

A L L O C A T I O N O F P R O F I T

Company's dividend policy focuses on enhancement of Company's investment prospects and market value, balancing between interests of the Company and its stockholders. The Company's dividend policy is envisaged by the Regulations on Dividend Policy⁹⁴. Fundamentals of the dividend policy are:

- Dividends are basically calculated from the profit, no adjustments for revaluation of financial assets to be made;
- Maintenance of required financial and technical status of the Company (execution of investment program), provision of Company's development prospects;
- Compliance of dividend calculation and distribution practices with laws of Russia and best corporate governance standards;
- Optimal mixture of interests of the Company and its stockholders;
- Required enhancement of Company's investment prospects and its market value;
- Provision of transparency of dividend calculation and distribution;
- Dividends are distributed among holders of common shares only if holders of preferred shares collect all dividends as stated by the Company's charter (if the Company has any preferred shares).

Allocation of profit*

	FY2013 (General meeting held in 2014)	FY2014 (General meeting held in 2015)	FY2015 (General meeting held in 2016)
Non-distributed net profit (loss) of the reported period, namely:	354,581	2,006,783	2,466,036
Reserve fund	17,729	80,260	0
Enterprise development	247,673	1,419,426	1,224,523
Dividends	89,179	507,097	1,241,513
Recovery of losses of previous periods	0	0	0

* Allocation of profit as decided by the Annual General Meetings of Stockholders:
 AGSM held in 2014 (FY2013): Minutes No.7 dated as of 27.06.2014.
 AGSM held in 2015 (FY2014): Minutes No.8 dated as of 18.06.2015.
 AGSM held in 2016 (FY2015): Minutes No.9 dated as of 06.06.2016.

Pursuant to the Company's charter, allocation of FY2016 profit will be decided upon by the Annual General Meeting of Stockholders.

Dividend report

	FY2015	FY2014	FY2015
Resolution date	Minutes No.9 dated as of 06.06.2016.	Minutes No.8 dated as of 18.06.2015.	Minutes No.7 dated as of 27.06.2014.
Total accrued dividend, RUB	1,241,513,000	507,097,000	89,179,000
DPS, RUB	0.0142	0.0058	0.00102
Dividends paid, RUB	1,230,151,099	502,266,148.12	88,228,612.45
Paid/Accrued, %	99.01	99.047	98.93

Unfortunately, persons, included into the list of persons entitled to collect dividends, collected no dividends since they had not provided the registrar with relevant information on details required for dividend transfers.

F R E Q U E N T L Y A S K E D Q U E S T I O N S A N D A N S W E R S

How can I know the exact amount of the Company's shares owned by me?

To see the exact amount of the Company's shares owned by you, you need to contact our registrar STATUS (AO) at its HQ (located at: 32/1 Ulitsa Novorogozhskaya, Moscow, Russia, 109544) or its regional branches (explore the official registrar's web-site at www.rostatus.ru to find the nearest office near you). Please, be aware that you should have your ID with you to pick up the account statement containing the exact amount of the Company's shares owned by you.

I have problems with collecting dividends through my bank account, though general meetings of stockholders regularly vote for dividend allocation. What should I do to finally collect the dividends?

The problem seemingly lies in incorrect or fragmentary data regarding your bank account or taxpayer ID number. You should contact our registrar (STATUS AO) to clear this up.

I do not receive the voting papers from your company to be able to vote at general meetings of stockholder. What should I do to start receiving the voting papers?

The register seemingly contains incorrect address details. To alter it, you should contact any registrar's office, nearest to you. The registrar alters the register only using relevant data of a questionnaire completed by the stockholder. This questionnaire can be downloaded from the official registrar's web-site www.rostatus.ru for completion. Alteration services are to be paid for in line with the current fees disclosed by the registrar. Please, explore the official registrar's web-site to find more details on alteration procedure.