



SISTEMA
PUBLIC JOINT STOCK FINANCIAL CORPORATION

Annual General Meeting of Shareholders of Sistema PJSFC on 27 June 2020

**Explanatory note
on item No 2
of Annual General Meeting of shareholders of Sistema PJSFC
"Distribution of income, approval of the amount of dividends payable on Sistema's shares, the
form and procedure of the distribution, and the record date"**

In accordance with the Federal Law "On Joint-Stock Companies", it is hereby proposed that the General Meeting of shareholders approve the amount of dividends payable on the shares of Sistema PJSFC (hereinafter also, "the Company") for 2019, the form and procedure of the distribution and the record date. Resolution on this agenda item shall be passed following the proposal of the Board of Directors of Sistema PJSFC.

At the meeting on 16 May 2020, the Company's Board of Directors resolved to recommend that the General Meeting of shareholders of Sistema PJSFC approve distributing RUB 1,254,500,000.00 in dividends for 2019, which corresponds to RUB 0.13 per ordinary share or RUB 2.60 per GDR.

It is hereby proposed that the General Meeting of shareholders approve 16 July 2020 as the record date for the purpose of determining the shareholders entitled to dividends. In this case dividends will be paid before 30 July 2020.