

# DISPOSAL OF NON-CORE ASSETS AND CARRIAGES

## DISPOSAL OF FPC'S NON-CORE ASSETS (PASSENGER CARRIAGES)

The annual inventory carried out as at 1 October 2019 comprised an effort to identify non-core assets – passenger carriages – based on the criteria set out in the protocol of the working group on non-core asset management dated 21 August 2019. Criteria for being recognised as non-core assets: the asset was not involved in transportation for three years and has no prospect of being used in FPC's operations.

As at 1 October 2019, a total of 201 passenger carriages worth RUB 1,211.5 million were identified, including:

- 116 baggage carriages, after FPC terminated its baggage transportation activities
- 79 RIC carriages manufactured in 1980–1994 intended for passenger transportation on international routes not suitable for operation on domestic routes and not required on international routes due to lower demand, and failing to meet modern requirements

- 6 carriages of a non-standard design (dining carriages and generator cars) with centralised power supply, which cannot be used for transportation since other types of carriages of this design were retired as they reached the end of their service life.

In Q4 2019, 37 baggage carriages were disposed of. As at 31 December 2019, 164 carriages were recorded on FPC's books.

FPC plans to write off 20 carriages in 2020; carriages are selected and sold to Russian Railways entities upon their requests.

## DISPOSAL OF FPC'S NON-CORE ASSETS (REAL ESTATE) IN 2019

NO.	REAL ESTATE ASSETS, INCLUDING PARTS OF STRUCTURES – FACILITIES, LAND PLOTS (OWNED BY SUBSIDIARIES), AND ROLLING STOCK DISPOSED OF TOGETHER WITH REAL ESTATE ASSETS	ACCOUNTING INVENTORY No.	BOOK VALUE AS AT TRANSACTION DATE, '000 RUB		ACTUAL CASH RECEIVED (NET OF VAT), '000 RUB	FINANCIAL RESULT, '000 RUB		MAINTENANCE COSTS FOR THE PAST 12 MONTHS, '000 RUB	ACTUAL COST OF SALE VS BOOK VALUE, '000 RUB	REASON FOR THE DIFFERENCE BETWEEN THE ACTUAL COST OF SALE AND BOOK VALUE
			ACCORDING TO ACCOUNTING RECORDS	ACCORDING TO TAX RECORDS		PROFIT/LOSS BEFORE TAX	NET PROFIT/LOSS			
1	Store with a total area of 127.6 m <sup>2</sup> at 35 Vologodskaya St., Cherepovets	9775/11000000/28	1,591.45	217.92	2,308.80	682.35	271.17	76.19	717.35	Sold at market value
2	Bağgaçe handling facility building with a total area of 241.8 m <sup>2</sup> at 2 Vokzalnaya St., Ussuriysk, Primorye Territory	010049/9933	2,007.02	8.16	2,920.38	893.37	314.92	44.17	913.36	Sold at market value
3	Real estate facilities (administration and amenity building with a total area of 2,486.3 m <sup>2</sup> and garage-2 with a total area of 153.9 m <sup>2</sup> ) at 121a Kuznetsky Av., Kemerovo	0100040/9914/9913 0100280/9914/9913	59,472.03	3,420.18	36,576.27	-29,566.98	-27,054.35	2,512.62	-22,895.76	Sold at market value
4	Apartment with a total area of 69.3 m <sup>2</sup> at 41 Pervostroyteley Av., Apt. 741, Komsomolsk-on-Amur, Khabarovsk Territory	9786/11000000/53	962.89	1,278.20	2,881.00	1,906.96	1,588.05	21.50	1,918.11	Sold at market value
5	Apartment with a total area of 44.4 m <sup>2</sup> at 24a Sibiriyakov-Gvardeytssev St., Apt. 12 Zavodskoy District, Kemerovo	5101094/9914/9913	1,149.55	557.60	1,800.00	630.44	385.96	50.33	650.45	Sold at market value
6	Shop for carriage servicing before the journey with an annexe building with a total area of 1,543 m <sup>2</sup> at Magistralnaya St., Blagoveshchensk, Amur Region	10022/9928	12,821.12	2,967.92	8,830.17	-4,010.95	-5,179.40	1,200.93	-3,990.95	A combined English–Dutch auction was held
7	Garaçe with a total area of 406.1 m <sup>2</sup> at Magistralnaya St., Blagoveshchensk, Amur Region	10100/9928	4,379.58	3,941.63	1,804.75	-2,594.84	-2,594.83	213.38	-2,574.83	A combined English–Dutch auction was held. Sold at the minimum selling price
8	Carriage maintenance building with a total area of 77.7 m <sup>2</sup> at 121a Kuznetsky Av., Kemerovo	0100050/9914/9913	598.82	207.24	722.09	102.97	4.06	73.69	123.27	Sold at market value
9	Workshop with a total area of 953 m <sup>2</sup> at 5 Tverskaya Zastava Sq., Bld. 9, Moscow	10008/9821/9822	0.00	0.00	29,600.00	29,600.00	23,655.94	0.00	29,600.00	Sold at the market value of Russian Railways
10	Garaçe for three personal vehicles with a total area of 66.4 m <sup>2</sup> at 52 Portovy Proyezd, Bld. 1, Murmansk, Murmansk Region	9771/11000000/35	1,118.49	292.23	795.00	-348.49	-443.99	24.88	-323.49	Sold at market value
11	Apartment with a total area of 84.5 m <sup>2</sup> located in 6 Khabarovskaya St., Apt. 21, Chita, Trans-Baikal Territory	500501	1,914.61	1,581.10	4,200.00	2,111.78	1,621.90	44.45	2,285.39	Sold at market value
12	Apartment with a total area of 31 m <sup>2</sup> at 3 Strelochnikov St., Apt. 13, Yekaterinburg, Sverdlovsk Region	010060/9897	1,009.00	116.70	2,082.00	1,048.00	659.94	43.34	1,073.00	Sold at market value
<b>TOTAL</b>		-	<b>87,024.56</b>	<b>14,588.88</b>	<b>94,520.46</b>	<b>454.61</b>	<b>-6,770.63</b>	<b>4,305.48</b>	<b>7,495.90</b>	-