

**PJSC “ROSSETI Lenenergo”
Internal Audit Board**

APPROVED
by the Internal Audit Board
of PJSC “Rosseti Lenenergo”
(Minutes No. 3 of April 28, 2023)

Public Joint Stock Company “Rosseti Lenenergo”

INTERNAL AUDIT BOARD

REPORT 2022

April 28, 2023

Moscow

I. INTRODUCTION

INTERNAL AUDIT BOARD MEMBERS

Members of the Internal Audit Board were elected under the resolution of the General Meeting of Shareholders	Resolution of the Annual General Meeting of Shareholders of PJSC “Rosseti Lenenergo”, May 30, 2022 (Minutes No. 1/2022 of June 02, 2022)
The Chairperson and the Secretary of the Internal Audit Board were elected by resolution of the Internal Audit Board	Minutes of the Internal Audit Board of PJSC “Rosseti Lenenergo” No. 1 of July 20, 2022, and No. 2 of January 23, 2023
Chairperson of the Internal Audit Board	Anton Sergeevich Ulyanov
Deputy Chairperson of the Internal Audit Board	Viktor Vladimirovich Tsarkov
Secretary of the Internal Audit Board	Svetlana Mikhailovna Trishina
Members	Kirill Evgenyevich Rogachev Ekaterina Aleksandrovna Barmina

Audit period: In accordance with the Work Plan of the Internal Audit Board in corporate year 2022-2023 (Minutes of meeting of the Internal Audit Board of PJSC “Rosseti Lenenergo” No. 1 of July 20, 2022), the internal audit of financial and business operations of PJSC “Rosseti Lenenergo” in 2022 is carried out from February to June 2023.

Regulatory basis: Federal Law No. 208-FZ of December 26, 1995 (On Joint Stock Companies), Articles of Association of PJSC “Rosseti Lenenergo”, Regulations for the Internal Audit Board of PJSC “Rosseti Lenenergo”, Resolution of the Internal Audit Board of PJSC “Rosseti Lenenergo” (Minutes No. 1 of July 20, 2022).

Objective: Certify the reliability of data in the Annual Report for 2022, Accounting (Financial) Statements of PJSC “Rosseti Lenenergo” for 2022, and the Related-Party Transactions Report for 2022 (“Statements”).

Reliability in all material respects means that the data contained in the Statements are accurate to the extent that would enable shareholders to draw correct conclusions about the operating outcomes, financial standing and assets of PJSC “Rosseti Lenenergo” and to make informed decisions based on these conclusions.

The Sole Executive Body of PJSC “Rosseti Lenenergo” is responsible for the preparation, quality and reliability of accounting procedures and timely submission of accounting (financial) statements in accordance with Federal Law No. 208-FZ of December 26, 1995 On Joint Stock Companies, and the Company’s Articles of Association.

Period covered: January 01, 2022 - December 31, 2022.

Scope: annual report for 2021, annual accounting (financial) statements for 2022, governing bodies’ resolutions, local regulations, internal instructions and orders, programs and plans, ledgers, source accounting documents, and other financial and business documents of PJSC “Rosseti Lenenergo”.

COMPANY PROFILE

Full name	Public Joint Stock Company “Rosseti Lenenergo” (the “Company”)
Short name	PJSC “Rosseti Lenenergo” (the “Company”)
Place of business (registered address)	up to March 16, 2022: 196247, Saint Petersburg, Ploshchad Konstitutsii, 1. from March 16, 2022: 197227, Saint Petersburg, Ozero Dolgoye, ul. Gakkelevskaya, 21A
State registration (Principal State Registration Number (OGRN), date)	1027809170300 on July 22, 2002
Taxpayer Identification	7803002209
Branches and standalone subdivision	<ul style="list-style-type: none"> - Vyborgskiye Power Grid - Gatchinskiye Power Grid - Cable Grid - Novoladozhskiye Power Grid - Kingiseppskiye Power Grid - South Power Grid - Saint Petersburg High Voltage Power Grid - Tikhvinskiye Power Grid - North Power Grid - Directorate of Construction Projects
Chief executive officer (Sole executive body)	Igor Anatolyevich Kuzmin, CEO (from December 22, 2021 to date)
Chief Accountant	<p>Marina Viktorovna Kuleshova, Chief Accountant, Head of the Accounting and Tax Records and Reporting Department (from May 12, 2022 to date).</p> <p>Olga Bogdanovna Trofimova, Acting Chief Accountant, Head of the Accounting and Tax Records and Reporting Department (from May 13, 2022 to May 29, 2022, from June 14, 2022 to July 15, 2022).</p> <p>Marina Sergeevna Ivanova, Acting Chief Accountant, Head of the Accounting and Tax Records and Reporting Department (from May 30, 2022 to June 13, 29, 2022, from July 18, 2022 to date).</p>
Average headcount of the Company in 2022	7,935,1
Major shareholders	PJSC “Rosseti”: 68.22%, Saint Petersburg represented by the Saint Petersburg Property Relations Committee: 29.1%, OJSC “IDGC of Urals”: 0.95%.
Core activities	Power distribution and grid connection (OKVED code 35.12)

II. SUMMARY

The purpose of the internal audit was to check if the Company's practices meet the Russian law and the Company's regulations.

The Internal Audit Board audited, on a random basis, a number of financial and business operations completed by the Company to verify whether business facts were fairly and timely accounted for and recognized in the accounting (financial) statements for 2022, and to verify complete, reliable, and fair disclosure of information the annual report for 2022.

In performing the internal audit, the Internal Audit Board relied on the Auditor's opinion expressed in the Independent Auditor's Report by "Technologies of Trust – Audit" JSC of March 28, 2023.

The Auditor's believes that:

“the financial statements present fairly in all material respects the financial position of Public Joint-Stock Company “Rosseti Lenenergo” (the “Company”) at December 31, 2022, and the profits and losses and cash flows of the Company for the year ended on the said date, in accordance with the financial reporting rules accepted in the Russian Federation.

The Statements, in all material respects, are prepared in accordance with the laws and regulations of the Russian Federation (RAS) and the Company's local regulations.

In conducting the internal audit, we randomly reconciled the data in the Accounting (Financial) Statements and the Annual Report for 2022. To the extent of the work done, the Internal Audit Board did not find any material misstatements of the financial information included in the Company's Annual Report for 2022. The Annual Report submitted for approval by the Annual General Meeting contains the information required by Regulations for Disclosure by Securities Issuers No. 714-P approved by the Bank of the Russia on March 27, 2020. As at the date of this Report, the Board of Director has not pre-approved the Annual Report for 2022 submitted for approval by the annual General Meeting.

The internal audit of the materials submitted by the Company for the purpose of verifying compliance with the law of the Russian Federation in terms of compliance with the related-party transaction requirements, found that in 2022 the Company did not enter into related-party transactions in the meaning of Federal Law On Joint Stock Companies No. 208-FZ of December 26, 1995.

The random audit revealed no failures to meet the Russian laws and regulations in conducting business or financial operations that could have a material effect on the Company's Statements.

Pursuant to Article 88 of Federal Law On Joint Stock Companies No. 208-FZ of December 26, 1995, following the internal audit of the Company's financial and business operations in 2022, the Internal Audit Board believes that the information in the Annual Report for 2022 and the Annual Accounting (Financial) Statements for 2022 is accurate and reliable in all material respects.

