

Report on related party transactions carried out by Sistema PJSFC in 2017

All the transactions closed by Sistema PJSFC in 2017 that are recognised as related party transactions under the Federal Law On Joint-Stock Companies were approved by the Board of Directors of the Corporation.

This report was approved by Sistema's Board of Directors at the meeting on 19 May 2018 (Minutes No. 05-18 dd 221 May 2018); the reliability of information included in the report was confirmed by the Audit Review Commission of Sistema PJSFC.

1	2	3	4	5	6
No	No of the BoD minutes and decision date	Description	Counterparties	Transaction value	Related parties
1	02-16, 12 March 2016	Acquisition of additionally issued ordinary registered shares in JSC Leader Invest and transfer of ordinary registered shares in JSC Lobachevskogo 120 to JSC Leader Invest	JSC Leader Invest	RUB 1,527,821,460.00	V. Evtushenkov, F. Evtushenkov, V. Rozanov, S. Shishkin
2	13-16, 09 December 2016	Signing of the agreements providing for indemnification of members of Sistema's Board of Directors against legal and other expenses and losses	Sistema Finance S.A., A. Dubovskov, F. Evtushenkov, P. Clanwilliam	RUB 1,557,400,000.00	V. Evtushenkov, A. Dubovskov, F. Evtushenkov, P. Clanwilliam, M. Shamolin, V. Rozanov
3	13-16, 09 December 2016	Signing of the indemnity agreement with Sistema Finance S.A.	Sistema Finance S.A.	RUB 1,557,400,000.00	V. Evtushenkov, F. Evtushenkov, M. Shamolin, V. Rozanov
4	12-16, 29 October 2016	Sale of shares in JSC Leader Invest to F. Evtushenkov	F. Evtushenkov	RUB 32,692,738.00	V. Evtushenkov, F. Evtushenkov
5	12-16, 29 October 2016	Sale of shares in JSC Intellect Telecom to F. Evtushenkov	F. Evtushenkov	RUB 2,655,010.00	V. Evtushenkov, F. Evtushenkov
6	12-16, 29 October 2016	Sale of shares in JSC Business Nedvizhimost to L. Monosov	L. Monosov	RUB 7,396,754.00	L. Monosov
7	12-16, 29 October 2016	Sale of shares in JSC Mosdachtrest to L. Monosov	L. Monosov	RUB 14,949,437.00	L. Monosov
8	12-16, 29 October 2016	Sale of shares in JSC Steppe AgroHolding to A. Uzdenov	A. Uzdenov	RUB 14,000,000.00	A. Uzdenov
9	12-16, 29 October 2016	Sale of a stake in LLC Segezha Group to A. Uzdenov	A. Uzdenov	RUB 21,619,552.00	A. Uzdenov
10	12-16, 29 October 2016	Sale of shares in JSC Binnopharm to M. Cherny	M. Cherny	RUB 4,549,317.00	M. Cherny
11	12-16, 29 October 2016	Sale of a stake in LLC Kronstadt Group to M. Cherny	M. Cherny	RUB 6,975,620.00	M. Cherny
12	13-16, 09 December 2016	Provision of a loan to LLC Kronstadt Group and an additional contribution to the authorised capital of LLC Kronstadt Group	LLC Kronstadt Group	RUB 4,251,928,408.00	V. Evtushenkov, S. Boev, F. Evtushenkov, M. Shamolin, M. Cherny, S. Shishkin

13	01-17, 11 January 2017	Signing of Underwriting Agreement and of Engagement Letter	PJSC Detsky Mir, EXARZO HOLDINGS LIMITED, FLOETTE HOLDINGS LIMITED, Credit Suisse Securities (Europe) Limited, Goldman Sachs International, Morgan Stanley & Co. International plc, UBS Limited, JSC Sberbank CIB, SIB (Cyprus) Limited	RUB 251,574,410.00	V. Evtushenkov, F. Evtushenkov, V. Korchunov, O. Mubarakshin
14	03-15, 18 April 2015	Transfer of shares in JSC Mosdachtrest to JSC Business Nedvizhimost and acquisition of additionally issued shares in JSC Business Nedvizhimost	JSC Business Nedvizhimost	RUB 24,000,000,000.00	V. Evtushenkov ¹ , F. Evtushenkov ² , A. Zasursky ³ , L. Monosov ⁴ , S. Shishkin ⁵ , V. Shukshin ⁶
15	10-16, 10 September 2016	Acquisition of shares in East-West United Bank S.A. from PJSC MTS Bank	PJSC MTS Bank	RUB 2,600,000,000.00	V. Evtushenkov, F. Evtushenkov, V. Rozanov
16	02-17, 18 February 2017	Acquisition of additionally issued shares in JSC Business Nedvizhimost, and transfer of shares in OJSC VAO Intourist and JSC Mosdachtrest and an equity stake in LLC Altay Resort to JSC Business Nedvizhimost	JSC Business Nedvizhimost	RUB 1,050,360,800.00	V. Evtushenkov, F. Evtushenkov, A. Zasursky, L. Monosov, S. Shishkin, V. Shukshin
17	04-17, 01 April 2017	Pledge of shares in JSC RTI as security for JSC RTI's liabilities to PJSC VTB Bank	VTB Bank (Public Joint-Stock Company), JSC RTI	RUB 22,944,442,363.54	V. Evtushenkov ⁷ , S. Boev ⁸ , F. Evtushenkov ⁹ , S. Shishkin ¹⁰
18	05-17, 12 April 2017	Provision of an interest-bearing loan to JSC Steppe AgroHolding	JSC Steppe AgroHolding	RUB 1,153,000,000.00	V. Evtushenkov, F. Evtushenkov, A. Zasursky, A. Uzdenov, S. Shishkin

¹ The grounds for recognising the person a related party: controlling person of the Corporation and JSC Business Nedvizhimost. Stake in the Corporation: 64.2030%. Stake in JSC Business Nedvizhimost: 0%.

² The grounds for recognising the person a related party: close relative of the controlling person of the Corporation and JSC Business Nedvizhimost. Stake in the Corporation: 0.1817%. Stake in JSC Business Nedvizhimost: 0%.

³ The grounds for recognising the person a related party: member of the governance bodies of the Corporation and JSC Business Nedvizhimost. Stake in the Corporation: 0.0120%. Stake in JSC Business Nedvizhimost: 0%.

⁴ The grounds for recognising the person a related party: member of the governance bodies of the Corporation and JSC Business Nedvizhimost. Stake in the Corporation: 0.0965%. Stake in JSC Business Nedvizhimost: 0.06%.

⁵ The grounds for recognising the person a related party: member of the governance bodies of the Corporation and JSC Business Nedvizhimost. Stake in the Corporation: 0.0470%. Stake in JSC Business Nedvizhimost: 0%.

⁶ The grounds for recognising the person a related party: member of the governance bodies of the Corporation and JSC Business Nedvizhimost. Stake in the Corporation: 0%. Stake in JSC Business Nedvizhimost: 0%.

⁷ The grounds for recognising the person a related party: controlling person of the Corporation and JSC RTI. Stake in the Corporation: 64.2030%. Stake in JSC RTI: 0%.

⁸ The grounds for recognising the person a related party: member of the governance bodies of the Corporation and JSC RTI. Stake in the Corporation: 0.0929%. Stake in JSC RTI: 3%.

⁹ The grounds for recognising the person a related party: close relative of the controlling person of the Corporation and JSC RTI; member of the governance bodies of the Corporation and JSC RTI. Stake in the Corporation: 0.1817%. Stake in JSC RTI: 0%.

¹⁰ The grounds for recognising the person a related party: member of the governance bodies of the Corporation and JSC RTI. Stake in the Corporation: 0.0470%. Stake in JSC RTI: 0%.

19	06-17, 20 May 2017	Provision of an interest-bearing loan to JSC Steppe AgroHolding	JSC Steppe AgroHolding	RUB 1,840,000,000.00	V. Evtushenkov, F. Evtushenkov, A. Zasursky, A. Uzdenov, S. Shishkin
20	03-15, 18 April 2015	Transfer to the trust management of LLC Sistema Capital MC of the cash intended for transactions with securities and other transactions allowed by the Russian law	LLC Sistema Capital MC	RUB 2,985,500,000.00	V. Evtushenkov, F. Evtushenkov, V. Rozanov
21	07-17, 24 June 2017	Acquisition of units in real estate CEIF Sistema Rental Real Estate 1 managed by LLC LandProfit MC	LLC LandProfit MC	RUB 1,034,400,000.00	V. Evtushenkov, F. Evtushenkov
22	10-17, 14 October 2017	Change in the terms of the loans provided to JSC Steppe AgroHolding	JSC Steppe AgroHolding	RUB 770,000,000.00	V. Evtushenkov, F. Evtushenkov, A. Uzdenov, S. Shishkin
23	11-17, 18 November 2017	Extension and adjustment of the terms of the letter of credit issued by ING Bank (Eurasia)	Joint-Stock Company ING Bank (Eurasia), SISTEMA SHYAM TELESERVICES LIMITED	RUB 2,124,000,000	V. Evtushenkov, F. Evtushenkov, A. Gorbunov, V. Rozanov
24	13-17, 16 December 2017	Signing of the agreements providing for indemnification of members of Sistema's Board of Directors against legal and other expenses and losses	Sistema Finance S.A., A. Belova, R. Sommer	RUB 1,498,380,000.00	V. Evtushenkov, F. Evtushenkov, A. Belova, R. Sommer
25	15-17, 27 December 2017	Provision of an interest-bearing loan to JSC Sistema Invest	JSC Sistema Invest	RUB 20,000,000,000.00	V. Evtushenkov ¹¹ , F. Evtushenkov ¹² , S. Shishkin ¹³
26	04-18, 31 March 2018	Sale of units in CEIF Sistema Rental Real Estate 1 to PJSC MTS Bank	PJSC MTS Bank	RUB 1,116,996,840.00	V. Evtushenkov, F. Evtushenkov, A. Guryev, V. Rozanov

President of Sistema PJSFC

A. Dubovskov

¹¹ The grounds for recognising the person a related party: the controlling person of the Corporation and JSC Sistema Invest Stake in the Corporation: 64.2030%. Stake in JSC Sistema Invest: 0%.

¹² The grounds for recognising the person a related party: close relative of the controlling person of the Corporation and JSC Sistema Invest Stake in the Corporation: 0.1817%. Stake in JSC Sistema Invest: 0%.

¹³ The grounds for recognising the person a related party: member of the governance bodies of the Corporation and JSC Sistema Invest. Stake in the Corporation: 0.0470%. Stake in JSC Sistema Invest: 0%.