

Approved
By the Executive Committee
PJSC ALROSA
20.09.2017
(Minutes No. A01/227-IIP-II)

**REGULATIONS
ON THE PROCEDURE OF AUCTIONS AND COLLECTION OF COMPETITIVE BIDS
FOR NATURAL ROUGH DIAMONDS BY PJSC ALROSA**

**Moscow
2017**

1. GENERAL PROVISIONS

1.1. These Regulations have been developed in accordance with the legislation of the Russian Federation, the Regulations on the Procedure and Terms of Sales of Natural Rough Diamonds by PJSC ALROSA.

1.2. These Regulations are an internal normative document of PJSC ALROSA (hereinafter the Company) specifying the procedure of competitive sales of natural rough diamonds.

1.3. These Regulations have been made in Russian and translated into English. In case of any discrepancies between the Russian and English versions, or difference in understanding and interpretation of these Regulations, the Russian version shall prevail.

2. TERMS AND DEFINITIONS

The following terms and definitions shall be used in these Regulations:

rough diamonds – natural rough diamonds produced from the mines operated by the Company and its subsidiaries;

competitive sales method – established standard sequence of actions and set of civil consequences of these actions that distinguish one type of sales procedures from others;

auction – competitive sales method that represents bidding;

collection of competitive bids – competitive sales method that does not represent bidding;

lot – indivisible set of rough diamonds that may consist of one or more rough diamonds, and that is intended for sale and/or monitoring of the sales market and buyers' assortment preferences during competitive sales;

commission – permanent collective body of the Company which functions include the organization of competitive sales;

operator – functional service of the branch of ALROSA the United Selling Organization ALROSA which functions include conducting competitive sales, or subsidiary of the Company with which a contract of services for competitive sales is concluded;

initial price – initial (minimum) price of a lot that is determined by the commission and brought to the attention of persons invited to participate in the auction by sending an auction notice;

reserve price – price of a lot determined by the commission and not brought to the attention of persons invited to participate in the collection of competitive bids.

3. ORGANIZING COMPETITIVE SALES

3.1. Competitive sales are used to maximize the profit from the sale of rough diamonds, to ensure the participation of the maximum possible number of persons invited to participate in the auction / collection of competitive bids, as well as to monitor the sales market and assortment preferences of rough diamond buyers.

3.2. Competitive sales shall be conducted in the following forms:

3.2.1. auction, including electronic auction;

3.2.2. collection of competitive bids, including electronic collection.

In addition, special size rough diamonds over 10.8 carats (except "boart" rough diamonds) shall be sold only at auctions.

3.3. The competitive sales method mentioned in clause 3.2.2 hereof shall be used to determine the current price trend for natural rough diamonds in the cases as follows: when conducting test sales in the regular nomenclature of natural rough diamonds;

3.3.1. when conducting test sales of representative sets of natural rough diamonds selected and sold in accordance with the legislation of the Russian Federation;

3.3.3. when conducting test sales of new items of the natural rough diamonds' nomenclature.

3.4. When conducting an electronic auction/collection of competitive bids, the information shall be exchanged through the Company website (<https://dea.alrosa.ru>) in the information and telecommunications network Internet (hereinafter the Website).

3.5. An auction / collection of competitive bids can be one-round and multi-round.

3.6. The commission shall be created by order of the President of the Company, it shall consist of the chairman and other members of the commission and shall be a permanently functioning body.

3.7. The chairman of the commission shall supervise the activities of the commission, hold meetings of the commission and oversee the implementation of decisions made by the commission. In the absence of the chairman of the commission, his duties shall be performed by the deputy chairman of the commission.

3.8. The commission shall perform the functions as follows:

3.8.1. make a decision to conduct competitive sales (date, time and place);

3.8.2. determine a competitive sales method;

3.8.3. determine the number and composition of persons invited to participate in the auction/collection of competitive bids;

3.8.4. determine the composition (specification) of lots put up for the auction/for the collection of competitive bids;

3.8.5. set the initial/reserve price of lots put up for the auction/for the collection of competitive bids;

3.8.6. set a "bid increment" of the auction/collection of competitive bids;

3.8.7. supervise compliance with the procedure of holding the auction/collection of competitive bids;

3.8.8. decide to declare the auction/collection of competitive bids invalid;

3.8.9. decide to refuse to conduct the auction/collection of competitive bids;

3.8.10. performs other actions related to the holding of the auction/collection of competitive bids.

3.9. A commission meeting shall be competent if attended by at least half of the commission members.

The commission shall make decisions by simple majority of votes of its members attending the meeting and draw up the minutes.

Each commission member shall have one vote. When voting, members of the commission vote "for" or "against" the decision. In case of equality of votes, the vote of the chairman of the commission shall be casting.

3.10. During the auction, the Company shall assume the rights and obligations of the bidding process organizer in accordance with the civil legislation of the Russian Federation. The Commission shall determine the initial price of lots that is brought to the attention of persons invited to participate in the auction (specified in the auction notice). A contract of sale (contract) based on the results of the auction shall be concluded with the auction participant that made the highest bid for the lot, provided it is not lower than the initial price.

3.11. During the collection of competitive bids, the Company shall not assume the rights and obligations of the bidding process organizer in accordance with the civil legislation of the Russian Federation. The initial price of lots shall not be determined. The commission shall determine the reserve price that is not brought to the attention of persons invited to participate in the collection of competitive bids (not specified in the collection of competitive bids notice). A contract of sale (contract) based on the results of the collection of competitive bids shall be concluded with the participant of the collection of competitive bids that made the highest bid for the lot, provided it is not lower than the reserve price.

3.12. An auction/collection of competitive bids shall be declared invalid in case when:

3.12.1. one participant took part in it;

3.12.2. no price bids have been submitted;

3.12.3. all submitted price bids are below the set initial/reserve price.

3.13. A contract of sale (contract) shall be concluded within the period specified in the auction/collection of competitive bids notice:

3.13.1. with the auction participant specified in clause 3.10 hereof; with the participant of the collection of competitive bids specified in clause 3.11 hereof. The contract of sale (contract) shall be concluded on a 100 percent prepayment basis.

3.14. In case the persons specified in clause 3.13 hereof evade the conclusion of the contract of purchase (contract) or do not make payment in accordance with the contract of sale (contract), the lot shall be considered not sold. On the basis of the decision of the commission, these persons shall be suspended from participation in auctions/collections of competitive bids for six months, and in case of a repeated violation within one calendar year – for one year, whereupon a written notification is sent to them.

3.15. The terms, conditions and procedure of refusal to hold the auction/collection of competitive bids shall be specified in the auction/collection of competitive bids notice.

4. PARTICIPATION IN COMPETITIVE SALES

4.1. The persons who can be invited to participate in the auction/collection of competitive bids shall be selected in accordance with the Regulations on the Procedure and Terms of Sales of Natural Rough Diamonds by PJSC ALROSA.

4.2. When determining the number and composition of the persons invited to participate in the auction/collection of competitive bids, the commission shall take into account the Company's organizational and technical capabilities (the minimum time required for each such person to view the lots put up for the auction/collection of competitive bids).

4.3. The number of persons who were never invited to participate in the auction/collection of competitive bids, and/or persons who were never invited to participate in the previous auction/collection of competitive bids must not be less than 30% of the total number of persons expected to be invited to participate in the forthcoming auction/collection of competitive bids.

4.4. The pre-emptive right to be invited to the forthcoming auction/collection of competitive bids shall have the persons who concluded a contract of sale (contract) with the Company following the results of the last auction/collection of competitive bids for which lots with similar assortment were put up.

4.5. The commission shall shave the right, taking into account the requirements of this section, to decide to invite additional persons to participate in the auction/collection of competitive bids, including in case if the persons invited to participate in the auction/collection of competitive bids refused to come to view the lots put up for the auction/collection of competitive bids.

4.6. Among the persons invited to participate in the auction/collection of competitive bids, the participants of the auction/collection of competitive bids shall be:

4.6.1. when holding the auction/collection of competitive bids, at which price bids are submitted in paper form – the persons who submitted their price bids complying in form and substance with the requirements hereof;

4.6.2. when conducting an electronic auction/collection of competitive bids – the persons who registered for participation in the electronic auction/electronic collection of competitive bids and submitted their price bids.

5. PROCEDURE OF CONDUCTING COMPETITIVE SALES WITH SUBMISSION OF PRICE BIDS IN PAPER FORM

5.1. In accordance with the list of persons invited to participate in the auction/collection of competitive bids determined by the commission, the operator shall send auction/collection of competitive bids notices to such persons.

5.2. An auction/collection of competitive bids notice shall contain the information as follows:

5.2.1. competitive sales method;

5.2.2. number (name) of the auction/collection of competitive bids;

5.2.3. information about the lots put up for the auction/for the collection of competitive bids;

5.2.4. initial price of the lots put up for the auction;

5.2.5. time and place to view the lots put up for the auction/for the collection of competitive bids;

5.2.6. procedure of registration and submission of price bids, and address and period for submission;

5.2.7. list of documents to confirm the authority of the person who signed the price bid;

5.2.8. date, time and place for summarizing the results of the auction/collection of competitive bids;

5.2.9. procedure to determine the participant of the auction/collection of competitive bids with which a contract of sale (contract) is concluded;

5.2.10. term of conclusion of the contract of sale (contract);

5.2.11. terms, conditions and procedure of refusal to hold the auction/collection of competitive bids;

5.2.12. operator's address, phone number and e-mail.

5.3. The persons invited to participate in the auction/collection of competitive bids, shall agree with the operator the date and time of viewing the lots put up for the auction/collection of competitive bids.

A representative of the person invited to participate in the auction/collection of competitive bids who arrived to view the lots put up for the auction/collection of competitive bids, shall receive a marked electronic medium with an individual electronic file required to prepare a price bid and a user manual to work with such a file.

5.4. A person invited to participate in the auction/collection of competitive bids shall submit a price bid on time and to the address specified in the auction/collection of competitive bids notice.

5.5. The procedure of registration and submission of price bids:

5.5.1. The form of submission of a price bid shall be a specification printed on paper from the electronic carrier with filled out items, according to the selected lots, in the **Proposed Value (US Dollars)/BUYER's OFFER, US \$** column (hereinafter the specification). Only one price bid for each particular lot shall be allowed. All other fields of the specification shall not be subject to change.

5.5.2. In a price bid, the proposed purchase value of each particular lot must be specified by an integer in US Dollars (cents are rounded to the nearest larger integer). When registering a price bid using an individual (personal) electronic file, in the spreadsheet cell corresponding to the selected lot you must enter the amount of the bid for the lot as a whole using only the digits.

5.5.3. After the file is finally checked and saved, it must be printed and signed.

5.5.4. A person invited to participate in the auction/collection of competitive bids shall submit a price bid on paper in a sealed packet with an enclosed electronic medium. The package specifies the name of the person invited to participate in the auction/collection of competitive bids, and the number (name) of the auction/collection of competitive bids. The documents confirming the authority of the person who signed the price bid, as well as the e-mail address to be used in the cases provided for in clauses 5.9, 5.14 hereof, shall be attached to the price bid.

The price bid shall be sent to the operator's address specified in the auction/collection of competitive bids notice, by a certified mail or shall be delivered personally/by courier.

The date of submission of the price bid shall be deemed the date of receipt of such a bid by the operator.

5.6. A person invited to participate in the auction/collection of competitive bids, shall be entitled to withdraw in writing the submitted price bid before the date of summarizing the results of the auction/collection of competitive bids specified in the auction/collection of competitive bids notice. In this case, this person shall be entitled to submit a new price bid.

5.7. The procedure of summarizing the results of the auction/collection of competitive bids:

5.7.1. The operator shall open sealed packages with price bids on the date and time of summarizing the results of the auction/collection of competitive bids specified in the auction/collection of competitive bids notice. The persons invited to participate in the auction/collection of competitive bids may personally attend the opening of packages with price bids.

5.7.2. After the opening, the operator shall check the submitted price bids for compliance with the requirements specified in clause 5.5 hereof, and for the possibility of unambiguously interpreting the amounts of bids specified in the price bids. Based on the results of such check, the operator shall decide on the admission of the persons invited to participate in the auction/collection of competitive bids to participate in the auction/collection of competitive bids.

5.7.3. The price bid shall not be accepted for consideration, and the person invited to participate in the auction/collection of competitive bids shall not be allowed to participate in the auction/collection of competitive bids if:

5.7.3.1. the price bid is signed by the person who is not authorized;

5.7.3.2. the price bid is received after the expiration of the period specified in the auction/collection of competitive bids notice;

5.7.3.3. in the cases of registration of a price bid in violation of the rules provided for herein;

5.7.3.4. the price bid is below the initial/reserve price.

5.7.4. The price bid on paper shall be a necessary and sufficient form of submission of price bids for the participation in the auction/collection of competitive bids. In this case, the absence of an electronic file cannot serve as a basis for not admission to participate in the auction/collection of competitive bids.

The operator shall provide verification and comparison of the data presented on paper and electronic media, as well as their input into the CADAS automated accounting system to summarize the results of the auction/collection of competitive bids.

5.8. A contract of sale (contract) based on the results of the auction/collection of competitive bids shall be concluded with the participant of the auction/collection of competitive bids that made the highest bid for the lot, provided it is not lower than the initial/reserve price.

5.9. Should two or more participants of the auction/collection of competitive bids submit identical maximum bids for one lot, provided the said bids are not lower than the initial/reserve price (hereinafter in this section – a disputed lot), the operator shall ensure the continuation of the auction/collection of competitive bids between such participants. The operator shall determine the time during which they must submit new bids for the disputed lot, but not lower than those submitted earlier. In this case, new bids shall be accepted in the form of e-mail messages.

5.10. In the case specified in clause 5.9 hereof, the contract of sale (contract) shall be concluded with the participant of the auction/collection of competitive bids that submitted a new maximum bid for the disputed lot.

5.11. Should, in the case specified in clause 5.9 hereof, two or more identical bids be again submitted for the disputed lot, the auction/collection of competitive bids for the disputed lot shall be conducted until the submission by one of the participants of the auction/collection of competitive bids of the maximum bid for the disputed lot.

5.12. If the participants of the auction/collection of competitive bids specified in clause 5.9 hereof refuse to continue participating in the auction/collection of competitive bids, the contract of sale (contract) with respect to the disputed lot shall be concluded with the participant of the auction/collection of competitive bids that was the first to submit the bid.

5.13. The results of the auction/collection of competitive bids shall be drawn up in the minutes.

5.14. After summarizing the results of the auction/collection of competitive bids, the operator shall send by e-mail to each participant of the auction/collection of competitive bids a specification that contains the maximum price bid for each lot, but without indicating the name of the participant of the auction/collection of competitive bids that submitted such bid. In this case, the list of won lots is additionally sent to the participant of the auction/collection of competitive bids that submitted this maximum bid.

5.15. The information about the results of the auction/collection of competitive bids, including the decision of the commission to declare the auction/collection of competitive bids invalid, shall be posted on the Company website.

5.16. Price bids shall be kept for 5 (five) years from the date of summarizing the results of the auction/collection of competitive bids.

6. GENERAL RULES FOR CONDUCTING ELECTRONIC COMPETITIVE SALES

6.1. In accordance with the list of persons invited to participate in the electronic auction/electronic collection of competitive bids determined by the commission, the operator shall send electronic auction/electronic collection of competitive bids notices to such persons.

6.2. An electronic auction/electronic collection of competitive bids notice must contain the information as follows:

6.2.1. electronic competitive sales method;

6.2.2. number (name) of the electronic auction/electronic collection of competitive bids;

6.2.3. information about the lots put up for the electronic auction/for the electronic collection of competitive bids;

6.2.4. initial price of the lots put up for the electronic auction;

6.2.5. time and place to view the lots put up for the electronic auction/for the electronic collection of competitive bids;

6.2.6. schedule of the electronic auction/electronic collection of competitive bids, which includes: the date and time of the start and end of the registration stage, the date and time of the first and each of the following rounds, the date and time of summarizing the results;

6.2.7. "bid increment" of the electronic auction/electronic collection of competitive bids – in case of a multi-round electronic auction/electronic collection of competitive bids;

6.2.8. procedure to determine the participant of the electronic auction/electronic collection of competitive bids with which a contract of sale (contract) is concluded;

6.2.9. terms of conclusion of the contract of sale (contract);

6.2.10. terms, conditions and procedure of refusal to hold the electronic auction/electronic collection of competitive bids;

6.2.11. operator's address, phone number and e-mail.

6.3. Having received an electronic auction/electronic collection of competitive bids notice, the persons invited to participate in the electronic auction/electronic collection of competitive bids shall send to the operator the e-mail address they will use to enter the website and participate in the electronic auction/electronic collection of competitive bids.

6.4. The operator shall send through the website to the e-mail addresses notified by the persons invited to participate in the electronic auction/electronic collection of competitive bids the information as follows:

6.4.1. website address;

6.4.2. user manual to work with the website;

6.4.3. if a person is invited to participate in the electronic auction/electronic collection of competitive bids for the first time, the primary password to log in to the website.

6.5. After logging in to the website using the primary password, the person invited to participate in the electronic auction/electronic collection of competitive bids must change it to a new password (hereinafter the personal password).

To start using the website, the person invited to participate in the electronic auction/electronic collection of competitive bids must confirm its agreement with the terms and conditions of the website.

6.6. The person invited to participate in the electronic auction/electronic collection of competitive bids shall be fully responsible for any actions performed on the website using the personal password. Should the personal password become known to third parties, the person invited to participate in the electronic auction/electronic collection of competitive bids must immediately notify the operator and change the personal password to a new personal password.

6.7. The Company shall not guarantee the operation of the equipment that is not under its control, including the Internet network and the equipment of the persons invited to participate in the electronic auction/electronic collection of competitive bids.

6.8. The persons invited to participate in the electronic auction/electronic collection of competitive bids must confirm their participation (register on the website) no later than the date and time specified in the electronic auction/electronic collection of competitive bids notice. If the person invited to participate in the electronic auction/electronic collection of competitive bids fails to register on the website on the date and time specified in the electronic auction/electronic collection of competitive bids notice, it shall mean the refusal to participate in the electronic auction/electronic collection of competitive bids.

6.9. Only the persons invited to participate in the electronic auction/electronic collection of competitive bids that are registered on the website shall be allowed to view the lots put up for the electronic auction/for the electronic collection of competitive bids and enter price bids.

6.10. The information about the lots put up for the electronic auction/for the electronic collection of competitive bids, and in case of an electronic auction – their initial price as well, shall be available on the website.

6.11. The person invited to participate in the electronic auction/electronic collection of competitive bids shall agree with the operator the date and time of viewing the lots put up for the electronic auction/for the electronic collection of competitive bids.

6.12. After the end of the electronic auction/electronic collection of competitive bids, the website shall automatically determine the participant of the electronic auction/electronic collection of competitive bids that submitted the maximum price bid for the relevant lot.

6.13. The results of the electronic auction/electronic collection of competitive bids shall be registered in the minutes.

6.14. The information about the results of the electronic auction/electronic collection of competitive bids, including the decision of the commission to declare the electronic auction/electronic collection of competitive bids invalid, shall be posted on the website.

6.15. The copies of electronic files and correspondence with participants of the electronic auction/electronic collection of competitive bids shall be kept for 5 (five) years from the date of summarizing the results of the electronic auction/electronic collection of competitive bids.

7. PROCEDURE OF CONDUCTING ONE-ROUND ELECTRONIC COMPETITIVE SALES

7.1. An electronic auction/electronic collection of competitive bids shall be conducted in one round. The date and time of the start and end of the round shall be indicated in the electronic auction/electronic collection of competitive bids notice. Participants of the electronic auction/electronic collection of competitive bids shall submit price bids for the lots they are interested in. Participants of the electronic auction/electronic collection of competitive bids shall not see price bids of other participants.

7.2. A one-round electronic auction/electronic collection of competitive bids shall consist of the stages as follows: Registration, Entry of Bids, Results.

7.3. Participants of the electronic auction/electronic collection of competitive bids shall submit their price bids at any time during the Entry of Bids stage. Before the end of the Entry of Bids stage, participants of the electronic auction/electronic collection of competitive bids can change or withdraw their bids. The last (final) bid entered by the participant of the electronic auction/electronic collection of competitive bids shall be recognized as final.

7.4. According to the decision of the commission, as specified in the electronic auction/electronic collection of competitive bids notice, the price bid shall be submitted in the value format for the lot in US Dollars accurate to one dollar (only an integer) or in the value format per carat in US Dollars accurate to one cent.

7.5. At the end of the Entry of Bids stage, the result of the electronic auction/electronic collection of competitive bids for each lot is calculated automatically.

7.6. A contract of sale (contract) based on the results of the electronic auction/electronic collection of competitive bids shall be concluded with the participant of the

electronic auction/electronic collection of competitive bids that made the highest bid for the lot, provided it is not lower than the initial/reserve price.

7.7. Should two or more participants of the electronic auction/electronic collection of competitive bids submit identical maximum bids for one lot, provided the said bids are not lower than the initial/reserve price (hereinafter in this section – a disputed lot), the participants of the electronic auction/electronic collection of competitive bids that submitted such bid shall be allowed to continue participating in the electronic auction/electronic collection of competitive bids. During the specified time, such participants shall have the opportunity to submit a new bid, but not lower than the one submitted earlier.

7.8. In the case specified in clause 7.7 hereof, the contract of sale (contract) shall be concluded with the participant of the electronic auction/electronic collection of competitive bids that submitted a new maximum bid for the disputed lot.

7.9. Should, in the case specified in clause 7.7 hereof, two or more identical bids be again submitted for the disputed lot, the electronic auction/electronic collection of competitive bids for the disputed lot shall be conducted until the submission by one of the participants of the electronic auction/electronic collection of competitive bids of the maximum bid for the disputed lot.

7.10. If the participants of the electronic auction/electronic collection of competitive bids specified in clause 7.7 hereof refuse to continue participating in the electronic auction/electronic collection of competitive bids, the contract of sale (contract) with respect to the disputed lot shall be concluded with the participant of the electronic auction/electronic collection of competitive bids that was the first to submit the bid.

8. PROCEDURE OF CONDUCTING MULTI-ROUND ELECTRONIC COMPETITIVE SALES

8.1. An electronic auction/electronic collection of competitive bids shall be conducted in several rounds. The number of rounds shall depend on the activity of participants of the electronic auction/electronic collection of competitive bids. The rules of the first round shall differ from the rules of subsequent rounds.

8.2. A multi-round electronic auction/electronic collection of competitive bids shall consist of the stages as follows: Registration, First Round, Second and Subsequent Rounds, Results.

8.3. During the first round, participants of the electronic auction/electronic collection of competitive bids shall submit their price bids at any time. Participants of the electronic auction/electronic collection of competitive bids shall submit price bids for the lots they are interested in. Before the end of the round, participants of the electronic auction/electronic collection of competitive bids can change or withdraw their bids. The last (final) bid entered by the participant of the electronic auction/electronic collection of competitive bids shall be recognized as final.

8.4. According to the decision of the commission, as specified in the electronic auction/electronic collection of competitive bids notice, the price bid shall be submitted in the value format for the lot in US Dollars accurate to one dollar (only an integer) or in the value format per carat in US Dollars accurate to one cent.

8.5. At the end of the first round, its results shall be automatically calculated according to the rules as follows:

8.5.1. Should two bids be received for the lot, provided the said bids are not lower than the initial/reserve price, a contract of sale (contract) shall be concluded with the participant of the electronic auction/electronic collection of competitive bids that made the highest bid for the lot;

8.5.2. Should, in the case specified in clause 8.5.1 hereof, identical bids be submitted for the lot, the electronic auction/electronic collection of competitive bids for this lot shall continue by the rules provided for in clauses 7.7–7.10 hereof;

8.5.3. Should three or more bids be received for the lot, provided the said bids are not lower than the initial/reserve price, the participants of the electronic auction/electronic collection of competitive bids that submitted three maximum bids for the relevant lot shall be deemed to

have passed to the second round. At the same time, by the decision of the commission, as specified in the electronic auction/electronic collection of competitive bids notice, the number of such participants may be more than three.

8.6. After the automatic calculation of the results of the first round, the operator shall confirm the results.

8.7. The initial (start) price of the lot in the second round shall be defined as the maximum price bid of the first round. The passing price of the second round (“passing value”) that is higher than the initial (start) price of the second round by the “bid increment” of the electronic auction/electronic collection of competitive bids shall be also determined.

8.8. The participant of the electronic auction/electronic collection of competitive bids admitted to the second round:

8.8.1. can submit a price bid equal to the “passing value”;

8.8.2. can submit a price bid less than the “passing value” but higher than or equal to the initial (start) price of the second round (“exit value”);

8.8.3. can refuse to submit a price bid;

8.8.4. change or withdraw the bid at any time before the end of the round. The last (final) bid entered by the participant of the electronic auction/electronic collection of competitive bids shall be recognized as final.

8.9. At the end of the second round, the number of participants of the electronic auction/electronic collection of competitive bids that submitted price bids equal to the “passing value” shall be automatically determined for each lot:

8.9.1. if the number of such participants is more than one, then the lot goes to the next round;

8.9.2. if there is only one participant, then the lot shall be deemed to be sold to the participant of the electronic auction/electronic collection of competitive bids that submitted for it the price bid in the amount of the “passing value”;

8.9.3. if no price bids are received for the lot in the amount of the “passing value”, but at the same time price bids are submitted in the amount of the “exit value”, then the maximum price bid at the “exit value” shall be determined. The lot shall be deemed to be sold to the participant of the electronic auction/electronic collection of competitive bids that submitted for it the maximum bid at the “passing value”;

8.9.4. if, in the case specified in clause 8.9.3 hereof, identical bids are submitted for the lot, the electronic auction/electronic collection of competitive bids for this lot shall continue by the rules provided for in clauses 7.7–7.10 hereof;

8.10. The rules of the third and subsequent rounds shall be identical to the rules of the second round.