20 RUB million R&D expenses

PROGRESS OF THE DIGITAL TRANSFORMATION PROGRAM

Funding of the Digital Transformation Program's activities, RUB million

| Indicator | 2020 | 2021 | 2022 | 2022/2021, % |
|--|---------|-----------|--------|--------------|
| Funding of the Digital Transformation Program's activities | 1,465.3 | 4,096.224 | 193.00 | -95% |

2022 funding was reduced due to the revision of the Digital Transformation Program and exclusion of smart metering activities into a separate program.

INTERNATIONAL COOPERATION

Elaboration and signing of an international agreement on joint development of charging stations for electric vehicles between OAO IDGC of Urals and Entrepreneurship and Industrial and Innovation Development Directorate of Kostanay Regional Administration became a unique milestone in the development of the Company's charging infrastructure.



We cooperated with PAO Rosseti's International Cooperation Department over the deal. The agreement became our first international document. In the furtherance of the deal, we plan to include our representatives into the Chelyabinsk Government's working groups, liable for cooperation with the Kostanay Region of the Kazakhstan Republic.

IMPORT PHASE-OUT AND EQUIPMENT MANUFACTURER LIAISON

Rosseti Ural actively works on the implementation of large investment projects and import phase-out. During the Innoprom 2022 Exhibition Company's representatives examined a range of local developments, incl. import phase-out and industrial cooperation, displayed on the stand of the Perm region presenting products of 19 manufacturers. The Company also continues to develop cooperation with MIC enterprises under the agreement on the pilot operations for energy storage projects.

The Company also created conditions for the support of domestic equipment manufacturers. Internal regulatory documents require preferential usage of domestic equipment, incl. equipment produced by MIC enterprises, in the investment projects. To implement projects from the investment program, we select equipment, materials and systems from the list of attested equipment, approved for use on Rosseti's facilities. The share of import equipment and materials totaled 3.97% in 2022.