

## Item 2. Distribution of profit and payment of dividends for 2019

### DRAFT RESOLUTION OF THE AGM:

- 1) APPROVE THE FOLLOWING DISTRIBUTION OF SBERBANK'S NET PROFIT FOR 2019 AFTER TAXES IN THE AMOUNT OF RUB 856,245,128,235.47: PAY RUB 422,375,927,600.00 AS DIVIDENDS; THE PROFIT IN THE AMOUNT OF RUB 433,869,200,635.47 SHALL REMAIN IN SBERBANK'S RETAINED EARNINGS.
- 2) PAY DIVIDENDS FOR 2019 ON SBERBANK'S ORDINARY SHARES IN THE AMOUNT OF RUB 18.70 PER SHARE, AND RUB 18.70 PER SHARE—ON SBERBANK'S PREFERRED SHARES.
- 3) APPROVE 5 OCTOBER 2020 AS THE DATE ON WHICH PERSONS ENTITLED TO DIVIDENDS FOR 2019 ARE DETERMINED.

### Explanatory note on the matter:

In accordance with Federal Law No. 208-FZ "On Joint-Stock Companies" dated 26/12/1995 and the Charter of the Bank, the agenda of the Annual General Meeting of Shareholders (hereinafter, the AGM) must include items on profit distribution (including payment [declaration] of dividends) for the reporting year and the date on which persons entitled to dividends are determined.

Such decisions are taken by the AGM upon the recommendation of the Bank's Supervisory Board.

At the meeting on 17 March 2020 (Minutes No. 5 dated 17/03/2020), the Supervisory Board of the Bank considered the item "On distribution of Sberbank profits and recommendations on the amount of dividends payable for 2019" and resolved as follows:

- 1) Take note of the report made by A. Morozov, Deputy Chairman of the Executive Board of Sberbank, on existing risks of the Central Bank of the Russian Federation changing its regulation of activities of credit institutions and of a decrease in mandatory capital adequacy ratio values of the Bank below the mandatory level. Direct the Executive

Board of Sberbank to keep the Supervisory Board informed of capital adequacy risks at least once a quarter.

- 2) Grant preliminary approval for Sberbank's profit distribution and determine that the profit not paid as 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 RUB 18.70 per share on Sberbank's ordinary shares, and in the amount of RUB 18.70 per share on Sberbank's preferred shares.

- 4) Submit the following resolution for approval by the Annual General Meeting of Shareholders of Sberbank:

- Approve the following distribution of Sberbank's net profit for 2019 after taxes in the amount of RUB 856,245,128,235.47: pay RUB 422,375,927,600.00 as dividends; the profit in the amount of RUB 433,869,200,635.47 shall remain in Sberbank's retained earnings.
- Pay dividends for 2019 on Sberbank's ordinary shares in the amount of RUB 18.70 per share, and RUB 18.70 per share—on Sberbank's preferred shares.

At the meeting on 21 August 2020, the Supervisory Board of the Bank considered the item “On distribution of Sberbank profits and recommendations on the amount of dividends payable for 2019” for a second time and left its resolution dated 17/03/2020 (Minutes No. 5 dtd. 17/03/2020) standing.

Under the Regulation on Dividend Policy approved by the Supervisory Board (Minutes No. 50 dated 14/12/2017), the Bank aims to consistently increase the share of dividend payments in Sberbank Group's net profit under International Financial Reporting Standards (IFRS) up to 50%, taking into account the Bank's need for capital to implement its Development Strategy.

Decision-making on the dividend amount factors in the key prerequisite of achieving and maintaining by 2020 the medium term

target CET1 under IFRS for Sberbank Group at 12.5% excluding the national countercyclical capital buffer of the Russian Federation set by the Bank of Russia.

Sberbank Group's profit in 2019 after tax (net profit) under IFRS totals RUB 845.0 bn, which is 2% more than the profit earned in 2018.

Given the achievement of the target CET1 (12.5%) and based on the current capital adequacy forecast, the Supervisory Board of the Bank has resolved to recommend that the Annual General Meeting of Shareholders of Sberbank pay 50% of the net profit under IFRS, or RUB 422.38 bn, as dividends.

The amount of retained earnings of the Bank under RAS is RUB 433.87 bn, which will make it possible (considering funds retained during

previous years) to ensure growth of assets in line with Sberbank's 2020 Development Strategy.

In compliance with the Order on postponing annual general meetings of shareholders of credit institutions with the participation of the Russian Federation until the third quarter of 2020 given by the President of the Russian Federation following the results of the meeting held on 23 April 2020 on the plans to implement approved measures to support the Russian economy in terms of bank lending, and in accordance with Federal Law No. 115-FZ dated 07/04/2020, the Supervisory Board of the Bank decided (Minutes No. 13 dated 19/05/2020) to postpone the Annual General Meeting of Shareholders on 2019 performance until 25 September 2020 and recommended the General Meeting of Shareholders to approve 5 October 2020

as the date on which persons entitled to dividends for 2019 are determined (10th day from the date the AGM resolves on dividend payment [declaration]).

Dividends will be paid within the timeframe established by law.

<sup>1</sup> 1 Base capital (CET 1)