



### 2021 progress report of the Board of Internal Auditors.

In 2021, the Board of Internal Auditors has conducted the audit of the Company's 2020 performance.

#### The audit included:

- evaluation of authenticity of the accounting (financial) statements prepared as of 31.12.2020;
- evaluation of authenticity of the FY2020 annual report;
- scrutiny of the Company's activities related to the arrangement of technological and price audits of investment program progress reports and measures to eliminate violations and weaknesses exposed in experts' reports that came out of the technological and price audits of investment program progress reports;
- evaluation of financial situation of OAO IDGC of Urals as of 31.12.2020;
- evaluation of authenticity of the 2020 report on the Company's related-party transactions,
- scrutiny of selected corporate governance practices of the Company;
- other issues exposed in the course of the audit.

The BOLA's report, approved by the Company's Board of Internal Auditors<sup>93</sup>, expressed opinion on the authenticity of information contained in the FY2020 annual report, FY2020 accounting (financial) statements in all material respects. No evidence of misrepresentation of information contained in the 2020 report on related-party transactions has been found. The report was included into the list of materials to be disseminated among Company's shareholders during preparation of the Annual General Meeting in 2021.

### Remuneration of the Board of Internal Auditors

The amount of remuneration due to the Board of Internal Auditors and payout procedure is stipulated by the Regulations on remunerations and compensations due to the Board of Internal Auditors<sup>94</sup>. Remuneration is charged for a member's corporate year service, depending upon the degree of member's involvement in the Board's activities. Member's remuneration is based on the fixed component, set upon the annual RAS revenues. In 2021, the Board of Internal Auditors received RUB 626 thousand (incl. taxes) as remunerations and compensations.

## EXTERNAL AUDITOR

In 2021, the Company's auditor was OOO Ernst&Young. PAO Rosseti has conducted an open tender for the right to conclude a contract on a mandatory annual audit of the FY2021 statements<sup>95</sup>.

OOO Ernst&Young, leader of the joint tenderer, was acknowledged as the winner.

The auditor candidate for 2021 was approved by the general meeting of stockholders<sup>96</sup>.

In 2021, the Company has paid a RUB 4,182 thousand remuneration to OOO Ernst&Young for the audit of the FY2021 statements.

In 2021, OOO Ernst&Young has not rendered non-audit services to the Company.

 **RUB 4,182 thous.**

PAID TO OOO ERNST&YOUNG FOR THE AUDIT IN 2021