

**RECOMMENDATIONS OF THE COMPANY'S BOARD OF DIRECTORS ON THE
DISTRIBUTION OF PROFIT, INCLUDING THE AMOUNT OF DIVIDEND ON THE
COMPANY SHARES AND PROCEDURE TO PAY IT BASED ON THE 2014 FINANCIAL
YEAR RESULTS.**

To recommend the General Shareholders' Meeting to make decision not to pay out dividends on ordinary registered non-documentary shares.

To recommend the General Shareholders' Meeting to make decision to pay out dividends on preferred registered non-documentary shares in the amount of 5 kopeks per share.

To propose to the General Shareholders' Meeting to set the date of compiling the list of persons entitled to receive dividends on preferred registered non-documentary shares, - 11 July 2015.

To recommend the General Shareholders' Meeting to approve distribution of the part of the accumulated profits from previous years as follows:

- dividend payment in respect of placed preferred shares of the Company amounted to – **6 937 845, 75 RUB**
- profit balance of **67 322 824 816, 13 RUB** to be left undistributed "

Notes:

The above calculations are based on the following assumptions:

2014 US GAAP loss in USD: **4 335 426 588,00**

Central Bank of Russia's RUB to USD forex rate as of **21th May 2015: 49,7919RUB**

2014 US GAAP loss in Rubles: **215 869 127 127, 04**

Number of preferred shares: 138 756 915 shares

Number of ordinary shares: 416,270,745 shares