

**Recommendations of MTS PJSC Board of Directors  
to the Annual General Meeting of MTS PJSC Shareholders  
regarding the distribution of profit at the end of FY 2021**

**MTS PJSC FY 2021 PROFIT DISTRIBUTION PROCEDURE**

**STATEMENT OF FINANCIAL RESULTS**

**For 2021**

Entity: Mobile TeleSystems Public Joint Stock Company

Location: Moscow, Russian Federation

Main state registration number: 1027700149124

Type of activity: Telecommunication based on wireless technologies

Measurement unit: RUB thousand

| <b>Item description</b>  | <b>2021</b>        | <b>2020</b>        |
|--|--------------------|--------------------|
| Revenue  | 373 326 442        | 358 081 393        |
| Cost of sales  | (182 328 509)      | (171 011 407)      |
| <b>Gross profit</b>  | <b>190 997 933</b> | <b>187 069 986</b> |
| Selling expenses   | (49 215 231)       | (50 010 330)       |
| Administrative expenses  | (47 988 578)       | (38 064 887)       |
| <b>Operating profit</b>  | <b>93 794 124</b>  | <b>98 994 769</b>  |
| Interest income  | 2 902 481          | 4 557 708          |
| Interest expense   | (34 018 040)       | (32 938 837)       |
| Interest expense – lease obligations                                 | (10 135 734)       | (10 312 276)       |
| Share of the net profit of subsidiaries and associates               | 23 144 457         | 20 876 607         |
| Other income   | 2 630 441          | 10 161 345         |
| Other expenses   | (6 674 609)        | (23 428 825)       |
| <b>Profit before income tax</b>                                      | <b>71 643 120</b>  | <b>67 910 491</b>  |
| Income tax   | (11 755 433)       | (11 054 622)       |
| current income tax   | (13 333 103)       | (8 937 279)        |
| deferred income tax  | 1 577 670          | (2 117 343)        |
| Other  | ( 178 854)         | 170 331            |
| <b>Net profit</b>  | <b>59 708 833</b>  | <b>57 026 200</b>  |
| <b>ADDITIONAL INFORMATION</b>  |                    |                    |
| Result of other transactions not included in current year net profit | 1 390 894          | 1 501 277          |
| Comprehensive financial result of the period                         | 61 099 727         | 58 527 477         |
| Basic/diluted earnings per share, RUB                                | 30.03              | 28.54              |
| Diluted earnings per share, RUB                                      | 30.03              | 28.54              |

**FUNDS**

The Reserve Fund of the Company has been formed to the full extent as required by Russian law and the Charter of MTS PJSC.

## DIVIDENDS

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Based on the results of the first half year of 2021, MTS PJSC has paid out interim dividends amounting to 21,082,925,616.25 rubles (10.55 rubles per one registered ordinary share of MTS PJSC with the par value of 0.1 ruble each).

The annual dividends on common registered shares of MTS PJSC shall be RUR 33.85 per common registered share of MTS PJSC with a par value of RUR 0.1 each.

The total annual dividends of MTS PJSC shall be RUR 66,334,910,976.95.

The annual dividends shall be paid in cash within the time limit set forth in the Charter of MTS PJSC.

### FINAL DISTRIBUTION OF PROFIT AND LOSS

| <b>Expense item</b>   | <b>Amount</b>         |
|---|-----------------------|
| Net income for 2021   | RUR 59,708,832,709.13 |
| Interim dividends paid out following the results of the first half year of 2021                                       | RUR 21,082,925,616.25 |
| Amount to be distributed among shareholders as dividends on common registered shares at the end of the financial year | RUR 66,334,910,976.95 |
| including retained earnings of financial year   | RUR 38,625,907,092.88 |
| retained earnings of previous years   | RUR 27,709,003,884.07 |

Chairman,  
MTS PJSC Board of Directors

F.V. Evtushenkov

President, MTS PJSC

V.K. Nikolaev

Chief Accountant, MTS PJSC

A.V. Dvoretiskikh