

AUDITOR'S OPINION



Independent Limited Assurance Report to the Management of Public Joint Stock Company Federal Hydro-Generating Company – RusHydro (PJSC RusHydro)

Introduction

We have been engaged by management of PJSC RusHydro to provide limited assurance on the selected information described below and included in the Annual report (including information on Sustainable Development) of PJSC RusHydro (“Report”) for the year ended 31 December 2018.

The selected subsidiaries (“RusHydro Group”ⁱ) are listed in the Group structure section of the Report.

Selected Information

We assessed the qualitative and quantitative information that is included in the «GRI Standards Compliance Table» for standard disclosures in environmental, workforce, safety and socio-economic areas in the reporting scope (the “Selected Information”). The scope of our limited assurance procedures was limited to Selected Information for the year ended 31 December 2018.

Reporting Criteria

We assessed the Selected Information using Sustainability Reporting Guidelines of the Global Reporting Initiative (GRI) and GRI Electric Utilities Sector Supplement (collectively, GRI Standards). We believe that these criteria are appropriate given the purpose of our limited assurance engagement.

Management responsibilities

Management of PJSC RusHydro is responsible for:

- designing, implementing and maintaining internal systems, processes and controls over information relevant to the preparation of the Selected Information that is free from material misstatement, whether due to fraud or error;
- establishing objective reporting criteria for preparing the Selected Information;
- measuring and reporting the Selected Information based on the Reporting Criteria; and
- ensuring that the Selected Information is accurate, complete and fairly presented.

Our responsibilities

We are responsible for:

- planning and performing the engagement to obtain limited assurance about whether the Selected Information is prepared in accordance with the Reporting Criteria;

ⁱ The term “RusHydro Group” in this Report relates only to PJSC RusHydro and its selected subsidiaries included in the Report and is not equivalent to the similar term used in the Consolidated IFRS financial statements.

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TRANSLATOR'S EXPLANATORY NOTE: This version of our report/the accompanying documents is a translation from the original, which was prepared in Russian. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.



- forming an independent conclusion, based on the procedures we have performed and the evidence we have obtained; and
- reporting our conclusion to the management of PJSC RusHydro.

This report, including our conclusions, has been prepared solely for the management of PJSC RusHydro in accordance with the agreement between us, to assist management in reporting on RusHydro Group sustainability performance and activities. We permit this report to be disclosed in the Reportⁱⁱ for the year ended 31 December 2018, to assist management in responding to their government responsibilities by obtaining an independent limited assurance report in connection with the Selected Information for 2018. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than management of PJSC RusHydro for our work or this report except where terms are expressly agreed in writing and our prior consent in writing is obtained.

Professional standards applied and level of assurance

We performed a limited assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised) 'Assurance Engagements other than Audits and Reviews of Historical Financial Information', issued by the International Auditing and Assurance Standards Board. A limited assurance engagement is substantially less in scope than a reasonable assurance engagement in relation to both the risk assessment procedures, including an understanding of internal control, and the procedures performed in response to the assessed risks.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour, together with the ethical requirements of the Auditor's Professional Ethics Code and Auditor's Independence Rules that are relevant to our limited assurance procedures in the Russian Federation.

Our firm applies International Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Work done

We are required to plan and perform our work in order to consider the risks of material misstatement of the Selected Information. For this purpose, our procedures included:

- enquiries of PJSC RusHydro's management;
- interviews of RusHydro Group's officials responsible for the preparation of the Selected Information and collection of underlying data;
- analysis of the Reporting Criteria and gaining an understanding of the design of the key systems, processes and controls for preparing and reporting the Selected Information; and

ⁱⁱ PJSC RusHydro's management is responsible for placing information on PJSC RusHydro's web-site and for accuracy of such information. The scope of our performed work does not include reviewing these matters; consequently, we do not assume any responsibility for any amendments that might have been made to the Selected Information underlying the Independent Limited Assurance Report or any differences between the report issued by us and the information presented on the PJSC RusHydro's web-site.



- limited substantive testing of the Selected Information on a sample basis to verify that data have been appropriately measured, recorded, collated and reported in line with the Reporting Criteria.

We have not performed any audit or review procedures in accordance with International Standards on Auditing or International Standards on Review Engagements on the underlying data based on which the Selected Information was prepared.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our limited assurance conclusion.

Reporting and measurement methodologies

There are no globally recognised and established practices for evaluating and measuring the Selected Information. The range of different, but acceptable, techniques can result in materially different reporting outcomes that may affect comparability with other organisations. The Reporting Criteria used as a basis of RusHydro Group sustainability reporting should therefore be read in conjunction with the Selected Information and associated statements reported on PJSC RusHydro's web-site.



Limited assurance conclusion

Based on the procedures we have performed and the evidence we have obtained:

- nothing has come to our attention that causes us to believe that the Selected Information for the year ended 31 December 2018 has not been prepared, in all material respects, in accordance with the requirements of GRI Standards; and
- nothing has come to our attention that causes us to believe that the Selected Information does not meet the Core requirements in accordance with the Guidelines of GRI Standards.

30 April 2019
Moscow, Russian Federation

A. S. Ivanov, certified auditor (licence no. 01-000531),

AO PricewaterhouseCoopers Audit

Engaging party: Public joint stock company Federal Hydro-Generating Company – RusHydro

Record made in the Unified State Register of Legal Entities on 26 December 2004 under State Registration Number 1042401810494

660017, Russian Federation, Krasnoyarsk Region, Krasnoyarsk, Dubrovinskogo str. 43, bld. 1

Audit organization: AO PricewaterhouseCoopers Audit

Registered by the Government Agency Moscow Registration Chamber on 28 February 1992 under No. 008.890

Record made in the Unified State Register of Legal Entities on 22 August 2002 under State Registration Number 1027700148431

Member of Self-regulated organization of auditors «Russian Union of auditors» (Association)

Principal Registration Number of the Record in the Register of Auditors and Audit Organizations – 11603050547

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