

**To agenda item 1
for the Annual General Meeting of Shareholders
of the Moscow Exchange
27 April 2017**

Approval of Y2016 Annual Report of the Moscow Exchange

In compliance with the Federal Law on Joint-Stock Companies, the Moscow Exchange shall call the AGM on a yearly basis the AGM agenda issues shall include inter alia approval of the Annual Report.

Requirements to company's Annual Report are stipulated by Regulations No.454-P on disclosure of information by the issuer of securities approved by the Central Bank of Russia, and the Information Policy of the Moscow Exchange.

The Annual Report of the Moscow Exchange for 2016 contains the information on main results of Company's performance in 2016 and on priority operations of the Moscow Exchange in the money, securities, derivatives and commodity markets; as well as business outlook of the Moscow Exchange. The Annual Report summarizes results on Supervisory Board activity and covers the issues of compliance with the Corporate Governance Code of the Bank of Russia; new instruments launch, IT issues, risk management, HR policy and others.

Pursuant to the Federal Law "On Organised Trading", the Annual Report of the organiser of trading shall contain annual accounting (financial) statements and consolidated financial statements.

The Annual Report was preliminary approved by the Supervisory Board of the Moscow Exchange on 27 March 2017 and was recommended to be approved by AGM.

The Exchange's Revision Commission confirmed the accuracy of the Annual Report data.

The draft resolution recommended by the Supervisory Board of the Moscow Exchange is attached.

Draft resolution:

To approve the Annual Report of the Moscow Exchange for 2016.