

FINANCIAL REPORT

Statement of the Audit Committee on the Evaluation of the Company's Auditor Performance and the Conclusions Drawn from the Audits of Financial (Accounting) Statements

The Audit Committee of PJSC TransContainer is confident that JSC PwC Audit, the auditor of the Company's financial statements for 2018 prepared under the Russian Accounting Standards and International Financial Reporting Standards, acted independently, professionally and objectively, based on the following:

- The Audit Committee was directly involved in tender procedures for selecting the Auditor.
- When selecting the Auditor, all the procedures provided for in the Company's internal documents were followed.
- The amount of remuneration paid to the Auditor corresponded to the volume of services provided and current market rates. In 2018, the Auditor was not contracted to provide the Company with non-audit services. However, in 2018, the Company, upon approval by the Audit Committee, entered into contracts for training workshops with the companies of the PricewaterhouseCoopers International Limited global network and PricewaterhouseCoopers Audit Group of Companies.
- The Audit Committee monitored the audit with a view to early identification and prevention of problems in the relationship between the parties to the audit process. The relationship between the Auditor and the Company's management was very constructive. The Audit Committee did not identify any facts, which might have affected the Auditor's objectivity.
- The audit was conducted in accordance with the terms and conditions of the audit services contract and complied with the agreed schedule and audit procedures.
- In the course of the audit, the Audit Committee received from the Company's auditor in a timely manner all necessary information, clarifications and answers to its questions.
- The Audit Committee held confidential meetings (without inviting the Company's management) with the Company's auditor on a quarterly basis to discuss various matters, including those related to auditing the Company's financial (accounting) statements.
- The auditor promptly informed the Audit Committee of its opinion on any risks that the Company might face in connection with its financial and economic activities.
- The Audit Committee believes that the audit was conducted in accordance with the Russian laws on auditing and the International Standards on Auditing.

Having examined the conclusions of the Company's Auditor, the Audit Committee believes the audit provides a reasonable basis for the auditor's opinion that the Company's financial (accounting) statements are an accurate reflection, in all material respects, of the Company's financial position as at 31 December 2018, and the results of its financial and economic activities during the period from 1 January to 31 December 2018.

Audit Committee, PJSC TransContainer

Directors' Responsibility Statement

Sergey Ludin, Senior Independent Director, Deputy Chairman of the Board of Directors and Chairman of the Audit Committee of TransContainer, confirms on behalf of the Board of Directors to the best of its knowledge as of the date of the Responsibility Statement that:

(a) taking into account the Independent Auditor's Report produced by JSC PricewaterhouseCoopers Audit on 25 March 2019, the consolidated financial statements for 2018, prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board, give a true and fair view of the assets, liabilities, financial position and profit or loss of PJSC TransContainer and its joint ventures and subsidiaries (hereinafter referred to as the Group);

(b) the management report for 2018 includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal risks and uncertainties that it faces.

Neither TransContainer nor the Directors accept any liability to any person in relation to the management report except to the extent that such liability could arise under English law. Accordingly, any liability to a person who has demonstrated reliance on any untrue or misleading statement or omission shall be determined in accordance with Section 90A of the Financial Services and Markets Act 2000.

Sergey Ludin

Senior Independent Director

Deputy Chairman of the Board of Directors

Chairman of the Audit Committee