

# Internal control and risk management system (continued)

## External audit

To verify and confirm the reliability of its annual financial statements, each year the Company hires a professional audit organisation that has no connection to the Company or its shareholders through ownership interests, chosen from among the major international audit companies.

The Company's auditor is approved by the General Meeting of Shareholders based on a proposal from the Board of Directors. The Audit Committee conducts a preliminary assessment of the audit firm candidates.

### IFRS auditor

Centre for Audit Technologies and Solutions Limited Liability Company, a member of the Self-Regulatory Organisation of Auditors Association "Sodruzhestvo" (SRO AAC) (Centre for Audit Technologies and Solutions LLC is included in the control copy of the register of auditors and audit organisations with the registration number ORNZ 12006020327) and a leading professional services firm, is the auditor of the Company's consolidated financial statements prepared in accordance with the International Financial Reporting Standards (IFRS).

Centre for Audit Technologies and Solutions LLC (previously Ernst & Young LLC) has been auditing the IFRS consolidated statements of PJSC Magnit and its subsidiaries since 2010. The partner of Centre for Audit Technologies and Solutions LLC is Ilya Ananyev.

In the reporting year, the auditor inspected the IFRS consolidated financial statements of PJSC Magnit and its subsidiaries for 2022. Based on the results of the audit, the auditor expressed an opinion on the accuracy of the IFRS consolidated financial statements for 2022.

The auditor's total remuneration paid by the Group in 2022 amounted to RUB 88.43 mln (excluding VAT). The auditor's fees were charged for audit and audit-related services, including RUB 88 mln charged for the statutory audit and review of the consolidated financial statements of the Company.

These amounts include payments for services the auditor was hired for in 2021 and which were completed in 2022.

### RAS Audit

The audit firm Faber Lex Limited Liability Company (TIN 7709383532), location: Krasnodar, 144/2 Krasnykh Partizan Street, was approved as the auditor of the Company's accounting (financial) statements for 2022 prepared in accordance with the Russian Accounting Standards (RAS).

AF Faber Lex LLC is a member of the Self-Regulatory Organisation of Auditors Association "Sodruzhestvo" (SRO AAS) No. 441 dated 20 March 2020 with the main registration number entry (ORNZ) 12006114232.

Following the audit of PJSC Magnit, the auditor expressed an opinion on the true and fair reflection of the Company's financial position in the accounting (financial) statements in all its material aspects.

The total remuneration paid by the Group's companies to AF Faber Lex LLC in 2022 amounted to RUB 5.951 mln (excluding VAT), including:

- ▶ remuneration for audit services – RUB 5.781 mln (97.14% of the total amount paid), including RUB 450,000 paid for the audit of the PJSC Magnit accounting (financial) statements for 2021;
- ▶ remuneration for other audit-related services ("non-audit services") – RUB 170,000 (2.86% of the total amount paid).



**IFRS auditor's total remuneration paid by the Group in 2022**

**RUB 88.43 mln**



**RAS auditor's total remuneration paid by the Group companies in 2022**

**RUB 5.951 mln**