

CREATING THE FUTURE

Annual Report for 2022





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GENERAL OVERVIEW

OF THE COMPANY

MEMORANDUM OF INTENT OF GAZPROM PJSC IN RELATION TO TGC-1 PJSC

-  **Electric power industry is a strategically important area of Gazprom Group operations.** Over the past 10 years, the largest vertically integrated electric power holding in Russia has been created within the structure of Gazprom PJSC, combining assets in the field of electricity and heat energy generation, heat energy transmission and sale, as well as assets in the related segments.
-  **Electric power assets of Gazprom Group are consolidated in its fully-owned subsidiary, Gazprom Energo-holding LLC,** which owns controlling stakes in Mosenergo PJSC, TGC-1 PJSC and MOEK PJSC, a unified heat energy supplying company of Moscow. The controlling stake of OGK-2 PJSC belongs to Centerenergo-holding PJSC, a subsidiary of Gazprom Energoholding LLC.

Mosenergo PJSC, TGC-1 PJSC, OGK-2 PJSC and MOEK PJSC are an integral part of the Gazprom Group business, the disposal of these assets is not planned.
-  **Gazprom PJSC views progressive development of these companies,** ensuring stable improvement of their financial performance and maintaining high reliability of energy supplies to consumers as the top priority in the electric power sector.
-  **Gazprom PJSC manages the companies in compliance with common corporate standards,** recognizes the importance of improving corporate governance in the controlled entities and strives to ensure openness and transparency of their operations.

TGC-1 PJSC PROFILE

Territorial Generating Company No. 1 Public Joint Stock Company (hereinafter referred to as TGC-1 PJSC, Company, Issuer) is the leading producer of electricity and heat energy in the Northwestern Federal District of Russia.

TGC-1 JSC was established on March 25, 2005 during the reform of the Russian electric power sector. On August 1, 2016, in order to make the Company name consistent with the Civil Code of the Russian Federation, TGC-1 JSC was renamed to TGC-1 PJSC. Today, the Company unites generating enterprises from the Baltic Sea to the Barents Sea. The Company's generating assets comprise 52 power plants of various types across four constituent entities of the Russian Federation: Saint Petersburg, the Republic of Karelia, Leningrad Region and Murmansk Region.

Generated electricity is supplied to the domestic wholesale electricity and capacity market.

TGC-1 is a strategic supplier of heat energy in Saint Petersburg, Petrozavodsk, Murmansk, and Apatity and Kirovsk in the Murmansk Region.

Location:
Saint Petersburg

Address:
16 Dobrolyubova prospect, Bld. 2A, Block 54, St. Petersburg, 197198

Primary State Registration Number (OGRN):
1057810153400

Taxpayer Identification Number (INN):
7841312071

TGC-1 PJSC AND ITS SUBSIDIARIES FORM THE TGC-1 GROUP, WHICH INCLUDES THE FOLLOWING COMPANIES:



Murmanskaya CHPP JSC; supplies power to Murmansk and surrounding areas

→ **98.87%**
the Company's share
in the authorized capital

St. Petersburg Heating Grid JSC; integrates heating grids in the area of operation of the Company's Central Heating and Power Plant

→ **60.52%**
the Company's share
in the authorized capital

Central Heat Energy Supply Station North-West LLC provides for connection of capital construction projects to utility networks

→ **100%**
subsidiary
of St. Petersburg
Heating Grid JSC

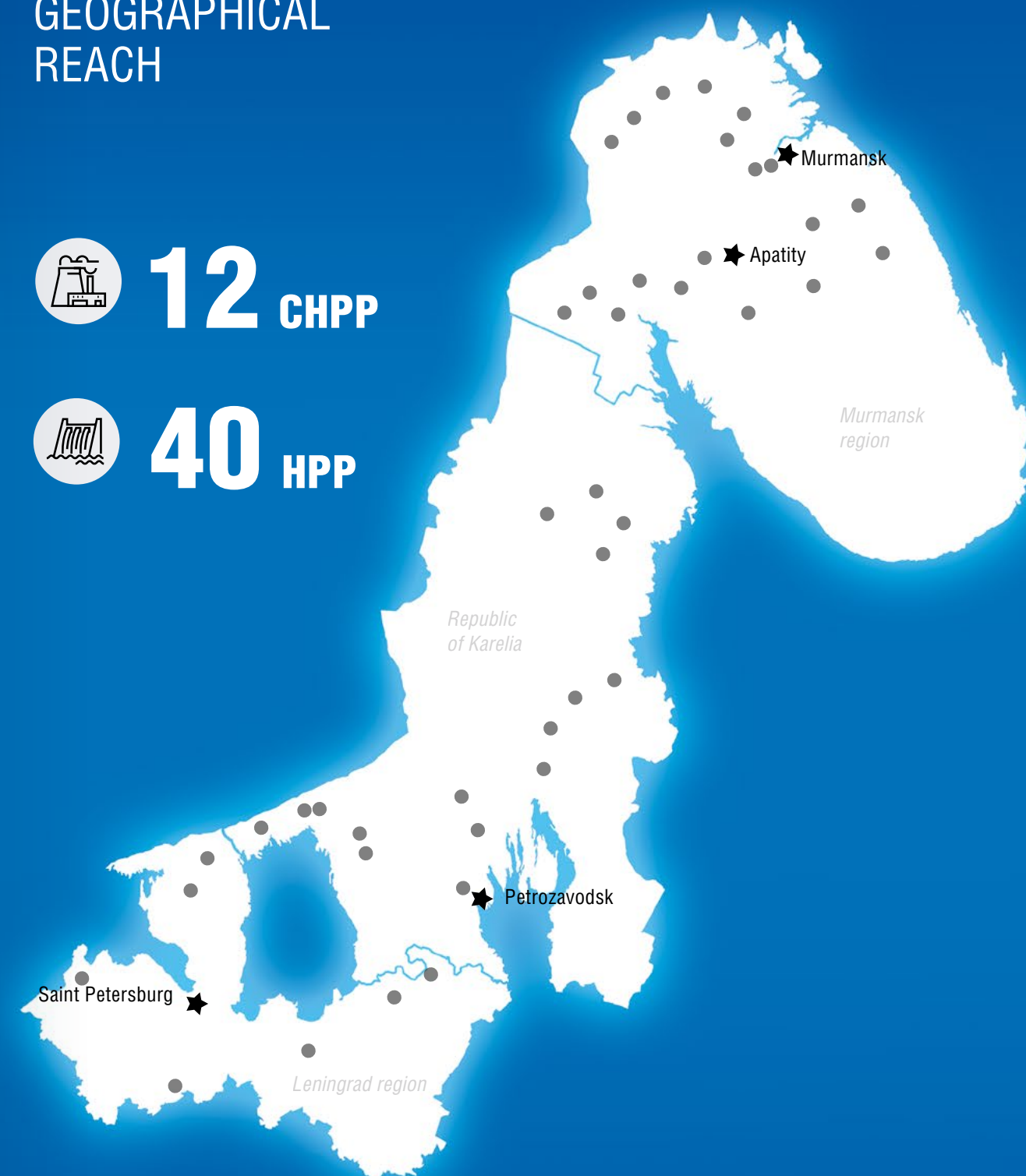
GEOGRAPHICAL REACH



12 CHPP



40 HPP



4
constituent
entities of the Russian
Federation



8
mln
population



19
plants
beyond the Polar
Circle

POSITION OF TGC-1 PJSC IN THE INDUSTRY

Electric Power Market

The main sector for competitive interactions in the wholesale electricity market for TGC-1 PJSC is the day-ahead market (DAM). For strengthening its competitiveness in the market, TGC-1 PJSC makes steps aimed at addressing the problem of pent-up capacities, optimizing the structure of electricity generation by CHPPs and HPPs, integrating new technologies, and retooling the production facilities.



The main competitive advantages of TGC-1 PJSC include:

- price advantage of CHPPs in terms of combined generation compared to condenser-type state district power plants (GRES);
- price advantage of HPPs compared to heat power plants due to the absence of fuel costs;
- geographical locations of the Company's plants making it possible to export electricity;
- possibility of selling "green" energy from renewable sources with a price premium for origin.

Electricity generation in St. Petersburg, the Republic of Karelia, Leningrad Region and Murmansk Region, in addition to TGC-1 PJSC, is carried out by Rosenergoatom JSC (represented by the Leningrad and Kola nuclear power plants), OGK-2 PJSC (Kirishskaya GRES), South-West CHPP JSC and Inter RAO – Electric Generation JSC (North-West CHPP branch), as well as by several other manufacturers.

Heat Energy Market

TGC-1 PJSC supplies heat energy to the territories in Saint Petersburg, Leningrad Region (Nevsky branch), Murmansk Region (Kolsky branch, Murmanskaya CHPP JSC), and the Republic of Karelia (Karelsky branch).

The backbone of production capacity of TGC-1 PJSC are 52 power plants, including: 40 hydroelectric power plants (HPP) and 12 combined heat and power plants (CHPP), including Murmanskaya CHPP JSC subsidiary. Most HPPs located sequentially downstream the water course and interconnected by the common water regime are combined into cascades.

At the end of 2022, the installed capacity of the Company's power plants (including Murmanskaya CHPP JSC) was

6,919.7

MW

of electric capacity

13,568.58

Gcal/h

of heat capacity

Saint Petersburg

Today, the main producers of heat energy in Saint Petersburg are as follows:

- TGC-1 PJSC;
- TEC SPb SUE;
- Peterburgteploenergo LLC;
- North-West CHPP branch of Inter RAO – Electric Generation JSC;
- South-West CHPP JSC.

In addition, there are some other heat generating companies in Saint Petersburg with a heat energy output of less than 1,000 thou. Gcal per year, their aggregate contribution to the useful output being maximum 5%.

Leningrad Region

In the Leningrad Region, TGC-1 PJSC is a heat energy provider for the Vsevolozhsky and Lodeynopolsky Districts.

In the Lodeynopolsky District, all heat energy generated by the electric boiler belonging to TGC-1 PJSC is sold to Leningrad Regional Heat and Power Company JSC, a wholesale purchaser/reseller that supplies heat energy to consumers in Svirstroy settlement.

Northern CHPP-21 of the Nevsky branch of TGC-1 PJSC is the main source of heat energy for consumers in municipal structure Murinskoe Rural Settlement and municipal structure Novodevyatkinskoe Rural Settlement in the Vsevolozhsk Municipal District of the Leningrad Region.

Pravoberezhnaya CHPP-5 of the Nevsky branch of TGC-1 PJSC is the main heat energy source for consumers in Kudrovo town.

Murmansk Region

Apatitskaya CHPP of the Kolsky branch of TGC-1 PJSC is the only source of heat energy for Apatity and Kirovsk.

In addition to Apatitskaya CHPP, another heat energy provider in the Murmansk Region is a subsidiary of TGC-1 PJSC – Murmanskaya CHPP JSC, which is a strategic provider of heat energy in Murmansk, covering 72% of the heat energy market. Only Murmanenergobyt JSC can be considered a competitor of Murmanskaya CHPP PJSC.

Republic of Karelia

The Karelsky branch is selling heat energy produced by Petrozavodskaya CHPP, to Petrozavodsk, as well as the Prionezhsky and Pryazhinsky Districts.

For improving its performance in the heat energy supply market, the Company makes continuous efforts to connect new consumers, maintain high quality of provided services, and reduce the amount of outstanding receivables.

EQUITY STRUCTURE

The authorized capital of TGC-1 PJSC is 38,543,414,165.71 rubles and is divided into 3,854,341,416,571 +3/7 ordinary registered shares with the same par value of 0.01 rubles. The Company has not placed any preference shares. In addition to already placed shares, the Company has the right to issue 674,494,100 ordinary registered shares (authorized shares).

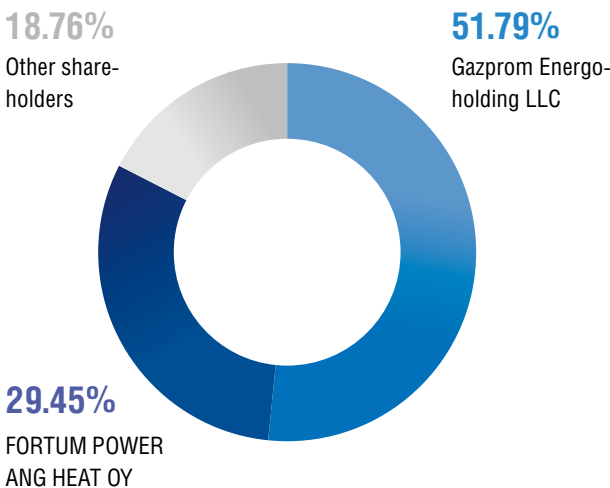
Total number of persons registered in the Shareholder Register of TGC-1 PJSC as of December 31, 2022 was 289,603, with most of the shareholders being individuals.

Structure of TGC-1 PJSC Shareholders as of December 31, 2022

Shareholder	Number of shares, pcs	Stake, %
Gazprom Energoholding LLC	1,996,046,978,490	51.79
FORTUM POWER AND HEAT OY*	1,135,074,850,193	29.45
National Settlement Depository (nominal holder)	621,165,139,086	16.12
Individuals	95,706,156,820 +3/7	2.48
Other legal entities	5,859,232,261	0.15
Other nominal holders	489,057,721	0.01
Total	3,854,341,416,571 +3/7	100.00

* The stake of Fortum Power and Heat Oy is 29.99% (1,155,868,750,193 shares) as of December 18, 2022 i.e. the issuance date of the list of persons entitled to participate in the General Meeting of Shareholders of TGC-1 PJSC with account of the disclosed nominee holders.

Structure of TGC-1 PJSC Shareholders as of December 31, 2022



There are no shares owned by the Company itself or controlled Companies.

There are no beneficial shareholders for shares constituting 5% or more of the Company's capital, except for those directly named in the data on the authorized capital structure.

The Company does not have information about the potential acquisition or acquisition by certain shareholders of an extent of control disproportionate to their participation in the authorized capital of the company, inter alia based on the shareholder agreements.

SECURITIES CIRCULATION AND DIVIDENDS

The shares of TGC-1 PJSC have been traded on the main trading floor of the Russian stock market, the Moscow Stock Exchange (stock ticker: TGKA), since March 26, 2007, and appear in the Level 1 Quotation List. Securities are traded on the stock market of the Moscow Stock Exchange in the main trading mode: T+Shares and DRs.

The trading volume of TGC-1 PJSC shares on the Moscow Stock Exchange in the main trading mode in 2022 amounted to 78.059 bln rubles, which is 29.95% less than in 2021. The average daily trading volume in each calendar quarter of 2022 was above the limit required to stay in the Level 1 Quotation List.

As of December 31, 2022, the Company's capitalization amounted to 28.4 bln rubles.

Information on the Company's Bond Issues as of December 31, 2022

Issue registration number	Issue start date
exchange-traded bonds of TGC-1 PJSC: interest-bearing non-convertible book-entry bonds eligible for collective safe custody, series BO-001R-01, placed within the framework of the exchange-traded bonds program under identification number 4-03388-D-001P-02E dated September 15, 2016, issue identification number 4B02-01-03388-D-001P dated April 11, 2018.	December 22, 2022
	Redemption date
	December 16, 2027

The Global Depositary Receipts (GDR) program for shares of TGC-1 PJSC was closed in 2021 by decision of the Company due to its inactive nature. After due notification of receipt holders by the depository bank, the issue of GDRs was redeemed.

In 2022, no payment of declared/accrued dividends on the Company's shares was made; no decision on the payment of dividends was made by the General Meeting of Shareholders.

The Company has adopted Regulations on TGC-1 PJSC Dividend Policy approved by the Company's Board of Directors on September 09, 2022¹.



¹ More information about the dividend policy of TGC-1 PJSC can be found on the Company's website https://www.tgc1.ru/fileadmin/ir/disclosure/facts/pologeniya/Dividendnaja_politika_PAO_TGK-1.pdf

INFORMATION ABOUT THE AUDITOR OF TGC-1 PJSC

UNICON JOINT STOCK COMPANY (UNICON JSC)

Location:

125 Varshavskoye Highway, Bld. 1, Section 11, 3rd floor,
Block I, Room 50, Moscow, 117587

INN: 7716021332

Telephone: +7 (495) 797-56-65

Fax: +7 (495) 797-56-60

Website: <http://www.unicon.ru>

E-mail: reception@unicon.ru

UNICON JSC BRANCH (SAINT PETERSBURG)

Location:

34 Devyataya Liniya V.O., lit. A, BC Magnus, Office 624,
St. Petersburg, 199004

INN: 7716021332

Telephone: +7 (495) 797-56-65

Fax: +7 (495) 797-56-60

Website: <http://www.unicon.ru>



INFORMATION ABOUT THE REGISTRAR OF TGC-1 PJSC

INFORMATION ON THE AUDITOR'S MEMBERSHIP IN SELF-REGULATORY ORGANIZATIONS OF AUDI- TORS

**Self-Regulatory Organization of Auditors Assotsiatsiya
Sodruzhestvo (SRO AAS)**

Location:

21 Michurinsky Prospect, Bld. 4, Moscow, 119192, Russian
Federation

Primary registration number of entry in SRO register:
12006020340

SPECIALIZED REGISTRAR – HOLDER OF REGISTERS OF SHAREHOLDERS IN THE GAS INDUSTRY JOINT STOCK COMPANY (DRAGA JSC)

Location / Postal address:

8 Bolshaya Zelenina str., Bld. 2, Letter A, Block 42N, 4th floor,
St. Petersburg, 197110

INN: 7704011964

Telephone: +7 (495) 719-40-44, +7 (812) 775-00-81

Fax: +7 (812) 775-00-82

Website: <http://draga.ru>

E-mail: info@draga.ru

The date from which the share register of the issuer has been maintained by the indicated
registrar: December 23, 2010.



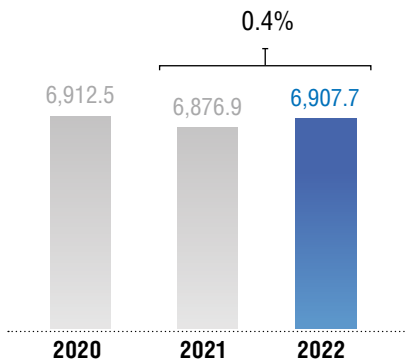
OPERATIONAL ACTIVITIES

OF TGC-1 PJSC

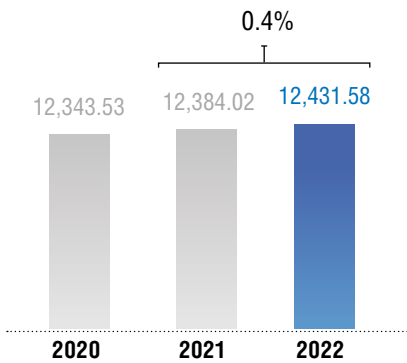


KEY INDICATORS OF PRODUCTION AND SALES ACTIVITIES OF TGC-1 PJSC*

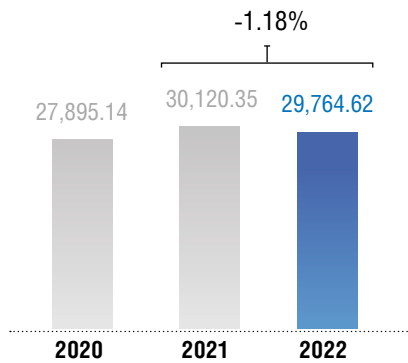
Installed electric capacity,
MW



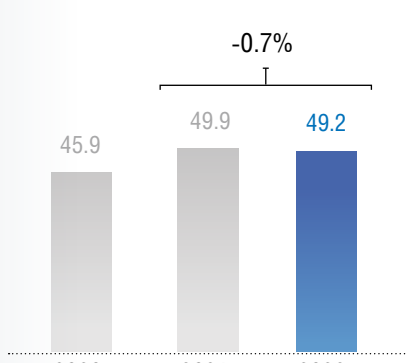
Installed heat capacity,
Gcal/h



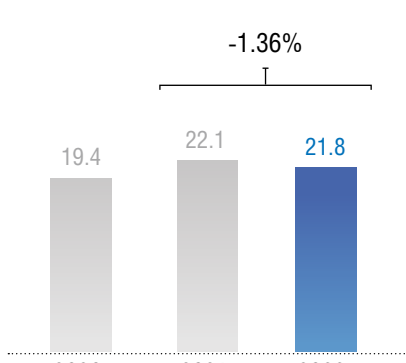
Electricity output,
mln kW·h



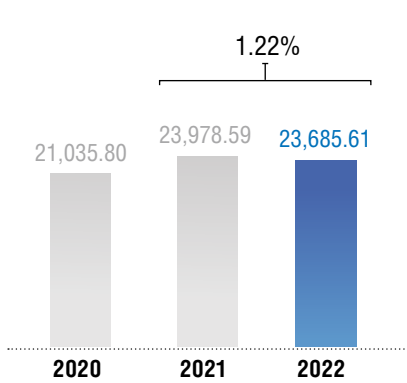
Installed electric power utilization
factor



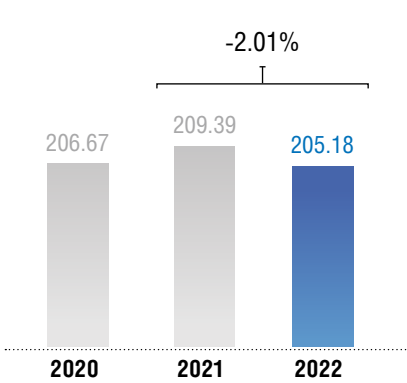
Installed heat power utilization
factor



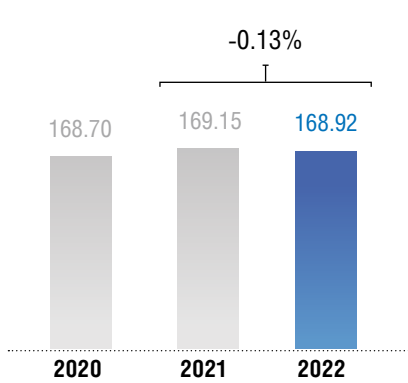
Heat supply from collectors
(incl. intracompany balance), thou. Gcal



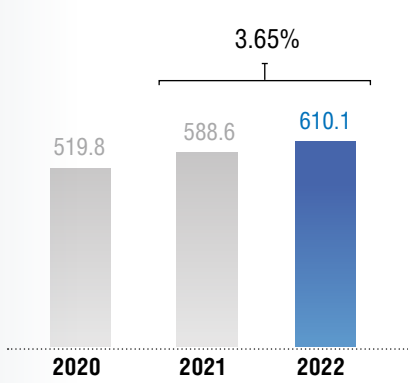
Specific fuel consumption for supply of
electrical energy, g/kW·h



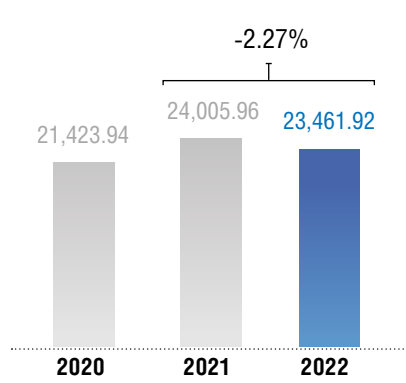
Specific fuel consumption for supply of
heat energy, kg/Gcal



Purchased heat energy
(incl. intracompany balance)



Net supply of heat energy
(incl. intracompany balance), thou. Gcal



* Indicators do not include indicators of subsidiaries and associated companies of the Company.

Information about the Consumption of Energy Resources of Each Type by TGC-1 PJSC
in 2022 in Physical and Monetary Terms *

Type of energy resource	Consumed volume in physical terms	Unit of measurement	Consumed volume (thou. rubles, ex-VAT)
Car petrol	594.6	thou. liters	24,918.11
Automotive diesel fuel	646.9	thou. liters	32,066.30
Fuel oil	2,564.8	tons	39,881.13
Diesel process fuel	11.8	tons	414.68
Natural gas	5,810,591.7	thou. m³	33,920,148.04
Hard coal	466,356.5	tons	1,654,174.51
Firewood	19,141.1	solid m³	62,108.15

* Indicators do not include indicators of subsidiaries and associated companies of the Company.
Other types of energy resources in addition to those indicated in the Table were not consumed or used in the reporting year.

THE CAUSES OF CHANGE IN THE INSTALLED CAPACITY OF POWER PLANTS DURING 2022

During 2022, the installed electric capacity increased by 30.8 MW. The change in the installed electric capacity has been caused by:

- an increase in installed capacity after modernization of TG-7 at Avtovskaya CHPP;
- an increase in the installed capacity of hydroelectric unit No. 3 at Verkhne-Tulomskaya HPP after modernization;
- a reduction of installed capacity after relabeling of hydroelectric unit No. 3 at the Kondopoga HPP and hydroelectric unit No. 3, hydroelectric unit No. 1 at the Palieozerskaya HPP;
- a reduction of installed capacity after relabeling of hydroelectric unit No. 1–3 at the Belomorskaya HPP.

The installed thermal capacity during 2022 increased by 47.56 Gcal/h. The change in installed thermal capacity is due to:

- an increase in installed capacity after modernization of TG-7 at Avtovskaya CHPP;
- relabeling of peak water-heating boiler No. 6 at the Vasileostrovskaya CHPP;
- reconstruction of boiler plants of the Karelsky branch.

THE CAUSES OF CHANGE IN THE AVAILABLE CAPACITY OF POWER PLANTS DURING 2022

The causes for the change in the available capacity of the Company's power plants are the same as the causes for the change in installed capacity and lower water content at the HPPs of the Karelsky branch compared to 2021.

At year-end 2022, TGC-1 PJSC generated 29,764.64 mln kW-h of electricity, demonstrating a reduction by 1.2% versus 2021.

Electricity generation at thermal power plants in 2022 decreased by 2.1% versus 2021. The main factor behind the decrease in production volumes at power plants was the extensive repair program for the equipment of Pravoberezhnaya and

Pervomaiskaya CHPPs. It should be noted that the power generation at HPPs remained at the level of 2021 with a slight increase of 0.1%, while due to lower water content in the Nevsky and Karelsky branches, the HPP output decreased relative to 2021, and in the Kolsky branch increased significantly, which was facilitated by the expansion of the Kola-Karelia network transit of electricity.

The heat energy output from the collectors of TGC-1 PJSC amounted to 23,685.61 thou. Gcal, a 1.2% decrease versus 2021, mostly due to the high outdoor temperatures during the heating season of 2022.

ELECTRICITY AND CAPACITY PURCHASE

The main reasons for electricity purchasing in 2022 were:

- purchase for operational needs;
- purchase for export sales.

The main reasons for capacity purchase in 2022 were:

- purchase for operational needs when maximum consumption exceeded the standard consumption rate (including, for export sales);
- purchase to secure obligations under regulated contracts.

Electricity purchase in 2022 amounted to 6,738.8 mln kW-h, which was 25.3% higher than in 2021. Capacity purchase amounted to 88.4 MW/month, which was 56.6% lower than in 2021.

NET HEAT ENERGY SUPPLY

The volume of net supply of heat energy by TGC-1 PJSC for 12 months of 2022 amounted to 23,461.9 thou. Gcal, showing a decrease of 2.3% compared to 2021, due to higher outdoor temperatures during the heating season of 2022.

Structure of Net Heat Energy Supply by Consumer Groups

Net heat energy supply by consumer groups, thou. Gcal	Nevsky, Kolsky, Karelsky branches			Murmanskaya CHPP		
	2020	2021	2022	2020	2021	2022
Wholesale purchasers/resellers (including heat energy supplying entities)	4,139	4,680	4,705	0	0	0
State-run consumers	1,860	2,189	2,155	261	289	271
Industrial and equivalent customers	747	817	799	38	44	40
Housing and utility facilities	8,245	8,757	6,996	157	162	178
Households (population)	2,649	3,246	4,515	1,214	1,198	1,204
Other	1,604	1,975	2,020	179	190	181
Heat energy for loss compensation	2,182	2,343	2,272	112	117	113
Total	21,424	24,006	23,462	1,962	2,001	1,987

POLICY OF TGC-1 PJSC IN THE FIELD OF ENVIRONMENTAL PROTECTION AND SOCIAL POLICY

Detailed information about the environmental policy of TGC-1 PJSC, as well as social policy, is contained in the Sustainable Development Report of TGC-1 PJSC for 2022 on the Company's website:
<https://www.tgc1.ru/ir/reports/>

RISK MANAGEMENT

and internal control



TGC-1 PJSC has a Risk Management and Internal Control Policy (hereinafter referred to as the “RM&IC”) in place, approved by the decision of the Company’s Board of Directors dated September 09, 2022 (Minutes No. 35 dated September 09, 2022), which defines the unified basic principles and approaches to the organization of the risk management and internal control system (hereinafter referred to as the “RM&ICS”, establishes the components of the system, its goals and objectives, and also determines the main tasks and distribution of powers of the participants.

The RM&ICS of TGC-1 PJSC is an element of corporate governance, applies to all activities of TGC-1 PJSC (including branches) and its subsidiaries, includes all levels of management and types of activities, all risks of the Company. The objectives of the Company’s RM&ICS include:

- providing reasonable assurance in the Company’s achievement of its objectives
- ensuring proper control over the financial and economic activities

In accordance with the RM&IC Policy, the participants of the Company’s RM&ICS are:

- at the level of Gazprom PJSC: RM&IC division.
- at the Company level: Board of Directors of the Company, Audit Committee of the Board of Directors of the Company, Sole Executive Body; collegial body, center of responsibility in the field of risk management and internal control, structural divisions and employees of the Company, owners of business processes, owners (co-owners) of risks responsible for implementing risk management activities, risk coordinators, owners (co-owners) of internal control procedures; persons responsible for monitoring internal control procedures.

In order to ensure the effective functioning of the RM&ICS in the Company, on July 1, 2020, a RM&IC department was created, which was entrusted with the responsibility for solving problems and performing functions in the RM&IC process, as well as methodological support for the implementation of the Company’s policy in the field of RM&IC. The activities of the RM&IC unit are structurally separated from those of the internal audit, economic security and control-and-audit units.

The effective functioning of the RM&ICS is a necessary condition for the achievement of strategic goals by TGC-1 PJSC. The Company continues developing and improving its RM&ICS, which enables early identification and analysis of external and internal risks, and development of effective responses to minimize risks.

TGC-1 PJSC assesses and monitors the effectiveness of the RM&ICS through self-assessments, internal and external audits. A self-assessment of the RM&ICS efficiency is made by the Risk Owners and is included in an Annual Report on the RM&ICS operation for the reporting period. The internal assessment of RM&ICS efficiency is carried out by the control-and-audit unit on a periodic basis. The external assessment of RM&ICS efficiency is carried out by the decision of the Company’s management bodies.

TGC-1 PJSC annually conducts a self-assessment of RM&ICS efficiency in accordance with the approach approved by the Methodological Recommendations for Self-Assessment of the RM&ICS Efficiency to determine the directions for further RM&ICS development. Self-assessment of the RM&ICS effi-

ciency consists of a self-assessment of the risk management system (hereinafter – RMS) and self-assessment of the internal control system (hereinafter – ICS), which is carried out by filling out questionnaires by risk owners. Consolidation and generalization of the results of the self-assessment of RM&ICS efficiency is carried out by the RM&IC department.

Based on the results of self-assessment of the RM&ICS efficiency in 2022, it was determined that generally the current level of RM&ICS development is sufficient for efficient operation of the system (assessment score is “Good”) but requires further improvement.

The Internal Audit Service assessed the reliability and efficiency of the RM&ICS of TGC-1 PJSC for 2021. The results of the assessment of the reliability and efficiency of the RM&ICS were reviewed by the Audit Committee of the Board of Directors (Minutes No. 7 dated May 23, 2022) and the Board of Directors of TGC-1 PJSC (Minutes No. 29, dated May 30, 2022) and confirm the reliability and efficiency of the RM&ICS of TGC-1 PJSC.

The Company monitors compliance with the requirements of the law in the field of combating corruption, misuse of insider information and market manipulation. The Company operates a “Hotline” on issues of combating fraud, corruption and theft, and work is underway to develop an anti-corruption system.

Detailed information about the risk management and internal control system is contained in the Sustainable Development Report of TGC-1 PJSC for 2022 on the Company’s website: <https://www.tgc1.ru/ir/reports/>

CORPORATE GOVERNANCE



BASIC PRINCIPLES AND STRUCTURE OF CORPORATE GOVERNANCE

TGC-1 PJSC uses a corporate governance model that meets the requirements of the law of the Russian Federation, regulatory and exchange requirements imposed on issuers of securities the shares of which are included in the First Section of the List of Securities admitted to trading by Moscow Exchange PJSC, as well as best corporate governance practices.

The Board of Directors and executive management carry out governance of the Company, following the recommendations and the principles laid down in the Corporate Governance Code approved by the Board of Directors of the Bank of Russia on March 21, 2014, whose fundamental precepts are protection of the rights of shareholders and investors, transparency and informational openness. The documents regulating the corporate governance system are available on the Company's official website.

In 2022, the Company's management, same as before, continued its efforts to ensure protection of the rights and legitimate interests of shareholders and investors.

TGC-1 PJSC remains firmly committed to developing, improving and bringing its corporate governance system in compliance with the Russian laws, recommendations of the Corporate Governance Code (letter of the Bank of Russia dated April 10, 2014 No. 06-52/2463, recommended for use by joint stock companies the securities of which are approved for on-exchange trading), the Listing Rules of the Moscow Exchange, and the best Russian and international practices.

The most important activity to improve the Company's corporate governance practices is compliance with the recommendation of the Corporate Governance Code to have independent directors on the Board of Directors and its Committees starting from 2016. In 2022, the Company conducted regular reviews of directors' eligibility under the independence criteria established by the Listing Rules of the Moscow Exchange, and in addition this issue was considered by the Board of Directors of TGC-1 PJSC.

On September 09, 2022, the Board of Directors of TGC-1 approved the Risk Management and Internal Control Policy, which defines the principles of and approaches to organizing the Company's risk management system consistent with recommendations of the Corporate Governance Code. The Risk Management and Internal Control Policy contributes to improving the Company's financial results by reducing losses caused by materialization of risks (by types of risk that are manageable).

GENERAL MEETING OF SHAREHOLDERS

The supreme management body of the Company is the General Meeting of Shareholders. The scope of competence of the General Meeting of Shareholders is defined in Article 15 of TGC-1 PJSC Articles of Association and Article 48 of Federal Law No. 208-FZ "On Joint Stock Companies".

The procedures for convocation, preparation, conducting, and summarizing the results of the General Meeting of Shareholders are set forth in the Regulations on the General Meeting of Shareholders of TGC-1 PJSC approved by the resolution of Extraordinary General Meeting of Shareholders dated November 03, 2022 (Minutes No. 2 dated November 07, 2022).

Extraordinary General Meeting of Shareholders may be held based on decision of the Board of Directors of TGC-1 PJSC upon its own discretion, upon initiative of the Company's auditor or shareholder(s) holding at least 10% of the Company's voting shares as of the date of the convocation request. Items on the agenda of the Extraordinary General Meeting of Shareholders shall be proposed by the meeting initiator.

On June 29, 2022, the Annual General Meeting of Shareholders of TGC-1 PJSC was held where:

- the following documents were approved: the Company's Annual Report for 2021, annual accounting (financial) statements for 2021, the Company's Articles of Association and internal documents regulating the activities of the Company's bodies, as amended;

- the decision was passed on payment of remunerations and compensations to members of the Board of Directors of the Company;
- members of the Board of Directors were elected;
- the Company's auditor was approved;
- no decision was made on the distribution of profits (including the payment (declaration) of dividends) and losses of the Company based on the results of 2021.

On November 03, 2022, an Extraordinary General Meeting of Shareholders of TGC-1 PJSC was held, which approved the Company's Articles of Association and internal documents regulating the activities of the Company's bodies, as amended, new composition of the Board of Directors of the Company, and passed a resolution on invalidation of the Regulations on the Procedure for Determining Remunerations and Compensations to Members of the Board of Directors of the Company approved by the resolution of the Annual General Meeting of Shareholders on June 29, 2022.

BOARD OF DIRECTORS

Competence of the Board of Directors is defined in cl. 20.1, Article 20 of the Company's Articles of Association and Article 65 of Federal Law No. 208-FZ "On Joint Stock Companies".

The rules of procedure for activities and meetings of the Company's Board of Directors are laid down in the Regulations on the Board of Directors of TGC-1 PJSC, as approved by the Extraordinary General Meeting of Shareholders of the Company on November 03, 2022 (Minutes No. 2 dated November 07, 2022).

Pursuant to the above Regulations, the Board of Directors of TGC-1 PJSC is responsible for general management of the Company, control over execution of decisions passed by the General Meeting of Shareholders, and protection of rights and legitimate interests of the Company's shareholders under the laws of the Russian Federation.

The Board of Directors consists of 11 people, of which 4 were nominated by shareholder of Fortum Power and Heat Oy, 7 by Gazprom Energoholding LLC.

In 2022, there were 3 compositions of the Board of Directors of TGC-1 PJSC:

- from January 01, 2022 to June 29, 2022 (elected by decision of the General Meeting of Shareholders on June 18, 2021, Minutes No. 1 dated June 21, 2021);
- from June 29, 2022 to November 03, 2022 (elected by decision of the General Meeting of Shareholders on June 29, 2022, Minutes No. 1 dated June 29, 2022);
- from November 03, 2022 to present day (elected by decision of the General Meeting of Shareholders on November 03, 2022, Minutes No. 2 dated November 07, 2022).

In 2022, meetings of the Board of Directors of TGC-1 PJSC were held on a regular basis.

The Board of Directors of TGC-1 PJSC held 21 meetings in the form of absentee voting; no meetings were held in the form of joint presence.

All members of the Board of Directors took part in 15 meetings of the Board of Directors.

9 out of 10 members of the Board of Directors took part in 6 meetings of the Board of Directors².

Assessment (self-assessment) of the quality of work of the Board of Directors was not carried out during the reporting period.

COMMITTEES UNDER THE BOARD OF DIRECTORS

The purpose of the committees is to ensure the effectiveness of the Board of Directors in resolving issues falling within its competence. At present, the Board of Directors of TGC-1 PJSC has four committees:

Audit Committee

Budget Planning
and Investment Committee

Human Resources and Remuneration
Committee

Reliability and Efficiency
Committee

² One of the members of the Board of Directors resigned based on the application dated March 16, 2022.

AUDIT COMMITTEE UNDER THE BOARD OF DIRECTORS

The main objective of the Committee is to assist the Board of Directors in the implementation of its powers related to control over the financial and economic activities of the Company.

The Committee's activities are governed by the Regulations on the Audit Committee under the Board of Directors of TGC-1 PJSC approved by the Board of Directors of TGC-1 PJSC on September 09, 2022 (Minutes No. 35 dated September 09, 2022).

In 2022 the Audit Committee under the Board of Directors of TGC-1 PJSC held 3 meetings in the form of absentee voting; no meetings were held in the form of joint presence.

Members of the Board of Directors elected to the Committee actively took part in the Committee meetings.

All members of the Board of Directors who are members of the Committee took part in 2 meetings of the Committee. 3 out of 4 members of the Board of Directors who are members of the Committee took part in 1 meeting of the Committee.

The Committee's activities include:

- control over completeness, accuracy and reliability of the accounting (financial) statements of the Company;
- control over the reliability and efficiency of the risk management and internal control system;
- ensuring the independence and impartiality in carrying out the internal and external audit functions; evaluation of the third party auditor's report.

BUDGET PLANNING AND INVESTMENT COMMITTEE UNDER THE BOARD OF DIRECTORS

The main objective of the Committee is to assist the Board of Directors in the exercise of its powers related to basic principles of strategic development of the Company.

The Committee's activities are governed by the Regulations on the Budget Planning and Investment Committee under the Board of Directors of TGC-1 PJSC approved by the Board of Directors of TGC-1 PJSC on September 09, 2022 (Minutes No. 35 dated September 09, 2022).

In 2022, the Budget Planning and Investment Committee under the Board of Directors of TGC-1 PJSC held 6 meetings in the form of absentee voting; no meetings were held in the form of joint presence.

Members of the Board of Directors elected to the Committee actively took part in the Committee meetings.

All members of the Board of Directors who are members of the Committee took part in 3 meetings of the Committee. 1 out of 2 members of the Board of Directors who are members of the Committee took part in 1 meeting of the Committee. 2 meetings of the Committee were held without the participation of members of the Board of Directors.

The Committee's activities include:

- determining the priority areas, strategic goals and basic principles of the Company's strategic development, evaluating the Company's mid-term and long-term performance, and approving the Company's strategy;
- analyzing the implementation of adopted programs and projects for strategic development of the Company;
- financial planning, defining credit and dividend policies of the Company.

HUMAN RESOURCES AND REMUNERATION COMMITTEE UNDER THE BOARD OF DIRECTORS

The main objective of the Committee is to assist the Board of Directors in the exercise of its powers related to personnel and social and labor policies of the Company.

The Committee's activities are governed by the Regulations on the Human Resources and Remuneration Committee under the Board of Directors of TGC-1 PJSC approved by the Board of Directors of TGC-1 PJSC (Minutes No. 35 dated September 09, 2022).

In 2022, the Human Resources and Remuneration Committee under the Board of Directors of TGC-1 PJSC held 5 meetings in the form of absentee voting; no meetings were held in the form of joint presence.

Members of the Board of Directors elected to the Committee actively took part in the Committee meetings.

All members of the Board of Directors who are members of the Committee took part in 3 meetings of the Committee. 3 out of 4 members of the Board of Directors who are members of the Committee took part in 2 meetings of the Committee.

The Committee's activities include:

- development and periodic review of the Company's policy on remuneration of members of the Board of Directors, executive bodies of the Company, supervision of its implementation and introduction, preparation of recommendations to shareholders on the amount of remuneration and compensation paid to members of the Board of Directors;
- analysis of the professional qualifications and independence of candidates nominated to the Board of Directors and development of recommendations for shareholders of the Company regarding voting on the item of electing candidates to the Board of Directors;
- regular review of the compliance of the independent members of the Board of Directors with the independence criteria.

RELIABILITY AND EFFICIENCY COMMITTEE UNDER THE BOARD OF DIRECTORS

The main objective of the Committee is to assist the Board of Directors in the exercise of its powers related to basic principles of strategic development of the Company in terms of increasing technological reliability, safety and production efficiency.

The Committee's activities are governed by the Regulations on the Reliability and Efficiency Committee under the Board of Directors of TGC-1 PJSC approved by the Board of Directors of TGC-1 PJSC on September 09, 2022 (Minutes No. 35 dated September 09, 2022).

In 2022, the Reliability Committee under the Board of Directors of TGC-1 PJSC held 2 meetings in the form of absentee voting; no meetings were held in the form of joint presence.

Members of the Board of Directors elected to the Committee actively took part in the Committee meetings.

All members of the Board of Directors who are members of the Committee took part in 1 meeting of the Committee. 1 meeting of the Committee was held without the participation of members of the Board of Directors.

The Committee is involved :

- in the review (expertise) of programs for retooling and reconstruction, maintenance and repair, energy saving and energy efficiency improvement, strengthening technological reliability and other production programs in terms of compliance with the requirements to integral technological reliability, safety and efficiency of production.

GENERAL DIRECTOR, MANAGING ORGANIZATION AND MANAGING DIRECTOR

The General Director is the sole executive body of the Company and has the authority to decide on daily operations in accordance with Article 25 of the Articles of Association of TGC-1 PJSC. Pursuant to clause 26.1, Article 26 of the Articles of Association, and clause 1, Article 69 of the Federal Law No. 208-FZ "On Joint Stock Companies", the powers of the sole executive body can be assigned to a managing company under a contract.

By decision of the Extraordinary General Meeting of Shareholders of TGC-1 PJSC, held on September 27, 2019, the powers of the General Director of TGC-1 PJSC have been assigned to the Managing Company starting from September 30, 2019.

AUDIT COMMISSION

Establishment of the Audit Commission is not provided for by the Articles of Association of TGC-1 PJSC (approved by the decision of the Annual General Meeting of Shareholders dated June 29, 2022).

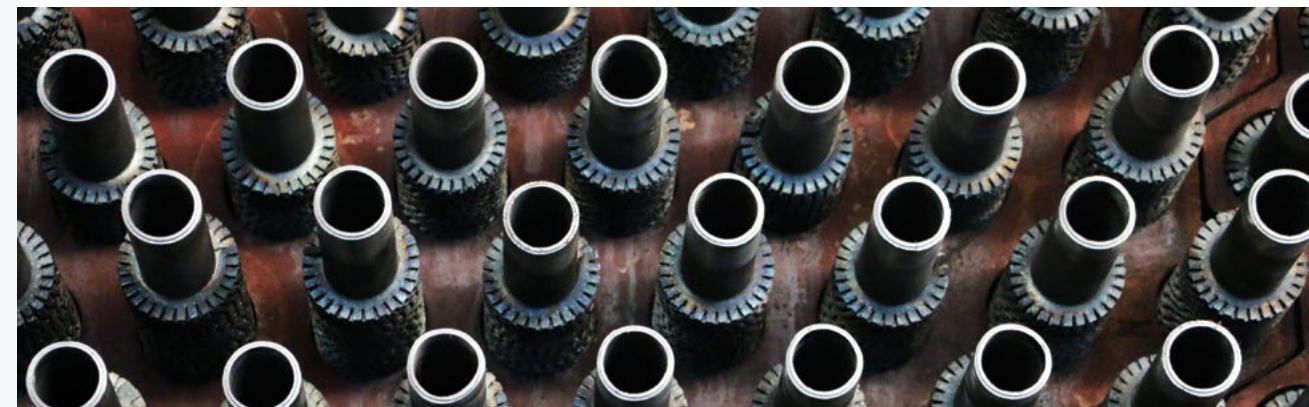
INTERNAL AUDIT

An independent and fair assessment of the reliability and efficiency of internal control, risk management and corporate governance system at TGC-1 PJSC is performed by the Internal Audit Service (hereinafter, IAS), which functionally reports to the Board of Directors of TGC-1 PJSC (through the Audit Committee under the Board of Directors) and administratively reports to the sole executive body of the Company.

As part of its activities, the IAS is guided by the Internal Audit Policy (approved by the Board of Directors on September 30, 2016, Minutes No. 3 of October 03, 2016), the Regulations on the Internal Audit Service (approved by the Board of Directors on September 30, 2016, Minutes No. 3 of September 30, 2016), and the requirements and recommendations of the applicable Russian laws.

The main functions of the Internal Audit Service are as follows:

- evaluating the efficiency of the internal control, risk management and corporate governance system;
- developing proposals for improving the efficiency of the internal control, risk management and corporate governance system;
- carrying out internal audits and other checks aimed at improving the efficiency of the internal control system;
- developing recommendations based on the results of checks;
- monitoring the implementation of measures developed based on the results of checks.



CORPORATE SECRETARY

The Corporate Secretary of TGC-1 PJSC was appointed by decision of the Board of Directors dated September 30, 2016 (Minutes of the Board of Directors No. 3 dated October 03, 2016).

Education:

- St. Petersburg State Polytechnic University, area of specialization: "Mechanical Engineering", 1996;
- St. Petersburg State Polytechnic University, Candidate of Technical Sciences, 2000;
- St. Petersburg State University of Economics, area of specialization: "Financial Management", 2002;
- St. Petersburg University of Management and Economics, master's degree in jurisprudence, 2013.

The Company is governed by the Regulations on the Corporate Secretary approved by the decision of the Board of Directors of TGC-1 PJSC (Minutes of the Board of Directors No. 35 dated September 09, 2022), that set forth the main functions of the Corporate Secretary. In addition to the Corporate Secretary, the functions in the area of corporate governance in the Company are performed by the Corporate Affairs Department.

The Corporate Secretary shall be responsible for:

- ensuring the functioning of mechanisms for exercising the rights and protecting the interests of shareholders, including compliance with the procedure for holding the General Meeting of Shareholders;
- acting as secretary of the General Meeting of Shareholders and the Board of Directors of the Company;
- organizing the activities of management and control bodies, as well as interaction between the Board of Directors and management of the Company;
- ensuring storage, disclosure and provision of information about the Company; carrying out the work to maintain corporate traditions, resolve disputes and conflicts;
- control over protection of interests of the Company, inter alia in the course of interaction with the Bank of Russia and government authorities.

LIABILITY INSURANCE FOR THE MEMBERS OF THE BOARD OF DIRECTORS OF TGC-1 PJSC

TGC-1 PJSC has introduced the practice of liability insurance for members of the Board of Directors.

Liability insurance for members of the Board of Directors at the expense of the joint stock company's own funds is recommended by the Corporate Governance Code of the Bank of Russia, so that in the event of losses incurred by the Company, they can be compensated at the expense of the insurance company. Such insurance makes it possible not only to compensate for losses caused to the company, but also to attract competent specialists to the Board of Directors.

In the reporting year, the issuer did not perform transactions recognized as major transactions in accordance with Federal Law No. 208-FZ dated December 26, 1995 "On Joint Stock Companies".

The main insurance parameters and the amount of insurance coverage correspond to the size of the Company's business and possible risks, as well as the practice of liability insurance of industry companies.

REPORT ON TGC-1 PJSC COMPLIANCE WITH THE PRINCIPLES AND RECOMMENDATIONS OF THE CORPORATE GOVERNANCE CODE

STATEMENT OF THE BOARD OF DIRECTORS ON COMPLIANCE WITH THE PRINCIPLES OF CORPORATE GOVERNANCE

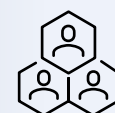
In its activities, TGC-1 PJSC takes into account advanced international and Russian corporate governance practices, including those enshrined in the Corporate Governance Code, recommended for use by Letter of the Bank of Russia No. 06-52/2463 dated April 10, 2014 (hereinafter referred to as the Code).

This report on compliance with the principles and recommendations of the Corporate Governance Code was reviewed by the Board of Directors of TGC-1 PJSC at a meeting on May 26, 2023 (Minutes No. 52 dated May 29, 2023).

The Board of Directors confirms that the data in this Report contain complete and reliable information on the Company's compliance with the principles and recommendations of the Corporate Governance Code in 2022.

Brief Description of the Most Significant Aspects of the Corporate Governance Model and Practice in the Company:

The corporate governance model of TGC-1 PJSC is formed in accordance with the requirements of the law of the Russian Federation, the listing rules of the Moscow Exchange, and takes into account the rights and legitimate interests of shareholders and investors, as well as other groups of interested parties (stakeholders) of the Company.



The goals of corporate governance in the Company are:

- stable and predictable development of the Company;
- increasing shareholder value, market capitalization and investment attractiveness of the Company;
- making a profit based on the results of the Company's activities;
- ensuring effective management of the Company's assets;
- effective risk management and internal control system;
- application of innovations, state-of-the-art technologies and improvement of the Company's business processes.

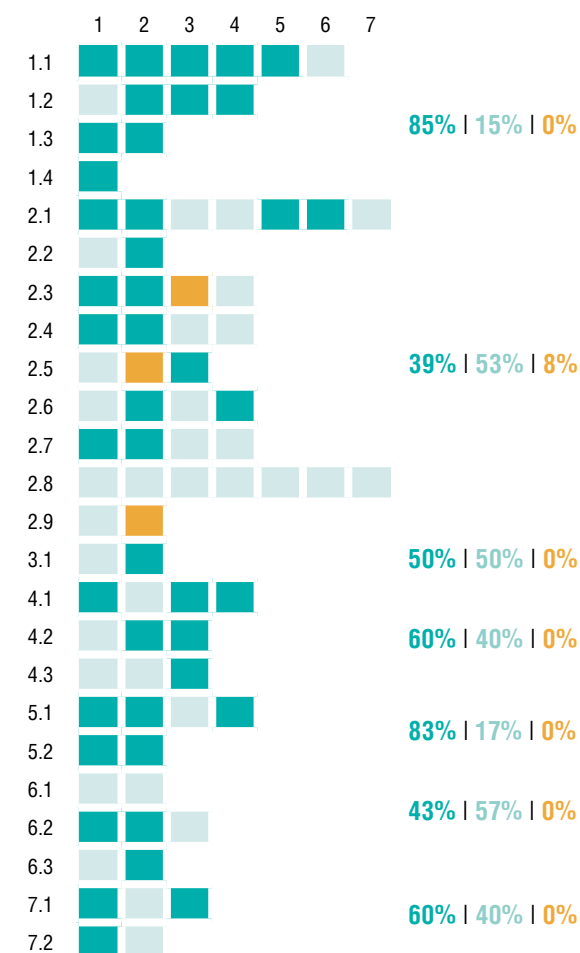
The assessment of the Company's compliance with the principles of corporate governance enshrined in the Code was carried out in accordance with the recommendations for preparing the report on compliance with the principles and recommendations of the Corporate Governance Code (as stipulated in the letter of the Bank of Russia No. IN 06 28/102 dated December 27, 2021).

The report on compliance with the principles and recommendations of the Code was prepared in accordance with the form and taking into account the recommendations of the Bank of Russia and is presented in the form of the attached table. When assessing the Company's compliance with the criteria, the results of the annual Reviews of Corporate Governance Practices in Russian public companies prepared by the Bank of Russia were also taken into account.

An explanation of the key reasons, factors and (or) circumstances due to which the Company does not comply or does not fully comply with the principles of corporate governance enshrined in the Code is given in the attached table. Additionally, individual paragraphs of the table contain a description of the mechanisms and tools of corporate governance that are used by the Company instead of those recommended by the Code, as well as the Company's plans to improve the model and practice of corporate governance.

INFORMATION ABOUT THE PRINCIPLES OF THE CODE THAT ARE NOT OBSERVED BY THE COMPANY OR ARE NOT FULLY OBSERVED BY THE COMPANY, WITH A DESCRIPTION OF THE PART IN WHICH THEY ARE NOT OBSERVED:

The Company ensures full and (or) partial compliance with 76 of the 79 recommendations of the Code (96%, including 54% – full compliance, 42% – partial compliance), proposed by the Bank of Russia for annual monitoring.



Recommendations for which the Company has not achieved the level of compliance established by the Code relate to organizing the activities of independent directors and assessing the work of the Company's Board of Directors.

In the opinion of the Company, individual recommendations of the Code are not fully applicable to the assessment of the Company's fulfilment of the recommendations of the Code due to the specific nature of the structure of the Company's management bodies, the practice of organizing general meetings of shareholders during the period of restrictions caused by the new coronavirus infection, and other factors, information about which is given below. At the same time, due to the absence of deviations (violations) of the recommendations established by the Code in the relevant paragraphs, the Company's assessment is "compliance".

LIST OF PRINCIPLES/RECOMMENDATIONS OF THE CODE THAT ARE NOT FULLY APPLICABLE TO THE COMPANY:

Principle 1.1.2.

"The procedure for reporting about holding of a General Meeting and providing materials for the General Meeting enables shareholders to properly prepare for participation in it"

not applicable in terms of certain recommendations for General Meetings of Shareholders held in the form of absentee voting;

Principle 1.1.3.

"In the course of preparation and holding of the General Meeting, shareholders were able to receive information and materials about the meeting, ask questions to the Company's executive bodies and members of the Board of Directors, and communicate with each other in an unhindered and timely manner"

not applicable in terms of individual recommendations for General Meetings of Shareholders held in the form of absentee voting;

Principle 2.1.1.

"The Board of Directors is responsible for decisions related to appointment and dismissal of executive bodies, including in relation to improper performance of their duties. The Board of Directors also oversees that the Company's executive bodies act in accordance with the approved development strategy and core activities of the Company"

not fully applicable in connection with the transfer of powers of the sole executive body of the Company to the management organization.

PLANNED (PROPOSED) ACTIONS AND ACTIVITIES OF THE COMPANY TO IMPROVE THE CORPORATE GOVERNANCE MODEL AND PRACTICE:

TGC-1 PJSC takes into account the results of compliance with the recommendations of the Code when developing plans for improving corporate governance practices and when updating internal regulatory documents. Information on the expected timing of implementation of individual recommendations and activities planned by the Company is given in the attached table.

More detailed information on the specific features of the Company's compliance with the Code's recommendations is provided in the attached table.

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
1.1	The Company shall ensure that all shareholders are treated equally and fairly in exercising their right to participate in the management of the Company.	
1.1.1	The Company creates the most favorable conditions for shareholders to participate in the General Meeting; conditions for developing a justified position on items of the General Meeting agenda; coordination of their activities; and the opportunity to express their opinions on the items under consideration.	<p>1. The Company provides an accessible way for communicating with the Company, such as a hotline, e-mail or Internet forum, enabling shareholders to express their opinions and raise questions concerning the agenda in the course of preparation for the General Meeting.</p> <p>The aforementioned communication methods were organized by the Company and made available to shareholders in the course of preparation for each General Meeting held during the reporting period.</p>
1.1.2	The procedure for giving a notice of a General Meeting and providing related materials enables shareholders to properly prepare for participation in the meeting.	<p>1. During the reporting period, the notice of the General Meeting of Shareholders was posted (published) on the Company's website no later than 30 days prior to a date of the General Meeting, unless a longer period is provided for by the applicable legislation.</p> <p>2. The meeting notice specifies documents required for admission to the venue.</p> <p>3. Shareholders were provided with access to information about who proposed the agenda items and who nominated the candidates for the Board of Directors and the Audit Commission of the Company (if establishment thereof is provided for by the Company's Articles of Association).</p>
1.1.3	In the course of preparation and holding of the General Meeting, shareholders were able to receive information and materials about the meeting, ask questions to the Company's executive bodies and members of the Board of Directors, and communicate with each other in an unhindered and timely manner.	<p>1. In the reporting period, shareholders were given the opportunity to ask questions to members of the Company's executive bodies and members of the Board of Directors in the course of the preparation for and holding of the General Meeting.</p> <p>2. The position of the Board of Directors (including dissenting opinions recorded in the minutes, if any) on each agenda item of the General Meetings held during the reporting period was included in the materials for the General Meeting.</p> <p>3. The Company provided eligible shareholders with access to the list of persons entitled to attend the General Meeting, starting from the date when it was received by the Company, on all occasions when the General Meetings were held during the reporting period.</p>
1.1.4	The exercise of shareholders' right to demand convocation of a General Meeting, to nominate candidates to the governing bodies and to submit proposals for inclusion in the General Meeting agenda was not unnecessarily difficult.	<p>1. The Company's Articles of Association establish a deadline for shareholders to submit proposals for inclusion in the Annual General Meeting agenda, which shall be at least 60 days after the end of the corresponding calendar year.</p> <p>2. During the reporting period, the Company did not refuse to accept proposals to be included in the agenda or nominations to the Company's bodies due to misprints or other minor defects in shareholder's proposal.</p>
1.1.5	Each shareholder was able to exercise their voting rights in the easiest and most convenient way possible.	<p>1. The Company's Articles of Association provide for the opportunity of filling out the electronic ballot form on the website indicated in the notice of the General Meeting of Shareholders.</p>

Some information of the Annual Report has not been disclosed in accordance with Russian Government Decree No. 351 dated March 12, 2022 "On Peculiarities of Disclosure and Provision of Information to be Disclosed and Presented in 2022 in accordance with the Federal Law "On Joint Stock Companies" and the Federal Law "On Securities Market" and Peculiarities of Insider Information Disclosure in accordance with the Federal Law "On Countering the Misuse of Insider Information and Market Manipulation and on Introduction of Amendments to Certain Legal Instruments of the Russian Federation".

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Compliance	
Compliance	
Compliance	
Compliance	
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
1.1.6	The procedure for holding the General Meeting established by the Company ensures that all persons present at the meeting have an equal opportunity to express their opinions and ask questions they are interested in.	<div>1. When General Meetings of Shareholders were held in the reporting period in the form of a meeting (joint presence of shareholders), sufficient time was provided for reports on agenda items and time for discussion of these items, and shareholders were given the opportunity to express their opinions and ask questions on the agenda they were interested in.</div> <div>2. The Company invited candidates to the governing and control bodies of the Company and took all necessary measures to ensure their participation in the General Meeting of Shareholders, at which their nominations were put to a vote. The nominees to the governing and control bodies of the Company present at the General Meeting of Shareholders were available to answer the questions raised by shareholders.</div> <div>3. The sole executive body, the accounting officer, the chairman or other members of the Audit Committee under the Board of Directors were available to answer questions raised by shareholders at the General Meetings of Shareholders held during the reporting period.</div> <div>4. In the reporting period, the Company used telecommunication means for shareholders' remote access to participate in the General Meetings, or the Board of Directors made a reasonable decision that it was not necessary (possible) to use such means in the reporting period.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>Comments on criteria No. 1–3:</p> <p>In accordance with Federal Law No. 25-FZ dated February 25, 2022 “On Amendments to the Federal Law “On Joint Stock Companies” and on suspension of certain provisions of legislative acts of the Russian Federation”, as well as in connection with measures taken in the Russian Federation to ensure non-proliferation of coronavirus infection, the Board of Directors of the Company made decisions to hold annual and extraordinary General Meetings of Shareholders in 2022 in the form of absentee voting. When choosing the form of holding the meeting, the Company also took into account the established practice of organizing General Meetings of Shareholders by business companies, the absolute majority of which held shareholder meetings in absentia during the period of restrictions caused by the influence of the coronavirus infection COVID-19.</p> <p>Holding of General Meetings in absentia does not provide for carrying out of activities provided for by the specified recommendations of the Code and established for meetings in the form of joint presence of shareholders. At the same time, shareholders are provided with alternative methods of communication with the Company, including a telephone conversation and electronic mail, making it possible to send questions through the Company to nominees to be elected to the Board of Directors. Additionally, the Company has organized a “Frequently Asked Questions” section on its website for public access, which is continuously updated by the Company, where the most frequently asked questions regularly received by the Company when holding Meetings are posted.</p> <p>In the opinion of the Company, under the conditions of restrictions caused by the influence of the pandemic, the measures listed above ensure to the maximum extent the rights and legitimate interests of shareholders guaranteed by law and the Articles of Association of the Company.</p> <p>The current provisions of the Articles of Association and internal documents of the Company establish additional guarantees and information rights of shareholders, including those recommended by paragraphs 2–12 of the Code.</p> <p>In particular, at the Company's meetings held by personal attendance, there shall be sufficient time to report on items on the agenda and time to discuss those items. All persons present at the Meeting are given the opportunity to express their opinions and ask questions of interest. In accordance with the Regulations on the General Meeting of Shareholders of TGC-1 PJSC, candidates nominated for election to the Board of Directors, as well as representatives of the third party auditor, have the right to attend the meeting as invited persons. An invitation to the General Meeting of Shareholders shall be sent to these persons at least 20 days prior to a date of the meeting. In the meeting materials, the Company also discloses necessary information about the candidates' qualifications and work background to enable shareholders to make an informed decision.</p> <p>After stabilization of the situation caused by the impact of the pandemic, the Company plans to hold annual General Meetings of Shareholders by personal attendance in compliance with the procedures and subject to implementation of measures established to ensure the rights of its shareholders.</p> <p>4. Compliance.</p>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
1.2	Shareholders are provided with an equal and fair opportunity to participate in the Company's profits through the payout of dividends.	
1.2.1	The Company developed and implemented a transparent and clear mechanism for determining the size of dividends and for their payout.	<p>1. The Regulations on the Dividend Policy of the Company have been approved by the Board of Directors and disclosed on the Company's website.</p> <p>2. If the dividend policy of the Company preparing consolidated financial statements uses the Company's financial statements to determine the amount of dividends, the relevant provisions of the dividend policy take into account the consolidated financial statements.</p> <p>3. Justification of proposed distribution of net profit, including payment of dividends and the Company's own needs, and assessment of its compliance with the dividend policy adopted by the Company, with explanations and economic substantiation of the need to direct a certain part of net profit to its own needs in the reporting period were included in the materials for the General Meeting of Shareholders, the agenda of which includes an item on profit distribution (including payout (declaration) of dividends).</p>
1.2.2	The Company does not decide on payment of dividends if such a decision, while not formally violating the restrictions prescribed by legislation, is economically unreasonable and may lead to false perceptions of the Company's activities.	1. The Regulations on the Dividend Policy of the Company, in addition to restrictions imposed by legislation, define the financial/economic circumstances under which the Company may decide not to pay dividends.
1.2.3	The Company does not allow the dividend rights of existing shareholders to deteriorate.	1. During the reporting period, the Company did not take any actions leading to deterioration of the dividend rights of existing shareholders.
1.2.4	The Company strives to eliminate the possibility for the shareholders to use any ways of obtaining profit (income) at the expense of the Company, other than dividends and liquidation value.	1. During the reporting period, no other ways were used by entities controlling the Company to receive profit (income) at the Company's expense other than dividends (e.g. through transfer pricing, unjustified rendering of services to the Company by a controlling entity at inflated prices, through internal loans substituting dividends to a controlling entity and/or its controlled entities).
1.3	The corporate governance system and practices ensure equal conditions for all shareholders owning shares of the same category (type), including minority and foreign shareholders, as well as their equal treatment by the Company.	
1.3.1	The Company created conditions for fair treatment of each shareholder by the governing bodies and controlling entities of the Company, including conditions ensuring that abuse by major shareholders against minority shareholders is inadmissible.	1. During the reporting period, the Company's controlling entities did not abuse their rights in relation to the Company's shareholders; there were no conflicts between the Company's controlling entities and the Company's shareholders; and, if any, the Board of Directors gave due consideration thereto.
1.3.2	The Company does not undertake actions that result or may result in artificial redistribution of corporate control.	1. Quasi-treasury shares are not available or were not voted during the reporting period.
1.4	Shareholders are provided with reliable and efficient means of recording their rights to shares, as well as the opportunity to dispose of their shares in a free and unhindered manner.	
1.4.1	Shareholders are provided with reliable and efficient means of recording their rights to shares, as well as the opportunity to dispose of their shares in a free and unhindered manner.	1. The technology and terms of services used by the Company's Registrar meet the needs of the Company and its shareholders and ensure that shareholder rights are recorded and exercised most efficiently.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>1. Compliance.</p> <p>2. Compliance.</p> <p>3. Partial compliance.</p> <p>The materials for the Annual General Meeting of Shareholders in 2022, the agenda of which included the item of profit distribution (including the payment (declaration) of dividends), did not include justification for the proposed profit distribution. Prior to the reporting period, the Company had not applied that practice. At the same time, the Regulations on the Dividend Policy of the Company, published on the Company's website, determine the principles for calculating the amount of dividends, as well as the target level of dividend payments. In addition, the materials of the said General Meeting of Shareholders included recommendations of the Board of Directors on the distribution of profits based on the results of 2021.</p> <p>The Company is considering the possibility of further improving its dividend policy, and also plans to expand the information provided to shareholders in preparation for the General Meeting of Shareholders, including concerning distribution of net profit and payment of dividends.</p>
Compliance	
Compliance	
Compliance	
Compliance	
Compliance	
Compliance	
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.1	The Board of Directors carries out strategic management of the Company, determines the basic principles of and approaches to the organization of the Company's risk management and internal control system, controls the activity of the Company's executive bodies, and performs other key functions.	
2.1.1	The Board of Directors is responsible for decisions related to appointment and dismissal of executive bodies, including in relation to improper performance of their duties. The Board of Directors also oversees that the Company's executive bodies act in accordance with the approved development strategy and core activities of the Company.	<div>1. The Board of Directors has the powers enshrined in the Articles of Association to appoint, dismiss and determine the terms of contracts in relation to members of the executive bodies.</div> <div>2. During the reporting period, the Nominations (Appointments, Human Resources) Committee has considered whether professional qualifications, skills and background of the members of the executive bodies meet the Company's current and anticipated needs as determined by the approved strategy of the Company.</div> <div>3. In the reporting period, the Board of Directors reviewed the report(s) of the sole executive body and the collegial executive body, if any, on the implementation of the Company's strategy.</div>
2.1.2	The Board of Directors establishes the main long-term targets for the Company; evaluates and approves the key performance indicators and key business goals of the Company; and evaluates and approves the strategy and business plans for the main lines of the Company's activity.	<div>1. During the reporting period, the meetings of the Board of Directors have considered items related to implementation and updating of the strategy, approval of the financial and business plan (budget) of the Company, and review of the criteria and indicators (including intermediate ones) for implementation of the Company's strategy and business plans.</div>
2.1.3	The Board of Directors determines the principles of and approaches to organizing the Company's risk management and internal control system.	<div>1. The principles and approaches to the organization of the Company's risk management and internal control system have been defined by the Board of Directors and are enshrined in the Company's internal documents that define the risk management and internal control policy.</div> <div>2. In the reporting period, the Board of Directors has approved (revised) an acceptable level of risks (risk appetite) of the Company, or the Audit Committee and/or Risk Committee, if any, considered the reasonability of raising the issue of revising the Company's risk appetite at the Board of Directors.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Compliance	
Compliance	
Partial compliance	<div>1. Compliance.</div> <div>2. Non-compliance.</div> <div>In 2022, the Company developed and approved by decision of the Board of Directors (Minutes No. 35 dated September 09, 2022) an updated Risk Management and Internal Control Policy, regulating current approaches to the Company's risk management system. During the reporting period, the Board of Directors did not approve the acceptable level of risks (risk appetite) of the Company. Besides, in the reporting period, the Company developed Methodological Recommendations on determining the tolerable risk level (hereinafter referred to as the "Methodological Recommendations"), which set forth the approach to calculating the threshold and maximum tolerable risk levels for the Company in terms of the impact on the financial and economic indicators, environment, life and health of people and good will. The Methodological Recommendations were previously reviewed at a meeting of the Company's operating committee, consisting of the Company's management.</div> <div>The Company plans to submit for consideration by the Board of Directors the need for approval of the developed Methodological Recommendations in the next reporting period, subject to the agreement of the approaches proposed by management with all stakeholders. Based on the results of consideration of the recommendations, the Company plans to raise the issue of considering the acceptable level of risks (risk appetite) for consideration by the relevant Committee of the Board of Directors and the entire Board of Directors.</div>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.1.4	The Board of Directors determines the Company's policy on remuneration and/or reimbursement of expenses (compensation) to members of the Board of Directors, executive bodies and other key senior officials of the Company.	<div>1. The Company has developed, approved by the Board of Directors and implemented the policy (policies) on remuneration and reimbursement of expenses (compensation) to members of the Board of Directors, executive bodies of the Company and other key senior officials of the Company.</div> <div>2. During the reporting period, the Board of Directors reviewed items related to the aforementioned policy (policies).</div>
2.1.5	The Board of Directors plays a key role in preventing, identifying and resolving internal conflicts between the Company's bodies, shareholders and employees.	<div>1. The Board of Directors plays a key role in preventing, identifying and resolving internal conflicts.</div> <div>2. The Company has established a system for identifying transactions involving conflicts of interest and a system of measures aimed to resolve such conflicts.</div>
2.1.6	The Board of Directors plays a key role in ensuring the Company's transparency, timely and full disclosure of information by the Company, and unhindered access of shareholders to the Company's documents.	<div>1. The Company's internal documents define the persons responsible for the implementation of the Information Policy.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<div>1. Compliance.</div> <div>2. Partial compliance. In the reporting year, the Board of Directors developed and approved the Regulations on the Procedure for Determining Remuneration and Compensation to Members of the Board of Directors (decision of the Board of Directors dated September 09, 2022, Minutes No. 35). A resolution of the Board of Directors of the Company also approved the Regulations on Remuneration and Financial Incentives for Top Managers of the Company (Minutes No. 13 dated January 09, 2020) and introduced a system of key performance indicators. The powers of the Company's sole executive body were transferred to a managing company, which receives a monetary remuneration in accordance with the contract terms. The terms of the agreement on the exercise of powers of the management organization were approved by resolution of the Board of Directors of the Company (Minutes No. 9 dated September 18, 2019). Currently, the Company is not considering changes to these documents.</div>
Compliance	
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.1.7	The Board of Directors exercises control over the Company's corporate governance practices and plays a key role in the Company's significant corporate events.	1. During the reporting period, the Board of Directors reviewed the results of self-assessment and/or an external evaluation of the Company's corporate governance practices.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>1. Partial compliance.</p> <p>In accordance with the Company's Articles of Association, the Board of Directors performs key functions in decision-making on a significant range of important management decisions of the Company. During the reporting period, the Board of Directors did not consider the item of corporate governance practices in the Company as a separate item on the agenda. At the same time, information on corporate governance practices in the Company was considered by the Board of Directors in preparation for the Annual General Meeting of Shareholders and preliminary approval of the Company's Annual Report, which included the section "Principles and Practices of Corporate Governance", as well as a detailed report on compliance with the principles and recommendations of the Corporate Governance Code.</p> <p>Additionally, as part of developing corporate governance and improving the corporate governance framework in the reporting period, the Board of Directors and its committees were involved in:</p> <ul style="list-style-type: none">• consideration of the draft Articles of Association, regulations on the management and control bodies of the Company, inter alia those taking into account the implementation of the recommendations of the Code;• consideration of draft policies and regulations in the field of key business processes regulating, inter alia, corporate governance issues (dividend policy, regulations on Committees, regulations on the Corporate Secretary, regulations on risk management and others);• consideration of the results of work of the committees under the Board of Directors;• detailed assessment of the work of members of the Board of Directors as part of consideration of recognizing members of the Board of Directors of the Company as independent;• an analysis to determine whether candidates to the Board of Directors of TGC-1 PJSC eligible for election at the Annual General Meeting of Shareholders of TGC-1 PJSC comply with the requirements to professional qualifications, experience, business skills and independence criteria;• consideration of the report of the Corporate Secretary of TGC-1 PJSC. The data provided in this report contains complete and reliable information about the performance of the Corporate Secretary's functions in accordance with the Articles of Association and internal documents of the Company, and indicates the organization of the effective work of the Board of Directors, committees under the Board of Directors, the General Meeting of Shareholders, and ensuring a high level of corporate governance. <p>The Company assesses the measures taken to inform the Board of Directors about corporate governance practices as sufficient for the Board of Directors to obtain complete and reliable information.</p> <p>At the same time, in the medium term (2023–2027) the Company plans to submit the results of self-assessment and (or) external assessment of corporate governance practices in the Company for consideration by the Board of Directors as a separate item.</p>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.2	The Board of Directors is accountable to the Company shareholders.	
2.2.1	Information on the activity of the Board of Directors is disclosed and made available to shareholders.	<div>1. The Company's Annual Report for the reporting period includes information on the attendance of Board of Directors and committee meetings by each member of the Board of Directors.</div> <div>2. The Annual Report contains information on the main results of the assessment (self-assessment) of the Board of Directors' performance in the reporting period.</div>
2.2.2	The Chairman of the Board of Directors is available to communicate with the Company's shareholders.	1. The Company has a transparent procedure in place to ensure that shareholders are able to provide information to and receive feedback from the Chairman of the Board of Directors (and, where applicable, the Senior Independent Director).
2.3	The Board of Directors is the Company's effective and professional governing body capable of making unbiased, independent judgements and decisions that are in the interests of the Company and its shareholders.	
2.3.1	Only persons who have an impeccable business and personal reputation and who have the knowledge, skills and background necessary to make decisions falling within the scope of competence of the Board of Directors and required to perform its functions effectively shall be elected as members of the Board of Directors.	1. During the reporting period, the Board of Directors (or its Nominations Committee) assessed candidates for the Board of Directors in terms of their required experience, knowledge, business reputation, absence of conflict of interest, etc.
2.3.2	Members of the Company's Board of Directors are elected through a transparent procedure that enables shareholders to obtain sufficient information about the candidates in order to have a perception of their personal qualities and professional background.	1. In all cases when the General Meeting of Shareholders was held in the reporting period, the agenda of which included items associated with election of the Board of Directors, the Company provided shareholders with background information on all candidates to the Board of Directors, the results of the assessment of the candidates' professional qualifications, experience and skills in relation to the Company's current and expected needs conducted by the Board of Directors (or its Nominations Committee), and information on a candidate's compliance with independence criteria according to recommendations 102–107 of the Code, as well as information on the presence of written consent of the candidates for election to the Board of Directors.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<div>1. Partial compliance. The Company's Annual Report for the reporting period does not include information on the attendance at meetings of the Board of Directors and Committees of the Board of Directors by each member of the Board of Directors, due to the fact that there is a risk that foreign countries will introduce restrictive measures against the issuer/persons being members of the issuer's management bodies. This information will be included in the Company's Annual Report for the period in which the risk of introducing restrictive measures against the issuer/persons being members of the issuer's management bodies by foreign countries is minimized/excluded.</div> <div>2. Non-compliance. The Annual Report does not contain information on the main results of the evaluation of the Board of Directors' activity, as no evaluation of the Board of Directors' activity was carried out during the reporting period. Due to the fact that the Company has not approved an internal document defining a formalized procedure for assessment (self-assessment) the performance of the Board of Directors, the Annual Report contains only detailed information on the work done by the Board of Directors during the reporting period. However, in order to summarize the results of the reporting year, prepare for the Annual General Meeting of Shareholders, update the internal documents, draw up the Annual Report, plan the work of the Company's management bodies, the Company analyzed the performance of the Board of Directors and its Committees for the reporting period. As part of this analysis, the responsible department summarized the results of the work of the Board of Directors, meetings held and issues considered, and the participation of members of the Board of Directors in its activities. Information based on the results of monitoring the work of the Board of Directors is included, among other things, in the Company's Annual Report. Additionally, during the reporting period, as part of the study and elaboration of recognizing members of the Board of Directors of TGC-1 PJSC as independent, the Company assessed the work of all members of the Board of Directors. In the medium term (in 2023–2027) the Company plans to introduce a formalized procedure for assessment (self-assessment) of the Board of Directors, which will determine, among other things, the procedure for disclosing information about its results in the Company's reporting documents.</div>
Compliance	
Compliance	
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.3.3	The composition of the Board of Directors is well balanced, including in terms of qualifications of its members, their background, knowledge and business proficiency, and is trusted by shareholders.	1. During the reporting period, the Board of Directors analyzed its own needs in the area of professional qualifications, experience and skills and identified the competencies needed by the Board of Directors in the short and long term.
2.3.4	The quantitative composition of the Company's Board of Directors makes it possible to organize its activities in the most efficient way, including the possibility to form committees under the Board of Directors, and enable significant minority shareholders of the Company to elect a candidate to the Board of Directors for whom they vote.	1. During the reporting period, the Board of Directors considered whether the number of members of the Board of Directors met the needs of the Company and the interests of its shareholders.
2.4	There is a sufficient number of independent directors on the Board of Directors.	
2.4.1	An independent director is a person who has sufficient professionalism, background and independence to form their own position and who is able to make unbiased and fair judgements, not in any way affected by the Company's executive bodies, certain groups of shareholders or other interested parties. It should be taken into account that a candidate (elected member of the Board of Directors) who is related to the Company, its significant shareholder, significant counterparty or competitor of the Company, or is related to the government, may not be considered independent under normal circumstances.	1. During the reporting period, all independent members of the Board of Directors met all independence criteria specified in recommendations 102–107 of the Code, or were recognized as independent by decision of the Board of Directors.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Non-compliance	1. Non-compliance. All members of the Company's Board of Directors have considerable experience in management positions, and many of them — in the energy sector. Collectively, the members of the Company's Board of Directors have a broad range of professional competencies and management expertise. In 2022, the Human Resources and Remuneration Committee under the Board of Directors of TGC-1 PJSC reviewed eligibility of candidates to the Board of Directors in terms of their professional qualifications, experience, business skills and independence criteria for election at the Annual General Meeting of Shareholders. The assessment results are included in the materials for the Annual General Meeting of Shareholders. In 2023–2024, the Company is planning to develop and approve an internal document defining the procedure for assessment (self-assessment) of the Board of Directors, taking into account the “Methodological Recommendations for Organizing and Conducting Self-Assessment of Efficiency of the Board of Directors in Public Joint Stock Companies” prepared by the Bank of Russia. It is planned that the specified internal document will determine, among other things, the procedure for assessing the needs of the Board of Directors for certain competencies and the measures taken based on the results of such assessment.
Partial compliance	1. Comment on compliance with criterion No. 1: In accordance with the Articles of Association of the Company, the Board of Directors of the Company consists of 11 members. This quantitative composition of the Board of Directors complies with legal requirements, is consistent with best Russian and international practices, including approaches used in the industry, and correlates with the scale of business and the structure of the Company's share capital. In the reporting year, compliance of the quantitative composition of the Board of Directors with the needs of the Company was considered in preparation for the Annual General Meeting of Shareholders in regard to updating the Company's Articles of Association (including provisions relating to the activities of management bodies).
Compliance	1. Comment on compliance with criterion No. 1: In accordance with the Articles of Association of the Company, the Board of Directors of the Company consists of 11 members. The Board of Directors, which exercised its powers in the reporting period until the Annual General Meeting of Shareholders on June 29, 2022, included 3 directors recognized as independent by decision of the Board of Directors. The Board of Directors, elected by the Annual General Meeting of Shareholders on June 29, 2022, included 1 director recognized as independent by decision of the Board of Directors. The Board of Directors, elected by the Extraordinary General Meeting of Shareholders on November 3, 2022, included 3 directors recognized as independent by a decision of the Board of Directors of the Company. In accordance with the applicable law and the Company's Articles of Association, the right to nominate candidates to the Board of Directors of the Company and to elect them is vested in the shareholders of the Company. When shareholders are requested to nominate candidates for election to the Board of Directors of TGC-1 PJSC, the Company draws their attention to the requirement that the nominees shall meet the Code's eligibility criteria. In addition, shareholders are provided with information on legal requirements to the composition of the Board of Directors, as well as on the requirements and recommendations of the regulator of the securities market, where the Company's securities are traded, and consequences of non-compliance. The Company is planning to continue its efforts toward electing the optimum number of independent directors to the Board of Directors in accordance with the recommendations of the Code and the existing structure of the share capital.

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.4.2	Candidates to the Board of Directors are assessed for compliance with the independence criteria, and the compliance of independent members of the Board of Directors with the independence criteria is reviewed on a regular basis. In conducting such an assessment, content prevails over form.	<div>1. During the reporting period, the Board of Directors (or the Nominations Committee under the Board of Directors) formed an opinion on the independence of each candidate to the Board of Directors and submitted the relevant opinion to shareholders.</div> <div>2. During the reporting period, the Board of Directors (or the Nominations Committee under the Board of Directors) at least once reviewed the independence of the current members of the Board of Directors, who were declared as independent in the Company's Annual Report.</div> <div>3. The Company has procedures in place to determine the necessary actions to be undertaken by a member of the Board of Directors if they cease to be independent, including obligations to advise the Board of Directors thereof in a timely manner.</div>
2.4.3	Independent directors shall constitute at least one third of the elected composition of the Board of Directors.	<div>1. Independent directors shall constitute at least one third of the composition of the Board of Directors.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Compliance	
Partial compliance	<div>1. Partial compliance.</div> <div>In accordance with the Articles of Association of the Company, the Board of Directors of the Company consists of 11 members (1/3 — no less than 4 directors).</div> <div>The Board of Directors, which exercised its powers in the reporting period until the Annual General Meeting of Shareholders on June 29, 2022, included 3 directors recognized as independent by decision of the Board of Directors.</div> <div>The Board of Directors, elected by the Annual General Meeting of Shareholders on June 29, 2022, included 1 director recognized as independent by decision of the Board of Directors.</div> <div>The Board of Directors, elected by the Extraordinary General Meeting of Shareholders on November 03, 2022, included 3 directors recognized as independent by a decision of the Board of Directors of the Company.</div> <div>The number of independent directors on the Board of Directors of the Company complies with the requirements of the listing rules for issuers whose shares are included in the First Level quotation list of the Moscow Exchange.</div> <div>In accordance with the applicable law and the Company's Articles of Association, the right to nominate candidates to the Board of Directors of the Company and to elect them is vested in the shareholders of the Company. When shareholders are requested to nominate candidates for election to the Board of Directors of TGC-1 PJSC, the Company draws their attention to the requirement that the nominees shall meet the Code's eligibility criteria. In addition, shareholders are provided with information on legal requirements to the composition of the Board of Directors, as well as on the requirements and recommendations of the regulator of the securities market, where the Company's securities are traded, and consequences of non-compliance.</div> <div>During the reporting period, the Human Resources and Compensation Committee of the Board of Directors reviewed the recommendations to shareholders with respect to voting on candidates to the Company's Board of Directors, taking into account the information on the candidates' eligibility based on the requirements applicable to independent directors.</div> <div>The Company plans to continue its work aimed at electing the optimal number of independent directors to the Board of Directors in accordance with the recommendations of the Code and the existing structure of share capital, as well as informing the Company's shareholders about the advisability of nominating the required number of candidates to the Board of Directors who meet the independence criteria. In the Company's opinion, the current approach takes into account, to the maximum extent, the Company's objectively existing capabilities to influence the process of forming the Board of Directors.</div>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.4.4	Independent directors play a key role in preventing internal conflicts in the Company and significant corporate actions by the Company.	1. Independent directors (who had no conflicts of interest) in the reporting period made a preliminary assessment of significant corporate actions involving possible conflicts of interest, and the results of such assessment were provided to the Board of Directors.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>1. Partial compliance.</p> <p>The independent directors in the current composition of the Board of Directors did not carry out a preliminary assessment of significant corporate actions related to a potential conflict of interest and, therefore, did not submit the results of such an assessment to the Board of Directors, as the Company did not undertake any significant corporate actions related to a potential conflict of interest during the reporting period.</p> <p>The Company has not formalized the procedure for preliminary assessment by independent directors of significant corporate actions related to a possible conflict of interest. At the same time, the Company takes into account the opinion of independent members of the Board of Directors at the stage of preliminary consideration and development of recommendations by the relevant Committees of the Board of Directors.</p> <p>All items submitted to the Board of Directors for review are first reviewed by the dedicated Committees under the Board of Directors, and the Board of Directors is provided with a conclusion on each agenda item. In accordance with the best Russian and international corporate governance practices and recommendations of the Code, an independent member of the Company's Board of Directors was elected Chairman of the Audit Committee. In accordance with the Regulations on the Committee, in the event of a tie of votes, the Chairman of the Committee shall have the casting vote.</p> <p>Additionally, the Budget Planning and Investment Committee under the Board of Directors of TGC-1 PJSC includes all independent directors who are able to evaluate major corporate actions within the Committee. However, the competence of the Budget Planning and Investment Committee does not include all significant actions provided for by the Code (reduction of authorized capital, listing and delisting). The independent directors serving on the Board of Directors shall provide to the Board of Directors the results of evaluation of major corporate actions related to a possible conflict of interest by submitting a written opinion to the Chairman of the Board of Directors of the Company.</p> <p>All members of the Board of Directors express their opinion on the items under consideration by voting. Each member of the Company's Board of Directors has one vote. Decisions are adopted by a majority vote of the members of the Company's Board of Directors attending the meeting, unless otherwise stipulated by the Federal Law "On Joint Stock Companies" and the Company's Articles of Association. In order to make unbiased decisions, the Company management prepares materials for the members of the Board of Directors on each item under consideration, including information on persons interested in transactions and grounds for their interest, and, if available, the information on evidence of a conflict of interest. The Regulations on the Company's Board of Directors establish the duty of the members of the Board of Directors to make justified decisions.</p>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.5	The Chairman of the Board of Directors ensures the most effective discharge of functions assigned to the Board of Directors.	
2.5.1	The elected Chairman of the Board of Directors is an independent director, or a senior independent director is elected from among the number of the elected independent directors to coordinate the work of independent directors and interact with the Chairman of the Board of Directors.	<div>1. The Chairman of the Board of Directors is an independent director, or a senior independent director has been appointed from among the independent directors.</div> <div>2. The role, rights and duties of the Chairman of the Board of Directors (and, where applicable, the senior independent director) are properly defined in the Company's internal documents.</div>
2.5.2	The Chairman of the Board of Directors ensures a constructive atmosphere at meetings, free discussion of items on the agenda of a meeting and control over the implementation of decisions made by the Board of Directors.	1. The effectiveness of the work of the Chairman of the Board of Directors was assessed as part of the procedure for the Board of Directors' performance assessment (self-assessment) in the reporting period.
2.5.3	The Chairman of the Board of Directors undertakes the necessary measures for timely provision of the members of the Board of Directors with information required to decide on agenda items.	1. The obligation of the Chairman of the Board of Directors to undertake measures to ensure timely provision of complete and reliable information to members of the Board of Directors on agenda items of the Board of Directors' meeting is enshrined in the Company's internal documents.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<div>1. Non-compliance. The Chairman of the Board of Directors is not an independent director. The Company does not have a senior independent director appointed among its independent directors. In accordance with the Company's Articles of Association, the Chairman of the Board of Directors is elected by decision of the Board of Directors, which is adopted by a majority of votes of members of the Board of Directors. The Chairman of the Board of Directors is currently not recognized as independent according to the criteria of the Code. At the same time, the elected Chairman of the Board of Directors is a director with recognized authority, outstanding professional and managerial qualities, as well as the competencies necessary for the effective organization of the work of the Board of Directors for the benefit of all shareholders. The professionalism and recognition of the professional competencies of the Chairman of the Board of Directors is also confirmed by the fact that the Chairman's candidacy was unanimously voted for all members of the Board of Directors, including all independent directors. The Company strives to adhere to the best Russian and international corporate governance practices and comply with the recommendations of the Code. The role, rights and obligations of the Chairman of the Board of Directors are specified in Article 21 of the Articles of Association and Article 4 of the Regulations on the Board of Directors of the Company. In view of the above, the Company believes that the risks of non-compliance with this criterion are minimal, and assesses current practices as best practices given the current situation.</div> <div>2. Compliance.</div>
Non-compliance	<div>1. Non-compliance. During the reporting period, a separate assessment of performance of the Chairman of the Company's Board of Directors was not carried out due to the lack of a formalized assessment (self-assessment) methodology. In 2023–2024, the Company is planning to develop and approve an internal document defining the procedure for assessment (self-assessment) of the Board of Directors, taking into account the “Methodological Recommendations for Organizing and Conducting Self-Assessment of Efficiency of the Board of Directors in Public Joint Stock Companies” prepared by the Bank of Russia. It is planned that the specified internal document will determine, among other things, the procedure for assessing the performance of the Chairman of the Board of Directors and the measures taken based on the results of such assessment.</div>
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.6	The members of the Board of Directors shall act in good faith and reasonably in the interests of the Company and its shareholders on the basis of sufficient information and with due care and diligence.	
2.6.1	Members of the Board of Directors make decisions taking into account all available information, in the absence of a conflict of interest, based on the principle of equal treatment of the Company's shareholders, with exposure to entrepreneurial risk within the ordinary limits.	<div>1. The Company's internal documents stipulate that a member of the Board of Directors shall be obliged to notify the Board of Directors if they have a conflict of interest in relation to any item on the agenda of a meeting of the Board of Directors or a committee under the Board of Directors before the discussion of the relevant agenda item.</div> <div>2. The Company's internal documents stipulate that a member of the Board of Directors shall abstain from voting on any item in which they have a conflict of interest.</div>
		3. The Company has established a procedure that enables the Board of Directors to obtain professional advice on matters falling within the scope of its competence at the Company's expense.
2.6.2	The rights and duties of the members of the Board of Directors are clearly stipulated and enshrined in the Company's internal documents.	1. The Company has adopted and published an internal document that clearly defines the rights and duties of the members of the Board of Directors.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<div>1. Compliance.</div> <div>2. Partial compliance. In accordance with the Regulations on the Board of Directors of the Company, members of the Board of Directors shall act for the benefit of the Company, exercise their rights and fulfill their duties in relation to the Company in good faith and reasonably. In addition, the Company has an Induction Program for newly elected members of the Board of Directors, in accordance with which internal documents of the Company are sent to members of the Board of Directors for review, including the Code of Corporate Ethics of TGC-1 PJSC (approved by a decision of the Board of Directors dated September 09, 2022, Minutes No. 35), which contains standards of behavior in the event of a conflict of interest. In addition, the Regulations on the Board of Directors of TGC-1 PJSC provide for notification of the Company in case of interest in completing a transaction. The interest of a member of the Board of Directors is determined in accordance with Article 81 of the Federal Law "On Joint Stock Companies". In accordance with the above, the Company excludes the risk that a member of the Board of Directors will vote on an item in which they have a conflict of interest and, therefore, does not plan to initiate the procedure for amending the Company's internal documents in this respect in the near future.</div> <div>3. Compliance.</div>
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.6.3	Members of the Board of Directors have sufficient time to carry out their duties.	<p>1. Individual attendance of meetings of the Board of Directors and its committees, as well as sufficient time to work on the Board of Directors, including on its committees, was analyzed as part of the procedure for the Board of Directors' performance assessment (self-assessment) in the reporting period.</p> <p>2. In accordance with the Company's internal documents, members of the Board of Directors shall notify the Board of Directors of their intention to become members of management bodies of organizations other than those controlled by the Company, as well as of the fact of such an appointment.</p>
2.6.4	All members of the Board of Directors have equal access to the Company's documents and information. Newly elected members of the Board of Directors are provided with sufficient information about the Company and the activities of the Board of Directors as soon as possible.	<p>1. In accordance with the Company's internal documents, members of the Board of Directors have the right to obtain information and documents necessary for the members of the Board of Directors to perform their duties relating to the Company and its controlled entities, and the Company's executive bodies shall ensure that the relevant information and documents are provided.</p> <p>2. The Company implements a formalized onboarding program for newly elected members of the Board of Directors.</p>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>1. Partial compliance.</p> <p>The Company has not approved an internal document defining a formalized procedure for assessment (self-assessment) of the performance of the Board of Directors. At the same time, in order to sum up the results of the reporting year, prepare for the Annual General Meeting of Shareholders, update internal documents, draw up an Annual Report, and plan the work of the Company's management bodies, an analysis of performance of the Board of Directors, its Committees, as well as members of the Board of Directors for the reporting period is carried out. As part of this analysis, the responsible department studied the results of the work of the Board of Directors, meetings held and items considered, and the participation of members of the Board of Directors in its activities. Information based on the results of monitoring the work of the Board of Directors as part of the Company's Annual Report was presented to the Board of Directors.</p> <p>The results of work of the Board of Directors and its members, as well as individual attendance (participation) in meetings are taken into account when determining the composition and electing candidacies of Committee Chairmen, and distributing responsibilities between members of the Board of Directors. In addition, attendance at meetings of members of the Board of Directors and members of Committees of the Board of Directors is assessed when determining the amount of remuneration and compensation to members of the Board of Directors in accordance with cl. 2.1.1 of the Regulations on the Procedure for Determining Remuneration and Compensation to Members of the Board of Directors of the Company.</p> <p>In 2023–2024, the Company is planning to develop and approve an internal document defining the procedure for assessment (self-assessment) of the Board of Directors, taking into account the “Methodological Recommendations for Organizing and Conducting Self-Assessment of Efficiency of the Board of Directors in Public Joint Stock Companies” prepared by the Bank of Russia. It is planned that the specified internal document will determine, among other things, the procedure for taking into account the results of individual assessment of members of the Board of Directors when organizing its work.</p> <p>2. Partial compliance.</p> <p>The Company's internal documents do not establish the obligation of members of the Board of Directors to notify the Board of Directors of their intention to join the management bodies of other organizations.</p> <p>At the same time, in accordance with clause 5.7 of the Regulations on the Board of Directors of the Company, a member of the Board of Directors shall notify the Board of Directors of the fact of election (nomination) to the management bodies of another legal entity.</p> <p>Additionally, in order to comply with the listing requirements of the Moscow Exchange, every quarter the Company conducts a survey among members of the Board of Directors for periodic analysis of independence of a member of the Board of Directors.</p>
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.7	Meetings of the Board of Directors, preparation thereof and participation of the members of the Board of Directors therein ensure the effective functioning of the Board of Directors.	
2.7.1	Meetings of the Board of Directors are held as necessary, taking into account the scope of the Company's activity and tasks faced by the Company at a given time.	1. The Board of Directors held at least six meetings during the reporting year.
2.7.2	The Company's internal documents set out the procedure for preparing to and holding of meetings of the Board of Directors, ensuring that members of the Board of Directors are provided a possibility to prepare for a meeting properly.	1. The Company has approved an internal document that defines the procedure for preparing to and holding of meetings of the Board of Directors, which stipulates, among other things, that notice of a meeting shall generally be given at least five days before the date of such a meeting. 2. During the reporting period, members of the Board of Directors who were not present at the meeting were given the opportunity to participate in the discussion of agenda items and vote remotely via audio and video conference calls.
2.7.3	The format of a meeting of the Board of Directors shall be determined with account of the significance of items on the agenda. The most important items are dealt with at meetings held by personal attendance.	1. The Articles of Association or an internal document of the Company stipulates that the most important items (including those listed in Recommendation 168 of the Code) shall be considered at meetings of the Board of Directors held by personal attendance.
2.7.4	Decisions on the most important items of the Company's business shall be made at a meeting of the Board of Directors by a qualified majority or by a majority vote of all elected members of the Board of Directors.	1. The Company's Articles of Association stipulate that decisions on the most important items, including those set out in Recommendation 170 of the Code, shall be made at a meeting of the Board of Directors by a qualified majority of at least 3/4 of the cast votes, or by a majority vote of all elected members of the Board of Directors

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Compliance	
Compliance	
Partial compliance	1. Partial compliance. Pursuant to clause 9.9 of the Regulations on the Board of Directors of TGC-1 PJSC, decisions of the Board of Directors, requiring, in accordance with the law or the Articles of Association, unanimity or a qualified majority of votes, may be adopted only at meetings of the Board of Directors with the personal attendance of members of the Board of Directors by in-person voting. This list includes individual items listed in Recommendation 168 of the Code (including major transactions). The Company is considering the possibility of expanding the list of items subject to mandatory consideration at in-person meetings of the Board of Directors and making appropriate amendments to the Articles of Association and/or internal documents of the Company. Making a decision to make the necessary amendments to the Company's Articles of Association in accordance with the law falls within the competence of the General Meeting of Shareholders, which requires at least 3/4 of votes of the shareholders participating in the Meeting.
Partial compliance	1. Partial compliance. In accordance with clause 23.5 of the Company's Articles of Association, decisions of the Company's Board of Directors on certain items (including approval of major transactions) provide for mandatory unanimity of the members of the Company's Board of Directors, while the votes of retired members of the Board of Directors shall not be counted. The Company's Articles of Association do not provide for the obligation to make decisions on all items listed in the Recommendation of cl. 170 of the Code by a qualified majority of at least 3/4 of the votes or by a majority of votes of all elected members of the Board of Directors. The Company assesses the current practice as consistent with the established corporate governance framework and does not plan to change this approach in the medium term.

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.8	The Board of Directors establishes Committees for preliminary consideration of the most important items related to the Company's activities.	
2.8.1	The Audit Committee consisting of independent directors was set up for preliminary consideration of items relating to the control over the Company's financial and economic activities.	<div>1. The Board of Directors established the Audit Committee made up exclusively of independent directors.</div> <div>2. The Company's internal documents set out the tasks of the Audit Committee, including those contained in Recommendation 172 of the Code.</div> <div>3. At least one member of the Audit Committee, who is an independent director, has background and expertise in the field of preparation, analysis, evaluation and audit of accounting (financial) statements.</div> <div>4. The Audit Committee met at least quarterly during the reporting period.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<div>1. Partial compliance. In accordance with the Articles of Association of the Company, the Board of Directors of the Company consists of 11 members. In 2022, members of the Board of Directors were elected twice. The Board of Directors elected by the Annual General Meeting of Shareholders on June 29, 2022, included 1 director recognized as independent by decision of the Board of Directors adopted in the prescribed manner. The Board of Directors elected by the Extraordinary General Meeting of Shareholders on November 03, 2022, included 3 directors who were recognized as independent by a decision of the Board of Directors of the Company adopted in the prescribed manner. In 2022, the Board of Directors established an Audit Committee consisting of 5 members, including 3 independent directors (the maximum possible number of independent directors), as well as 2 non-executive directors not being independent, but having the necessary specialized knowledge. In accordance with the applicable law and the Company's Articles of Association, the right to nominate candidates to the Board of Directors of the Company and to elect them is vested in the shareholders of the Company. When the requests are sent to the shareholders to nominate candidates for election to the Board of Directors of TGC-1 PJSC, the Company draws their attention to the requirement that the nominees shall meet the Code's eligibility criteria. The Company is planning to continue its efforts toward electing the optimum number of independent directors to the Board of Directors in accordance with the recommendations of the Code and the existing structure of the share capital.</div> <div>2. Compliance.</div> <div>3. Compliance.</div> <div>4. Partial compliance. During the reporting period, 3 meetings of the Audit Committee were held (in some periods there were no Committee meetings). In 2023–2024, the Company plans to take into account the recommendations of the Code on organizing the Committee meetings when preparing the work plans for the Board of Directors and the Audit Committee.</div>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.8.2	The Remuneration Committee consisting of independent directors and chaired by an independent director who is not the Chairman of the Board of Directors was set up for preliminary consideration of items related to adopting the effective and transparent remuneration practices.	1. The Board of Directors established the Remuneration Committee, which only consists of independent directors.
		2. The Remuneration Committee is chaired by an independent director who is not the Chairman of the Board of Directors.
		3. The Company's internal documents define the tasks of the Remuneration Committee, including those contained in Recommendation of cl. 180 of the Code, as well as the conditions (events), upon the occurrence of which the Remuneration Committee considers reviewing the Company's Policy for remuneration to the members of the Board of Directors, executive bodies and other key senior officials.
2.8.3	The Nominations (Appointments, Human Resources) Committee, the majority of whose members are independent directors, was set up for preliminary consideration of items relating to the implementation of human resources planning (succession planning), professional composition and performance of the Board of Directors.	1. The Board of Directors set up the Nominations Committee (or its tasks as laid down in Recommendation of cl. 186 of the Code are performed within another committee), most of whose members are independent directors.
		2. In the Company's internal documents, the tasks of the Nominations Committee (or the relevant committee taking up its functions) are defined, including those contained in Recommendation of cl. 186 of the Code.
		3. During the reporting period, in order to establish the Board of Directors that best corresponds to the Company's goals and objectives, the Nominations Committee independently or together with other committees under the Board of Directors or the Company's designated unit for shareholder relations maintained close communication with shareholders, not limited to the major shareholders, in the context of selecting candidates to the Company's Board of Directors.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	1. Partial compliance. The Board of Directors has established a Human Resources and Remuneration Committee, which performs the functions recommended by the Code for the Remuneration Committee and the Nominations Committee. The number of members of the Committee is 5, including 3 independent directors, representing the majority of the Committee members. The composition of the Committee complies with the requirements established by the Listing Rules of the Moscow Exchange for inclusion of the Company's shares in the First Level quotation list. The members of the Human Resources and Remuneration Committee are elected from the candidates proposed by members of the Board of Directors, with account of their engagement in other committees under the Board of Directors and availability of sufficient time to perform their duties. In the current conditions, taking into account the limited number of independent speakers on the Board of Directors, the Company is not considering the possibility of establishing a Human Recourses and Remuneration Committee consisting exclusively of independent directors.
	2. Partial compliance. The Chairman of the Human Resources and Remuneration Committee is neither the Chairman of the Board of Directors, nor an independent director. In 2023–2024, the Company plans to consider the possibility of changing this practice in the event of an increase in the share of independent directors on the Board of Directors and taking into account the distribution of their work load.
	3. Partial compliance. The functions of the Human Recourses and Remuneration Committee, which are set forth in the Company's internal documents, are partially determined with due regard for the tasks contained in Recommendations of cl. 180 of the Code, as well as the existing structure of the Company's corporate governance. The competence of the Committee is determined taking into account the current level of organization of individual business processes in the Company. The Company strives to improve regulatory documents and intends to carry out further work to fully comply with this criterion of the Code. For these purposes, in 2023–2024, the Company plans to consider the possibility of making appropriate amendments to internal documents.
Partial compliance	1. Compliance.
	2. Compliance.
	3. Partial compliance. The Company strives to constantly improve the level of interaction with shareholders and the quality of information provided to shareholders concerning corporate governance issues. In accordance with established practice, the Company has organized work to interact with shareholders on key issues of the activities of TGC-1 PJSC (including management issues). In particular, the Company informs the major shareholders about the obligations of TGC-1 PJSC related to the composition of the Board of Directors and the presence of an established proportion of professional independent directors in it, elected from among candidates proposed by shareholders. In accordance with cl. 1 of Article 53 of the Federal Law “On Joint Stock Companies”, shareholders (shareholder), who collectively own at least 2 percent of the Company's voting shares, shall have the right to put items on the agenda of the Annual General Meeting of Shareholders and nominate candidates to the Company's Board of Directors. Taking into account the current practice, it is expected that the Company's Board of Directors in 2023 will consist of candidates nominated by shareholders in accordance with cl. 1 of Article 53 of the Federal Law “On Joint Stock Companies”.

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.8.4	Given the scope of activity and the level of risk, the Board of Directors has ascertained that the composition of its committees fully corresponds to the Company's business goals. Additional committees were either established or were deemed unnecessary (Strategy Committee, Corporate Governance Committee, Ethics Committee, Risk Management Committee, Budget Committee, Health, Safety and Environment Committee, etc.).	1. During the reporting period, the Company's Board of Directors considered whether the structure of the Board of Directors complied with the Company's scope of activity, nature, business goals, needs and risk profile. Additional committees were either established or were not deemed necessary.
2.8.5	The committees' composition is formed in such a way as to allow for a comprehensive discussion of items under preliminary consideration, taking into account a variety of opinions.	<div>1. The Audit Committee, the Remuneration Committee and the Nominations Committee (or the relevant committee taking up its functions) were chaired by independent directors during the reporting period.</div> <div>2. The Company's internal documents (policies) stipulate that persons who are not members of the Audit Committee, the Nominations Committee (or a relevant committee combining the functions) and the Remuneration Committee may only attend committee meetings upon invitation from the Chairman of the relevant committee.</div>
2.8.6	The chairmen of the committees shall regularly update the Board of Directors and its Chairman on the activities of their committees.	1. During the reporting period, the chairmen of the committees regularly reported on the activities of their committees to the Board of Directors.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	1. Partial compliance. See explanations to cl. 2.2.1 and 2.3.3. In the reporting year, the Board of Directors considered the need for establishing committees. Based on the results, the following committees were established: <ul style="list-style-type: none">• Audit Committee;• Human Resources and Remuneration Committee;• Strategy and Investment Committee;• Reliability Committee. The need for establishing committees under the Board of Directors, as a rule, is considered by the Company at one of the first meetings after the establishment of the new Board of Directors.
Partial compliance	1. Partial compliance. The Board of Directors includes three independent directors. Independent directors serve on three out of four committees under the Board of Directors (the Budget Planning and Investment Committee, the Audit Committee, and the Human Resources and Remuneration Committee). The Audit Committee is chaired by an independent director. In the current conditions, the appointment of independent directors as chairmen of all of the listed committees is not possible, because this will result in an increased work load on them. The Company plans to consider appointing independent directors as chairmen of committees in the event of an increase in the share of independent directors on the Board of Directors.
Partial compliance	2. Compliance.
Partial compliance	1. Partial compliance. The Company has established four committees under the Board of Directors. During the reporting period, the Board of Directors reviewed reports on the work of the Audit Committee and the Human Resources and Remuneration Committee. The reports of the Strategy and Investment Committee and the Reliability Committee were not considered by the Board of Directors. The Board of Directors has the right at any time to request a report from the committees on ongoing activities. The timeline for the preparation and submission of such a report is determined by a decision of the Company's Board of Directors. The chairmen of the committees have the right to provide the Board of Directors of the Company with separate reports on items within the competence of the Committee. Additionally, information on the work of the committees during the reporting year, including the number of meetings held and the most important items considered, is included in the Company's Annual Report, approved by the Board of Directors and the General Meeting of Shareholders of the Company.

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
2.9	The Board of Directors ensures performance evaluation of the Board of Directors, its committees and members of the Board of Directors.	
2.9.1	The performance of the Board of Directors is assessed to determine the effectiveness of the Board of Directors, its committees and members, the consistency of their activities with the Company's development needs, as well as to boost the activities of the Board of Directors and identify the potential areas of their improvement.	<div>1. The Company's internal documents stipulate the procedures for assessing (self-assessing) the performance of the Board of Directors.</div> <div>2. The Board of Directors' performance assessment (self-assessment) in the reporting period included assessment of performance of the committees, an individual assessment of each member of the Board of Directors and the Board of Directors as a whole.</div> <div>3. The results of the Board of Directors' performance assessment (self-assessment) in the reporting period were reviewed at the meeting of the Board of Directors held by personal attendance.</div>
2.9.2	The performance of the Board of Directors, its committees and members shall be assessed on a regular basis, at least annually. An external organization (a consultant) is engaged at least once every three years to carry out an independent assessment of performance of the Board of Directors.	1. The Company has engaged an external organization (a consultant) to carry out an independent assessment of performance of the Board of Directors at least once in the last three reporting periods.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>1. Partial compliance.</p> <p>The Company has not approved a separate internal document defining a formalized procedure for assessment (self-assessment) of the performance of the Board of Directors. In the meantime, the possibility of such an assessment is stipulated in the Regulations on the Human Resources and Remuneration Committee under the Board of Directors (sub-cl. 2.2.6, cl. 2.2, Article 2 of the Regulations on the Human Resources and Remuneration).</p> <p>In the medium term (in 2023–2024) the Company plans to introduce a formalized assessment (self-assessment) procedure for the Board of Directors, developed taking into account the methodological recommendations of the Bank of Russia.</p> <p>2. Partial compliance.</p> <p>In order to sum up the results of the reporting year, prepare for the Annual General Meeting of Shareholders, update internal documents, draw up an Annual Report, and plan the work of the Company's management bodies, an analysis of performance of the Board of Directors, its Committees for the reporting period is carried out. As part of this analysis, the responsible department summarized the results of the work of the Board of Directors, meetings held and items considered, and the participation of members of the Board of Directors in its activities. Information based on the results of monitoring the work of the Board of Directors is included, among other things, in the Company's Annual Report.</p> <p>In 2023–2024, the Company plans to introduce the practice of assessment (self-assessment) of performance of the Board of Directors, including assessment of work of the committees, individual members of the Board of Directors and the Board of Directors as a whole.</p> <p>3. Non-compliance.</p> <p>In the reporting year, the Board of Directors did not separately consider the results of assessment (self-assessment) of its performance, as well as performance of the Committees and members of the Board of Directors. At the same time, items on assessing the results of work of the Board of Directors, participation in meetings of the Board of Directors and its Committees, consideration of agenda items were submitted to the Board of Directors as part of preparation for the Annual General Meeting of Shareholders and preliminary approval of the Company's Annual Report.</p> <p>In 2023–2024, the Company plans to introduce the practice of conducting assessment (self-assessment) of performance of the Board of Directors, including determining the procedure for considering the results of such assessment by the Board of Directors of the Company.</p>
Non-compliance	<p>1. Non-compliance.</p> <p>Within the past three reporting periods, the Company did not conduct independent assessment of performance of the Board of Directors with the involvement of an external organization (a consultant). In the opinion of the Company, the involvement of an external organization is advisable after the development and implementation of a procedure for self-assessment of performance of the Board of Directors.</p> <p>The Company is considering the possibility of engaging an external organization to carry out the assessment in 2023–2024.</p>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
3.1	The Company's Corporate Secretary carries out an effective day-to-day interaction with shareholders, coordinates the Company's activities to protect shareholders' rights and interests, and supports effective operation of the Board of Directors.	
3.1.1	The Corporate Secretary has the knowledge, experience and qualifications sufficient to perform the duties entrusted to them, has an impeccable reputation and is trusted by shareholders.	1. The Company's website and the Annual Report contains biographical information about the Corporate Secretary (including age, education, qualifications and experience), as well as information about the positions in management bodies of other legal entities held by the Corporate Secretary for at least past five years.
3.1.2	The Corporate Secretary has sufficient independence from the Company's executive bodies and has the necessary authority and resources to carry out their tasks.	1. The Company adopted and disclosed an internal document — the Regulations on the Corporate Secretary. 2. The Board of Directors approves a candidate for the position of the Corporate Secretary, terminates their powers and considers payment of additional remuneration. 3. The Company's internal documents stipulate the right of the Corporate Secretary to request and receive the Company's documents and information from the management bodies, structural subdivisions and officials of the Company.
4.1	The size of remuneration offered by the Company is sufficient to attract, motivate and retain persons with the competences and qualifications required by the Company. Remuneration is payable to members of the Board of Directors, executive bodies and other key senior officials of the Company in accordance with the Company's Remuneration Policy.	
4.1.1	The size of remuneration offered by the Company to members of the Board of Directors, executive bodies and other key senior officials creates sufficient motivation for their effective work, thus enabling the Company to attract and retain competent and highly qualified professionals. However, the Company avoids paying the remuneration higher than necessary, or having an unreasonably wide gap between the size of remuneration to the above persons and other Company employees.	1. The remuneration payable to members of the Board of Directors, executive bodies and other key senior officials of the Company is determined based on the results of a comparative analysis of remuneration levels in similar companies.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	1. Partial compliance. Information about the Corporate Secretary of the Company is included in the Annual Report of the Company based on the results of 2022. Disclosure of information, including about the Corporate Secretary, on the official website of the Company was restricted in 2021–2022 in accordance with the Decree of the Government of the Russian Federation No. 400 dated April 04, 2019 “On the specifics of disclosure and provision of information subject to disclosure and provision in accordance with the requirements of the Federal Law “On Joint Stock Companies” and the Federal Law “On Securities Market”, as well as the Decree of the Government of the Russian Federation No. 351 dated March 12, 2022 “On Peculiarities of Disclosure and Provision of Information to be Disclosed and Presented in 2022 in accordance with the Federal Law “On Joint Stock Companies” and the Federal Law “On Securities Market” and Peculiarities of Insider Information Disclosure in accordance with the Federal Law “On Countering the Misuse of Insider Information and Market Manipulation and on Introduction of Amendments to Certain Legal Instruments of the Russian Federation” due to the risk of introducing restrictive measures by foreign countries. The Company is considering the possibility of disclosing information in the established amount after the adoption of appropriate explanations/resolution by executive authorities and the Bank of Russia.
Compliance	
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
4.1.2	The Company's Remuneration Policy was developed by the Remuneration Committee and approved by the Board of Directors of the Company. The Board of Directors, with support from the Remuneration Committee, oversees the adoption and implementation of the Company's Remuneration Policy and, when necessary, reviews and amends it.	1. During the reporting period, the Remuneration Committee reviewed the remuneration policy (policies) and/or practices of its/their implementation, assessed their effectiveness and transparency and, as necessary, submitted relevant recommendations to the Board of Directors for revision of the said policy (policies).
4.1.3	The Company's Remuneration Policy contains transparent mechanisms for determining the size of remuneration for members of the Board of Directors, executive bodies and other key senior officials of the Company and regulates all types of payments, benefits and privileges due to the aforementioned persons.	1. The Company's Remuneration Policies (Policy) contain(s) transparent mechanisms for determining the remuneration paid to members of the Board of Directors, executive bodies and other key senior officials of the Company and regulate(s)/govern(s) all types of payments, benefits and privileges due to the aforementioned persons.
4.1.4	The Company defines a policy on reimbursement (compensation) of expenses specifying the list of reimbursable expenses and the level of service which members of the Board of Directors, executive bodies and other key senior officials of the Company may expect. Such a policy may form a part of the Company's Remuneration Policy.	1. The Remuneration Policies (Policy) or other internal documents of the Company establish(es) rules for reimbursing expenses to members of the Board of Directors, executive bodies and other key senior officials of the Company.
4.2	The remuneration system for members of the Board of Directors ensures that financial interests of the directors are aligned with the long-term financial interests of shareholders.	
4.2.1	<p>The Company pays a fixed annual remuneration to the members of the Board of Directors. The Company does not pay remuneration for participation in individual meetings of the Board of Directors or its committees.</p> <p>The Company does not offer any forms of short-term motivation or additional financial incentives to members of the Board of Directors.</p>	<p>1. In the reporting period, the Company paid remunerations to the members of the Board of Directors in accordance with the Remuneration Policy adopted by the Company.</p> <p>2. In the reporting period, the Company did not offer any forms of short-term motivation or additional financial incentives to the members of the Board of Directors depending on the Company's results (performance). No remuneration was paid for participation in individual meetings of the Board of Directors or its committees.</p>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>1. Partial compliance.</p> <p>The Regulations on the Human Resources and Remuneration Committee under the Board of Directors (approved by decision of the Board of Directors, Minutes No. 35 dated September 09, 2022) provide for consideration of items related to the remuneration policy and the practice of its implementation.</p> <p>In the reporting period, the Human Resources and Remuneration Committee under the Board of Directors of TGC-1 PJSC did not consider any item related to the remuneration policy or its implementation practice and did not give any recommendations related to this topic to the Board of Directors. The provisions of the current Company Regulations on the Remuneration for Senior Managers of TGC-1 PJSC (approved by the decision of the Company's Board of Directors on December 31, 2019 (Minutes No. 13 dated January 09, 2020) are relevant and, to the necessary extent, boost motivation of the Company's managerial staff, and therefore, in the opinion of the Company, there was no need to revise the Regulations.</p> <p>In the meantime, the results of the activities of the Company's management are annually reviewed by the Board of Directors as part of the report on business plan fulfillment, the report on fulfillment of the Company's investment program, the results of which have a significant impact on assessing the effectiveness of the remuneration policy.</p>
Compliance	
Compliance	
Partial compliance	<p>1. Compliance.</p> <p>2. Partial compliance.</p> <p>The procedure for determining and paying remuneration to members of the Company's Board of Directors is enshrined in the Regulations on the Procedure for Determining Remuneration and Compensations to Members of the Board of Directors of TGC-1 PJSC (approved by the Board of Directors, Minutes No. 35 dated September 09, 2022). In accordance with the above Regulations, the remuneration payable to the members of the Board of Directors consists of the basic part payable to the members of the Board of Directors for participation in meetings of the Board of Directors, and also a variable part, which may be paid to the members of the Board of Directors at the end of the financial year if the Company has made a net profit, upon resolution of the General Meeting of Shareholders of the Company.</p> <p>In 2022, the Company did not apply any forms of short-term motivation or additional material incentives, payment of which depended on the results (indicators) of the Company's performance, in relation to the members of the Board of Directors. Payment of remuneration for participation in meetings of committees of the Board of Directors is not provided for by the Company's internal documents and has not been carried out.</p> <p>At present, the Company is not considering the possibility of introducing amendments to the procedure for determining the size of remuneration for members of the Board of Directors of TGC-1 PJSC.</p>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
4.2.2	Long-term ownership of the Company's shares contributes to the greatest extent to aligning the financial interests of members of the Board of Directors with the long-term interests of shareholders. However, the Company does not make the rights to sell shares contingent on the achievement of certain performance indicators and the members of the Board of Directors do not participate in share option programs.	1. If the internal document(s), i.e. the Company's Remuneration Policy (Policies), provide(s) for the granting of Company shares to members of the Board of Directors, clear rules for share ownership by members of the Board of Directors aimed at encouraging the long-term ownership of such shares shall be established and disclosed.
4.2.3	The Company does not provide for any additional payments or compensation in the event of early termination of the Board of Directors' powers due to a change in control over the Company or other circumstances.	1. The Company does not provide for any additional payments or compensation in the event of early termination of the Board of Directors' powers due to a change in control over the Company or other circumstances.
4.3	The system of remuneration for members of executive bodies and other key senior officials of the Company provides for the dependence of remuneration on the Company's performance and their personal contribution to the achievement of that result.	
4.3.1	The remuneration to members of executive bodies and other key senior officials of the Company is determined so as to ensure a reasonable and justified ratio of the fixed part of remuneration and its variable part, which depends on the Company's performance and an employee's personal (individual) contribution to the final result.	<div>1. During the reporting period, the annual performance indicators approved by the Board of Directors were used in determining the variable remuneration to members of executive bodies and other key senior officials of the Company.</div> <div>2. During the last assessment of the remuneration system for members of executive bodies and other key senior officials of the Company, the Board of Directors (Remuneration Committee) confirmed that the Company applied an effective ratio between the fixed part and the variable part of remuneration.</div> <div>3. In determining the size of remuneration payable to members of executive bodies and other key senior officials of the Company, consideration is given to the risks borne by the Company in order to avoid creating incentives for excessive risk-taking in managerial decisions.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Compliance	
Compliance	
Partial compliance	<div>1. Partial compliance. The powers of the Company's sole executive body were transferred to a managing company, which receives a monetary remuneration in accordance with the contract terms. The terms of the agreement on the exercise of powers of the management organization were approved by a decision of the Board of Directors of the Company (Minutes No. 9 dated September 18, 2019) and do not provide for payment of variable remuneration. Annual key performance indicators (KPIs) were used to determine the amount of variable remuneration for key senior officials of the Company. KPIs are approved by order of the Company, in accordance with the Regulations on Remuneration of Senior Managers of TGC-1 PJSC, approved by decision of the Board of Directors of the Company (Minutes No. 13 dated January 09, 2020), as well as taking into account the Business Plan of the Company approved by the Board of Directors. The Company considers this approach to be consistent with the established management framework and does not plan to change it in the medium term.</div> <div>2. Partial compliance. In the reporting period, the remuneration system for members of executive bodies and other key senior officials of the Company was not individually assessed. The procedure for determining and paying remuneration to members of the executive bodies and other key senior officials of the Company is established by the Regulations on Remuneration of Senior Managers of TGC-1 PJSC, approved by decision of the Board of Directors of the Company (Minutes No. 13 dated January 09, 2020). Also, the Board of Directors regularly considers items related to the remuneration system for members of executive bodies and other key senior officials of the Company, as part of the consideration of reports on fulfillment of business plan and investment program of TGC-1 PJSC. In 2023–2024, the Company is planning to review the possibility of such an assessment.</div> <div>3. Compliance.</div>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
4.3.2	The Company implemented a long-term incentive program for members of executive bodies and other key senior officials of the Company using the Company's shares (options or other derivatives with the Company's shares as the underlying asset).	1. In case the Company introduced a long-term incentive scheme for members of executive bodies and other key senior officials of the Company using the Company's shares (financial instruments based on the Company's shares), the scheme implies that the right to sell such shares and other financial instruments occurs not earlier than three years from the date of granting. The right to sell them is contingent upon the achievement of certain performance indicators by the Company.
4.3.3	The amount of compensation (golden farewell) payable by the Company in the event of early termination of powers of members of the executive bodies or key senior officials at the Company's initiative and in the absence of unfair actions on their part does not exceed a two-fold amount of the fixed part of their annual remuneration.	1. The amount of compensation (golden farewell) payable by the Company in the event of early termination of the powers of members of executive bodies or key senior officials at the Company's initiative and in the absence of unfair actions on their part did not exceed a two-fold amount of the fixed part of the annual remuneration in the reporting period.
5.1	The Company has an effective risk management and internal control system in place designed to provide reasonable assurance for the achievement of the Company's objectives.	
5.1.1	The Company's Board of Directors determined the principles of and approaches to the organization of the risk management and internal control system in the Company.	1. The functions of the Company's various management bodies and divisions in the risk management and internal control system are clearly defined in the internal documents / relevant policy of the Company approved by the Board of Directors.
5.1.2	The Company's executive bodies ensure the establishment and maintenance of an effective system of risk management and internal control in the Company.	1. The Company's executive bodies ensured the division of duties and powers in the field of risk management and internal control between the heads (directors) of subordinate departments and divisions.
5.1.3	The Company's risk management and internal control system ensures an unbiased, fair and clear presentation of the Company's current state and prospects, the integrity and transparency of the Company's reporting, as well as the reasonability and acceptability of the risks assumed by the Company.	1. The Company has an approved Anti-Corruption Policy. 2. The Company has established a safe, confidential and easily accessible way (a hotline) for the Board of Directors or the Audit Committee under the Board of Directors to report violations of laws, internal procedures, or the Company's Code of Conduct.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	1. Partial compliance. The Company's Board of Directors approved the Regulations on the Stock Option Program for members of the Board of Directors, the General Director, top managers and other employees of Territorial Generating Company No. 1 Public Joint Stock Company (Minutes No. 37 dated June 05, 2007). The above program stipulates that the right to sell shares and other financial instruments included in such a program shall arise in three years after their granting. The Company also approved the Regulations on Remuneration and Financial Incentives for Top Managers of the Company and introduced a system of key performance indicators. The powers of the Company's sole executive body were transferred to a managing company, which receives a monetary remuneration in accordance with the contract terms. In 2023, the Company is planning to consider the possibility of implementing a long-term incentivizing program for key executives of the Company, and, subject to a decision to such effect, the terms of the program will be adjusted to comply with this criterion.
Compliance	
Compliance	
Compliance	
Partial compliance	1. Partial compliance. The Company has not approved an Anti-Corruption policy as a separate document, although the relevant provisions are included in a number of other internal documents of the Company. The Company's Anti-Corruption Policy is partially regulated by the following documents: <ul style="list-style-type: none">• Code of Corporate Ethics of TGC-1 PJSC (approved by decision of the Board of Directors dated September 09, 2022, Minutes No. 35);• Regulations on the Procurement of Goods, Works and Services of TGC-1 PJSC (approved by the decision of the Board of Directors dated March 04, 2021, Minutes No. 9 as amended on September 20, 2022, Minutes No. 36);• Regulations on the Conflict of Interest Commission of TGC-1 PJSC (approved by Order of TGC-1 PJSC No. 225 dated November 10, 2020). The Company is continuously working on the improvement and development of its Anti-Corruption system. 2. Compliance.

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
5.1.4	The Company's Board of Directors takes necessary measures to ensure that the risk management and internal control system used in the Company complies with the principles and approaches for its organization as defined by the Board of Directors and that it functions effectively.	<div>1. During the reporting period, the Board of Directors (the Audit Committee and/or the Risk Committee, if any) organized an assessment of the reliability and efficiency of the risk management and internal control system.</div> <div>2. During the reporting period, the Board of Directors reviewed the results of an assessment of the reliability and efficiency of the risk management and internal control system in place at the Company and information on the results of the review were included in the Company's Annual Report.</div>
5.2	In order to systematically and independently evaluate the reliability and efficiency of the risk management and internal control system and corporate governance practices, the Company organizes internal audits.	
5.2.1	The Company has a separate business unit or engages an independent external organization to carry out an internal audit. The functional and administrative reporting lines of the internal audit function are separated. Functionally, the internal audit department reports to the Board of Directors.	1. The Company has a separate business unit responsible for internal audit functionally reporting to the Board of Directors or the Audit Committee, or engages an independent external organization based on the same principle of accountability to conduct internal audits.
5.2.2	The internal audit department assesses the efficiency of the internal control system, the efficiency of the risk management system, as well as the corporate governance system. The Company applies generally accepted standards in the field of internal audit.	<div>1. During the reporting period, as part of an internal audit, the reliability and efficiency of the risk management and internal control system was assessed.</div> <div>2. During the reporting period, as part of an internal audit, the corporate governance practices (individual practices) were assessed, including procedures for exchanging information (including information on internal control and risk management issues) at all management levels of the Company, as well as communication with stakeholders.</div>
6.1	Общество и его деятельность являются прозрачными для акционеров, инвесторов и иных заинтересованных лиц.	
6.1.1	The Company developed and implemented an Information Policy that ensures effective information exchange between the Company, shareholders, investors and other stakeholders.	<div>1. The Company's Board of Directors approved the Company's Information Policy, which was developed based on the recommendations of the Code.</div> <div>2. During the reporting period, the Board of Directors (or one of its committees) considered the efficiency of information exchange between the Company, shareholders, investors and other stakeholders and the reasonability (necessity) to revise the Company's Information Policy.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Compliance	
Compliance	
Compliance	
Partial compliance	<div>1. Partial compliance. The restated Regulations on the Company's Information Policy were approved by the Board of Directors on September 09, 2022 (Minutes No. 35). In the new version of these Regulations, a significant majority of the rules comply with the recommendations of the Code. At the same time, control over compliance with the Regulations on the Information Policy is not entrusted to the Board of Directors of TGC-1 PJSC. Currently, the Company does not plan to make amendments to the current Regulations on the Company's Information Policy to entrust control over compliance with the Company's information policy to the Board of Directors.</div> <div>2. Compliance.</div>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
6.1.2	The Company discloses information on its corporate governance system and practices, including details on compliance with the principles and recommendations of the Code.	<div>1. The Company discloses information on the Company's corporate governance system and general principles of corporate governance used in the Company, on the Company's website in addition to other sources.</div> <div>2. The Company discloses information on the composition of executive bodies and the Board of Directors, the independence of members of the Board of Directors and their membership in committees under the Board of Directors (as stipulated in the Code).</div> <div>3. In case there is an entity controlling the Company, the latter shall publish a controlling entity memorandum as to that entity's plans in relation to the Company's corporate governance.</div>
6.2	The Company discloses complete, relevant and reliable information about the Company in a timely manner to enable informed decision-making by the Company's shareholders and investors.	
6.2.1	The Company discloses information in accordance with the principles of regularity, consistency and timeliness, as well as accessibility, reliability, completeness and comparability of disclosed data.	<div>1. The Company established a procedure for ensuring coordinated work of all business units and employees of the Company who are engaged in information disclosure or whose activities may result in the obligation to disclose information.</div> <div>2. If the Company's securities are traded on foreign organized markets, the disclosure of substantial information throughout the reporting year shall be made simultaneously and equivalently in the Russian Federation and in such markets.</div> <div>3. In case foreign shareholders hold a significant number of the Company's shares, during the reporting year information is disclosed not only in Russian, but also in one of the most common foreign languages.</div>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<div>1. Compliance.</div> <div>2. Non-compliance. Information disclosure is restricted in 2022 in accordance with the Decree of the Government of the Russian Federation No. 400 dated April 04, 2019 "On the specifics of disclosure and provision of information subject to disclosure and provision in accordance with the requirements of the Federal Law "On Joint Stock Companies" and the Federal Law "On the Securities Market", as well as Decree of the Government of the Russian Federation No. 351 dated March 12, 2022 "On the specifics of disclosure and provision in 2022 of information subject to disclosure and provision in accordance with the requirements of the Federal Law "On Joint Stock Companies" and the Federal Law "On the Securities Market", and the specifics disclosure of insider information in accordance with the requirements of the Federal Law "On combating the misuse of insider information and market manipulation and on amendments to certain legislative acts of the Russian Federation": "Issuers of securities shall have the right to disclose and (or) provide information that is subject to disclosure (i.a. in a securities prospectus) and (or) provision in accordance with the requirements of the Federal Law "On Joint Stock Companies" and the Federal Law "On the Securities Market" (regardless of the purposes and form of disclosure or provision of information), in a limited amount and (or) volume, or refuse to disclose and (or) provide the specified information if the disclosure and (or) provision of the relevant information leads (may lead) to introduction of restrictive measures in relation to the issuer and (or) other persons, including the introduction of new restrictive measures in relation to the person about whom the issuer discloses and (or) provides information". The Company will consider the possibility of disclosing information in the established amount after the adoption of appropriate explanations/resolution by executive authorities and the Bank of Russia.</div> <div>3. Compliance.</div>
Compliance	

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
6.2.2	The Company avoids a formalistic approach towards information disclosure and discloses significant information on its activities, even if disclosure of such information is not required by the legislation.	1. The Company's Information Policy defines approaches towards the disclosures on other events (actions) that have a significant impact on the value or quotation of its securities, which is not required by the legislation.
		2. The Company discloses information on its equity structure in accordance with Recommendation of cl. 290 of the Code in the Annual Report and on the Company's Internet website.
		3. The Company discloses information on controlled entities that are significant to the Company, including key areas of their activities, mechanisms for ensuring accountability of the controlled entities, the authority of the Company's Board of Directors to determine the strategy and assess the performance of such controlled entities.
		4. The Company discloses a non-financial report, i.e. a Sustainability Report, an Environmental Report, a Corporate Social Responsibility Report or another report containing non-financial information, including environmental factors (including environmental and climate change factors), society (social factors) and corporate governance, except for a report of the issuer of equity securities and the Annual Report of a joint stock company.
6.2.3	The Annual Report, as one of the most important tools of information exchange with shareholders and other stakeholders, contains information enabling an assessment of the Company's performance during the year.	1. The Company's Annual Report contains information on the Audit Committee's assessment of the effectiveness of the external and internal audit processes.
		2. The Company's Annual Report contains information on the Company's environment protection and social policy.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Compliance	
Partial compliance	1. Non-compliance. The Audit Committee under the Board of Directors did not assess the efficiency of internal and external audits over the reporting period. However, during 2022 the Audit Committee under the Board of Directors of the Company repeatedly considered items regarding the assessment of the audit report of TGC-1 PJSC based on the results of the audit of statements prepared in accordance with IFRS and RAS for 2021 and on assessing the quality of audit services. In 2023, the Company will consider the possibility of having the Audit Committee under the Board of Directors evaluate the effectiveness of the external and internal audit processes and include the results of such an evaluation in the Company's Annual Report.
	2. Compliance.

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
6.3	The Company provides information and documents requested by shareholders in accordance with the principles of equal and unhindered accessibility.	
6.3.1	The Company provides information and documents requested by shareholders in accordance with the principles of equal and unhindered accessibility.	<p>1. The Company's Information Policy (internal documents defining the Information Policy) stipulates an unhindered procedure for providing access to the Company's information and documents upon shareholders' request.</p> <p>2. The Information Policy (internal documents defining the Information Policy) contains provisions stipulating that, if a shareholder requests information on entities controlled by the Company, the Company shall make the necessary efforts to obtain such information from the relevant entities controlled by the Company.</p>
6.3.2	When the Company provides information to shareholders, a reasonable balance is ensured between the interests of individual shareholders and those of the Company committed to maintaining the confidentiality of commercially sensitive information that may have a significant impact on its competitiveness.	<p>1. During the reporting period, the Company did not reject the shareholders' requests for information, or such rejections were justified.</p> <p>2. In cases as stipulated in the Company's Information Policy, shareholders are warned of the sensitive nature of information and accept the obligation to keep confidentiality.</p>
7.1	Actions that significantly affect, or may affect, the Company's share capital structure and financial standing and, therefore, the standing of shareholders (major corporate actions), are undertaken on fair terms that ensure that the rights and interests of shareholders, as well as those of other stakeholders, are respected.	
7.1.1	Major corporate actions include reorganization of the Company, acquisition of 30% or more of the Company's voting shares (takeover), execution of major transactions by the Company, an increase or decrease in the Company's share capital, the listing and delisting of the Company's shares, as well as other actions that may lead to a significant change in shareholders' rights or a violation of their interests. The Company's Articles of Association determine the list (criteria) of transactions or other actions that constitute major corporate actions, and review of such actions is referred to the scope of competence of the Company's Board of Directors.	<p>1. The Company's Articles of Association define a list (criteria) of transactions or other actions that constitute significant corporate actions. The Company's Articles of Association refer decision-making on significant corporate actions to the scope of competence of the Board of Directors. In cases when the legislation expressly classifies the exercise of these corporate actions as pertaining to the scope of competence of the General Meeting of Shareholders, the Board of Directors issues the relevant recommendations to shareholders.</p>

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	<p>1. Compliance.</p> <p>2. Partial compliance.</p> <p>In accordance with the current Regulations on the Information Policy (approved by the decision of the Board of Directors dated September 09, 2022, Minutes No. 35), the Company provides security holders and other stakeholders with information, the disclosure of which is provided for by the applicable law and the Regulations.</p> <p>The main objective of the Company's information policy is to ensure access for shareholders or other stakeholders to complete, timely and reliable information about the Company and its activities to the extent necessary to make an investment decision or take other actions that could affect the financial and economic activities of the Company.</p> <p>The main principles of the Company's information policy are the principles of equality, timeliness, completeness, reliability, accessibility, regularity, and security. Subject to compliance with these principles, the Company strives to provide shareholders with the necessary information, including about organizations controlled by the Company.</p> <p>The Company strives to adhere to the best Russian and international corporate governance practices and plans to continue working towards full compliance with this criterion of the Code.</p>
Compliance	
Compliance	<p>1. Комментарий к соблюдению критерия № 1:</p> <p>The Company's Articles of Association do not contain a formal list (criteria) of actions and transactions that are major corporate actions for the Company. At the same time, the Company's Articles of Association define corporate actions and transactions, the decision on which, taking into account their significance, falls within the competence of the Board of Directors (transactions with property, work and/or services, the value of which (in monetary valuation) is more than 10 percent of the book value of assets of the Company; individual transactions for the gratuitous transfer of property; individual transactions for the alienation of fixed assets and other transactions, as defined in clause 20.1 of the Articles of Association).</p> <p>In the opinion of the Company, this procedure makes it possible to classify the relevant actions as major actions and apply special approval and execution procedures to them. The Company does not plan to enshrine a separate concept of major corporate actions in the Articles of Association.</p>

No	Corporate governance principle	Criteria for assessing compliance with the corporate governance principle
7.1.2	The Board of Directors plays a key role in making decisions or developing recommendations on major corporate actions, and the Board of Directors relies on the opinion of the Company's independent directors.	1. The Company has a procedure in place whereby independent directors express their position on major corporate actions prior to their approval.
7.1.3	When major corporate actions affecting the rights and legitimate interests of shareholders are taken, equal conditions for all shareholders of the Company are ensured, and if the legal instruments aimed at protecting the rights of shareholders are insufficient, additional measures protecting the rights and legitimate interests of the Company's shareholders shall be taken. In addition, the Company's commitment is not only to comply with the formal legal requirements, but also with the corporate governance principles laid down in the Code.	1. Taking into account the specific nature of the Company's activities, the Company's Articles of Association refer the approval of other transactions that are major for the Company, in addition to those stipulated by law, to the scope of competence of the Board of Directors. 2. During the reporting period, all significant corporate actions underwent an approval procedure prior to implementation.
7.2	The Company ensures a procedure for major corporate actions that enables shareholders to receive full information on such actions in a timely manner, provides them with the opportunity to influence such actions and guarantees the observance and adequate level of protection of their rights when such actions are undertaken.	
7.2.1	Information on major corporate actions shall be disclosed with an explanation of the reasons, conditions and consequences of such actions.	1. If any major corporate actions are undertaken by the Company during the reporting period, the Company shall disclose information on such actions in a timely manner and in sufficient detail, including the reasons, conditions and consequences of such actions for shareholders.
7.2.2	The rules and procedures related to undertaking of major corporate actions by the Company are enshrined in the Company's internal documents.	1. The Company's internal documents determine the cases and procedure for engaging an appraiser to determine the value of property alienated or acquired under a major or related-party transaction. 2. The Company's internal documents stipulate the procedure for engaging an appraiser to assess the value of acquisition and redemption of the Company's shares. 3. If formally a member of the Board of Directors, the sole executive body, a member of the Company's collegial executive body or an entity being the Company's controlling entity or a person entitled to give instructions binding on the Company have no vested interest in the Company's transaction, but if there is a conflict of interest or another actual vested interest, the Company's internal documents shall stipulate that such persons shall not participate in voting on the approval of such a transaction.

Status of compliance with the corporate governance principle	Explanations for deviations from assessment criteria of compliance with the corporate governance principle
Partial compliance	1. Partial compliance. The Company does not have a special procedure in place whereby independent directors express their position on major corporate actions prior to their approval. As independent members of the Board of Directors are members of Committees under the Board of Directors, they have the opportunity to express their opinion as part of their work in the committees before the meeting of the Board of Directors. All members of the Board of Directors express their opinions on agenda items by means of voting. Members of the Board of Directors shall have the right to demand that their special opinion on agenda items and decisions be included in the minutes of a meeting of the Company's Board of Directors. In the course of preparation and during meetings, members of the Board of Directors have the opportunity to exchange opinions and express their position, inter alia when interacting with the Corporate Secretary of the Company. The improvement the Company's internal documents and development of corporate governance practices are one of the areas of activity of the Management Committee (see cl. 1.1.3). The Company considers this practice to be well suited and sufficient to effectively minimize possible risks.
Compliance	
Compliance	
Partial compliance	1. Compliance. 2. Compliance. 3. Non-compliance. In its activities, the Company is guided by the provisions of Article 83 of the Federal Law "On Joint Stock Companies", which contains an exhaustive list of grounds for members of the Board of Directors to be recognized as interested in making transactions and deprived of the right to participate in voting on the approval of such transactions. The Company believes that the list of grounds to determine the fact of being interested, defined by Article 83 of the Federal Law "On Joint Stock Companies" is sufficient to ensure the protection of the rights of shareholders when the Company enters into transactions. At the same time, the Company is continuously working to improve corporate governance practices, and, if necessary, plans to consider the possibility of making amendments to internal documents in the medium term.

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