

Item 2. Profit distribution and payment of dividends for 2019

DRAFT RESOLUTION OF THE MEETING:

1. APPROVE THE FOLLOWING DISTRIBUTION OF SBERBANK'S NET PROFIT FOR 2019 AFTER TAXES IN THE AMOUNT OF RUB856,245,128,235.47: PAY RUB422,375,927,600.00 AS DIVIDENDS; THE PROFIT IN THE AMOUNT OF RUB433,869,200,635.47 SHOULD REMAIN IN SBERBANK'S RETAINED EARNINGS.
2. PAY DIVIDENDS FOR THE YEAR 2019 IN THE AMOUNT OF RUB18,70 PER SHARE ON SBERBANK'S ORDINARY SHARES, AND IN THE AMOUNT OF RUB18,70 PER SHARE ON SBERBANK'S PREFERRED SHARES.
3. APPROVE MAY 14, 2020 AS THE DATE ON WHICH PERSONS ENTITLED TO RECEIVE DIVIDENDS FOR THE YEAR 2019 ARE TO BE DETERMINED.

Explanatory information on the item:

In accordance with the 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 March 17, 2020, the Bank's Supervisory Board addressed the matters: "On distribution of profits and recommendations on the amount of dividends payable for 2019" 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. Take note of the report made by A. Morozov, Deputy Chairman of the Executive Board of Sberbank, on the existence of risk due to changing regulation of activities of credit organizations by the Central Bank of Russia, and the risk of capital adequacy ratios of the Bank falling below the mandatory level. Direct

the Executive Board of Sberbank to inform the Supervisory Board of capital adequacy risks at least once per quarter.

2. Grant preliminary approval for Sberbank's profit distribution and determine that the profit that is not used to pay dividends for the year 2019 must remain in Sberbank's retained earnings.
3. Recommend the following amount of dividends payable for the year 2019: in the amount of RUB18.70 per share

on Sberbank’s ordinary shares, and in the amount of RUB18.70 per share on Sberbank’s preferred shares.

4. Submit the following resolution for approval by Sberbank’s Annual General Meeting of Shareholders:

- approve the following distribution of Sberbank’s net profit for 2019 after taxes in the amount of RUB856,245,128,235.47: pay RUB422,375,927,600.00 as dividends; the profit in the amount of RUB433,869,200,635.47 should remain in Sberbank’s retained earnings;

- pay dividends for the year 2019 in the amount of RUB18,70 per share on Sberbank’s ordinary shares, and in the amount of RUB18,70 per share on Sberbank’s preferred shares.

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

- Propose to the Annual General Meeting of Shareholders of Sberbank to set May 14, 2020 as the date on which persons entitled to dividends for the year 2019 are determined.

Under the Dividend Policy Regulation approved by the Supervisory Board (Minutes No. 50 dated December 14, 2017), the Bank aims to consistently increase the share of dividend payments in Sberbank Group's net profit under IFRS up to 50%, taking into account the Bank's need for capital to implement its Development Strategy.

When resolving on the matter on the dividend amount, the Supervisory Board considered the key condition for achieving and maintaining by 2020 target adequacy ratio of base capital for Sberbank Group under the IFRS (Common Equity Tier 1¹) over a medium term at 12.5% excluding the national countercyclical capital buffer of the Russian Federation set by the Bank of Russia.

Sberbank Group profit in 2019 after tax (net profit) under IFRS totals RUB845.0 bn, which is 2 % higher than profit earned in 2018.

Considering the current capital adequacy forecast for 2020 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 RUB422.38 bn for payment of dividends on the Bank’s shares — that makes up 50% of the net profit in 2019

determined using the consolidated financial statements of the Bank under IFRS.

The amount of retained earnings will be RUB433.87 bn 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.

Dividends will be paid within the time limits established by law.

¹ 1 Base capital (CET 1)