

Issue No. 2 on the agenda of the AGM: **Distribution of profits and payment of dividends for 2021**

Decision wording: **Sberbank net profits for 2021 shall not be distributed; no dividends shall be paid**

Explanatory note on the item

As per Federal Law No. 208-FZ "On Joint Stock Companies" dated 26 December 1995 and the Bank's Charter, the agenda of an Annual General Meeting of Shareholder (hereinafter, the AGM) must include an item on profit distribution (including dividend payment [declaration]) following the reporting year.

Decisions on recommendations for dividend payment are made in accordance with the provisions of Sberbank's dividend policy, taking into account the factors influencing capital and the ability to have an adequate margin of safety.

Unfriendly foreign states introduced sanctions against Sberbank (hereinafter, the Bank) in February-April 2022. To maintain the capital adequacy of banks amid the sanction pressure on Russia's banking industry, the Bank of Russia issued a press release on 15 April 2022 recommending banks and non-credit financial institutions to suspend dividend payment in 2022.

Order No. 1252-r of the Russian Federation Government dated 20 May 2022 stipulates that the Ministry of Finance of Russia, when preparing directives for representatives of the interests of the Russian Federation to participate in a meeting of the Supervisory Board of the Bank, as well as when forming the position of the Russian Federation, the Bank's shareholder, should not provide for the dividend payment [declaration] on ordinary and preferred shares of the Bank for 2021 in order to ensure sustainable lending to corporate clients and financial institutions of the Russian Federation.

The Supervisory Board of the Bank reviewed the item "Distribution of Sberbank profits and recommendations on the amount of dividends payable for 2021" and, taking into account the Order No. 1252-r of the Russian Federation Government dated 20 May 2022, made the following decisions:

- 1) Recommend the Annual General Meeting of Shareholders to refrain from distributing Sberbank net profits for 2021 and paying dividends
- 2) Propose the following resolution for approval by the Annual General Meeting of Shareholders of Sberbank: Sberbank net profits for 2021 shall not be distributed; no dividends shall be paid.

Taking into account the Bank's compliance with the legal requirements to form a reserve fund amounting to at least 5% of the Bank's charter capital (Article 35 of Federal Law No. 208-FZ "On Joint Stock Companies" dated 26 December 1995), no contributions to the Bank's reserve fund are needed.