

Charity and sponsorship

LUKOIL's charity and sponsorship projects are conducted throughout the country. Partners and beneficiaries include well-known creative teams, sports teams, research and medical centers, and small subsidiaries and groups of citizens in need of help. In

Russia, these issues are managed by the LUKOIL Council for Coordination of Charity/Sponsorship Activities, which is chaired by First Vice-President of LUKOIL Alexander Matytsyn.

Foreign subsidiaries with smaller budgets plan charity activity independently within the framework of the general priorities approved by LUKOIL.

Education

In our interactions with local communities we pay close attention to improving educational levels, and seek to achieve this both through charity projects and

interactive programs with secondary and higher educational institutions. We believe that in this way the Company can contribute to developing human capital

and establishing intellectual potential in production areas that require modern and innovative solutions.



Target 4.4.

By 2030, substantially increase the number of youth and adults who have relevant skills, including technical and vocational skills, for employment, decent jobs and entrepreneurship.

Programs for schoolchildren focus on developing the skills and knowledge that they will need in their studies and professional activity. Career-oriented work is performed for senior high school students, and trips are organized to LUKOIL enterprises.

Since 2000 we have been supporting promising students, young teachers, and masters of industrial training by awarding them with scholarships and grants. In 2017 the scholarship program covered 11 institutions of higher education, four colleges, and one high school in Russia. On average, LUKOIL grants are more than twice the size of a state grant¹.



Detailed related information can be found on the Company's website



SUPPORT PROGRAMS FOR STUDENTS AND TEACHERS IN HIGHER AND SECONDARY EDUCATIONAL ORGANIZATIONS IN RUSSIA

	2015	2016	2017
Student grants			
Number of grant holders, people	180	186	180
Amount of financing, RUB million	5.1	5.8	6.6
Grants for teachers			
Number of grant holders, people	82	88	89
Amount of financing, RUB million	9.0	9.6	10.3

Note. Numbers for 2015-2016 have been adjusted.

¹ In 2017 the academic state grant for university students was set at RUB 1,484 per month.

As part of the comprehensive cooperation program between LUKOIL Group subsidiaries and industry-specific higher education institutions (oil, chemistry, and gas), dedicated departments have been set up, the material and training facilities of universities have been increased

significantly, and new training aids have been published.

In 2017 LUKOIL CEO Vagit Alekperov visited the opening at the Gubkin Russian State University of Oil and Gas (national research university) of a research and training site, a Center for

Supervising Oilfield Development, and Exhibition Areas, which was refurbished with the Company's support. The LUKOIL CEO delivered a lecture on development trends in global fuel and energy markets and the Russian oil industry, and met the recipients of LUKOIL scholarships and grants.



In Iraq a project is being implemented in Basra, jointly with the Education Department to train young children from the Eiz Eldeen Saleem District on the deployment of digital technologies. Equipment has been supplied to schools and is being used to teach a number of subjects, including mathematics. Currently the program is only available to first graders; however, there are plans to subsequently expand it to the entire primary school.



FAMILY NIGHTS IN HOUSTON

LUKOIL supports the Children's Museum in Houston as a sponsor of a Free Family Night event. Thanks to our support, low-income families can visit museums for free and participate in educational programs that acquaint the children with science, technologies, engineering, and mathematics. The goal of the project is to increase the engagement of partners in the education of children and to reduce the impact of poverty on the level of education achievement. In 2017 a record number, over 100,000, visited the Free Family Night event.



"I like these pictures on the screen – it feels as if you are watching cartoons at home. Now it is always fun in lessons!"

HASSAN SHAHID,
pupil of the Al Rawad primary school
located in Um Shewage village

Support for children and childcare institutions

Our support program for childcare institutions (family support and childhood centers) is a priority within LUKOIL's charity activity. We decided to provide support in this area long before the topic came to the attention of society. Our goal is to create conditions that provide the best start in life for children deprived of parental care.

The Company has helped resolve numerous issues encountered by sponsored childcare institutions: buildings now have modern interiors, and classrooms are equipped with suitable furniture and educational materials.

As a result of reforms to the guardianship system, the requirements of childcare institutions in the social sector in Russia have changed. It is for this reason that LUKOIL is intensifying its activity focused on the long-term personal development of children and their socialization and adaptation to independent life.

An acute problem faced by the children we support is the lack of an appropriate adult role model to communicate with, as a result of a breakdown in parent-child relations. We attempt to help resolve this complex issue through voluntary activities involving our young professionals.

The Company continues to help the graduates of sponsored orphanages obtain an education by providing them with grants. In 2017, 49 graduates received support in this area. We provide vocational training and also pay attention to the creative development of children. Towards this end, we hold the children's drawing contest "We're Drawing the Kremlin" and a special program as part of the Spasskaya Tower festival.



For more details
go to the website

