

The following projects being implemented by the Company have been included in the list of priority investment projects of Russian Railways:

- 'Modernisation of the railway infrastructure of the Baikal-Amur and Trans-Siberian Mainlines with the development of traffic and carrying capacity';
- 'Development of the Moscow Railway Transport Hub, including the Moscow

Little Ring Road and radial routes';

- 'Development of railway infrastructure at approaches to ports in the Azov and Black Seas, including the bypass of the Krasnodar Railway Hub';
- 'Development of railway infrastructure at approaches to ports in northwest Russia until 2020';
- 'Comprehensive development of the Mezhdurechensk-Tayshet section of

Krasnoyarsk Railway';

- Construction of the Prokhorovka-Zhuravka-Chertkovo-Bataysk railway line;
- measures implemented or planned for implementation by Russian Railways and its S&A as part of the Northern Latitudinal Railway project.

Corporate secretary

The corporate secretary of Russian Railways is a special official whose tasks include ensuring that the Company's bodies and officials comply with the requirements of the legislation of the Russian Federation, the Charter and internal documents guaranteeing the rights and legitimate interests of shareholders, organising measures to settle conflicts involving the

violation of shareholder rights as well as arranging interaction between the Company and its shareholders and between the Company's management bodies.

The corporate secretary is appointed and dismissed by the decision of the Board of Directors based on a majority of votes by Board members. The corporate secretary's

duties are described in the Regulation on the Russian Railways Corporate Secretary and the Administrative Office of the Corporate Secretary.

Vasily Gorev has been the corporate secretary of Russian Railways since September 2015.

Management Board of Russian Railways

The Company's Management Board handles the general management of business operations as the collective executive body (except for the resolution of matters that fall within the purview of the General Meeting of Shareholders and the president according to the Federal Law 'On Joint-Stock Companies' and the Company Charter unless otherwise specified by the Charter).

The main tasks of the Company's Management Board include preparing proposals on the Company's business strategy, implementing its financial and business policy, developing decisions on the most important issues concerning its current business operations and coordinating the work of its divisions, improving the efficiency of the internal control and risk monitoring systems and ensuring the observance of the rights and legitimate interests of shareholders.

The Company's Management Board carries out its activities in accordance with the legislation of the Russian Federation, the Charter, the resolutions of the General Meeting of Shareholders and the Board of

Directors, the Regulation on the Russian Railways Management Board and the Company's internal documents.

The Management Board acts in the Company's interests and is accountable to the Company's General Meeting of Shareholders and the Board of Directors.

The purview of the Company's Management Board includes the following matters:

- the preparation and submission to the Board of Directors of the Company's business priorities and long-term plans for their implementation, including the Company's annual budgets and Investment Programme, the preparation of reports on their implementation for the Board of Directors as well as preparing and approving the current business plans;
- the approval of internal estimated tariffs, fees and payments for work (services) performed (rendered) by the Company that are not related to natural monopolies;

the approval of rules that ensure the proper organisation and reliability of accounting at the Company and the timely submission of the annual report and other financial reporting to the relevant bodies as well as information about the Company's operations to shareholders, creditors and the media;

- the submission to the Board of Directors of prospectuses for the issuance of securities and other documents related to the issuance of the Company's securities;
- organising the fulfilment of the Company's long-term and current plans and implementing the Company's investment, financial and other projects;
- establishing the procedure for taking into account the Company's affiliates;
- considering and coordinating draft collective bargaining agreements at the Company and regulations on industry-wide private pension support, mandatory pension insurance,