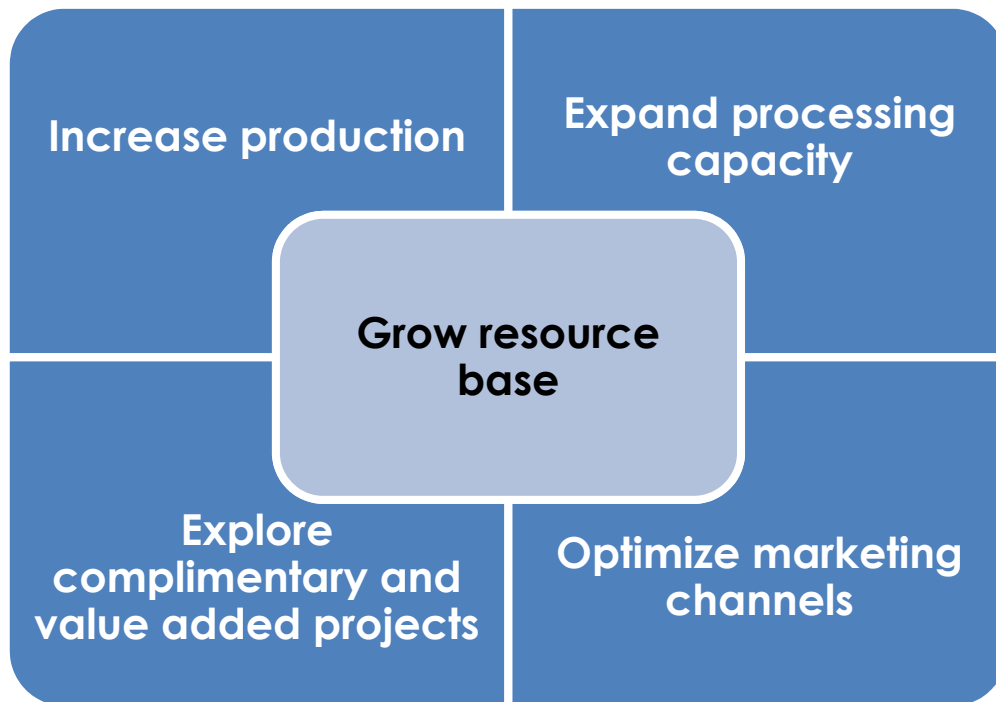
This presentation does not constitute a public offering or an advertisement of securities in the Russian Federation and does not constitute an offer or a proposal to make offers or to acquire any securities in the Russian Federation.

This presentation contains "forward-looking statements" which include all statements other than statements of historical fact. Such forward-looking statements can often be identified by words such as "plans," "expects," "intends," "estimates," "will," "may," "continue," "should" and similar expressions. Such forward-looking statements involve known and unknown risks, uncertainties and other important factors beyond the Company's control that could cause the actual results, performance or achievements of the Company to be materially different from future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding the Company's present and future business strategies and the environment in which the Company will operate in the future. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. These forward-looking statements speak only as at the date as of which they are made, and none of the Company or any of its respective agents, employees or advisors intends or has any duty or obligation to supplement, amend, update or revise any of the forward-looking statements contained herein to reflect any change in the Company's expectations with regard thereto or any change in events, conditions or circumstances on which any such statements are based. The information and opinions contained in this presentation are provided as at the date of this presentation and are subject to change without notice.

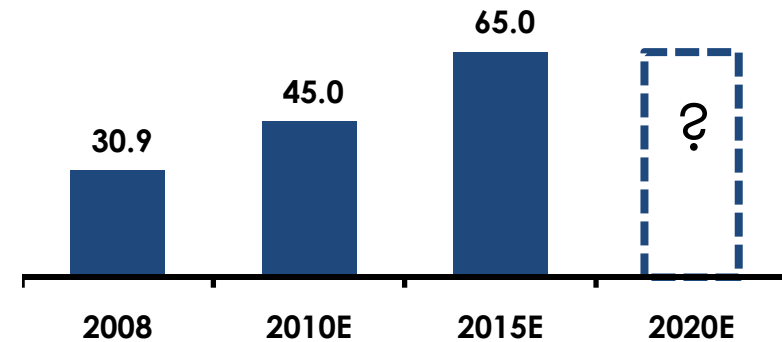
Delivering On Our Strategy

NOVATEK's Core Strategy and Capacity Guidance¹

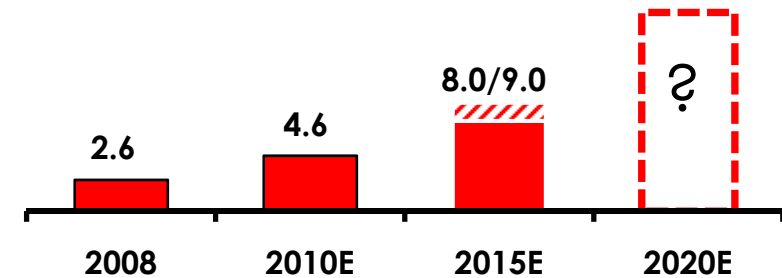
NOVATEK's Core Strategy



Natural gas production capacity, bcm



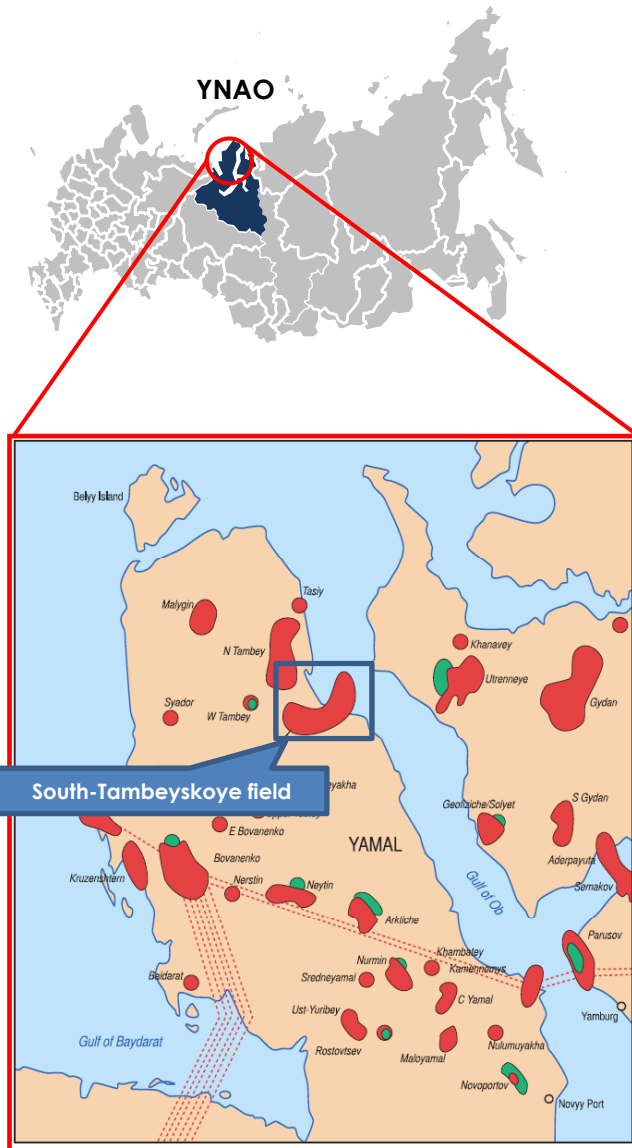
Liquids production capacity, mmt



Note:

1. As stated in NOVATEK's Strategy Day presentation, 23 April 2007 and Strategy Update, 23 December 2008

OAO Yamal LNG – South Tambeyskoye Field



OAO Yamal LNG holds the license for exploration and development of the South-Tambeyskoye field

- The field was discovered in 1974 and is located on the Northeastern side of the Yamal-Peninsula
- Initial license issued 13 July 2005 and valid until 2020.
- To date:
 - 1,160 km² of 3D seismic data
 - 55 exploration wells drilled

Russian Reserve Classification 1 January 2008 (100%)

Category	Natural Gas, bcm	Gas Condensate, mmt	Total mm boe
C1	1,004	38	6,889
C2	252	14	1,767
C1+C2	1,256	52	8,656

Independent Reserve Audit¹, 1 July 2007 (100%)

Category	Natural Gas bcm	Gas Condensate, mmt	Total mm boe
PRMS P2	628	23	4,303
PRMS P2 + P3	717	28	4,923



1. Ryder Scott Company, L.P.

Current Deal Terms

**NOVATEK to acquire 51% of OAO Yamal LNG
Total Deal Consideration 650 mln USD**

Payment terms:

- 650 mln USD – to acquire shares of OAO Yamal LNG according to the executed SPA
 - 550 mln USD – to be paid not later than 31 December 2009
 - 250 mln USD – to be paid in cash (USD or RR equivalent)
 - 300 mln USD – to be paid in promissory notes issued by NOVATEK
 - 100 mln USD – to be paid not later than 31 December 2011

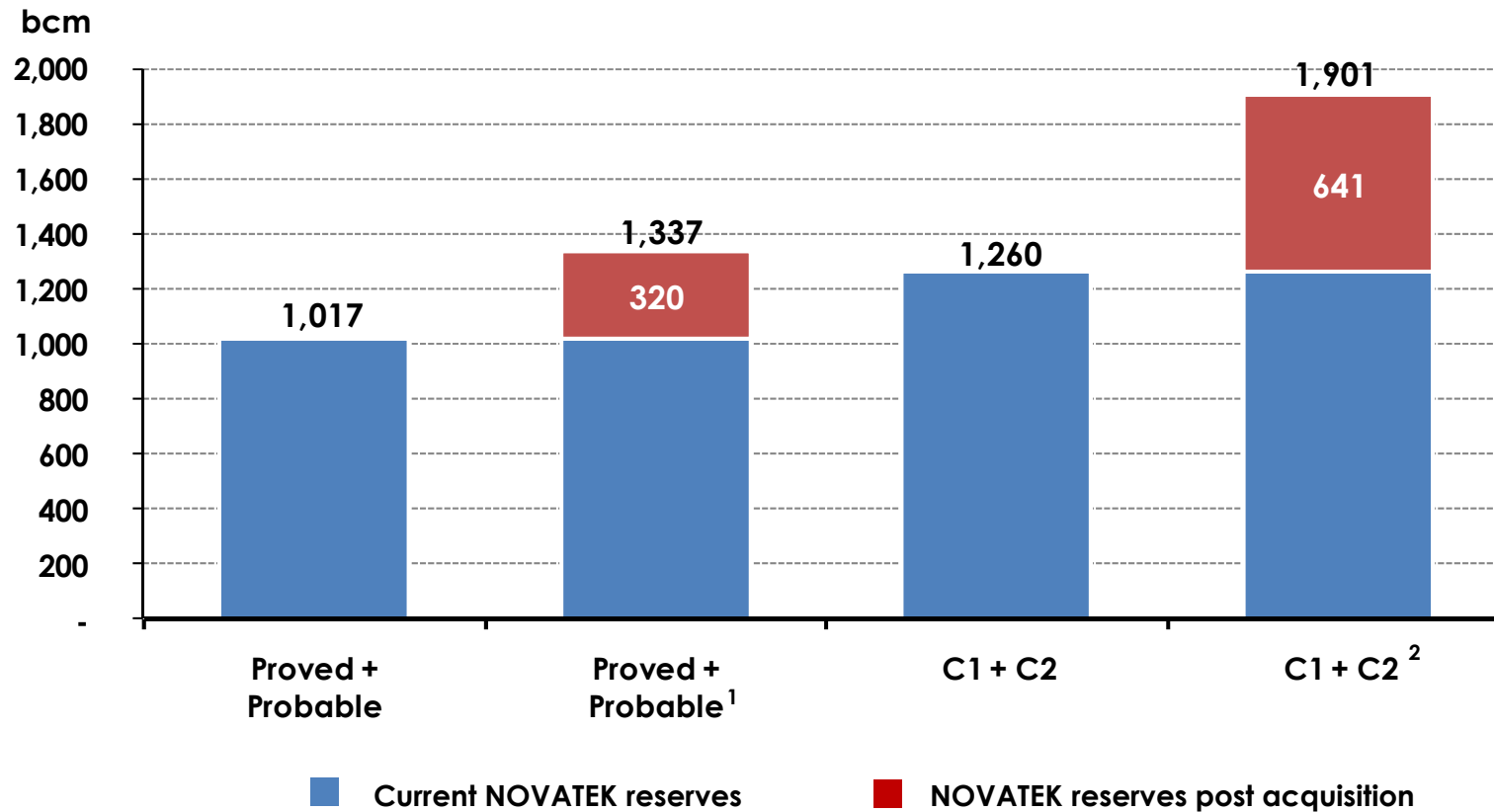
Acquisition Rationale

NOVATEK's sustainable development is underpinned by its core strategy of expanding and developing its resource base

- **Increase our resource base at a cost below FSU transaction comparables and accretive to NOVATEK's current market cap/reserves multiples**
 - Yamal LNG acquisition cost – \$0.3/boe (P2)
 - Avg. FSU transaction comparable – \$1.3/boe (P2)
 - NOVATEK's market cap/ P2 reserves as of 1 June 2009
 - Pre acquisition – \$2.1/boe
 - Post acquisition - \$ 1.6 /boe
- **Long-term reserve and production growth**
- **Expand commercial prospects for both export and domestic markets**
- **Strengthen NOVATEK's position as the leading independent gas producer in Russia**
- **Contribute to overall development of Russia's natural gas infrastructure through joint development of the Yamal Peninsula with OAO Gazprom**

Acquisition Impact on Natural Gas Reserves

NOVATEK's Natural Gas Reserves (pre – and post – acquisition)



Note:

1. Post acquisition of proved + probable reserves appraised as of 01.07.2007
2. Post acquisition of Russian reserve category C1 + C2 reserves appraised as of 01.01.2009

NOVATEK's Financial Advisors & Legal/Industry Consultants



BNP PARIBAS
CORPORATE & INVESTMENT BANKING

"Global Bank of the Year 2008"
The Banker

"Energy Finance House of the Year"
Energy Risk Magazine

"Best EMEA Project Finance House"
EMEA Finance



UBS Investment
Bank

"M&A Bank of the Year"
Acquisitions Monthly 2008

**"Best Global Emerging Markets
Investment Bank"**
Euromoney 2007

"Best M&A House, Western Europe"
Euromoney 2008

Vinson & Elkins

"The World's Leading Energy Law Firm"
Euromoney 2009

**"Law Firm of the Year in Energy
Projects"**
Chambers USA 2008

"Law Firm of the Year in Oil and Gas"
Who's Who Legal 2008



POTEN & PARTNERS, a global broker and commercial advisor for the energy and ocean transportation industries, provides unparalleled access and insight into worldwide commodity and shipping markets

Fearnleys A/S

Founded in 1869, Fearnleys AS is a leader in commercial shipping-related consultancy. The company has been engaged in accumulation of commercial data and research on the LNG market since the early 1960s and holds unique knowledge on LNG transportation in Arctic waters

Note: All advice was provided on a confidential basis



Questions & Answers