

1Q16 Results Presentation

Amsterdam – May 12, 2016

Jean-Yves Charlier – Chief Executive Officer

Andrew Davies – Chief Financial Officer

Disclaimer

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1Q16 Results update - speakers and agenda

Jean-Yves Charlier – Chief Executive Officer

- **Group highlights**
- **Financial highlights**

Andrew Davies – Chief Financial Officer

- **Group results review**
- **Country results review**
- **Group FY16 guidance**

Jean-Yves Charlier – Chief Executive Officer

- **Final remarks**
- **Q&A session**

Highlights 1Q16

Revenue and underlying EBITDA back to organic growth, driven by strong EM, Ukraine and Uzbekistan, partially offset by Russia

Strong organic mobile data revenue growth of 27% YoY supported by all operations

Italy JV regulatory review process ongoing; Phase II started, transaction expected to complete around year end

Mobilink and Warid Telecom merger in Pakistan received first of four regulatory approvals; closing expected around the end of 2Q16

GTH Finance B.V. issued USD 1.2 billion bonds guaranteed by VimpelCom Holdings B.V. to refinance the shareholder loan

Settlements with the SEC/DOJ/OM regarding Uzbekistan investigation entered into and payments completed

Performance transformation accelerating and on track

Financial highlights 1Q16

Service revenue

(USD billion)

2.0

+2.6% organic¹ YoY
-13.6% reported YoY

EBITDA margin, underlying²

(%)

39.5

-0.8 p.p. organic¹ YoY
-1.4 p.p. reported YoY

Net income

(USD million)

189

Underlying net income³:
1Q16: USD 237 million
1Q15: USD -33 million

Capex excl. licenses

(USD million)

151

-27.9% reported YoY
LTM Capex/ revenue: 18.2%

- Results on track with 2016 guidance
- Service revenue YoY organic growth of 2.6% driven by Pakistan and Bangladesh, Ukraine and Uzbekistan
- Underlying EBITDA YoY organic growth of 1.7%
- Net income from continued operations improved by USD 126 million YoY in 1Q16
- Underlying net income³ improved by USD 270 million YoY in 1Q16
- Modest capex levels due to better utilization of inventory and phasing
- Positive free cash flow generation

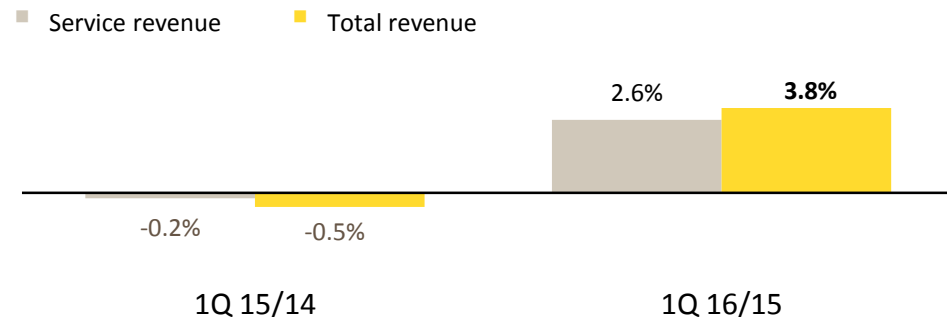
¹ Revenue and EBITDA organic growth are non-GAAP financial measures that exclude the effect of foreign currency translation and certain items such as liquidations and disposals

² Underlying EBITDA excludes: in 1Q15, ~USD 7 million related to SIM verification costs in Pakistan; in 1Q16, performance transformation costs of ~USD 44 million, reversal of legal costs' provision and bad debt in Uzbekistan totaling ~USD 3 million and the reversal of tax provisions in Ukraine of ~USD 1 million, for total 1Q16 adjustments of ~USD 40 million

³ Underlying net loss in 1Q15 of USD 33 million excludes exceptional items in EBITDA of ~USD 7 million, the gain from tower sale in Italy of ~USD 322 million and impairments of ~USD 98 million; underlying net income in 1Q16 of USD 237 million excludes exceptional items in EBITDA of ~USD 40 million and impairments of ~USD 8 million

Financial highlights 1Q16 – YoY trends

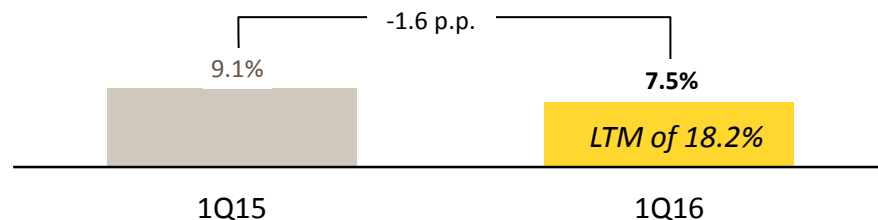
Service revenue and total revenue YoY organic¹ development



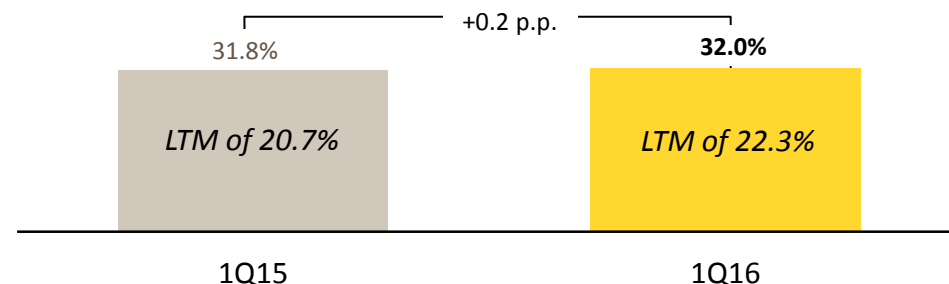
Underlying² EBITDA margin development



Capex/revenue development



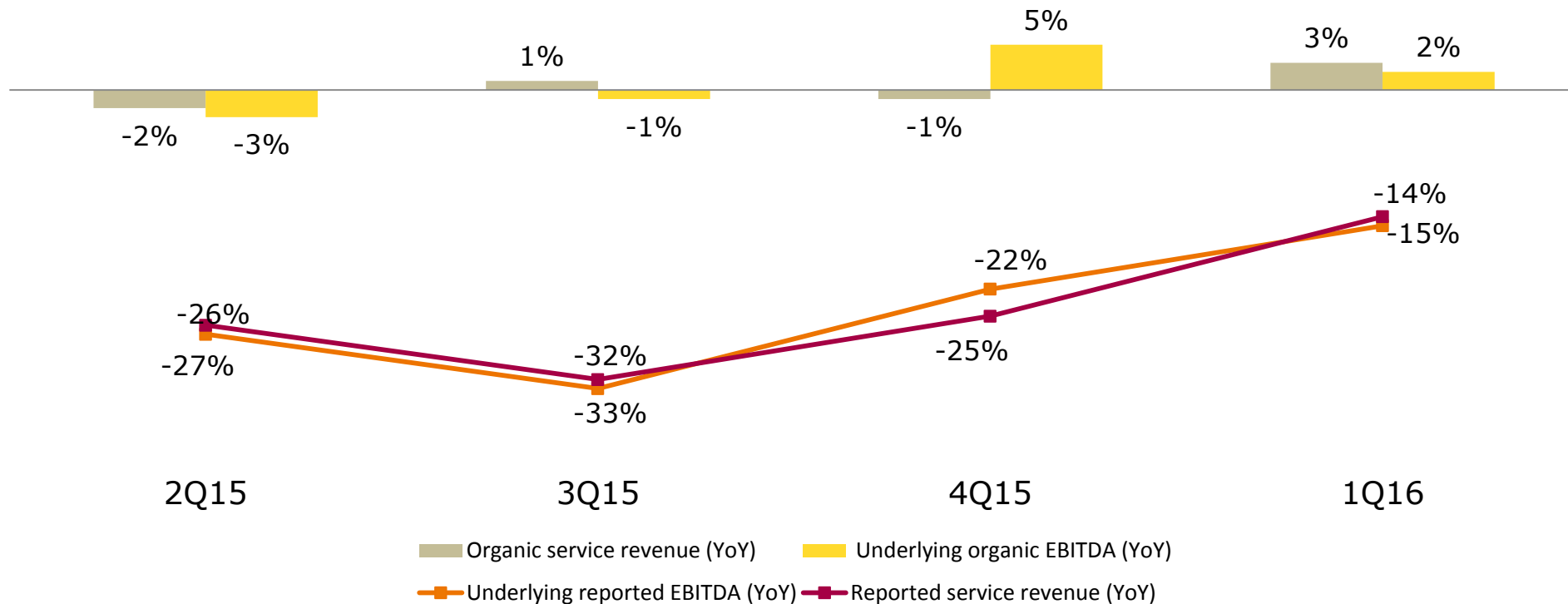
OCF margin = (underlying EBITDA² – Capex)/revenue



¹ Organic revenue change is non-GAAP financial measure that excludes the effect of foreign currency translation and certain items such as liquidations and disposals

² Underlying EBITDA and net result exclude the performance transformation costs of ~USD 44 million, reversal of legal costs' provision and of bad debt in Uzbekistan of ~USD 3 million and reversal of tax provisions in Ukraine of ~USD 1 million. Total 1Q16 adjustments equal to ~USD 40 million

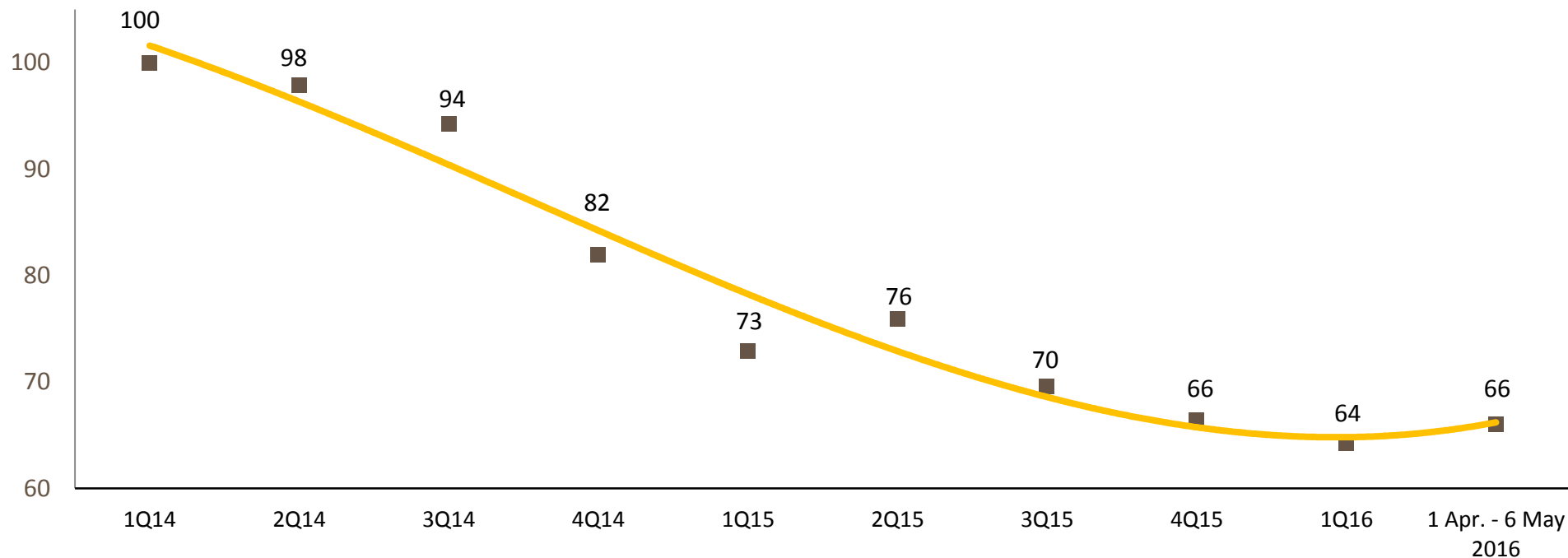
Improving organic growth



Organic service revenue and EBITDA growth picking up

FOREX movements in VimpelCom's footprint

VIP Coin¹ vs USD



Creating a leading converged operator in Italian telecoms

The merger will create a stronger competitor to the two market leaders...

Bifurcation

MIND THE GAP

4G/LTE coverage¹

- #1/2 players: 75%/64%
- #3/4 players: 35%/34%

2011-2014 mobile network Capex

- #1/2 players: EUR3.5/3.2 billion
- #3/4 players: EUR2.0/1.9 billion

Mobile passive infrastructure

- #1/2 players: ~18k/17k sites
- #3/4 players: ~14k/11k sites

Market share by customers²

- #1/2 players: 32%/27%
- #3/4 players: 23%/11%

Digital divide

Italy is behind other main European countries

- Smartphone penetration is low relative to other developed EU countries, but expected to increase rapidly with 4G/LTE roll-out
- Demand for converged offers also expected to increase rapidly

The proposed JV supports Italian and EU digital competitiveness priorities

The proposed JV intends to build a mobile network of >20k sites, covering 99% outdoor and 90% indoor with 4G/LTE by 2019

...the proposed JV will drive competition, investments and consumer benefits by creating a peer with a 34% revenue market share, able to compete in the same league

Performance transformation accelerating and on track¹



- **7%** net reduction of headcount
- **30%** reduction of micro teams
- **5%** of global office space eliminated



- **40%** of contract value now managed globally vs 20%
- Forex exposure reduced by **15%** through rate fixing or invoicing in local currency



- **15%** reduction in inventory levels
- **7%** warehouse space reduction

5% performance transformation savings of total Opex
15% YoY organic Capex reduction (excl. licenses)

1Q16 speakers and agenda

Jean-Yves Charlier – Chief Executive Officer

- Group highlights
- Financial highlights

Andrew Davies – Chief Financial Officer

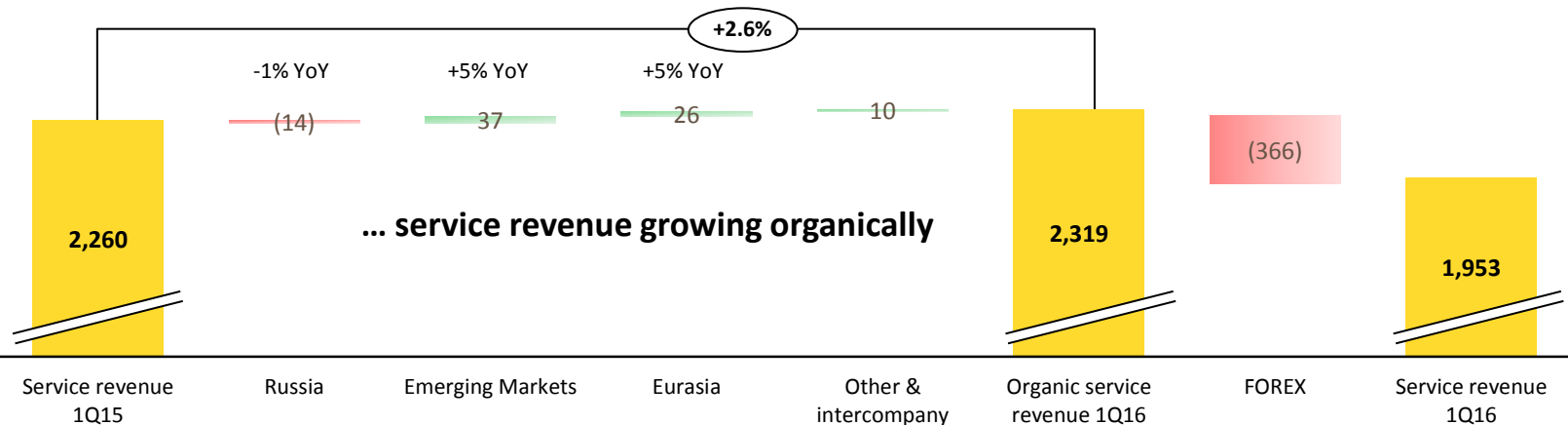
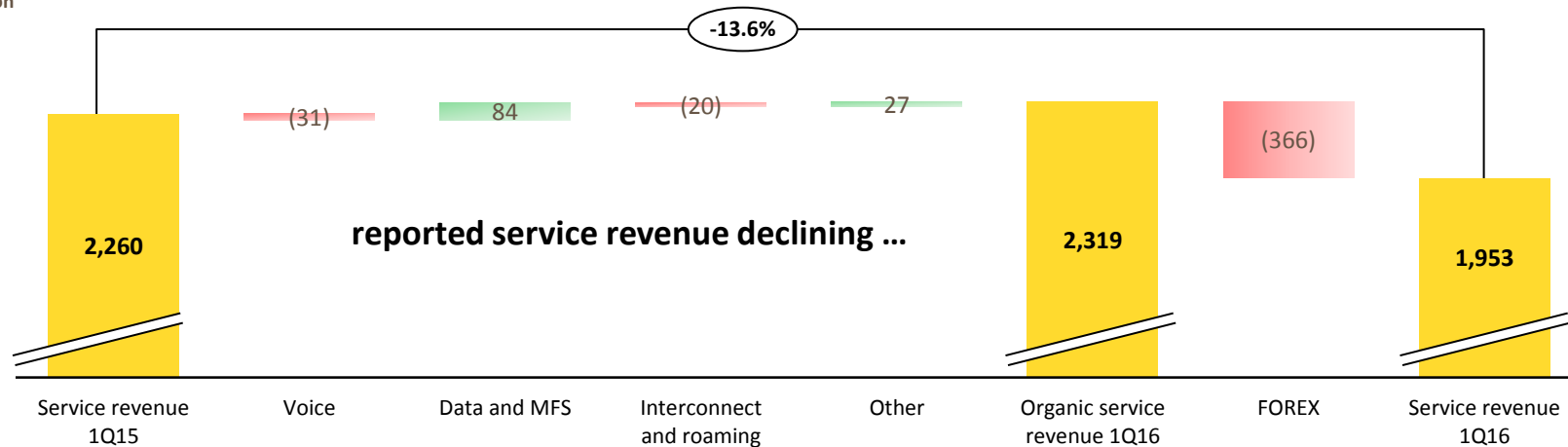
- Group results review
- Country results review
- Group FY16 guidance

Jean-Yves Charlier – Chief Executive Officer

- Final remarks
- Q&A session

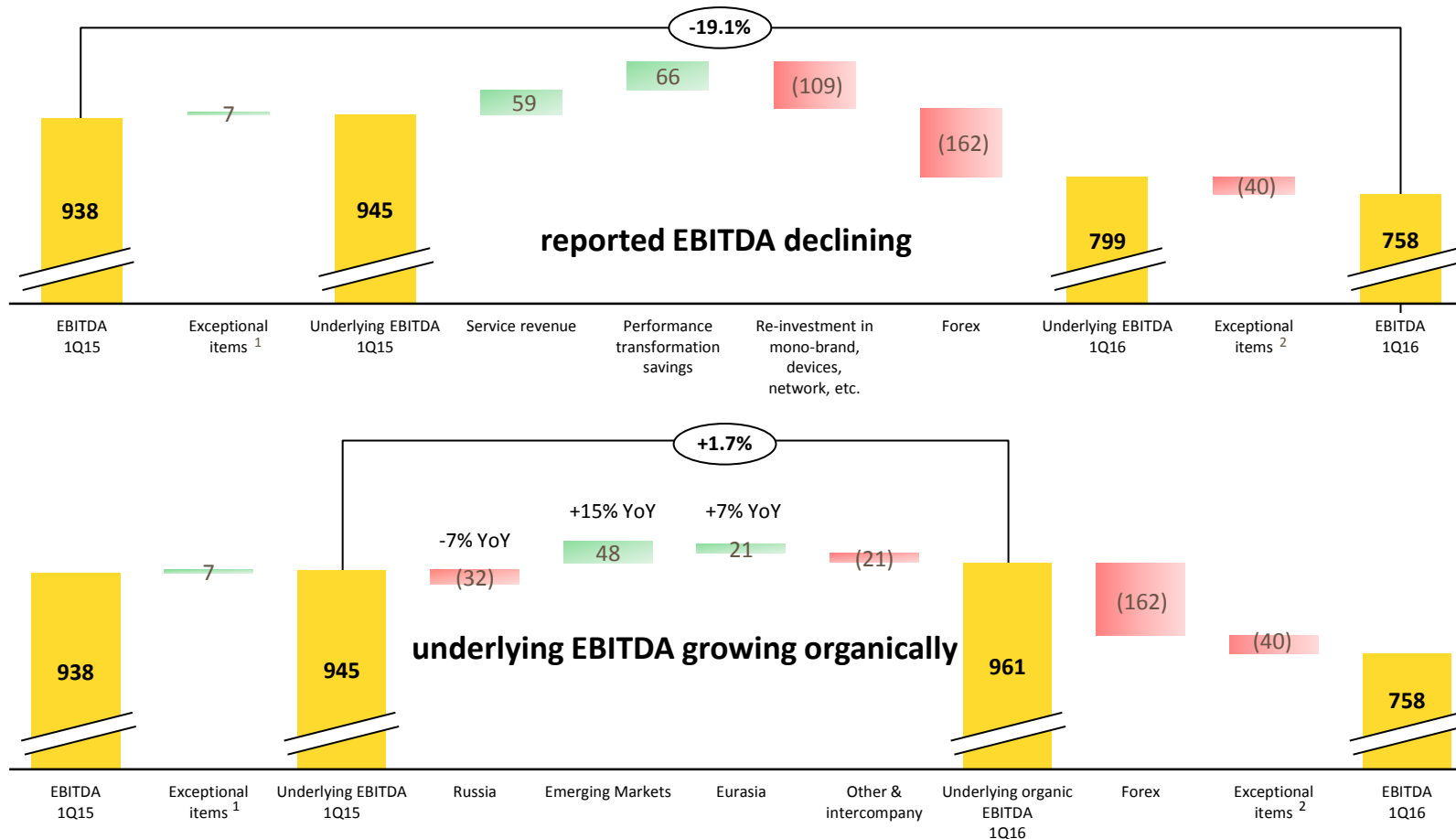
1Q16 service revenue evolution

USD million



1Q16 EBITDA evolution

USD million



¹ 1Q15 exceptional items refers to ~USD 7 million related to SIM verification costs in Pakistan

² 1Q16 exceptional items refers to performance transformation costs of ~USD 44 million, reversal of legal costs' provision and bad debt in Uzbekistan totaling ~USD 3 million and the reversal of tax provisions in Ukraine of ~USD 1million, for total 1Q16 adjustments of ~USD 40 million

1Q16 income statement

USD million	1Q16	1Q15	YoY
Revenue	2,023	2,312	(12%)
EBITDA reported	758	938	(19%)
D&A and other	(454)	(630)	(28%)
EBIT	304	308	(1%)
Net financial expenses	(168)	(215)	(22%)
FOREX and Other	19	(101)	n.m.
Profit before tax	155	(8)	n.m.
Tax	(117)	(80)	46%
Net income from continued operations	38	(88)	n.m.
Profit / (loss) from discontinued operations	197	261	n.m.
Non-controlling interest	(46)	11	n.m.
Net income	189	184	3%

- due to currency headwind impact of USD 162 million and exceptional costs of USD 40 million in 1Q16 and USD 7 million in 1Q15

- a result of local currencies depreciation and lower impairment charges: USD 98 million in 1Q15 related to Ukraine and Armenia, USD 8 million in 1Q16

- positively impacted by the USD bond tender in 1Q15

- primarily due to RUB appreciation during 1Q16 and depreciation during 1Q15

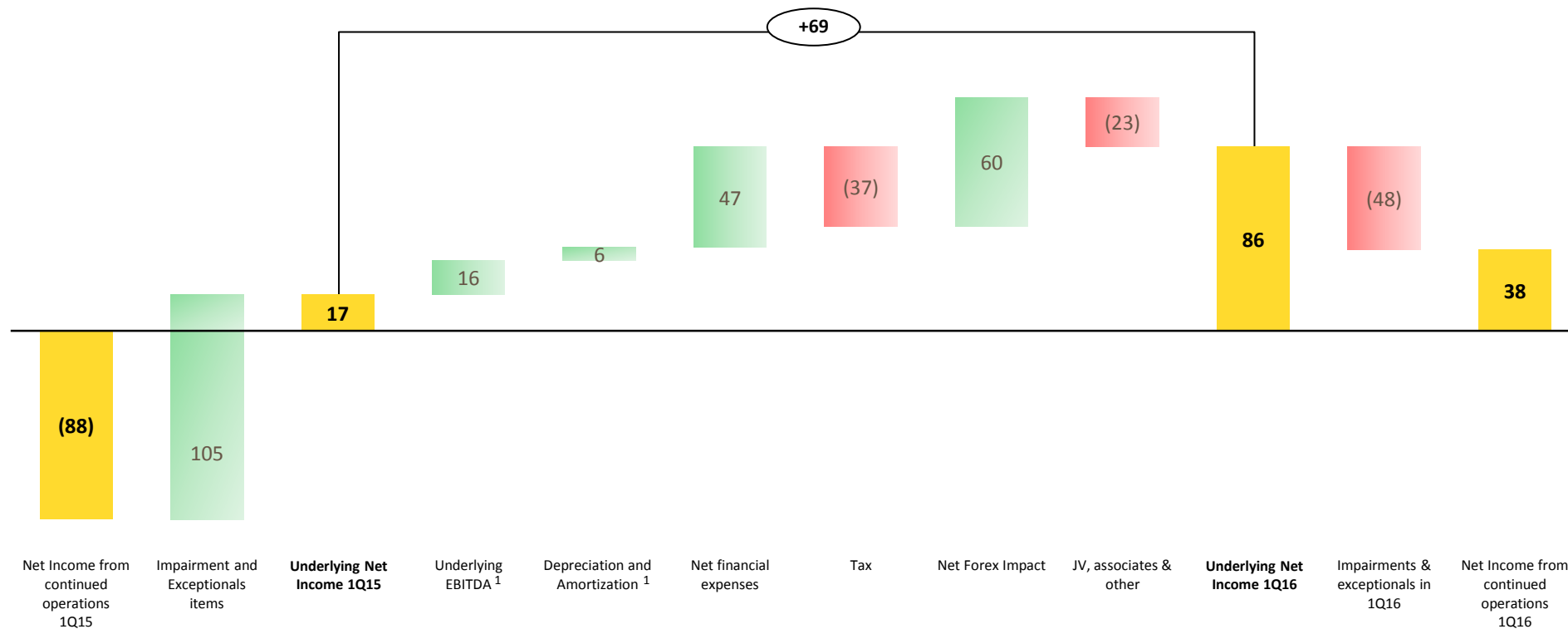
- due to changes in the tax regime in Uzbekistan and improved profits in Emerging Markets

- in 1Q15 the Company recorded an extraordinary gain of USD 322 million from the tower sale in Italy; in 1Q16 the results improved YoY due to the fair valuation of the call options embedded in the bonds and refinancing activities in 2015

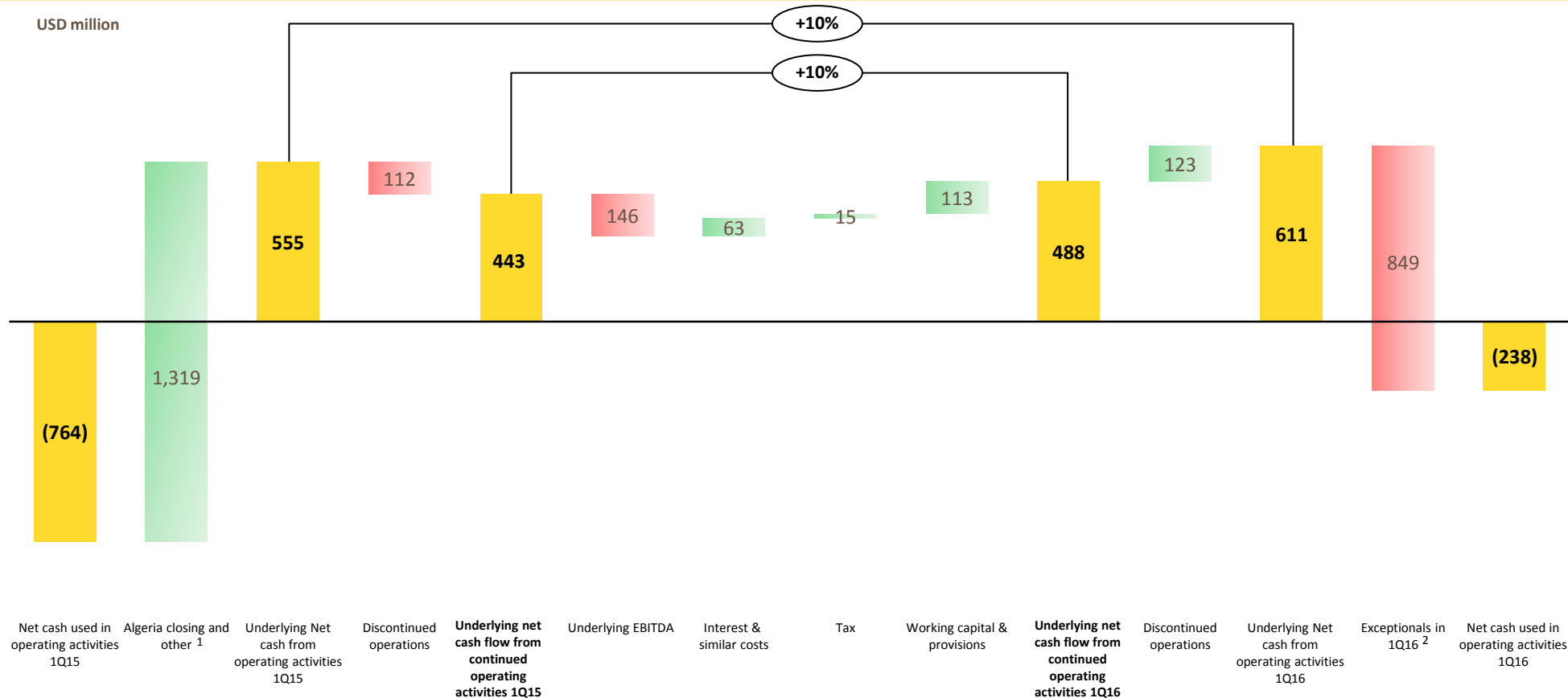
- due to improved net results in GTH portfolio and closing of the Algeria transaction in 1Q15

Net income from continued operations

USD million



Net cash flow from operating activities

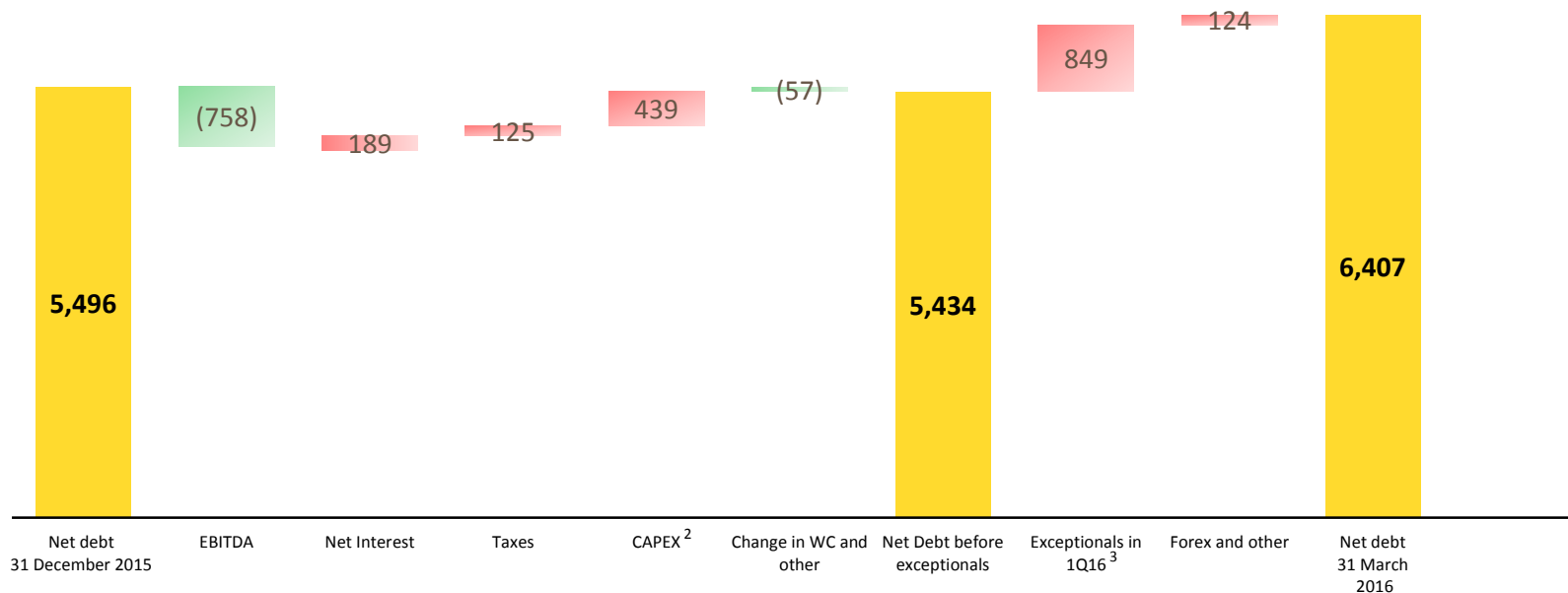


¹ Algeria closing and other in 1Q15 consists of payments related to Algeria transaction in total amount of USD 1,312 million and USD 7 million payments related to SIM verification in Pakistan

² Exceptional items in 1Q16 consist of payments related to SEC/DOJ/OM agreements of USD 795 million, related legal costs of USD 10 million and USD 44 million payments related to performance transformation

1Q16 net debt evolution

USD million



**Net debt/
EBITDA¹**

1.4x

1.4x

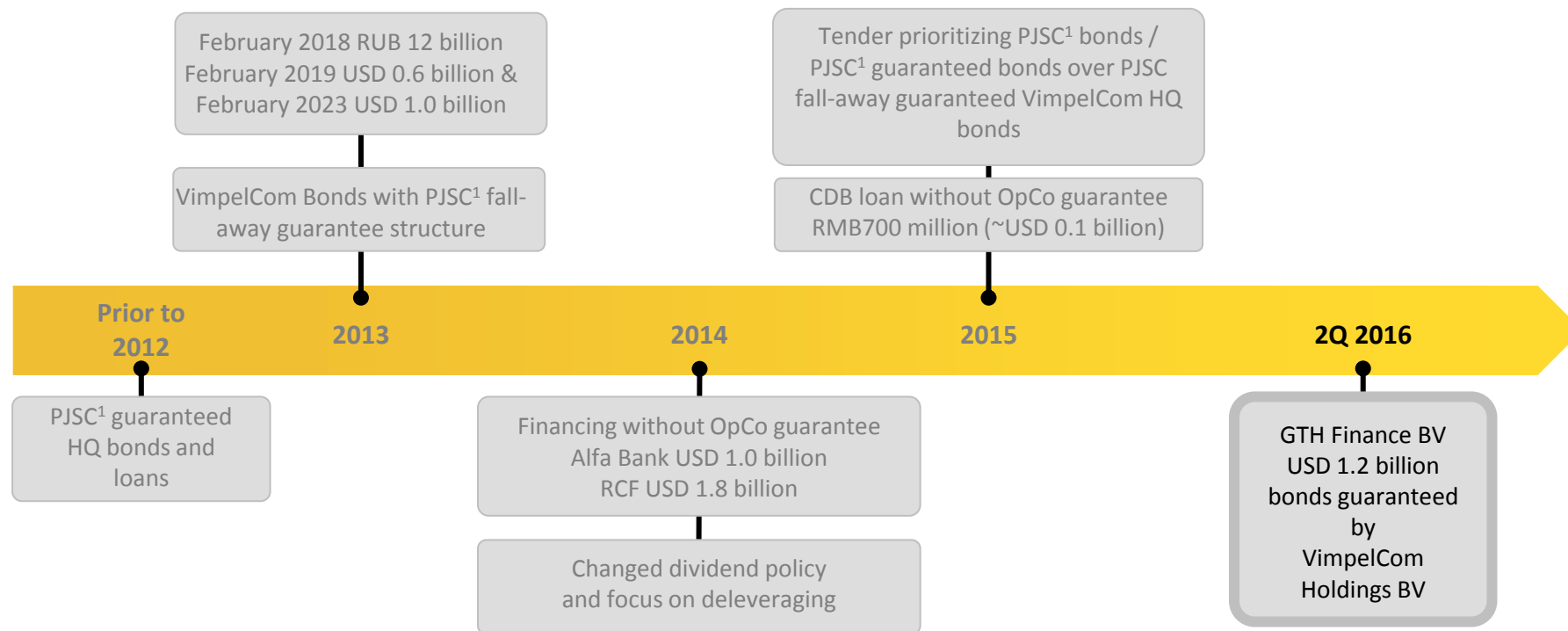
1.7x

¹ Underlying EBITDA, which excludes: in 2015, exceptional items totaled USD 1,051 million and mainly consisted of provisions for investigations (related to SEC/DOJ/OM) of USD 900 million and transformation costs of USD 138 million; in 1Q16, LTM underlying EBITDA excludes adjustments of 2Q-3Q-4Q15 (see above for the amount) and 1Q16 total adjustments of ~USD 40 million

² Cash Capex, which includes USD 44 million for the acquisition of licenses

³ Exceptional items in 1Q16 consist of payments related to SEC/DOJ/OM agreements of USD 795 million, related legal costs of USD 10 million and USD 44 million payments related to performance transformation

The capital structure simplification journey started in 2013...



...in order to centralize USD borrowings at VimpelCom holding level² without guarantees from operating companies, while, whenever bond/credit markets are liquid and available, financing operational needs in local currencies

¹ PJSC VimpelCom is the Russian entity with operations in Russia, Kazakhstan, Uzbekistan, Armenia, Tajikistan, Georgia, Kyrgyzstan and Laos

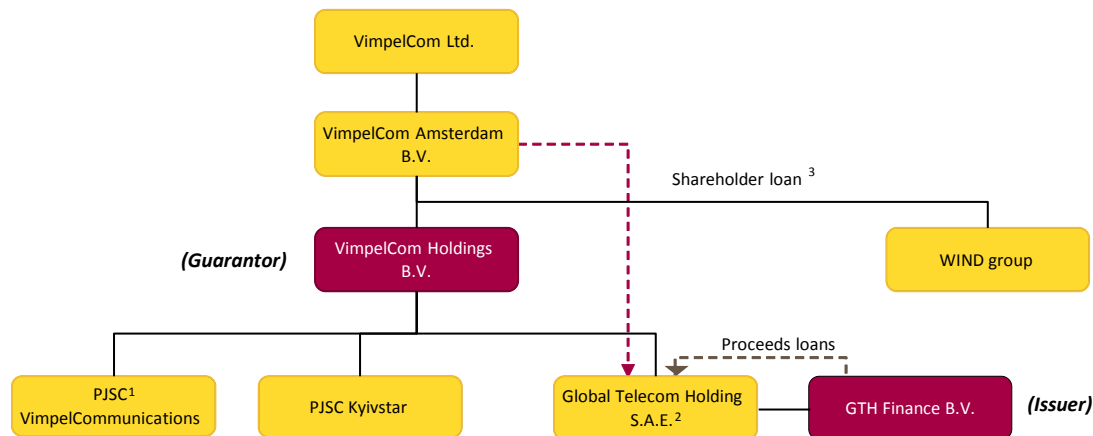
² VimpelCom Amsterdam B.V. and VimpelCom Holdings B.V.

USD 1.2 billion of GTH bonds successfully issued

Key terms

Amount issued	USD 1.2 billion in two tranches
Issuer	GTH Finance B.V. (wholly owned subsidiary of Global Telecom Holding S.A.E.)
Guarantor	VimpelCom Holdings B.V. (guarantee fee: 3.0% ⁴)
Use of proceeds	Refinancing of the shareholder loan from VimpelCom Amsterdam BV to GTH (outstanding amount at announcement: ~USD 1.2 billion)
Ratings	Moody's B1; S&P B+; Fitch BB+
Maturity/coupon	USD 700 million (7 years - 2023)/7.25% and USD 500 million (4 years - 2020)/6.25%

Simplified group structure at announcement



Metrics of success

- Offer oversubscribed more than 6.5x (~USD 8 billion)
- More than 650 international investors
- Average coupon of 6.8%, lower than existing average cost of debt
- The largest private corporate Emerging Markets focused USD bond issued so far in 2016

¹ PJSC VimpelCom is the Russian entity with operations in Russia, Kazakhstan, Uzbekistan, Armenia, Georgia, Kyrgyzstan and Laos

² Holding company with operations in Algeria, Pakistan, Bangladesh

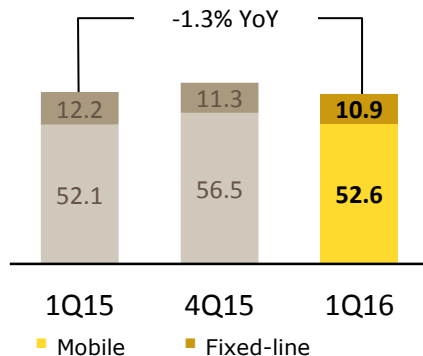
³ Shareholder loan equal to ~USD 1.2 billion at the announcement

⁴ At VimpelCom Ltd. consolidated level, accounted as intercompany

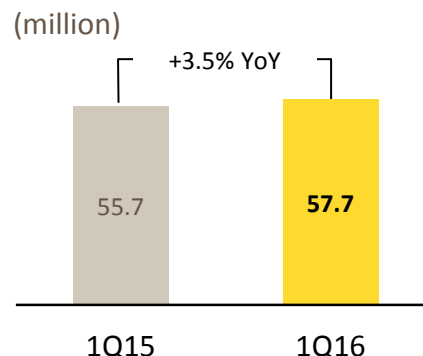
Russia: challenging environment, increasing competition

RUB BILLION, UNLESS STATED OTHERWISE

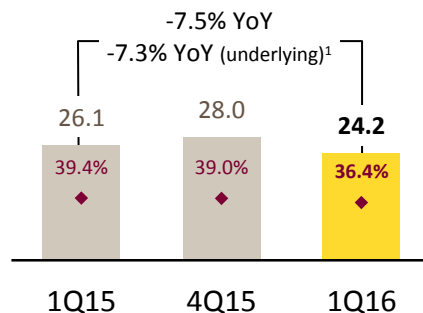
Service revenue



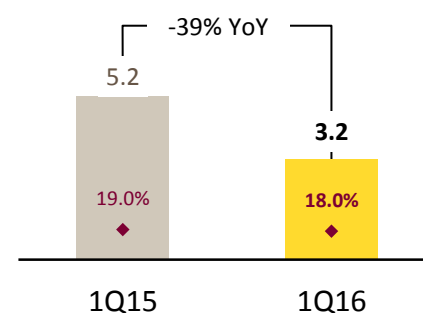
Mobile customers



EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



- Increasing competition
- Fixed-line service revenue decreased 11% YoY, mainly as a result of a change in B2B contracts from U.S. dollar to ruble
- Mobile service revenue increased 1% YoY, supported by 19% YoY growth in mobile data revenue
- EBITDA decreased mainly due to the fixed-line revenue decrease, FOREX, increased distribution costs, increased subsidies on data devices and one-off bad debt costs
- Capex decreased driven by capital efficiency and phasing

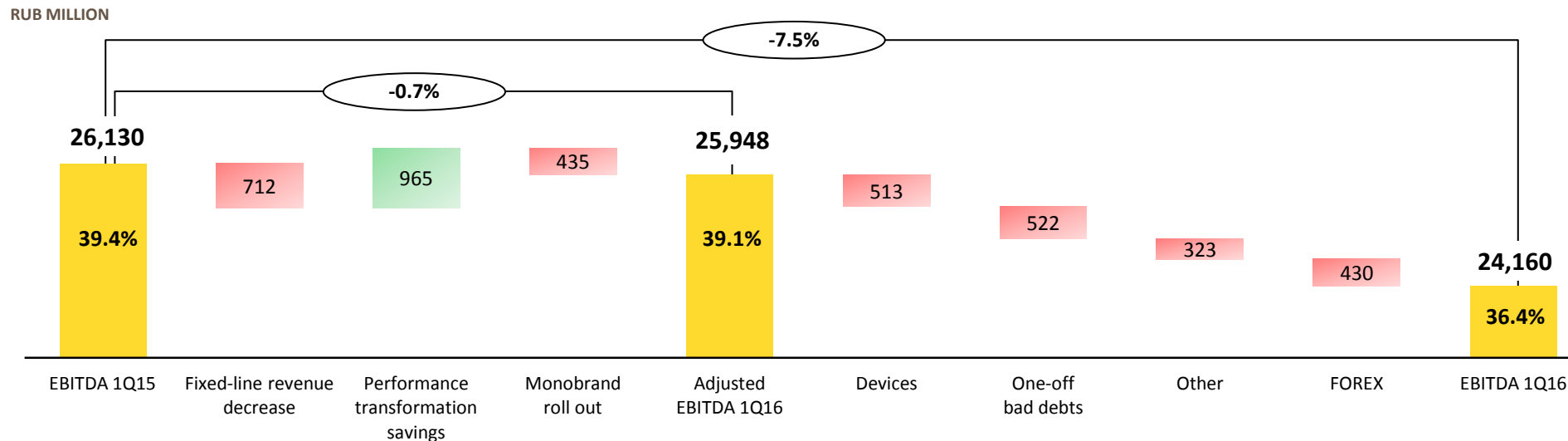


Beeline™



¹ 1Q16 EBITDA negatively impacted by a one-off of RUB 53 million related to transformation costs

Russia: Performance transformation starting to deliver

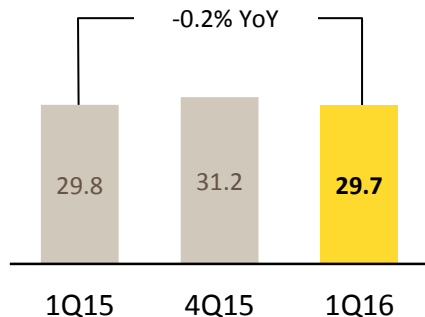


- Performance transformation savings driven by:
 - ▶ Regional restructuring program in technical and IT functions
 - ▶ Price reductions as a result of centralization of procurement and tendering processes
 - ▶ Transport network cost optimization

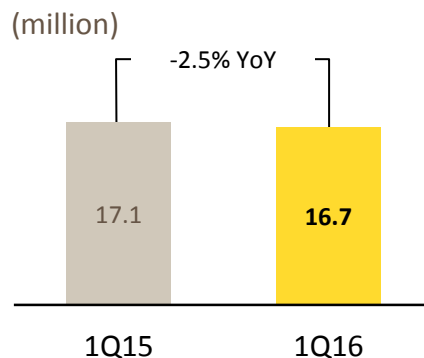
Algeria: transformation program ongoing

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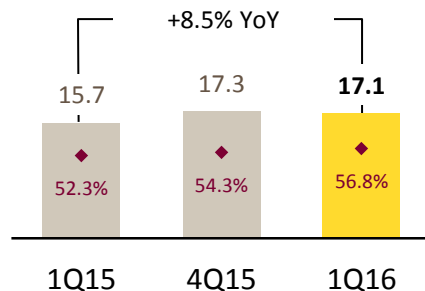
Mobile service revenue



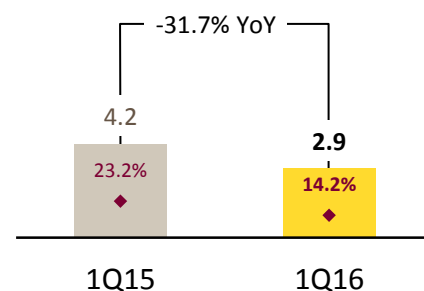
Mobile customers



EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



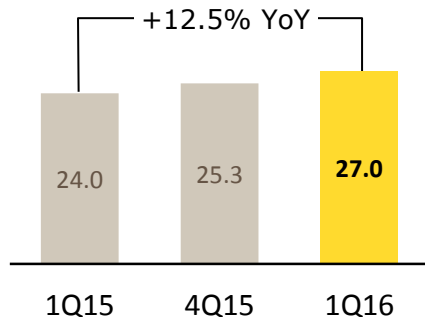
- Stable service revenue YoY, positively affected by:
 - ▶ Favorable change in interconnect rates (+18% YoY)
 - ▶ Data revenue increase (+135% YoY)
- The market remains challenging; focus of transformation is commercial recovery
- Customer base decrease due to lower sales as a result of aggressive price competition
- EBITDA margin robust at 56.8% due to
 - ▶ Favorable change in interconnect rates
 - ▶ Impact of performance transformation program
- Extension of 3G network in new regions; now available in 34 regions and awarding of 4G/LTE license is expected in 2Q16 with commercial launch expected in 3Q16



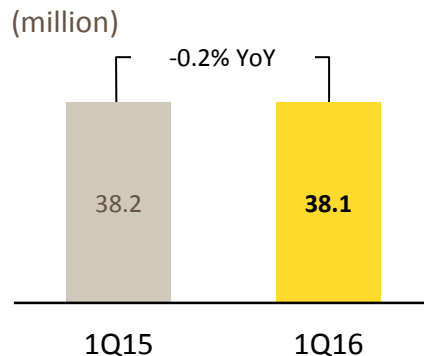
Pakistan: double digit growth in revenue and EBITDA

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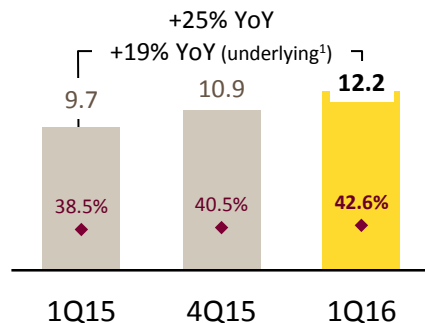
Mobile service revenue



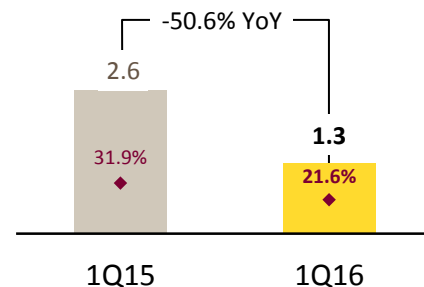
Mobile customers



EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



- Double digit revenue growth supported by all revenue streams, gaining market share
- Strong data revenue increase of 80% YoY, due to successful data monetization initiatives and 3G expansion:
 - ▶ Data users increase 24% YoY
 - ▶ Data ARPU increase 50% YoY with stable usage
- MFS revenue represents 3% of service revenue, 55% YoY
- EBITDA margin > 40% for four consecutive quarters
- CAPEX decreased due to the 3G rapid rollout in 2015, today 3G network covers 33% of the population

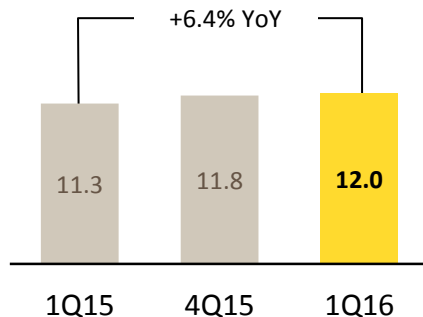


¹ 1Q15 EBITDA negatively impacted by PKR 0.8 billion related to SIM verification costs
1Q16 EBITDA negatively impacted by PKR 0.3 billion related to performance transformation costs

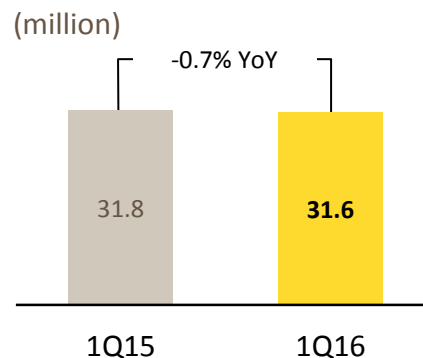
Bangladesh: continued strong performance

BDT BILLION, UNLESS STATED OTHERWISE

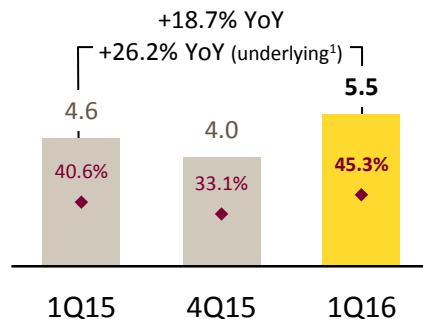
Mobile service revenue



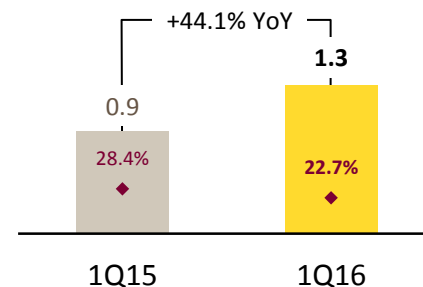
Mobile customers



EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



- Maintained growth momentum in the face of intense competition
- Ongoing SIM verification process in the market: banglalink has verified 72% of its customers
- Sustainable growth in data revenue at 60% YoY
- Growth in EBITDA due to increased revenue which led to higher business margin
- Expanding 3G network: 34% of the population covered

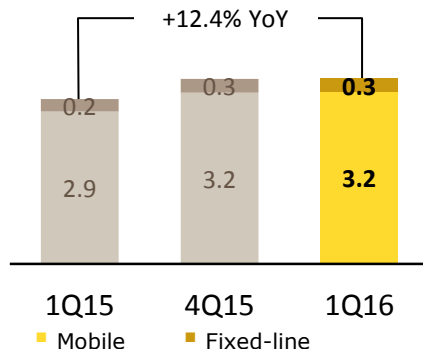


¹ 1Q16 EBITDA negatively impacted by a one-off of BDT 0.3 billion related to performance transformation costs

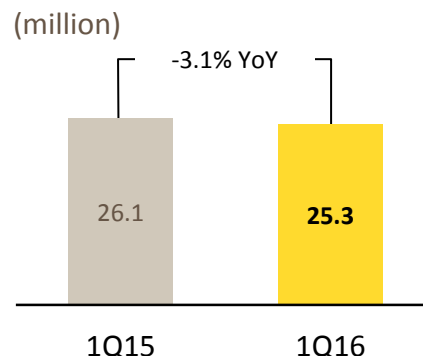
Ukraine: robust results enabled by successful 3G launch

UAH BILLION, UNLESS STATED OTHERWISE

Service revenue

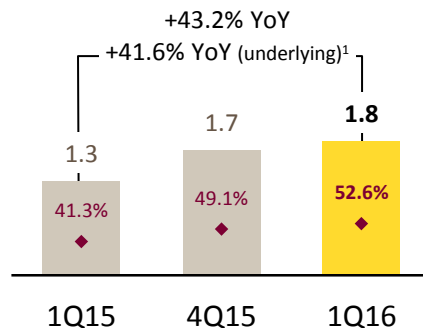


Mobile customers

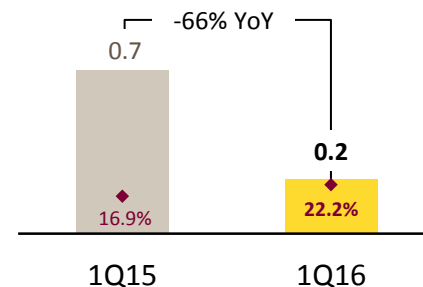


- Strong market leader in challenging environment
- Robust mobile service revenue growth driven by successful 3G launch
- Mobile data revenue growth of 76% YoY
- Competition expected to increase in 2016
- Intercompany debt of ~USD 100 million to fund 3G roll-out mostly repaid to HQ

EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue

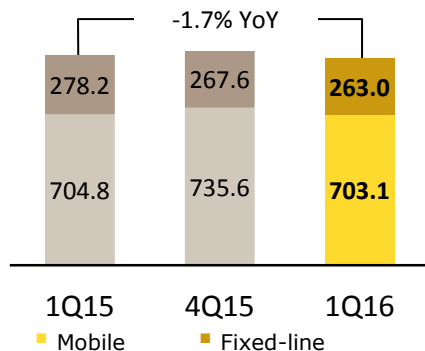


¹ 1Q16 EBITDA negatively impacted by a one-off of UAH 0.6 million related to performance transformation costs and positively impacted by UAH 22 million related to a reversal of tax provisions

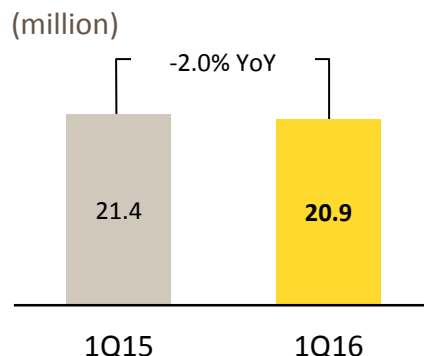
Italy: improving mobile top line trend

EUR MILLION, UNLESS STATED OTHERWISE

Service revenue

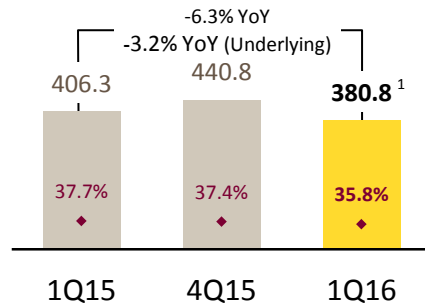


Mobile customers

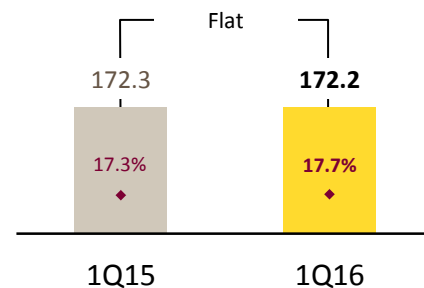


- Mobile service revenue trend further improved, almost flat YoY
- Mobile ARPU YoY growth at 1.5%, confirming signs of market recovery
- Double digit growth in mobile data revenue of 13% YoY
- Fixed-broadband customers base grew 3.3% YoY
- 4G/LTE population coverage at 58%
- EC competition authority started Phase II review of the JV on March 30, 2016

EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



¹ 1Q16 EBITDA negatively impacted by approximately EUR 12.4 million related to towers' transaction

2016 guidance confirmed

	Actual 2015		Targets
Service Revenue ¹	(0.2%)	→	Flat to low single digit growth YoY
EBITDA Margin ¹	40.8%	→	Flat to +1 p.p.
CAPEX / Revenue ¹	18.2%	→	17-18%
OCF margin ¹ (EBITDA-CAPEX)/Revenue	22.6%	→	Flat to +2 p.p.
Leverage ²	1.4x	→	~2x

¹ All targets except leverage calculated at constant currency. Targets for 2016 assume no major regulatory changes, no change to the asset portfolio and no major macro-economic changes; targets are also adjusted for Italy classified as asset held for sale; EBITDA Margin excludes exceptional charges such as impairment charges, restructuring charges, litigation and settlements, impact of M&A transactions and related accounting and other one-off charges and transformation costs

² Leverage target 2016 on assumed FX for 2016 (all currencies, e.g. Ruble/Dollar of 70). See attachment for table with 2016 currency assumptions; leverage target 2016 assumes successful closing of Italy JV and Pakistan JV

1Q16 speakers and agenda

Jean-Yves Charlier – Chief Executive Officer

- Group highlights
- Financial highlights

Andrew Davies – Chief Financial Officer

- Group results review
- Country results review
- Group FY16 guidance

Jean-Yves Charlier – Chief Executive Officer

- Final remarks
- Q&A session

Final remarks

- 1 Challenging macro-economic environment still weighting on reported results, however improvement in sight
- 2 Revenue and underlying EBITDA back to organic growth in 1Q16
- 3 Italy transaction closing expected around the end of 2016
- 4 Performance transformation accelerating and on track
- 5 2016 guidance confirmed

1Q16 speakers and agenda

Jean-Yves Charlier – Chief Executive Officer

- Group highlights
- Financial highlights

Andrew Davies – Chief Financial Officer

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- Country results review
- Group FY16 guidance

Jean-Yves Charlier – Chief Executive Officer

- Final remarks
- **Q&A session**

Further information

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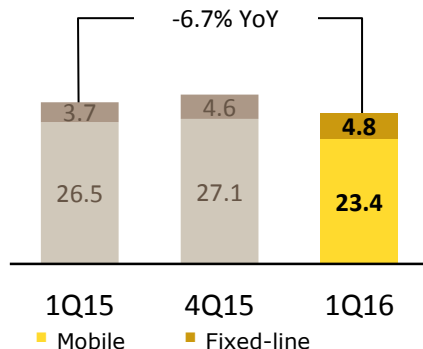
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Appendix

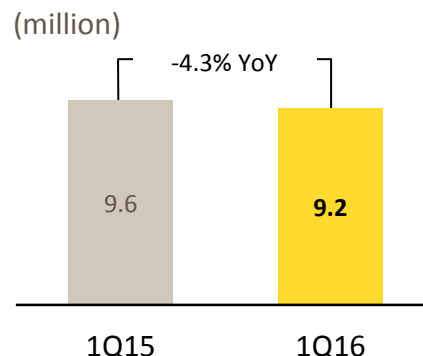
Kazakhstan: gaining EBITDA market share despite intense competition

KZT BILLION, UNLESS STATED OTHERWISE

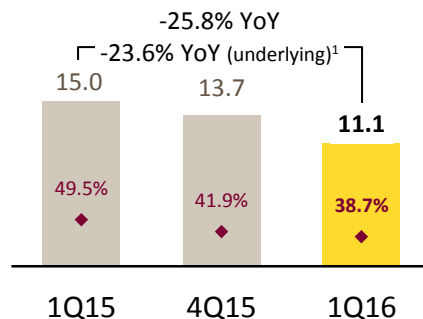
Service revenue



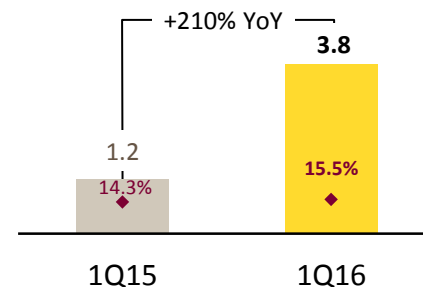
Mobile customers



EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



- Mobile service revenue decreased by 4% YoY, excluding MTR reductions
- Fixed-line service revenue growth of 29% YoY
- EBITDA decreased 26% YoY, due to decline in revenue and increase in service costs, structural opex, performance transformation and KZT devaluation
- Beeline continues to gain EBITDA market share
- Continued competitive environment expected

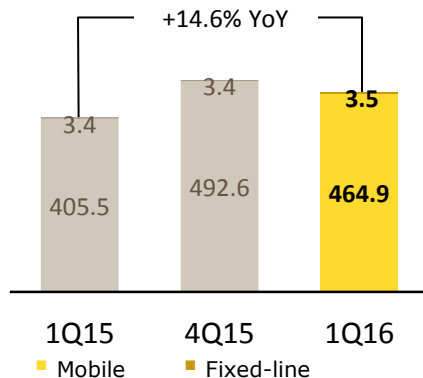


¹ 1Q16 EBITDA negatively impacted by a one-off of KZT 324 million related to performance transformation costs

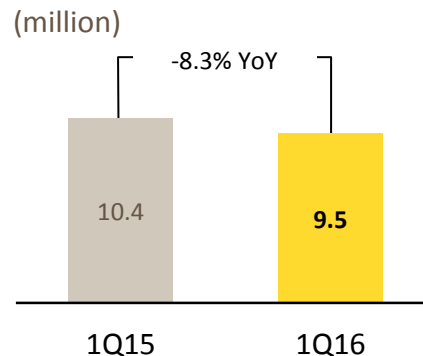
Uzbekistan: competition intensifying

UZS BILLION, UNLESS STATED OTHERWISE

Service revenue

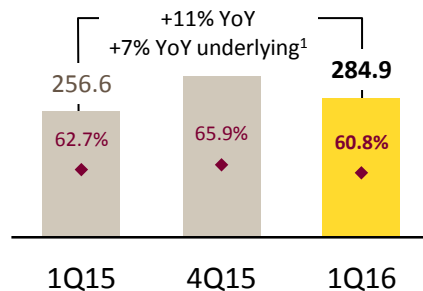


Mobile customers

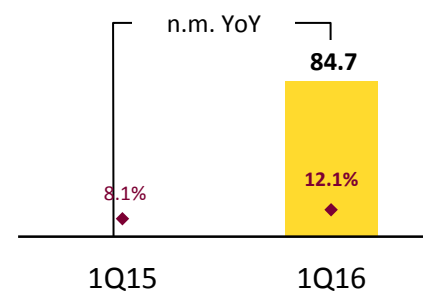


- Strong growth in mobile service revenue of 15% YoY
- Competition expected to increase
- Increase in customer tax negatively impacted EBITDA margin by 6.4 pp

EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue

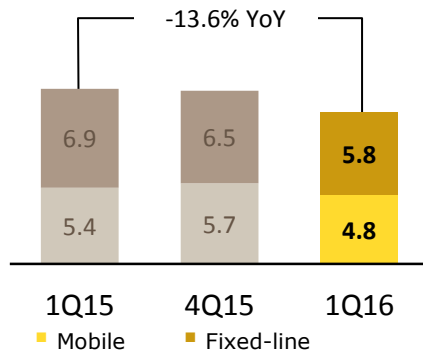


¹ 1Q16 EBITDA positively impacted by a one-off in recovery of litigation losses for UZS 5,159 million and recovery of bad debts of UZS 3,948 million for a total impact of UZS 9,107 million

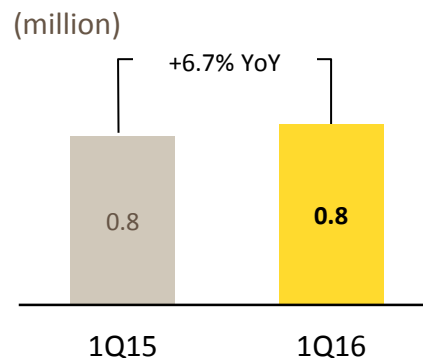
Armenia: strengthened market position

AMD BILLION, UNLESS STATED OTHERWISE

Service revenue

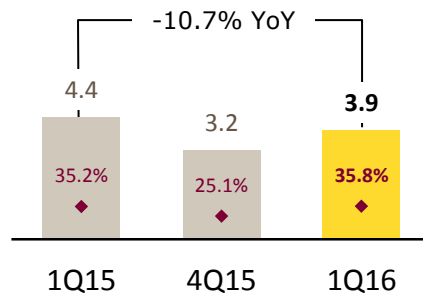


Mobile customers

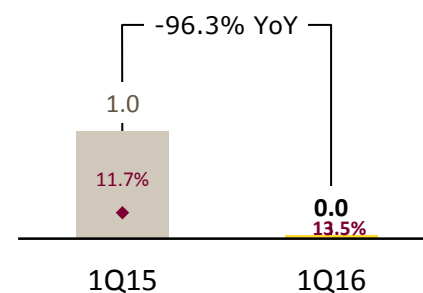


- NPS position improved to leading position
- Growing customer and EBITDA market share in a declining market
- Mobile data revenue growth of 12% YoY driven by promotion of data bundles

EBITDA and EBITDA margin



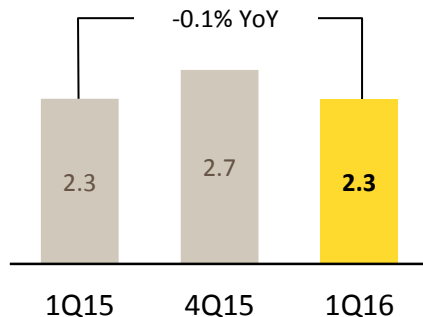
CAPEX excl. licenses and LTM CAPEX/revenue



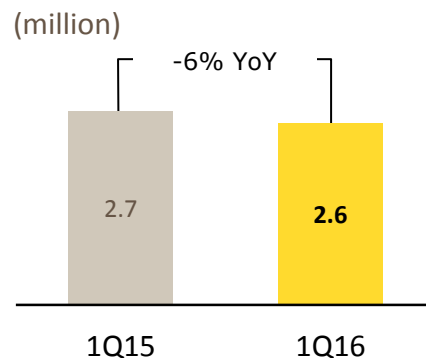
Kyrgyzstan: remained clear market leader

KGS BILLION, UNLESS STATED OTHERWISE

Mobile service revenue

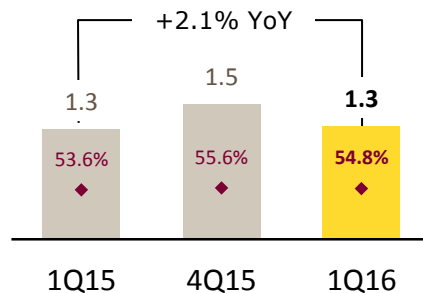


Mobile customers

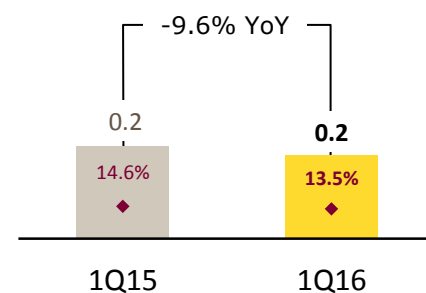


- Clear market leader, #1 in NPS as a result of network quality and value proposition
- Customer base decreased YoY mainly due to emigration as a result of Kyrgyzstan entering the Eurasian Customs Union
- EBITDA margin supported by network cost optimization

EBITDA and EBITDA margin



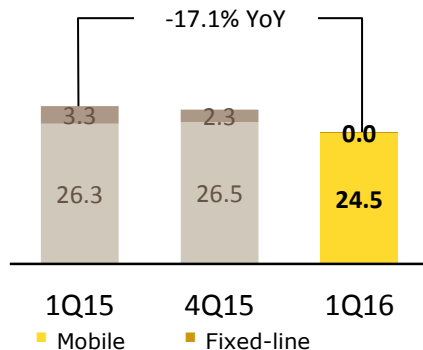
CAPEX excl. licenses and LTM CAPEX/revenue



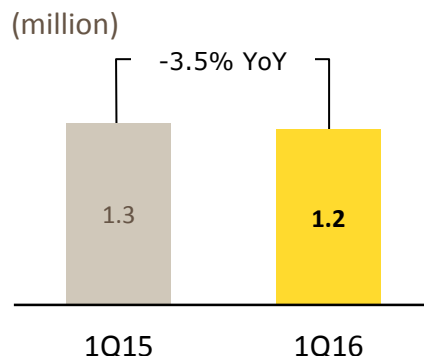
Georgia: continued customer improvement

GEL MILLION, UNLESS STATED OTHERWISE

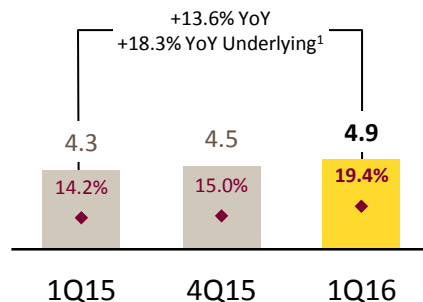
Service revenue



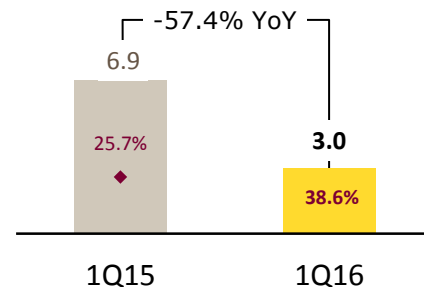
Mobile customers



EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



- Service revenue pressure due to mobile price competition and fixed-line transit traffic cancelation
- Strong mobile data revenue growth of 35% YoY driven by 4G/LTE launch
- EBITDA margin increased driven by savings in business costs and structural opex and positive one-off
- Capex decreased YoY due to phasing

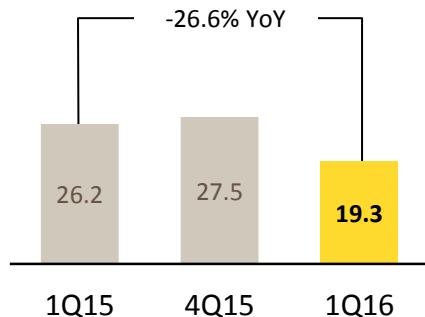


¹ 1Q16 EBITDA negatively impacted by a one-off of GEL 0.2 million related to HR costs

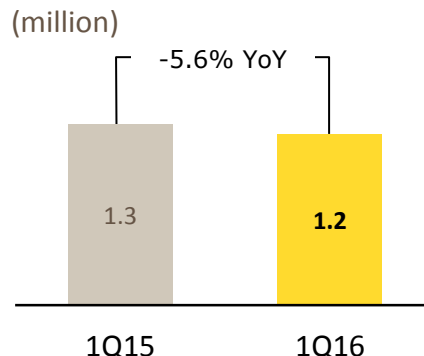
Tajikistan: outperformance in a challenging market

USD MILLION, UNLESS STATED OTHERWISE

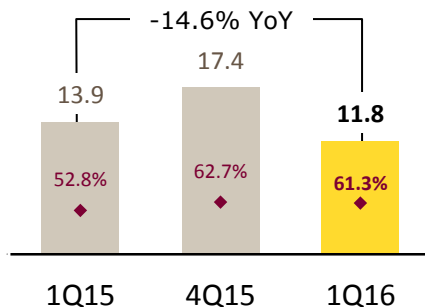
Mobile service revenue



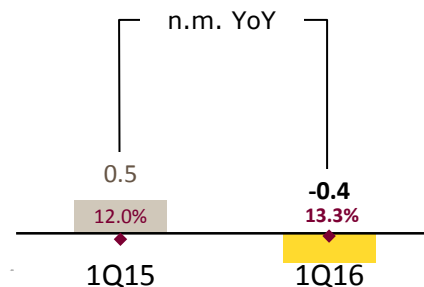
Mobile customers



EBITDA and EBITDA margin



CAPEX excl. licenses and LTM CAPEX/revenue



- Challenging environment with increasing competition and currency headwinds
- Lower incoming international traffic due to fewer migrants living abroad
- EBITDA margin increased due to lower international and local interconnect costs
- Negative capex due to an adjustment of USD 0.9 million related to capex booked in December 2015



1Q16 cash flow statement

USD million	1Q16	1Q15	YoY
EBITDA	758	938	(179)
Changes in working capital and other	(805)	(1,220)	415
Net interest paid	(189)	(252)	63
Income tax paid	(125)	(342)	217
Net operating cash flow from discontinued operations	123	112	11
Net cash from/(used in) operating activities	(238)	(764)	526
Net investing cash flow from continued operations	(360)	(480)	120
Net investing cash flow from discontinued operations	(191)	530	(721)
Net cash from/(used in) investing activities	(551)	50	(601)
Net financing cash flow from continued operations	36	1,646	(1,610)
Net financing cash flow from discontinued operations	(10)	(509)	500
Net cash flow from/(used in) financing activities	26	1,137	(1,111)
Net (decrease)/increase in cash and cash equivalents	(763)	423	(1,185)

VimpelCom debt structure

VimpelCom debt as at 31 March 2016

USD million	Outstanding (USD)
HQ	4,982
PJSC	3,453
Algeria	508
Pakistan	365
Bangladesh	363
All other	15
VimpelCom	9,686

Apart from PJSC and the Bangladesh USD bonds, all OpCos are predominantly financed in local currency¹

VimpelCom HQ debt as at 31 March 2016

USD million	Maturity	Coupon	Outstanding (USD)	Currency
VimpelCom Holdings (PJSC Guarantee)	2017	6.2546%	349	USD
VimpelCom Holdings (PJSC Guarantee)	2022	7.5043%	1,280	USD
VimpelCom Holdings (Fallaway PJSC Guarantee)	2018	9.0000%	177	RUB
VimpelCom Holdings (Fallaway PJSC Guarantee)	2019	5.20000%	571	USD
VimpelCom Holdings (Fallaway PJSC Guarantee)	2023	5.9500%	983	USD
VimpelCom Holdings			3,360	
Alfa Bank loan (VIP Holdings Guarantee)	2017		1,000	USD
Vendor Financing (PJSC Guarantee)	2022		622	USD
RCF (VIP Holdings Guarantee)	2017		-	USD
VimpelCom Amsterdam			1,622	

PJSC debt as at 31 March 2016

USD million	Maturity	Coupon	Outstanding (USD)	Currency
PJSC VimpelCom LPN's	2016	8.2500%	266	USD
PJSC VimpelCom LPN's	2018	9.1250%	499	USD
PJSC VimpelCom LPN's	2021	7.7480%	651	USD
PJSC RUB Bond	2017	11.9000%	370	RUB
PJSC RUB Bond	2017	10.0000%	223	RUB
PJSC Sberbank	2018	12.7500%	650	RUB
PJSC Sberbank	2017	12.7500%	205	RUB
PJSC Sberbank	2018	11.5500%	444	RUB
PJSC Vendor Financing	2016 – 2019		102	RUB
Other PJSC debt	2016 – 2052		43	RUB ²
Total PJSC			3,453	

¹ This applies to external indebtedness only

² Small portion (USD 2 million) of PJSC's other debt is USD denominated

Note: these tables do not include USD 1.2 billion GTH Finance bonds issued in April 2016

Debt Issuance Structural Objectives

Corporate level financing and liquidity management at VimpelCom HQ level in USD

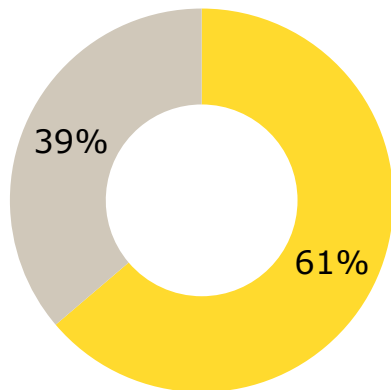
Optimize natural hedge where available

Financing for operational needs in local currencies in domestic markets where available

Liquidity analysis

Group Cash breakdown by currency

(March 31, 2016)



■ USD ■ Others

Unused RCF headroom at the end 1Q16:

VimpelCom - syndicate	USD 1.8 billion
PJSC VimpelCom - Sberbank	RUB 15 billion (USD 0.2 billion)

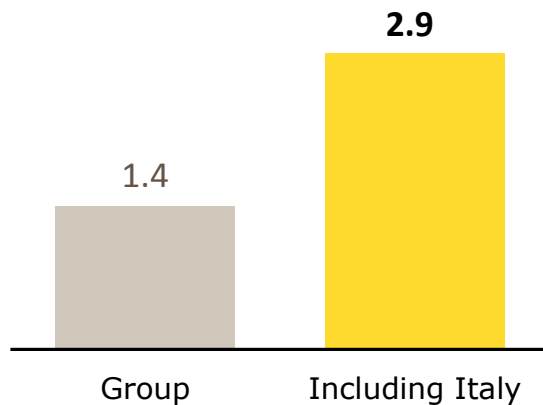
Unused VF/CF headroom at the end 1Q16:

VimpelCom - CDB	RMB 0.7 billion (USD 0.1 billion)
Algeria - syndicate	DZD 32 billion (USD 0.3 billion)
Pakistan - syndicate	PKR 19 billion (USD 0.2 billion)

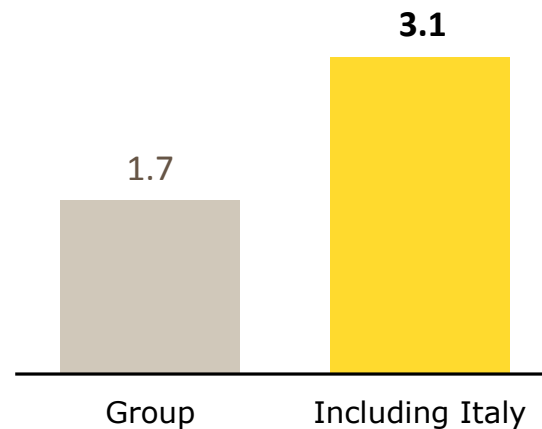
Cash position largely held in USD

Net debt/EBITDA

Net debt / EBITDA¹
(December 31, 2015)



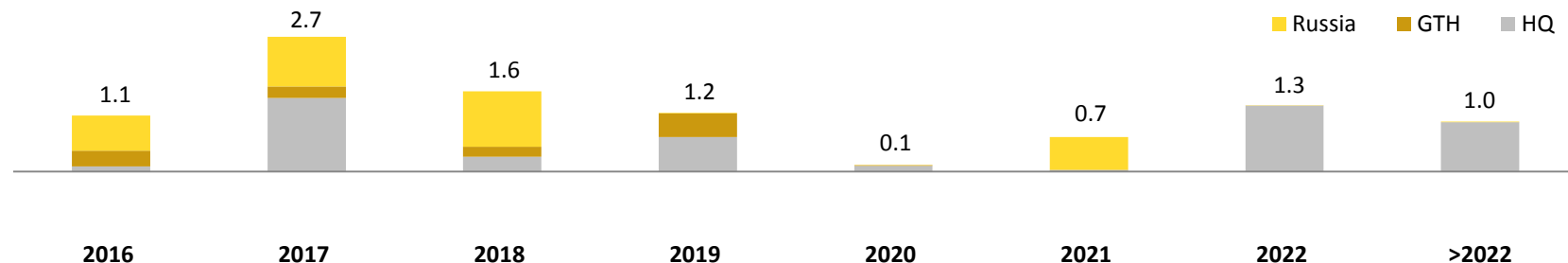
Net debt / EBITDA¹
(March 31, 2016)



Group debt maturity schedule

As at 31 March 2016, in USD billion

Group debt maturity schedule



Group debt maturity schedule by currency¹

	2016	2017	2018	2019	2020	2021	2022	>2022	
USD	0.4	1.5	0.6	1.0	0.1	0.7	1.3	1.0	67%
RUB	0.4	1.0	0.8	0.0	0.0	0.0	0.0	0.0	23%
Other	0.3	0.2	0.2	0.2	0.0	0.0	0.0	0.0	10%

Debt by entity

As at 31 March 2016, USD million

Entity	Type of debt/lender					Total
	Bonds	Loans	RCF	Vendor Financing	Other	
VimpelCom Holdings B.V.	3,360	-	-	-	-	3,360
VimpelCom Amsterdam B.V.	-	1,000	-	622	-	1,622
PJSC VimpelCom	2,008	1,299	-	103	43	3,453
Pakistan Mobile Communications Ltd	72	294	-	-	-	365
Banglalink Digital Communications Ltd	300	63	-	-	-	363
Omnium Telecom Algeria S.p.A.	-	508	-	-	-	508
KaR-Tel LLP	-	6	-	-	-	6
Others	-	0	-	9	0	9
Total	5,740	3,170	-	734	43	9,686

Reconciliation of reported to underlying EBITDA

USD million, unaudited	1Q16	1Q15
EBITDA	758	938
Transformation costs, of which	44	-
Other transformation costs at OpCo level	9	-
Other transformation costs at HQ level	35	-
Other exceptional items in OpCos, of which	(4)	7
Reversal in tax and other provisions in Ukraine	(1)	-
Release of legal expenses and bad debt provision in Uzbekistan	(3)	-
SIM verification costs in Pakistan	-	7
Total exceptional items	40	7
EBITDA underlying	799	945

Reconciliation of consolidated net debt

USD million	31 March 2016	31 December 2015
Net debt	6,407	5,496
Cash and cash equivalents	2,928	3,614
Long - term and short-term deposits	351	434
Gross debt	9,686	9,544
Interest accrued related to financial liabilities	148	179
Fair value adjustment	-	-
Other unamortised adjustments to financial liabilities (fees, discounts etc.)	57	60
Derivatives not designated as hedges	50	2
Derivatives designated as hedges	48	3
Total other financial liabilities	9,989	9,788

Rates of functional currencies to USD

	Average rates				Closing rates			Closing rates		
	1Q16	1Q15	YoY	FY16 Targets	1Q16	1Q15	YoY	4Q15	4Q14	YoY
Russian Ruble	74.63	62.19	20.0%	70.00	67.61	58.46	15.6%	72.88	56.26	29.5%
Euro	0.91	0.89	2.0%	0.88	0.88	0.93	-5.5%	0.92	0.83	11.4%
Algerian Dinar	107.82	93.21	15.7%	100.00	108.39	97.70	10.9%	107.10	87.92	21.8%
Pakistan Rupee	104.74	101.41	3.3%	105.00	104.71	101.93	2.7%	104.73	100.52	4.2%
Bangladeshi Taka	78.47	77.85	0.8%	79.00	78.38	77.81	0.7%	78.25	77.93	0.4%
Ukrainian Hryvnia	25.65	21.12	21.5%	25.00	26.22	23.44	11.9%	24.00	15.77	52.2%
Kazakhstani Tenge	355.12	184.58	92.4%	350.00	343.06	185.75	84.7%	339.47	182.35	86.2%
Uzbekistan Som	2,843.5	2,450.6	16.0%	2840.00	2,876.7	2,490.2	15.5%	2,810.0	2,422.4	16.0%
Armenian Dram	488.59	477.11	2.4%	480.00	480.79	471.13	2.1%	483.75	474.97	1.8%
Kyrgystani Som	74.21	60.82	22.0%	70.00	70.02	63.87	9.6%	75.90	58.89	28.9%
Georgian Lari	2.44	2.07	17.5%	2.25	2.37	2.23	6.2%	2.39	1.86	28.5%