

**Information (materials) provided for the shareholders of
PJSC LSR Group to prepare for the Annual General Meeting of Shareholders scheduled
for April 5, 2016.**

In accordance with the notice of the Annual General Meeting of Shareholders of PJSC LSR Group, the following recommendations are provided to the Company's shareholders:

Recommendations of the Board of Directors on distribution of the Company's profit based on the results of 2015 financial year, including payment of dividends and the record date:

In accordance with Protocol No.2/2016 of the meeting of the Board of Directors as of March 3, 2016, the Board of Directors recommends the Annual General Meeting of Shareholders to distribute the Company's profit based on the results of 2015 financial year in the following way:

- pay out dividends on ordinary registered shares based on 2015 results in the amount of 8,036,356,770 (eight billion thirty-six million three hundred fifty-six thousand seven hundred seventy) roubles or 78 (seventy-eight) roubles per one ordinary registered share. Form of payment of dividends - cash. To set April 18, 2016 as the record date for shareholders to be eligible to receive dividends.
- not to pay remuneration and compensation to the members of the Internal Audit Committee during the period of fulfilment of their duties until the following Annual General Meeting of Shareholders of the Company;
- approve the compensation and remuneration in the amount of 37,800,000 (thirty seven million eight hundred thousand) rubles to be paid to the appointed members of the Board of Directors and associated with their work in the capacity of the members of the Board of Directors for 2016 – 2017;
- not to distribute the remaining net profit on the basis of 2015 financial results.

PJSC LSR Group's Board of Directors