

About this report

This Integrated Report presents the results of SUEK Group's¹ operations in 2019.

We use the term 'Coal Segment' to describe our coal production and sale operations, while the term 'Energy Segment' is used to describe our activities related to the generation of electricity and heat. The term 'Logistics Segment' covers SUEK's rail transportation and coal transshipment operations at ports.

One of the key objectives of this Report is to demonstrate how SUEK responds to macroeconomic and market challenges, enhances its competitiveness and improves efficiency across all stages, adapts

its strategy and management methods to stakeholder requirements, including an increasing focus to environmental, industrial safety and societal issues, and also develops its coal, energy and logistics businesses.

The Report presents SUEK's updated goals and risks for the medium term in line with its Strategy to 2023 (see pages 22–33).

For the fourth consecutive year, we have aligned our 2019 Report with the principles of integrated reporting, as set out in the International Integrated Reporting Council's (IIRC) Framework. We also take into account Russian legislative requirements.

In our disclosure of non-financial information, we adhere to GRI Standards.

This Integrated Report should be read alongside our 2019 audited financial statements, prepared in accordance with International Financial Reporting Standards (IFRS). The Report was prepared under the supervision of SUEK's Chief Financial Officer and with the Audit Committee of the Board of Directors also collectively contributing to its preparation and ensuring its overall integrity. The draft of the Report was approved by the Board of Directors in March 2020 and is subject to approval at the General Meeting of Shareholders.

Information on the company

The key assets of JSC SUEK are coal-mining and generating assets, processing facilities, port, transport and service facilities in 12 regions of Russia, as well as the international trader SUEK AG and its trading network. SUEK LTD is responsible for the Group's fundraising. The share capital of JSC SUEK amounts to RUB 1,180,300

(one million, one hundred and eighty thousand, three hundred Russian Roubles) divided into 236,060,000 (two hundred and thirty-six million and sixty thousand) ordinary registered shares with a face value of RUB 0.005 (zero point double zero five Russian Roubles) each. The main beneficiary of SUEK is Andrey Melnichenko.

Forward-looking information and statements on competitive position

This Annual Report contains certain forward-looking statements. All statements, other than those of historical fact, are forward-looking statements that involve risks and uncertainties. There can be no assurances that such statements will prove accurate, and actual results and future events could differ materially from those anticipated.

The information contained herein represents management's best judgement as at the date of the Report, based on information currently available. SUEK does

not assume the obligation to update any forward-looking statements. Any statements referring to the Group's competitive position are based on our understanding of the prevailing market environment.

This derives from a range of sources including investment analysts' reports, independent market studies and SUEK's own assessments of market share, based on the publicly available information regarding the financial results and performance of market participants.

Contacts

JSC SUEK

53/7, Dubininskaya str,
Moscow, Russia, 115054
Tel.: +7 (495) 795 25 38
Fax: +7 (495) 795 25 42
E-mail: office@suek.ru
www.suek.ru

SUEK AG

7 Wassergasse,
St. Gallen, 9000, Switzerland
Tel.: +41 71 22 68500
Fax: +41 71 22 68503
E-mail: info@suekag.com
www.suekag.com

SUEK LTD

3, Georgiou Katsounotou,
Kitallides Building,
3rd Floor, Office 3A 3036,
Limassol, Cyprus
Tel.: +357 25 50 9110
Fax: +357 25 50 9001
E-mail: ir@suek.com
www.suek.com

Auditors

JSC KPMG

Naberezhnaya Tower Complex,
Block C, 10 Presnenskaya
Naberezhnaya,
Moscow, Russia, 123112
Tel.: +7 (495) 937 44 77
Fax: +7 (495) 937 44 99
E-mail: moscow@kpmg.ru

¹ In this Report, each of the terms 'SUEK', 'SUEK Group', 'the Group', 'the company', 'we' refer to all companies consolidated in the IFRS financial statements of JSC SUEK (Russia), including, inter alia, SUEK LTD, SUEK AG, Siberian Generating Company (SGC) and their subsidiaries. From October 2019, our operational and financial performance includes the results of acquired Reftinskaya GRES.