

## 8. NON-CORE ASSET SALE PROGRAMME

In 2018, in accordance with the decision of the PAO Sovcomflot Board of Directors dated 31 January 2018 (Minutes No. 169 dated 5 February 2018) and based on the results of the analysis for compliance with the methodological guidelines for identifying and disposing of non-core assets approved by Russian Government Order No. 894-r dated 10 May 2017, a new version of the Programme on the Sale of PAO Sovcomflot Non-Core Assets was approved and the register of PAO Sovcomflot non-core assets, which also includes the non-core assets of its subsidiary PAO Novoship, was updated.

The Programme on the Sale of PAO Sovcomflot Non-Core Assets defines the main approaches, principles and procedures for identifying and disposing of non-core assets belonging to the Company.

The main objectives of the PAO Sovcomflot non-core asset disposal programme are to

- promote more efficient use of assets and maximise income (minimise losses) on the sale of the Company's property;
- reduce financial costs associated with the maintenance and servicing of non-core assets;
- form additional sources of financing;
- improve the competitiveness and investment attractiveness of the Company;
- increase capitalisation.

### Non-core asset register (as of 31 December 2018)

No.	Asset	Means for identifying a non-core asset	Activity using the non-core asset	Residual (net book) value of the non-core asset, RUB	Planned method of disposing of the non-core asset
<b>Non-core assets of PAO Sovcomflot</b>					
1	0.3% interest in the National Reserve Bank (NRB)	State registration number: 101021170B	Banking	5,116,000	Sale, public electronic auction
2	2% interest in the St. Petersburg International Commodity Exchange	Registration number: 1-02-80100-N	Organisation of exchange trades	8,700,000	Sale, public electronic auction
<b>Non-core assets of PAO Novoship</b>					
3	Recreation Centre Moryak	Sukhaya Shchel, Novorossiysk (cadastral number of the land plot: 23:47:0116009:8)	Health resort facilities (territory) in operation	134,472,625	Sale, tender
4	Territory located at 1st Railroad Loop St., Novorossiysk	1st Railroad Loop St., Novorossiysk (cadastral numbers of the land plots: 23:47:0109008:505; 23:47:0109008:506; 23:47:0109008:753; 23:47:0109008:168)	Production and warehousing facilities (territory) in operation	32,674,747.93	Sale, tender
5	Territory located at 120 Sukhumi Highway, Novorossiysk	120 Sukhumi Highway, Novorossiysk (cadastral number of the land plot: 23:47:0208016:7)	Administrative and production facilities (territory) in operation	9,477,718.03	Sale, tender

PAO Sovcomflot and PAO Novoship did not make any disposals of non-core assets in 2018.