



12 September 2019

To our stakeholders:

We recognize that a key requirement for participation in the UN Global Compact is the annual preparation and posting of a Communication on Progress (COP) that comprises of a CEO statement of continued support for the UN Global Compact, a description of practical actions with regard to the principles of the UN Global Compact, and a measurement of outcomes or expected outcomes.

We are late in creating, sharing and posting our COP report due to the difficulties we have faced in the process of preparing our first individual COP. Our company is a member of a larger group of companies called Segezha group (<https://segezha-group.com/en/>) and a regular Sustainability Report has been prepared on a group level every two years. The latest Sustainability Report has been prepared in 2018 covering the years of 2016 and 2017 (https://segezha-group.com/assets_new/our_eng.pdf), thus the next Sustainability Report covering the years 2018 and 2019 is expected in 2020. Our company needs more time to re-arrange our internal procedures in order to prepare our own COP.

We hereby ask for an extension period in order to be able to post a COP that describes our company's efforts and progress to implement the principles of the UN Global Compact. Our new COP report will be posted on the UN Global Compact website by December 09, 2019 at the latest.

Sincerely yours,

A handwritten signature in blue ink, appearing to be 'R. Stark', written over a horizontal line.

Rinat Stark

Chief Executive Officer