

**Information (materials) provided for
PJSC LSR Group shareholders as a part of preparation for the general shareholders meeting
planned for April 5, 2016.**

Pursuant to the notice of PJSC LSR Group general shareholders meeting, the shareholders are to get acquainted with the following:

Information about the auditors:

1. Auditor of accounting (financial) statements prepared in accordance with the Russian Accounting Standards.

Limited Liability Company Audit-Service SPb

Location: 190031, St. Petersburg, Kazanskaya str., 44.

Change in corporate form registered on December 30, 2014 by the Interdistrict Inspectorate no. 15 of the Federal Tax Service in St. Petersburg, certificate series 78 no. 009195339.

LLC Audit-Service SPb is a member of the Self-regulating organization of auditors Audit Chamber of Russia (Association), the abbreviated name — SRO ACR, Principal Number of Registration Entry no. 11501010270.

Limited Liability Company Audit-Service SPb was founded in 2014 as a result of change in ZAO Audit-service corporate form, and it is the legal successor of the latter.

Auditing firm ZAO Audit-Service was founded in St. Petersburg in 1996.

ZAO Audit-Service's specialization profile: audit of organizations involved in investments in securities, construction, development, production of building materials and products, transport and other services.

In 2012, 8 auditors successfully passed the qualifying examination and received a uniform qualification certificate.

- ZAO Audit-service had been a member of SRO NP Audit Chamber of Russia, Principal Number of Registration Entry no. 10401003966
- ZAO Audit-service had been a full member of the Audit Chamber of St. Petersburg (certificate no. 000581 of September 17, 2003).

ZAO Audit-Service successfully passed audits for quality of its auditing activities in 2005, 2009, and 2014. ZAO Audit-Service received a "clean" audit opinion of the commission supervising SRO ACR organizations' auditing activities and their observance of professional ethics.

Moreover, on August 5, 2014 ZAO Audit-Service received a "clean" audit opinion no. 72-13-04/2752 from the Federal Service for Fiscal and Budgetary Supervision in respect of the auditing activities and observance of professional ethics.

ZAO Audit-service had audited the financial (accounting) statements of LSR Group companies since 1999. In addition, it also advised LSR Group companies on complicated issues concerning accounting and taxation.

To maintain the principle of objectivity, the auditor conducts periodic rotation of audit teams.

The auditor selection process is consistent with the requirements established by the Regulation on Tenders applied in LSR Group.

Information about the reward offered to the auditor: RUR 1,200,000 without VAT and overheads.

2. Auditor of consolidated financial statements prepared in accordance with the International Financial Reporting Standards.

KPMG in the CIS countries and worldwide

KPMG is an international network of professional firms providing audit, tax and advisory services. There are 162,000 KPMG employees working in 155 countries around the world.

KPMG has been working in Russia for more than 20 years, and during that time the basis of the company's activity has been the use of the company's global intellectual potential, combined with practical experience of Russian professionals, to help leading companies to achieve their objectives. At present, there are more than 4,000 KPMG employees working in 18 offices in Russia and the CIS.

In 2011, KPMG topped the list of the largest auditing and consulting companies in Russia, and since 2009 it has been the largest Russian auditing firm (according to a report issued by Expert RA rating agency).

KPMG experience in construction companies

KPMG provides services to a number of major Russian and international construction companies located in Russia and the CIS. These services include audits according to international and Russian standards, tax, legal and general advisory services, as well as providing advice on financial and business management issues.

KPMG has been involved in the implementation of various projects, such as transformation of financial statements prepared in accordance with domestic standards to meet the IFRS or US GAAP formats, training of personnel on accounting and management, conducting international audits, preparation of relevant documentation of companies planning to get listed or to issue bonds on the stock exchanges throughout the world, as well as assistance for potential investors and credit organizations.

Since 2006, AO KPMG has audited consolidated financial statements of the Company prepared in accordance with the International Financial Reporting Standards.

To maintain the principle of objectivity, the auditor conducts periodic rotation of audit teams.

The auditor selection process is consistent with the requirements established by the Regulation on Tenders applied in LSR Group.

Information about the reward offered to the auditor: RUR 13,700,000 without VAT and overheads.

PJSC LSR Group's Board of Directors