

Explanatory information on the Annual Accounting (Financial) Statements for 2019, including an assessment of the audit organization opinion on it, prepared by the Supervisory Board's Audit Committee

In accordance with the decision of the Annual General Meeting of Shareholders of the Bank dated May 24, 2019, the Bank's Articles of Association was amended in terms of transferring the issue of approving the annual accounting (financial) statements of the Bank from the competence of the General Meeting of Shareholders to the competence of the Supervisory Board of the Bank.

At the same time, approval of the annual report of Sberbank, including the results of the Bank and its subsidiaries for the reporting period according to international financial reporting standards (IFRS), is within the competence of the General Meeting of Shareholders (item No. 1 of the agenda of the Meeting).

The Bank's annual accounting (financial) statements for 2019 have been prepared in accordance with the requirements of the Bank of Russia¹ under Russian Accounting Rules (Russian Accounting Standards) and include:

- Auditor's report;
- Balance sheet (disclosure form) for the year 2019;
- Income statement (disclosure form) for the year 2019;
- Statement of capital adequacy level to cover risks (disclosure form) as of January 1, 2020;
- Statement of changes in equity of credit institution (disclosure form) as of January 1, 2020;

- Information on statutory ratios, the financial leverage ratio and the short-term liquidity ratio (disclosure form) as of January 1, 2020;
- Cash flows statement (disclosure form) as of January 1, 2020;
- Explanatory information to the annual accounting (financial) statements.

The annual accounting (financial) statements was audited by AO PricewaterhouseCoopers Audit an independent auditor, appointed as the Bank's auditor for 2019 and the 1st quarter of 2020 at the Annual General Meeting of Shareholders on May 24, 2019.

At the meeting on March 17, 2020, the Supervisory Board's Audit Committee of Sberbank has reviewed the Audit Report of the independent

auditor, AO PricewaterhouseCoopers Audit, on Sberbank's annual accounting (financial) statements for 2019, and has prepared its assessment of aforementioned Audit Report and adopted the following resolutions:

1. recommend the Supervisory Board of Sberbank to approve Sberbank's annual accounting (financial) statements for 2019 (prepared in accordance with the Central Bank of Russian Federation Regulation No. 3054-U dated September 4, 2013 "On the Procedure of Preparation of Annual accounting (financial) statements by credit institutions");
2. propose the Supervisory Board of Sberbank to include the Supervisory Board's Audit Committee's assessment of the Audit Report of the independent auditor,

¹ The Bank of Russia Ordinance № 4983-U: "On the Procedure for Preparation Annual Accounting (Financial) Statements by Credit Institutions" dated November 27, 2018 and the Bank of Russia Ordinance № 4927-U: "On Forms, Procedure and Terms of Disclosure of Information by Credit Institutions on Their Operations" dated October 08, 2018.

AO PricewaterhouseCoopers Audit, on Sberbank's annual accounting (financial) statements for 2019 to the information (materials) provided to shareholders entitled to participate in the Annual General Shareholders' Meeting of Sberbank for 2019.

Note:

The Audit Committee of the Supervisory Board of Sberbank consists of five members, four of whom are N. Wells (independent director, Chairman of the Committee), V. Goreglyad (non-executive director), N. Ivanova (non-executive director) and N. Kudryavtsev (independent director) — have experience and knowledge in the field of preparation, analysis, evaluation and audit of accounting (financial) statements.

Assessment of the Supervisory Board's Audit Committee of Sberbank of the Independent Auditor's Report, AO PricewaterhouseCoopers Audit, on the Sberbank's Annual Accounting (Financial) Statements for 2019

Having examined the Audit Report of the independent auditor, AO PricewaterhouseCoopers Audit, on the Sberbank's annual accounting (financial) statements for 2019, the Supervisory Board's Audit Committee of Sberbank notes that:

- The audit has been performed in accordance with the International Standards on Auditing;
- The Audit Report has been prepared in accordance with the International Standard on Auditing 700 (revised) "Forming an opinion and reporting on the financial

statements", adopted by Order of the Ministry of Finance of the Russian Federation No. 2n dated January 09, 2019, and Article 42 of Federal Law "On Banks and Banking Activities" No. 395-1 dated December 2, 1990;

- The Audit Report contains the unmodified opinion that the annual accounting (financial) statements present fairly in all material respects the financial position of Sberbank as at January 1, 2020, its financial performance and its cash flows for 2019 in accordance with the rules on preparation of annual accounting (financial) statements adopted in the Russian Federation for credit institutions;
- Following the results of the Auditor's examination of matters listed in Article 42 of Federal Law "On Banks and Banking Activities" No. 395-1 dated December 2, 1990:

- The Audit Report contains information that the statutory ratios as at January 1, 2020 were within the limits set by the Bank of Russia;
- The Audit Report does not contain any information on the non-compliance of the internal control and organization of the risk management systems with requirements of the Bank of Russia for such systems.

At the meeting on March 17, 2020, the Bank's Supervisory Board approved the annual accounting (financial) statements of Sberbank for 2019, and also decided to include it in the information (materials) provided for review to persons entitled to participate in the annual General Meeting of Shareholders of Sberbank on 2019 performance.