

VEON

Index sheet

Average and closing rates of functional currencies to USD

			Average rates			Closing rates		
			1Q17	1Q16	YoY	1Q17	1Q16	YoY
Consolidated	Russian Ruble	RUB	58.84	74.63	-21.2%	56.38	67.61	-16.6%
Customers	Euro	EUR	0.94	0.91	3.6%	0.94	0.88	6.8%
EBITDA reconciliation	Algerian Dinar	DZD	109.93	107.82	2.0%	110.07	108.39	1.5%
Russia	Pakistan Rupee	PKR	104.79	104.74	0.0%	104.83	104.71	0.1%
Pakistan	Bangladeshi Taka	BDT	79.50	78.47	1.3%	80.25	78.38	2.4%
Algeria	Ukrainian Hryvnia	UAH	27.06	25.65	5.5%	26.98	26.22	2.9%
Bangladesh	Kazakh Tenge	KZT	322.53	355.12	-9.2%	314.79	343	-8.2%
Ukraine	Uzbekistan Som	UZS	3,353	2,844	17.9%	3,595.02	2,877	25.0%
Uzbekistan	Armenian Dram	AMD	485.63	488.59	-0.6%	483.45	480.79	0.6%
Italy	Kyrgyz Som	KGS	69.25	74.21	-6.7%	68.61	70.02	-2.0%
Laos	Georgian Lari	GEL	2.60	2.44	6.9%	2.45	2.37	3.3%
Reconciliation table of FS								

Ukraine
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(in USD millions, unless stated otherwise, unaudited)

CONSOLIDATED	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	335	259	252	216	151	154	166	152	135	146	155	150	143	1,062	622	586
EBITDA	162	115	114	92	63	70	84	75	71.0	80	86	69	77	483	292	306
EBITDA margin (%)	48.6%	44.5%	45.4%	42.7%	41.3%	45.6%	51.0%	49.2%	52.5%	55.0%	55.4%	46.3%	53.6%	45.2%	47.0%	52.3%
Capital expenditures (CAPEX)	35	30	35	37	45	178	38	38	10	30	34	33	29	137	298	106
CAPEX excluding licenses	35	30	35	37	32	54	36	38	9	29	33	32	27	137	160	104
MOBILE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	1Q16	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	305	236	232	200	140	143	155	141	125	136	144	139	132	973	578	545
Service revenue	305	235	231	199	139	142	154	140	125	135	144	139	132	970	576	542
Data Revenue	27.6	20.5	19.5	17.8	14.0	14.0	19.0	19.7	19.3	21.5	25.9	28.2	31.2	85	66	95
Customers (mln)	25.6	25.4	26.3	26.2	26.1	26.1	25.7	25.4	25.3	25.4	26.3	26.1	26.0	26.2	25.4	26.1
ARPU (USD)*	3.9	3.1	3.0	2.5	1.8	1.8	1.9	1.8	1.6	1.7	1.8	1.7	1.7	n.a.	n.a.	n.a.
MOU (min)	498	506	517	524	536	530	537	562	572	559	544	565	574	n.a.	n.a.	n.a.
Churn 3 months active base (quarterly) (%)	7.3%	6.4%	4.8%	6.7%	5.4%	5.0%	6.6%	0.0%	5.0%	4.5%	2.6%	6.2%	5.2%	n.a.	n.a.	n.a.
FIXED-LINE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	1Q16	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	30	24	20	16	11	11	11	11	10	10	10	10	11	90	45	41
Service revenue	29	24	20	16	11	11	11	11	10	10	10	10	11	89	45	41
Broadband revenue	13	10	9	8	6	6	6	6	6	6	0	6	0	40	24	18
Broadband customers (mln)	0.8	0.8	0.8	0.8	0.8	0.8	0.8	1	1	1	1	1	0	0.8	0.8	0.8
Broadband ARPU (USD)	5.6	4.0	3.6	3.2	2.3	2.5	2.5	0.0	2.3	2.5	0.0	0.0	0.0	n.a.	n.a.	n.a.

(in UAH millions, unless stated otherwise, unaudited)

CONSOLIDATED	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	2,942	3,034	3,160	3,095	3,092	3,315	3,595	3,472	3,468	3,689	3,922	3,881	3,871	12,231	13,475	14,960
EBITDA	1,430	1,349	1,436	1,311	1,278	1,512	1,835	1,706	1,822	2,027	2,170	1,793	2,073	5,526	6,332	7,811
EBITDA margin (%)	48.6%	44.5%	45.5%	42.3%	41.3%	45.6%	51.0%	49.1%	52.5%	54.9%	55.3%	46.2%	53.6%	45.2%	47.0%	52.2%
Capital expenditures (CAPEX)	305	354	445	554	1,033	3,999	833	875	264	745	868	847	782	1,658	6,740	2,723
CAPEX excluding licenses	305	350	444	554	742	1,176	778	869	249	727	860	836	737	1,652	3,566	2,672
MOBILE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	2,682	2,754	2,906	2,870	2,859	3,077	3,357	3,215	3,209	3,427	3,661	3,611	3,576	11,212	12,508	13,908
Service revenue	2,677	2,750	2,899	2,863	2,851	3,069	3,348	3,206	3,199	3,399	3,652	3,601	3,560	11,190	12,475	13,851
Data Revenue	242.3	240.4	244.6	256.4	281.4	303.7	408.2	449	496	544	659	731	845	984	1,442	2,429
Customers (mln)	25.6	25.4	26.3	26.2	26.1	26.1	25.7	25.4	25.3	25.4	26.3	26.1	26.0	26.2	25.4	26.1
ARPU (UAH)*	34.6	35.7	37.0	36.1	36.0	38.7	42.2	40.7	41.6	43.8	46.2	45.2	44.9	n.a.	n.a.	n.a.
MOU (min)	498	506	517	524	536	530	537	561.7	572.4	558.7	543.9	564.9	573.6	n.a.	n.a.	n.a.
Churn 3 months active base (quarterly) (%)	7.3%	6.4%	4.8%	6.7%	5.4%	5.0%	6.6%	0.0%	5.0%	4.5%	2.6%	6.2%	5.2%	n.a.	n.a.	n.a.
FIXED-LINE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	260	280	255	225	233	238	238	257	259	262	261	270	295	1,020	967	1,052
Service revenue	259	279	254	225	233	238	238	257	259	262	261	270	295	1,017	967	1,052
Broadband revenue	114	111	107	111	117	132	132	143	148	151	150	156	170	443	524	604
Broadband customers (mln)	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8
Broadband ARPU (UAH)	49.1	47.1	44.6	45.5	47.7	53.4	54.2	59.0	60.6	61.9	61.8	64.0	69.0	n.a.	n.a.	n.a.

*ARPU calculations include MFS revenues starting from Q1 2017

Uzbekistan

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(in USD millions, unless stated otherwise, unaudited)

CONSOLIDATED	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	163	179	190	186	167	175	186	183	165	164	169	165	153	718	711	663
EBITDA	105	115	127	115	105	113	99	121	100	94	96	105	79	461	437	395
EBITDA margin (%)	64.4%	64.2%	66.5%	61.6%	62.7%	64.3%	53.2%	66.0%	60.8%	57.1%	57.1%	63.3%	51.5%	64.2%	61.5%	59.6%
Capital expenditures (CAPEX)	21	10	20	28	0	1	34	20	30	16	38	91	22	79	54	174
CAPEX excluding licenses	21	10	20	28	0	1	34	20	30	16	38	91	22	79	54	174
MOBILE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	161	177	189	184	166	174	184	182	164	163	168	164	152	711	706	659
Service revenue	161	176	189	184	165	174	183	182	164	163	168	164	152	710	704	659
Data Revenue	30.4	31.3	34.9	35.7	34.3	33.8	34.2	33.6	36.4	37.3	38.3	40.2	40.0	132.3	136	152
Customers (mln)	10.4	10.4	10.5	10.6	10.4	10.3	10.2	9.9	9.5	9.3	9.6	9.5	9.5	10.6	9.9	9.5
Mobile data customers (mln)	5.4	5.3	5.4	5.5	5.2	5.0	4.8	4.7	4.4	4.3	4.5	4.6	4.6	5.5	4.7	4.6
ARPU (USD)*	5.1	5.6	6.0	5.8	5.2	5.6	6.0	6.0	5.6	5.7	5.9	5.7	5.3	n.a.	n.a.	n.a.
MOU (min)	465	531	568	528	498	553	550	501	548	763	650	554	537	n.a.	n.a.	n.a.
Churn 3 months active base (quarterly) (%)	12%	12%	12%	12%	12%	11%	12%	0%	12%	12%	10%	12%	12%	n.a.	n.a.	n.a.
FIXED-LINE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	2.0	2.0	2.0	2.0	1.4	1.4	1.3	1.3	1.2	1.1	1.1	1.0	1.0	8.0	5.4	4
Service revenue	1.8	2.0	2.0	2.0	1.4	1.3	1.3	1.2	1.2	1.1	1.1	1.0	1.0	7.8	5.3	4
Broadband revenue	0.7	0.7	0.7	0.6	0.6	0.5	0.5	0.5	0.0	0.0	0.0	0.0	0.0	2.7	2.1	0
Broadband customers (mln)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Broadband ARPU (USD)	21.0	19.0	14.0	16.9	16.7	16.8	15.4	14.0	0.0	0.0	0.0	0.0	0.0	n.a.	n.a	n.a

(in UZS billions, unless stated otherwise, unaudited)

CONSOLIDATED	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	363	409	446	445	409	442	480	497	469	479	502	518	513	1,662	1,829	1,967
EBITDA	234	262	296	274	257	284	255	328	285	273	287	328	265	1,066	1,124	1,173
EBITDA margin (%)	64.4%	64.2%	66.5%	61.6%	62.7%	64.3%	53.1%	65.9%	60.8%	57.1%	57.1%	63.5%	51.6%	64.2%	61.5%	59.6%
Capital expenditures (CAPEX)	46	23	47	67	0	3	87	53	85	47	112	289	75	184	143	533
CAPEX excluding licenses	46	23	47	67	0	3	87	53	85	47	112	289	75	184	143	533
MOBILE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	359	405	442	441	406	439	476	494	465	475	499	514	510	1,646	1,815	1,954
Service revenue	358	404	441	441	405	439	475	493	465	475	499	514	510	1,643	1,811	1,953
Data Revenue	67.7	71.7	81.7	85.4	84.1	85.3	88.5	91.0	103.4	108.7	114.0	126.1	134	306.4	349	452
Customers (mln)	10.4	10.4	10.5	10.6	10.4	10.3	10.2	9.9	9.5	9.3	9.6	9.5	9.5	10.6	9.9	9.5
Mobile data customers (mln)	5.4	5.3	5.4	5.5	5.2	5.0	4.8	4.7	4.4	4.3	4.5	4.6	4.6	5.5	4.7	4.6
ARPU (UZS)*	11,293	12,805	13,955	13,804	12,819	14,092	15,393	16,237	15,877	16,720	17,527	17,925	17,767	n.a.	n.a.	n.a.
MOU (min)	465	531	568	528	498	553	550	501	548	763	650	554	537	n.a.	n.a.	n.a.
Churn 3 months active base (quarterly) (%)	12%	12%	12%	12%	12%	11%	12%	0%	12%	12%	10%	12%	12%	n.a.	n.a.	n.a.
FIXED-LINE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	4.0	3.9	4.0	3.9	3.5	3.5	3.4	3.4	3.5	3.3	3.3	3.2	3.4	15.8	13.8	13
Service revenue	4.0	3.9	3.9	3.8	3.4	3.4	3.4	3.4	3.5	3.3	3.3	3.2	3.4	15.6	13.4	13

*ARPU calculations include MFS revenues starting from Q1 2017

Italy

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*The "combined data" for Q4 2015 and Q1 2016, consists of the sum of the WIND and 3 Italia businesses results, respectively. The Q4 2015 and Q1 2016 data related to 3 Italia was obtained through due diligence performed as part of the merger process. The company has included this "combined data" because it believes that financial information on the Italy joint venture is relevant to its business and results for the financial quarter. Going forward, the company expects to include financial information related to the Italy joint venture in the publication of its financial results. It should be noted that the company owns 50% of the Italy joint venture, while the results above reflect the entire business.

(in EUR millions, unless stated otherwise, unaudited)

CONSOLIDATED	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16*	1Q17	FY14	FY15	FY16*
Total operating revenue	1,144	1,147	1,220	1,123	1,078	1,082	1,090	1,178	1,064	1,092	1,160	1,754	1,552	4,633	4,428	6,491
EBITDA	430	435	521	418	406	397	427	441	381	399	473	551	458	1,804	1,671	2,124
EBITDA margin (%)	37.6%	38.0%	42.7%	37.2%	37.7%	36.7%	39.1%	37.4%	35.8%	36.6%	40.8%	31.4%	29.5%	38.9%	37.7%	32.7%
Capital expenditures (CAPEX)	137	173	187	261	172	186	170	251	172	192	151	404	240	757	779	1,172
CAPEX excluding licenses	137	173	187	261	172	186	170	251	172	192	151	404	240	757	779	1,172
MOBILE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	827	832	848	820	781	800	818	890	796	824	875	1,446	1,259	3,328	3,279	5,362
Service revenue	729	737	763	746	705	720	752	736	703	714	765	1,110	1,048	2,975	2,913	4,392
Data Revenue	132	137	152	152	154	159	172	168	174	179	204	341	352	573	652	1,329
Customers (mln)	22.0	21.9	21.8	21.6	21.4	21.4	21.3	21.1	20.9	20.9	20.7	31.3	30.9	21.6	21.4	31.3
Data customers (mln)	9.3	9.7	10.2	10.2	10.9	11.0	11.3	11.6	11.6	11.7	11.7	19.2	19.5	10.2	11.6	19.2
ARPU (€)	10.9	11.1	11.6	11.4	10.9	11.2	11.6	11.4	11.0	11.3	12.1	11.5	11.1	n.a.	n.a.	n.a.
of which :																
ARPU voice (€)	6.7	6.8	7.0	6.9	6.3	6.6	6.7	6.6	6.2	6.4	6.6	5.8	5.4	n.a.	n.a.	n.a.
ARPU data (€)	4.2	4.3	4.6	4.5	4.5	4.6	4.9	4.8	4.8	4.9	5.5	5.7	5.6	n.a.	n.a.	n.a.
MOU (min.)	254	261	262	274	267	275	263	274	270	280	267	288	264	n.a.	n.a.	n.a.
Total traffic (mln. min.)	16,895	17,486	17,150	17,819	17,188	17,538	16,853	17,448	17,026	17,538	16,673	27,058	24,693	n.a.	n.a.	n.a.
Churn, annualised rate (%)	32.2%	29.9%	32.0%	31.6%	35.1%	25.2%	27.9%	28.8%	30.3%	29.7%	31.5%	34.9%	33.2%	n.a.	n.a.	n.a.
MBOU	n.a.	n.a.	n.a.	n.a.	1.392	1.436	1.635	1.628	1.742	1.905	2.252	n.a.	2.896	n.a.	n.a.	n.a.
FIXED-LINE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue	316	314	372	302	297	283	272	298	269	268	285	308	293	1,305	1,150	1,129
Service revenue	306	303	291	292	278	277	272	268	263	264	269	278	269	1,192	1,095	1,074
Total voice customers (mln)	3.0	2.9	2.9	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.7	2.7	2.8	2.8	2.7
of which :																
Total DIRECT voice customers (mln)	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.5	2.5	2.5	2.5	2.5	2.4	n.a.	n.a.
Total INDIRECT voice customers (mln)	0.5	0.5	0.5	0.4	0.4	0.4	0.4	0.4	0.3	0.3	0.3	0.2	0.2	0.4	n.a.	n.a.
Total fixed-line ARPU (€)	29.8	29.9	29.0	28.7	27.9	27.8	28.0	27.3	26.9	27.3	28.8	28.1	28.1	n.a.	n.a.	n.a.
Total Traffic (mln. min.)	3,627	3,410	2,616	3,292	3,137	2,819	2,357	2,763	2,633	2,503	2,040	2,422	2,286	n.a.	n.a.	n.a.
Total Internet customers (mln)	2.2	2.2	2.2	2.2	2.2	2.2	2.3	2.3	2.3	2.3	2.3	2.3	2.4	2.2	2.3	2.3
of which :																
Broadband (mln)	2.2	2.2	2.1	2.2	2.2	2.2	2.2	2.3	2.3	2.3	2.3	2.3	2.4	2.2	2.3	2.3
Broadband ARPU (€)	20.8	21.3	21.4	21.6	21.1	21.2	21.1	20.9	20.5	20.9	21.2	22.3	21.8	n.a.	n.a.	n.a.
Dual-play customers (mln)	1.9	1.9	1.9	1.9	2.0	2.0	2.0	2.0	2.1	2.1	2.1	n.a.	n.a.	1.9	2.0	n.a.

Italy JV on combined basis

(in EUR millions, unless stated otherwise, unaudited)

	Combined entity		
CONSOLIDATED	4Q15*	1Q16*	4Q16*
Total operating revenue	1,741	1,519	1,754
Underlying EBITDA ¹	550	471	551
Underlying EBITDA margin (%)	31.0%	31.6%	31.4%
Capital expenditures (CAPEX)	360	276	404
CAPEX excluding licenses	360	276	404
MOBILE	4Q15	1Q16	4Q16
Total operating revenue	1,443	1,251	1,446
Service revenue	1,091	1,056	1,110
Data Revenue	313	315	341
Customers (mln)	31.2	31.1	31.3
Data customers (mln)	18.5	18.6	19.2
ARPU (€)	11.4	11.1	11.5
of which :			
ARPU voice (€)	5.9	5.8	5.8
ARPU data (€)	5.4	5.3	5.7
MOU (min.)	277	276	288
Total traffic (mln. min.)	25,951	25,782	27,058
Churn, annualised rate (%)	34.7%	32.9%	34.9%
MBOU	n.a.	2,058	n.a.
FIXED-LINE	4Q15	1Q16	4Q16
Total operating revenue	298	269	308
Service revenue	268	263	278
Total voice customers (mln)	2.8	2.8	2.7
of which :			
Total DIRECT voice customers (mln)	2.4	2.5	2.5
Total INDIRECT voice customers (mln)	0.4	0.3	0.2
Total fixed-line ARPU (€)	28.0	27.3	29
Total Traffic (mln. min.)	2,763	2,633	2,422
Total Internet customers (mln)	2.3	2.3	2.3
of which :			
Broadband (mln)	2.3	2.3	2.3
Broadband ARPU (€)	20.9	20.5	22

Actual

1Q17
1,552
517
33.3%
240
240
1Q17
1,259
1,048
352
30.9
19.5
11.1
5.4
5.6
264
24,693
33.2%
2,896
1Q17
293
269
2.7
2.5
0.2
28
2,286
2.4
2.4
22
0

1. Q1 2017 underlying EBITDA excludes approximately 59 EUR million restructuring costs

Asia (Laos)
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(in USD millions, unless stated otherwise, unaudited)

CONSOLIDATED	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Total operating revenue*	8.3	8.0	7.0	5.5	5.1	4.7	4.3	4.1	3.8	3.5	3.1	3.7	3.5	28.5	18.2	14.1
EBITDA	2.4	3.0	2.0	2.3	2.0	1.5	0.9	1.0	0.6	0.3	-0.1	0.8	0.5	9.6	5.4	1.6
EBITDA margin (%)*	28.4%	37.7%	28.0%	42.7%	38.5%	31.2%	21.2%	25.1%	15.6%	9.1%	-4.6%	22.0%	15%	33.6%	29.6%	11%
MOBILE	1Q14	2Q14	3Q14	4Q14	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	FY14	FY15	FY16
Customers (mln)	0.3	0.3	0.3	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.3	0.3	0.2	0.2	0.3

VEON

USD mln

Assets

Total non-current assets

Total current assets

Assets classified as held for sale

Total assets
Equity and liabilities

Equity attributable to equity owners of the parent

Non-controlling interests

Total equity

Total non-current liabilities

Total current liabilities

Total equity and liabilities

4Q16 as reported on 27 February 2017	Italy Joint Venture: Revised share of results	4Q16 Revised
16,729	(86)	16,643
4,549		4,549
1		
21,279	(86)	21,193
6,047	(86)	5,960
82		82
6,129	(86)	6,043
8,593		8,593
6,557		6,557
21,279	(86)	21,193

USD mln

Operating profit

Profit/ (loss) before tax

Income tax expense

Profit/(loss) for the period from continuing operations

Profit/(loss) for the period from discontinuing operations

Profit for the period

Attributable to:

Non-controlling interest

Net income attributable to VEON shareholders

4Q16 as reported on 27 February 2017	Italy Joint Venture: Revised share of results	4Q16 Revised
1,084		1,084
433	(86)	347
635		635
(202)	(86)	(288)
2,708		2,708
2,506	(86)	2,420
92		92
2,414	(86)	2,328