



REPORT ON NET PROFIT USE

Upon the results of financial and business operations in 2020, a loss of RUB 33.6 billion was incurred.

The Annual General Meeting of Shareholders held on 30 June 2021 (Minutes No. 47 dated 2 July 2021) decided not to distribute net profit for 2020 due to the loss of RUB 33,605,419 thousand incurred by JSC FPC in 2020.

Upon the results of financial and business operations in 2021, JSC FPC suffered a loss of RUB 5,417,978 thousand.

Based on the results of a financial year, the Annual General Meeting of Shareholders is to approve the distribution of net profit of the Company as recommended by the members of the Board of Directors of JSC FPC.

According to the approved internal policy of JSC FPC, net profit is to be distributed as follows:

- 5% are to be allocated to the reserve fund
- Shortfall in cash flow required to finance the Investment Programme
- The remainder is the dividend to be paid

According to the decision made by the Board of Directors of JSC FPC, no more than 2% of net profit for a year may be allocated to charitable aid, including donations.