

Item 3

Distribution of profit and payment of dividends for 2018

Draft resolution of the Meeting:

- 1) Approve the following distribution of Sberbank's net profit for 2018 after taxes in the amount of RUB 782,182,015,820.14: RUB 361,391,168,000.00 shall all be allocated for the payment of dividends; profit in the amount of RUB 420,790,847,820.14 shall form part of Sberbank's retained earnings.
- 2) Pay dividends for 2018 on Sberbank's ordinary shares in the amount of RUB 16.00 per share, and on Sberbank's preferred shares, in the amount of RUB 16.00 per share.
- 3) Approve June 13, 2019 as the date on which persons entitled to receive dividends for the year 2018 are to be determined.

Explanatory information on the item:

In accordance with Federal Law No. 208-FZ: "On Joint-Stock Companies" dated December 26, 1995 and the Charter of the Bank, the Bank is required to include an item related to profit distribution (including payment (declaration) of dividends) for the reporting year and the date when the persons eligible for dividends are determined in the agenda of the Annual General Meeting of Shareholders.

Such decisions are made by the Meeting of Shareholders upon the recommendation of the Bank's Supervisory Board.

At a meeting on April 16, 2019, the Bank's Supervisory Board addressed the matters: "On distribution of profits and recommendations on the amount of dividends payable for 2018" and "On the date on which persons entitled to dividends are determined" and resolved as follows:

as to the distribution of profits and recommendations on the amount of dividends payable:

- 1) Preliminarily approve distribution of Sberbank's profit and stipulate that profit not intended for dividend payout based on 2018 results shall remain within Sberbank's retained earnings.
- 2) Recommend the following dividends payable for 2018 performance: on Sberbank's ordinary shares in the amount of 16.00 RUB per share and on Sberbank's preferred shares in the amount of 16.00 RUB per share.
- 3) Propose the following resolution for approval by the Annual General Shareholders' Meeting of Sberbank:
 - Approve the following distribution of Sberbank's 2018 net profit after taxation in the amount of RUB 782,182,015,820.14: RUB 361,391,168,000.00 shall be allocated to pay dividends; profit in the amount of RUB 420,790,847,820.14 shall remain within Sberbank's retained earnings.
 - Pay out 2018 dividends: on Sberbank's ordinary shares in the amount of 16.00 RUB per share and on Sberbank's preferred shares in the amount of 16.00 RUB per share.

as to the date, on which persons entitled to dividends are determined:

Propose to the Annual General Meeting of Shareholders of Sberbank to set June 13, 2019 as the date on which persons entitled to dividends for the year 2018 are determined.

The source of dividends is the Bank's income after tax (net income) determined under the accounting (financial) statement of the Bank made in accordance with the laws of the Russian Federation.

The profit of Sberbank Group for 2018 after taxation (net profit) under IFRS totals RUB 831.7 bln, which is 1.11 times more than the profit in 2017.

The profit of the Bank for 2018 after taxation (net profit) under RAS totals RUB 782.2 bln, which is 1.20 times more than the profit in 2017.

Under the Regulations on the Dividend Policy, the Supervisory Board of the Bank, when resolving on the matter of recommending the Annual General Meeting of Shareholders the amount of dividends on the Bank's shares, also considered the key condition of reaching and maintaining the target base capital of Sberbank Group of 12.5% in mid-term by 2020 — without the anti-cyclical buffer of the Russian Federation set by the bank of Russia. The said target level is calculated in accordance with Basel III requirements (Common Equity Tier¹) based on consolidated financial statements of the Group (IFRS) considering the conservative forecast for development of the Group's business in the next reporting period.

Considering the current capital adequacy forecast for 2019 as well as the Bank's intent to consistently raise the share of dividend payments in the net profit of Sberbank Group under IFRS to 50%, the Supervisory Board of the Bank resolved to recommend the Annual General Meeting of Shareholders of Sberbank to direct RUB 361.4 bln for payment of dividends on the Bank's shares — that makes up 43.45% of the net profit in 2018 determined using the consolidated financial statements of the Bank under IFRS.

The amount of retained earnings will be RUB 420.8 bln which will ensure (with funds accumulated in previous years) asset growth according to Sberbank's 2020 Development Strategy 2020.

In accordance with Federal Law No. 208-FZ "On Joint-Stock Companies" dated December 26, 1995, the period of dividend payment depends on the date on which the persons entitled to dividends are determined.

This date may be established at least 10 days after the date on which the General Meeting of Shareholders resolves to pay (announce) dividends, and not later than 20 days from the date of such resolution.

The date for payment of dividends to nominee shareholders or trust managers registered in the shareholders' register shall not exceed 10 business days from the date on which the persons with the rights to receive dividends are determined.

Payment of dividends to eligible persons registered in the shareholders' register shall be made not later than 25 business days from the date on which the persons eligible for dividends are determined.

¹ Base capital (CET 1)