

Approved on December 20, 2016,  
by the Board of Directors  
of PJSC ROSSETI  
Minutes of the Meeting No. 248  
of December 21, 2016

Registered on December 22, 2016

State Registration Number

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(Stamp): Deputy Director of the Financial  
Market Access Department  
(Seal): The Central Bank of the Russian  
Federation (Bank of Russia)

**Bank of Russia**  
(name of the registration agency)  
(Signed) V. A. Kuritsyn  
(title and signature  
of the authorized person of the registration agency)

*Seal of the registration agency*

## SECURITIES PROSPECTUS

### *Public Joint Stock Company ROSSETI*

*three billion, two hundred fifty-nine million, nine hundred fifty-five thousand, two hundred  
fifteen (3,259,955,215)  
uncertificated registered ordinary shares,  
each with a par value of 1 ruble*

The information contained in this securities prospectus is subject to disclosure in accordance with the securities laws  
of the Russian Federation.

***THE REGISTRATION AGENCY SHALL NOT BE HELD  
RESPONSIBLE FOR THE RELIABILITY OF ANY  
INFORMATION CONTAINED IN THIS SECURITIES  
PROSPECTUS, NOR SHALL THE REGISTRATION HEREOF BE  
CONSTRUED AS EXPRESSING ITS ATTITUDE TOWARD THE  
PLACED SECURITIES.***

|   |          |                         |
|---|----------|-------------------------|
| <b>Director General</b><br>PJSC ROSSETI | (Signed) |                         |
| Date: December 21, 2016                 | _____    | <b>O. M. Budargin</b>   |
| <b>Chief Accountant</b><br>PJSC ROSSETI | (Signed) |                         |
| Date: December 21, 2016                 | _____    | <b>D. V. Nagovitsyn</b> |
|   | Seal     |                         |

(Seal): Public Joint Stock Company ROSSETI (PJSC ROSSETI)

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## Introduction

a) General information about the issuer:

Full corporate name: **Public Joint Stock Company ROSSETI**

Short corporate name: **PJSC ROSSETI**

INN (Taxpayer Identification Number): **7728662669**

OGRN (Principal State Registration Number): **1087760000019**

Location of the issuer: **Moscow, Russia**

State registration date: **July 1, 2008**

Purposes of the issuer's establishment:

- *earn profit for the Company;*
- *manage the electric grid sector;*
- *ensure the Russian Federation's control over the activities of the territorial grid organizations established in the course of reorganizing joint-stock companies for energy and electrification and over the activities of the organization managing the Unified National (All-Russian) Electric Grid;*

- *ensure the reliable functioning and development of the electric grid sector;*
- *create the necessary conditions for attracting investment with the aim of developing and enhancing the efficiency of the electric grid sector's activities;*
- *organize work on introducing advanced research results and innovative solutions into the electric grid sector.*

Core economic activities of the issuer:

In accordance with paragraph 3.2 of Article 3 of the Articles of Association, the Company's core activities are as follows:

- *exercise of the rights of a shareholder (member) of the economic entities whose shares (stakes) are held by the Company;*

- *exercise of the authority vested in executive bodies of joint-stock companies and other economic entities in accordance with the procedure provided for in law and agreements entered into by the Company;*

- *development of electric grids and other electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*

- *development of communications and remote control networks, instrumentation and metering devices, protective relaying and automated emergency control equipment, and other process equipment related to the operation of electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*

- *building inspection activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs;*

- *organization of construction, rehabilitation, and overhaul repair activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs (general contractors);*

- *activities in energy conservation and energy efficiency enhancement;*

- *asset management;*

- *provision of advisory services;*

- *securities-related transactions in accordance with the procedure set forth in the applicable laws of the Russian Federation;*

- *agency activities;*

- *design and estimate, exploration, and research and development work;*

- *foreign economic activities;*

- *forwarding services;*

- *performance of work determining the conditions of synchronous operation in accordance with the United Power System of Russia modes under contracts;*

- *operation of energy facilities that are not owned by the Company under contracts with the owners of such facilities;*

- *activities related to work associated with environment protection;*

- *activities related to environmental impact, environment protection, the use of natural resources, and the recovery, storage, and removal of industrial waste;*

- *supervision over the safe maintenance of electric and heat-consuming equipment used by customers connected to the Company's thermal and electric networks;*

- *educational activities, including extended education;*

- *training and knowledge evaluation with respect to rules, regulations, and guidelines related to operational maintenance, occupational health and safety, industrial safety, and fire protection;*

- *organization and performance of defense activities in connection with mobilization training, civil defense, emergencies, and the protection of national security information in accordance with the laws of the Russian Federation;*

- *safeguarding activities only for the purposes of the Company's own security within the Security Service of the Company whose operations shall be governed by the Law of the Russian Federation "On Private Detective and Safeguarding Activities in the Russian Federation" and the laws of the Russian Federation;*

- *support for the operation of power equipment in accordance with the applicable regulations; timely and high quality repair of power equipment; technical upgrading and rehabilitation of power facilities;*

- *energy supply to customers connected to the Company's electricity and heat networks under contracts;*

- *mastering of new equipment and technology ensuring the efficient, safe, and environmentally acceptable operation of the Company's facilities;*
- *activities related to the operation of heat networks;*
- *development of communications equipment and the provision of communications services;*
- *storage of oil and its derived products;*
- *operation of explosion-hazardous production facilities;*
- *operation of fire-hazardous production facilities;*
- *operation and maintenance of facilities supervised by the Federal Service for Environmental, Technological and Nuclear Supervision of the Russian Federation;*
- *operation of buildings and structures;*
- *metrological support for production;*
- *activities related to the treatment of hazardous waste;*
- *activities related to the operation of in-house gas networks;*
- *activities related to the repair of measuring instruments;*
- *other activities.*

b) General information about the securities to be placed by the issuer in respect of which the prospectus is registered:

Class, category (type): *uncertificated registered ordinary shares*

Quantity of placed securities: *three billion, two hundred fifty-nine million, nine hundred fifty-five thousand, two hundred fifteen (3,259,955,215)*

Par value: *one (1) ruble*

Procedure and dates of the placement (start date and end date of the placement or procedure for determining such dates):

Placement method: *public offering*

*Shares shall be placed by means of entering into agreements aimed at transferring placed securities in accordance with the procedure provided for in subparagraph 8.8.3 of this Securities Prospectus and paragraph 8.3 of the Decision on the Additional Securities Issue.*

*The placement of shares to the persons having the preemptive right to acquire shares shall be in accordance with the procedure provided for in subparagraph 8.8.5 of this Securities Prospectus and paragraph 8.5 of the Decision on the Additional Securities Issue.*

Procedure for determining the start date of the placement:

*The start date for the placement of securities constituting this additional issue of the Issuer's securities (hereinafter also, "shares" or "additional shares" or "securities" or "placed securities") shall be the day immediately following the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares. However, the placement start date may not be earlier than the date from which the Issuer provides access to the Securities Prospectus, and the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) business day after the date of the state registration of the additional issue of securities.*

*In this connection, the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right shall be deemed to be the date when the Notice of the exercisability of the preemptive right to acquire them (hereinafter, the "Preemptive Right Notice") is published through the newswire of Interfax (hereinafter, the "newswire") and posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.*

Procedure for determining the end date of the placement:

*The end date for the placement of shares is the earlier of:*

- *the date when the last additionally issued share is placed; or*
- *March 31, 2017 ("Placement Deadline").*

Offering price or procedure for determining the offering price:

*Offering price (including with respect to the persons included on the list of the persons having the preemptive right to acquire placed additional shares) of one additional share: one point zero four two four (1.0424) rubles.*

*The above-mentioned offering price of securities is determined in accordance with the requirements of the Federal Law "On Joint-Stock Companies" by the decision adopted by the Board of Directors of PJSC ROSSETI on December 20, 2016; Minutes of the Meeting No. 248 of December 21, 2016.*

c) General information about the securities previously placed by the issuer in respect of which the prospectus is registered (in the case of the subsequent registration of the securities prospectus (after the state registration of the securities issue (additional issue) report):

*This Securities Prospectus is not registered in respect of previously placed securities (after the state registration of the securities issue (additional issue) report).*

*This Securities Prospectus is registered in respect of the securities described in paragraph b) above and in Section VIII hereof.*

d) Principal goals of the issue and ways of using the proceeds from the placement of securities:

Goals of the issue: *raise funds, including federal budget funds; increase PJSC ROSSETI's shareholdings in distribution grid companies; implement the ROSSETI Group's intragroup programs.*

Ways of using the proceeds from the placement of issue-grade securities: *the proceeds from the placement of issue-grade securities will be used as contributions to the authorized capital of subsidiaries and dependent companies (SDCs) of PJSC ROSSETI in order to:*

*- create the power supply infrastructure for the 2018 FIFA World Cup in Russia.*

e) Other information

*In this securities prospectus, Public Joint Stock Company ROSSETI may also be referred to as PJSC ROSSETI, JSC ROSSETI (concerning the Issuer before the registration of the restated version of the Articles of Association containing its new name), the Issuer, and the Company.*

*This Securities Prospectus contains estimates and forecasts of the Issuer's authorized management bodies with respect to future events and/or acts, development prospects for the economic sector where the Issuer conducts its core operations, and operating results of the Issuer, including its plans and the probability that certain events will occur and certain acts will be done. Investors should not rely solely upon estimates and forecasts of the Issuer's management bodies as actual operating results of the Issuer in the future may be different than projected for many reasons. The acquisition of the Issuer's securities may involve the risks described herein.*

**Section I. Details of the Issuer's Bank Accounts, Auditor (Audit Organization), Appraiser and Financial Advisor and the Individuals Who Signed the Securities Prospectus**

**1.1. Bank Account Details of the Issuer**

1. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*  
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*  
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*  
INN (Taxpayer Identification Number): 7707083893  
BIC (Bank Identification Code): 044525225  
Account number: 40702810138360026758  
Account type: *settlement account*  
Correspondent account: 3010181040000000225

2. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*  
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*  
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*  
INN (Taxpayer Identification Number): 7707083893  
BIC (Bank Identification Code): 044525225  
Account number: 40702810138000085677  
Account type: *settlement account*  
Correspondent account: 3010181040000000225

3. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*  
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*  
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*  
INN (Taxpayer Identification Number): 7707083893  
BIC (Bank Identification Code): 044525225  
Account number: 40702840438360026758  
Account type: *US dollar settlement account*  
Correspondent account: 3010181040000000225

4. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*  
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*  
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*  
INN (Taxpayer Identification Number): 7707083893  
BIC (Bank Identification Code): 044525225  
Account number: 40702978038360026758  
Account type: *Euro settlement account*  
Correspondent account: 3010181040000000225

5. Full corporate name: *Krasnye Vorota Additional Office of Gazprombank (Joint-Stock Company)*  
Short corporate name: *Krasnye Vorota Additional Office of Bank GPB (JSC)*  
Location: *central office: 117420, Moscow, ul. Nametkina, 16, korpus 1; Krasnye Vorota Additional Office: 101000, Moscow, ul. Myasnitskaya, 48*  
INN (Taxpayer Identification Number): 7744001497  
BIC (Bank Identification Code): 044525823  
Account number: 4070281039200002063  
Account type: *settlement account*  
Correspondent account: 30101810200000000823

6. Full corporate name: *Joint-Stock Bank ROSSIYA (Joint-Stock Company)*  
Short corporate name: *BANK ROSSIYA*  
Location: *191124, Saint Petersburg, pl. Rastrelli, 2, lit. A*  
INN (Taxpayer Identification Number): 7831000122  
BIC (Bank Identification Code): 044030861  
Account number: 4070281010000005432  
Account type: *settlement account*  
Correspondent account: 30101810800000000861

For transfers of federal budget funds:

7. Bank account of the Directorate of the Federal Treasury of the Russian Federation for the City of Moscow



Full corporate name: *Division 1 of the Central Bank of the Russian Federation Main Branch for the Central Federal District, Moscow*

Short corporate name: *Division 1, Moscow*

Location: *125424, Moscow, Volokolamskoye shosse, 75*

BIC (Bank Identification Code): *044583001*

Account number: *40501810200001000179*

Account type: *settlement account*

Beneficiary's full name: *Directorate of the Federal Treasury of the Russian Federation for the City of Moscow, Taxpayer Identification Number (INN): 7725074789, Taxpayer Registration Justification Code (KPP): 772501001 (in favor of Public Joint Stock Company ROSSETI, Taxpayer Identification Number (INN)/Taxpayer Registration Justification Code (KPP): 7728662669/997450001)*

Beneficiary's short name: *Directorate of the Federal Treasury of the Russian Federation for the City of Moscow (in favor of PJSC ROSSETI)*

## 1.2. Information Concerning the Issuer's Auditor (Audit Organization)

Information concerning the auditor (audit organization) that independently audited the accounting (financial) statements of the issuer and the consolidated financial statements of the issuer, which statements are included in the securities prospectus, for the three most recently closed reporting years and that prepared the auditors' reports contained in the securities prospectus:

1. Full corporate name: *KPMG Joint-Stock Company*

Short corporate name: *AO KPMG*

Location: *129110, Moscow, Olimpiysky prospekt, 18/1, office 3035*

INN (Taxpayer Identification Number): *7702019950*

OGRN (Principal State Registration Number): *1027700125628*

Telephone: *(495) 937-4477*

Fax: *(495) 937-4499*

E-mail: *Moscow@kpmg.ru*

Full name of the self-regulatory audit organization of which the issuer's audit organization is a member: *Auditor Chamber of Russia Non-profit Partnership*

Location of the self-regulatory audit organization of which the issuer's audit organization is a member: *Russia, 105120, Moscow, 3-i Syromyatnichesky pereulok, 3/9*

Reporting years from among the three closed reporting years for which the auditor (audit organization) conducted an independent audit: *2013*

Type of the issuer's accounting (financial) statements in relation to which the auditor (audit organization) conducted an independent audit:

- *accounting (financial) statements prepared in accordance with Russian Accounting Standards for 2013;*

- *consolidated financial statements for 2013.*

Factors which may affect the auditor's (audit organization's) independence from the issuer, including information about significant interests connecting the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) and the issuer (persons holding positions in the management bodies and financial and economic control bodies of the issuer):

Stakes held by the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) in the authorized capital of the issuer: *none.*

Extension of borrowings to the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) by the issuer: *none.*

Close business relationships (participation in promoting the issuer's products (services), participation in joint entrepreneurial activities, etc.) and family relationships: *none.*

Information about persons holding positions in the management bodies and/or financial and economic control bodies of the issuer simultaneously holding positions in the management bodies and/or financial and economic control bodies of the audit organization: *none.*

Measures taken by the issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors: *the principal measures taken by the Issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors are the process of the Issuer's thoroughly considering the nomination for the auditor as to its independence from the Issuer and as to the absence of such factors. The auditor is fully independent of the Issuer's management bodies in accordance with the requirements of Article 8 of Federal Law No. 307-FZ of December 30, 2008, "On Auditing."*

Procedure for selecting the issuer's auditor (audit organization):

Bidding process related to auditor (audit organization) selection and its key terms:

*Audit of the consolidated financial statements.*

*Pursuant to Federal Law No. 208-FZ of July 27, 2010, "On Consolidated Financial Statements" and under the Regulations for the Procedure for Regulated Procurements of Goods, Work, Services for the Needs of JSC IDGC Holding, approved by the Board of Directors of JSC IDGC Holding (Minutes of the Meeting No. 72 of December 29, 2011), public bidding procedures were conducted in 2012 and 2013 to select the audit organization (Order of JSC IDGC Holding No. 138a/140 of March 1, 2013, and Order of JSC IDGC Holding No. 207 of May 12, 2012).*

*The principal requirements applicable to audit organizations are as follows:*

- *not being liquidated;*
- *no resolution on the suspension of operation adopted in accordance with the procedure provided for by the Code of the Russian Federation on administrative offenses as of the day of consideration of the Tendering Participation Request;*
- *no overdue accrued taxes, dues and other compulsory payments to the budgets of any level or extra-budgetary public funds for the previous calendar year whose amount exceeds twenty-five percent of the book value of the member's assets based on data from the accounting statements for the most recently closed reporting period;*
- *non-applicability of the conditions listed in paragraph 1 of Article 8 of Federal Law No. 307-FZ of December 30, 2008, "On Auditing."*

*Audit of the accounting (financial) statements.*

*Under Federal Law No. 307-FZ of December 30, 2008, "On Auditing"; Federal Law No. 94-FZ of July 21, 2005, "On the Placement of Orders for the Supply of Goods, Performance of Work, Provision of Services for Governmental and Municipal Needs"; the Federal Auditing Rules (Standards) approved by Resolution of the Government of the Russian Federation No. 696 of September 23, 2002; and Order of the Ministry of Finance of the Russian Federation No. 46n of May 20, 2010; and pursuant to Orders of JSC IDGC Holding No. 138a/140 of March 1, 2013, and No. 91 of March 11, 2012; public bidding procedures were conducted to select the audit organization.*

*The principal requirements applicable to audit organizations are as follows:*

- *membership in any self-regulatory organization for auditors;*
- *not to be liquidated; no arbitration court decisions on insolvency and the initiation of bankruptcy proceedings;*
- *no resolutions on the suspension of operation adopted in accordance with the procedure provided for by the Code of the Russian Federation on administrative offenses as of the day of consideration of the Tendering Participation Request;*

*- no overdue accrued taxes, dues and other compulsory payments to the budgets of any level or extra-budgetary public funds for the previous calendar year accounting for more than twenty-five percent of the book value of the member's assets based on data from the accounting statements for the most recently closed reporting period;*

*- no details in the register of mala fide suppliers.*

*Procedure for submitting the auditor (audit organization) candidate for approval by the general meeting of shareholders, including the management body adopting the relevant decision:*

*Audit of the consolidated financial statements.*

*The auditor candidate engaged to audit the consolidated financial statements of the ROSSETI Group in accordance with International Financial Reporting Standards is not submitted for consideration by the Company's management bodies.*

*Audit of the accounting (financial) statements.*

*As specified in the Articles of Association of the Company, the Company's auditor (audit organization) shall be recommended to the General Meeting of Shareholders by the Board of Directors of the Company according to the results of a competitive selection of the audit organization for the mandatory audit of the Company, which selection is conducted in accordance with the procedure prescribed by the Board of Directors of the Company. The General Meeting of Shareholders shall approve the auditor (audit organization) of the Company. The Annual General Meeting of Shareholders of the Company annually resolves to approve the Company's auditor. The Annual General Meeting of Shareholders of JSC ROSSETI held on June 28, 2013, decided to approve ZAO KPMG as the Company's auditor.*

*Information about work performed by the auditor (audit organization) as part of special engagements: the auditor was not involved in any special engagements for the Issuer.*

*Procedure for determining the amount of the auditor's (audit organization's) fee:*

*The amount of the auditor's (audit organization's) fee is determined by the Board of Directors.*

*The Company's Board of Directors resolved that the auditor's fee for the mandatory annual audit of the statements of the Company would be 10,994 thousand rubles for 2013.*

*In August 2013, the Company entered into the agreement for audit services, including:*

- a) the review of the consolidated interim financial statements of the ROSSETI Group prepared in accordance with International Financial Reporting Standards for the six months ended June 30, 2013;*
- b) the audit of the consolidated financial statements of the ROSSETI Group prepared in accordance with International Financial Reporting Standards for the year ended December 31, 2013;*
- c) mandatory audit of the accounting (financial) statements of JSC ROSSETI prepared in accordance with Russian Accounting Standards for 2013.*

*Under the agreement, a fee of 3,372 thousand rubles and a fee of 7,622 thousand rubles were paid in 2013 and 2014 respectively.*

*Actual amount of the fee paid by the issuer to the auditor (audit organization) for the most recently closed reporting year for which the auditor conducted an independent audit of the annual accounting (financial) statements: 10,994 thousand rubles.*

*Information concerning deferred and overdue payments for the services provided by the auditor (audit organization): not applicable.*

2. Full corporate name: *Ernst & Young Limited Liability Company*

Short corporate name: *Ernst & Young LLC*

Location: *Russia, 115035, Moscow, Sadovnicheskaya naberezhnaya, 77, str. 1*

INN (Taxpayer Identification Number): *7709383532*

OGRN (Principal State Registration Number): *1027739707203*

Telephone: *+7 (495) 755-9700*

Fax: *+7 (495) 755-9701*

E-mail: *moscow@ru.ey.com*

Full name of the self-regulatory audit organization of which the issuer's audit organization is a member: ***Auditor Chamber of Russia Non-profit Partnership***

Location of the self-regulatory audit organization of which the issuer's audit organization is a member: ***Russia, 105120, Moscow, 3-i Syromyatnichesky pereulok, 3/9***

Reporting years from among the three closed reporting years for which the auditor (audit organization) conducted an independent audit: ***2014***

Type of the issuer's accounting (financial) statements in relation to which the auditor (audit organization) conducted an independent audit:

***accounting (financial) statements prepared in accordance with Russian Accounting Standards for 2014, consolidated financial statements for 2014.***

Factors which may affect the auditor's (audit organization's) independence from the issuer, including information about significant interests connecting the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) and the issuer (persons holding positions in the management bodies and financial and economic control bodies of the issuer):

Stakes held by the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) in the authorized capital of the issuer: ***none.***

Extension of borrowings to the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) by the issuer: ***none.***

Close business relationships (participation in promoting the issuer's products (services), participation in joint entrepreneurial activities, etc.) and family relationships: ***none.***

Information about persons holding positions in the management bodies and/or financial and economic control bodies of the issuer simultaneously holding positions in the management bodies and/or financial and economic control bodies of the audit organization: ***none.***

Measures taken by the issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors: ***the principal measures taken by the Issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors are the process of the Issuer's thoroughly considering the nomination for the auditor as to its independence from the Issuer and as to the absence of such factors. The auditor is fully independent of the Issuer's management bodies in accordance with the requirements of Article 8 of Federal Law No. 307-FZ of December 30, 2008, "On Auditing."***

Procedure for selecting the issuer's auditor (audit organization):

Bidding process related to auditor (audit organization) selection and its key terms:

***Pursuant to Federal Laws No. 307-FZ of December 30, 2008, "On Auditing"; No. 208-FZ of July 27, 2010, "On Consolidated Financial Statements"; and No. 44-FZ of April 5, 2013, "On the Contract System in Procurement of Goods, Work, and Services for the Government and Municipalities" and in accordance with the Company's Ordinance No. 56r of February 19, 2014, "On the Public Bidding Procedure for the Right to Enter into the Agreement to Conduct a Mandatory Annual Audit of the Statements of JSC ROSSETI for 2014," a public bidding procedure was conducted to select the auditing firm.***

***The principal requirements applicable to bidders are as follows:***

- compliance with the requirements applicable under the laws of the Russian Federation to persons engaged in the supply of goods, the performance of work, and the provision of services for procurement purposes;***
- not being liquidated;***
- no resolution on the suspension of operation adopted in accordance with the procedure provided for by the Code of Administrative Offences of the Russian Federation as of the date of submission of the Bidding Application;***
- no overdue taxes, dues and other compulsory payments to the budgets of any level or extra-budgetary public funds for the previous calendar year whose amount exceeds twenty-five percent of the book value of the member's assets according to the accounting statements for the latest reporting period;***
- no details in the register of mala fide suppliers.***

Procedure for submitting the auditor (audit organization) candidate for approval by the general meeting of shareholders, including the management body adopting the relevant decision:

***As specified in the Articles of Association of the Company, the Company's auditor (audit organization) shall be recommended to the General Meeting of Shareholders by the Board of Directors of the Company according to the results of a competitive selection of the audit organization for the mandatory audit of the Company, which selection is conducted in accordance with the procedure prescribed by the Board of Directors of the Company. The General Meeting of Shareholders shall approve the auditor (audit organization) of the Company.***

***The Annual General Meeting of Shareholders of JSC ROSSETI held on June 30, 2014, decided to approve Ernst & Young LLC as the Company's auditor.***

Information about work performed by the auditor (audit organization) as part of special engagements: ***the auditor was not involved in any special engagements for the Issuer.***

Procedure for determining the amount of the auditor's (audit organization's) fee:

*The amount of the auditor's (audit organization's) fee is determined by the Board of Directors.*

*The Company's Board of Directors (Minutes of the Meeting No. 155 of May 26, 2014) resolved that the auditor's fee for the mandatory annual audit of the statements of JSC ROSSETI for 2014 would be 7,080 thousand rubles. In accordance with the terms and conditions of the agreement, a fee of 3,186 thousand rubles and a fee of 3,894 thousand rubles were paid to the auditor in 2014 and 2015 respectively.*

Actual amount of the fee paid by the issuer to the auditor (audit organization) for the most recently closed reporting year for which the auditor conducted an independent audit of the annual consolidated financial statements: **7,080 thousand rubles.**

Information concerning deferred and overdue payments for the services provided by the auditor (audit organization): **not applicable.**

3. Full corporate name: **RSM RUS Limited Liability Company**

Short corporate name: **RSM RUS**

Location: **Russia, 119285, Moscow, ul. Pudovkina, 4**

INN (Taxpayer Identification Number): **7722020834**

OGRN (Principal State Registration Number): **1027700257540**

Telephone: **+7 (495) 363-2848**

Fax: **+7 (495) 981-4121**

E-mail: **mail@rsmrus.ru**

Full name of the self-regulatory audit organization of which the issuer's audit organization is a member: **Self-regulatory Organization of Auditors ASSOCIATION SODRUZHESTVO**

Location of the self-regulatory audit organization of which the issuer's audit organization is a member: **Russia, 119192, Moscow, Michurinsky prospekt, 21, korp. 4**

Reporting years from among the three closed reporting years for which the auditor (audit organization) conducted an independent audit: **2015**

Type of the issuer's accounting (financial) statements in relation to which the auditor (audit organization) conducted an independent audit:

**accounting (financial) statements prepared in accordance with Russian Accounting Standards for 2015, consolidated financial statements in accordance with International Financial Reporting Standards for 2015.**

Factors which may affect the auditor's (audit organization's) independence from the issuer, including information about significant interests connecting the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) and the issuer (persons holding positions in the management bodies and financial and economic control bodies of the issuer):

Stakes held by the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) in the authorized capital of the issuer: **none.**

Extension of borrowings to the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) by the issuer: **none.**

Close business relationships (participation in promoting the issuer's products (services), participation in joint entrepreneurial activities, etc.) and family relationships: **none.**

Information about persons holding positions in the management bodies and/or financial and economic control bodies of the issuer simultaneously holding positions in the management bodies and/or financial and economic control bodies of the audit organization: **none.**

Measures taken by the issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors: **the principal measures taken by the Issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors are the process of the Issuer's thoroughly considering the nomination for the auditor as to its independence from the Issuer and as to the absence of such factors. The auditor is fully independent of the Issuer's management bodies in accordance with the requirements of Article 8 of Federal Law No. 307-FZ of December 30, 2008, "On Auditing."**

Procedure for selecting the issuer's auditor (audit organization):

Bidding process related to auditor (audit organization) selection and its key terms:

**Pursuant to Federal Law No. 307-FZ of December 30, 2008, "On Auditing"; Federal Law No. 208-FZ of July 27, 2010, "On Consolidated Financial Statements"; the Federal Auditing Rules (Standards) approved by Resolution of the Government of the Russian Federation No. 696 of September 23, 2002; Order of the Ministry of Finance of the Russian Federation No. 46n of May 20, 2010, "On the Approval of the Federal Auditing Standards"; and the Regulations for the Procedure for Regulated Procurements of Goods, Work, Services for the Needs of the Company, a public bidding procedure was conducted for the right to enter into the agreement for the mandatory audit of the financial statements of the Company for 2015–2017.**

**The principal requirements applicable to bidders are as follows:**

**- the bidders shall comply with the requirements applicable under the laws of the Russian Federation to persons engaged in the supply of goods, the performance of work, and the provision of services for procurement purposes;**

**- the bidders that are corporate entities shall not go into liquidation, and no decision shall be made by an arbitration court to declare the bidders that are corporate entities or individual entrepreneurs to be insolvent (bankrupt) and initiate administration;**

**- the bidders' operation shall not be suspended in accordance with the procedure provided for by the Code of Administrative Offences of the Russian Federation as of the date of submission of the bidding application;**

- the bidders shall not have any overdue taxes, levies, and other compulsory payments to the budgets of the budgetary system of the Russian Federation (except for amounts that may be deferred, paid in installments, or deducted from taxes as an investment tax credit under the laws of the Russian Federation on taxes and levies, that have been restructured under the laws of the Russian Federation, that are subject to a final court decision whereby the bidders are deemed to have fulfilled their obligations to pay such amounts, or that are deemed to be uncollectible under the laws of the Russian Federation on taxes and levies) for the previous calendar year whose amount exceeds twenty-five percent of the book value of the bidder's assets according to the accounting statements for the latest reporting period. The bidders are deemed to meet this requirement if, in accordance with the prescribed procedure, they file an appeal against such overdue payments and if no decision is made with respect to such appeal as of the date of considering the supplier's (contractor's) bidding application;

- the bidders that are individuals or the chief executives and members of the collegial executive body or the chief accountants of the bidders that are corporate entities shall not have convictions for economic crimes (except for the persons with such convictions expunged or overturned), and such individuals shall not be subject to the penalty of being deprived of the right to occupy certain positions or engage in certain activities associated with the supply of goods, the performance of work, and the provision of services that are the subject of procurement and shall not be subject to the administrative penalty of disqualification;

- the bidders and the ordering entity shall not have conflicts of interest, which means any cases where the ordering entity's chief executive, a member of the procurement commission, the head of the ordering entity's contract department, and the contract manager are spouses of individuals who are the beneficiaries, the sole executive body (director, director general, managing director, president, etc.) of an economic entity, members of the collegial executive body of an economic entity, the chief executive (director, director general) of an institution or unitary enterprise, or any other management body of the bidders that are corporate entities, and are spouses of individuals, including those registered as individual entrepreneurs, who take part in the bidding procedure, or are close relatives (relatives in the direct ascending and descending line (parents and children, grandparents and grandchildren), full and half brothers and sisters (sharing the same father or mother)), adoptive parents or adopted children of such individuals. The beneficiaries mean the individuals who own directly or indirectly (through a corporate entity or several corporate entities) more than ten percent of an economic entity's voting shares or a stake of more than ten percent in an economic entity's share capital;

- no details shall be contained in the register of mala fide suppliers (contractors) as specified in the Federal Law with respect to the bidders that are corporate entities, including such details with respect to the founding members, the members of the collegial executive body, or the person acting as the sole executive body of the bidders.

Procedure for submitting the auditor candidate for approval by the meeting of shareholders (members), including the management body adopting the relevant decision:

*As specified in Article 16.2 of the Articles of Association of PJSC ROSSETI, the Company's auditor shall be recommended to the General Meeting of Shareholders by the Board of Directors of the Company according to the results of a competitive selection of the auditing organization for the mandatory audit of the Company, which selection is conducted in accordance with the procedure prescribed by the Board of Directors of the Company.*

*The General Meeting of Shareholders shall approve the auditor of the Company (paragraph 10.1 of the Articles of Association of PJSC ROSSETI).*

*The Annual General Meeting of Shareholders of JSC ROSSETI held on June 30, 2015, and June 30, 2016, decided to approve RSM RUS as the Company's auditor.*

Information about work performed by the auditor (audit organization) as part of special engagements: *the auditor was not involved in any special engagements for the Issuer.*

Procedure for determining the amount of the auditor's (audit organization's) fee:

*The amount of the auditor's fee is determined by the Board of Directors.*

*The Company's Board of Directors (Minutes of the Meeting No. 189 of May 29, 2015) resolved that RSM RUS would be recommended as the auditor of the Company to the Annual General Meeting of Shareholders and that the auditor's fee for the mandatory annual audit of the statements for 2015 would be five million (5,000,000) rubles, inclusive of VAT. In accordance with the terms and conditions of the agreement signed in August 2015, a fee of 2,200 thousand rubles was paid in 2015, and a fee of 2,800 thousand rubles was paid in the 1st half of 2016.*

Actual amount of the fee paid by the issuer to the auditor (audit organization) for the most recently closed reporting year for which the auditor conducted an independent audit of the annual consolidated financial statements: *5,000 thousand rubles.*

Information concerning deferred and overdue payments for the services provided by the auditor (audit organization): *not applicable.*

### **1.3. Information Concerning the Issuer's Appraiser**

*The Issuer did not engage the appraisers to appraise the market value of:*  
*placed securities;*  
*property that might be used as payment for placed securities;*  
*property used as collateral for the Issuer's collateralized bonds;*  
*property that is the subject matter of major transactions or other transactions that, in accordance with the Issuer's articles of association, are subject to the procedure for approving major transactions or related party transactions, provided that the period from the date of such appraisal does not exceed 12 months.*

*The issuer is not an equity investment fund.*

#### 1.4. Information Concerning the Issuer's Advisors

*Financial advisor in the securities market, other persons providing to the Issuer advisory services related to issuing securities and signing the securities prospectus: none.*

#### 1.5. Information Concerning the Individuals Who Signed the Securities Prospectus

Full name: *Oleg Mikhailovich Budargin*

Year of birth: *1960*

Primary employer: *Public Joint Stock Company ROSSETI*

Position held by the individual: *Chairman of the Management Board, Director General, member of the Board of Directors*

Full name: *Dmitry Vasilyevich Nagovitsyn*

Year of birth: *1979*

Primary employer: *Public Joint Stock Company ROSSETI*

Position held by the individual: *Director of the Accounting and Reporting Department and Chief Accountant*

## Section II. Basic Information Concerning the Financial and Economic Condition of the Issuer

### 2.1. Financial and Economic Performance Indicators of the Issuer

Changes in indicators describing the issuer's financial and economic activities for the 5 most recently closed reporting years and the most recently closed reporting period prior to the approval date of the securities prospectus.

| Indicator  | December 31, 2011 | December 31, 2012 | December 31, 2013 | December 31, 2014 | December 31, 2015 | September 30, 2016 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
| Workforce productivity, thousand rubles/employee | 12,198            | 12,791            | 15,323            | 9,373             | 9,961             | 45,353             |
| Debt to equity ratio                             | 8.1%              | 14.8%             | 0.4%              | 1.2%              | 22.5%             | 13.24%             |
| Long-term debt to long-term debt plus equity     | 0.008%            | 0.003%            | 0.003%            | 0.005%            | 16.417%           | 10.67%             |
| Debt covered by current income (profit)*         | -1.57             | -6.89             | -4.07             | -6.03             | -6.24             | -1.49              |
| Share of overdue debt                            | 0.16%             | 0.05%             | 1.19%             | 0.63%             | 0.03%             | 0.02%              |

\* *In the calculation of the indicator "Debt covered by current income (profit)," cash includes cash, cash equivalents, and short-term financial investments.*

*Note 1: For the purposes of correctly analyzing comparable values, the calculation of the indicator "Workforce productivity" used the annualized data of the indicator "Revenue"; in the same manner, the calculation of the indicator "Debt covered by current income (profit)" used the annualized data of the indicators "Revenue," "Cost value," and "Depreciation and amortization."*

*The calculation of the indicators shown above is based on the Issuer's accounting statements prepared in accordance with Russian Accounting Standards as specified in the methodology recommended by the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P).*

Analysis of the issuer's financial and economic activities based on an economic analysis of changes in the shown indicators:

*Workforce productivity was on the rise in 2015 and the 9 months of 2016. In 2015, workforce productivity increased by 588 thousand rubles per employee, or 6.3%, to 9,961 thousand rubles. Workforce productivity grew due to an increase of 272,405 thousand rubles (4.4%) in revenue and due to headcount optimization. In the 9 months of 2016, workforce productivity rose by 35,392 thousand rubles per employee.*

*The downward change in the indicators "Debt to equity ratio" and "Long-term debt to long-term debt plus equity," which were 13.24% and 10.67% respectively as of September 30, 2016, is due to the issue of the Company's bonds totaling 31, 000,000 thousand rubles in 2015. At the same time, the Issuer's dependence on borrowed funds remains sufficiently low.*

As of September 30, 2016, debt covered by current income was (1.49). The negative value of this indicator throughout the period under review shows that the actual amount of the Company's liquid funds exceeds its short-term liabilities.

The share of overdue accounts payable is low throughout the period under review and, in the 9 months of 2016, is 0.02%.

## 2.2. Market Capitalization of the Issuer

Market capitalization is calculated as the product of quantity of shares of the category (type) concerned and market price per share disclosed by the securities trading institutor.

Unit of measurement: rubles in thousands

| Indicator             | December 31, 2011 | December 31, 2012 | December 31, 2013 | December 31, 2014 | December 31, 2015 | September 30, 2016 |
|-----------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
| Market capitalization | 101,237,101       | 96,535,711        | 126,696,577       | 69,743,727        | 75,627,153.8      | 182,943,471.6      |

Information concerning the securities trading institutor that serves as a basis for calculating market capitalization and, at the issuer's sole discretion, other additional information concerning public securities trading:

*The market capitalization of shares in PJSC ROSSETI is calculated according to the securities trading institutor, namely Closed Joint-Stock Company MICEX Stock Exchange (MICEX Stock Exchange).*

Location of the securities trading institutor:

125009, Moscow, Bolshoy Kislovsky pereulok, 13

Telephone: +7 (495) 363-3232

Fax: +7 (495) 705-9622

<http://moex.com/>

## 2.3. Liabilities of the Issuer

### 2.3.1. Borrowings and Accounts Payable

Total value of the issuer's borrowings, specifying the total value of overdue debt in relation to borrowings for the 5 most recently closed reporting years as of the last date of each closed reporting year:

| Indicator Description   | December 31, 2011 | December 31, 2012 | December 31, 2013 | December 31, 2014 | December 31, 2015 |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total borrowings, rubles in thousands                             | 0                 | 0                 | 0                 | 0                 | 31,237,880        |
| Total overdue debt in relation to borrowings, rubles in thousands | 0                 | 0                 | 0                 | 0                 | 0                 |

Breakdown of the issuer's borrowings for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

| Indicator Description                               | rubles in thousands                     |  |
|---|---|--|
|   | Indicator Value as of December 31, 2015 | Indicator Value as of September 30, 2016 |
| <b>Long-term borrowings</b>                         | 31,000,000                              | 41,000,000                               |
| including:  |   |  |
| credit facilities                                   | 0                                       | 0  |
| loans, excluding bond loans                         | 0                                       | 0  |
| bond loans  | 31,000,000                              | 41,000,000                               |
| <b>Short-term borrowings</b>                        | 237,880                                 | 1,203,470                                |
| including:  |   |  |
| credit facilities                                   | 0                                       | 0  |
| loans, excluding bond loans                         | 0                                       | 0  |
| bond loans  | 237,880                                 | 1,203,470                                |
| <b>Total overdue debt in relation to borrowings</b> | 0                                       | 0  |
| including:  |   |  |
| credit facilities                                   | 0                                       | 0  |

|                             |   |   |
|-----------------------------|---|---|
| loans, excluding bond loans | 0 | 0 |
| bond loans                  | 0 | 0 |

Information about the total value of the issuer's accounts payable, specifying the total value of overdue accounts payable for the 5 most recently closed reporting years as of the last date of each closed reporting year:

| Indicator Description                               | December 31, 2011 | December 31, 2012 | December 31, 2013 | December 31, 2014 | December 31, 2015 |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total accounts payable, rubles in thousands         | 9,731,699         | 19,965,865        | 432,776           | 515,026           | 468,191           |
| Total overdue accounts payable, rubles in thousands | 16,225            | 10,276            | 10,276            | 11,235            | 11,271            |

Breakdown of the issuer's accounts payable for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

| Indicator Description                                 | rubles in thousands                     |  |
|---|---|--|
|   | Indicator Value as of December 31, 2015 | Indicator Value as of September 30, 2016 |
| Total accounts payable                                | 468,191                                 | 373,456                                  |
| including overdue accounts payable                    | 11,271                                  | 10,492                                   |
| including   |   |  |
| payable to the budget and public extrabudgetary funds | 168,327                                 | 136,340                                  |
| including overdue accounts payable                    | 0                                       | 0  |
| payable to suppliers and contractors                  | 189,380                                 | 99,080                                   |
| including overdue accounts payable                    | 2,534                                   | 2,576                                    |
| payable to the entity's personnel                     | 31,528                                  | 101,476                                  |
| including overdue accounts payable                    | 0                                       | 0  |
| other accounts payable                                | 78,956                                  | 36,560                                   |
| including overdue accounts payable                    | 8,737                                   | 7,916                                    |

Information about the issuer's overdue accounts payable, including debt in relation to borrowings, the reasons for nonperformance and past or future effects of the failure to perform the relevant obligations on the issuer, including penalties imposed on the issuer and the (expected) time limits for the settlement of overdue accounts payable or overdue debt in relation to borrowings:

***Overdue accounts payable belong to current debt and will be settled in 2016.***

Creditors accounting for at least 10 percent of total accounts payable or at least 10 percent of total (long-term and short-term) borrowings for the most recently closed reporting period prior to the approval date of the securities prospectus:

Full corporate name: ***Interregional Inspectorate of the Federal Taxation Service of the Russian Federation for Major Taxpayers No. 4***

Short corporate name: ***Interregional Inspectorate of the Federal Taxation Service of the Russian Federation for Major Taxpayers No. 4***

Location: ***129626, Moscow, ul. 3-ya Mytishchinskaya, 16A***

INN (Taxpayer Identification Number): ***7707321795***

OGRN (Principal State Registration Number): ***1047707041909***

Value of debt: ***108,105 thousand rubles***

Value of and terms applicable to overdue debt (interest rate, fines, penalties): ***no overdue debt***

Whether or not the creditor is an affiliate of the issuer: ***No***

### 2.3.2. Credit History of the Issuer

Description of the fulfillment by the issuer of its obligations under any loan agreements and/or credit facility agreements, including agreements involving the issue and sale of bonds, in force within the five most recently closed reporting years and the most recently closed reporting period prior to the approval date of the securities prospectus if their principal amount accounted for 5 percent or more of the book value of the issuer's assets as of the last date of the most recently closed reporting period (quarter, year) preceding the time of entering into the relevant agreements with respect to which the period prescribed for submitting accounting (financial) statements expired, and under any other loan agreements and/or credit facility agreements considered by the issuer to be material for itself:



**Bond loans:**

|  |                              |
|--|------------------------------|
| <b>1. Type and Identification Characteristics of the Obligation</b>  |                              |
| <b>Bonds, Identification Number 4B02-04-55385-E</b>  |                              |
| <b>Terms of the Obligation and Information on Its Fulfillment</b>  |                              |
| Name and location of the creditor (lender)   | <i>Market investors</i>      |
| Principal debt at the time of the creation of the obligation, rubles/foreign currency  | <i>10,000,000,000 rubles</i> |
| Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities prospectus, rubles/foreign currency | <i>10,000,000,000 rubles</i> |
| Credit (loan) length, years  | <i>10 years</i>              |
| Average interest on the credit (loan), % p.a.  | <i>11.85%</i>                |
| Number of interest (coupon) periods  | <i>20</i>                    |
| Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears  | <i>none</i>                  |
| Scheduled time (date) of credit (loan) repayment   | <i>May 26, 2025</i>          |
| Actual time (date) of credit (loan) repayment  | <i>not repaid</i>            |
| Other information on the obligation at the issuer's discretion   | <i>N/A</i>                   |

|  |                             |
|--|-----------------------------|
| <b>2. Type and Identification Characteristics of the Obligation</b>  |                             |
| <b>Bonds, Identification Number 4B02-01-55385-E</b>  |                             |
| <b>Terms of the Obligation and Information on Its Fulfillment</b>  |                             |
| Name and location of the creditor (lender)   | <i>Market investors</i>     |
| Principal debt at the time of the creation of the obligation, rubles/foreign currency  | <i>5,000,000,000 rubles</i> |
| Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities prospectus, rubles/foreign currency | <i>5,000,000,000 rubles</i> |
| Credit (loan) length, years  | <i>10 years</i>             |
| Average interest on the credit (loan), % p.a.  | <i>11.90%</i>               |
| Number of interest (coupon) periods  | <i>20</i>                   |
| Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears  | <i>none</i>                 |
| Scheduled time (date) of credit (loan) repayment   | <i>June 9, 2025</i>         |
| Actual time (date) of credit (loan) repayment  | <i>not repaid</i>           |
| Other information on the obligation at the issuer's discretion   | <i>N/A</i>                  |

|  |                              |
|--|------------------------------|
| <b>3. Type and Identification Characteristics of the Obligation</b>  |                              |
| <b>Bonds, Identification Number 4B02-05-55385-E</b>  |                              |
| <b>Terms of the Obligation and Information on Its Fulfillment</b>  |                              |
| Name and location of the creditor (lender)   | <i>Market investors</i>      |
| Principal debt at the time of the creation of the obligation, rubles/foreign currency  | <i>10,000,000,000 rubles</i> |
| Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities prospectus, rubles/foreign currency | <i>10,000,000,000 rubles</i> |
| Credit (loan) length, years  | <i>10 years</i>              |
| Average interest on the credit (loan), % p.a.  | <i>11.25%</i>                |
| Number of interest (coupon) periods  | <i>20</i>                    |
| Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears  | <i>none</i>                  |
| Scheduled time (date) of credit (loan) repayment   | <i>November 14, 2025</i>     |
| Actual time (date) of credit (loan) repayment  | <i>not repaid</i>            |
| Other information on the obligation at the issuer's discretion   | <i>N/A</i>                   |

|  |                             |
|--|-----------------------------|
| <b>4. Type and Identification Characteristics of the Obligation</b>  |                             |
| <b>Bonds, Identification Number 4B02-06-55385-E</b>  |                             |
| <b>Terms of the Obligation and Information on Its Fulfillment</b>  |                             |
| Name and location of the creditor (lender)   | <i>Market investors</i>     |
| Principal debt at the time of the creation of the obligation, rubles/foreign currency                                    | <i>6,000,000,000 rubles</i> |
| Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities | <i>6,000,000,000 rubles</i> |

|   |                         |
|---|-------------------------|
| prospectus, rubles/foreign currency   |                         |
| Credit (loan) length, years   | <i>30 years</i>         |
| Average interest on the credit (loan), % p.a.   | <i>10.29%</i>           |
| Number of interest (coupon) periods   | <i>60</i>               |
| Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears | <i>none</i>             |
| Scheduled time (date) of credit (loan) repayment  | <i>October 31, 2045</i> |
| Actual time (date) of credit (loan) repayment   | <i>not repaid</i>       |
| Other information on the obligation at the issuer's discretion  | <i>N/A</i>              |

|  |                             |
|--|-----------------------------|
| <b>5. Type and Identification Characteristics of the Obligation</b>  |                             |
| <b>Bonds, Identification Number 4B02-02-55385-E</b>  |                             |
| <b>Terms of the Obligation and Information on Its Fulfillment</b>  |                             |
| Name and location of the creditor (lender)   | <i>Market investors</i>     |
| Principal debt at the time of the creation of the obligation, rubles/foreign currency  | <i>5,000,000,000 rubles</i> |
| Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities prospectus, rubles/foreign currency | <i>5,000,000,000 rubles</i> |
| Credit (loan) length, years  | <i>10 years</i>             |
| Average interest on the credit (loan), % p.a.  | <i>9.15%</i>                |
| Number of interest (coupon) periods  | <i>20</i>                   |
| Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears  | <i>none</i>                 |
| Scheduled time (date) of credit (loan) repayment   | <i>August 18, 2026</i>      |
| Actual time (date) of credit (loan) repayment  | <i>not repaid</i>           |
| Other information on the obligation at the issuer's discretion   | <i>N/A</i>                  |

|  |                             |
|--|-----------------------------|
| <b>6. Type and Identification Characteristics of the Obligation</b>  |                             |
| <b>Bonds, Identification Number 4B02-03-55385-E</b>  |                             |
| <b>Terms of the Obligation and Information on Its Fulfillment</b>  |                             |
| Name and location of the creditor (lender)   | <i>Market investors</i>     |
| Principal debt at the time of the creation of the obligation, rubles/foreign currency  | <i>5,000,000,000 rubles</i> |
| Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities prospectus, rubles/foreign currency | <i>5,000,000,000 rubles</i> |
| Credit (loan) length, years  | <i>10 years</i>             |
| Average interest on the credit (loan), % p.a.  | <i>9.15%</i>                |
| Number of interest (coupon) periods  | <i>20</i>                   |
| Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears  | <i>none</i>                 |
| Scheduled time (date) of credit (loan) repayment   | <i>August 18, 2026</i>      |
| Actual time (date) of credit (loan) repayment  | <i>not repaid</i>           |
| Other information on the obligation at the issuer's discretion   | <i>N/A</i>                  |

### 2.3.3. Obligations of the Issuer with Regard to Its Collateral

Information about the total value of collateral furnished by the issuer (the value (amount) of outstanding obligations with regard to collateral furnished by the issuer if, under the terms and conditions of such collateral, the relevant obligations are secured in full), specifying the value of collateral furnished by the issuer for third-party obligations (as of the last date of each of the five most recently closed reporting years and as of the last date of the most recently closed reporting period prior to the approval date of the securities prospectus):

| Indicator Description  | <i>rubles in thousands</i> |                   |                   |                   |                   |                    |
|--|----------------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
|  | December 31, 2011          | December 31, 2012 | December 31, 2013 | December 31, 2014 | December 31, 2015 | September 30, 2016 |
| Total amount of collateral furnished by the issuer (amount (value) of outstanding obligations to which the issuer's collateral apply if, upon the terms and conditions of such | 0                          | 0                 | 0                 | 0                 | 11,556,109.5      | 11,556,109.5       |

|  |   |   |   |   |              |              |
|--|---|---|---|---|--------------|--------------|
| collateral, the performance of such obligations is secured in full)  |   |   |   |   |              |              |
| including in relation to third-party obligations   | 0 | 0 | 0 | 0 | 11,556,109.5 | 11,556,109.5 |
| Amount of collateral furnished by the issuer (amount (value) of outstanding obligations to which the issuer's collateral apply if, upon the terms and conditions of such collateral, the performance of such obligations is secured in full) in the form of a pledge   | 0 | 0 | 0 | 0 | 0            | 0            |
| including in relation to third-party obligations   | 0 | 0 | 0 | 0 | 0            | 0            |
| Amount of collateral furnished by the issuer (amount (value) of outstanding obligations to which the issuer's collateral apply if, upon the terms and conditions of such collateral, the performance of such obligations is secured in full) in the form of suretyship | 0 | 0 | 0 | 0 | 11,556,109.5 | 11,556,109.5 |
| including in relation to third-party obligations   | 0 | 0 | 0 | 0 | 11,556,109.5 | 11,556,109.5 |

Information about each case of furnishing collateral if its value accounted for five percent or more of the book value of the issuer's assets as of the last date of the most recently closed reporting period (quarter, year) preceding the furnishing of such collateral: *N/A*

#### 2.3.4. Other Obligations of the Issuer

Any agreements of the issuer, including forward transactions, that are not accounted for in its accounting (financial) statements and may materially affect the issuer's financial condition, liquidity, sources of financing and terms of their use, performance, and expenses: *none*

#### 2.4. Goals of the Issue and Ways of Using Proceeds from the Issue of Issue-Grade Securities

Goals of the issue: *raise funds, including federal budget funds; increase PJSC ROSSETI's shareholdings in distribution grid companies; implement the ROSSETI Group's intragroup programs.*

Ways of using the proceeds from the placement of issue-grade securities: *the proceeds from the placement of issue-grade securities will be used as contributions to the authorized capital of subsidiaries and dependent companies (SDCs) of PJSC ROSSETI in order to:*

- *create the power supply infrastructure for the 2018 FIFA World Cup in Russia.*

*Shares are not placed in order to finance any specific transaction (associated transactions) or any other operation.*

#### 2.5. Risks Associated with the Acquisition of Placed Issue-Grade Securities

*Investments in the Issuer's securities are associated with a certain level of risk. Potential investors, before making any investment decision with respect to the acquisition of securities placed by the Issuer, should thoroughly study the risk factors specified below and other information contained in this Securities Prospectus. Any of the factors described below may adversely impact the Issuer's economic operations and financial condition.*

Risk management policy of the issuer:

*PJSC ROSSETI's performance is affected by risks determined by a number of external factors. Risks are mostly due to macroeconomic factors impacting the Russian economy and certain areas of the Company's activities.*

*The list of such risks provided below is incomplete since there are other risk which are currently not significant, but may have an adverse impact on the Company's activities if the probability of their occurrence and the level of their significance become higher.*

*The Company operates the risk management system (hereinafter, the "RMS" or the "system") covering the levels of PJSC ROSSETI and its subsidiaries and dependent companies. The fundamental principles, goals and objectives, and general approaches to its operation organization and the distribution of responsibilities among its participants are defined in the Risk Management Policy of PJSC ROSSETI (hereinafter, the "Policy") approved by the Company's Board of Directors. The boards of directors of electric grid subsidiaries and dependent companies (SDCs) approved*

similar documents. The Policy is implemented in accordance with internal methodologies and regulations that govern the process of organizing the system and detail risk management methods and tools, including procedures for identifying, assessing, and managing specific types of risks.

In accordance with the Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, PJSC ROSSETI performs strategic, coordinating, and controlling functions in relation to its SDCs and participates in the accomplishment of institutional goals faced by the electric power industry.

With the foregoing taken into account, the Company consolidates risk information related to the ROSSETI Group, assesses risks at PJSC ROSSETI's executive arm level, and formulates proposals for risk mitigation.

### 2.5.1. Industry-Specific Risks

Since PJSC ROSSETI does not perform any direct operating activities and only carries out corporate management of its subsidiaries and dependent companies (SDCs), the industry-specific risks described below are primarily associated with the Company's SDCs.

The Company does not conduct its core activities in any external markets; therefore, industry-specific risks associated with the Issuer's operations are described for the domestic market.

#### Tariff risks

The core activities of the Company's SDCs, the provision of electricity distribution and transmission services and network connection services, are subject to regulation by the government. Taking account of these special features of PJSC ROSSETI's operations, the industry-specific risks of the Company include tariff risks.

The government's tariff regulation policy provides for a change in grid organizations' regulated tariffs in 2016–2018 for the index lower than actual inflation, which leads to the risk that regulatory authorities may impose a pool of tariffs that would not make it possible to take into account economically feasible revenues.

The risk that regulatory authorities may set tariffs lower than an economically feasible level arises out of the following factors:

- economically feasible expenses incurred by grid companies are not taken into account in full in the course of approving tariffs;
- dividend payment expenses in accordance with directives of the Government of the Russian Federation, actual loan debt service expenses, etc. are not recognized as economically feasible;
- a mechanism for redistributing minimum regulated revenue is applied to smooth out tariffs;
- the ceiling value of cross-subsidies established by Resolution of the Government of the Russian Federation No. 750 of July 31, 2014, is limited without due consideration to the objective factors of its growth;
- compared with the indexation of grid tariffs, grid organizations pay more for electricity network losses as a result of an outstripping growth in prices in the wholesale electricity market;
- network connection services are subject to existing and new preferential terms while connection costs are on the rise.

Another tariff risk is that the actual indicators of electricity and capacity consumption are different from the indicators taken into account in the course of making tariff and balancing decisions, including as a result of changes in consumption patterns.

These tariff risks result in a shortfall in tariff revenues received by SDCs from the regulated activities.

Risk management related to tariff regulation is carried out in the following areas:

- interaction with executive authorities of constituent entities of the Russian Federation in government regulation of tariffs in course of designing economically feasible tariffs;
- interaction with federal executive authorities (the Federal Antimonopoly Service, the Ministry of Energy, the Ministry of Economic Development, etc.) in order to systematically improve the principles of tariff regulation;
- appeals filed against regional regulators' decisions by applying the pre-trial resolution of disagreements and by having resort to court proceedings.

The Company also cooperates with federal executive authorities in introducing into legal regulations the fair distribution of cross-subsidies among all customers, the abolishment of the smoothing mechanism of minimum regulated revenue, and the practical application of agreements for regulated activities with regional tariff regulators to hold territorial grid organizations' lost income resulting from interrupted electricity consumption at a fixed level and define a mechanism for settling such lost income.

In addition, to minimize these factors, the Company and SDCs pursue a balanced policy on improving the efficiency of investing and operating activities, aimed at reducing costs and optimally planning the structure of the financing sources.

#### Risk associated with the decreased volume of electricity distribution services

The risk associated with the decreased volume of electricity distribution services is due to the following factors:

##### 1) Overall decline in electricity demand

The principal reason is Russia's contracting investment activity and adverse changes in market conditions, chiefly in the hydrocarbons and metals markets, amid international sanctions. Statistics show the continuing decline in industrial production in the Russian Federation.

2) *External electricity supply optimized by customers decreasing electricity consumption from Russia's United Power System (Unified National (All-Russian) Electric Grid) and making increasingly wide use of in-house generation facilities.*

*The negative factors affecting Russia's socioeconomic activities were a fall in real household income, a higher level of inflation, a rise in production costs, etc.*

*In order to minimize this risk, the Company and SDCs carry out measures to enhance the reliability of the predicted volume of electricity distribution services for pricing and business planning purposes.*

*Risks associated with the provision of network connection services for electricity consumers, specifically a risk of a shortfall in a requesting entity's volume of connected capacity in network connection requests.*

*In order to reduce this risk, the Company works to monitor the maximum capacity requested in network connection requests and cause SDCs of PJSC ROSSETI to assume the appropriate scope of obligations under network connection contracts.*

*Network connection services involve a risk that financing sources may be insufficient for measures to perform contracts.*

*A potential factor contributing to this risk is amendments to Russian laws in relation to network connection fees for power-receiving equipment rated below 150 kW. To minimize the risk, the Company forms the appropriate scope of obligations under network connection contracts, develops project documents, and submits to regulatory authorities the necessary documents to justify the economic feasibility of network connection fee rates. Approaches to organizing the business process related to the performance of electricity network connection services are improved.*

*Given that the number of network connection requests is not consistent with the capability to grant them, there are risks that network connections may fail to be provided, which may eventually adversely affect revenues because of the loss of potential customers, that antimonopoly laws may be violated as related to electricity distribution and network connection services, and, consequently, that litigation may be initiated by requesting entities.*

*With coordination and control on the part of PJSC ROSSETI, SDCs take measures to improve the efficiency of the process of processing customers' network connection requests, including by means of using information technology and template solutions in improving the business process. Simultaneously, the process of providing network connection services is explained to customers, including by using the Customer Relations Portal on the Company's website and customer service centers and call centers of PJSC ROSSETI's SDCs.*

*There is also a risk of lost profits resulting from the failure to perform network connection contracts. The principal risk factor is the nonfulfillment by requesting entities of their obligations, including from their abandonment of network connections. This leads to the nonutilization of commissioned equipment and to lost profits from electricity distribution services.*

*In order to mitigate this risk, SDCs explain obligations under network connection contracts, together with the implications of their nonperformance (penalties, extended deadlines of network connections), to requesting entities and file claims against requesting entities for damages in relation to abandoned network connections and for damages payable to superior grid organizations.*

*Risk associated with the failure of customers to pay for provided electricity distribution services (contested and uncontested overdue receivables).*

*This risk arises from imperfect operation mechanisms of the retail electricity market and from the insufficiency of existing mechanisms for encouraging customers to make timely payments for electricity distribution services and also results from macroeconomic factors.*

*This entails disagreements between electric grid companies and retail companies over the volume of consumed electricity and capacity. This leads to overdue receivables related to electricity distribution services provided by SDCs, impairing the liquidity and financial stability of the Company's SDCs.*

*The Company and SDCs take measures to eliminate the causes of disagreements, reduce contested overdue receivables for their services provided, cooperate with federal governmental authorities in preparing amendments to the rules for the operation of the retail market, form judicial practice, and set positive precedents. In addition, the Company's SDCs implement the Long-Term Development Programs for Electricity Metering Systems in the Retail Electricity Market in Distribution Grids of PJSC ROSSETI's SDCs approved by their boards of directors.*

*A significant factor influencing the level of payment for provided electricity distribution services is an imbalance in the existing incentives for the fulfillment of obligations in the wholesale and retail electricity markets. The risk of losing the Wholesale Electricity (Capacity) Market entity status due to failure to comply with extremely tight payment schedules motivates customers (mainly, suppliers of last resort) to give priority to the obligations to pay for electricity purchased in the Wholesale Electricity (Capacity) Market while paying for electricity distribution services on a secondary basis.*

*With the aim of minimizing the risk of nonpayments, the Company implements the Program for Improving the Efficiency of Measures to Reduce Receivables for Electricity Distribution Services.*

*Federal Law No. 307-FZ of November 3, 2015, "On Amendments to Specific Legislative Acts of the Russian Federation in Connection with the Enhancement of the Payment Discipline of Energy Resource Users," effective from December 5, 2015, is expected to become an effective mechanism to reduce the risk of nonpayments.*

*Since the Company does not perform any direct operating activities and its core business is corporate management of SDCs, there are no risks associated with possible changes in any prices of raw materials and services used by the Company or associated with possible changes in any prices of the Company's products and/or services, which risks may affect the Company's activities and the performance of its securities-related obligations.*

## 2.5.2. Country and Regional Risks

Since PJSC ROSSETI does not perform any operating activities and is only in charge of corporate management of IDGCs, country and regional risks are primarily incurred by the Company's SDCs.

### Risks associated with the political and economic situation in the country and regions.

Country and regional risks incurred by the Company and SDCs are determined primarily by macroeconomic factors existing globally, nationwide, and at regional level. These factors may cause the risks that will eventually lead to a reduction in the Company's and SDCs' revenues and affect their shareholder value.

The volatile external conditions, international sanctions, lower credit ratings, higher inflationary pressures contribute to the ROSSETI Group's economic decline in the regions and an increase in borrowing costs and lead to the risk of a potential growth in SDCs' receivables.

With the aim of mitigating the macroeconomic risk, the Company and SDCs take comprehensive measures to optimize the share of borrowings in their total capital, take out fixed interest rate loans, and enhance the efficiency of operating and investment expenses.

The impact of macroeconomic risks on the volume of electricity distribution services provided by the Company's SDCs and measures to minimize the consequences of materialized risks are described in more detail in Section 2.5.1 "Industry-Specific Risks."

### Risks associated with possible military conflicts and their implications, imposition of the state of emergency, and strikes in the regions.

A significant contributor to the uninterrupted operation of the Russian electric grid sector will be efforts to ensure the safety and security of its facilities. Damage to SDCs' activities can be caused by illegal interference in SDCs' operations, including acts of terrorism, as well as international terrorism, and by nationalists from certain countries. These acts, along with potential governmental counterterrorism measures and the imposition of the state of emergency in certain regions where the Company's SDCs operate, can have an adverse effect not only on fulfilling SDCs' functions specified in the Strategy for Development of the Electric Grid Sector of the Russian Federation in general but also on the amount of investment and on the value of the Company's securities.

However, the Company estimates that these risks are unlikely to occur.

### Risks associated with the geographical characteristics of the country(ies) and regions, including the potential effects of natural disasters, interruptions to transportation due to remoteness and/or inaccessibility, etc.

The Company's SDCs operate in a considerable area of Russia with diverse climatic, natural, and temperature conditions. Therefore, there are risks associated with natural and climatic emergencies (hurricanes, heavy rains, high water and floods, snow drifts, icing, power outages due to fires, domestic gas explosions, etc.). This can result in interruptions to the region's electricity supply and transportation.

Risks associated with high likelihood of natural disasters are assessed by the Company as minimal.

Risks associated with the possible interruption of transportation due to remoteness and/or inaccessibility are assessed by the Company as minimal.

## 2.5.3. Financial Risks

The issuer's exposure to risks associated with interest rates changes, exchange rate changes, the issuer's activities, or hedging operations conducted by the issuer in order to mitigate the adverse impacts of the above-mentioned risks.

### Risks associated with exchange rate changes.

Currently, all revenues and an overwhelming majority of operating and investing expenses of the Company and its SDCs are denominated in rubles. PJSC ROSSETI and its SDCs do not have any foreign currency-denominated loan debts or any investments in foreign companies whose value is exposed to risks associated with exchange rate changes.

Exchange rate changes have a certain adverse impact on the Company's financial and economic performance. Information about the impact of currency fluctuations on the implementation of capital investment programs is contained below.

### Risks associated with interest rate changes.

The Company and SDCs borrow to refinance debts and finance SDCs' capital investment programs.

The loan portfolio of the Company and SDCs consists mostly of fixed interest rate instruments. To reduce the risk of higher interest costs, the Company and SDCs take measures to minimize the loan portfolio, including by means of optimizing their operating expenses and capital investment programs and by means of using their own funds to partially repay debts.

### Risks associated with possible failure to receive money from bank accounts.

The Company and its SDCs are provided with payment and cash services by five key banks ranking among Russia's 20 largest banks in terms of net asset value. Therefore, this risk is minimized by concentrating a large amount

of the Company's and SDCs' cash turnover at Russian major banks.

The risk associated with the possible nonrepayment of fixed-term deposits is minimized by setting ceiling limits on deposits with counterparty banks (as a percentage of banks' asset value as of the latest balance sheet date) and monitoring compliance with such limits.

**Risks associated with impaired financial stability and financial solvency.**

These risks are determined by the simultaneous and unidirectional effects of several factors, and it is reasonable to single out the following factors:

- set tariffs;
- lower financial solvency of electricity consumers;
- lower volume of electricity distribution services provided;
- inflation factors (higher loan interest rates, inflation, changes in US dollar and euro exchange rates, etc.);
- volatility in the financial markets;
- increased number of network connection requests.

The Company and SDCs manage the risk of impaired financial stability and financial solvency by optimizing their capital structure, monitoring compliance with debt limits under the Regulations for Credit Policy approved by the Boards of Directors of the Company and SDCs, pursuing a policy on receivables and payables management, and implementing other measures that help minimize the potential adverse impact of this risk on the Company and SDCs.

The issuer's expected action in the event of adverse effects of exchange rate changes and interest rate changes on the issuer's activities:

In the event of one or more of the above-listed risks, PJSC ROSSETI will take all possible measures to minimize its negative effects. To partly neutralize risks, the Company has taken a number of protective measures and developed possible actions for the Company in case of some risk or other. However, it should be noted that preliminary development of adequate measures is complicated by the uncertainty of the situation and the parameters of activities to be performed will to a great extent depend on the characteristics of each particular situation. PJSC ROSSETI cannot guarantee that the actions aimed at overcoming negative changes will improve the situation since the factors described above are beyond the control of PJSC ROSSETI.

**Inflation impact on the yield on securities, critical inflation rates in the issuer's opinion and the issuer's expected action aimed at mitigating the above-mentioned risk.**

Changes in the consumer price index have certain effects on SDCs' interest costs, profitability, and, consequently, the financial condition of the Company and SDCs and their ability to perform obligations.

It is not possible to predict the critical inflation rate for Company and SDCs since consideration should be given not only to consumer price level but also to changes in the actual purchasing power of the ruble, situation in the electricity markets, the government's future monetary policy, and tariff regulation policy with respect to the electric grid sector.

Additionally, in accordance with Resolution of the Government of the Russian Federation No. 1178 of December 29, 2011, "On Pricing in the Area of Regulated Prices (Tariffs) in the Electric Power Industry," electricity tariff regulation takes into account the inflation rate (consumer price index) specified in the Forecast of the Socioeconomic Development of the Russian Federation.

Therefore, the Company and SDCs assess these risks as moderate.

**The indicators of the issuer's financial statements exposed to the above-mentioned financial risks to the greatest extent possible, including risks, their likelihood and the nature of changes in statements:**

The main indicator exposed to financial risks to the greatest extent possible is the Issuer's profit.

The opportunities of SDCs to raise the prices of electric power transportation services are restricted by government regulation, i.e. cannot be changed by companies depending on changes in inflation rates and at the same time the costs of the companies whose shares are owned by the Issuer (which are mostly denominated in rubles) change in line with inflation rates. Therefore, inflation processes may cause a drop in net profit of the companies whose shares are owned by the Issuer, resulting, in its turn, in lower net profit which is used for paying dividends collected by the Issuer.

In addition, a material factor affecting key financial indicators is low payment discipline (detailed information about the risk and related risk minimization measures is contained in Section 2.5.1. "Industry-Specific Risks").

If these risk factors materialize, the Company's SDCs may find themselves incapable of fulfilling financial and other restrictive conditions (covenants) contained in loan agreements, specifically total debt to EBITDA, debt to equity, current ratio, and net asset value. In order to minimize this risk factor, the Company monitors SDCs' capital structure, defines the optimum parameters for borrowings, and carries out measures to streamline the working capital structure.

Nature of changes in statements: SDCs' higher expenses, SDCs' and the Issuer's reduced profit, and SDCs' increased receivables.

As assessed by the Issuer, the likelihood that financial risks will occur is moderate due to changes in the macroeconomic situation and the degree of instability in financial markets. Financial risks are at an acceptable level and cannot materially affect the Issuer's ability to perform its obligations.

#### 2.5.4. Legal Risks

*The Company does not conduct its core activities in any external markets; therefore, legal risks associated with the Issuer's operations are described for the domestic market.*

*The Company builds its activities on compliance with the applicable legal regulations of the Russian Federation, including currency, tax, and customs laws, and monitors amendments thereto on an ongoing basis.*

*The Company does not expect any short-term major risk in its financial and economic activities associated with changes in tax law and currency control or changes in the rules of customs control and duties.*

*The Company's legal risks can be caused by the characteristics of the applicable laws and court system, manifesting itself, in particular, in different court practices on the same issues and the interpretation of laws in general, the collision of legal norms, resulting in the risk of subjective and arbitrary assessment by court authorities of the Company's business facts and tax payments made by the Issuer.*

*In general, to minimize various legal risks the Company, on a mandatory basis, conducts preliminary legal review of planned corporate procedures, conducted transactions and other aspects of financial and economic activities provided for by the applicable laws and/or Articles of Association of the Company. Additionally, the Company updates local regulatory documents with respect to claim-related work.*

#### **Compliance risk**

*Activities of the Company and SDCs are governed and overseen by Russian authorities and agencies, primarily by the following: Federal Antimonopoly Service; Federal Taxation Service; Ministry of Energy; Bank of Russia; Federal Service for Environmental, Technological and Nuclear Supervision; etc. Furthermore, as government-linked companies, the Company and SDCs implement ordinances and instructions issued by the Government of the Russian Federation, and their proper use of budgetary funds allocated for significant capital investment projects is supervised by the Accounts Chamber of the Russian Federation.*

*Due to the placement of the Company's financial instruments on Russian and UK trading floors, the Company satisfies the requirements laid down in Federal Law No. 224-FZ of July 27, 2010, "On Combating Insider Information Misuse and Market Manipulation and on Amendments to Certain Legislative Acts of the Russian Federation," Federal Law No. 251-FZ of July 23, 2013, "On Amendments to Specific Legislative Acts of the Russian Federation in Connection with the Transfer of the Authority to Regulate, Control, and Supervise Financial Markets to the Central Bank of the Russian Federation," Federal Law No. 149-FZ of July 27, 2006, "On Information, Information Technology, and Information Protection," regulations of the Bank of Russia, Federal Law No. 39-FZ of April 22, 1996, "On the Securities Market," Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies," and Directive 2003/6/EC of the European Parliament and of the Council on insider dealing and market manipulation (market abuse) as incorporated into English law as applicable to the Company's activities.*

*In order to minimize the compliance risk, PJSC ROSSETI and PJSC ROSSETI's SDCs set up a vertically integrated unified system of anti-corruption. The Board of Directors of PJSC ROSSETI approved a restated version of the Anti-Corruption Policy of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI subject to the provisions of the Anti-Corruption Charter of the Russian Business. In accordance with PJSC ROSSETI's standard forms, PJSC ROSSETI's SDCs approved a number of regulations and orders governing measures to prevent and combat corruption.*

*In addition, as required by PJSC ROSSETI, PJSC ROSSETI's SDCs take all necessary measures to prevent transactions with persons affiliated or otherwise connected with employees of PJSC ROSSETI's SDCs.*

*The Company started the process of automating the collection and verification of information on income, expense, property, and property obligations in PJSC ROSSETI and PJSC ROSSETI's SDCs.*

*Each of SDCs' employees has signed an addendum to the employment contract (Anti-Corruption Policy Compliance Agreement).*

*Declarations of conflicts of interest of candidates for vacant positions are verified, and a report is made on the results of verification for each candidate.*

#### **2.5.5. Reputational Risk**

*Activities of the Company and SDCs are aimed at fulfilling all of their obligations to customers and counterparties. The Company and SDCs are constantly working to secure a reliable and uninterrupted power supply, improve the quality of their services, and increase their customer focus, i.e. achieve the goals defined by the Strategy for Development of the Electric Grid Sector of the Russian Federation. The successful accomplishment of these goals and objectives determines the Company's reputation to a great extent.*

*In order to mitigate this risk, the Company and SDCs pursue the uniform Policy on Society, Customer, and Government Relations and interact on a constant basis with all stakeholders via several communication channels, including the Internet.*

*Since SDCs of PJSC ROSSETI are natural monopolies, it is unlikely that they will be affected by a considerable outflow of customers and suppliers or by a decrease in the volume of services due to the possible impact of adverse reputational factors.*

#### **2.5.6. Strategic Risk**



*The long-term development areas of the entire electric power industry as a key industry and the Company and SDCs are determined by the government. Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, approved the Strategy for Development of the Electric Grid Sector of the Russian Federation.*

*The Company's Long-Term Development Program approved by the Board of Directors of PJSC ROSSETI is intended to ensure the achievement of the targets set by the Strategy with due consideration to PJSC ROSSETI's authority and the current economic situation.*

*The Company's Long-Term Development Program is an internal policy document covering the period from 2015 to 2019 and containing the lists of mechanisms and measures to ensure the achievement of PJSC ROSSETI's strategic goals.*

*In order to minimize possible risks associated with the achievement of the Company's strategic goals and objectives due to potential changes in the internal and external environments of the Company's and SDCs' operations, the Company organizes the periodic monitoring of how the Long-Term Development Program is carried out and regular external audits of its implementation.*

#### **2.5.7. Risks Associated with the Issuer's Activities**

##### **Issuer-specific risks or risks associated with the issuer's core financial and economic activities, including:**

##### **Risks associated with pending legal proceedings in which the issuer participates:**

*There were no risks associated with pending legal proceedings in which the Issuer participated on the approval date of this Securities Prospectus.*

##### **Risks associated with the impossibility of extending the issuer's license to perform a certain type of activity or use constrained assets (including natural resources):**

*License Series GT No. 0078032, registered under No. 4970 of August 29, 2014, valid until October 28, 2017, to perform work associated with the use of national security information. The license will be renewed in accordance with the procedure specified in Resolution of the Government of the Russian Federation No. 333 of April 15, 1997;*

*License LSZ No. 0011836, registered under No. 14389 N of June 25, 2015, issued for an indefinite term, to design, manufacture, and distribute encryption (cryptographic) tools, information systems and telecommunication systems with encryption (cryptographic) protection, and perform work and provide services in relation to data encryption and in relation to the maintenance of encryption (cryptographic) tools, information systems and telecommunication systems protected with encryption (cryptographic) protection.*

*The probability that such risks occur is low.*

##### **Risks associated with the possible liability of the issuer for third-party debts, including the issuer's subsidiaries:**

*Currently, the Company is not liable for any third-party debts since the Company did not collateralize such obligations. However, the Company provided suretyship to secure the performance by PJSC ROSSETI's subsidiaries of their obligations as part of the implementation of the Smart Grid Construction Investment Project pursuant to Ordinance of the Government of the Russian Federation No. 1059-r of June 16, 2014.*

*Risks associated with the possible liability of the issuer for third-party debts are assessed by the Company as negligible.*

*The Company can assume liability for the debts owed by its SDCs if the Company's instructions binding upon SDCs cause losses or bankruptcy to such SDCs. However, the Company uses its best efforts to prevent such situations and maintain SDCs' financial stability. The above-mentioned risks are unlikely to occur.*

##### **Risks associated with the possible loss of customers accounting for at least 10 percent of total revenue from the sale of the issuer's products (work, services):**

*Since the Company's core business is the corporate management of SDCs, the Company does not incur the risk of customer loss.*

*The Company does not conduct direct operating activities, and its core business is the corporate management of SDCs. The principal risks associated with SDCs' activities are as follows:*

- operational and technological risk;*
- investment (project) risk.*

##### **Operational and technological risk**

*One of the main type of operating activities conducted by the Company's SDCs is to provide electricity transmission and distribution services.*

*Electricity transmission and distribution services include a series of organizationally and technologically interrelated measures, including in relation to operational process control, to ensure electricity transmission and distribution through electric grids' equipment in accordance with the mandatory requirements applicable to electricity reliability and quality.*

**Operational and technological risks affecting this activity type include the risk of impaired electricity supply reliability.**

*The following factors contribute to operational and technological risks:*

- natural and anthropogenic emergencies impairing the operating capability of electric grid equipment;*

– high physical deterioration and obsolescence of electric grid assets;  
– nonfulfillment of regulatory and technical requirements as related to failure to conform to the permissible values of the process parameters of electric grid equipment's operation; mistakes made by operating personnel and resulting in emergency situations.

*If these risks materialize, this may have a material economic and reputational effect on the Company.*

*In order to minimize the impact of the above-mentioned factors, the Company and SDCs take the following organizational and technical measures:*

*1. Raise the level of traceability and manageability in the electric grid sector and reduce the time of remedying emergency situations:*

– optimizing operational process and situation control systems;  
– developing and improving automated operational process and situation control systems;  
– improving systems for analyzing process failures and forecasting their consequences;  
– expanding the stock of reserve power supply equipment and the stock of vehicles and special equipment for accident recovery work;

– improving the emergency reserve management system;  
– enhancing the performance of mobile accident recovery crews and improving the quality of their personnel;  
– cooperating with electricity industry entities, the Ministry of Energy of the Russian Federation, the Ministry of Civil Defense, Emergencies and Disaster Relief of the Russian Federation, the Hydrometeorological Centre of the Russian Federation (including in such areas as wildfire suppression, control of critical changes in water body levels, glaze ice control, control of excess wind loads, and control of abnormal weather conditions), executive authorities of constituent entities of the Russian Federation, and Electricity Distribution Security Headquarters.

*PJSC ROSSETI created a common database relating to the available resources of PJSC ROSSETI's SDCs and preparedness for remedying emergency situations in the electric grid sector: the availability of the emergency reserve, backup power sources, mobile accident recovery crews, and mobile substations and factory-assembled modular switchgear units; agreements with the Ministry of Civil Defense, Emergencies and Disaster Relief of the Russian Federation, the Federal Service for Hydrometeorology and Environmental Monitoring of the Russian Federation, contractors, PJSC ROSSETI's SDCs and their branches, and territorial grid organizations; participation in the federal commissions (headquarters) ensuring power supply security for constituent entities of the Russian Federation; information on significant accidents, remedied large-scale power outages, joint exercises, members of the Headquarters, and contact persons; schematic maps of operated electric grid facilities, emergency preparedness certificates; interaction workflows for organizing accident recovery work at substations (overhead lines).*

*2. Reduce the physical deterioration of electric grid equipment and bring electric grid equipment into line with regulatory requirements:*

– aligning overhead lines rated 0.4 kV and above with standards (clearing and expanding);  
– rehabilitating and modernizing electric grid facilities;  
– carrying out the programs to eliminate bottlenecks in the electric grid sector;  
– carrying out the programs to prevent glaze ice from damaging power lines that are prone to glaze ice;  
– implementing the energy conservation and energy efficiency enhancement program;  
– carrying out the insurance program.

*In order to enhance the operating reliability of electric grid facilities, work is underway on implementing and developing the production asset administration system.*

*3. Provide training and advanced training for production personnel and control their activities.*

#### *Investment (project) risk*

*Since PJSC ROSSETI does not perform any operating activities and is only in charge of corporate management, the investment (project) risk is incurred by the Company's SDCs.*

*The implementation of SDCs' capital investment programs makes it necessary to mobilize both internal and borrowed considerable financial resources conforming to the regulation parameters.*

*In this connection, one of the investment risks is the risk of decreased financing sources for the capital investment programs of PJSC ROSSETI's SDCs. At present, this risk results from the external environment in which the electric power industry operates, specifically:*

– the unstable ruble exchange rate;  
– a rise in forecasted inflation;  
– an increase in borrowing costs;  
– the low liquidity of financial markets;  
– a decrease in net delivery of electricity.

*As part of efforts to mitigate the investment risk, the capital investment programs of PJSC ROSSETI's SDCs take account of the following key efficiency criteria:*

– raising the reliability and affordability of the grid infrastructure;  
– reducing the physical deterioration of electric grid facilities and modernizing them;  
– achieving a high utilization rate of commissioned facilities;  
– optimizing technical solutions based on the necessity of excluding the use of imported equipment and materials whose value is highly dependent on foreign exchange rates.

*The Company conducts the annual monitoring of unit construction costs of investment projects as part of the benchmarking and comparative analysis of unit construction cost indicators of subsidiaries and dependent companies of subsidiaries/subsidiary subsidiaries and dependent companies of PJSC ROSSETI and their branches.*

*The inadequate financing of capital investment programs and the need to optimize such programs involves the risk that tariff revenues may go down in the event of failure to carry them out. There are also risks of the delayed commissioning of facilities covered by SDCs' investment programs, possibly due to the nonperformance or delayed performance by contractors and suppliers of their obligations. With a view to mitigating such risks and improving the quality of investment project implementation, the Company fulfills the requirements of methodological and administrative documents and uses independent construction inspections at facilities of PJSC ROSSETI's SDCs.*

#### 2.5.8. Bank Risks

*Not applicable since the Issuer is not a credit institution.*

### Section III. Detailed Information Concerning the Issuer

#### 3.1. Establishment History and Development of the Issuer

##### 3.1.1. Data Concerning the Issuer's Corporate Name

Full corporate name of the issuer in Russian: *Публичное акционерное общество «Российские сети»*

Full corporate name of the issuer in English: *Public Joint Stock Company ROSSETI*

Effective from: *July 17, 2015*

Short corporate names of the issuer in Russian: *ПАО «Россети»*

Short corporate names of the issuer in English: *PJSC ROSSETI*

Effective from: *July 17, 2015*

*The issuer's corporate name (in the case of a nonprofit organization, name) is registered as a trademark or service mark.*

*Registration details of the above-mentioned trademarks:*

*On November 27, 2014, the Federal Service for Intellectual Property of the Russian Federation registered ROSSETI as trademark (service mark) on the State Register of Trademarks and Service Marks:*

*POCCEТИ (Certificate No. 527876, priority dated July 31, 2013, valid until July 31, 2023);*

*ROSSETI (Certificate No. 527877, priority dated July 31, 2013, valid until July 31, 2023).*

*Trademark (service mark) image:*



Previous full and short corporate names and legal forms of ownership, specifying the dates of and grounds for changes:

Full corporate name: *Открытое акционерное общество «Холдинг МРСК», Joint Stock Company Holding MRSK*

Short corporate name: *ОАО «Холдинг МРСК», JSC Holding MRSK*

Name introduction date: *July 1, 2008*

Name introduction grounds:

*On July 1, 2008, the establishment of Joint Stock Company Holding MRSK as a result of reorganization through a spin-off was registered on the Uniform State Register of Juridical Persons.*

Full corporate name: *Открытое акционерное общество «Холдинг межрегиональных распределительных сетевых компаний», JSC Interregional Distribution Grid Companies Holding*

Short corporate name: *ОАО «Холдинг МРСК», JSC IDGC Holding*

Name introduction date: *June 30, 2009*

Name introduction grounds:

*On December 30, 2008, pursuant to the resolution of the Extraordinary General Meeting of Shareholders of JSC IDGC Holding, a restated version of the Articles of Association of the Company was approved renaming the Company JSC Interregional Distribution Grid Companies Holding. The restated version of the Articles of Association was*

registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on June 30, 2009.

Full corporate name: *Открытое акционерное общество «Российские сети», Joint Stock Company Russian Grids*

Short corporate name: *ОАО «Россети», JSC Russian Grids*

Name introduction date: *April 4, 2013*

Name introduction grounds:

*On March 23, 2013, the Extraordinary General Meeting of Shareholders of JSC IDGC Holding resolved to approve amendments to the Company's Articles of Association, renaming JSC IDGC Holding Joint Stock Company Russian Grids (JSC Russian Grids). The corresponding amendments to the Articles of Association were registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on April 4, 2013.*

Full corporate name of the issuer: *Открытое акционерное общество «Российские сети», Joint Stock Company ROSSETI*

Short corporate name: *ОАО «Россети», JSC ROSSETI*

Name introduction date: *April 4, 2013; July 25, 2014*

Name introduction grounds:

*On March 23, 2013, the Extraordinary General Meeting of Shareholders of JSC IDGC Holding resolved to approve amendments to the Company's Articles of Association, renaming JSC IDGC Holding Joint Stock Company Russian Grids (JSC Russian Grids). The corresponding amendments to the Articles of Association were registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on April 4, 2013.*

*On June 30, 2014, the Annual General Meeting of Shareholders of JSC Russian Grids resolved to approve a restated version of the Company's Articles of Association, changing the Company's corporate name in English. The corresponding amendments to the Articles of Association were registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on July 25, 2014.*

Full corporate name of the issuer: *Публичное акционерное общество «Российские сети», Public Joint Stock Company ROSSETI*

Short corporate name: *ПАО «Россети», PJSC ROSSETI*

Name introduction date: *July 17, 2015*

Name introduction grounds:

*On June 30, 2015, the Annual General Meeting of Shareholders of JSC ROSSETI resolved to approve a restated version of the Articles of Association of the Company. In accordance with the Articles of Association, Joint Stock Company ROSSETI (JSC ROSSETI) is renamed Public Joint Stock Company ROSSETI (PJSC ROSSETI).*

*The restated version of the Articles of Association of the Company was registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on July 17, 2015.*

### 3.1.2. Information Concerning the Issuer's State Registration

Principal State Registration Number of the Corporate Entity: *1087760000019*

Registration date: *July 1, 2008*

Registration authority: *Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46.*

### 3.1.3. Information Concerning the Issuer's Establishment and Development

*The period of the Issuer's duration is perpetual.*

Overview of establishment and development of the issuer. Goals of the issuer's establishment, the issuer's mission (if any) and other information concerning the issuer's activities that is of importance for making a decision to acquire the issuer's securities:

*On July 1, 2008, the incorporation of Joint Stock Company Holding MRSK was registered on the Uniform State Register of Juridical Persons.*

*JSC Holding MRSK (later, JSC IDGC Holding) was established as part of the reorganization of RAO UES of Russia (the resolution of the Extraordinary General Meeting of Shareholders of RAO UES of Russia of October 26, 2007) on completion of one of the stages of electric power industry reform with the Russian Federation holding a 52.68% stake in the new company's authorized capital.*

*On December 30, 2008, the Company was renamed JSC Interregional Distribution Grid Companies Holding (JSC IDGC Holding).*

*In order to improve the efficiency and further the development of the Russian electric grid sector, coordinate work on the management of the electric grid sector, and keep down tariffs for ultimate electricity consumers, Decree of President of the Russian Federation Vladimir Putin No. 1567 of November 22, 2012, specifies the principal goals of reforming the sector, including establishing JSC Russian Grids (later renamed JSC ROSSETI).*

*On April 4, 2013, the information that JSC IDGC Holding was renamed Joint Stock Company Russian Grids (JSC Russian Grids) was registered on the Uniform State Register of Juridical Persons.*

*On June 14, 2013, a stake in Open Joint-Stock Company Federal Grid Company of Unified Energy System (JSC FGC UES) was contributed by the Russian Federation, represented by the Federal Agency for State Property Management, to the authorized capital of JSC Russian Grids. The stake held by the Russian Federation in the Company's authorized capital was increased to 85.31%.*

*On September 11, 2013, the Board of Directors of the Company resolved to establish Technical Supervision Center, a branch of Joint Stock Company ROSSETI (TSC, a branch of JSC ROSSETI). TSC, a branch of JSC ROSSETI, was established as part of measures to accomplish the goal of formulating the electric grid sector's uniform technical policy defined by the Strategy for Development of JSC ROSSETI and contributes to securing a reliable electricity supply, ensuring the efficiency and safety of electric grid facilities, implementing a unified approach to technical supervision at electric grid facilities, implementing the principles of independent technical supervision, and improving the quality of technical supervision.*

*On April 4, 2014, with the aim of ensuring energy security and securing an uninterrupted electricity supply for the Crimean Federal District, the Board of Directors of the Company resolved to open the Representative Office of Joint Stock Company ROSSETI in the Crimean Federal District in Simferopol.*

*On June 30, 2015, the Annual General Meeting of Shareholders of JSC ROSSETI approved a restated version of the Articles of Association of the Company, renaming the legal form (PJSC ROSSETI). The restated version of the Articles of Association of the Company was registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 with the corresponding amendments entered in the Uniform State Register of Juridical Persons on July 17, 2015.*

*At present, PJSC ROSSETI holds controlling interests in the federal grid company (FGC UES, PJSC), 11 interregional distribution grid companies (IDGC of North-West, PJSC; IDGC of Center and Volga Region, PJSC; IDGC of Centre, PJSC; IDGC of South, PJSC; IDGC of Northern Caucasus, PJSC; PJSC IDGC of Siberia; IDGC of Volga, PJSC; IDGC of Urals, PJSC; PJSC LENENERGO; PJSC MOESK; and JSC Tyumenenergo), and four distribution grid companies (JSC Yantarenergo; Kubanenergo; PSC TDC; and NURENERGO, JSC) operating in specific regions.*

*Additionally, the Company holds controlling interests in entities engaged in power retail, R&D, and construction.*

Goals of the issuer's establishment:

*As specified in paragraph 3.1 of Article 3 of the Articles of Association of the Company, the principal purposes of the Company's activities are as follows:*

- earn profit for the Company;*
- manage the electric grid sector;*
- ensure the Russian Federation's control over the activities of the territorial grid organizations established in the course of reorganizing joint-stock companies for energy and electrification and over the activities of the organization managing the Unified National (All-Russian) Electric Grid;*
- ensure the reliable functioning and development of the electric grid sector;*
- create the necessary conditions for attracting investment with the aim of developing and enhancing the efficiency of the electric grid sector's activities;*
- organize work on introducing advanced research results and innovative solutions into the electric grid sector.*

Core activities of the issuer:

*As specified in paragraph 3.2 of Article 3 of the Articles of Association of the Company, the Company's core activities are as follows:*

- exercise of the rights of a shareholder (member) of the economic entities whose shares (stakes) are held by the Company;*
- exercise of the authority vested in executive bodies of joint-stock companies and other economic entities in accordance with the procedure provided for in law and agreements entered into by the Company;*
- development of electric grids and other electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*
- development of communications and remote control networks, instrumentation and metering devices, protective relaying and automated emergency control equipment, and other process equipment related to the operation of electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*
- building inspection activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs;*
- organization of construction, rehabilitation, and overhaul repair activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs (general contractors);*
- activities in energy conservation and energy efficiency enhancement;*
- asset management;*
- provision of advisory services;*
- securities-related transactions in accordance with the procedure set forth in the applicable laws of the Russian Federation;*
- agency activities;*

- design and estimate, exploration, and research and development work;
- foreign economic activities;
- forwarding services;
- performance of work determining the conditions of synchronous operation in accordance with the United Power System of Russia modes under contracts;
- operation of energy facilities that are not owned by the Company under contracts with the owners of such facilities;
- activities related to work associated with environment protection;
- activities related to environmental impact, environment protection, the use of natural resources, and the recovery, storage, and removal of industrial waste;
- supervision over the safe maintenance of electric and heat-consuming equipment used by customers connected to the Company's thermal and electric networks;
- educational activities, including extended education;
- training and knowledge evaluation with respect to rules, regulations, and guidelines related to operational maintenance, occupational health and safety, industrial safety, and fire protection;
- organization and performance of defense activities in connection with mobilization training, civil defense, emergencies, and the protection of national security information in accordance with the laws of the Russian Federation;
- safeguarding activities only for the purposes of the Company's own security within the Security Service of the Company whose operations shall be governed by the Law of the Russian Federation "On Private Detective and Safeguarding Activities in the Russian Federation" and the laws of the Russian Federation;
- support for the operation of power equipment in accordance with the applicable regulations; timely and high quality repair of power equipment; technical upgrading and rehabilitation of power facilities;
- energy supply to customers connected to the Company's electricity and heat networks under contracts;
- mastering of new equipment and technology ensuring the efficient, safe, and environmentally acceptable operation of the Company's facilities;
- activities related to the operation of heat networks;
- development of communications equipment and the provision of communications services;
- storage of oil and its derived products;
- operation of explosion-hazardous production facilities;
- operation of fire-hazardous production facilities;
- operation and maintenance of facilities supervised by the Federal Service for Environmental, Technological and Nuclear Supervision of the Russian Federation;
- operation of buildings and structures;
- metrological support for production;
- activities related to the treatment of hazardous waste;
- activities related to the operation of in-house gas networks;
- activities related to the repair of measuring instruments;
- other activities.

Other information concerning the issuer's activities that is of importance for making a decision to acquire the issuer's securities: *N/A*.

#### 3.1.4. Contact Details

Location of the issuer: **Moscow, Russia**

Address of the issuer as specified in the Uniform State Register of Juridical Persons:

**Russia, 121353, Moscow, ul. Belovezhskaya, 4**

Postal address of the issuer: **Russia, 121353, Moscow, ul. Belovezhskaya, 4**

Telephone of the issuer: **(495) 995-5333**

Fax of the issuer: **(495) 664-81-33**

E-mail of the issuer: **info@rosseti.ru**

Information about the issuer and the securities (being) placed by the issuer is available on the Internet at **www.rosseti.ru** and **http://www.e-disclosure.ru/portal/company.aspx?id=13806**

Notices of the General Meeting of Shareholders of the Issuer are published on the Internet at **www.rosseti.ru**

Information concerning the issuer's (third party's) special function (if any) interacting with the issuer's shareholders and investors:

Name of the issuer's special function interacting with the issuer's shareholders and investors: **Shareholder and Investor Relations Division of the Department for Corporate Governance and Shareholder and Investor Relations**

Address: **Russia, 121353, Moscow, ul. Belovezhskaya, 4**

Telephone: **(495) 995-5333 (ext. 39-43), (495) 974-87-40 (hot line for the shareholders of PJSC ROSSETI)**

Fax: **(495) 664-81-33**

E-mail: **ir@rosseti.ru**

Webpage: **www.rosseti.ru/investors/**

#### 3.1.5. Taxpayer Identification Number

Taxpayer Identification Number: 7728662669

### 3.1.6. Branches and Representative Offices of the Issuer

Name: *Technical Supervision Center, a branch of Public Joint Stock Company ROSSETI (TSC, a branch of PJSC ROSSETI)*

Location: *Russia, 125239, Moscow, ul. Mikhalkovskaya, 63B, str. 4*

Date of opening: *September 25, 2013*

Head of the branch: *Vitaly Pavlovich Bobrov*

Term of the power of attorney: *valid until January 30, 2017*

Name: *Representative Office of Public Joint Stock Company ROSSETI in the Crimean Federal District*

Location: *Russia, 295011, Simferopol, ul. Samokisha, 16*

Date of opening: *April 23, 2014*

Head of the representative office: *Artyom Anatolyevich Korolyov*

Term of the power of attorney: *valid until November 17, 2017*

### 3.2. Core Business Activities of the Issuer

#### 3.2.1. Core Economic Activities of the Issuer

Code of the issuer's type of core economic activity: *70.10.2*

Other economic activity type codes assigned to the issuer: *33.12; 35.11; 35.11.1; 35.12; 35.13; 35.14; 35.30.11; 35.30.2; 35.30.3; 35.30.5; 42.22.3; 52.29; 61.10; 64.99; 70.22; 72.19; 85.23*

#### 3.2.2. Core Business Activities of the Issuer

Principal types of business activity (types of activity, types of products (work, services) accounting for at least 10 percent of the issuer's revenue (sales) for the 5 most recently closed reporting years and the most recently closed reporting period prior to the approval date of the securities prospectus.

Unit of measurement: *rubles in thousands*

Type of business activity: *income from interests in other entities*

| Indicator Description  | 2011      | 2012      | 2013      | 2014      | 2015      | September 30, 2016 |
|--|-----------|-----------|-----------|-----------|-----------|--------------------|
| Type(s) of business activity: <b>Income from interests in other entities</b>                             |           |           |           |           |           |                    |
| Revenues (sales) from this type of business activity, rubles in thousands                                | 1,623,659 | 1,635,520 | 3,646,331 | 3,064,127 | 3,336,502 | 23,311,593         |
| Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, % | 36.57     | 35.42     | 59.8      | 49.1      | 51.2      | 90.3               |

| Indicator Description  | September 30, 2015 | September 30, 2016 |
|--|--------------------|--------------------|
| Type(s) of business activity: <b>Income from interests in other entities</b>                             |                    |                    |
| Revenues (sales) from this type of business activity, rubles in thousands                                | 3,336,502          | 23,311,593         |
| Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, % | 62.3               | 90.3               |

Changes in revenues (sales) of the issuer from core business activities by 10 percent or more year-on-year and reasons for such changes:

*Income from interests in other entities in 2016 according to the operating results of PJSC ROSSETI's SDCs in 2015 was accrued subject to compliance of the requirements set forth in Ordinance of the Government of the Russian Federation No. 705-r of April 18, 2016, whereby 50% of a joint-stock company's greater net profit determined in accordance with the joint-stock company's accounting (financial) statements or consolidated financial statements shall be used for dividend payment. Income from interests in other entities in 2016 increased by 19,975,091 thousand rubles compared with 2015.*

*Income from interests in other entities in 2014 was accrued according to the operating results of PJSC ROSSETI's SDCs for 2013 subject to the implementation of Ordinance of the Government of the Russian Federation No. 774-r of May 29, 2006 (as amended by Ordinance of the Government of the Russian Federation No. 2083-r of November 12, 2012).*

*The increase in dividends payable to the Issuer in 2013 compared with 2012 is due to the implementation of Ordinance of the Government of the Russian Federation No. 774-r of May 29, 2006, whereby at least 25 percent of a joint-stock company's net profit (net of income from the revaluation of financial investments) shall be used for dividend payment unless otherwise prescribed by the Government of the Russian Federation.*

Type of business activity: *services in relation to organizing the operation of and to developing electric grid facilities*

| Indicator Description   | 2011      | 2012      | 2013      | 2014      | 2015      | September 30, 2016 |
|---|-----------|-----------|-----------|-----------|-----------|--------------------|
| Type(s) of business activity: <b>Services in relation to organizing the operation of and to developing electric grid facilities</b> |           |           |           |           |           |                    |
| Revenues (sales) from this type of business activity, rubles in thousands   | 2,771,186 | 2,771,186 | 2,324,502 | 2,806,502 | 2,806,502 | 2,104,876          |
| Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %                            | 62.41     | 60.01     | 38.1      | 45        | 43.1      | 8.1                |

| Indicator Description   | September 30, 2015 | September 30, 2016 |
|---|--------------------|--------------------|
| Type(s) of business activity: <b>Services in relation to organizing the operation of and to developing electric grid facilities</b> |                    |                    |
| Revenues (sales) from this type of business activity, rubles in thousands   | 1,743,377          | 2,104,876          |
| Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %                            | 32.5               | 8.1                |

Changes in revenues (sales) of the issuer from core business activities by 10 percent or more year-on-year and reasons for such changes:

*Revenues from services in relation to organizing the operation of and to developing electric grid facilities in the 9 months of 2016 increased by 361,499 thousand rubles (or 20.7%) compared with the corresponding period in 2015 due to postponing the execution of several services agreements to the 4th quarter of 2015.*

*Revenues from services in relation to organizing the operation of and to developing electric grid facilities in 2014 increased by 482,000 thousand rubles (or 20.7%) compared with 2013 due to entering into the supplementary agreement with PJSC ROSSETI's subsidiary.*

*Revenues from services in relation to organizing the operation of and to developing electric grid facilities in 2013 decreased by 446,684 thousand rubles (or 16.1%) compared with 2012 due to optimizing the service fees under agreements and due to the increased share of income from dividends.*

Type of business activity: *technical supervision services*

| Indicator Description  | 2011 | 2012 | 2013  | 2014    | 2015    | September 30, 2016 |
|--|------|------|-------|---------|---------|--------------------|
| Type(s) of business activity: <b>Technical supervision services</b>                                      |      |      |       |         |         |                    |
| Revenues (sales) from this type of business activity, rubles in thousands                                | -    | -    | 1,984 | 362,240 | 368,709 | 339,195            |
| Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, % | -    | -    | 0.03  | 5.8     | 5.7     | 1.3                |

| Indicator Description   | September 30, 2015 | September 30, 2016 |
|---|--------------------|--------------------|
| Type(s) of business activity: <b>Technical supervision services</b>       |                    |                    |
| Revenues (sales) from this type of business activity, rubles in thousands | 276,531            | 339,195            |



|  |     |     |
|--|-----|-----|
| Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, % | 5.2 | 1.3 |
|--|-----|-----|

Changes in revenues (sales) of the issuer from core business activities by 10 percent or more year-on-year and reasons for such changes:

*Revenues from technical supervision services in the 9 months of 2016 increased by 62,664 thousand rubles (or 22.7%) compared with the corresponding period in 2015 due to the execution of several technical supervision services agreements with SDCs in late 2015 and additional technical supervision services agreements with other outside organizations in 2016.*

*Revenues from technical supervision services in 2014 increased by 360,256 thousand rubles compared with 2013 due to organizing a new type of the Company's activity in late 2013 in relation to technical supervision services performed by TSC, a branch of PJSC ROSSETI, in accordance with the decision adopted by the Board of Directors of PJSC ROSSETI on September 11, 2013.*

General breakdown of the issuer's production costs for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus with regard to the items shown below as a percentage of total production costs.

| Cost Item Description   | 2015 | September 30, 2016 |
|---|------|--------------------|
| Raw materials and materials, %  | 0.7  | 0.5                |
| Component parts and intermediate products purchased, %  | 0    | 0                  |
| Production-related work and services performed by outside organizations, %                        | 19.9 | 17.7               |
| Fuel, %   | 0    | 0                  |
| Power, %  | 0    | 0                  |
| Labor costs, %  | 57.8 | 56.9               |
| Loan interest, %  | 0    | 0                  |
| Rent, %   | 7.7  | 8.8                |
| Allocations for social needs, %   | 10.2 | 11.2               |
| Fixed asset depreciation, %   | 0.6  | 1.3                |
| Taxes included in production costs, %   | 0.01 | 0.01               |
| Other costs, %, including:  | 3.1  | 3.6                |
| intangible asset amortization, %  | 0.2  | 0.2                |
| remuneration for improvement suggestions, %   | 0    | 0                  |
| compulsory insurance payments, %  | 0.5  | 0.1                |
| official entertainment expenses, %  | 0.1  | 0.2                |
| travel expenses, %  | 2.3  | 3.2                |
| Total: Expenses related to production and sale of products (work, services) (production costs), % | 100  | 100                |
| For reference: Revenue from sale of products (work, services) as a percentage of production costs | 150  | 959                |

Significant new types of products (work, services) offered by the issuer in the market for its core business to the extent that they correspond to public information about such products (work, services).

*No significant new types of products (work, services).*

Standards (rules) applicable to the preparation of the issuer's accounting (financial) statements and calculations reflected in this subparagraph.

*Regulations for Accounting 1/2008 "Accounting Policy of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 106n of October 6, 2008;*

*Regulations for Accounting 9/99 "Income of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 32n of May 6, 1999;*

*Regulations for Accounting 10/99 "Expense of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 33n of May 6, 1999;*

*Regulations for Accounting 4/99 "Accounting Statements of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 43n of July 6, 1999.*

*In accordance with the Company's accounting policy, income from ordinary activities is:*

- revenues from interests in other entities;*
- revenues from services in relation to organizing the operation of and to developing electric grid facilities;*
- revenues from the fee-based provision of assets for temporary use (temporary possession and use) under lease agreements (lease payments);*
- revenues from technical supervision services.*

### **3.2.3. Materials, Goods (Raw Materials) and Suppliers of the Issuer**

Information about of the names, the location, the Taxpayer Identification Number (INN) (if any), and the Principal State Registration Number (OGRN) (if any) of the issuer's suppliers accounting for at least 10 percent of total supplies of materials and goods and their share in total supplies for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

*No suppliers accounting for at least 10 percent of total supplies of materials and goods and their share in total supplies for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of this Securities Prospectus.*

*No changes in the prices of principal materials and goods for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of this Securities Prospectus.*

Import as a percentage of the issuer's supplies for these periods:

*No import in the Issuer's supplies for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of this Securities Prospectus.*

### **3.2.4. Target Markets for the Issuer's Products (Work, Services)**

Principal markets in which the issuer operates:

*The Company operates in the Russian Federation.*

*The current core business of the Company is corporate management of a transmission grid company and interregional and regional distribution grid companies.*

*The core business of the ROSSETI Group's companies includes providing electricity distribution and transmission services and connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks. The principal markets for its products are the regions where the Company's SDCs operate. The activities are performed in natural monopoly conditions.*

*Consumers of electricity distribution and transmission services are the persons that own by virtue of ownership or otherwise by operation of law the power receiving devices and/or power facilities duly connected to the electric grid (including indirectly), as well as power retailers and suppliers of last resort operating in the interests of their customers.*

*Electricity distribution and transmission services are provided by electric grid organizations under agreements for paid electricity distribution and transmission services.*

Possible factors which can adversely affect the sales of the issuer's products (work, services):

*The main factors that materially affect the core business of the Company are the government's policy on tariff regulation and changes in electricity demand.*

*The main factors that may adversely affect the development of SDCs and the Company are restrictions on tariff growth rates, a higher cross-subsidy level, economic decline in the regions, and increased borrowing costs.*

Possible actions of the issuer aimed at mitigating such effect:

*The Issuer is not able to mitigate the effect of such factors.*

### **3.2.5. Information Concerning the Issuer's Permits (Licenses) or Authorizations for Specific Work Types**

*The Issuer does not hold any licenses applicable to banking operations; insurance activities; activities of a professional securities market participant; activities of an equity investment fund; activity types having strategic importance for national defense and state security in accordance with the laws of the Russian Federation on foreign investment in legal entities having strategic importance for national defense and state security; or other activity types of material financial and economic importance to the Issuer.*

### **3.2.6. Information Concerning Activities of Certain Categories of Issuers of Issue-Grade Securities**

*The issuer is not an equity investment fund, insurance undertaking, credit institution, mortgage agent, or a specialist organization.*

### **3.2.7. Additional Information Concerning Issuers Whose Core Activities Are Mining Operations**

*The issuer's core activities are not mining operations.*

### **3.2.8. Additional Information Concerning Issuers Whose Core Activities Are Telecommunications Services**

*The issuer's core activities are not telecommunications services.*

## **3.3. Plans for Future Activities of the Issuer**

Overview of the issuer's future plans of future activities and sources of future income, including plans concerning the organization of new production, expansion or curtailment of production, development of new types of products, upgrading and rehabilitation of fixed assets, possible changes in core business.

*Plans for future activities of PJSC ROSSETI are contained in the Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, (hereinafter, the “Strategy for Development of the Electric Grid Sector”) and specified in the Long-Term Development Program approved by the Government Commission on the Development of the Electric Power Industry and by the Board of Directors of the Company on December 19.*

*The Issuer does not plan to change its core business.*

*The Issuer plans that future income will come from profits resulting from its business operations.*

### **3.4. Membership of the Issuer in Banking Groups, Banking Holding Companies, Holding Companies and Associations**

1. Name of the group, holding company, or association: *Corporate Educational and Scientific Center of Unified Energy System (Nonprofit Partnership)*

Time of the issuer’s membership: *2008*

Role (position) and functions of the issuer in the organization:

*As a member of the Partnership, PJSC ROSSETI facilitates the acquisition of knowledge and the enhancement of business and professional skills among personnel engaged in the electric power industry. The Company participates in the General Meeting of Members of the Partnership and in the Supervisory Board of the Partnership.*

2. Name of the group, holding company, or association: *Council of Electric Power Industry Veterans (Nonprofit Partnership)*

Time of the issuer’s membership: *2008*

Role (position) and functions of the issuer in the organization:

*As a member of the Partnership, PJSC ROSSETI facilitates the accomplishment of the Partnership’s principal goal aimed at rendering comprehensive assistance to electric power industry veterans. The Company participates in the General Meeting of Members of the Partnership and in the Supervisory Board of the Partnership.*

3. Name of the group, holding company, or association: *All-Russia Trade Association of Employers in the Power Industry*

Time of the issuer’s membership: *2008*

Role (position) and functions of the issuer in the organization:

*As a member of the Association, PJSC ROSSETI takes part in negotiations among the parties to social partnership at federal level, plans and monitors methodological activities carried out jointly with the Association for the benefit of the entire electric grid sector. The Company participates in the General Meeting of Members of the Association and in the Supervisory Board of the Association.*

4. Name of the group, holding company, or association: *Scientific and Technical Council of Unified Energy System Non-profit Partnership*

Time of the issuer’s membership: *2008*

Role (position) and functions of the issuer in the organization:

*The principal goal of the Council is to assist its members in formulating science-based technical policy in Russia’s United Power System (UPS), address the most significant issues of operating and developing the UPS, and examine various projects and activities in new areas of engineering and technology, R&D programs, technical regulation, and standardization.*

5. Name of the group, holding company, or association: *Russian National Committee of the World Energy Council (Nonprofit Partnership)*

Time of the issuer’s membership: *2014*

Role (position) and functions of the issuer in the organization:

*Director General of PJSC ROSSETI O. M. Budargin is the WEC’s Vice Chair and Senior Adviser, Responsibility for Regional Development (this post is not a position in any governing body of the WEC or any other salaried office). In his capacity, O. M. Budargin is authorized to formulate and implement the strategy to form the new Eurasian Committee of the WEC, bringing together Russia and other countries with similar geopolitical interests (Kazakhstan, Ukraine, Belarus, Moldova, Armenia, Georgia, Azerbaijan, Uzbekistan, Tajikistan, Kyrgyzstan, Turkmenistan, Afghanistan, Mongolia, and Iran).*

6. Name of the group, holding company, or association: *Executive Committee of the Electric Power Council of the Commonwealth of Independent States*

Time of the issuer’s membership: *2013*

Role (position) and functions of the issuer in the organization:

*Acting on behalf of the CIS EPC, the Executive Committee signed the Cooperation Agreement with PJSC ROSSETI. The activities are determined by the action plans of the relevant groups, in which PJSC ROSSETI participates with its position on all prepared documents and ongoing activities.*

*Working groups of the CIS EPC Executive Committee:*

- *WG on the formation of the common electricity market*
- *WG on human resource management and personnel training*

- *WG on equipment operation reliability and occupational safety*
  - *WG on metrological support*
  - *WG on interaction in accidents and emergency situations*
  - *WG on the updating and harmonization of the regulatory and technical framework for the regulation of the CIS electric power industry (technical regulation and technical standard documents)*
  - *WG on environmental protection*
  - *WG on energy conservation and energy efficiency*
  - *Commission for Operational and Technological Coordination*
- The Coordinating Council of the CIS EPC Executive Committee is responsible for implementing the Strategy for Cooperation in the Electric Power Industry of the CIS Member States.*

7. Name of the group, holding company, or association: *National Committee of the International Conference on Electricity Distribution (CIRED)*

Time of the issuer's membership: *2012*

Role (position) and functions of the issuer in the organization:

*PJSC ROSSETI is a member of the National Committee of CIRED.*

8. Name of the group, holding company, or association: *Russian International Affairs Council*

Time of the issuer's membership: *2016*

Role (position) and functions of the issuer in the organization:

*As a Member of the Council, PJSC ROSSETI provides assistance in achieving the Council's principal goal aimed at carrying out international studies in the Russian Federation, improving the process of training specialists in foreign energy policy, and organizing the interaction between Russian scientific organizations and foreign expert and analytical centers on issues of international relations. The Company participates in the General Meeting of Members of the Council.*

### **3.5. Subsidiaries and Dependent Business Entities of the Issuer**

1. Full corporate name: *Public Joint-Stock Company Moscow United Electric Grid Company*

Short corporate name: *PJSC MOESK*

INN (Taxpayer Identification Number): *5036065113*

OGRN (Principal State Registration Number): *1057746555811*

Location: *Moscow, Russia*

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

*The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.*

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): *50.9*

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): *50.9*

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): *0.0084*

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): *0*

2. Full corporate name: *PUBLIC JOINT-STOCK COMPANY LENENERGO*

Short corporate name: *PJSC LENENERGO*

INN (Taxpayer Identification Number): *7803002209*

OGRN (Principal State Registration Number): *1027809170300*

Location: *Saint Petersburg, Russia*

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

*The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.*

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): *64.49*

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): *68.12*

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): *0*

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): *0*

3. Full corporate name: *Joint Stock Company Tyumenenergo*

Short corporate name: *JSC Tyumenenergo*

INN (Taxpayer Identification Number): *8602060185*

OGRN (Principal State Registration Number): *1028600587399*

Location: *Russia, 628412, Surgut, Tyumen Region, Khanty-Mansijsk Autonomous District – Yugra, ul. Universitetskaya, 4*

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

*The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.*

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): *100*

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): *100*

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): *0.003061*

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): *0*

4. Full corporate name: **Interregional Distribution Grid Company of Urals, Joint Stock Company**

Short corporate name: **IDGC of Urals, JSC**

INN (Taxpayer Identification Number): **6671163413**

OGRN (Principal State Registration Number): **1056604000970**

Location: **Russia, 620026, Yekaterinburg, ul. Mamina-Sibiryaka, 140**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **51.52**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **51.52**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

5. Full corporate name: **Interregional Distribution Grid Company of Centre, Public Joint-Stock Company**

Short corporate name: **IDGC of Centre, PJSC**

INN (Taxpayer Identification Number): **6901067107**

OGRN (Principal State Registration Number): **1046900099498**

Location: **Moscow, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **50.23**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **50.23**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

6. Full corporate name: **Interregional Distribution Grid Company of Center and Volga Region, Public Joint Stock Company**

Short corporate name: **IDGC of Center and Volga Region, PJSC**

INN (Taxpayer Identification Number): **5260200603**

OGRN (Principal State Registration Number): **1075260020043**

Location: **Russia, 603950, Nizhni Novgorod, ul. Rozhdestvenskaya, 33**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **50.4**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **50.4**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.00105**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.001061**

7. Full corporate name: **Public Joint Stock Company Interregional Distribution Grid Company of Siberia**

Short corporate name: **PJSC IDGC of Siberia**

INN (Taxpayer Identification Number): **2460069527**

OGRN (Principal State Registration Number): **1052460054327**

Location: **Russia, 660021, Krasnoyarsk, ul. Bograda, 144a**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **57.84**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **55.59**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.000266**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.000269**

8. Full corporate name: **Interregional Distribution Grid Company of North-West, Public Joint Stock Company**

Short corporate name: **IDGC of North-West, PJSC**

INN (Taxpayer Identification Number): **7802312751**

OGRN (Principal State Registration Number): **1047855175785**

Location: **Gatchina, Leningrad Region, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **55.38**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **55.38**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

9. Full corporate name: **Interregional Distribution Grid Company of Volga, Public Joint-Stock Company**

Short corporate name: **IDGC of Volga, PJSC**

INN (Taxpayer Identification Number): **6450925977**

OGRN (Principal State Registration Number): **1076450006280**

Location: **Saratov, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **68.08**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **68.08**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.000005**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.000005**

10. Full corporate name: **Interregional Distribution Grid Company of South, Public Joint Stock Company**

Short corporate name: **IDGC of South, PJSC**

INN (Taxpayer Identification Number): **6164266561**

OGRN (Principal State Registration Number): **1076164009096**

Location: **Rostov-on-Don, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **51.66**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **51.66**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

11. Full corporate name: **Kuban Power and Electrification Public Joint Stock Company**

Short corporate name: **Kubanenergo**

INN (Taxpayer Identification Number): **2309001660**

OGRN (Principal State Registration Number): **1022301427268**

Location: **Krasnodar, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **92.24**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **92.24**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

12. Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Public Joint-Stock Company**

Short corporate name: **IDGC of Northern Caucasus, PJSC**

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **92**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **92**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

13. Full corporate name: **Yantarenergo Joint-Stock Company**

Short corporate name: **JSC Yantarenergo**

INN (Taxpayer Identification Number): **3903007130**

OGRN (Principal State Registration Number): **1023900764832**

Location: **Kaliningrad, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

14. Full corporate name: **Public-Stock Company Tomsk Distribution Company**

Short corporate name: **PSC TDC**

INN (Taxpayer Identification Number): **7017114672**

OGRN (Principal State Registration Number): **1057000127931**

Location: **Tomsk, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **85.77**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **94.58**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

15. Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

Short corporate name: **FGC UES, PJSC**

INN (Taxpayer Identification Number): **4716016979**

OGRN (Principal State Registration Number): **1024701893336**

Location: **Russia, 117630, Moscow, ul. Akademika Chelomeya, 5A**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **80.13**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **80.13**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

16. Full corporate name: **Joint-Stock Company Karachaevo-Cherkesskenergo**

Short corporate name: **JSC Karachaevo-Cherkesskenergo**

INN (Taxpayer Identification Number): **0901000327**

OGRN (Principal State Registration Number): **1020900510784**

Location: **Russia, 369000, Karachay-Cherkess Republic, Cherkessk, ul. Osmana Kasayeva, 3**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.00006**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.00006**

17. Full corporate name: **Kalmenergosbyt Joint-Stock Company**

Short corporate name: **AO Kalmenergosbyt**

INN (Taxpayer Identification Number): **0814166090**

OGRN (Principal State Registration Number): **1050866787982**

Location: **Russia, 358000, Republic of Kalmykia, Elista, ul. Lermontova, 7a**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

18. Full corporate name: **Tyvaenergosbyt Joint-Stock Company**

Short corporate name: **AO Tyvaenergosbyt**

INN (Taxpayer Identification Number): **1701040660**

OGRN (Principal State Registration Number): **1061701024065**

Location: **Russia, 667010, Republic of Tyva, Kyzyl, ul. Zavodskaya, 2a**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

19. Full corporate name: **Joint-Stock Company Research Engineering Centre of IDGC**

Short corporate name: **JSC REC IDGC**

INN (Taxpayer Identification Number): **7701025510**

OGRN (Principal State Registration Number): **1027700051653**

Location: **Moscow, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

20. Full corporate name: **Joint-Stock Company Association VNIPIENERGOPROM**

Short corporate name: **JSC VNIPIENERGOPROM**

INN (Taxpayer Identification Number): **7701027557**

OGRN (Principal State Registration Number): **1027739059248**

Location: **Russia, 105094, Moscow, Semyonovskaya naberezhnaya, 2/1**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

21. Full corporate name: **Special Design Bureau of Heat Power Engineering Equipment VTI Open Joint-Stock Company**

Short corporate name: **AO SKB VTI**

INN (Taxpayer Identification Number): **7725055144**

OGRN (Principal State Registration Number): **1027700095444**

Location: **Russia, 115280, Moscow, 3 Avtozavodsky pr., 4, korp. 1**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

22. Full corporate name: **Joint Stock Company Power Grid Optical Networks Engineering**

Short corporate name: **JSC Power Grid Optical Networks Engineering**

INN (Taxpayer Identification Number): **7705307770**

OGRN (Principal State Registration Number): **1027739252496**

Location: **Moscow, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.000338**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.000341**

23. Full corporate name: **Engineering Center UES Real Estate Joint-Stock Company**

Short corporate name: **AO Engineering Center UES Real Estate**

INN (Taxpayer Identification Number): **7729589570**

OGRN (Principal State Registration Number): **1077763377834**

Location: **Moscow, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

24. Full corporate name: **Chechenenergo, Joint-Stock Company**

Short corporate name: **Chechenenergo, JSC**



INN (Taxpayer Identification Number): **2016081143**

OGRN (Principal State Registration Number): **1082031002503**

Location: **Russia, 364051, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **72.66**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **72.66**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

25. Full corporate name: ***Kabardino-Balkaria Energy and Electrification Company, Public Joint-Stock Company***

Short corporate name: ***Kabbalkenergo, PJSC***

INN (Taxpayer Identification Number): **0711008455**

OGRN (Principal State Registration Number): **1020700746901**

Location: **Russia, 360000, Kabardino-Balkarian Republic, Nalchik, ul. Shchorsa, 6**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **65.27**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **68.42**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

26. Full corporate name: ***Dagestan Energy Supply Company, Public Joint-Stock Company***

Short corporate name: ***Dagestan Energy Supply Company, PJSC***

INN (Taxpayer Identification Number): **0541031172**

OGRN (Principal State Registration Number): **1050562009926**

Location: **Makhachkala, Republic of Dagestan, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **51**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **51**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

27. Full corporate name: ***Ingushenergo, Joint-Stock Company***

Short corporate name: ***Ingushenergo, JSC***

INN (Taxpayer Identification Number): **0602013494**

OGRN (Principal State Registration Number): **1020600986042**

Location: **Nazran, Republic of Ingushetia, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **49**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

28. Full corporate name: ***JOINT STOCK COMPANY NORTH-WEST ENERGY MANAGING COMPANY***

Short corporate name: ***JSC NWEMC***

INN (Taxpayer Identification Number): **7841322263**

OGRN (Principal State Registration Number): **1057812496873**

Location: **Saint Petersburg, Russia**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

***The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.***

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **57.4**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

29. Full corporate name: ***Sevkavkazenergo Energy and Electrification Company, Public Joint-Stock Company***

Short corporate name: ***Sevkavkazenergo, PJSC***

INN (Taxpayer Identification Number): **1502002701**

OGRN (Principal State Registration Number): **1021500580090**

Location: **Russia, 362040, Republic of North Ossetia-Alania, Vladikavkaz, ul. Tamaeva, 19**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **49**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

30. Full corporate name: **Joint Stock Company NURENERGO**

Short corporate name: **NURENERGO, JSC**

INN (Taxpayer Identification Number): **2020004046**

OGRN (Principal State Registration Number): **1022002546136**

Location: **Russia, 364000, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **23**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **23**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

31. Full corporate name: **Grozero Open Joint-Stock Company for Energy and Electrification of the Chechen Republic**

Short corporate name: **AO Grozero**

INN (Taxpayer Identification Number): **2020000186**

OGRN (Principal State Registration Number): **1022002551944**

Location: **Russia, 364000, Grozny, Staropromyslovskoye shosse, 6**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **49**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

32. Full corporate name: **Joint-Stock Company G. M. Krzhizhanovsky Power Engineering Institute**

Short corporate name: **JSC ENIN**

INN (Taxpayer Identification Number): **7725054454**

OGRN (Principal State Registration Number): **1027739431752**

Location: **Russia, 119991, Moscow, Leninsky prospekt, 19**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **31.34**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **31.34**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

33. Full corporate name: **Joint Stock Company North-West Power Engineering Center**

Short corporate name: **ОАО СевЗап NTC**

INN (Taxpayer Identification Number): **7808042325**

OGRN (Principal State Registration Number): **1027809176196**

Location: **Russia, 191036, Saint Petersburg, Nevsky prospekt, 111/3**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **25 plus one share**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

34. Full corporate name: **Joint-Stock Company Volga Power Engineering Center**

Short corporate name: **JSC VPEC**

INN (Taxpayer Identification Number): **6315347487**

OGRN (Principal State Registration Number): **1026300964425**

Location: **Russia, 443001, Samara, ul. Samarskaya, 203B**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **25 plus one share**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

35. Full corporate name: **Urals Power Engineering Company Joint-Stock Company – URALVNIPIENERGOPROM, Uralselenergoproekt, UralTEP, UralORGRES, UralVTI, Uralenergasetproekt, Chelyabenergasetproekt**

Short corporate name: **Urals Power Engineering Company**

INN (Taxpayer Identification Number): **6660002245**

OGRN (Principal State Registration Number): **1026604943683**

Location: **Russia, 620075, Yekaterinburg, ul. Pervomaiskaya, 56**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

**The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.**

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **25 plus one share**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

### **3.6. Composition, Breakdown and Value of the Issuer's Fixed Assets, Information Concerning Plans for the Acquisition, Replacement, Retirement of Fixed Assets and All Evidence of Encumbrance of the Issuer's Fixed Assets**

Information concerning the original (replacement) value of fixed assets and the amount of accumulated depreciation. Information refers to the 5 most recently closed reporting years as of the last date of the relevant closed reporting year:

| <b>Group of Fixed Assets</b>             | <b>Original (Replacement) Value, rubles in thousands</b> | <b>Amount of Accumulated Depreciation, rubles in thousands</b> |
|--|--|--|
| <b>Reporting Date: December 31, 2011</b> |  |  |
| Buildings                                | 5,069  | 525  |
| Structures and transfer equipment        |  |  |
| Plant and equipment                      |  |  |
| Transportation vehicles                  |  |  |
| Other types of fixed assets              | 94,061   | 28,326   |
| <b>Total:</b>                            | <b>99,130</b>  | <b>28,851</b>  |
| <b>Reporting Date: December 31, 2012</b> |  |  |
| Buildings                                | 5,069  | 678  |
| Structures and transfer equipment        |  |  |
| Plant and equipment                      |  |  |
| Transportation vehicles                  |  |  |
| Other types of fixed assets              | 106,693  | 45,435   |
| Land and natural resources               |  |  |
| <b>Total:</b>                            | <b>111,762</b>   | <b>46,113</b>  |
| <b>Reporting Date: December 31, 2013</b> |  |  |
| Buildings                                | 5,069  | 832  |
| Structures and transfer equipment        |  |  |
| Plant and equipment                      |  |  |
| Transportation vehicles                  |  |  |
| Other types of fixed assets              | 135,378  | 57,825   |
| Land and natural resources               |  |  |
| <b>Total:</b>                            | <b>140,447</b>   | <b>58,657</b>  |
| <b>Reporting Date: December 31, 2014</b> |  |  |
| Buildings                                | 5,069  | 985  |
| Structures and transfer equipment        |  |  |
| Plant and equipment                      |  |  |

|  |                |               |
|--|----------------|---------------|
| Transportation vehicles                  |                |               |
| Other types of fixed assets              | 135,399        | 54,428        |
| Land and natural resources               |                |               |
| <b>Total:</b>                            | <b>140,468</b> | <b>55,413</b> |
| <b>Reporting Date: December 31, 2015</b> |                |               |
| Buildings                                | 5,069          | 1,139         |
| Structures and transfer equipment        | -              | -             |
| Plant and equipment                      | 1,255          | 165           |
| Transportation vehicles                  | -              | -             |
| Other types of fixed assets              | 285,748        | 78,113        |
| Land and natural resources               | -              | -             |
| <b>Total:</b>                            | <b>292,072</b> | <b>79,417</b> |

Methods for accumulating depreciation on fixed asset groups:

***In accordance with the Company's accounting policy, the straight-line method is used for depreciation.***

Results of the most recent revaluation of fixed assets and fixed assets under long-term lease for the 5 most recently closed reporting years, including the date of revaluation, full and replacement book value (net of depreciation) of fixed assets before revaluation and full and replacement book value (net of depreciation) of fixed assets after revaluation:

***Fixed assets were not revalued in the period.***

Details of plans for the acquisition, replacement, retirement of fixed assets accounting for 10 percent or more of the issuer's fixed asset value and other fixed assets at the issuer's discretion:

***none.***

Information concerning all evidence of encumbrance of the issuer's fixed assets (specifying the nature of encumbrance, the initial date of encumbrance, its duration and other conditions at the issuer's sole discretion) as of the approval date of the securities prospectus:

***none.***

### 3.7. Issuer-Controlled Entities of Material Importance to the Issuer

Full corporate name: ***Public Joint-Stock Company Moscow United Electric Grid Company***

Short corporate name: ***PJSC MOESK***

Location ***Moscow, Russian Federation***

INN (Taxpayer Identification Number): ***5036065113***

OGRN (Principal State Registration Number): ***1057746555811***

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

***Interest in the controlled entity.***

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): ***50.9***

Percentage of ordinary shares held by the issuer (%): ***50.9***

Stake held by the controlled entity in the authorized capital of the issuer (%): ***0***

Percentage of ordinary shares held by the controlled entity in the issuer (%): ***0***

Description of the company's core business:

***Fee-based provision of electricity distribution services in Moscow and the Moscow Region by means of a package of organizationally and technologically interrelated operations ensuring electricity distribution via engineering devices of the company's own electricity networks.***

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                             | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------------------|--|--|
| Oleg Mikhailovich Budargin (Chairman) | 0  | 0  |
| Anatoly Anatolievich Gavrilenko       | 0  | 0  |
| Sergei Valentinovich Grishchenko      | 0  | 0  |

|                                    |   |   |
|------------------------------------|---|---|
| Sergey Aleksandrovich Nikitin      | 0 | 0 |
| Andrey Aleksandrovich Dyomin       | 0 | 0 |
| Aleksey Viktorovich Nuzhdov        | 0 | 0 |
| Vyacheslav Mikhailovich Kravchenko | 0 | 0 |
| Sergey Yurievich Lebedev           | 0 | 0 |
| Pavel Anatolievich Livinsky        | 0 | 0 |
| Pyotr Alekseyevich Sinyutin        | 0 | 0 |
| Oleg Yurievich Isaev               | 0 | 0 |
| Aleksey Viktorovich Rakov          | 0 | 0 |
| Yevgeny Ilyich Logovinsky          | 0 | 0 |

Sole executive body of the company

| Full Name                   | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|-----------------------------|--|--|
| Pyotr Alekseyevich Sinyutin | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                              | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--|--|--|
| Pyotr Alekseyevich Sinyutin (Chairman) | 0  | 0  |
| Mark Leonidovich Budyko                | 0  | 0  |
| Aleksey Sergeevich Starostin           | 0  | 0  |
| Alexander Valeryevich Inozemtsev       | 0  | 0  |
| Alexander Mikhailovich Pyatigor        | 0  | 0  |
| Vsevolod Yevgenyevich Ivanov           | 0  | 0  |
| Alexander Valentinovich Filin          | 0  | 0  |
| Andrey Viktorovich Vologin             | 0  | 0  |
| Sergey Vladimirovich Saltykov          | 0  | 0  |
| Roman Vladimirovich Voynov             | 0  | 0  |

Full corporate name: **PUBLIC JOINT-STOCK COMPANY LENENERGO \***

Short corporate name: **PJSC LENENERGO**

Location **Saint Petersburg, Russian Federation**

INN (Taxpayer Identification Number): **7803002209**

OGRN (Principal State Registration Number): **1027809170300**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **64.49**

Percentage of ordinary shares held by the issuer (%): **68.12**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity distribution services and other services directly related to supplying electricity to customers, connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                             | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------------------|--|--|
| Oleg Mikhailovich Budargin (Chairman) | 0  | 0  |
| Yegor Vyacheslavovich Prokhorov       | 0  | 0  |
| Pavel Nikolayevich Snikkars           | 0  | 0  |
| Andrey Sergeyeovich Bondarchuk        | 0  | 0  |
| Sergey Vladimirovich Sergeev          | 0  | 0  |
| Marina Alekseyevna Lelekova           | 0  | 0  |
| Roman Nikolaevich Berdnikov           | 0  | 0  |
| Marina Mikhailovna Yankina            | 0  | 0  |
| Dmitry Borisovich Gvozdev             | 0  | 0  |
| Lyudmila Dmitriyevna Solovyova        | 0  | 0  |
| Olga Vasilyevna Kolesnikova           | 0  | 0  |
| Elgiz Idrisovich Kachaev              | 0  | 0  |
| Gasan Guseynovich Safarov             | 0  | 0  |

Sole executive body of the company

| Full Name                   | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|-----------------------------|--|--|
| Roman Nikolaevich Berdnikov | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                              | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--|--|--|
| Roman Nikolaevich Berdnikov (Chairman) | 0  | 0  |
| Maksim Sergeyeovich Artemyev           | 0  | 0  |
| Alexander Dmitriyevich Nikonov         | 0  | 0  |
| Maksim Anatolyevich Ivanov             | 0  | 0  |

**Additional company information:**

**Type of control: direct and indirect control through an entity controlled by the issuer.**

**All entities controlled by the issuer (the chain of the entities directly or indirectly controlled by the issuer) through which the issuer acquired the right to indirectly control a certain number of votes attaching to the voting shares (stakes) in the authorized capital of the entity:**

**Interregional Distribution Grid Company of Urals, Joint Stock Company (IDGC of Urals, JSC).**

**Registered address: Russia, 620026, Yekaterinburg, ul. Mamina-Sibiriyaka, 140.**

**Taxpayer Identification Number (INN): 6671163413.**

**Principal State Registration Number (OGRN): 1056604000970.**

**Stake held by the issuer in the authorized capital of PJSC LENENERGO, including the indirect control right (%): 70.42.**

**Percentage of ordinary shares held by the issuer in PJSC LENENERGO, including the indirect control right (%): 73.01.**

**\* The stake does not include the placed shares of the current securities issue.**

Full corporate name: **Joint Stock Company Tyumenenergo**

Short corporate name: **JSC Tyumenenergo**

Location **Surgut, Khanty-Mansiysk Autonomous District – Yugra, Tyumen Region, Russian Federation**

INN (Taxpayer Identification Number): **8602060185**

OGRN (Principal State Registration Number): **1028600587399**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **100**

Percentage of ordinary shares held by the issuer (%): **100**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0.002521**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                                | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--|--|--|
| Pavel Alexandrovich Mikheyev             | 0  | 0  |
| Svetlana Alexandrovna Balaeva            | 0  | 0  |
| Dmitry Borisovich Gvozdev                | 0  | 0  |
| Yuri Vladimirovich Goncharov             | 0  | 0  |
| Valentin Yefimovich Mezhevich (Chairman) | 0  | 0  |
| Viktor Korneyevich Yavorsky              | 0  | 0  |
| Dmitry Mikhailovich Andropov             | 0  | 0  |
| Roman Alekseyevich Belenko               | 0  | 0  |
| Yuri Kazbekovich Zafesov                 | 0  | 0  |
| Dmitry Dmitryevich Mikheev               | 0  | 0  |
| Nikolay Borisovich Piotrovich            | 0  | 0  |

Sole executive body of the company

| Full Name                | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--------------------------|--|--|
| Sergey Yurievich Savchuk | 0  | 0  |

Members of the collegial executive body of the company

**The collegial executive body does not exist.**

Full corporate name: **Interregional Distribution Grid Company of Urals, Joint Stock Company**

Short corporate name: **IDGC of Urals, JSC**

Location **Russian Federation, 620026, Yekaterinburg, ul. Mamina-Sibiryaka, 140**

INN (Taxpayer Identification Number): **6671163413**

OGRN (Principal State Registration Number): **1056604000970**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

***Interest in the controlled entity.***

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): **51.52**

Percentage of ordinary shares held by the issuer (%): **51.52**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

***Provision of electricity distribution services; operational process control; provision of services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks; performance of functions in relation to collection, transmission, and processing of process information, including measuring and metering data; supervision over safe operation of electrical installations by customers connected to the company's electricity networks.***

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---|--|--|
| Alexander Nikolayevich Fadeyev (Chairman) | 0  | 0  |
| Natalia Aleksandrovna Ozhe                | 0  | 0  |
| Yakov Savelyevich Tesis                   | 0  | 0  |
| Yuri Vladimirovich Goncharov              | 0  | 0  |
| Yulia Vitalyevna Yashcheritsyna           | 0  | 0  |
| Sergey Georgyevich Dregval                | 0  | 0  |
| Pavel Nikolayevich Snikkars               | 0  | 0  |
| Roman Avgustovich Dmitrik                 | 0  | 0  |
| Sergei Alexandrovich Semerikov            | 0  | 0  |
| Vladimir Vladimirovich Sofyin             | 0  | 0  |
| Alexander Viktorovich Shevchuk            | 0  | 0  |

Sole executive body of the company

| Full Name                  | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|----------------------------|--|--|
| Sergey Georgyevich Dregval | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                             | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------------------|--|--|
| Sergey Georgyevich Dregval (Chairman) | 0  | 0  |
| Olga Mikhailovna Abrosimova           | 0  | 0  |



|                                    |   |   |
|------------------------------------|---|---|
| Yury Vyacheslavovich Lebedev       | 0 | 0 |
| Alexander Mikhailovich Krivyakov   | 0 | 0 |
| Valentina Mikhailovna Shcherbakova | 0 | 0 |
| Alla Aleksandrovna Petrova         | 0 | 0 |

Full corporate name: **Interregional Distribution Grid Company of Centre, Public Joint-Stock Company**

Short corporate name: **IDGC of Centre, PJSC**

Location **Moscow, Russian Federation**

INN (Taxpayer Identification Number): **6901067107**

OGRN (Principal State Registration Number): **1046900099498**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **50.23**

Percentage of ordinary shares held by the issuer (%): **50.23**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                             | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------------------|--|--|
| Oleg Yurievich Isaev                  | 0  | 0  |
| Yury Nikolayevich Mangarov (Chairman) | 0  | 0  |
| Maxim Mikhailovich Saukh              | 0  | 0  |
| Roman Alexeyevich Filkin              | 0  | 0  |
| Alexander Viktorovich Shevchuk        | 0  | 0  |
| Natalia Ilyinichna Erpsheer           | 0  | 0  |
| Alexander Yevgenyevich Bogashov       | 0  | 0  |
| Denis Aleksandrovich Malkov           | 0  | 0  |
| Irina Borisovna Masaleva              | 0  | 0  |
| Denis Alexandrovich Spirin            | 0  | 0  |
| Oksana Vladimirovna Shatokhina        | 0  | 0  |

Sole executive body of the company

| Full Name            | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|----------------------|--|--|
| Oleg Yurievich Isaev | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                           | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|-------------------------------------|--|--|
| Oleg Yurievich Isaev (Chairman)     | 0  | 0  |
| Ivan Petrovich Kleymenov            | 0  | 0  |
| Inna Vitalyevna Gromova             | 0  | 0  |
| Konstantin Aleksandrovich Mikhaylik | 0  | 0  |
| Alexander Viktorovich Pilyugin      | 0  | 0  |
| Sergey Yurievich Rumyantsev         | 0  | 0  |
| Lyudmila Alexeyevna Sklyarova       | 0  | 0  |

Full corporate name: ***Interregional Distribution Grid Company of Center and Volga Region, Public Joint Stock Company***

Short corporate name: ***IDGC of Center and Volga Region, PJSC***

Location ***Russian Federation, 603950, Nizhni Novgorod, ul. Rozhdestvenskaya, 33***

INN (Taxpayer Identification Number): ***5260200603***

OGRN (Principal State Registration Number): ***1075260020043***

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

***Interest in the controlled entity.***

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): ***50.4***

Percentage of ordinary shares held by the issuer (%): ***50.4***

Stake held by the controlled entity in the authorized capital of the issuer (%): ***0.00105***

Percentage of ordinary shares held by the controlled entity in the issuer (%): ***0.001061***

Description of the company's core business:

***Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.***

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---|--|--|
| Alexander Nikolayevich Fadeyev (Chairman) | 0  | 0  |
| Evgeny Viktorovich Ushakov                | 0.000066   | 0.000066   |
| Roman Alexeyevich Filkin                  | 0  | 0  |
| Vladimir Sergeyevich Chistyakov           | 0  | 0  |
| Nikolay Nikolayevich Varlamov             | 0  | 0  |
| Yegor Borisovich Grinkevich               | 0  | 0  |
| Denis Lvovich Guryanov                    | 0  | 0  |
| Alexander Viktorovich Shevchuk            | 0  | 0  |
| Aleksey Nikolayevich Goncharov            | 0  | 0  |
| Aleksey Igorevich Pavlov                  | 0  | 0  |
| Oleg Romanovich Fyodorov                  | 0  | 0  |

Sole executive body of the company

| Full Name            | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|----------------------|--|--|
| Oleg Yurievich Isaev | 0.000066   | 0.000066   |

Members of the collegial executive body of the company

| Full Name                        | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|----------------------------------|--|--|
| Oleg Yurievich Isaev (Chairman)  | 0.000066   | 0.000066   |
| Sergei Timofeyevich Andrus       | 0  | 0  |
| Evgeny Vladimirovich Nikitushkin | 0  | 0  |
| Olga Vladimirovna Tikhomirova    | 0.000029   | 0.000029   |
| Andrei Yurievich Vedernikov      | 0  | 0  |
| Alexander Vasilievich Prepodobny | 0  | 0  |
| Lada Alexandrovna Podolskaya     | 0.000064   | 0.000064   |
| Vladimir Viktorovich Shits       | 0  | 0  |

Full corporate name: **Public Joint Stock Company Interregional Distribution Grid Company of Siberia**

Short corporate name: **PJSC IDGC of Siberia**

Location **Russian Federation, 660021, Krasnoyarsk, ul. Bograda, 144a**

INN (Taxpayer Identification Number): **2460069527**

OGRN (Principal State Registration Number): **1052460054327**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **57.84**

Percentage of ordinary shares held by the issuer (%): **55.59**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0.000266**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0.000269**

Description of the company's core business:

**Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                          | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|------------------------------------|--|--|
| Vitaly Pavlovich Bobrov            | 0  | 0  |
| Vyacheslav Mikhailovich Kravchenko | 0  | 0  |
| Vladimir Valerievich Rashevsky     | 0  | 0  |
| Kirill Andreyevich Trubitsyn       | 0  | 0  |
| Mikhail Varfolomeyevich Kuznetsov  | 0  | 0  |

|   |   |   |
|---|---|---|
| Alexander Nikolayevich Fadeyev (Chairman) | 0 | 0 |
| Yegor Vyacheslavovich Prokhorov           | 0 | 0 |
| Mikhail Aleksandrovich Bychko             | 0 | 0 |
| Denis Lvovich Guryanov                    | 0 | 0 |
| Yekaterina Andreyevna Kosogova            | 0 | 0 |
| Veniamin Shmuilovich Pinkhasik            | 0 | 0 |

Sole executive body of the company

| Full Name                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------|--|--|
| Vitaly Valeryevich Ivanov | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                            | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--------------------------------------|--|--|
| Vitaly Valeryevich Ivanov (Chairman) | 0  | 0  |
| Vladimir Alekseyevich Leontyev       | 0  | 0  |
| Ruslan Anatolyevich Yakovlev         | 0  | 0  |
| Andrey Valeryevich Abramov           | 0  | 0  |
| Yevgeny Vladimirovich Mitkin         | 0  | 0  |
| Aleksey Vasilyevich Petukhov         | 0  | 0  |
| Aleksey Vladimirovich Leontyev       | 0  | 0  |

Full corporate name: **Interregional Distribution Grid Company of North-West, Public Joint Stock Company**

Short corporate name: **IDGC of North-West, PJSC**

Location **Gatchina, Leningrad Region, Russian Federation**

INN (Taxpayer Identification Number): **7802312751**

OGRN (Principal State Registration Number): **1047855175785**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **55.38**

Percentage of ordinary shares held by the issuer (%): **55.38**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                             | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------------------|--|--|
| Aleksey Nikolayevich Zharikov         | 0  | 0  |
| Marina Alexandrovna Lavrova           | 0  | 0  |
| Alexander Vyacheslavovich Letyagin    | 0  | 0  |
| Sergey Vadimovich Pokrovsky           | 0  | 0  |
| Maria Dmitryevna Stepanova            | 0  | 0  |
| Roman Alexeyevich Filkin              | 0  | 0  |
| Anton Aleksandrovich Erdyniev         | 0  | 0  |
| Yury Nikolayevich Mangarov (Chairman) | 0  | 0  |
| Leonid Yurievich Akimov               | 0  | 0  |
| Viktor Yurievich Seleznev             | 0  | 0  |
| Alexander Viktorovich Shevchuk        | 0  | 0  |

Sole executive body of the company

| Full Name                          | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|------------------------------------|--|--|
| Alexander Vyacheslavovich Letyagin | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                                     | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---|--|--|
| Alexander Vyacheslavovich Letyagin (Chairman) | 0  | 0  |
| Vladimir Sergeyeovich Gusev                   | 0  | 0  |
| Vladimir Valeryevich Nesterenko               | 0  | 0  |
| Denis Aleksandrovich Orlov                    | 0  | 0  |
| Vadim Nikolaevich Fedorov                     | 0  | 0  |
| Pavel Vyacheslavovich Shiryaev                | 0  | 0  |
| Vadim Alekseyevich Pavlov                     | 0  | 0  |
| Igor Anatolyevich Kuzmin                      | 0  | 0  |

Full corporate name: ***Interregional Distribution Grid Company of Volga, Public Joint-Stock Company***

Short corporate name: ***IDGC of Volga, PJSC*** \*

Location ***Saratov, Russian Federation***

INN (Taxpayer Identification Number): ***6450925977***

OGRN (Principal State Registration Number): ***1076450006280***

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

***Interest in the controlled entity.***

Criterion for the issuer's control of the issuer-controlled entity: *the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity*

Type of control: *direct control*

Stake held by the issuer in the authorized capital of the controlled entity (%): **68.08**

Percentage of ordinary shares held by the issuer (%): **68.08**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0.000005**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0.000005**

Description of the company's core business:

*Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.*

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                                | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--|--|--|
| Valentin Yefimovich Mezhevich (Chairman) | 0  | 0  |
| Vladimir Anatolievich Ryabikin           | 0  | 0  |
| Alexander Viktorovich Varvarin           | 0  | 0  |
| Konstantin Sergeevich Serebryakov        | 0  | 0  |
| Farit Gabdulfatovich Shaydullin          | 0  | 0  |
| Leonid Yurievich Akimov                  | 0  | 0  |
| Alexander Yevgenyevich Bogashov          | 0  | 0  |
| Mikhail Yurievich Gerasimenko            | 0  | 0  |
| Alexander Viktorovich Golovtsov          | 0.000008   | 0.000008   |
| Aleksey Igorevich Pavlov                 | 0  | 0  |
| Irina Aleksandrovna Shagina              | 0  | 0  |

Sole executive body of the company

| Full Name                      | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--------------------------------|--|--|
| Vladimir Anatolievich Ryabikin | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---|--|--|
| Vladimir Anatolievich Ryabikin (Chairman) | 0  | 0  |
| Dmitry Lvovich Zaretsky                   | 0  | 0  |
| Vyacheslav Igorevich Kuliev               | 0  | 0  |
| Oleg Grigoryevich Pavlov                  |  |  |
| Vladimir Borisovich Ponomarev             | 0  | 0  |
| Irina Yurievna Puchkova                   | 0  | 0  |
| Natalia Leonidovna Rebrova                | 0.0000004  | 0.0000004  |
| Irina Alekseyevna Tamlenova               | 0  | 0  |
| Sergei Petrovich Frolov                   | 0  | 0  |

\* *The stake does not include the placed shares of the current securities issue.*

Full corporate name: **Interregional Distribution Grid Company of South, Public Joint Stock Company**

Short corporate name: **IDGC of South, PJSC**

Location **Rostov-on-Don, Russian Federation**

INN (Taxpayer Identification Number): **6164266561**

OGRN (Principal State Registration Number): **1076164009096**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **51.66**

Percentage of ordinary shares held by the issuer (%): **51.66**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---|--|--|
| Sergey Aleksandrovich Arkhipov (Chairman) | 0  | 0  |
| Vladimir Vladimirovich Dudchenko          | 0  | 0  |
| Yuri Nikolayevich Pankstyanov             | 0  | 0  |
| Alexander Nikolayevich Fadeyev            | 0  | 0  |
| Roman Alexeyevich Filkin                  | 0  | 0  |
| Alexander Viktorovich Shevchuk            | 0  | 0  |
| Boris Borisovich Ebzeev                   | 0  | 0  |
| Alexander Yevgenyevich Bogashov           | 0  | 0  |
| Dmitry Borisovich Gvozdev                 | 0  | 0  |
| Andrey Sergeyevevich Kolyada              | 0  | 0  |
| Denis Alexandrovich Spirin                | 0  | 0  |

Sole executive body of the company

| Full Name               | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|-------------------------|--|--|
| Boris Borisovich Ebzeev | 0  | 0  |

Members of the collegial executive body of the company

| Full Name | Stake held by the individual in the | Percentage of ordinary shares held by the |
|-----------|-------------------------------------|---|
|-----------|-------------------------------------|---|

|                                     | authorized capital of the issuer (%) | individual in the issuer (%) |
|-------------------------------------|--------------------------------------|------------------------------|
| Boris Borisovich Ebzeev (Chairman)  | 0                                    | 0                            |
| Timur Ulyumdzhievich Alayev         | 0                                    | 0                            |
| Yegor Vladimirovich Kalenyuk        | 0                                    | 0                            |
| Pavel Viktorovich Goncharov         | 0                                    | 0                            |
| Grigory Grigorievich Savin          | 0                                    | 0                            |
| Aleksey Aleksandrovich Rybin        | 0                                    | 0                            |
| Sergey Alekseyevich Chekmarev       | 0                                    | 0                            |
| Alexander Aleksandrovich Chasovskoy | 0                                    | 0                            |
| Yulianna Khasanovna Dzhabrailova    | 0                                    | 0                            |

Full corporate name: **Kuban Power and Electrification Public Joint Stock Company**

Short corporate name: **Kubanenergo**

Location **Krasnodar, Russian Federation**

INN (Taxpayer Identification Number): **2309001660**

OGRN (Principal State Registration Number): **1022301427268**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **92.24**

Percentage of ordinary shares held by the issuer (%): **92.24**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                             | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------------------|--|--|
| Yury Nikolayevich Mangarov (Chairman) | 0  | 0  |
| Alexander Viktorovich Varvarin        | 0  | 0  |
| Kseniya Valerievna Khokholkova        | 0  | 0  |
| Alexander Ilyich Gavrilov             | 0  | 0  |
| Dmitry Alekseyevich Bobkov            | 0  | 0  |
| Alexander Yevgenyevich Bogashov       | 0  | 0  |
| Vladimir Fyodorovich Gritsenko        | 0  | 0  |
| Alexander Leonidovich Yefimov         | 0  | 0  |
| Aleksey Yurievich Serov               | 0  | 0  |
| Vladimir Vladimirovich Sofyin         | 0  | 0  |
| Igor Vladimirovich Shmakov            | 0  | 0  |

Sole executive body of the company

| Full Name | Stake held by | Percentage of |
|-----------|---------------|---------------|
|-----------|---------------|---------------|



|                           | the individual in the authorized capital of the issuer (%) | ordinary shares held by the individual in the issuer (%) |
|---------------------------|--|--|
| Alexander Ilyich Gavrilov | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                            | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--------------------------------------|--|--|
| Alexander Ilyich Gavrilov (Chairman) | 0  | 0  |
| Andrey Valeryevich Golov             | 0  | 0  |
| Vyacheslav Yurievich Kostetsky       | 0  | 0  |
| Vladimir Aleksandrovich Mikhailov    | 0  | 0  |
| Dmitry Yurievich Ryazantsev          | 0  | 0  |
| Lyudmila Alexeyevna Golovakha        | 0  | 0  |
| Olga Vyacheslavovna Ocheredko        | 0  | 0  |
| Edgar Garrievich Armaganyan          | 0  | 0  |
| Dmitry Nikolayevich Golovakha        | 0  | 0  |
| Vladislav Andreyevich Statuev        | 0  | 0  |

Full corporate name: *Interregional Distribution Grid Company of Northern Caucasus, Public Joint-Stock Company*  
Short corporate name: *IDGC of Northern Caucasus, PJSC*

Location *Russian Federation, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 13a*  
INN (Taxpayer Identification Number): **2632082033**  
OGRN (Principal State Registration Number): **1062632029778**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

***Interest in the controlled entity.***

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): **92**

Percentage of ordinary shares held by the issuer (%): **92**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

***Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks; connection of customers to the network infrastructure in the North Caucasian Federal District.***

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---|--|--|
| Sergey Aleksandrovich Arkhipov (Chairman) | 0  | 0  |
| Yuri Viktorovich Zaytsev                  | 0  | 0  |
| Aleksey Viktorovich Rakov                 | 0  | 0  |
| Olga Nikolayevna Doroshenko               | 0  | 0  |

|                                   |   |   |
|-----------------------------------|---|---|
| Aleksey Aleksandrovich Ozherelyev | 0 | 0 |
| Dmitry Leonidovich Bokhun         | 0 | 0 |
| Yegor Borisovich Grinkevich       | 0 | 0 |
| Tatiana Alexandrovna Ivanova      | 0 | 0 |
| Nikolay Ivanovich Sasin           | 0 | 0 |
| Vladimir Valeryevich Toshchenko   | 0 | 0 |
| Dmitry Aleksandrovich Chevkin     | 0 | 0 |

Sole executive body of the company

| Full Name                | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--------------------------|--|--|
| Yuri Viktorovich Zaytsev | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                           | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|-------------------------------------|--|--|
| Yuri Viktorovich Zaytsev (Chairman) | 0  | 0  |
| Boris Khyzyrovich Misirov           | 0  | 0  |
| Vladimir Vladimirovich Shuvalov     | 0  | 0  |
| Mukhamed Khamzetovich Medaliev      | 0  | 0  |
| Ivetta Vladimirovna Tkhakakhova     | 0  | 0  |
| Aleksey Valeryevich Chernov         | 0  | 0  |
| Konstantin Batyrbekovich Alikov     | 0  | 0  |

Full corporate name: ***Yantarenergo Joint-Stock Company \****

Short corporate name: ***JSC Yantarenergo***

Location ***Kaliningrad, Russian Federation***

INN (Taxpayer Identification Number): ***3903007130***

OGRN (Principal State Registration Number): ***1023900764832***

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

***Interest in the controlled entity.***

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): ***100***

Percentage of ordinary shares held by the issuer (%): ***100***

Stake held by the controlled entity in the authorized capital of the issuer (%): ***0***

Percentage of ordinary shares held by the controlled entity in the issuer (%): ***0***

Description of the company's core business:

***Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.***

Members of the Board of Directors (Supervisory Board) of the company

| Full Name | Stake held by | Percentage of |
|-----------|---------------|---------------|
|-----------|---------------|---------------|

|                                       | the individual<br>in the<br>authorized<br>capital of the<br>issuer (%) | ordinary<br>shares held by<br>the individual<br>in the issuer<br>(%) |
|---------------------------------------|--|--|
| Yury Nikolayevich Mangarov (Chairman) | 0  | 0  |
| Yuri Vladimirovich Goncharov          | 0  | 0  |
| Igor Vladimirovich Makovsky           | 0  | 0  |
| Vyacheslav Sergeevich Skulkin         | 0  | 0  |
| Roman Alekseyevich Belenko            | 0  | 0  |
| Mikhail Aleksandrovich Kolesnikov     | 0  | 0  |
| Dmitry Aleksandrovich Chevkin         | 0  | 0  |

Sole executive body of the company

| Full Name                   | Stake held by<br>the individual<br>in the<br>authorized<br>capital of the<br>issuer (%) | Percentage of<br>ordinary<br>shares held by<br>the individual<br>in the issuer<br>(%) |
|-----------------------------|---|---|
| Igor Vladimirovich Makovsky | 0   | 0   |

Members of the collegial executive body of the company

| Full Name                              | Stake held by<br>the individual<br>in the<br>authorized<br>capital of the<br>issuer (%) | Percentage of<br>ordinary<br>shares held by<br>the individual<br>in the issuer<br>(%) |
|--|---|---|
| Igor Vladimirovich Makovsky (Chairman) | 0   | 0   |
| Natalia Aleksandrovna Danilova         | 0   | 0   |
| Vladimir Anatolyevich Kopylov          | 0   | 0   |
| Gennady Aleksandrovich Zimin           | 0   | 0   |
| Irina Veniaminovna Redko               | 0   | 0   |

*\* The stake does not include the placed shares of the current securities issue.*

Full corporate name: **Public-Stock Company Tomsk Distribution Company**

Short corporate name: **PSC TDC**

Location **Tomsk, Russian Federation**

INN (Taxpayer Identification Number): **7017114672**

OGRN (Principal State Registration Number): **1057000127931**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **85.77**

Percentage of ordinary shares held by the issuer (%): **94.58**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---|--|--|
| Anton Yurievich Dubov                     | 0  | 0  |
| Oleg Valentinovich Petrov                 | 0  | 0  |
| Pavel Nikolayevich Snikkars               | 0  | 0  |
| Ashot Mikhailovich Kobelyan               | 0  | 0  |
| Sergei Alexandrovich Semerikov (Chairman) | 0  | 0  |
| Aleksey Yurievich Serov                   | 0  | 0  |
| Natalia Ilyinichna Erpsheer               | 0  | 0  |

Sole executive body of the company

| Full Name                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------|--|--|
| Oleg Valentinovich Petrov | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                            | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--------------------------------------|--|--|
| Oleg Valentinovich Petrov (Chairman) | 0  | 0  |
| Irina Nikolayevna Razmanova          | 0  | 0  |
| Yulia Georgyevna Vikhoreva           | 0  | 0  |
| Oleg Alekseyevich Kinash             | 0  | 0  |

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

Short corporate name: **FGC UES, PJSC**

Location **Russian Federation, 117630, Moscow, ul. Akademika Chelomeya, 5A**

INN (Taxpayer Identification Number): **4716016979**

OGRN (Principal State Registration Number): **1024701893336**

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

**Interest in the controlled entity.**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **80.13**

Percentage of ordinary shares held by the issuer (%): **80.13**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the company's core business:

**Provision of electricity transmission services via the Unified National (All-Russian) Electric Grid (UNEG).**

Members of the Board of Directors (Supervisory Board) of the company

| Full Name                             | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------------------|--|--|
| Oleg Mikhailovich Budargin (Chairman) | 0  | 0  |
| Pavel Sergeevich Grachev              | 0  | 0  |
| Andrey Aleksandrovich Dyomin          | 0  | 0  |
| Igor Aleksandrovich Kamenskoy         | 0  | 0  |
| Andrey Yevgenyevich Murov             | 0  | 0  |
| Sergei Nikolaevich Mironosetsky       | 0  | 0  |
| Yegor Vyacheslavovich Prokhorov       | 0  | 0  |
| Nikolai Pavlovich Roshchenko          | 0  | 0  |
| Sergey Vladimirovich Sergeev          | 0  | 0  |
| Pavel Nikolayevich Snikkars           | 0  | 0  |
| Ernesto Ferlenghi                     | 0  | 0  |

Sole executive body of the company

| Full Name                 | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|---------------------------|--|--|
| Andrey Yevgenyevich Murov | 0  | 0  |

Members of the collegial executive body of the company

| Full Name                            | Stake held by the individual in the authorized capital of the issuer (%) | Percentage of ordinary shares held by the individual in the issuer (%) |
|--------------------------------------|--|--|
| Andrey Yevgenyevich Murov (Chairman) | 0  | 0  |
| Alexander Vasilyevich Vasilyev       | 0  | 0  |
| Vladimir Petrovich Dikoy             | 0  | 0  |
| Alexander Arkadyevich Zaragatsky     | 0  | 0  |
| Aleksey Valeryevich Molsky           |  |  |
| Nikolay Igorevich Pozdnyakov         | 0  | 0  |
| Maria Gennadyevna Tikhonova          | 0  | 0  |
| Roman Yevgenyevich Filimonov         | 0  | 0  |

**Additional company information:**

**Type of the control right: direct control.**

**Attribute of the control right: joint control shared with other persons.**

**Full corporate name, registered address, Taxpayer Identification Number (INN), and Principal State Registration Number (OGRN) of the corporate entity with which the issuer acquired the right to jointly control a certain number of votes attaching to the voting shares (stakes) in the authorized capital of the organization:**

**Russian Federation represented by the Federal Agency for State Property Management.**

**Registered address: Russia, 109012, Moscow, Nikolsky per., 9.**

**Taxpayer Identification Number (INN): 7710723134.**

**Principal State Registration Number (OGRN): 1087746829994.**

**Grounds: entering into the shareholders' agreement for the procedure for controlling and voting shares in FGC UES, PJSC.**

**Stake held by the issuer in the authorized capital of FGC UES, PJSC, including the indirect control right (%): 80.72.**

**Percentage of ordinary shares in FGC UES, PJSC, including the indirect control right (%): 80.72.**

## Section IV. Information Concerning the Financing and Economic Activities of the Issuer

### 4.1. Financial and Economic Performance of the Issuer

Changes in indicators describing the issuer's financial and economic performance, including making a profit/loss, for the 5 most recently closed reporting years.

Standard (rules) applicable to the accounting (financial) statements used for calculating such indicators: **Russian Accounting Standards**

Unit of measurement for uncovered loss amounts: **rubles in thousands**

| Indicator Description  | 2011  | 2012  | 2013  | 2014  | 2015  |
|--|-------|-------|-------|-------|-------|
| Net profit margin, %   | 64.21 | 65.73 | 66.63 | 51.23 | 58.94 |
| Asset turnover ratio, times  | 0.03  | 0.03  | 0.03  | 0.04  | 0.04  |
| Return on assets, %  | 2.10  | 2.07  | 2.30  | 1.88  | 2.27  |
| Return on equity, %  | 2.27  | 2.31  | 2.44  | 1.89  | 2.56  |
| Uncovered loss at balance sheet date, rubles                             | 0     | 0     | 0     | 0     | 0     |
| Ratio of uncovered loss at balance sheet date to book value of assets, % | 0     | 0     | 0     | 0     | 0     |

*Note: The calculation used the amount of net profit less the revaluation of financial investments, the reserve for doubtful debts, the reserve for estimated liabilities, and the reserve for impairment of financial investments.*

| Indicator Description   | Calculation Method   |
|---|--|
| <i>Net profit margin, %</i>   | <i>(Adjusted Net Profit / Revenues) x 100</i>                              |
| <i>Asset turnover ratio, times</i>  | <i>Revenues / Book Value of Assets</i>                                     |
| <i>Return on assets, %</i>  | <i>(Adjusted Net Profit / Book Value of Assets) x 100</i>                  |
| <i>Return on equity, %</i>  | <i>(Adjusted Net Profit / Equity and Reserves) x 100</i>                   |
| <i>Uncovered loss at balance sheet date, rubles in thousands</i>                | <i>Uncovered Loss of Prior Years + Uncovered Loss of Reporting Year</i>    |
| <i>Ratio of uncovered loss at balance sheet date to book value of assets, %</i> | <i>(Uncovered Loss at Balance Sheet Date / Book Value of Assets) x 100</i> |

*Adjusted net profit = Net profit (Item 2400 of the Statement of Financial Performance (Form 0710002 as per OKUD)) – Revaluation of financial investments at current market value (Item 8020 of 5.11 “Other Income and Expense”) – Income from decreased (written-off) reserve for doubtful debts (Item 8021 of 5.11 “Other Income and Expense”) – Income from decreased (written-off) reserve for estimated liabilities (Item 8022 of 5.11 “Other Income and Expense”) – Income from decreased (written-off) reserve for impairment of financial investments (Item 8031 of 5.11 “Other Income and Expense”) – Reserve for doubtful debts (Item 8111 of 5.11 “Other Income and Expense”) – Reserve for impairment of financial investments (Item 8112 of 5.11 “Other Income and Expense”) – Reserve for estimated liabilities (Item 8115 of 5.11 “Other Income and Expense”) – Revaluation of financial investments at current market value (Item 8124 of 5.11 “Other Income and Expense”)*

*The calculation of the indicators shown above is based on the Issuer's accounting (financial) statements prepared in accordance with Russian accounting standards as specified in the methods recommended by the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P).*

Economic analysis of the issuer's profit/loss based on changes in the above-mentioned indicators. Information concerning the reasons that are believed by the issuer's management bodies to have brought about the issuer's profit/loss recognized in its accounting (financial) statements for the 5 closed reporting years preceding the approval date of the securities prospectus:

*The net profit margin remained high in 2011–2015. The net profit margin changed from 51.23% in 2014 to 58.94% in 2015 largely due to an increase of 20.1% in adjusted net profit accompanied by a rise of 4.4% in revenues.*

*The Company's return on assets and return on equity in 2015 were 2.27% and 2.56% respectively. The increase on 2014 was due to a rise in net profit with the unchanged value of assets and equity.*

*There was no uncovered loss in 2011–2015. Therefore, the ratio of uncovered loss at balance sheet date to book value of assets is not calculated.*

#### **Factors Affecting Changes in Profits (Losses) of the Company**

*Income from ordinary activities for the Company is proceeds under agreements for services in relation to organizing the operation of and to developing electric grid facilities, income from interests in other entities, and revenues from leases and technical supervision services.*

*In 2015, the Company made a loss of 18,214,294 thousand rubles. However, the adjusted net profit excluding expenses associated with the revaluation of financial investments in 2015 was 569,935 thousand rubles. The changed value of financial investments was the main factor affecting the change in the financial result in 2011–2015.*

#### **Main performance indicators of the Issuer:**

| <b>Indicator<br/>(rubles in thousands)</b> | <b>2011</b> | <b>2012</b> | <b>2013</b>  | <b>2014</b> | <b>2015</b> |
|--|-------------|-------------|--------------|-------------|-------------|
| Revenues                                   | 4,440,280   | 4,617,705   | 6,098,726    | 6,242,392   | 6,514,797   |
| Production costs                           | -2,910,333  | -2,567,030  | -3,257,429   | -3,863,080  | -4,342,450  |
| Other income                               | 5,528,208   | 9,187,826   | 299,882      | 5,642,564   | 23,101,660  |
| Other expense                              | -80,753,289 | -15,502,700 | -255,264,375 | -61,386,464 | -45,487,314 |
| Profit tax                                 | -358,571    | -441,417    | -281,376     | -296,307    | -217,935    |
| Net profit                                 | -73,185,837 | -3,099,641  | -250,551,763 | -52,346,370 | -18,214,294 |

#### **Assessment of factors affecting the change in net profit**

| <b>Indicator</b>    | <b>Indicator Deviation (2015 Actuals<br/>from 2014 Actuals)<br/>(rubles in thousands)</b> | <b>Level of Factor Affecting Change<br/>in Net Profit (%)</b> |
|---------------------|---|---|
| Revenues            | 272,405   | 0.80%   |
| Production costs    | -490,007  | -1.44%  |
| Interest receivable | 2,156,703   | 6.32%   |
| Interest payable    | -1,125,480  | -3.30%  |
| Other income        | 17,459,096  | 51.15%  |
| Other expense       | 15,909,787  | 46.61%  |
| Profit tax          | 78,372  | 0.23%   |
| Net profit          | 34,132,076  | 100.00%   |

The issuer's management bodies have different opinions about reasons or the degree of their influence on the issuer's financial and economic performance: *No*

A member of the issuer's Board of Directors (Supervisory Board) or a member of the issuer's collegial executive body has a dissenting opinion about the above-mentioned reasons and/or the degree of their influence on the issuer's financial and economic performance, which opinion is contained in the minutes of a meeting of the issuer's Board of Directors (Supervisory Board) or the issuer's collegial executive body that dealt with the relevant issues, and insists that this opinion be included in the securities prospectus: *No*

#### **4.2. Liquidity of the Issuer, Capital and Current Asset Adequacy**

Changes in indicators describing the issuer's liquidity for the 5 most recently closed reporting years:

Standard (rules) applicable to the accounting (financial) statements used for calculating such indicators: **Russian Accounting Standards**

Unit of measurement for uncovered loss amounts: **rubles in thousands**

| <b>Indicator Description</b>             | <b>2011</b> | <b>2012</b> | <b>2013</b> | <b>2014</b> | <b>2015</b> |
|--|-------------|-------------|-------------|-------------|-------------|
| Net working capital, rubles in thousands | 11,457,165  | 17,612,468  | 15,047,572  | 17,101,802  | 20,507,437  |
| Current ratio                            | 2.13        | 1.86        | 18.56       | 22.53       | 18.52       |
| Quick ratio                              | 2.08        | 1.85        | 18.53       | 22.49       | 18.50       |
| Liquid ratio                             | 1.78        | 1.70        | 14.85       | 20.36       | 15.65       |

*Note: The Liquid Ratio is calculated as (Cash and Cash Equivalents + Short-Term Deposits Due After 3 Months) / (Short-Term Liabilities Less Deferred Income).*

Economic analysis of the issuer's liquidity and solvency and the adequacy of the issuer's equity for settling short-term liabilities and covering current operating expenses based on the economic analysis of changes in the above-mentioned

indicators, describing the factors that are believed by the issuer's management bodies to have had the greatest effect on the issuer's liquidity and solvency in the reporting period:

*The Company's net working capital changed upward in 2011–2015 (totaling 20,507,437 thousand rubles at the end of 2015). The positive value of this indicator proves the effective management of the Company's available resources and its financial stability.*

*As of December 31, 2015, the current ratio was 18.52 (in the range of 1.86 to 22.53 in the periods under review), and the quick ratio was 18.50 (in the range of 1.85 to 22.49 in the periods under review); this means that the value of the Company's most liquid current assets is over 18 times the size of short-term liabilities.*

*The liquid ratio as of December 31, 2015, was 15.65 (in the range of 1.70 to 20.36 in the periods under review); therefore, the value of the Company's cash, cash equivalents, and deposits is over 15 times the size of current liabilities.*

*No member of the Issuer's Board of Directors has a dissenting or different opinion concerning any factors specified above.*

#### 4.3. Value and Structure of the Issuer's Capital and Current Assets

##### 4.3.1. Value and Structure of the Issuer's Capital and Current Assets

| <b>Indicator Description</b>   | <b>2011</b>        | <b>2012</b>        | <b>2013</b>          | <b>2014</b>          | <b>2015</b>          |
|--|--------------------|--------------------|----------------------|----------------------|----------------------|
| Authorized capital, rubles in thousands  | <b>45,039,216</b>  | <b>49,946,844</b>  | <b>163,154,003</b>   | <b>163,154,003</b>   | <b>163,154,003</b>   |
| Conformity of the issuer's authorized capital specified in this paragraph to the constitutive documents of the issuer  | <i>yes</i>         | <i>yes</i>         | <i>yes</i>           | <i>yes</i>           | <i>yes</i>           |
| Total value of the issuer's shares (stakes) repurchased by the issuer for further resale (transfer), including the value of such shares (stakes) as a percentage of the issuer's outstanding shares (authorized capital), rubles in thousands/%  | <i>0/0</i>         | <i>0/0</i>         | <i>(1,779,140)/1</i> | <i>(1,779,140)/1</i> | <i>(1,779,140)/1</i> |
| Operating surplus of the issuer, rubles in thousands   | <b>2,155,845</b>   | <b>2,155,845</b>   | <b>2,155,845</b>     | <b>2,155,845</b>     | <b>2,155,845</b>     |
| Additional paid-in capital of the issuer reflecting asset value increment identified through revaluation and the amount of difference between the selling price (offer price) and par value of shares (stakes) in the company resulting from the sale of shares (stakes) at a price exceeding their par value, rubles in thousands | <b>6,036,063</b>   | <b>16,243,928</b>  | <b>212,978,109</b>   | <b>212,978,109</b>   | <b>212,978,109</b>   |
| Undistributed net profit (loss) of the issuer, rubles in thousands   | <b>72,403,510</b>  | <b>69,158,609</b>  | <b>(181,559,166)</b> | <b>(233,901,922)</b> | <b>(252,110,835)</b> |
| Total capital, rubles in thousands   | <b>125,634,634</b> | <b>137,505,226</b> | <b>194,949,651</b>   | <b>142,606,895</b>   | <b>157,870,831</b>   |



Structure and value of the issuer's current assets according to the issuer's accounting (financial) statements:

| Indicator Description   | 2011              | 2012              | 2013              | 2014              | 2015              |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total inventories, rubles in thousands  | 15,804            | 6,326             | 18,026            | 16,338            | 5,731             |
| Value added tax, rubles in thousands  | 568,740           | 258,402           | 7,444             | 14,348            | 15,141            |
| Accounts receivable (due after 12 months from balance sheet date), rubles in thousands  | 577,590           | 858,299           | 0                 | 1,559,035         | 1,541,035         |
| Accounts receivable (due within 12 months from balance sheet date), rubles in thousands | 2,945,637         | 3,075,090         | 3,132,237         | 1,511,380         | 3,227,859         |
| Financial investments (except for cash equivalents), rubles in thousands                | 5,500,000         | 31,247,082        | 5,741,874         | 9,662,947         | 1,600,000         |
| Cash, rubles in thousands   | 12,520,714        | 3,379,176         | 6,981,543         | 6,640,452         | 16,723,563        |
| Other current assets, rubles in thousands   | 3,986             | 28,737            | 23,424            | 50,763            | 105,605           |
| <b>Total current assets, rubles in thousands</b>  | <b>22,132,471</b> | <b>38,853,112</b> | <b>15,904,548</b> | <b>19,455,263</b> | <b>23,218,934</b> |

Sources of capital funding used by the issuer (equity, loans, advances): *The principal source of capital funding is the Issuer's equity.*

Capital funding policy of the issuer: *Seeking to maintain liquidity, payables and receivables turnover and solvency of the Issuer so as to ensure the timely performance of obligations to creditors without raising borrowings from credit institutions for capital funding purposes.*

Factors which can cause changes in capital funding policy and assessment of their likelihood: *Possible factor which can cause changes in capital funding policy is the deterioration of the issuer's financial standing, necessitating borrowings from creditors for capital funding purposes. This event is unlikely to occur.*

#### 4.3.2. Financial Investments of the Issuer

List of financial investments of the issuer accounting for 10 percent or more of its total financial investments as of the last date of the most recent reporting year prior to the approval date of the securities prospectus.

##### Investments of the issuer in securities:

As of December 31, 2015

List of financial investments of the issuer accounting for 5 percent or more of its total financial investments as of the last date of the reporting period

Investments in issue-grade securities

Type of securities: *ordinary shares*

Full corporate name of the issuer: *Federal Grid Company of Unified Energy System, Public Joint-Stock Company*

Short corporate name of the issuer: *FGC UES, PJSC*

Location of the issuer: *Russia, 117630, Moscow, ul. Akademika Chelomeya, 5A*

INN (Taxpayer Identification Number): *4716016979*

OGRN (Principal State Registration Number): *1024701893336*

| Date of state registration of issue(s) | Registration number | Registration authority   |
|--|---------------------|--|
| September 10, 2002                     | 1-01-65018-D        | Federal Commission for the Securities Market of the Russian Federation |

Number of securities owned by the issuer: *1,021,359,045,392*

Total par value of securities owned by the issuer: *510,679,522.696 rubles*

Total book value of securities owned by the issuer: *59,984,417*

Unit of measurement: *rubles in thousands*

*The issuer of securities is a subsidiary and/or dependent company of PJSC ROSSETI.*

Amount of declared dividends on ordinary shares (if no information is available about the amount of declared dividends on ordinary shares in the current year, specify the amount of dividends declared in the previous year), dates of payment: *The Annual General Meeting of Shareholders of FGC UES, PJSC (Minutes No. 17 of July 4, 2016) decided to pay dividends based on performance results in the accounting year 2015 in the amount of 0.0133185 ruble per ordinary share in FGC UES, PJSC in cash. The date for determining the persons entitled to dividends based on performance results in the accounting year 2015 is July 11, 2016.*

*Date when the obligation to pay dividends on shares should be fulfilled:*

*- for nominee holders and asset managers that are professional securities market participants registered on the shareholder register of FGC UES, PJSC, within 10 business days after the date set for determining the persons entitled to dividends (not later than July 25, 2016);*

*- for other persons registered on the shareholder register of FGC UES, PJSC, within 25 business days after the date set for determining the persons entitled to dividends (not later than August 15, 2016).*

Type of securities: *ordinary shares*

Full corporate name of the issuer: *Public Joint-Stock Company Moscow United Electric Grid Company*

Short corporate name of the issuer: *PJSC MOESK*

Location of the issuer: *Russia, 115114, Moscow, 2-y Paveletsky proezd, 3, str. 2*

INN (Taxpayer Identification Number): *5036065113*

OGRN (Principal State Registration Number): *1057746555811*

| Date of state registration of issue(s) | Registration number | Registration authority                                      |
|--|---------------------|---|
| May 31, 2005                           | 1-01-65116-D        | Federal Financial Markets Service of the Russian Federation |

Number of securities owned by the issuer: *24,794,187,558*

Total par value of securities owned by the issuer: *12,397,093.779 rubles*

Total book value of securities owned by the issuer: *18,620,435*

Unit of measurement: *rubles in thousands*

*The issuer of securities is a subsidiary and/or dependent company of PJSC ROSSETI.*

Amount of declared dividends on ordinary shares (if no information is available about the amount of declared dividends on ordinary shares in the current year, specify the amount of dividends declared in the previous year), dates of payment: *The Annual General Meeting of Shareholders of PJSC MOESK (Minutes No. 18 of June 9, 2016) decided to pay dividends on ordinary shares in PJSC MOESK based on performance results in 2015 in the amount of 0.1297 ruble per ordinary share in the company in cash. The dividend payment period is at most 10 business days for a nominee holder and an asset manager that is a professional securities market participant and 25 business days for other shareholders registered on the register after the date of the list of the persons entitled to dividends. The date of the list of the persons entitled to dividends is June 26, 2016.*

Information about established reserves for impairment of financial investments in securities:

*The Issuer established a reserve for impairment of financial investments in securities.*

Value of the reserve for impairment of financial investments in securities as of the beginning and end of the most recently closed reporting year prior to the approval date of the securities prospectus:

*Reserves for impairment of financial investments in shares were as follows:*

*3,456,377 thousand rubles as of December 31, 2014;*

*3,454,519 thousand rubles as of December 31, 2015.*

Information concerning the value of potential losses associated with the bankruptcy of entities (enterprises) in which investments were made by type of the above-mentioned investment:

*None*

Investments in non-issue-grade securities

*Investments in non-issue-grade securities accounting for 10 percent or more of total financial investments: none.*

Other financial investments accounting for 10 percent or more of total financial investments as of the last date of the most recent reporting year prior to the approval date of the securities prospectus:

*None*

Accounting standards (rules) in accordance with which the issuer made calculations recognized in this paragraph of the securities prospectus:

*Accounting records of financial investments are kept in accordance with Regulations for Accounting 19/02 "Financial Investment Accounting" approved by Order of the Ministry of Finance of the Russian Federation No. 126n of December 10, 2002 (as amended and supplemented).*

#### 4.3.3. Intangible Assets of the Issuer

Information concerning the composition of intangible assets, initial (replacement) value of intangible assets, and amount of accumulated depreciation for the 5 most recently closed reporting years.

As of December 31, 2011

Unit of measurement: *rubles in thousands*

| Group of Intangible Assets | Initial (Replacement) Value | Amount of Accumulated Depreciation |
|----------------------------|-----------------------------|------------------------------------|
| JSC IDGC Holding logo      | 920                         | -                                  |
| TOTAL                      | 920                         | -                                  |

As of December 31, 2012

Unit of measurement: *rubles in thousands*

| Group of Intangible Assets | Initial (Replacement) Value | Amount of Accumulated Depreciation |
|----------------------------|-----------------------------|------------------------------------|
| JSC IDGC Holding logo      | 920                         | -                                  |
| TOTAL                      | 920                         | -                                  |

As of December 31, 2013

Unit of measurement: *rubles in thousands*

| Group of Intangible Assets | Initial (Replacement) Value | Amount of Accumulated Depreciation |
|----------------------------|-----------------------------|------------------------------------|
| www.rosseti.ru domain name | 1,600                       |                                    |
| Avariynost software        | 657                         | 44                                 |
| JSC ROSSETI trademark      | 2,894                       |                                    |
| TOTAL                      | 5,151                       | 44                                 |

As of December 31, 2014

Unit of measurement: *rubles in thousands*

| Group of Intangible Assets  | Initial (Replacement) Value | Amount of Accumulated Depreciation |
|---|-----------------------------|------------------------------------|
| www.rosseti.ru domain name  | 1,600                       |                                    |
| Exclusive right to use the base of the Customer Relations Portal  | 14,742                      | 983                                |
| Avariynost software   | 657                         | 175                                |
| JSC ROSSETI trademark   | 3,021                       |                                    |
| Exclusive right to use the system of remote access to JSC ROSSETI corporate resources                       | 4,846                       |                                    |
| Exclusive right to use the automated system of electronic procurement procedures (Electronic Trading Floor) | 18,998                      |                                    |
| TOTAL   | 43,864                      | 1,158                              |

As of December 31, 2015

Unit of measurement: *rubles in thousands*

| Group of Intangible Assets   | Initial (Replacement) Value | Amount of Accumulated Depreciation |
|--|-----------------------------|------------------------------------|
| www.rosseti.ru domain name   | 1,600                       |                                    |
| Exclusive right to use the base of the Customer Relations Portal                       | 14,742                      | 3,931                              |
| Avariynost software  | 657                         | 307                                |
| PJSC ROSSETI trademark   | 3,021                       |                                    |
| Exclusive right to use the system of remote access to PJSC ROSSETI corporate resources | 4,531                       | 755                                |
| Exclusive right to use the automated system of electronic                              | 18,998                      | 3,483                              |

|   |        |       |
|---|--------|-------|
| procurement procedures (Electronic Trading Floor) |        |       |
| TOTAL   | 43,549 | 8,476 |

*Intangible assets were neither contributed to the authorized capital of the Company nor received free of charge. Accounting standards (rules) in accordance with which the issuer provides information about its intangible assets: Regulations for Accounting 14/2007 “Intangible Asset Accounting” approved by Order of the Ministry of Finance of the Russian Federation No. 153n of December 27, 2007.*

#### **4.4. Information Concerning the Policy and Expenses Incurred by the Issuer in the Area of Scientific and Technological Development, in Respect of Licenses and Patents, New Developments and Research**

*The Company operates a management system for innovation and scientific and technical development at PJSC ROSSETI and PJSC ROSSETI’s SDCs.*

*Within the management system, research and development (R&D) are financed at the level of PJSC ROSSETI’s SDCs. Consequently, the rights to intellectual property obtained as a result of R&D are also secured and maintained by PJSC ROSSETI’s SDCs. The Issuer has no R&D expenses financed from its internal funds for the five most recently closed reporting years.*

*The Company carries out the Innovative Development Program, containing measures for the development, design, and introduction of innovative projects, solutions, and approaches into its activities. A significant part of the Innovative Development Program is the R&D Program.*

*The R&D Program contains measures to develop breakthrough technologies aimed at creating fundamentally new products, techniques, and methods and covers practical areas of improving existing technologies. Results of the R&D Program implemented at the level of PJSC ROSSETI’s SDCs for the five most recently closed reporting years: registration obtained for 306 titles of protection (patents and certificates) from January 1, 2011, to December 31, 2015.*

*In the course of operating the created management system, the Company built a system for collecting and evaluating proposals for the R&D Program, approved the Innovative Development, Energy Conservation, and Energy Efficiency Enhancement Policy of PJSC ROSSETI, the Schedule of Formulating and Implementing the R&D Program, the Concept of Managing the Intellectual Property of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI, and the rules and procedure for introducing innovative solutions into PJSC ROSSETI, developed the concept of the Center for Technology Monitoring and Transfer and the concept of the R&D Foundation, established the Innovation Commission of PJSC ROSSETI, and organized the work of the Scientific and Technical Council of PJSC ROSSETI.*

*In the 9 month of 2016, the Company established the Rationalization Commission, updated the Register of Innovative Solutions, updated the list of subjects recommended for implementation under the R&D Program, established the target volume of purchased innovative solutions, prepared the Annual Implementation Report on the Innovative Development Program of PJSC ROSSETI for 2015, and drafted the Innovative Development Program of PJSC ROSSETI for 2016–2020.*

*On November 27, 2014, the Federal Service for Intellectual Property of the Russian Federation registered on the State Register of Trademarks and Service Marks a trademark (service mark) in the name of the Issuer in Russian (РОССТЕИ) and English (ROSSETI) (Trademark (Service Mark) Certificates No. 527876 and No. 527877). The registration is valid until July 31, 2023.*



*The Issuer does not believe that any material risks may occur in relation to the possible expiration of patents or trademark licenses.*

*Detailed information concerning the R&D Program of PJSC ROSSETI and PJSC ROSSETI’s SDCs is posted on the Company’s website at <http://www.rosseti.ru/investment/niokr/>.*

Risk factors associated with possible expiration of the issuer’s principal patents and licenses for trademark use: *none.*

#### **4.5. Analysis of Trends in the Issuer’s Core Business**

*The core business of PJSC ROSSETI is corporate management of a transmission grid company and interregional and regional distribution grid companies. In this connection, it is advisable to consider development trends from the perspective of the Company's SDCs.*

*The growth in demand for electricity is one of the main trends in the development of the energy sector, determining the parameters of the electric grid sector's development. According to expert estimates, due to the low projected rate of economic growth and a gradual increase in energy efficiency, 2014–2016 will see the continued slow growth in demand for electricity at less than 0.6% per year.*

*Over the next 10–15 years, Russia will have to introduce technologies that are already used in the grid sectors of developed countries. Specifically, it is necessary to introduce smart grid technology that improves transmission capacity and energy supply stability, reduces electricity losses, and enables customers to cut costs of electricity metering and billing metering.*

*Russia's demand for electricity considerably shifts among regions and populated places. With the reduction of electricity consumption in the rural areas of many regions, consumption substantially grows in large cities. At the same time, the reduction of electricity consumption in urban industrial areas is offset by its growth in areas where office and commercial properties or houses are built. Changes in the geography of electricity demand create the problems related to setting economically feasible tariffs because of the underutilization of electric grids and insufficient investments for building electric grids in the regions with increasing power consumption.*

*Insufficient investment in the electric grid sector has resulted in the substantial physical and technological obsolescence of electricity networks.*

*In accordance with the Strategy for Development of the Electric Grid Sector, a separate area of the development of Russia's modern energy industry is the construction of distributed generation.*

*The Issuer's management bodies are of the same opinion about the above-mentioned factors and/or the degree of their impact on the Issuer's financial and economic activities.*

*No member of the Issuer's Board of Directors has a dissenting or different opinion concerning any factors specified above.*

#### **4.6. Analysis of Factors and Conditions Affecting the Issuer's Activities**

Factors and conditions (effects of inflation, changes in foreign exchange rates, decisions of governmental authorities, and other economic, financial, political and other factors) affecting the issuer's activities and making changes to the issuer's revenue from the sale of goods, products, work, and services and the issuer's operating profits (losses). Forecast of duration of the above-mentioned factors and conditions.

*The main factors and conditions affecting PJSC ROSSETI's operational results are determined by:*

*– the Forecast of the Socioeconomic Development of the Russian Federation for 2016 and the Planning Period of 2017 and 2018 developed by the Ministry of Economic Development of the Russian Federation, scenarios, basic parameters of the Forecast of the Socioeconomic Development of the Russian Federation, and ceiling prices (tariffs) of infrastructure companies' services for 2016 and the planning period of 2017 and 2018 with due consideration to the objectives set in the President's Addresses to the Federal Assembly of the Russian Federation;*

*– the overall economic activity of customers and the socioeconomic development of Russia's specific regions;*

*– the condition of companies' industrial assets, the necessity of modernizing and renewing such assets;*

*– the General Layout of Electric Power Facilities and the development schemes and programs for the electric power industry of constituent entities of the Russian Federation;*

*– payment discipline in the industry as a whole and in Russian specific regions;*

*– institutional problems in the industry, including cross-subsidy issues;*

*– governmental initiatives of prime importance, including the Action Plan (Road Map) "Enhancing the Affordability of the Power Infrastructure" approved by Ordinance of the Government of the Russian Federation No. 1144-r of June 30, 2012, and the Plan of High Priority Measures to Ensure Sustained Economic Development and Social Stability in 2015 approved by Ordinance of the Government of the Russian Federation No. 98-r of January 27, 2015.*

*The operation of the electric grid sector is affected by the following adverse systemic factors: restrictions on the tariff growth rate for electricity distribution services; a decreased share of grid organizations in the structure of the ultimate electricity tariff (price); the approval of economically unfeasible tariff and balancing decisions; an increase in lost income from network connections on preferential terms; an increase in cross-subsidies as a result of setting a fixed value of cross-subsidies without giving consideration to factors that objectively affect such value; the failure to ensure that the "leveled" minimum regulated revenue is returned in tariff decisions; the formation of balancing indicators different from actual indicators. The financial condition of electric grid companies is also impaired by the impact of the economic crisis: decreased electricity consumption, a reduction in customers' financial solvency, a rise in borrowing costs.*

*The Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, sets strategic goals (targets) for the electric grid sector and defines the principal functions of PJSC ROSSETI.*

*To ensure the achievement of strategic goals and objectives, PJSC ROSSETI works to improve its operating efficiency and reduce its costs under the Operating Efficiency Management Program of PJSC ROSSETI, which is the main instrument for improving the ROSSETI Group's operating efficiency.*

*The main areas of the Program are as follows:*

- improve operating efficiency (reduce general and administrative expenses, increase workforce productivity, optimize the structure of repairs, reduce network electricity losses, improve the efficiency of receivables management, introduce the benchmarking system, etc.);
- improve the efficiency of investing activities (reduce specific investing expenses by 30% compared with 2012, conduct the price and technological audit of investment projects worth over 1.5 billion rubles, develop the institution of prioritizing capital investment projects, import substitution, increase the share of purchases using the auction procedure of decreasing prices (reverse auctions), create a centralized electronic trading floor, etc.);
- improve the efficiency of financing and other non-operating activities (take measures aimed at stabilizing the financial condition and maintaining credit ratings, optimize borrowing costs, find favorable financing terms, establish and monitor limits on the debt position, sell noncore assets, etc.).

#### 4.7. Competitors of the Issuer

*Due to the particularities of operations of PJSC ROSSETI as a company engaged in corporate management of electric grid companies, PJSC ROSSETI has no competitors.*

*In accordance with applicable laws, FGC UES, PJSC and the interregional and regional distribution grid companies that are part of the ROSSETI Group are natural monopolies and have no direct competitors.*

*The principles of benchmarking-based incentives for improving operating efficiency introduced by the Strategy for Development of the Electric Grid Sector create the conditions for including the benchmarking results in tariffs.*

*Additionally, the Strategy for Development of the Electric Grid Sector specifies that the number of territorial grid organizations will be decreased by 50 percent by 2017 compared with 2012.*

### Section V. Detailed Information Concerning Individual Members of the Issuer's Management Bodies, the Issuer's Bodies Controlling Its Financial and Economic Activities and Brief Information Concerning the Issuer's Employees (Personnel)

#### 5.1. Details of the Structure and Jurisdiction of the Issuer's Management Bodies

Structure of the issuer's management bodies and their jurisdiction as specified in the Articles of Association (constitutive documents) of the issuer.

*In accordance with the Company's Articles of Association, the management bodies of the Company are as follows:*

- *General Meeting of Shareholders;*
- *Board of Directors of the Company;*
- *Management Board of the Company (collegial executive body);*
- *Director General of the Company (sole executive body).*

*The Company's highest management body is the General Meeting of Shareholders.*

*As specified in Article 10 of the Company's Articles of Association, the competence of the General Meeting of Shareholders shall include the following issues:*

*1) amendments and supplements to the Company's Articles of Association or approval of a restated version of the Company's Articles of Association;*

*2) reorganization of the Company in accordance with the procedure provided for in federal law and these Articles of Association;*

*3) liquidation of the Company, appointment of a liquidation commission, and approval of an interim and final liquidation balance sheets;*

*4) election of members of the Company's Board of Directors and early termination of their powers, determination of the size of remuneration and compensation for members of the Company's Board of Directors;*

*5) determination of the quantity, par value, category (type) of authorized shares and rights attaching thereto;*

*6) increase in the Company's authorized capital by raising the par value of the shares or by placing additional shares of the Company where specified in these Articles of Association;*

*7) decrease in the Company's authorized capital by reducing the par value of the shares, by the Company's purchase of some shares in order to reduce their total quantity, and by retirement of the shares acquired or bought back by the Company;*

*8) election of members of the Company's Internal Audit Commission and early termination of their powers, determination of the size of remuneration and compensation for members of the Company's Internal Audit Commission;*

*9) approval of the Company's Auditor;*

*10) approval of annual reports, annual financial statements, including profit and loss statements (profit and loss accounts) of the Company; distribution of profits, including payment (declaration) of dividends except for any profits distributed as dividends based on the results of the first quarter, half, or nine months of the financial year, and losses of the Company for the financial year;*

*11) establishment of the procedure for holding the General Meeting of Shareholders;*

*12) share splitting and consolidation;*

*13) decisions to authorize transactions as specified in Article 83 of the Federal Law "On Joint-Stock Companies";*

14) decisions to authorize major transactions as specified in Article 79 of the Federal Law “On Joint-Stock Companies”;

15) decisions on the Company’s participation in financial industrial groups, associations, and other groupings of commercial entities;

16) approval of internal documents governing the activities of the Company’s bodies;

17) payment (declaration) of dividends based on the results of the first quarter, half, or nine months of the financial year;

18) decisions on any application for the delisting of the Company’s shares and/or the Company’s issue-grade securities convertible into its shares;

19) other issues specified in the Federal Law “On Joint-Stock Companies.”

Issues falling within the competence of the General Meeting of Shareholders may not be delegated to the Board of Directors of the Company, the Management Board of the Company, and the Director General of the Company.

The General Meeting of Shareholders shall not be entitled to discuss or adopt decisions on any issues falling beyond its competence as specified in the Federal Law “On Joint-Stock Companies.”

The competence of the Company’s Board of Directors shall include the general management of the Company’s activities except for any issues that, in accordance with the Articles of Association of the Company, fall within the competence of the General Meeting of Shareholders.

The competence of the Board of Directors shall include the following issues (Article 11 of the Articles of Association):

1. determine the priority areas of the Company’s activities;
2. convene the Annual and Extraordinary General Meetings of Shareholders, except where otherwise specified in paragraph 10.7.8 of these Articles of Association;
3. approve the agenda of the General Meeting of Shareholders;
4. define the date of the list of the persons entitled to participate in the General Meeting of Shareholders, and other matters falling within the competence of the Company’s Board of Directors in accordance with the provisions of Chapter VII of the Federal Law “On Joint-Stock Companies” and associated with the preparation and holding of the General Meeting of Shareholders;
5. submit for review by the General Meeting of Shareholders the issues specified in subparagraphs 2, 6, and 12–16 of paragraph 10.2 of these Articles of Association, the issue related to a decrease in the authorized capital of the Company by reducing the par value of shares, and the issue in relation to determining the date of the list of the persons entitled to dividends;
6. increase the authorized capital of the Company by means of the Company’s placement of additional shares where specified in these Articles of Association;
7. approve decisions on the issue (additional issue) of securities, issue prospectus, report on the issue of securities; approve reports on the purchase of shares from the Company’s shareholders, reports on the retirement of shares, and reports on the Company’s shareholders’ requests to purchase their shares;
8. decide on the Company’s placement of additional shares into which the Company’s outstanding preference shares of a certain type are converted, which shares are convertible into ordinary or preference shares of other types, provided that such placement does not involve any increase in the Company’s authorized capital, on the Company’s placement of bonds, including the approval of a bond program (the first part of a decision on the issue of bonds) containing the generally determined rights of bondholders and other general terms and conditions of one or more bond issues, and on the Company’s placement of other issue-grade securities except for shares;
9. determine the value (money value) of the property and the offering price, or the procedure for determining the offering price, and the buyback price of issue-grade securities where specified in the Federal Law “On Joint-Stock Companies”;
10. acquire shares, bonds, and other issue-grade securities placed by the Company where specified in the Federal Law “On Joint-Stock Companies”;
11. appoint the person authorized to define the terms and conditions and sign the employment contracts with the Company’s Director General and the members of the Company’s Management Board;
12. make recommendations concerning the size of remuneration and compensation payable to members of the Company’s Internal Audit Commission and set the size of the Auditor’s fees;
13. make recommendations as to the size of dividends on shares and the procedure for dividend payment;
14. prescribe the procedure for forming and using the Company’s funds;
15. approve the Company’s internal documents, except for internal documents that, in accordance with these Articles of Association, shall be approved by the General Meeting of Shareholders or the Company’s executive bodies;
16. set up (liquidate) branch offices and open (liquidate) representative offices of the Company;
17. decide on the Company’s participation in other organizations except for those specified in paragraph 10.2.15 of these Articles of Association (on joining an operating organization or establishing a new organization) and on the acquisition, disposal, and encumbrance of their shares and stakes and change in the ownership interest in the said organizations;
18. authorize major transactions as specified in Chapter X of the Federal Law “On Joint-Stock Companies”;
19. authorize transactions specified in Chapter XI of the Federal Law “On Joint-Stock Companies”;

20. *define a policy and adopt decisions concerning the obtaining and granting (extending) of loans, advances, guarantees, pledges and suretyship in accordance with the procedure defined by the Company's Board of Directors;*

21. *approve the procedure for the Company's interaction with economic entities whose shares and stakes are held by the Company ("Interaction Procedure") and adopt decisions falling within its competence in accordance therewith;*

22. *define the position of the Company (representatives of the Company), including instructions to participate or not participate in voting on the items on the agenda, vote for or against or abstain from voting, on the following items on the agendas of general meetings of shareholders (members) of subsidiaries and dependent companies ("SDCs") and meetings of boards of directors of SDCs, including for the purposes of the Company controlling the decisions adopted by subsidiaries and dependent companies of SDCs:*

*a) define agendas of General Meetings of Shareholders (Members) of SDCs;*

*b) reorganize or liquidate SDCs;*

*c) determine the number of members of the boards of directors of SDCs, nominate and elect such members and decide on early termination of their powers;*

*d) determine the quantity, par value, category (type) of the authorized shares of SDCs and rights attaching thereto;*

*e) increase the authorized capital of SDCs by increasing the par value of shares or placing additional shares;*

*f) place SDCs' securities convertible into ordinary shares;*

*g) decide on the splitting and consolidation of SDCs' shares;*

*h) approve major transactions entered into by SDCs;*

*i) decide on participation of SDCs in other organizations (on joining an operating organization or establishing a new organization) and (subject to the provisions of subparagraphs "j" and "k") on the acquisition, disposal, and encumbrance of shares and stakes in the authorized capital of organizations in which SDCs participate, and on the change in the ownership interest in the relevant organization;*

*j) decide on entering into transactions by SDCs (including acquiring, disposing of, pledging or otherwise encumbering by entering into one or more associated transactions) in relation to shares and stakes in subsidiaries and dependent companies of SDCs which are engaged in the generation, transmission, dispatching, distribution, and sale of electricity and heat, irrespective of the number of shares (amount of interests in the authorized capital) of such companies;*

*k) decide on entering into transactions by SDCs (including acquiring, disposing of, pledging or otherwise encumbering by entering into one or more associated transactions) in relation to shares and stakes in subsidiaries and dependent companies of SDCs which are not engaged in the generation, transmission, dispatching, distribution, or sale of electricity and heat;*

*l) decide on entering into transactions by SDCs (including several associated transactions) in relation to the acquisition, disposal, or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities intended for the generation, transmission, dispatching, and distribution of electricity and heat;*

*m) decide on entering into transactions by SDCs (including several associated transactions) in relation to the acquisition, disposal, or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities not intended for the generation, transmission, dispatching, or distribution of electricity and heat;*

*n) define the position of SDCs' representatives on the items on the agendas of general meetings of shareholders (members) and meetings of the boards of directors of subsidiaries and dependent companies of SDCs in relation to entering into (approving) transactions (including several associated transactions) connected with the acquisition, disposal, or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities intended for the generation, transmission, dispatching, and distribution of electricity and heat;*

*o) define the position of SDCs' representatives on the items on the agendas of general meetings of shareholders of (members) and meetings of the boards of directors of subsidiaries and dependent companies of SDCs engaged in the generation, transmission, dispatching, distribution, and sale of electricity and heat with respect to the reorganization of, liquidation of, and increase in the authorized capital of such companies by increasing the par value of the shares or by placing additional shares, and placing of securities convertible into ordinary shares;*

*p) additionally in relation to FGC UES, PJSC, define the position on the following issues:*

*- establishment of the executive body of FGC UES, PJSC and the termination of its powers;*

*- recommendations for the amount of dividends;*

*- election of the Chairman of the Board of Directors of FGC UES, PJSC;*

*- approval of the organizational structure of FGC UES, PJSC's executive arm (Chairman of the Management Board, Deputy Chairmen of the Management Board, departments) and amendments thereto;*

*- priorities established for FGC UES, PJSC, approval of the long-term development programs of FGC UES, PJSC (including the approval of the Company's investment program) and amendments and supplements thereto, and consideration of the sole executive body's annual reports on their implementation;*

*- approval and adjustment of the business plan including the FGC UES, PJSC budget and the consideration of reports on its implementation;*

*- approval of the target values (adjusted values) of FGC UES, PJSC's key performance indicators (KPI) and reports on their attainment;*

*- approval of FGC UES, PJSC's internal documents that require approval from the Board of Directors of FGC UES, PJSC;*

*- decisions on issues falling within the competence of the General Meeting of Shareholders of FGC UES, PJSC.*

*The Board of Directors of the Company shall adopt decisions on issues provided for in items "i," "k," "l," "m," and "n" of subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association in the instances (to the extent)*



defined by the Interaction Procedure approved by the Board of Directors of the Company in accordance with subparagraph 21 of paragraph 11.1 of Article 11 of these Articles of Association.

In the absence of any decision adopted by the Board of Directors of the Company to define the position of the Company (representatives of the Company) on such items on the agendas of meetings of SDCs' management bodies as specified in subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association, the Company's representative shall vote "against" or forbear from voting on items on the agendas of meetings of SDCs' management bodies.

The Board of Directors of the Company is not required to decide on defining the position of the Company (representatives of the Company) on such items on the agendas of meetings of SDCs' management bodies as specified in subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association if the size of any stake held by the Company in SDCs or the number of the Company's representatives in SDCs' management bodies does not allow the Company to influence the decisions adopted by SDCs' management bodies.

In the event that any issues are required to be included on the agenda of annual general meetings of shareholders (members) of SDCs under law and in the event that any issues are required to be included on the agenda of annual general meetings of shareholders (members) of SDCs as requested by internal audit commissions of SDCs, auditors of SDCs, and shareholders of SDCs, then the Board of Directors of the Company is not required to decide on defining the position of the Company (representatives of the Company) on the issue specified in item "a" of subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association.

23. give prior approval to decisions to enter into transactions involving the Company's non-current assets constituting from ten (10) percent to twenty-five (25) percent of the book value of such assets according to the accounting statements as of the latest reporting date;

24. give prior approval to decisions on the Company entering into transactions (including several associated transactions) in connection with the disposal or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities intended for the generation, transmission, dispatching, and distribution of electricity and heat in the instances (to the extent) defined by separate decisions of the Board of Directors of the Company;

25. give prior approval to decisions on the Company entering into transactions (including several associated transactions) in connection with the disposal or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities not intended for the generation, transmission, dispatching, or distribution of electricity and heat in the instances (to the extent) defined by separate decisions of the Board of Directors of the Company;

26. approve the Company's registrar and the terms and conditions of the contract therewith and the termination thereof;

27. decide on the election (appointment) of the Company's Director General and the members of the Company's Management Board and on the early termination of their powers;

28. approve and change the organizational structure of the Company's executive arm (Director General, members of the Management Board, Departments);

29. give consent to nominations for the Deputy Director General and the Chief Accountant of the Company;

30. decide on the suspension of the powers of a management organization (manager);

31. decide on the acquisition of the Company's own shares as provided for in law and on the disposal of the Company's treasury shares;

32. review the consolidated investment program of the Holding Company;

33. review the consolidated income and expenditure budget of the Holding Company;

34. approve the system of key performance indicators for the Director General of the Company;

35. make an application for the listing of the Company's shares and/or the Company's issue-grade securities convertible into its shares;

36. establish the Committees of the Company's Board of Directors, appoint members of the Committees of the Company's Board of Directors, elect the Chairmen of the Committees of the Company's Board of Directors, and approve the Regulations for the Committees of the Company's Board of Directors (including the approval of amendments and supplements thereto and restated versions of the Regulations);

37. give consent to the appointment and dismissal of the Company's Corporate Secretary, decide on additional remuneration paid to the Corporate Secretary, and approve the Regulations for the Corporate Secretary of the Company;

38. approve uniform standards, regulations, and other documents related to the electric power industry with respect to various areas of the Company's activities;

39. review on an annual basis the reports of the Director General and the Management Board on the organization, functioning, and effectiveness of the risk management and internal control system, evaluate the functioning of this system, and formulate recommendations for its improvement;

40. approve the risk management and internal control policies of the Company;

41. approve the internal audit policy of the Company;

42. approve the Internal Audit Action Plan and the budget of the internal audit division;

43. give consent to the appointment and dismissal of the chief internal audit executive and determine his or her remuneration;

44. examine substantial constraints on the powers of the internal audit division or any other constraints that can adversely affect internal audit;

45. resolve other issues specified in the Federal Law "On Joint-Stock Companies" and the Company's Articles of Association.

*The collegial executive body, the Management Board of the Company, and the sole executive body, the Director General of the Company, shall be in charge of the Company's day-to-day activities.*

*The Management Board of the Company shall be the Company's collegial executive body.*

*The competence of the Management Board shall include the following issues (Article 13 of the Articles of Association):*

- 1) develop the priority areas of the Company's activities and long-term implementation plans and submit them for approval by the Board of Directors;*
- 2) prepare a report on the Company's financial and economic activities and on the organization, functioning, and effectiveness of the Company's risk management and internal control system;*
- 3) exercise the powers of general meetings of shareholders (members) of the Company's wholly-owned SDCs;*
- 4) nominate persons as chairmen of boards of directors, sole executive bodies, and the Company's representatives on boards of directors and in internal audit commissions of organizations of any legal form of ownership in which the Company participates (except where the functions of general meetings of shareholders of SDCs are performed by the Company's Management Board and except where (with respect to nominating persons as chairmen of boards of directors and sole executive bodies of SDCs) the size of any stake (interest) held by the Company in SDCs or the number of votes of any nonprofit organizations to which the Company is entitled does not allow the Company to influence the decisions adopted by SDCs' or nonprofit organizations' management bodies on the election of chairmen of boards of directors and sole executive bodies of SDCs and nonprofit organizations from among the persons nominated by the Company);*
- 5) define the position of the Company (the Company's representatives), including the instructions to vote or not to vote on any issues on the agendas of general meetings of shareholders and meetings of boards of directors of SDCs provided for in subparagraphs "i," "k," "l," "m," and "n" of paragraph 11.1.22 of these Articles of Association, unless, pursuant to the Interaction Procedure, the Company's Board of Directors shall decide on such issues;*
- 6) resolve other issues related to the Company's activities pursuant to decisions adopted by the General Meeting of Shareholders or the Board of Directors, and other issues submitted by the Company's Director General for its review.*

*The members of the Management Board shall act to the benefit of the Company and exercise their rights and perform their obligations in good faith, reasonably, and in the best way to the benefit of the Company.*

*The Director General of the Company shall be in charge of the Company's day-to-day activities pursuant to decisions adopted by the General Meeting of Shareholders and the Board of Directors of the Company within their competence.*

*The competence of the Director General of the Company shall include all matters related to the management of the Company's day-to-day activities, except for any issues falling within the competence of the General Meeting of Shareholders, the Board of Directors, or the Management Board of the Company (Article 14 of the Articles of Association of the Company).*

*The Director General of the Company shall act on behalf of the Company without a power of attorney, including subject to the restrictions specified in the applicable laws, these Articles of Association, and decisions adopted by the Company's Board of Directors:*

- 1) ensure the implementation of the Company's action plans necessary to attain its objectives;*
- 2) arrange for keeping the Company's records and accounts;*
- 3) dispose of the Company's property, enter into transactions on behalf of the Company, issue powers of attorney, and open the Company's settlement and other accounts with banks and other credit institutions (and, as provided for in law, with organizations that are professional participants in the securities market) except where subject to a decision to be adopted by the Management Board, the Board of Directors, or the General Meeting of Shareholders of the Company;*
- 4) issue orders, approve directives, local regulatory documents, and other internal documents of the Company, give instructions which shall be binding upon all employees of the Company;*
- 5) approve the Regulations for the Company's branch offices and representative offices;*
- 6) approve the staffing table and official salaries of the Company's employees in accordance with the organizational structure of the Company's executive staff;*
- 7) perform the functions of the Chairman of the Company's Management Board;*
- 8) exercise the rights and perform the obligations of an employer in relation to the Company's employees as provided for in labor law;*
- 9) organize the work of the Company's Management Board and preside at its meetings;*
- 10) submit for review by the Board of Directors the proposals for the nomination and dismissal of members of the Management Board;*
- 11) distribute duties among the deputies of the Company's Director General;*
- 12) submit for review by the Company's Board of Directors the reports on financial and economic activities of the Company and on the organization, functioning, and effectiveness of the Company's risk management and internal control system;*
- 13) appoint the persons representing the Company at meetings of members of the economic entities whose shares and stakes are held by the Company;*
- 14) develop the target values of key performance indicators (KPI) for the Company's business units (officers);*

15) *submit for approval by the Board of Directors a nominee for the chief internal audit executive and submit for consideration by the Board of Directors the issue related to dismissing the chief internal audit executive and the issue related to determining his or her remuneration;*

16) *approve a document (the second part of a decision on the issue of bonds) containing the terms and conditions of a specific bond issue under a bond program;*

17) *resolve other issues related to the Company's day-to-day activities, except for any issues falling within the competence of the General Meeting of Shareholders, the Board of Directors, and the Management Board of the Company.*

Information concerning the availability of the code of corporate conduct (governance) of the issuer or another similar document:

*The Corporate Governance Code of the Issuer was approved by the Board of Directors of the Company on November 29, 2012 (Minutes of the Meeting No. 101).*

*The primary objectives of the Corporate Governance Code are to improve and systemize corporate governance, ensure more transparent Company governance and confirm the Company's ongoing willingness to follow the standards of good corporate governance.*

Information concerning the availability of the internal documents of the issuer governing the activities of its management bodies:

*Regulations for the General Meeting of Shareholders of PJSC ROSSETI  
Regulations for the Board of Directors of PJSC ROSSETI  
Regulations for the Management Board of PJSC ROSSETI  
Regulations for Remuneration and Compensation for Members of the Board of Directors of PJSC ROSSETI  
All of the documents listed above were approved by the General Meeting of Shareholders of the Company on June 30, 2015.*

Webpages on which the full text of the most recent version of the Articles of Association of the issuer, the internal documents governing the activities of the issuer's bodies, and the Corporate Governance Code is publicly available:

<http://www.rosseti.ru/about/documents/>

<http://www.e-disclosure.ru/portal/files.aspx?id=13806&type=1>

## 5.2. Information Concerning Individual Members of the Issuer's Management Bodies

### Members of the Board of Directors of the Issuer:

1. Full Name: *Stanislav Olegovich Ashirov*

Year of Birth: *November 8, 1973*

Education: *higher education*. Sergo Ordzhonikidze State Academy of Management, majoring in Management; State University of Management; Candidate of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity                             | Title   |
|--------|---------|------------------------------------|---|
| From   | To      |                                    |   |
| 2008   | present | OAo Mezhtregionenergosbyt          | Director General  |
| 2008   | present | OAo Tyumen Power Sales Company     | Deputy Director General for Strategic Development (part-time) |
| 2013   | present | OAo Tyumen Power Sales Company     | Member of the Board of Directors                              |
| 2013   | 2014    | OAo Siburenergomanagement          | Member of the Board of Directors                              |
| 2013   | 2014    | JSC Russian Grids                  | Member of the Board of Directors                              |
| 2015   | present | Public Joint Stock Company ROSSETI | Member of the Board of Directors                              |
| 2016   | present | OOO Teplosbyt                      | Member of the Board of Directors                              |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none.**

*The Issuer did not issue options.*

*The subsidiaries and dependent companies of the Issuer did not issue options.*

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Strategy Committee; Nomination and Remuneration Committee; Audit Committee**

2. Full Name: **Boris Ilyich Ayuyev**

Year of Birth: **April 16, 1957**

Education: **higher education**. Ural Polytechnic Institute, majoring in Power Plants

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity  | Title  |
|--------|---------|---|--|
| From   | To      |   |  |
| 2004   | present | SO UPS, JSC   | Chairman of the Management Board, member of the Board of Directors |
| 2004   | 2013    | JSC FGC UES   | Member of the Board of Directors                                   |
| 2005   | 2011    | Energy Forecasting Agency   | Member of the Board of Directors                                   |
| 2008   | 2013    | JSC TSA   | Member of the Board of Directors                                   |
| 2008   | 2013    | Financial Settling Center   | Member of the Board of Directors                                   |
| 2009   | 2015    | Russian National Committee of the Council on Large Electric Systems (CIGRE) | Chairman   |
| 2015   | present | Russian National Committee of the Council on Large Electric Systems (CIGRE) | Member of the Presidium  |
| 2012   | 2015    | PJSC RusHydro   | Member of the Board of Directors                                   |
| 2013   | present | Public Joint Stock Company ROSSETI  | Member of the Board of Directors                                   |
| 2016   | present | PJSC Inter RAO  | Member of the Board of Directors                                   |

Stake held by the individual in the authorized capital of the issuer (%): **0.004531**

Percentage of ordinary shares held by the individual in the issuer (%): **0.004579**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

Stake held by the individual in the authorized capital of the entity (%): **0.007115**

Percentage of ordinary shares held by the individual in the entity (%): **0.007115**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Investment, Technical Policy, Reliability, Energy Efficiency, and Innovation Committee**

3. Full Name: **Oleg Gennadyevich Barkin**

Year of Birth: **August 20, 1975**

Education: **higher education**. Moscow Power Engineering Institute (Technical University), majoring in Applied Mechanics; master's degree

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity                             | Title   |
|--------|---------|------------------------------------|---|
| From   | To      |                                    |   |
| 2008   | 2012    | NP Market Council                  | Member of the Board and Deputy Chairman of the Board for Market Development |
| 2012   | 2014    | NP Market Council                  | Member of the Board and Deputy Chairman of the Board                        |
| 2014   | present | NP Market Council                  | Member of the Board, Deputy Chairman of the Board                           |
| 2014   | present | Public Joint Stock Company ROSSETI | Member of the Board of Directors  |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***Strategy Committee; Investment, Technical Policy, Reliability, Energy Efficiency, and Innovation Committee***

Independent director on the Board of Directors

4. Full Name: ***Vasily Mikhailovich Belov***

Year of Birth: ***August 24, 1981***

Education: ***higher education.*** Faculty of Computational Mathematics and Cybernetics, Lomonosov Moscow State University

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity   | Title   |
|--------|---------|--|---|
| From   | To      |  |   |
| 2010   | 2011    | OAo Interdepartmental Analytical Center  | Project Office Director                                       |
| 2011   | 2013    | Non-Profit Organization the Fund for Development of the Center for Elaboration and Commercialization of New Technologies | Executive Director of the Energy-Efficient Technology Cluster |
| 2013   | present | Non-Profit Organization the Fund for Development of the Center for Elaboration and Commercialization of New Technologies | Senior Vice-President for Innovations                         |
| 2014   | present | PJSC FTC   | Member of the Board of Directors                              |
| 2015   | present | Public Joint Stock Company ROSSETI   | Member of the Board of Directors                              |

Stake held by the individual in the authorized capital of the issuer (%): ***0***

Percentage of ordinary shares held by the individual in the issuer (%): ***0***

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: ***none.***

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***Strategy Committee; Investment, Technical Policy, Reliability, Energy Efficiency, and Innovation Committee; Nomination and Remuneration Committee; Audit Committee***

Independent director on the Board of Directors

5. Full Name: ***Oleg Mikhailovich Budargin***

Year of Birth: ***November 16, 1960***

Education: ***higher education.*** Norilsk Industrial Institute, majoring in Industrial and Civil Construction; Candidate of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity                            | Title                            |
|--------|---------|-----------------------------------|----------------------------------|
| From   | To      |                                   |                                  |
| 2009   | 2013    | JSC FGC UES                       | Chairman of the Management Board |
| 2010   | 2011    | Energy Forecasting Agency         | Member of the Board of Directors |
| 2010   | 2013    | FGC UES, PJSC                     | Member of the Board of Directors |
| 2011   | present | Russian Regional Development Bank | Member of the Supervisory Board  |

|      |         |   |   |
|------|---------|---|---|
| 2011 | 2015    | JSC Inter RAO   | Member of the Board of Directors                                  |
| 2011 | present | Association of Solar Energy Enterprises Nonprofit Partnership                                       | Chairman of the Supervisory Board                                 |
| 2012 | present | Public Joint Stock Company ROSSETI  | Chairman of the Management Board                                  |
| 2012 | 2013    | Kubanenergo   | Chairman of the Board of Directors                                |
| 2012 | present | PJSC MOESK  | Chairman of the Board of Directors                                |
| 2012 | 2013    | IDGC of Siberia, JSC  | Chairman of the Board of Directors                                |
| 2012 | present | North-Caucasus Federal University   | Member of the Supervisory Board                                   |
| 2012 | present | Moscow Power Engineering Institute (National Research University)                                   | Member of the Board of Trustees, member of the Scientific Council |
| 2012 | present | Association of Polar Explorers  | Member of the Board and Vice President for Environmental Issues   |
| 2013 | present | Public Joint Stock Company ROSSETI  | Director General  |
| 2013 | present | Public Joint Stock Company ROSSETI  | Member of the Board of Directors                                  |
| 2013 | present | World Energy Council (WEC)  | Vice Chair, Responsibility for Regional Development               |
| 2013 | present | Mariinsky Theatre   | Member of the Board of Trustees                                   |
| 2014 | 2016    | Primorsky Opera and Ballet Theater (from January 1, 2016, Primorsky Stage of the Mariinsky Theatre) | Member of the Board of Trustees                                   |
| 2014 | 2016    | PJSC FTC  | Chairman of the Board of Directors                                |
| 2013 | 2015    | FGC UES, PJSC   | Chairman of the Board of Directors                                |
| 2016 | present | FGC UES, PJSC   | Chairman of the Board of Directors                                |
| 2016 | present | PJSC LENENERGO  | Chairman of the Board of Directors                                |

Stake held by the individual in the authorized capital of the issuer (%): **0.000569**

Percentage of ordinary shares held by the individual in the issuer (%): **0.000575**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

Stake held by the individual in the authorized capital of the entity (%): **0.00064**

Percentage of ordinary shares held by the individual in the entity (%): **0.00064**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **N/A**

6. Full Name: **Oleg Markovich Dubnov**

Year of Birth: **August 25, 1971**

Education: **higher education.** A. S. Griboedov Institute of International Law and Economics; Moscow State Institute of International Relations (University) of the Ministry of Foreign Affairs of the Russian Federation (MGIMO)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity                              | Title  |
|--------|---------|-------------------------------------|--|
| From   | To      |                                     |  |
| 2011   | 2015    | ZAO Polyus                          | Member of the Management Board and Director for Energy |
| 2015   | present | Institute of Professional Directors | Advisor to the Director General                        |
| 2016   | present | Public Joint Stock Company ROSSETI  | Member of the Board of Directors                       |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Information concerning any family relations with other individual members of the issuer's management bodies

and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Audit Committee**

Independent director on the Board of Directors

7. Full Name: **Alexander Sergeevich Kalinin**

Year of Birth: **November 11, 1966**

Education: **higher education.** Chelyabinsk Polytechnic Institute, an electrical engineer majoring in Robotics

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity   | Title  |
|--------|---------|--|--|
| From   | To      |  |  |
| 2003   | 2014    | OOO Granitny Bereg   | Director   |
| 2012   | 2014    | OPORA RUSSIA All-Russian Public Organization of Small and Medium Business            | First Vice President for Energy and Infrastructure |
| 2014   | present | OPORA RUSSIA All-Russian Public Organization of Small and Medium Business            | President  |
| 2014   | present | Association of Entrepreneurial Organizations of Russia (OPORA) Nonprofit Partnership | President  |
| 2014   | present | Public Joint Stock Company ROSSETI   | Member of the Board of Directors                   |
| 2014   | present | SO UPS, JSC  | Member of the Board of Directors                   |
| 2014   | 2015    | OOO Granitny Bereg   | Director (part-time)                               |
| 2015   | present | Russian Small and Medium Business Corporation  | Member of the Board of Directors                   |
| 2015   | 2016    | PJSC LENENERGO   | Member of the Board of Directors                   |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Strategy Committee; Nomination and Remuneration Committee; Audit Committee**

Independent director on the Board of Directors

8. Full Name: **Vyacheslav Mikhailovich Kravchenko**

Year of Birth: **April 3, 1967**

Education: **higher education.** Lomonosov Moscow State University

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity                      | Title                            |
|--------|---------|-----------------------------|----------------------------------|
| From   | To      |                             |                                  |
| 2008   | 2011    | OOO RN-Energo               | Chief Executive Officer          |
| 2009   | 2015    | Joint Stock Company ROSSETI | Member of the Board of Directors |
| 2008   | 2011    | OAO Irkutskenergo           | Member of the Board of Directors |
| 2008   | present | NP Market Council           | Member of the Supervisory Board  |
| 2007   | 2014    | JSC TSA                     | Member of the Board of Directors |
| 2008   | 2015    | JSC Inter RAO               | Member of the Board of Directors |
| 2008   | 2011    | Kubanenergo                 | Member of the Board of Directors |
| 2008   | 2011    | JSC TDC                     | Member of the Board of Directors |

|      |         |  |                                    |
|------|---------|--|------------------------------------|
| 2008 | 2015    | Financial Settling Center                    | Member of the Board of Directors   |
| 2010 | 2011    | Russian Regional Development Bank            | Member of the Board of Directors   |
| 2010 | 2012    | OAo United Energy Sales Company              | Chief Executive Officer            |
| 2011 | 2012    | OAo United Energy Sales Company              | Member of the Board of Directors   |
| 2009 | 2011    | Kubanenergobyt                               | Member of the Board of Directors   |
| 2009 | 2011    | OAo Kuban Transmission Networks              | Member of the Board of Directors   |
| 2009 | 2011    | OAo Kuban Generation Company                 | Member of the Board of Directors   |
| 2009 | 2011    | OAo Tomskenergobyt                           | Member of the Board of Directors   |
| 2009 | 2011    | OAo Tomsk Transmission Networks              | Member of the Board of Directors   |
| 2009 | 2011    | OAo Tomskenergoremont                        | Member of the Board of Directors   |
| 2009 | 2011    | OAo Tomskelektrosetremont                    | Member of the Board of Directors   |
| 2009 | 2012    | OAo Okha CHPP                                | Member of the Board of Directors   |
| 2011 | 2012    | OAo Altaenergobyt                            | Member of the Board of Directors   |
| 2011 | 2012    | OAo Saint-Petersburg Sale Company            | Member of the Board of Directors   |
| 2011 | 2012    | OAo Saratovenergo                            | Member of the Board of Directors   |
| 2011 | 2012    | OAo Mosenergobyt                             | Member of the Board of Directors   |
| 2011 | 2012    | OAo Tambov Power Sales Company               | Member of the Board of Directors   |
| 2012 | 2013    | JSC TSA                                      | Chairman of the Management Board   |
| 2012 | 2013    | NP Market Council                            | Chairman of the Management Board   |
| 2012 | 2016    | FGC UES, PJSC                                | Member of the Board of Directors   |
| 2012 | present | SO UPS, JSC                                  | Chairman of the Board of Directors |
| 2013 | 2014    | Russian Regional Development Bank            | Member of the Supervisory Board    |
| 2013 | present | Ministry of Energy of the Russian Federation | Deputy Minister of Energy          |
| 2014 | present | PJSC MOESK                                   | Member of the Supervisory Board    |
| 2014 | present | PJSC RusHydro                                | Member of the Board of Directors   |
| 2016 | present | Public Joint Stock Company ROSSETI           | Member of the Board of Directors   |
| 2016 | present | PJSC IDGC of Siberia                         | Member of the Board of Directors   |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***Strategy Committee***

9. Full Name: ***Andrey Yevgenyevich Murov***

Year of Birth: ***March 26, 1970***

Education: ***higher education.*** Faculty of Law of the Saint Petersburg State University, majoring in Law; professional retraining in Financial Management from the Interbranch Institute of Advanced Training and Retraining of Executive Personnel; Saint Petersburg State University of Civil Aviation, majoring in Transportation Organization and Management (Air Transportation); Doctor of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period    |           | Entity   | Title   |
|-----------|-----------|--|---|
| From      | To        |  |   |
| 2007      | 2012      | Pulkovo Airport  | Director General                              |
| 2012      | 2012      | JSC IDGC Holding   | Deputy Director General                       |
| July 2012 | July 2012 | JSC IDGC Holding   | Acting Director General                       |
| 2012      | 2013      | JSC FGC UES  | First Deputy Chairman of the Management Board |
| 2012      | 2013      | Joint Stock Company ROSSETI (before April 4, 2013, JSC IDGC Holding) | Executive Director                            |



|      |         |   |                                    |
|------|---------|---|------------------------------------|
| 2012 | 2012    | IDGC of Urals, JSC  | Member of the Board of Directors   |
| 2012 | 2013    | IDGC of Volga, JSC  | Chairman of the Board of Directors |
| 2012 | 2014    | IDGC of North-West  | Chairman of the Board of Directors |
| 2012 | 2013    | IDGC of Centre, JSC   | Chairman of the Board of Directors |
| 2012 | 2013    | Kubanenergo   | Member of the Board of Directors   |
| 2012 | 2013    | JSC LENENERGO   | Chairman of the Board of Directors |
| 2012 | 2013    | JSC MOESK   | Member of the Board of Directors   |
| 2012 | 2013    | JSC FGC UES   | Member of the Management Board     |
| 2012 | 2013    | Joint Stock Company ROSSETI (before April 4, 2013, JSC IDGC Holding)        | Member of the Management Board     |
| 2013 | present | Public Joint Stock Company ROSSETI  | Member of the Board of Directors   |
| 2013 | present | FGC UES, PJSC   | Member of the Board of Directors   |
| 2013 | present | FGC UES, PJSC   | Chairman of the Management Board   |
| 2014 | present | PJSC Inter RAO  | Member of the Board of Directors   |
| 2015 | present | SO UPS, JSC   | Member of the Board of Directors   |
| 2015 | present | Russian National Committee of the Council on Large Electric Systems (CIGRE) | Chairman                           |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***N/A***

10. Full Name: ***Alexander Valentinovich Novak (Chairman)***

Year of Birth: ***August 23, 1971***

Education: ***higher education.*** Norilsk Industrial Institute, majoring in Economics and Management in Metallurgic Engineering; Lomonosov Moscow State University, majoring in Management

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity  | Title                              |
|--------|---------|---|------------------------------------|
| From   | To      |   |                                    |
| 2008   | 2012    | Ministry of Finance of the Russian Federation                                 | Deputy Minister of Finance         |
| 2010   | 2012    | JSC Rosspirtprom  | Member of the Board of Directors   |
| 2010   | 2012    | United Aircraft Corporation   | Member of the Board of Directors   |
| 2011   | 2013    | State Company Russian Highways  | Member of the Supervisory Board    |
| 2012   | present | Ministry of Energy of the Russian Federation                                  | Minister of Energy                 |
| 2012   | present | ROSATOM   | Member of the Supervisory Board    |
| 2015   | present | Rosneft   | Member of the Board of Directors   |
| 2015   | present | PJSC GAZPROM  | Member of the Board of Directors   |
| 2015   | present | JSC Transneft   | Chairman of the Board of Directors |
| 2015   | present | Public Joint Stock Company ROSSETI  | Chairman of the Board of Directors |
| 2015   | present | Gubkin Russian State University of Oil and Gas (National Research University) | Member of the Board of Trustees    |
| 2015   | present | Moscow Power Engineering Institute (National Research University)             | Member of the Board of Trustees    |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): *N/A*

11. Full Name: ***Nikolay Radyevich Podguzov***

Year of Birth: ***May 29, 1974***

Education: ***higher education.*** Saint Petersburg State Technical University; Moscow State Institute of International Relations (University) of the Ministry of Foreign Affairs of the Russian Federation (MGIMO)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity   | Title   |
|--------|---------|--|---|
| From   | To      |  |   |
| 2010   | 2012    | VTB Capital  | Unit Head   |
| 2012   | 2012    | VTB Capital  | Division Head   |
| 2012   | 2013    | Government Executive Office of the Russian Federation      | Deputy Department Director  |
| 2013   | present | Ministry of Economic Development of the Russian Federation | Deputy Minister of Economic Development   |
| 2015   | present | Deposit Insurance Agency                                   | Member of the Board of Directors  |
| 2015   | present | Agency for Housing Mortgage Lending                        | Member of the Supervisory Board, Chairman of the Nomination and Remuneration Committee of the Supervisory Board                   |
| 2016   | present | Russian Railways   | Member of the Board of Directors, member of the Strategic Planning Committee, member of the Priority Investment Project Committee |
| 2016   | present | PJSC RusHydro  | Member of the Board of Directors  |
| 2016   | present | Public Joint Stock Company ROSSETI                         | Member of the Board of Directors  |

Stake held by the individual in the authorized capital of the issuer (%): ***0***

Percentage of ordinary shares held by the individual in the issuer (%): ***0***

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: ***none.***

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): *N/A*

12. Full Name: ***Mikhail Igorevich Poluboyarinov***

Year of Birth: ***April 2, 1966***

Education: ***higher education.*** Moscow Finance Institute, an economist; Plekhanov Russian Academy of Economics; a postgraduate; Candidate of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |      | Entity  | Title                                     |
|--------|------|---|---|
| From   | To   |   |   |
| 2009   | 2011 | State Corporation Bank for Development and Foreign Economic Affairs (Vnesheconombank) | Director of the Infrastructure Department |

|      |         |   |   |
|------|---------|---|---|
| 2010 | 2011    | OJSC Rostelecom   | Member of the Board of Directors              |
| 2010 | 2014    | Northern Caucasus Resorts   | Member of the Board of Directors              |
| 2011 | 2011    | VEB Engineering   | Member of the Board of Directors              |
| 2011 | 2012    | State Corporation Bank for Development and Foreign Economic Affairs (Vnesheconombank) | Deputy Chairman                               |
| 2011 | 2015    | PJSC RusHydro   | Chairman of the Board of Directors            |
| 2012 | present | ZAO Leader  | Member of the Board of Directors              |
| 2012 | present | State Corporation Bank for Development and Foreign Economic Affairs (Vnesheconombank) | First Deputy Chairman and member of the Board |
| 2012 | present | Sovcomflot  | Member of the Board of Directors              |
| 2013 | present | Zarubezhneft  | Member of the Board of Directors              |
| 2014 | present | PJSC Rostelecom   | Member of the Board of Directors              |
| 2015 | present | Agency for Housing Mortgage Lending   | Member of the Supervisory Board               |
| 2016 | present | Public Joint Stock Company ROSSETI  | Member of the Board of Directors              |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***N/A***

13. Full Name: ***Nikolay Dmitryevich Rogalev***

Year of Birth: ***February 17, 1962***

Education: ***higher education.*** Moscow Power Engineering Institute; Doctor of Science (Engineering)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity   | Title  |
|--------|---------|--|--|
| From   | To      |  |  |
| 2001   | 2013    | Moscow Power Engineering Institute (National Research University)                | Department Head, Professor (part-time)   |
| 2010   | 2012    | ZAO Escotech   | Research Supervisor and First Deputy Director General  |
| 2012   | 2012    | Energy without Borders Fund  | Deputy Manager   |
| 2013   | 2013    | Moscow Power Engineering Institute (National Research University)                | Acting Rector  |
| 2013   | present | Moscow Power Engineering Institute (National Research University)                | Rector   |
| 2013   | 2015    | Public Joint Stock Company ROSSETI   | Member of the Society, Customer, and Government Relations and Information Policy Committee     |
| 2013   | present | Public Joint Stock Company ROSSETI   | Member of the Strategy Committee   |
| 2013   | present | Moscow Power Engineering Institute (National Research University)                | Department Head, Professor (part-time)   |
| 2014   | 2015    | OOO Gas Turbine Technologies Engineering Center                                  | Member of the Board of Directors   |
| 2015   | 2016    | PJSC Inter RAO   | Member of the Board of Directors, member of the Audit Committee                                |
| 2016   | present | Scientific and Technical Council of Unified Energy System Non-profit Partnership | President  |
| 2016   | present | Public Joint Stock Company ROSSETI   | Member of the Board of Directors   |
| 2016   | present | PJSC RusHydro  | Member of the Board of Directors   |
| 2016   | present | PJSC RusHydro  | Member of the Strategy Committee, member of the Reliability, Energy Efficiency, and Innovation |

|  |  |  |           |
|--|--|--|-----------|
|  |  |  | Committee |
|--|--|--|-----------|

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***Strategy Committee***

14. Full Name: ***Sergey Ivanovich Shmatko***

Year of Birth: ***September 26, 1966***

Education: ***higher education.*** Ural State University, majoring in Political Economics; Candidate of Science (Engineering); Professor

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity   | Title   |
|--------|---------|--|---|
| From   | To      |  |   |
| 2008   | 2012    | Ministry of Energy of the Russian Federation                                     | Minister of Energy  |
| 2008   | 2011    | JSC IDGC Holding   | Chairman of the Board of Directors  |
| 2008   | 2011    | JSC RusHydro   | Chairman of the Board of Directors  |
| 2008   | 2011    | JSC FGC UES  | Chairman of the Board of Directors  |
| 2008   | 2011    | JSC Inter RAO  | Member of the Board of Directors  |
| 2008   | 2011    | JSC Transneft  | Chairman of the Board of Directors  |
| 2008   | 2011    | Zarubezhneft   | Chairman of the Board of Directors  |
| 2009   | 2011    | SO UPS, JSC  | Chairman of the Board of Directors  |
| 2009   | 2011    | OAo Gazprom  | Member of the Board of Directors  |
| 2009   | 2012    | ROSATOM  | Member of the Supervisory Board   |
| 2013   | 2015    | Joint Stock Company ROSSETI  | Chairman of the Board of Directors  |
| 2015   | present | Public Joint Stock Company ROSSETI   | Member of the Board of Directors  |
| 2013   | 2016    | FGC UES, PJSC  | Member of the Board of Directors  |
| 2013   | present | Scientific and Technical Council of Unified Energy System Non-profit Partnership | Member of the Supervisory Board   |
| 2013   | present | Presidential Executive Office of the Russian Federation                          | Special Representative of the President of the Russian Federation on International Cooperation in the Electric Power Industry |
| 2013   | 2014    | JSC Transneft  | Member of the Board of Directors  |
| 2015   | present | AO Artpol Engineering  | Chairman of the Board of Directors  |
| 2015   | present | JSC Atommasheexport  | Chairman of the Board of Directors  |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

**none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the

committee name(s): *N/A*

15. Full Name: ***Nikolay Grigoryevich Shulginov***

Year of Birth: ***May 18, 1951***

Education: ***higher education***. Sergo Ordzhonikidze Novocherkassk Polytechnic Institute; North-Caucasus State Technical University; Candidate of Science (Engineering)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

| Period |         | Entity   | Title   |
|--------|---------|--|---|
| From   | To      |  |   |
| 2008   | present | Scientific and Technical Council of Unified Energy System Non-profit Partnership | Member of the Supervisory Board                       |
| 2008   | 2012    | OAo Mosenergo  | Member of the Board of Directors                      |
| 2008   | 2011    | JSC MOESK  | Member of the Board of Directors                      |
| 2008   | 2011    | OAo OGGK-1   | Member of the Board of Directors                      |
| 2009   | 2015    | SO UPS, JSC  | First Deputy Chairman of the Management Board         |
| 2009   | 2011    | JSC LENENERGO  | Member of the Board of Directors                      |
| 2013   | 2016    | FGC UES, PJSC  | Member of the Board of Directors                      |
| 2015   | present | PJSC RusHydro  | Chairman of the Management Board and General Director |
| 2015   | present | Moscow Power Engineering Institute (National Research University)                | Member of the Board of Trustees                       |
| 2016   | present | NP Market Council  | Member of the Supervisory Board                       |
| 2016   | present | Association Hydropower of Russia   | Member of the Supervisory Board                       |
| 2016   | present | Public Joint Stock Company ROSSETI   | Member of the Board of Directors                      |
| 2016   | present | RAO ES EAST, PJSC  | Member of the Board of Directors                      |
| 2016   | present | Siberian Federal University  | Member of the Board of Trustees                       |

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none.**

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***Strategy Committee***

**Sole Executive Body of the Issuer:**

Full Name: ***Oleg Mikhailovich Budargin***

Year of Birth: ***November 16, 1960***

Education: ***higher education***. Norilsk Industrial Institute, majoring in Industrial and Civil Construction; Candidate of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity  | Title                             |
|--------|---------|---|-----------------------------------|
| From   | To      |   |                                   |
| 2009   | 2013    | JSC FGC UES   | Chairman of the Management Board  |
| 2010   | 2011    | Energy Forecasting Agency                                     | Member of the Board of Directors  |
| 2010   | 2013    | FGC UES, PJSC   | Member of the Board of Directors  |
| 2011   | present | Russian Regional Development Bank                             | Member of the Supervisory Board   |
| 2011   | 2015    | JSC Inter RAO   | Member of the Board of Directors  |
| 2011   | present | Association of Solar Energy Enterprises Nonprofit Partnership | Chairman of the Supervisory Board |

|      |         |   |   |
|------|---------|---|---|
| 2012 | present | Public Joint Stock Company ROSSETI  | Chairman of the Management Board                                  |
| 2012 | 2013    | Kubanenergo   | Chairman of the Board of Directors                                |
| 2012 | present | PJSC MOESK  | Chairman of the Board of Directors                                |
| 2012 | 2013    | IDGC of Siberia, JSC  | Chairman of the Board of Directors                                |
| 2012 | present | North-Caucasus Federal University   | Member of the Supervisory Board                                   |
| 2012 | present | Moscow Power Engineering Institute (National Research University)                                   | Member of the Board of Trustees, member of the Scientific Council |
| 2012 | present | Association of Polar Explorers  | Member of the Board and Vice President for Environmental Issues   |
| 2013 | present | Public Joint Stock Company ROSSETI  | Director General  |
| 2013 | present | Public Joint Stock Company ROSSETI  | Member of the Board of Directors                                  |
| 2013 | present | World Energy Council (WEC)  | Vice Chair, Responsibility for Regional Development               |
| 2013 | present | Mariinsky Theatre   | Member of the Board of Trustees                                   |
| 2014 | 2016    | Primorsky Opera and Ballet Theater (from January 1, 2016, Primorsky Stage of the Mariinsky Theatre) | Member of the Board of Trustees                                   |
| 2014 | 2016    | PJSC FTC  | Chairman of the Board of Directors                                |
| 2013 | 2015    | FGC UES, PJSC   | Chairman of the Board of Directors                                |
| 2016 | present | FGC UES, PJSC   | Chairman of the Board of Directors                                |
| 2016 | present | PJSC LENENERGO  | Chairman of the Board of Directors                                |

Stake held by the individual in the authorized capital of the issuer (%): **0.000569**

Percentage of ordinary shares held by the individual in the issuer (%): **0.000575**

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer:

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

INN (Taxpayer Identification Number): **4716016979**

OGRN (Principal State Registration Number): **1024701893336**

Stake held by the individual in the authorized capital of the entity (%): **0.00064**

Percentage of ordinary shares held by the individual in the entity (%): **0.00064**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

#### **Members of the Collegial Executive Body of the Issuer:**

1. Full Name: **Oleg Mikhailovich Budargin (Chairman)**

Year of Birth: **1960**

Education:

**higher education, Candidate of Science (Economics)**

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity                                  | Title                            |
|--------|---------|---|----------------------------------|
| From   | To      |   |                                  |
| 2009   | 2013    | JSC FGC UES                             | Chairman of the Management Board |
| 2010   | 2011    | Energy Forecasting Agency               | Member of the Board of Directors |
| 2010   | 2013    | FGC UES, PJSC                           | Member of the Board of Directors |
| 2011   | present | Russian Regional Development Bank       | Member of the Supervisory Board  |
| 2011   | 2015    | JSC Inter RAO                           | Member of the Board of Directors |
| 2011   | present | Association of Solar Energy Enterprises | Chairman of the Supervisory      |

|      |         | Nonprofit Partnership   | Board   |
|------|---------|---|---|
| 2012 | present | Public Joint Stock Company ROSSETI  | Chairman of the Management Board                                  |
| 2012 | 2013    | Kubanenergo   | Chairman of the Board of Directors                                |
| 2012 | present | PJSC MOESK  | Chairman of the Board of Directors                                |
| 2012 | 2013    | IDGC of Siberia, JSC  | Chairman of the Board of Directors                                |
| 2012 | present | North-Caucasus Federal University   | Member of the Supervisory Board                                   |
| 2012 | present | Moscow Power Engineering Institute (National Research University)                                   | Member of the Board of Trustees, member of the Scientific Council |
| 2012 | present | Association of Polar Explorers  | Member of the Board and Vice President for Environmental Issues   |
| 2013 | present | Public Joint Stock Company ROSSETI  | Director General  |
| 2013 | present | Public Joint Stock Company ROSSETI  | Member of the Board of Directors                                  |
| 2013 | present | World Energy Council (WEC)  | Vice Chair, Responsibility for Regional Development               |
| 2013 | present | Mariinsky Theatre   | Member of the Board of Trustees                                   |
| 2014 | 2016    | Primorsky Opera and Ballet Theater (from January 1, 2016, Primorsky Stage of the Mariinsky Theatre) | Member of the Board of Trustees                                   |
| 2014 | 2016    | PJSC FTC  | Chairman of the Board of Directors                                |
| 2013 | 2015    | FGC UES, PJSC   | Chairman of the Board of Directors                                |
| 2016 | present | FGC UES, PJSC   | Chairman of the Board of Directors                                |
| 2016 | present | PJSC LENENERGO  | Chairman of the Board of Directors                                |

Stake held by the individual in the authorized capital of the issuer (%): **0.000569**

Percentage of ordinary shares held by the individual in the issuer (%): **0.000575**

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer:

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

INN (Taxpayer Identification Number): **4716016979**

OGRN (Principal State Registration Number): **1024701893336**

Stake held by the individual in the authorized capital of the entity (%): **0.00064**

Percentage of ordinary shares held by the individual in the entity (%): **0.00064**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

2. Full Name: **Nikolay Nikolayevich Varlamov**

Year of Birth: **1974**

Education:

**higher education**

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period | Entity | Title |
|--------|--------|-------|
|--------|--------|-------|

| From | To      |  |   |
|------|---------|--|---|
| 2008 | 2011    | Federal Service for Financial Monitoring | Secretary of State and Deputy Head                              |
| 2011 | 2013    | JSC FGC UES                              | Deputy Chairman of the Management Board                         |
| 2012 | 2013    | JSC FGC UES                              | Member of the Management Board                                  |
| 2013 | 2015    | IDGC of Northern Caucasus, JSC           | Member of the Board of Directors                                |
| 2013 | present | IDGC of Center and Volga Region, PJSC    | Member of the Board of Directors                                |
| 2013 | 2015    | Public Joint Stock Company ROSSETI       | Deputy Director General for Controlling and Internal Inspection |
| 2015 | present | Public Joint Stock Company ROSSETI       | Deputy Director General and Head of the Administrative Office   |
| 2015 | present | Public Joint Stock Company ROSSETI       | Member of the Management Board                                  |

***No stake/ordinary shares held in the authorized capital of the issuer***

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

***The individual does not hold such stakes***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

***None of such family relations***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

***None of such sanctions were imposed against the individual***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

***The individual did not hold any of the above-mentioned positions***

3. Full Name: ***Roman Nikolaevich Berdnikov***

Year of Birth: ***1973***

Education:

***higher education***

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |      | Entity        | Title  |
|--------|------|---------------|--|
| From   | To   |               |  |
| 2003   | 2010 | JSC FGC UES   | Deputy Head of the Strategic Planning Department, Head of the Strategic Planning Department, Head of the Customer and Market Relations Department, Development and Customer Relations Director |
| 2009   | 2013 | JSC FGC UES   | Member of the Management Board   |
| 2010   | 2012 | JSC FGC UES   | Deputy Chairman of the Management Board  |
| 2012   | 2013 | JSC FGC UES   | First Deputy Chairman of the Management Board  |
| 2010   | 2014 | GruzRosenergo | Chairman of the Supervisory Board  |
| 2010   | 2012 | JSC ENIN      | Member of the Board of   |



|           |              |  |   |
|-----------|--------------|--|---|
|           |              |  | Directors   |
| 2011      | 2014         | NP Market Council  | Member of the Supervisory Board   |
| 2012      | 2014         | ZAO EnergoRynok  | Member of the Board of Directors  |
| 2012      | 2013         | JSC Tyumenenergo   | Member of the Board of Directors  |
| 2012      | 2013         | IDGC of Urals, JSC   | Member of the Board of Directors  |
| 2012      | 2013         | IDGC of Northern Caucasus, JSC   | Member of the Board of Directors  |
| July 2012 | October 2012 | JSC IDGC Holding   | First Deputy Executive Director   |
| 2012      | present      | Public Joint Stock Company ROSSETI   | Member of the Management Board  |
| 2013      | 2015         | Public Joint Stock Company ROSSETI   | First Deputy Director General for Technical Policy                              |
| 2013      | 2014         | IDGC of Siberia, JSC   | Member of the Board of Directors  |
| 2013      | present      | Russian National Committee of the Council on Large Electric Systems (CIGRE)      | Member of the Presidium   |
| 2013      | present      | Scientific and Technical Council of Unified Energy System Non-profit Partnership | Member of the Supervisory Board   |
| 2013      | present      | Noncommercial Partnership of Territorial Power Grid Organizations                | Chairman of the Supervisory Board   |
| 2014      | 2016         | AO Engineering Center UES Real Estate  | Member of the Board of Directors  |
| 2014      | present      | PJSC FTC   | Member of the Board of Directors; from 2016, Chairman of the Board of Directors |
| 2014      | present      | Public Joint Stock Company ROSSETI   | First Deputy Director General   |
| 2015      | present      | PJSC LENENERGO   | Acting Director General, Chairman of the Management Board                       |
| 2016      | present      | PJSC LENENERGO   | Member of the Board of Directors  |

*No stake/ordinary shares held in the authorized capital of the issuer*

*The Issuer did not issue options.*

*The subsidiaries and dependent companies of the Issuer did not issue options.*

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

INN (Taxpayer Identification Number): **4716016979**

OGRN (Principal State Registration Number): **1024701893336**

Stake held by the individual in the authorized capital of the entity (%): **0.000000195**

Percentage of ordinary shares held by the individual in the entity (%): **0.000000195**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

**None of such family relations**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

**None of such sanctions were imposed against the individual**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

**The individual did not hold any of the above-mentioned positions**

4. Full Name: **Andrey Aleksandrovich Dyomin**

Year of Birth: **1974**

Education:

**higher education**

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity                             | Title  |
|--------|---------|------------------------------------|--|
| From   | To      |                                    |  |
| 2009   | 2010    | JSC FGC UES                        | Member of the Management Board                                 |
| 2010   | 2012    | OOO Mezhrefionsbyt                 | Advisor to the Director General                                |
| 2012   | 2013    | JSC FGC UES                        | Advisor to the Chairman of the Management Board                |
| 2013   | 2015    | Public Joint Stock Company ROSSETI | First Deputy Director General for Economic Affairs and Finance |
| 2013   | present | Public Joint Stock Company ROSSETI | Member of the Management Board                                 |
| 2013   | 2015    | JSC Tyumenenergo                   | Chairman of the Board of Directors                             |
| 2013   | 2014    | JSC TDC                            | Chairman of the Board of Directors                             |
| 2013   | 2015    | FEEMC, JSC                         | Member of the Board of Directors                               |
| 2014   | present | PJSC MOESK                         | Member of the Board of Directors                               |
| 2014   | present | FGC UES, PJSC                      | Member of the Board of Directors                               |

***No stake/ordinary shares held in the authorized capital of the issuer***

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

***The individual does not hold such stakes***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

***None of such family relations***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

***None of such sanctions were imposed against the individual***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

***The individual did not hold any of the above-mentioned positions***

5. Full Name: ***Valentin Yefimovich Mezhevich***

Year of Birth: ***1947***

Education:

***higher education, Candidate of Science (Engineering)***

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity   | Title   |
|--------|---------|--|---|
| From   | To      |  |   |
| 2001   | 2013    | Federation Council of the Federal Assembly of the Russian Federation | Member of the Federation Council, First Deputy Chairman of the Committee on Economic Policy |
| 2008   | 2014    | NP Market Council  | Deputy Chairman of the Supervisory Board  |
| 2013   | 2014    | Joint Stock Company ROSSETI  | Deputy Director General for Strategic Communications  |
| 2012   | present | Public Joint Stock Company ROSSETI                                   | Member of the Management Board  |

|      |         |                                    |                                    |
|------|---------|------------------------------------|------------------------------------|
| 2014 | 2015    | IDGC of Northern Caucasus, JSC     | Member of the Board of Directors   |
| 2014 | 2015    | IDGC of Siberia, JSC               | Member of the Board of Directors   |
| 2014 | 2015    | Kubanenergo                        | Member of the Board of Directors   |
| 2014 | present | Public Joint Stock Company ROSSETI | Chief Advisor                      |
| 2015 | present | IDGC of Volga, PJSC                | Chairman of the Board of Directors |
| 2015 | present | JSC Tyumenenergo                   | Chairman of the Board of Directors |

*No stake/ordinary shares held in the authorized capital of the issuer*

*The Issuer did not issue options.*

*The subsidiaries and dependent companies of the Issuer did not issue options.*

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

*The individual does not hold such stakes*

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

*None of such family relations*

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

*None of such sanctions were imposed against the individual*

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

*The individual did not hold any of the above-mentioned positions*

### **5.3. Information Concerning the Amount of Remuneration, Benefits and/or Reimbursement of Expenses for Each Management Body of the Issuer**

Information concerning the amount of remuneration, benefits, and/or reimbursement of expenses paid to members of the Board of Directors:

Remuneration

*Board of Directors*

Unit of measurement: *rubles in thousands*

| Indicator Description   | 2015 | September 30, 2016 |
|---|------|--------------------|
| Remuneration for participation in the work of the management body |      | 0                  |
| Salary  |      | 0                  |
| Bonuses   |      | 0                  |
| Commission fees   |      | 0                  |
| Benefits  |      | 0                  |
| Other remuneration  |      | 0                  |
| TOTAL   |      | 0                  |

Information concerning the existing agreements for such payments in the present fiscal year:

*On June 30, 2016, the Annual General Meeting of Shareholders of the Company resolved in accordance with the Regulations for Remuneration and Compensation for Members of the Board of Directors of the Company approved by the Annual General Meeting of Shareholders of the Company on June 30, 2015, (the Minutes of July 2, 2015) to pay no remuneration to members of the Company's Board of Directors for serving on the Company's Board of Directors.*

The amount and procedure for paying remuneration and compensation to new members of the Board of Directors of PJSC ROSSETI are defined by the Regulations for Remuneration and Compensation for Members of the Board of Directors of PJSC ROSSETI (restated version) approved by the Annual General Meeting of Shareholders of the Company on June 30, 2015:

1. Remuneration and compensation shall be paid by the Company in cash.

2. These Regulations shall not apply to any members of the Board of Directors of the Company who are simultaneously members of the Company's collegial executive body or the Company's sole executive body (Director General).

3. No remuneration shall be accrued or paid to the Chairman or members of the Board of Directors of the Company who are persons falling within the purview of such restriction or ban on the receipt of any payments from business entities as imposed by federal law.

4. Payment of remuneration.

4.1. Remuneration shall be paid to members of the Board of Directors of the Company for their work for the period from their election to the Board of Directors of the Company until the election of new members of the Board of Directors of the Company.

Remuneration shall be paid to members of the Board of Directors of the Company as a lump sum in Russian rubles.

4.2. Each member of the Board of Directors of the Company shall be paid remuneration in the amount calculated by the following formula taking account of the total number of meetings of the Board of Directors of the Company in the previous corporate year and taking account of the number of meetings in which such member of the Board of Directors takes part:

$$S(1) = R_{base} \times 100/130 \left( \frac{n}{m} \right), \text{ where}$$

$S(1)$  is the amount of remuneration payable for serving on the Board of Directors of the Company;

$R_{base}$  is the remuneration base amount determined in accordance with the procedure set forth in paragraph 4.3 of these Regulations;

$n$  is the number of meetings of the Board of Directors (irrespective of the form of such meetings) in which the member of the Board of Directors takes part within the period between the Annual General Meetings of Shareholders;

$m$  is the total number of meetings of the Board of Directors (irrespective of the form of such meetings) within the period between the Annual General Meetings of Shareholders.

4.3. The remuneration base amount ( $R_{base}$ ) shall be based on the revenues calculated in accordance with Russian Accounting Standards and received by the Company in the financial year and is as follows:

| Revenues                 | $R_{base}$              |
|--------------------------|-------------------------|
| above 200 billion rubles | 1,000,000 rubles        |
| above 30 billion rubles  | 900,000 rubles          |
| above 10 billion rubles  | 800,000 rubles          |
| above 1 billion rubles   | 700,000 rubles          |
| above 600 million rubles | 600,000 rubles          |
| below 600 million rubles | on a case-by-case basis |

4.4. The remuneration specified in paragraph 4.2 of these Regulations shall be paid from net profit within 60 days after the Annual General Meeting of Shareholders of the Company that decides to pay remuneration to members of the Board of Directors of the Company.

4.5. On top of the remuneration specified in paragraph 4.2 of these Regulations, the following premiums shall apply:

4.5.1 - 30% of  $S(1)$  payable to the Chairman of the Board of Directors of the Company;

4.5.2 - 20% of  $S(1)$  payable to the chairman of a specialized committee of the Board of Directors of the Company;

4.5.3 - 10% of  $S(1)$  payable to a member of a specialized committee of the Board of Directors of the Company.

No premium for holding office as chairman and/or a member of a specialized committee shall be paid if such committee of the Board of Directors holds less than three meetings in the corporate year.

4.6. The total amount of the remuneration specified in paragraph 4.2 of these Regulations, including the premiums specified in paragraph 4.5 of these Regulations, may not be in excess of  $R_{base}$ .

4.7. No remuneration shall be paid to any member of the Board of Directors of the Company if such member fails to participate in more than 50% of the meetings held (from the election of such member until the termination of such member's powers).

4.8. Any member of the Board of Directors of the Company may decline to receive the remuneration provided for in these Regulations, in full or in part, by notice thereof to the sole executive body (Director General) of the Company.

5. Payment of compensation.

5.1. Any member of the Board of Directors shall be compensated for expenses in connection with participation in a meeting of the Board of Directors in accordance with the rates applied by the Company to reimbursement for travel expenses at the time of such meeting.

5.2. Compensation shall be paid by the Company within three business days after the submission of documents supporting expenses incurred.

***The members of the Board of Directors on the staff of the joint-stock company are paid salaries in accordance with the payroll plan and can be eligible for bonuses and other remuneration. Information concerning these payments***

*to members of the Board of Directors of the Company is specified in payment documents related to remuneration for the collegial executive body.*

**Collegial executive body**

Unit of measurement: *rubles in thousands*

| Indicator Description   | 2015           | September 30, 2016 |
|---|----------------|--------------------|
| Remuneration for participation in the work of the management body | 6,384          | 3,493              |
| Salary  | 119,236        | 81,764             |
| Bonuses   | 181,670        | 127,230            |
| Commission fees   | 0              | 0                  |
| Benefits  | 0              | 0                  |
| Other remuneration  | 5,126          | 1,604              |
| <b>TOTAL</b>  | <b>312,416</b> | <b>214,091</b>     |

Expenses associated with the performance of the functions of members of the issuer's management bodies (board of directors, management board) and reimbursed by the issuer within the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

| Expenses                 | Paid Amounts (rubles in thousands) |                    |
|--------------------------|------------------------------------|--------------------|
|                          | 2015                               | September 30, 2016 |
| Board of Directors       | 0                                  | 0                  |
| Collegial executive body | 0                                  | 0                  |

*If the issuer paid remuneration and/or reimbursement to any person who was simultaneously a member of the issuer's board of directors (supervisory board) and was a member of the issuer's collegial executive body (management board, directorate), then remuneration and/or reimbursement paid to such person in connection with the performance by such person of the functions of a member of the issuer's board of directors (supervisory board) are included in the total amount of remuneration and/or reimbursement paid to the issuer's board of directors (supervisory board), and other types of remuneration and/or reimbursement paid to such person are included in the total amount of remuneration and/or reimbursement paid to the issuer's collegial executive body (management board, directorate).*

Information concerning the existing agreements for such payments in the present fiscal year:

***The members of the Management Board as the Company's staff members receive pay according to their job positions under employment contracts; additionally, members of the Management Board can be eligible for bonuses and other remuneration.***

**5.4. Information Concerning the Structure and Jurisdiction of Bodies Exercising Control of the Issuer's Financial and Economic Activities and Concerning the Organization of the Risk Management and Internal Control System**

Structure of bodies exercising control of the issuer's financing and economic activities and their authority as specified in the Articles of Association (constitutive documents) and internal documents of the issuer:

***In accordance with Article 16 of the Articles of Association of the Company, the General Meeting of Shareholders elects the Internal Audit Commission of the Company to exercise control of the Company's financial and economic activities.***

***The Company's Internal Audit Commission shall be elected annually by the General Meeting of Shareholders of the Company and shall consist of five (5) members.***

***The Company's Internal Audit Commission shall act within the limits of the powers specified in the Federal Law "On Joint-Stock Companies."***

***The Company's Internal Audit Commission shall act in accordance with the procedure set forth in an internal document of the Company approved by the General Meeting of Shareholders.***

***Audits (inspections) of the financial and economic activities of the Company shall be carried out after the end of the Company's annual performance, and at any time on the initiative of the Company's Internal Audit Commission, pursuant to a decision adopted by the General Meeting of Shareholders or the Company's Board of Directors, or at the request of the Company's shareholder(s) holding an aggregate of at least ten (10) percent of the Company's voting shares.***

***At the request of the Company's Internal Audit Commission, officers of the Company's management bodies shall provide documents about the Company's financial and economic activities.***

***The Company's Internal Audit Commission shall be entitled to request the convocation of the Extraordinary General Meeting of Shareholders.***

***The main objectives of the Internal Audit Commission of the Company are as follows:***

***a) conduct audits of the financial and economic activities of the Company;***

***b) make an independent assessment of information contained in the Company's annual report and the Company's annual accounting statements;***

*c) provide information about noncompliance with the accounting and financial reporting procedure set forth in the laws and regulations of the Russian Federation and about noncompliance with the laws and regulations of the Russian Federation in the course of financial and economic activities;*

*d) prepare proposals/recommendations to improve the effectiveness of managing the Company's assets and improve the risk management and internal control system;*

*e) monitor the correction of deficiencies and the implementation of recommendations contained in reports on the previous audits (inspections);*

*f) ensure supervision of the compliance of the Company's financial and economic transactions with the laws of the Russian Federation and the Articles of Association of the Company.*

*Members of the Company's Internal Audit Commission may not be members of the Company's Board of Directors or hold other positions in the Company's management bodies at the same time.*

*Shares held by members of the Company's Board of Directors or officers of the Company's management bodies may not participate in voting on the election of members of the Company's Internal Audit Commission.*

*Pursuant to a decision adopted by the General Meeting of Shareholders, remuneration and/or reimbursement for expenses associated with the performance of their duties may be paid to members of the Company's Internal Audit Commission during their office. The size of such remuneration and reimbursement shall be determined by the General Meeting of Shareholders.*

Information concerning the organization of the risk management and internal control system for the issuer's financing and economic activities (internal audit), including:

- information about the existence of the audit committee of the board of directors (supervisory board) of the issuer and about the Audit Committee's functions, members, and composition:

***The Company has the Audit Committee of the Board of Directors, consisting of 3 members.***

Principal functions of the Audit Committee:

***The Audit Committee of the Board of Directors was established in accordance with the Regulations for the Board of Directors of PJSC ROSSETI approved by the decision adopted by the Annual General Meeting of Shareholders of the Company on June 30, 2015, for the purposes of rendering assistance to the Board of Directors of the Company in the accomplishment of its objectives.***

The activities of the Committee shall be governed by legal regulations of the Russian Federation, the Articles of Association of the Company, local regulatory documents of the Company, decisions of the Board of Directors of the Company, and the Regulations for the Audit Committee of the Board of Directors of PJSC ROSSETI approved by the decision adopted by the Board of Directors of PJSC ROSSETI on December 25, 2015 (Minutes of the Meeting No. 217). The activities of the Committee were previously governed by the Regulations for the Audit Committee of the Board of Directors of JSC ROSSETI approved by the decision adopted by the Board of Directors of PJSC ROSSETI on October 21, 2013 (Minutes of the Meeting No. 137).

The competence of the Audit Committee shall include the consideration of issues related to supervision over the reliability of the Company's accounting (financial) statements; control over the reliability and effectiveness of the internal control, risk management, and corporate governance systems; supervision over ensuring compliance with legal requirements and informing executive bodies about nonconformities; and the coordination of interaction between the external and internal auditors and other issues as instructed by the Board of Directors. Within its competence, the Audit Committee shall perform the following functions:

1. In the area of supervising the preparation of the Company's accounting (financial) statements:

1.1. exercise control over ensuring the completeness, accuracy, and reliability of the Company's accounting (financial) statements;

1.2. analyze the material aspects of the Company's accounting policy;

1.3. take part in considering material issues and judgements in relation to the Company's accounting (financial) statements.

2. In the area of controlling the operating reliability and effectiveness of the internal control, risk management, and corporate governance systems:

2.1. review the Company's internal documents defining the organization and strategy of developing and improving the Company's internal control and risk management systems and internal control and risk management policies and initiate amendments thereto;

2.2. evaluate the effectiveness of the internal control, risk management, and corporate governance systems and prepare proposals for their improvement, including evaluating the effectiveness of the Company's risk management and internal control procedures and corporate governance practices, including:

- reviewing reports of the Company's executive bodies on the organization, functioning, and effectiveness of the internal control and risk management systems;

- analyzing the list and structure of the Company's risks;

- discussing material risks and their key indicators with the Company's executive bodies;

- analyzing measures to manage material risks and improve the internal control, risk management, and corporate governance systems;

2.3. consider and issue opinions concerning the preferred risk level (risk appetite);

2.4. analyze and assess the implementation of the internal control and risk management policies;

2.5. control the procedures ensuring that the Company complies with legal requirements, ethical standards, the Company's rules and procedures, and the requirements established by exchanges;

2.6. analyze and assess the implementation of the conflict of interest management policy.

3. In the area of ensuring the independence and objectivity of the internal audit function:
  - 3.1. review the internal audit policy;
  - 3.2. initiate amendments to the Company's internal audit policy;
  - 3.3. consider issues related to the reorganization and closing of the internal audit division;
  - 3.4. consider issues related to giving consent to the appointment and dismissal of the chief internal audit executive and determining his or her remuneration;
  - 3.5. review the internal audit action plan and the budget of the internal audit division;
  - 3.6. examine substantial constraints on the powers or the budget of the internal audit function that can adversely affect the effective performance of the internal audit function;
  - 3.7. approve annual performance reports of internal audit (including reports that contain information on the results of specific audits; identified material risks; deficiencies; the results and effectiveness of measures taken to correct discovered deficiencies; the results of implementing the internal audit action plan; the results of evaluating the actual condition, reliability, and effectiveness of the internal control, risk management, and corporate governance systems);
  - 3.8. organize the evaluation of internal audit function effectiveness, including the independent evaluation of internal audit function quality at least every five years (giving approval to the terms of reference, the material terms and conditions of a contract, and nominees for evaluators);
  - 3.9. consider the results of internal and external evaluations of internal audit quality;
  - 3.10. perform other functions of the Committee in the area of ensuring the independence and objectivity of the internal audit function.
4. In the area of supervising external audit and the selection of the external auditor:
  - 4.1. assess the independence, objectivity, and absence of conflicts of interest of the Company's external auditors, including assessing nominees for the Company's auditors and preparing proposals for the nomination, reelection, and dismissal of the Company's external auditors, for payment for their services, and for the terms and conditions of their engagement;
  - 4.2. evaluate the quality of conducted audits and audit opinions;
  - 4.3. ensure effective interaction between the Company's internal audit division and external auditors.
5. In the area of controlling the operating effectiveness of the system of combating misconduct on the part of the Company's employees and third parties:
  - 5.1. control the operating effectiveness of the warning system dealing with potential misconduct on the part of the Company's employees and third parties and with other nonconformities within the Company;
  - 5.2. supervise special investigations into potential fraud and the misuse of insider or confidential information;
  - 5.3. monitor the implementation of measures prescribed by the Company's executive managers with respect to providing information on potential misconduct on the part of employees and other nonconformities.
6. Other functions aimed at achieving the goals and objectives specified in the Regulations for the Audit Committee of the Board of Directors.

Members of the audit committee of the board of directors

| Full Name                      | Chairman |
|--------------------------------|----------|
| Stanislav Olegovich Ashirov    | No       |
| Vasily Mikhailovich Belov      | Yes      |
| Oleg Markovich Dubnov          | No       |
| Alexander Sergeyeovich Kalinin | No       |

Information concerning the existence of the issuer's special risk management and internal control division(s) (a function (division) different from the internal audit commission (internal auditor) and responsible for the internal control of the issuer's financial and economic activities):

***With the aim of implementing the provisions of Articles 11, 13, and 14 of the Articles of Association of PJSC ROSSETI (hereinafter, the "Company") with respect to reducing the Company's losses resulting from the impact of risks on its activities, the Company organized and carries out risk management measures.***

***The Board of Directors of the Company approved a restated version of the Risk Management Policy of PJSC ROSSETI (hereinafter, the "Risk Management Policy"). The document defines the general principles of building up the risk management system (RMS), its goals and objectives, general approaches to its organization, the distribution of responsibilities among its participants, and the pattern of their interaction.***

***Pursuant to the approved Risk Management Policy and in accordance with job descriptions and existing regulatory documents, the direct implementation of risk management procedures and the organization of the effective control environment of supervised processes (areas of activities) are entrusted to process owners, namely the managers of the Company's units and divisions.***

***The general coordination of risk management processes, including actions of all RMS participants, falls within the purview of the risk management division, the Strategic Development Department, which is not a division responsible for risk management as part of its operations and is separated from the operations conducted by the controlling and internal inspection division and the internal audit division.***

***Pursuant to the Internal Control Policy of PJSC ROSSETI approved by the decision adopted by the Board of Directors of the Company on November 16, 2015, (Minutes of the Meeting No. 208) and in accordance with job descriptions and existing regulatory documents, the direct implementation of control procedures and the organization of***

*the effective control environment of supervised processes (areas of activities) are entrusted to process owners, namely the managers of the Company's units and divisions. The Company has the Controlling and Internal Inspection Department, which is entrusted under the Internal Control Policy and the Regulations for the Controlling and Internal Inspection Department with the functions of coordinating the activities related to developing and introducing into the Company and PJSC ROSSETI's subsidiaries and dependent companies unified approaches to building up and improving the internal control system.*

Information concerning the existence of the issuer's special internal audit division (function) and concerning its objectives and functions:

*The Company has a special division, the Directorate for Internal Audit (established on January 19, 2015, and fully staffed on March 1, 2015). The Annual General Meeting of Shareholders of PJSC ROSSETI resolved to approve a restated version of the Articles of Association of Public Joint Stock Company ROSSETI whereby the competence of the Board of Directors includes the following issues:*

- approve the Internal Audit Action Plan and the budget of the internal audit division;*
- give consent to the appointment and dismissal of the chief internal audit executive and determine his or her remuneration;*
- examine substantial constraints on the powers of the internal audit division or any other constraints that can adversely affect internal audit.*

*The Directorate for Internal Audit is functionally subordinate to the Board of Directors of the Company and administratively subordinate to the Director General of the Company.*

*In order to comply with the Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, and in order to implement the provisions of the Strategy for Developing and Improving the Internal Control and Risk Management System of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI approved by the decision adopted by the Board of Directors of PJSC ROSSETI on October 2, 2014, (Minutes of the Meeting No. 143), the Company formulated the Internal Audit Policy approved by the decision adopted by the Board of Directors of the Company on April 28, 2014, (Minutes of the Meeting No. 151).*

*The decision adopted by the Board of Directors of the Company on March 10, 2015, (Minutes of the Meeting No. 179, Item 9) approved the Action Plan (Road Map) to Introduce the Corporate Governance Code into the Company's activities. The Action Plan provides for formulating and submitting for approval by the Board of Directors a restated version of the Internal Audit Policy.*

*The necessity of updating the Company's Internal Audit Policy is also specified in Directive of the Government of the Russian Federation No. 3984p-P13 of June 24, 2015, and the decision adopted by the Board of Directors of PJSC ROSSETI on August 5, 2015, (Minutes of the Meeting No. 199) whereby the Company should, before November 11, 2015, prepare and bring into effect internal regulatory documents (including a restated version of the Company's Internal Audit Policy) pursuant to Instructions of the President of the Russian Federation No. Pr-3013 of December 27, 2014.*

*The Board of Directors of PJSC ROSSETI resolved on November 16, 2015, (Minutes of the Meeting No. 208) to approve a restated version of the Internal Audit Policy of PJSC ROSSETI (hereinafter, the "Policy"), which is posted on the Company's corporate website in the section "Articles of Association and internal documents". Under the Policy, the Company implements the internal audit function through the internal audit division (a special division).*

*The Policy defines the following functions of internal audit:*

*1. As related to implementing and applying unified approaches to building up, managing, and coordinating the internal audit function in the Company and SDCs:*

*1.1. Prepare proposals for the optimal form of implementing the internal audit function in the Company and SDCs;*

*1.2. Coordinate measures taken by the Company and SDCs to introduce the uniform principles of building up and managing the internal audit function and evaluating the implementation of the internal audit function;*

*1.3. Provide methodological support for internal audit in SDCs, including the preparation and updating of model regulations governing internal audit activities (policies, regulations, schedules, techniques, instructions, and other documents);*

*1.4. Organize and carry out measures to automate internal audit activities of the Company and SDCs.*

*2. As related to conducting internal audits and participating in other inspections in the Company and SDCs:*

*2.1. Plan, organize, and conduct internal audits of business processes (areas of activities), business functions, projects/plans/programs, business units and separate divisions, and other auditees within the Company in order to ensure:*

*- compliance with legal requirements, the industry's regulations, internal procedures, standards, and other internal documents (except for any technical regulations, standards, and rules governing the operation of electric grid facilities) and contractual obligations;*

*- implementation of the instructions issued by Russian governmental authorities in relation to the functioning and development of the electric grid sector;*

*- implementation of management bodies' decisions/directives (instructions) and the requirements contained in regulations, orders, and other internal documents;*

*- efficiency, cost effectiveness, and productivity of operations;*

*- reliability, accuracy, completeness, and timeliness of financial reporting and management reporting;*

*- safeguarding of assets.*



2.2. Introduce the practice of carrying out focused audits conducted by all electric grid SDCs on a specific subject under the uniform audit program;

2.3. Conduct inspections and carry out other assignments as instructed by the Board of Directors (Audit Committee) and/or executive bodies of the Company with respect to the issues falling within the competence of internal audit;

2.4. Involve staff members of the Company's internal audit division as elected members of SDCs' internal audit commissions or as invited experts in the activities of SDCs' internal audit commissions;

2.5. Participate in special (internal) investigations into irregularities (fraud), damage caused to the Company and SDCs, and improper or inefficient use of resources and into other unscrupulous/illegal acts on the part of employees and third parties;

2.6. Inform the Board of Directors (Audit Committee), the sole executive body/Management Board about the results of audits, provide recommendations to correct nonconformities and deficiencies found by audits, and put forward proposals to improve the efficiency and effectiveness of the internal control, risk management, and corporate governance systems and enhance activities of the Company and the ROSSETI Group;

2.7. Monitor the implementation of corrective actions aimed at correcting nonconformities and deficiencies found by audits and implementing recommendations and proposals to enhance activities of the Company;

2.8. Organize and conduct post-audits of business processes (areas of activities), business functions, projects/plans/programs, business units and separate divisions, and other auditees.

3. As related to providing independent and objective assurances regarding the effectiveness of internal control, risk management and corporate governance and assisting the Company's executive bodies and employees in developing and monitoring the implementation of procedures and measures to improve the Company's internal control, risk management, and corporate governance:

3.1. Evaluate the effectiveness of the internal control system, including as follows:

- evaluate the state of the Company's internal (control) environment (including assessing such elements of the control environment as the philosophy of internal control, integrity and ethical values, the organizational structure, the distribution of authority and responsibilities, and personnel management);

- evaluate the effectiveness of internal control policy implementation;

- evaluate the Company's process of setting goals, including determining the adequacy of the criteria for analyzing the degree of accomplishing (achieving) goals;

- identify the internal control system's shortcomings that have not allowed (do not allow) the Company and SDCs to achieve their goals;

- evaluate the risk management process;

- evaluate issues related to organizing, building up, and implementing internal controls (control procedures) embedded in processes;

- evaluate issues related to organizing communication (information exchange) within the Company;

- evaluate the process of organizing the Company's monitoring, including monitoring the results of the introduction (implementation) of measures to correct violations and shortcomings and monitoring the results of improving the internal control system;

3.2. Evaluate the effectiveness of the risk management system, including as follows:

- verify the adequacy and maturity of the Company's risk management system elements to ensure effective risk management, including with respect to organizing processes, setting goals and objectives, implementing the risk management policy, automating processes, providing regulatory and methodological support, ensuring interaction among divisions within the risk management system, reporting, building up infrastructure, including the organizational structure, etc.;

- verify the completeness of identifying and the correctness of assessing risks at all levels of the Company;

- verify the effectiveness of the Company's control procedures and other risk management measures, including the effectiveness of using the resources allocated for this purpose;

- analyze information on risks that occur in the Company (including nonconformities, unachieved goals, litigation, etc. found by inspections);

3.3. Evaluate corporate governance, including as follows:

- verify compliance with the Company's ethical principles and corporate values;

- verify the Company's procedure for setting goals and monitoring/supervising their achievement;

- verify the level of regulatory support and procedures of information exchange (including with respect to risk management and internal control) at all management levels of the Company, including stakeholder relations;

- verify the protection of shareholder rights, including controlled companies' rights, and the effectiveness of stakeholder relations;

- verify procedures for disclosing information about the Company;

3.4. Advise the Company's executive bodies on internal control, risk management, and corporate governance (provided that internal audit remains independent and objective).

4. Functions of internal audit as related to organizing the Company's effective interaction with the external auditor of the Company, the Internal Audit Commission of the Company, and persons advising on risk management, internal control, and corporate governance (described in the section "Interaction between the Internal Audit and Stakeholders" of the Policy).

5. Functions of internal audit as related to preparing and submitting to the Audit Committee and executive bodies of the Company (sole executive body/Management Board) performance reports of internal audit (described in the section "Interaction between the Internal Audit and Stakeholders" of the Policy).

**6. Other functions of internal audit aimed at achieving the goals and objectives specified in the Policy.**

Risk management and internal control policy of the issuer:

***Risk management policy of the issuer***

***The basic principles of the risk management system are as follows:***

- ***protect the Company's values and create the conditions for the Company's development;***
- ***integrate the risk management process into the Company's overall management system. Risk management is part of the obligations of management and is incorporated into all organizational processes and into project and change management processes, including the Company's strategic development planning;***
- ***ensure the unity of risk management and decision making;***
- ***ensure that processes are systematic, structured, and timely;***
- ***ensure the continuity of information flows and the availability and completeness information;***
- ***ensure the adaptability of the system and its continuous development with due consideration to the necessity of meeting the new challenges arising from changes in the internal and external conditions of the Company's operations;***
- ***ensure the transparency of activities and protect the interests of stakeholders;***
- ***ensure that processes are dynamic, iterative (recurrent), and prompt (immediate response to changes in the situation);***
- ***ensure the adaptiveness of the system, enabling risk management to be improved at the same time as improving other management processes in the Company;***
- ***cause all participants to be responsible for risk management;***
- ***optimize the structure of the system, ensuring that decision making related to risk response is based on the comprehensive consideration of factors;***
- ***ensure the unity of the methodological framework for all of the Company's divisions, using unified approaches and standards developed and approved for the ROSSETI Group.***

***In order to evaluate the effectiveness of risk management and continue the improvement of risk management, the Company interacts with governmental supervisory authorities, external auditors, and other external stakeholders with respect to risk management in accordance with the procedure provided for in the laws of the Russian Federation and the applicable internal documents of the Company.***

***The Company periodically evaluates the current status of the risk management system: self-assessment; internal independent evaluation; external independent evaluation.***

***The self-assessment of risk management effectiveness is performed by risk owners and the Strategic Development Department.***

***The internal independent evaluation of risk management effectiveness is made and recommendations to improve the efficiency and effectiveness of risk management are provided by the Directorate for Internal Audit on an annual basis, informing the Company's executive bodies and the Audit Committee of the Board of Directors about the status of the risk management system.***

***The external independent evaluation of risk management effectiveness is made by an external independent consultant at least every three years, depending on assumed risks, changes in organizational activities, and the overall level of the risk management system's maturity, reliability, and effectiveness. Reports on the results of external independent evaluations are submitted to the risk management division and the internal audit division.***

***The risk management division ensures that the results of the external independent evaluation of risk management effectiveness are submitted for consideration by the Management Board and the Board of Directors of the Company (to be preliminarily reviewed by the Audit Committee of the Company's Board of Directors).***

***The further improvement of the risk management system is closely connected with the development of the internal control system and is part of implementing the Strategy for Developing and Improving the Internal Control System of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI. For this purpose, the Company developed a schedule (road map).***

***Adhering to the principles of building up and operating the risk management system, similar risk management policies were approved by the boards of directors of PJSC ROSSETI's SDCs. Risk management measures are carried out in accordance with the Technique for Evaluating Operational Risks, which makes it possible to ensure the unity of approaches to their structuring, including their classification, risk assessment, and reporting on performance results.***

***Due to the approval of a restated version of the Risk Management Policy of PJSC ROSSETI, which meets the requirements set forth in the guidelines of the Federal Agency for State Property Management of the Russian Federation for the preparation of the regulations for the risk management system as approved by Instructions of the Government of the Russian Federation No. Ish-P13-4148 of June 24, 2015, the Company organized work on clarifying the regulatory documents governing the procedure for interaction among the Company's divisions in the course of risk management and on organizing risk management activities in PJSC ROSSETI's SDCs.***

***Internal control policy of the issuer***

***The effectiveness of the Company's internal control system relies on the interrelationship of the following constituent management processes:***

- 1. Organization of effective internal control over business processes.***
- 2. Risk management.***
- 3. Internal audit and independent evaluation.***
- 4. Auditorial control.***

To provide reasonable assurances that the goals and objectives of developing the electric grid sector will be achieved, the Board of Directors approved the Strategy for Developing and Improving the Internal Control System of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI (as resolved on February 10, 2014; Minutes of the Meeting No. 143) (hereinafter, the “ICS Development and Improvement Strategy”), which contains the current and intended state of the internal control and risk management system of PJSC ROSSETI and its subsidiaries.

For the purpose of implementing the ICS Development and Improvement Strategy, the Company developed a schedule (road map), which was approved by the Director General of PJSC ROSSETI on March 31, 2014. On April 6, 2016, the Management Board of PJSC ROSSETI approved an updated version of the schedule (road map) for implementing the Strategy for Developing and Improving the Internal Control System of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI (Minutes of the Meeting No. 455pr).

The measures contained in the schedule (road map) are aimed at developing the internal control and risk management system at all levels (PJSC ROSSETI and PJSC ROSSETI’s subsidiaries) and in all processes (areas of activities). The measures contained in the road map will be carried out in 2014–2018, aiming to achieve by 2018 the maximum maturity level of internal control and risk management as specified in the ICS Development and Improvement Strategy.

The decision adopted by the Board of Directors on November 16, 2015, (Minutes of the Meeting No. 208) approved a restated version of the Internal Control Policy of PJSC ROSSETI. The Policy defines the goals and objectives of internal control, the components and principles of internal control, participants in the internal control and their functions, interaction within the internal control system, the main stages of the internal control process, and the requirements applicable to evaluating the effectiveness of the internal control system.

The following principles underlie the Company’s internal control policy:

- The Company acts in good faith and adheres to ethical values.
- The Board of Directors of the Company is independent of management and supervises the development and operation of the internal control system.
- Management determines the Company’s structure, subordination lines, and the relevant powers, duties, and responsibilities in the course of pursuing the goals.
- The Company strives to recruit, develop, and retain competent employees in accordance with its goals.
- The Company establishes the responsibility of management bodies and employees for the performance of their internal control functions in the course of pursuing the goals.
- The Company defines clear goals in order to be able to identify and assess risks preventing their attainment.
- The Company identifies risks preventing the attainment of a range of its goals and analyzes risks in order to find approaches to risk management.
- The Company takes into account the possibility of fraud in the assessment of risks preventing the attainment of its goals.
- The Company identifies and assesses changes that may have a substantial impact on the internal control system.
- The Company selects and develops control procedures that make it possible to reduce risks preventing the attainment of its goals to an acceptable level.
- The Company selects and develops general control procedures for corporate and technological automated systems in order to attain its goals.
- The Company implements control procedures by developing regulatory documents that define the expected results and the procedures for meeting the requirements of regulatory documents.
- The Company receives or generates and uses significant and qualitative information in order to maintain the operation of internal control.
- The Company conducts internal exchange of information, including information on the goals and duties in the area of internal control, which is essential for the operation of internal control.
- The Company shares information with external parties with respect to issues affecting the operation of internal control.
- The Company organizes and makes continuous and/or periodic assessments of components (elements) of internal controls in order to make sure that they are available and operable.
- The Company evaluates internal control deficiencies and promptly provides information on them to the parties responsible for corrective actions, including executive bodies and the Board of Directors.

The Company’s internal control system operates in accordance with the “three lines of defense” model, which means that the Company implements internal control at three levels:

- at the level of the Company’s management bodies, units, and divisions carrying out control procedures by virtue of their functions and duties – the first line of defense;
- at the level of the Company’s control divisions – the second line of defense;
- at the level of the internal audit division – the third line of defense.

The main internal control procedures are as follows:

- building up the control environment of processes; developing and introducing control procedures;
- carrying out control procedures;
- evaluating the effectiveness of control procedures and the internal control system for processes as a whole;
- responding (analyzing the nature and causes of discovered deficiencies, setting priorities and making a plan to correct discovered deficiencies, monitoring the completeness and timeliness of correcting discovered deficiencies, and improving control procedures).

*In order to ensure that the internal control system is effective and meets the objectively changing requirements and conditions, the Company periodically evaluates the effectiveness of the internal control system for being consistent with the intended state and maturity level.*

*The Company's internal documents governing the operation of bodies that control the financial and economic activities of PJSC ROSSETI are publicly available on the Company's website at*

*<http://www.rosseti.ru/about/documents/>*

*<http://www.e-disclosure.ru/portal/company.aspx?id=13806>*

Information concerning the availability of an internal document that lays down the rules for preventing the misuse of proprietary (insider) information:

*The Board of Directors of the Company approved a restated version of the Regulations for Insider Information of PJSC ROSSETI (Minutes of the Meeting No. 162) on August 25, 2014, complying with the basic provisions of Federal Law No. 224-FZ of July 27, 2010, "On Combating Insider Information Misuse and Market Manipulation and on Amendments to Certain Legislative Acts of the Russian Federation," Federal Law No. 251-FZ of July 23, 2013, "On Amendments to Specific Legislative Acts of the Russian Federation in Connection with the Transfer of the Authority to Regulate, Control, and Supervise Financial Markets to the Central Bank of the Russian Federation," Federal Law No. 149-FZ of July 27, 2006, "On Information, Information Technology, and Information Protection", regulatory documents of the Bank of Russia, Federal Law No. 39-FZ of April 22, 1996, "On the Securities Market," Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies," and Directive 2003/6/EC of the European Parliament and of the Council on insider dealing and market manipulation (market abuse) as incorporated into English law and applicable to the Company in connection with admitting the global depository receipts issued for the Company's shares to trading in the regulated market of the London Stock Exchange.*

*Information for PJSC ROSSETI insiders is available on the Company's website at*  
*<http://www.rosseti.ru/investors/info/insider/>*

*Starting from 2013, the Issuer uses a uniform strategic document, namely the Anti-Corruption Policy of JSC ROSSETI and Subsidiaries and Dependent Companies of JSC ROSSETI (approved by the Board of Directors (Minutes of the Meeting No. 142 of December 30, 2013) as amended by Minutes of the Meeting No. 171 on November 28, 2014) (hereinafter, the "Anti-Corruption Policy"), which defines a unified approach to compliance with the requirements set forth in Article 13.3 of Federal Law 273-FZ of December 25, 2008, "On Combating Corruption" (hereinafter, the "Anti-Corruption Law") with respect to the Issuer's obligation to develop and take measures to prevent and combat corruption: establishing and subsequently eliminating the causes of corruption (avoiding corruption); identifying, preventing, and curbing corruption offenses and other offenses; minimizing and/or remedying the consequences of corruption offenses and other offenses, including those specified in Article 19.28 of the Code of Administrative Offences of the Russian Federation (liability for illegal gratification on behalf of a corporate entity).*

*The Anti-Corruption Policy is the basic document of PJSC ROSSETI and PJSC ROSSETI's SDCs in combating corruption and contains a set of interrelated principles, procedures, and measures provided for in an official document, namely the Recommended Guidelines of the Ministry of Labor and Social Protection of the Russian Federation approved on November 8, 2013.*

*Main areas of the Anti-Corruption Policy:*

- appoint divisions responsible for avoiding corruption offenses and combating corruption;*
- assess corruption risks;*
- identify and resolve conflicts of interest;*
- develop and implement standards and procedures aimed at ensuring good faith work;*
- study and act on information about possible corruption;*
- provide advice and training for an organization's employees;*
- conduct internal control and audit procedures;*
- carry out measures to combat and avoid corruption in cooperation with counterparties;*
- interact with governmental supervisory authorities;*
- cooperate with law enforcement agencies in combating corruption;*
- take part in collective initiatives to combat and avoid corruption.*

*The Issuer developed and approved the List of Anti-Corruption Measures of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI, providing for the implementation of measures and practices and defining the procedure for carrying them out.*

*All this imposes special obligations on the Issuer in building a uniform, vertically integrated system for the implementation of the Anti-Corruption Policy in the ROSSETI Group, whose controlling shareholder is the government.*

*In this connection, the Issuer not only independently implements measures to prevent and combat corruption, but also takes part in collective anti-corruption initiatives:*

- on September 23, 2014, PJSC ROSSETI acceded to the Anti-Corruption Charter of the Russian Business (Certificate No. 496 of September 23, 2014);*
- uses standard contractual clauses on anti-corruption;*
- is included on the Register of Reliable Partners (Certificate No. 01009-000 of May 4, 2015);*

- interacts with such associations as the Chamber of Commerce and Industry of the Russian Federation and the Russian Union of Industrialists and Entrepreneurs.

The Issuer extensively cooperates with governmental authorities and ensures the publicity of its anti-corruption efforts. PJSC ROSSETI actively participates in the interdepartmental working group under the General Prosecutor's Office, dealing with legal issues related to ensuring the transparency of financial and economic activities and removing administrative barriers to the development of the electric grid sector; in the expert group under the Federal Service for Financial Monitoring on combating illegal financial transactions in order to determine the mechanism for identifying beneficiaries as related to verifying the reliability of information about corporate entities and individuals; in the Expert Group of the Joint Committee of the Chamber of Commerce and Industry of the Russian Federation in order to effectively implement the provisions of the Anti-Corruption Charter of the Russian Business.

PJSC ROSSETI took part in the meetings of the Expert Group of the Chamber of Commerce and Industry of the Russian Federation, discussing such issues as amendments to existing legal regulations of the Russian Federation on avoiding and combating corruption and government procurement restrictions on corporate entities that have been held administratively liable under Article 19.28 of the Code of Administrative Offences of the Russian Federation (for illegal remuneration from a corporate entity).

PJSC ROSSETI took part in the organizational meeting on the implementation of paragraph 17 of the National Plan of Combating Corruption for 2016–2017 (approved by Decree of the President of the Russian Federation No. 147 of April 1, 2016) as related to advanced training for employees of government-owned corporations (government-linked companies) who are responsible for combating corruption and as related to measures to enhance the efficiency of the interdepartmental working group on the improvement of subsidiaries' anti-corruption efforts.

Pursuing the Anti-Corruption Policy, PJSC ROSSETI gives much attention to forming the standards of transparent business. The Company created an automated analysis and collection system for information on beneficiaries. The system makes it possible to accumulate data from multiple sources into a unified information space, verifying information about corporate entities and individuals and detecting affiliation, conflicts of interest, pre-conflicts of interest, and other abuses.

In order to comply with the anti-corruption laws of the Russian Federation and improve PJSC ROSSETI's and PJSC ROSSETI's SDC's anti-corruption measures, the Company approved the Anti-Corruption Clause, which is incorporated into all of the Company's contracts. By signing the clause, a counterparty confirms that it has read the Anti-Corruption Charter of the Russian Business and the Anti-Corruption Policy of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI, certifying that it accepts all provisions of the Anti-Corruption Policy and agrees to ensure compliance with its requirements.

The Company's function responsible for avoiding and combating corruption performs the following functional duties:

- carry out measures aimed at implementing the principles and requirements of the Anti-Corruption Policy;
- formulate anti-corruption programs for the implementation of the areas of the Anti-Corruption Policy;
- conduct monitoring activities aimed at identifying corruption offenses and other offenses;
- organize the assessment of corruption risks;
- consider reports on enticing employees into corruption offenses and other offenses in the interests or on behalf of any other organization and on possible corruption offenses and other offenses committed by employees and counterparties of PJSC ROSSETI and PJSC ROSSETI's SDCs or other persons;
- organize the completion and consideration of conflict of interest declarations;
- organize training sessions on avoiding and combating corruption and individual advice for employees;
- assist the authorized representatives of supervisory and law enforcement agencies in their inspections of activities of PJSC ROSSETI and PJSC ROSSETI's SDCs with respect to preventing and combating corruption;
- assist the authorized representatives of law enforcement agencies in their activities in relation to curbing or investigating corruption crimes, including investigative measures;
- evaluate the results of anti-corruption work and prepare reports thereon for an organization's management;
- carry out measures to prevent and combat corruption offenses and other offenses and conflicts of interest;
- develop anti-corruption standards and provide guidance on the implementation of measures to combat and avoid corruption and provide legal education for employees;
- coordinate the activities of divisions in the implementation of the Anti-Corruption Policy;
- participate in Russian- and international-level summits, workshops, seminars, and conferences on combating and avoiding corruption;
- ensure that, pursuing an anti-corruption policy that contains the provisions of the Anti-Corruption Charter of the Russian Business, PJSC ROSSETI and PJSC ROSSETI's SDCs provide publicity for their anti-corruption measures, participate in international anti-corruption events, forums, and meetings and workshops organized by the Institute of Legislation and Comparative Law under the Government of the Russian Federation, the Center for Scientific and Methodological Support for Combating Corruption of the Russian Presidential Academy of National Economy and Public Administration, and other research and educational establishments;

Representatives of PJSC ROSSETI reported at the international seminar organized by the Federal Antimonopoly Service of the Russian Federation on "collusive bidding and corruption prevention." The presented to experts the organization of the ROSSETI Group's anti-corruption compliance and the experience of preventing collusive procurement practices.

- organize and carry out the monitoring of Russian, applicable foreign, and international anti-corruption legislation and track changes thereto, as well as the relevant court practices;

- conduct scheduled and unscheduled inspections of compliance with the principles of the Anti-Corruption Policy and prepare reports on the results of such inspections;

- develop documents on combating and avoiding corruption and initiate the updating of documents due to changes to Russian anti-corruption legislation.

Specifically, the Issuer approved the Procedure for Receiving, Considering, and Acting on Reports from Whistleblowers (Employees and Counterparties of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI and Other Individuals and Corporate Entities) with Allegations of Corruption and updated the Order “On Measures to Prevent Corruption and Avoid and Settle Conflicts of Interest in PJSC ROSSETI,” the Regulations for the Disclosure by PJSC ROSSETI’s Employees of Information on Gifts Received in Connection with Their Official Capacity or Their Performance of Functions, the Transfer and Valuation of Gifts, the Sale (Purchase) of Gifts, and the Crediting of the Proceeds from Their Sale, the Regulations for the Central Commission on Corporate Ethics Compliance and Conflict of Interest Resolution of PJSC ROSSETI, and the Regulations for Conflict of Interest Resolution of PJSC ROSSETI, including the Model Regulations for Conflict of Interest Resolution of Subsidiaries and Dependent Companies of PJSC ROSSETI and the Model Regulations for the Commission on Corporate Ethics Compliance and Conflict of Interest Resolution of Subsidiaries and Dependent Companies of PJSC ROSSETI. The Issuer issued an ordinance that all necessary measures be taken to prevent any transactions with persons affiliated or otherwise connected with employees of PJSC ROSSETI’s SDCs and avoid conflicts of interest and that the Commission on Corporate Ethics Compliance and Conflict of Interest Resolution or the boards of directors of PJSC ROSSETI’s SDCs be notified of such circumstances in accordance with the prescribed procedure.

The ROSSETI Group conducted a campaign to cause its employees to declare their conflicts of interest for 2015; the declaration results were studied by the Central Commission on Corporate Ethics Compliance and Conflict of Interest Resolution of PJSC ROSSETI and the commissions of PJSC ROSSETI’s SDCs.

The Issuer works to prevent corruption, provide legal education, and inculcate law-abiding behavior into the electric grid sector’s employees, implements many other anti-corruption procedures, and launched an online whistleblower reporting channel via its corporate website and a whistleblower hotline for allegations of corruption.

The Company wrote the anti-corruption handbook for employees of PJSC ROSSETI’s SDCs; the handbook is posted on SDCs’ corporate websites and all employees of subsidiaries are caused to read it.

Information concerning PJSC ROSSETI’s activities in the area of avoiding and combating corruption is available on the Company’s website at <http://www.rosseti.ru/about/anticorruptionpolicy/policy/index.php>.

#### 5.5. Information Concerning Individual Members of Bodies Exercising Control of the Issuer’s Financing and Economic Activities

##### Details of Members of the Internal Audit Commission of the Issuer:

Full Name: *Vladimir Vasilyevich Khvorov*

Year of Birth: *1947*

Education:

*higher education*

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity   | Title   |
|--------|---------|--|---|
| From   | To      |  |   |
| 2008   | 2012    | Ministry of Economic Development of the Russian Federation | Administrative Assistant, Unit for Electricity Industry Development, Department for Governmental Tariff Regulation, Infrastructural Reforms and Energy Efficiency |
| 2012   | present | Ministry of Economic Development of the Russian Federation | Lead Expert, Unit for Electricity Industry Development, Department for Governmental Tariff Regulation, Infrastructural Reforms and Energy Efficiency              |
| 2013   | present | Public Joint Stock Company ROSSETI                         | Member of the Internal Audit Commission   |
| 2013   | present | PJSC RusHydro  | Member of the Internal Audit Commission   |

*No stake/ordinary shares held in the authorized capital of the issuer  
The Issuer did not issue options.*

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

***The individual does not hold such stakes***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

***None of such family relations***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

***None of such sanctions were imposed against the individual***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

***The individual did not hold any of the above-mentioned positions***

Full Name: ***Igor Vladimirovich Shmakov***

Year of Birth: ***1974***

Education:

***higher education***

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity  | Title  |
|--------|---------|---|--|
| From   | To      |   |  |
| 2008   | 2012    | IDGC of South, JSC                                | Head of the Internal Audit and Risk Management Department                    |
| 2012   | 2013    | JSC FGC UES                                       | Head of the Internal Control Directorate                                     |
| 2013   | 2015    | Joint Stock Company ROSSETI                       | Head of the Control and Risk Division, Internal Audit and Control Department |
| 2015   | 2016    | Public Joint Stock Company ROSSETI                | Head of the Directorate for Internal Audit                                   |
| 2014   | 2016    | Kubanenergo                                       | Member of the Internal Audit Commission                                      |
| 2014   | 2015    | JSC Yantarenergo                                  | Member of the Internal Audit Commission                                      |
| 2014   | 2015    | IDGC of South, JSC                                | Member of the Internal Audit Commission                                      |
| 2014   | 2015    | JSC VNIPIENERGOPROM                               | Member of the Internal Audit Commission                                      |
| 2014   | 2015    | AO Engineering Center UES Real Estate             | Member of the Internal Audit Commission                                      |
| 2014   | 2015    | OAo South Center of Power Engineering Real Estate | Member of the Internal Audit Commission                                      |
| 2015   | 2016    | IDGC of Urals, JSC                                | Member of the Internal Audit Commission                                      |
| 2015   | present | PJSC MOESK  | Member of the Internal Audit Commission                                      |
| 2015   | present | Public Joint Stock Company ROSSETI                | Member of the Internal Audit Commission                                      |
| 2015   | 2016    | IDGC of South, PJSC                               | Member of the Board of Directors, Chairman of the Audit Committee            |
| 2015   | 2016    | PSC TDC   | Chairman of the Audit Committee  |
| 2016   | present | FGC UES, PJSC                                     | Member of the Internal Audit Commission                                      |
| 2016   | present | IDGC of Northern Caucasus, PJSC                   | Member of the Internal Audit Commission                                      |
| 2016   | present | Kubanenergo                                       | Member of the Board of Directors   |
| 2016   | present | Kubanenergo                                       | Deputy Director General for  |

|  |  |  |             |
|--|--|--|-------------|
|  |  |  | Controlling |
|--|--|--|-------------|

***No stake/ordinary shares held in the authorized capital of the issuer***

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

***The individual does not hold such stakes***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

***None of such family relations***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

***None of such sanctions were imposed against the individual***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

***The individual did not hold any of the above-mentioned positions***

Full Name: ***Alexander Yevgenyevich Bogashov (Chairman)***

Year of Birth: ***1989***

Education:

***higher education***

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity  | Title   |
|--------|---------|---|---|
| From   | To      |   |   |
| 2011   | 2013    | Federal Agency for State Property Management of the Russian Federation    | 1st Category Specialist, Lead Specialist and Expert of the Unit of the Division for Property Relations and Privatization of Major Entities                          |
| 2013   | present | Ministry of Energy of the Russian Federation                              | Lead Advisor, Deputy Unit Head, Unit Head, Deputy Director, Department for Corporate Governance, Price Conditions and Auditing in Fuel and Energy Industry Branches |
| 2015   | present | PAO Permneftegeofizika  | Member of the Board of Directors  |
| 2015   | present | CGE JSC   | Member of the Board of Directors  |
| 2015   | present | OAo Nizhnevartovskneftegeofizika  | Member of the Board of Directors  |
| 2015   | present | Volga Branch of the Institute for Geology and Development of Fossil Fuels | Member of the Board of Directors  |
| 2015   | present | PAO Sibneftegeofizika   | Member of the Board of Directors  |
| 2015   | present | OAo Ukhtaneftgazgeologiya   | Member of the Board of Directors  |
| 2016   | present | IDGC of Centre, PJSC  | Member of the Board of Directors  |
| 2016   | present | IDGC of South, PJSC   | Member of the Board of Directors  |
| 2016   | present | IDGC of Volga, PJSC   | Member of the Board of Directors  |
| 2016   | present | Kubanenergo   | Member of the Board of Directors  |
| 2016   | present | PJSC RusHydro   | Member of the Internal Audit Commission   |
| 2016   | present | Public Joint Stock Company ROSSETI  | Member of the Internal Audit  |



***No stake/ordinary shares held in the authorized capital of the issuer***

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

***The individual does not hold such stakes***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

***None of such family relations***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

***None of such sanctions were imposed against the individual***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

***The individual did not hold any of the above-mentioned positions***

Full Name: ***Sergey Aleksandrovich Kravchenko***

Year of Birth: ***1983***

Education:

***higher education***

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity   | Title                                       |
|--------|---------|--|---|
| From   | To      |  |   |
| 2008   | 2012    | Federal Agency for State Property Management of the Russian Federation | Chief Specialist and Expert of the Division |
| 2012   | 2014    | Federal Agency for State Property Management of the Russian Federation | Advisor to the Division                     |
| 2014   | present | Ministry of Energy of the Russian Federation                           | Deputy Division Head                        |
| 2015   | 2016    | AO Kineshma City Electricity Network                                   | Member of the Board of Directors            |
| 2015   | 2016    | AO Vichuga City Electricity Network                                    | Member of the Board of Directors            |
| 2015   | 2016    | AO Kaliningradgeofizika  | Member of the Board of Directors            |
| 2015   | 2016    | AO Volgogradneftegeofizika   | Member of the Board of Directors            |
| 2016   | present | Chelyabinsk Mechanical Plant   | Member of the Board of Directors            |
| 2016   | present | Public Joint Stock Company ROSSETI                                     | Member of the Internal Audit Commission     |

***No stake/ordinary shares held in the authorized capital of the issuer***

***The Issuer did not issue options.***

***The subsidiaries and dependent companies of the Issuer did not issue options.***

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

***The individual does not hold such stakes***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

***None of such family relations***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

***None of such sanctions were imposed against the individual***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

***The individual did not hold any of the above-mentioned positions***

Full Name: **Olga Alekseyevna Kuleshova**

Year of Birth: **1984**

Education:

**higher education**

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity   | Title                                       |
|--------|---------|--|---|
| From   | To      |  |   |
| 2011   | 2013    | Ministry of Energy of the Russian Federation                           | Chief Specialist and Expert of the Division |
| 2013   | present | Federal Agency for State Property Management of the Russian Federation | Deputy Division Head                        |
| 2016   | present | Public Joint Stock Company ROSSETI                                     | Member of the Internal Audit Commission     |

**No stake/ordinary shares held in the authorized capital of the issuer**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

**The individual does not hold such stakes**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

**None of such family relations**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

**None of such sanctions were imposed against the individual**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

**The individual did not hold any of the above-mentioned positions**

Body exercising control of the issuer's financial and economic activities: **Other**

**Directorate for Internal Audit**

Title of the head of the division: **Acting Head of the Directorate for Internal Audit**

Full Name: **Alexandra Vladimirovna Charondina**

Year of Birth: **1969**

Education:

**higher education**

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

| Period |         | Entity                                     | Title  |
|--------|---------|--|--|
| From   | To      |  |  |
| 2011   | 2012    | Accounts Chamber of the Russian Federation | Deputy Head of the Inspectorate  |
| 2015   | present | Public Joint Stock Company ROSSETI         | Deputy Head of the Directorate for Internal Audit, Acting Head of the Directorate for Internal Audit |

**No stake/ordinary shares held in the authorized capital of the issuer**

**The Issuer did not issue options.**

**The subsidiaries and dependent companies of the Issuer did not issue options.**

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

**The individual does not hold such stakes**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

*None of such family relations*

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

*None of such sanctions were imposed against the individual*

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

*The individual did not hold any of the above-mentioned positions*

## 5.6. Information Concerning the Amount of Remuneration, Benefits and/or Reimbursement of Expenses for the Body Exercising Control of the Issuer's Financing and Economic Activities

Information concerning all types of remuneration paid by the issuer to members of the internal audit commission:

Unit of measurement: *rubles in thousands*

| Indicator Description   | 2015  | September 30, 2016 |
|---|-------|--------------------|
| Remuneration for participation in the work of the body exercising control of the issuer's financial and economic activities | 1,434 | 389                |
| Salary  | 2,539 | 1,239              |
| Bonuses   | 2,513 | 1,923              |
| Commission fees   | 0     | 0                  |
| Other remuneration  | 492   | 100                |
| TOTAL   | 6,978 | 3,651              |

Information concerning decisions adopted by the issuer's authorized management bodies and/or concerning the existing agreements with respect to the amount of remuneration subject to payment and/or the amount of expenses subject to reimbursement:

*On June 30, 2016, the Annual General Meeting of Shareholders of the Company resolved to pay remuneration to members of the Company's Internal Audit Commission other than those who hold public office for serving on the Company's Internal Audit Commission as specified in the Regulations for Remuneration and Compensation for Members of the Internal Audit Commission of the Company approved by the decision adopted by the Annual General Meeting of Shareholders of the Company on June 30, 2015; the Minutes of July 2, 2015.*

*The table includes information concerning pay received by the members of the Internal Audit Commission who have an employment relationship with the Company.*

Expenses associated with the performance of the functions of members of bodies exercising control of the issuer's financial and economic activities and reimbursed by the issuer within the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

Unit of measurement: *rubles in thousands*

|                           | 2015 | September 30, 2016 |
|---------------------------|------|--------------------|
| Control Body (Division)   | 0    | 0                  |
| Internal Audit Commission | 0    | 0                  |

## 5.7. Data Concerning the Headcount and High-Level Data Concerning the Composition of the Issuer's Personnel (Employees) and Changes in the Issuer's Employee (Personnel) Headcount

| Indicator Description   | 2011        | 2012        | 2013      | 2014        | 2015        |
|---|-------------|-------------|-----------|-------------|-------------|
| Average headcount, persons                                    | 364         | 361         | 398       | 666         | 654         |
| Gross payroll for the reporting period, rubles in thousands   | 1,457,755.3 | 1,437,243.1 | 1,449,156 | 2,407,170.7 | 2,363,016.1 |
| Social payments for the reporting period, rubles in thousands | 28,812.8    | 110,673.6   | 108,494   | 35,457.6    | 38,052.1    |

If changes in the issuer's employee (personnel) headcount in the disclosed period are of material importance to the issuer, specify the factors which, in the issuer's opinion, caused such changes and the implications of changes in the issuer's employee (personnel) headcount for the issuer's financing and economic activities: ***The increase in the headcount in 2014 is due to the establishment of TSC, a branch of PJSC ROSSETI, (hereinafter, the "Branch") and the Representative Office of Public Joint Stock Company ROSSETI in the Crimean Federal District (hereinafter, the "Representative Office").***

***Employee benefits increased in 2014 due to the fact that, in the reporting periods (2012 and 2013), the powers of the Issuer's sole executive body were exercised by the management organization (JSC FGC UES), and employee benefits were partly transferred to the price of the management agreement and were not included in the Issuer's expenses. Additionally, employee benefits for the Branch and the Representative Office were recognized in 2014.***

Employees (personnel) of the issuer who have a material impact on the issuer's financing and economic activities (key employees): ***Oleg Mikhailovich Budargin, Director General of the Issuer.***

Information concerning the labor union established by the issuer's employees (personnel): *N/A*

## **5.8. Information Concerning Any Obligations of the Issuer to Its Employees (Personnel) Regarding Their Possible Participation in the Authorized (Share) Capital (Unit Trust) of the Issuer**

Agreements or obligations of the issuer concerning the possibility of participation of the issuer's employees (personnel) in its authorized capital:

***On November 9, 2010, the Board of Directors of the Company approved the Program of Incentives for Managers of JSC IDGC Holding and Its Subsidiaries and Dependent Companies (hereinafter, the "Incentive Program").***

***Starting from March 2011, the management company of the mutual fund established for the purpose of implementing the Incentive Program and the Incentive Program participants entered into the agreements for the purchase and sale of the Company's treasury shares with the deferred performance of the obligations to transfer such shares and the Incentive Program participants' obligations to pay for such shares in cash (hereinafter, the "Agreement(s)"). Subject to the terms and conditions of the Agreements, the Incentive Program participants may exercise their right to purchase the shares not earlier than three years after the effective date of the Agreement and shall continue to have such right for a period of five years after the effective date of the Agreement.***

Information concerning the issuer's options which are available to or can be issued to the issuer's employees (staff members): ***The Issuer did not issue options.***

## **Section VI. Information Concerning the Issuer's Members (Shareholders) and Related-Party Transactions Completed by the Issuer**

### **6.1. Information Concerning the Total Number of the Issuer's Shareholders (Members)**

Total number of the issuer's members as of the approval date of the securities prospectus: ***281,955***

Total number of persons having non-zero balances in their personal accounts and registered on the issuer's shareholder register as of the approval date of the securities prospectus: ***281,955***

Total number of nominee holders of the issuer's shares: ***11***

Total number of persons included on the latest list of the persons entitled to participate in the issuer's general meeting of shareholders (any other list of persons that is prepared for the purposes of exercising the rights attaching to the issuer's shares and for the preparation of which the nominee holders of the issuer's shares provided details of the persons on whose behalf they held (hold) the issuer's shares): ***313,582***

Category (type) of the issuer's shares whose holders were to be included on such list: ***registered ordinary shares and registered preference shares***

Date of the list: ***May 24, 2016***

Information concerning the number of treasury shares on the issuer's balance sheet as of the last date of the reporting quarter, specifying each category (type) of shares: ***none\****

Number of ordinary treasury shares on the issuer's balance sheet as of the last date of the reporting quarter: ***none\****

Number of preference treasury shares on the issuer's balance sheet as of the last date of the reporting quarter: ***none***

Information concerning the number of the issuer's shares held by controlled entities, specifying each category (type) of shares:

Number of the issuer's ordinary shares held by controlled entities: ***3,403,996***

Number of the issuer's ordinary shares held by controlled entities: ***4,993,960***

***\* Item 1320 "Treasury stock" of the Balance Sheet specifies 1,779,140 thousand Russian rubles. This amount represents investments in the Energetik closed-end mutual hedge fund and equals actual expenses incurred in connection with the Company's share repurchase made by the mutual fund for the purpose of implementing the Program of Incentives for Managers of PJSC ROSSETI and Its Subsidiaries and Dependent Companies. The shares were acquired by the mutual fund in the course of the placement of additional shares in the Company in 2010.***

### **6.2. Information Concerning the Issuer's Members (Shareholders) Owning at Least Five Percent of Its Authorized Capital or at Least Five Percent of Its Ordinary Shares; Information Concerning Persons Controlling Such**

**Members (Shareholders) or, in the Absence of Such Persons, Concerning Such Members (Shareholders) Owning at Least 20 Percent of the Authorized Capital or at Least 20 Percent of Their Ordinary Shares**

Persons owning at least five percent of its authorized capital or at least five percent of its ordinary shares:

Full corporate name: **Russian Federation represented by the Federal Agency for State Property Management**

Short corporate name: *N/A*

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the person in the authorized capital of the issuer (%): **87.89**

Percentage of ordinary shares held by the person in the issuer (%): **88.75**

Persons controlling the member (shareholder) of the issuer

*N/A*

Members (shareholders) of the entity owning at least 20 percent of its authorized capital or at least 20 percent of its ordinary shares

*N/A*

Other information specified by the issuer at its discretion: **none**

The Issuer's shares constituting at least 5 percent of the authorized capital or at least 5 percent of ordinary shares are registered on the Issuer's shareholder register in the names of nominee holders.

Nominee holder details:

Full corporate name: **National Settlement Depository**

Short corporate name: **NSD**

Location: **Russia, 105066, Moscow, Spartakovskaya, 12**

INN (Taxpayer Identification Number): **7702165310**

OGRN (Principal State Registration Number): **1027739132563**

Telephone: **+7 (495) 234-4827**

Fax: **+7 (495) 232-0275**

E-mail: **info@nsd.ru**

Details of the license of the professional participant in the securities market

Number: **045-12042-000100**

Issued on: **February 19, 2009**

Valid until:

**Issued for an indefinite term**

Issuing authority: **Federal Financial Markets Service of the Russian Federation**

Quantity of ordinary shares registered on the issuer's shareholder register in the name of their nominee holder:

**14,601,799,055**

Quantity of preference shares registered on the issuer's shareholder register in the name of their nominee holder:

**1,354,101,750**

**6.3. Information Concerning the Stake Held by the Government or Municipality in the Issuer's Authorized Capital and Special Right ('Golden Share')**

Information concerning the stake held by the government (municipality) in the authorized capital of the issuer and special rights ("golden share"):

Stake in the authorized capital of the issuer held as the government's (at federal level or at constituent entity level) or a municipality's property: **87.89%**.

Person managing the stake held as the government's or a municipality's property:

*N/A*

Name of the person that, on behalf of the Russian Federation, a constituent entity of the Russian Federation, or a municipality, performs the functions of a member (shareholder) of the issuer: **Russian Federation represented by the Federal Agency for State Property Management of the Russian Federation**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

Special right of participation of the Russian Federation, constituent entities of the Russian Federation and municipalities in managing the issuer (joint-stock company) ("golden share"), duration of special right ("golden share").

*N/A*

#### **6.4. Information Concerning Restrictions on Participation in the Issuer's Authorized Capital**

*The Articles of Association of the Issuer do not provide for any restrictions on the quantity of shares per shareholder and/or their cumulative par value and/or the maximum number of votes per shareholder.*

*In accordance with Federal Law No. 57-FZ of April 29, 2008, "On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country's Defense and National Security," any transactions and other acts entailing a foreign investor's or investor group's control of the Issuer require prior approval for such transactions and acts to be granted in accordance with the above-mentioned Federal Law.*

#### **6.5. Information Concerning Changes in the Composition and Value of Stakes Held by the Issuer's Shareholders Owning at Least Five Percent of Its Authorized Capital or at Least Five Percent of Its Ordinary Shares**

List of the issuer's shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares as of the date of the list of the persons entitled to participate in each General Meeting of Shareholders of the issuer held for the 5 most recently closed reporting years preceding the approval date of the securities prospectus based on data from the list of the persons entitled to participate in each of such meetings.

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 17, 2011**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***

Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***

INN (Taxpayer Identification Number): ***7710723134***

OGRN (Principal State Registration Number): ***1087746829994***

Stake held by the entity in the authorized capital of the issuer: ***53.6935%***

Percentage of ordinary shares held by the entity in the issuer: ***55.9481%***

2) Full corporate name: ***Gazprom Finance B.V.***

Short corporate name: ***Gazprom Finance B.V.***

Location: ***Locatellikade 1, 1076AZ Amsterdam, The Netherlands***

INN (Taxpayer Identification Number): ***N/A because the entity is not a resident of the Russian Federation***

OGRN (Principal State Registration Number): ***N/A because the entity is not a resident of the Russian Federation***

Stake held by the entity in the authorized capital of the issuer: ***5.69%***

Percentage of ordinary shares held by the entity in the issuer: ***5.96%***

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **October 25, 2011**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***

Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***

INN (Taxpayer Identification Number): ***7710723134***

OGRN (Principal State Registration Number): ***1087746829994***

Stake held by the entity in the authorized capital of the issuer: ***53.6935%***

Percentage of ordinary shares held by the entity in the issuer: ***55.9481%***

2) Full corporate name: ***Gazprom Finance B.V.***

Short corporate name: ***Gazprom Finance B.V.***

Location: ***Locatellikade 1, 1076AZ Amsterdam, The Netherlands***

INN (Taxpayer Identification Number): ***N/A because the entity is not a resident of the Russian Federation***

OGRN (Principal State Registration Number): ***N/A because the entity is not a resident of the Russian Federation***

Stake held by the entity in the authorized capital of the issuer: ***5.69%***

Percentage of ordinary shares held by the entity in the issuer: ***5.96%***

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 25, 2012**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***

Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***

INN (Taxpayer Identification Number): ***7710723134***

OGRN (Principal State Registration Number): ***1087746829994***

Stake held by the entity in the authorized capital of the issuer: ***54.52%***

Percentage of ordinary shares held by the entity in the issuer: ***56.58%***

2) Full corporate name: ***Gazprom Finance B.V.***

Short corporate name: ***Gazprom Finance B.V.***

Location: ***Locatellikade 1, 1076AZ Amsterdam, The Netherlands***

INN (Taxpayer Identification Number): ***N/A because the entity is not a resident of the Russian Federation***

OGRN (Principal State Registration Number): ***N/A because the entity is not a resident of the Russian Federation***

Stake held by the entity in the authorized capital of the issuer: ***5.13%***

Percentage of ordinary shares held by the entity in the issuer: ***5.35%***

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **October 8, 2012**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **54.52%**

Percentage of ordinary shares held by the entity in the issuer: **56.58%**

2) Full corporate name: **Gazprom Finance B.V.**

Short corporate name: **Gazprom Finance B.V.**

Location: **Locatellikade 1, 1076AZ Amsterdam, The Netherlands**

INN (Taxpayer Identification Number): **N/A because the entity is not a resident of the Russian Federation**

OGRN (Principal State Registration Number): **N/A because the entity is not a resident of the Russian Federation**

Stake held by the entity in the authorized capital of the issuer: **5.13%**

Percentage of ordinary shares held by the entity in the issuer: **5.35%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **February 15, 2013**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **61.70%**

Percentage of ordinary shares held by the entity in the issuer: **63.67%**

2) Full corporate name: **Gazprom Finance B.V.**

Short corporate name: **Gazprom Finance B.V.**

Location: **Locatellikade 1, 1076AZ Amsterdam, The Netherlands**

INN (Taxpayer Identification Number): **N/A because the entity is not a resident of the Russian Federation**

OGRN (Principal State Registration Number): **N/A because the entity is not a resident of the Russian Federation**

Stake held by the entity in the authorized capital of the issuer: **5.13%**

Percentage of ordinary shares held by the entity in the issuer: **4.48%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **March 29, 2013**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **61.70%**

Percentage of ordinary shares held by the entity in the issuer: **63.67%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 23, 2013**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **61.70%**

Percentage of ordinary shares held by the entity in the issuer: **63.69%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 26, 2014**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **85.31%**

Percentage of ordinary shares held by the entity in the issuer: **86.32%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 26, 2015**

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***  
 Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***  
 INN (Taxpayer Identification Number): ***7710723134***  
 OGRN (Principal State Registration Number): ***1087746829994***  
 Stake held by the entity in the authorized capital of the issuer: ***85.31%***  
 Percentage of ordinary shares held by the entity in the issuer: ***86.32%***

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: ***July 17, 2015***

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***  
 Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***  
 INN (Taxpayer Identification Number): ***7710723134***  
 OGRN (Principal State Registration Number): ***1087746829994***  
 Stake held by the entity in the authorized capital of the issuer: ***85.31%***  
 Percentage of ordinary shares held by the entity in the issuer: ***86.32%***

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: ***September 4, 2015***

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***  
 Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***  
 INN (Taxpayer Identification Number): ***7710723134***  
 OGRN (Principal State Registration Number): ***1087746829994***  
 Stake held by the entity in the authorized capital of the issuer: ***85.31%***  
 Percentage of ordinary shares held by the entity in the issuer: ***86.32%***

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: ***May 24, 2016***

Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***  
 Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***  
 INN (Taxpayer Identification Number): ***7710723134***  
 OGRN (Principal State Registration Number): ***1087746829994***  
 Stake held by the entity in the authorized capital of the issuer: ***87.86%***  
 Percentage of ordinary shares held by the entity in the issuer: ***88.71%***

#### **6.6. Information Concerning Related-Party Transactions Completed by the Issuer**

Information concerning the quantity and monetary value of transactions completed by the issuer recognized as related-party transactions in accordance with the laws of the Russian Federation, which required approval by the duly authorized management body of the issuer for the 5 most recently closed reporting years:

| <b>Indicator Description</b>  | <b>2011</b>                  | <b>2012</b>                   | <b>2013</b>                               | <b>2014</b>                  | <b>2015</b>                  |
|---|------------------------------|-------------------------------|---|------------------------------|------------------------------|
| Total quantity/total monetary value of related-party transactions completed by the issuer in the reporting period which required approval by the duly authorized management body of the issuer, quantity of transactions/rubles | <b>13/<br/>6,526,855,373</b> | <b>35/<br/>12,362,316,622</b> | <b>24/<br/>22,098,462,257<sub>1</sub></b> | <b>25/<br/>3,480,061,479</b> | <b>20/<br/>5,634,529,746</b> |
| Quantity/monetary value of related-party transactions completed by the issuer in the reporting period which were  | <b>2/<br/>4,702,459,566</b>  | <b>3/<br/>4,704,958,030</b>   | <b>5/<br/>18,376,771,237<sub>2</sub></b>  | <b>2/<br/>7,765,699</b>      | <b>0</b>                     |

<sup>1</sup> The total value of transactions completed by the Issuer in the reporting period does not include the value of Agreement for the Procedure for Controlling and Voting Shares in JSC FGC UES No. 1990 of June 17, 2013 (Shareholders' Agreement) approved by the Extraordinary General Meeting of Shareholders of JSC ROSSETI on May 6, 2015 (the Minutes of May 8, 2013), because the price of the Shareholders' Agreement was determined by the Board of Directors of JSC ROSSETI (Minutes of the Meeting No. 112 of April 5, 2013) in accordance with Article 77 of the Federal Law "On Joint-Stock Companies" as the price (appraised money value) of JSC FGC UES shares representing the rights in relation to which the parties entered into the Shareholders' Agreement.

<sup>2</sup> See the previous footnote.



|  |                      |                      |                      |                      |                      |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| approved by the General Meeting of Shareholders (Members) of the issuer, quantity of transactions/rubles   |                      |                      |                      |                      |                      |
| Quantity/monetary value of related-party transactions completed by the issuer in the reporting period which were approved by the Board of Directors (Supervisory Board) of the issuer, quantity of transactions/rubles                   | 11/<br>1,824,395,807 | 32/<br>7,657,358,592 | 19/<br>3,721,691,020 | 23/<br>3,472,295,780 | 20/<br>5,634,529,746 |
| Quantity/monetary value of related-party transactions completed by the issuer in the reporting period which required approval but were disapproved by the duly authorized management body of the issuer, quantity of transactions/rubles | 0                    | 0                    | 0                    | 0                    | 0                    |

Information concerning each transaction (group of interrelated transactions) whose price accounts for 5 percent or more of the book value of the issuer's assets determined based on data from its accounting statements as of the most recent balance sheet date prior to the transaction completed by the issuer for the 5 most recently closed reporting years and the period preceding the approval date of the securities prospectus:

|          |  |  |
|----------|--|--|
| <b>1</b> | <b>Agreement for the Procedure for Controlling and Voting Shares in JSC FGC UES No. 1990 of June 17, 2013 (Shareholders' Agreement)</b>  |  |
| 1.1.     | Transaction date   | June 17, 2013  |
| 1.2.     | Subject matter of the transaction and other material terms and conditions  | <p><b>Subject matter of the Shareholders' Agreement:</b><br/>Under the Shareholders' Agreement, the parties agree to exercise JSC FGC UES shareholders' rights represented by shares in JSC FGC UES and participate in managing JSC FGC UES in accordance with the terms and conditions of the Shareholders' Agreement.</p> <p><b>Price of the Shareholders' Agreement:</b><br/>The price of the Shareholders' Agreement (not in relation to the direct or indirect acquisition, disposal, or possible disposal of the property by the Company) is equal, as determined by the Board of Directors of the Company in accordance with Article 77 of the Federal Law "On Joint-Stock Companies," to the price (market value appraised in money terms) of shares in JSC FGC UES that represent the rights covered by the Shareholders' Agreement between the parties. The price of the Shareholders' Agreement is determined by the Board of Directors of JSC ROSSETI (Minutes of the Meeting No. 112 of April 5, 2013).</p> <p><b>Term of the Shareholders' Agreement:</b><br/>The Shareholders' Agreement is deemed to be entered into as of its execution by both parties but becomes effective and binding upon the parties, and the parties' rights and obligations arise, as of the date when the Company acquires title to shares in JSC FGC UES.</p> |
| 1.3.     | Parties to the transaction   | JSC ROSSETI;<br>Federal Agency for State Property Management of the Russian Federation.  |
| 1.4.     | Full and short corporate name (in the case of a nonprofit organization, its name) of the corporate entity or the given name, middle name (if any), and family name of the individual deemed to be the related party to the transaction under the laws of the Russian Federation, and grounds for deeming the person to be the related party to the transaction | The Russian Federation represented by the Federal Agency for State Property Management holding more than 20% of voting shares in JSC ROSSETI and acting as a party to the transaction.   |
| 1.5.     | Value of the transaction (in money terms and as a  | The price of the Shareholders' Agreement (not in   |

|      |   |   |
|------|---|---|
|      | percentage of the book value of the issuer's assets as of the last date of the most recently closed reporting period preceding the transaction date and, if the transaction (group of interrelated transactions) is the placement by subscription or the sale of ordinary shares, as a percentage of ordinary shares placed before the transaction date and of ordinary shares into which the securities convertible into shares placed before the transaction date can be converted) | relation to the direct or indirect acquisition, disposal, or possible disposal of the property by the Company) is equal, as determined by the Board of Directors of the Company in accordance with Article 77 of the Federal Law "On Joint-Stock Companies," to the price (market value appraised in money terms) of shares in JSC FGC UES that represent the rights covered by the Shareholders' Agreement between the parties. The price of the Shareholders' Agreement is determined by the Board of Directors of JSC ROSSETI (Minutes of the Meeting No. 112 of April 5, 2013). |
| 1.6. | Deadline for fulfilling the transaction obligations, and information concerning the fulfillment of the obligations  | From the effective date: the transaction became effective when the Company acquired title to shares in JSC FGC UES (June 14, 2013).   |
| 1.7. | Management body of the issuer that adopted the decision to approve the transaction and the date of the relevant decision (date and number of the minutes of the meeting)  | General Meeting of Shareholders of JSC ROSSETI (the Minutes of the Extraordinary General Meeting of Shareholders of May 8, 2013).   |
| 1.8. | Other information concerning the transaction at the issuer's discretion   | -   |

Related-party transactions (groups of interrelated transactions) disapproved by the board of directors (supervisory board) or the general meeting of shareholders (members) of the issuer when such approval is obligatory by operation of law of the Russian Federation:

N/A

#### 6.7. Information Concerning the Value of Accounts Receivable

Information concerning the total value of the issuer's accounts receivable specifying the total value of overdue receivables for the 5 most recently closed reporting years:

| Indicator Description   | 2011      | 2012      | 2013      | 2014      | 2015      |
|---|-----------|-----------|-----------|-----------|-----------|
| Total accounts receivable of the issuer (rubles in thousands) | 3,523,227 | 3,933,389 | 3,132,237 | 3,070,415 | 4,768,894 |
| Overdue accounts receivable of the issuer (thousand rubles)   | 247,632   | 17,939    | 1,963,069 | 2,092,061 | 1,904,387 |

Breakdown of the issuer's accounts receivable for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus

| Indicator Description   | December 31, 2015 | September 30, 2016 |
|---|-------------------|--------------------|
| Accounts receivable from buyers and customers, rubles in thousands                          | 728,667           | 424,799            |
| including overdue receivables, rubles in thousands  | 2,636             | 127,124            |
| Notes receivable, rubles in thousands   | 0                 | 0                  |
| including overdue receivables, rubles in thousands  | 0                 | 0                  |
| Contributions to authorized capital receivable from members (founders), rubles in thousands | 0                 | 0                  |
| including overdue receivables, rubles in thousands  | 0                 | 0                  |
| Other accounts receivable, rubles in thousands  | 4,040,227         | 3,976,751          |
| including overdue receivables, rubles in thousands  | 1,901,751         | 1,901,971          |
| Total accounts receivable, rubles in thousands  | 4,768,894         | 4,401,550          |
| including total overdue receivables, rubles in thousands                                    | 1,904,387         | 2,029,095          |

Debtors accounting for at least 10 percent of total accounts receivable for the 5 most recently closed reporting years:

#### December 31, 2011

Full corporate name: *Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company*

Short corporate name: *IDGC of Northern Caucasus, JSC*

Location: *Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18*

INN (Taxpayer Identification Number): *2632082033*

OGRN (Principal State Registration Number): **1062632029778**

Value of accounts receivable (thousand rubles): **1,546,967**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**Overdue accounts receivable are 80 thousand rubles; overdue accounts receivable belong to current debt and are not subject to any terms, fines, or penalties.**

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **58.25%**

Percentage of ordinary shares held by the issuer in the entity: **58.25%**

Stake held by the entity in the authorized capital of the issuer, %: **0**

Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **ENERGO-finance Limited Liability Company**

Short corporate name: **OOO ENERGO-finance**

Location: **Russia, 127051, Moscow, Bolshoy Sukharevsky pereulok, 21, str. 1**

INN (Taxpayer Identification Number): **7702689634**

OGRN (Principal State Registration Number): **5087746480201**

Value of accounts receivable (thousand rubles): **490,616**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**No overdue accounts receivable.**

Whether or not the debtor is an affiliate of the issuer: **No**

### **December 31, 2012**

Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company**

Short corporate name: **IDGC of Northern Caucasus, JSC**

Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Value of accounts receivable (thousand rubles): **1,546,894**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**No overdue accounts receivable.**

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **78.01%**

Percentage of ordinary shares held by the issuer in the entity: **78.01%**

Stake held by the entity in the authorized capital of the issuer, %: **0**

Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **ENERGO-finance Limited Liability Company**

Short corporate name: **OOO ENERGO-finance**

Location: **Russia, 127051, Moscow, Bolshoy Sukharevsky pereulok, 21, str. 1**

INN (Taxpayer Identification Number): **7702689634**

OGRN (Principal State Registration Number): **5087746480201**

Value of accounts receivable (thousand rubles): **815,616**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**No overdue accounts receivable.**

Whether or not the debtor is an affiliate of the issuer: **No**

### **December 31, 2013**

Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company**

Short corporate name: **IDGC of Northern Caucasus, JSC**

Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Value of accounts receivable (thousand rubles): **1,547,055**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**Overdue accounts receivable are 1,541,035 thousand rubles and are not subject to any terms, fines, or penalties.**

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **92%**

Percentage of ordinary shares held by the issuer in the entity: **92%**

Stake held by the entity in the authorized capital of the issuer, %: **0**

Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **Joint-Stock Company Moscow United Electric Grid Company**

Short corporate name: **JSC MOESK**

Location: **Russia, 115114, Moscow, 2-y Paveletsky proezd, 3, str. 2**

INN (Taxpayer Identification Number): **5036065113**

OGRN (Principal State Registration Number): **1057746555811**

Value of accounts receivable (thousand rubles): **425,371**  
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**No overdue accounts receivable.**

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **50.9%**

Percentage of ordinary shares held by the issuer in the entity: **50.9%**

Stake held by the entity in the authorized capital of the issuer, %: **0**

Percentage of ordinary shares held by the entity in the issuer, %: **0**

#### **December 31, 2014**

Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company**

Short corporate name: **IDGC of Northern Caucasus, JSC**

Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Value of accounts receivable (thousand rubles): **1,545,550**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**Overdue accounts receivable are 1,541,035 thousand rubles and are not subject to any terms, fines, or penalties.**

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **92%**

Percentage of ordinary shares held by the issuer in the entity: **92%**

Stake held by the entity in the authorized capital of the issuer, %: **0**

Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **Professional Football Club CSKA Closed Joint-Stock Company**

Short corporate name: **ZAO PFC CSKA**

Location: **Russia, 125167, Moscow, Leningradsky pr-t, d. 39, str. 1**

INN (Taxpayer Identification Number): **7734046851**

OGRN (Principal State Registration Number): **1027739880893**

Value of accounts receivable (thousand rubles): **356,500**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**No overdue accounts receivable.**

Whether or not the debtor is an affiliate of the issuer: **No**

Full corporate name: **Interregional Distribution Grid Company of South, Joint Stock Company**

Short corporate name: **IDGC of South, JSC**

Location: **Russia, 344002, Rostov-on-Don, ul. Bolshaya Sadovaya, 49**

INN (Taxpayer Identification Number): **6164266561**

OGRN (Principal State Registration Number): **1076164009096**

Value of accounts receivable (thousand rubles): **312,900**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**Overdue accounts receivable are 312,900 thousand rubles and are not subject to any terms, fines, or penalties.**

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **51.66%**

Percentage of ordinary shares held by the issuer in the entity: **51.66%**

Stake held by the entity in the authorized capital of the issuer, %: **0**

Percentage of ordinary shares held by the entity in the issuer, %: **0**

#### **December 31, 2015**

Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Public Joint-Stock Company**

Short corporate name: **IDGC of Northern Caucasus, PJSC**

Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Value of accounts receivable (thousand rubles): **1,546,309**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

**Accounts receivable are net of the accrued reserve of 30,000 thousand rubles. Overdue accounts receivable are 1,541,035 thousand rubles.**

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **92%**

Percentage of ordinary shares held by the issuer in the entity: **92%**

Stake held by the entity in the authorized capital of the issuer, %: **0**

Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **Public Joint Stock Company Interregional Distribution Grid Company of Siberia**

Short corporate name: **PJSC IDGC of Siberia**  
Location: **Russia, 660021, Krasnoyarsk, ul. Bograda, 144a**  
INN (Taxpayer Identification Number): **2460069527**  
OGRN (Principal State Registration Number): **1052460054327**  
Value of accounts receivable (thousand rubles): **520,824**  
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):  
**No overdue accounts receivable.**  
Whether or not the debtor is an affiliate of the issuer: **Yes**  
Stake held by the issuer in the authorized capital of the entity: **57.84%**  
Percentage of ordinary shares held by the issuer in the entity: **55.59%**  
Stake held by the entity in the authorized capital of the issuer, %: **0.000323**  
Percentage of ordinary shares held by the entity in the issuer, %: **0.000327**

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**  
Short corporate name: **FGC UES, PJSC**  
Location: **Russia, 117630, Moscow, ul. Akademika Chelomeya, 5A**  
INN (Taxpayer Identification Number): **4716016979**  
OGRN (Principal State Registration Number): **1024701893336**  
Value of accounts receivable (thousand rubles): **568,760**  
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):  
**No overdue accounts receivable.**  
Whether or not the debtor is an affiliate of the issuer: **Yes**  
Stake held by the issuer in the authorized capital of the entity: **80.13%**  
Percentage of ordinary shares held by the issuer in the entity: **80.13%**  
Stake held by the entity in the authorized capital of the issuer, %: **0**  
Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **Sevastopolenergo Energy Company Public Joint-Stock Company**  
Short corporate name: **PAO Sevastopolenergo**  
Location: **Russia, 299040, Republic of Crimea, Sevastopol, ul. Khrustalyova, 44**  
INN (Taxpayer Identification Number): **9909426145**  
Value of accounts receivable (thousand rubles): **480,000**  
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):  
**No overdue accounts receivable.**  
Whether or not the debtor is an affiliate of the issuer: **No**

## **Section VII. Accounting (Financial) Statements of the Issuer and Other Financial Information**

### **7.1. Annual Accounting (Financial) Statements of the Issuer**

a) Composition of the issuer's annual accounting (financial) statements attached to the securities prospectus:

**1) The Annual Accounting (Financial) Statements of the Issuer for 2013 in accordance with the requirements of the Russian laws, including the accompanying Auditors' Report, (Appendix 1) consist of:**

- **Balance Sheet;**
- **Statement of Financial Performance;**
- **Statement of Changes in Capital;**
- **Cash Flow Statement;**
- **Notes to the Balance Sheet and Statement of Financial Performance;**
- **Auditors' Report.**

**2) The Annual Accounting (Financial) Statements of the Issuer for 2014 in accordance with the requirements of the Russian laws, including the accompanying Auditors' Report, (Appendix 2) consist of:**

- **Balance Sheet;**
- **Statement of Financial Performance;**
- **Statement of Changes in Capital;**
- **Cash Flow Statement;**
- **Notes to the Balance Sheet and Statement of Financial Performance;**
- **Auditors' Report.**

**3) The Annual Accounting (Financial) Statements of the Issuer for 2015 in accordance with the requirements of the Russian laws, including the accompanying Auditors' Report, (Appendix 3) consist of:**

- **Balance Sheet;**
- **Statement of Financial Performance;**
- **Statement of Changes in Capital;**
- **Cash Flow Statement;**
- **Notes to the Balance Sheet and Statement of Financial Performance;**
- **Auditors' Report.**

b) Information concerning annual accounting (financial) statements prepared in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS:

*The Issuer does not prepare standalone (nonconsolidated) annual accounting (financial) statements in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS.*

#### **7.2. Interim Accounting (Financial) Statements of the Issuer**

Composition of the issuer's interim accounting (financial) statements attached to the securities prospectus:

*a) The Accounting (Financial) Statements for January–September 2016 in accordance with the requirements of the Russian laws (Appendix 4) consist of:*

- *Balance Sheet;*
- *Statement of Financial Performance.*

*b) The Issuer does not prepare standalone (nonconsolidated) quarterly accounting statements in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS.*

b) Information concerning quarterly accounting (financial) statements prepared in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS: *The Issuer does not prepare quarterly accounting statements in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS.*

#### **7.3. Consolidated Financial Statements of the Issuer**

a) Composition of the issuer's consolidated financial statements attached to the securities prospectus:

*1) Consolidated Financial Statements of the Issuer and its subsidiaries in accordance with International Financial Reporting Standards for the year ended 31 December 2013 (Appendix 5):*

- *Auditors' Report;*
- *Consolidated Statement of Comprehensive Income;*
- *Consolidated Statement of Financial Position;*
- *Consolidated Statement of Changes in Equity;*
- *Consolidated Statement of Cash Flows;*
- *Notes to the Consolidated Financial Statements.*

*2) Consolidated Financial Statements of the Issuer and its subsidiaries in accordance with International Financial Reporting Standards for the year ended 31 December 2014 (Appendix 6):*

- *Auditors' Report;*
- *Consolidated Statement of Comprehensive Income;*
- *Consolidated Statement of Financial Position;*
- *Consolidated Statement of Changes in Equity;*
- *Consolidated Statement of Cash Flows;*
- *Notes to the Consolidated Financial Statements.*

*3) Consolidated Financial Statements of the Issuer and its subsidiaries in accordance with International Financial Reporting Standards for the year ended 31 December 2015 (Appendix 7):*

- *Independent Auditor's Report;*
- *Consolidated Statement of Profit and Loss and Other Comprehensive Income;*
- *Consolidated Statement of Financial Position;*
- *Consolidated Statement of Changes in Equity;*
- *Consolidated Statement of Cash Flows;*
- *Notes to the Consolidated Financial Statements.*

*4) Consolidated Interim Condensed Financial Statements of the Issuer and its subsidiaries in accordance with International Financial Reporting Standards for the six months ended 30 June 2016 (Appendix 8):*

- *Report on Review of Consolidated Interim Condensed Financial Statements;*
- *Consolidated Interim Condensed Statement of Profit and Loss and Other Comprehensive Income;*
- *Consolidated Interim Condensed Statement of Financial Position;*
- *Consolidated Interim Condensed Statement of Cash Flows;*
- *Consolidated Interim Condensed Statement of Changes in Equity;*
- *Notes to the Consolidated Interim Condensed Financial Statements.*

*The Issuer is not obligated to prepare consolidated interim financial statements for three- or nine-month periods.*

#### **7.4. Information Concerning the Accounting Policy of the Issuer**

Basic provisions of the issuer's accounting policy independently defined by the issuer in accordance with the accounting laws of the Russian Federation and approved by an order or directive of the person in charge of the organization and state of the issuer's accounting with respect to the present reporting year the quarterly accounting (financial) statements for which are included in the securities prospectus and with respect to each closed reporting year the annual accounting (financial) statements for which are included in the securities prospectus.

*The Accounting Policy of the Issuer for 2013–2016 is contained in Appendix 9 to this Securities Prospectus.*

**7.5. Information Concerning Total Exports and Exports as a Percentage of Total Sales**  
*The Issuer is not engaged in the exportation of products (goods, work, services).*

**7.6. Information Concerning Material Changes in the Composition of the Issuer's Property After the Last Date of the Most Recently Closed Reporting Year**

Information concerning material changes in the issuer's property occurring after the last date of the most recently closed reporting year the annual accounting (financial) statements for which are included in the securities prospectus and prior to the approval date of the securities prospectus: *N/A*.

**7.7. Information Concerning the Issuer's Being a Party to Litigation if Such Litigation May Materially Affect the Issuer's Financial and Economic Activities**

Information concerning the issuer's being a party to litigation as a claimant or respondent (specifying sanctions imposed by a court on the respondent) if such litigation may materially affect the issuer's financial and economic activities for the three most recently closed reporting years preceding the approval date of the securities prospectus:

*Over the three most recently closed reporting years preceding the approval date of this Securities Prospectus, the Issuer was not and is not a party to any litigation that affected or may affect its financing and economic activities.*

**Section VIII. Information Concerning Placed Issue-Grade Securities and Concerning the Quantity, Period, Conditions, and Procedure for Their Placement**

**8.1. Class, Category (Type) of Securities**

Class of securities: *shares (registered)*

Category (type) of securities: *ordinary*

Other identification characteristics: *inconvertible*

**8.2. Form of Securities**

Form of placed securities: *uncertificated*

**8.3. Required Mandatory Centralized Custody**

*This paragraph is applicable only to certificated securities.*

**8.4. Par Value of Each Security of the Additional Issue**

Par value of each security of the additional issue: *one (1) ruble*

**8.5. Quantity of Securities of the Additional Issue**

Quantity of placed securities of the additional issue: *3,259,955,215 securities*

**8.6. Total Quantity of Previously Placed Securities of This Issue**

Total quantity of previously placed securities of this issue: *195,995,579,707 securities*

**8.7. Rights of the Holder of Each Security of the Additional Issue**

Exact provisions of the joint-stock company's articles of association should be specified concerning shareholders' rights attaching to their ordinary shares: the right to receive declared dividends, the right to take part in the general meeting of shareholders with a right to vote on all issues falling within its competence, and the right to receive some of the joint-stock company's property in the event of its liquidation.

*In accordance with paragraph 5.2 of the Articles of Association of PJSC ROSSETI (hereinafter also, the "Issuer" or "Company"), any holders of the Company's ordinary shares shall have the following rights:*

- take part in the Company's General Meeting of Shareholders with a right to vote on all issues falling within its competence in person or by proxy;*
- dispose of the shares that they hold without the consent of the other shareholders or the Company;*
- receive a portion of the net profit (dividends) to be distributed among shareholders in accordance with the procedure provided for in the laws of the Russian Federation and these Articles of Association;*
- access the Company's documents in accordance with the procedure provided for in the laws of the Russian Federation and these Articles of Association;*
- request that the Company buy back all or some of the shares that they hold where specified in the laws of the Russian Federation;*
- enjoy the preemptive right if the Company makes a public placement of additional shares or issue-grade securities convertible into shares in proportion to the quantity of shares of that category (type) that they hold where specified in the laws of the Russian Federation;*
- receive some of the Company's property (liquidation value) in accordance with the procedure provided for in the laws of the Russian Federation and these Articles of Association;*
- appeal decisions of the Company's management bodies if such decisions have civil law consequences in the cases and in accordance with the procedure provided for in the laws of the Russian Federation;*
- demand indemnification for losses incurred by the Company;*

- *contest transactions completed by the Company for reasons provided for in the laws of the Russian Federation and demand that the consequences of their invalidity be applied and that the consequences of the invalidity of the Company's void transactions be applied;*
- *enter into an agreement for the exercise of corporate rights (corporate agreement) with other shareholders and with the Company's creditors and other third parties;*
- *exercise other rights specified in the laws of the Russian Federation, these Articles of Association, and decisions adopted by the General Meeting of Shareholders within its competence.*

*The maximum number of votes of one shareholder is not limited by the Articles of Association.*

*These securities are not intended for qualified investors.*

## **8.8. Conditions and Procedure for Placement of Securities of the Additional Issue**

### **8.8.1. Placement Method**

Placement method in accordance with the laws of the Russian Federation: *public offering*

### **8.8.2. Dates of the Placement of Securities**

Procedure for determining the start date of the placement: *The start date for the placement of securities constituting this additional issue of the Issuer's securities (hereinafter also, "shares" or "additional shares" or "securities" or "placed securities") shall be the day immediately following the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares. However, the placement start date may not be earlier than the date from which the Issuer provides access to the Securities Prospectus, and the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) business day after the date of the state registration of the additional issue of securities.*

*In this connection, the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right shall be deemed to be the date when the Notice of the exercisability of the preemptive right to acquire them (hereinafter, the "Preemptive Right Notice") is published through the newswire of Interfax (hereinafter, the "newswire") and posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.*

Procedure for determining the end date of the placement:

*The end date for the placement of shares is the earlier of:*

- *the date when the last additionally issued share is placed; or*
- *March 31, 2017 ("Placement Deadline").*

*The dates of the placement of securities are determined on the basis of specifying the dates of disclosure of information concerning the additional issue of securities.*

Procedure for disclosing such information:

*Access to the Securities Prospectus shall be provided in accordance with the following procedure:*

*The Issuer shall publish the text of the registered Securities Prospectus on the Internet*

*(<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>) not later than the start date of the placement of securities within 2 days after the date when information concerning the state registration of the Issuer's additional issue of securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the state registration of the additional issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first. The text of the Securities Prospectus published on the Internet shall specify the state registration number of the additional issue of securities covered by the registered Securities Prospectus, its state registration date, and the name of the registration agency that has conducted the registration of the Securities Prospectus.*

*The text of the registered Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P) (hereinafter, the "Disclosure Regulations") for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until at least 5 years after the date when the text of the Notice of the Additional Securities Issue Results is published on the Internet.*

*The Issuer shall provide any person concerned with access to information contained in the registered Securities Prospectus by means of placing its copy at the address (registered address) of the Issuer's permanent executive body (or, in the absence of the Issuer's permanent executive body, any other body or person entitled to act for the Issuer without a power of attorney) to be used for communication with the Issuer as specified in the Uniform State Register of Juridical Persons (hereinafter, the "Issuer's registered address") and additionally, prior to the end date of the placement of*



securities, at the places specified in the Issuer's announcements containing information about the placement of securities.

Upon request, the Issuer shall make available copies of the Securities Prospectus to holders of the Issuer's securities and to other stakeholders for a fee not to exceed their duplication costs within seven days from the receipt (submission) of the relevant request.

The announcement about the start date for the placement of securities shall be published by the Issuer through the newswire and on the Internet (<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>) not later than 1 day prior to the start date of the placement of securities.

### 8.8.3. Placement Procedure

Procedure and conditions for entering into agreements aimed at transferring securities to initial holders in the process of placing securities:

Shares shall be placed by means of entering into agreements aimed at acquiring placed securities (hereinafter also, the "Share Acquisition Agreement") and making credit entries for the personal accounts (custody accounts) of their initial holders. Securities shall be placed only if they are fully paid for.

The placement of shares to the persons exercising the preemptive right to acquire placed securities shall be in accordance with the procedure provided for in paragraph 8.5 of the Decision on the Additional Securities Issue in accordance with their written applications to acquire placed securities. Prior to the expiration of the Preemptive Right Period specified in paragraph 8.5 of the Decision on the Additional Securities Issue, shares may not be placed otherwise than by virtue of the exercise of the preemptive right.

The placement of shares to any persons otherwise than by virtue of the exercise of the preemptive right shall be in accordance with their written offers to acquire placed securities. Any offer shall be the potential acquirer's bid submitted to the Issuer to enter into the Share Acquisition Agreement. The Issuer's reply that any offer is accepted shall constitute the acceptance of such offer (the acceptance of the bid to enter into the Share Acquisition Agreement).

For the purposes of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right, the Issuer shall, not later than five (5) days after the date when the Issuer's sole executive body conducts the registration of the exercised preemptive right to acquire additional shares, publish through the newswire and post on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> an invitation for the general public to submit bids (offers) with respect to the acquisition of placed securities (hereinafter also, the "Invitation to Offer").

**Deadline for submitting offers to acquire placed securities (hereinafter also, the "Offers"):**

The Offers may be submitted to the Issuer within four (4) business days after the later of the following acts done by the Issuer: the publication of the Invitation to Offer through the newswire or the posting of the Invitation to Offer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> (hereinafter referred to as the "Offer Collection Deadline").

Any potential acquirer of placed securities (hereinafter also, the "Acquirer") may deliver the Offer to AO STATUS at: Russia, Moscow, ul. Novorogozhskaya, 32/1, on the days and at the hours when the office of AO STATUS is open to shareholders (their representatives) as specified on the Internet at <http://rostatus.ru/about/contact/>.

The Offer shall be submitted by the Acquirer in person or via the Acquirer's authorized representative having a duly issued power of attorney or any other document certifying the representative's authority.

The Offer may also be sent by the Acquirer by mail to: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1, AO STATUS.

Each Offer shall contain the following information:

1. Title: Offer to Acquire Shares in PJSC ROSSETI;
2. Full corporate name/full name of the Acquirer;
3. Taxpayer Identification Number (INN) of the Acquirer (if any);
4. Place of residence (registered address) of the Acquirer;
5. In the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority);
6. In the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number));
7. Consent of the person submitting the Offer to the acquisition of placed shares in the quantity specified in the Offer at the offering price set forth in the Decision on the Additional Securities Issue;
8. Quantity of acquired securities that may be expressed in one of the following ways:
  - as the exact number of shares that the Acquirer undertakes to acquire;
  - as the minimum number of shares that the Acquirer undertakes to acquire. Where the minimum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not less than the specified minimum number of shares;
  - as the maximum number of shares that the Acquirer undertakes to acquire. Where the maximum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not more than the specified maximum number of shares;
  - as the minimum and maximum number of shares that the Acquirer undertakes to acquire. Where the minimum and maximum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire

any number of placed shares in the quantity that is not less than the specified minimum number of shares and not more than the specified maximum number of shares.

9. Information about the method of payment for placed shares (in cash);

10. Number and details of the Acquirer's personal account on the Issuer's register of holders of registered securities, which personal account shall be used for depositing acquired shares. If any shares shall be deposited in a nominee holder's personal account of the central custodian existing in accordance with the requirements set forth in Federal Law No. 414-FZ of December 7, 2011, "On the Central Securities Depository," namely National Settlement Depository (hereinafter, the "Central Custodian"), then the following information shall be specified:

- full corporate name,

- state registration particulars (Principal State Registration Number (OGRN), state registration authority, date of state registration and registration of the Central Custodian on the Uniform State Register of Juridical Persons),

- number of a nominee holder's personal account on the Issuer's register of holders of registered securities.

11. Banking details of the Acquirer that may be used for refund purposes.

12. Email address and mobile telephone number of the Acquirer for sending a reference (a code for transactions in the Central Custodian).

13. Email address for sending a reply about the accepted Offer (acceptance) and a reference.

14. In the case of nonresidents, information about whether the nonresident is a qualified investor in the country of residence/incorporation.

The Offer shall be accompanied:

- in the case of a corporate entity, by a notarized copy of constitutive documents and documents certifying the authority of the person empowered to act on behalf of the corporate entity without a power of attorney;

- if the person submitting the Offer is required by law to acquire the quantity of shares specified in the Offer with the prior consent of the antimonopoly authority, by a copy of the antimonopoly authority's consent thereto;

- if the person submitting the Offer is required by law to acquire the quantity of shares specified in the Offer with the prior consent of the Acquirer's authorized management body (Board of Directors, General Meeting of Shareholders, etc.), by a copy of the resolution to approve the transaction related to the acquisition of placed securities.

The Offer shall be signed by the Acquirer (or by the Acquirer's authorized person, provided that the Offer is accompanied by the original or a notarized copy of the duly issued power of attorney or any other document confirming the representative's authority) and shall, in the case of a corporate entity, bear the corporate seal (if any).

The Issuer refuses to accept the Offer if the Offer is in conflict with the requirements of the laws of the Russian Federation and/or the Decision on the Additional Securities Issue.

The submitted Offers are subject to registration by the Issuer on a special register of received offers (hereinafter, the "Offer Register") on the day of their receipt.

On the basis of the Offer Register, the Issuer shall send its reply that the Offer is accepted (acceptance) to the Acquirers selected by the Issuer at its sole discretion from among the Acquirers submitting the Offers that are in accordance with the requirements set forth in paragraph 8.3 of the Decision on the Additional Securities Issue.

Such reply shall state the quantity of shares distributed to the Acquirer submitting the Offer (additionally, if shares are credited to a custody account with the Central Custodian or any other custodian, a reference for a transaction in the Acquirer's custody account). The reply that the Offer is accepted (acceptance) shall be delivered to the Acquirer in person or the Acquirer's authorized representative, or sent to the email address specified in the Offer not later than two (2) business days following the day when the Issuer decides to accept the Offer (hereinafter also, the "Acceptance Sending Deadline").

The decision to accept the Offer (on acceptance) may be made by the Issuer not later than two (2) business days after the Offer Collection Deadline ("Acceptance Deadline"). The Issuer may decide to accept the Offer only in relation to the quantity of additional shares that, at the time of the decision to accept such Offer, have not been placed and are not subject to placement under any other offer accepted by the Issuer.

The Share Acquisition Agreement shall be deemed to be entered into upon receipt by the Acquirer (or the Acquirer's authorized representative delivering the Offer) submitting the Offer of the Issuer's reply that the Offer is accepted (acceptance).

The place of the Share Acquisition Agreement shall be Moscow, Russia.

The reply that the Offer is accepted (acceptance) shall be sent to the persons selected by the Issuer at its sole discretion from among the persons submitting such Offers.

The Acquirer receiving the Issuer's reply that the Offer is accepted (acceptance) shall pay in full for acquired shares at least five (5) business days prior to the Placement Deadline (hereinafter also, the "Securities Payment Deadline").

The obligation to pay for placed shares shall be deemed to have been fulfilled upon receipt by the Issuer of the amount due in its bank account(s).

If the fulfillment of the obligation to pay for placed shares is delayed or if such obligation is fulfilled in part, the Issuer shall have the right to refuse to fulfill its reciprocal obligation to transfer shares to the Acquirer.

If the total value of the money transferred by the Acquirer as payment for acquired shares exceeds the value of the shares for which acceptance is received, then the Issuer shall, not later than thirty (30) business days after the end date of the placement of securities, return to the Acquirer the money received by the Issuer as payment for acquired shares in excess of the value of such shares into the bank account specified in the Offer.

If the Acquirer fulfills the obligation to pay for acquired shares in part, the Issuer shall have the right to fulfill its reciprocal obligation to transfer shares to Acquirer in proportion to the quantity paid for by the Acquirer.

*If the Acquirer fulfills the obligation to pay for acquired shares in part or if the Issuer refuses to fulfill its reciprocal obligation to transfer shares in full in the event that the Acquirer fails to meet the Securities Payment Deadline to pay for shares, then the money received as the partial fulfillment of the obligation to pay for shares shall be returned to the Acquirer by bank transfer (in accordance with the prescribed procedure) into the bank account specified in the Offer not later than thirty (30) business days from the placement end date.*

*The Issuer shall be entitled not to notify the Acquirer of the Issuer's refusal to fulfill its reciprocal obligation to transfer shares, but the Issuer may elect to notify the Acquirer thereof in person or via the Acquirer's authorized representative or by sending a communication to the postal address and/or fax number and/or email address specified in the Offer. Any agreements entered into for the purposes of the placement of shares may be amended and/or terminated for the reasons and in accordance with the procedure provided for in Chapter 29 of the Civil Code of the Russian Federation. For the purposes of the placement of securities, the preemptive right to acquire securities shall apply in accordance with Articles 40 and 41 of the Federal Law "On Joint-Stock Companies."*

*The securities are registered securities, and the register of holders of such securities is kept by the registrar.*

Person (registrar, custodian, or initial holder) to whom the issuer issues (sends) the transfer order serving as justification for making a credit entry in the personal account or custody account of the initial holder, deadline, and other conditions for issuing the transfer order:

*After the Acquirer pays for the placed securities in accordance with the procedure provided for in paragraph 8.6 of the Decision on the Additional Securities Issue, but at least two (2) business days prior to the Placement Deadline, the Issuer shall send to the Issuer's registrar (STATUS Registration Company Joint-Stock Company, Register Maintenance License No. 10-000-1-00304 issued by the Federal Commission for the Securities Market of the Russian Federation on March 12, 2004, for an indefinite term) the transfer order or securities transfer instructions serving as justification for making a credit entry in the personal account of the Acquirer or the personal account of the Central Custodian's nominee holder as specified in the Acquirer's Offer.*

Details of the Central Custodian:

Full corporate name: *National Settlement Depository*

Short corporate name: *NSD*

Registered address: *Russia, Moscow, ul. Spartakovskaya, 12*

Postal address: *Russia, 105066, Moscow, ul. Spartakovskaya, 12*

Taxpayer Identification Number (INN): *7702165310*

Telephone: *(495) 956-27-89, (495) 956-27-90*

Custodian license number: *177-12042-000100*

Date of issue: *February 19, 2009*

Valid until: *issued for an indefinite term*

Licensing authority: *Federal Financial Markets Service of the Russian Federation*

Registration details: *registered with the Bank of Russia on June 27, 1996 (Registration No. 3294); State Registration Certificate No. 007811464 issued on August 30, 2002, by Interdistrict Inspectorate of the Ministry of Taxation of the Russian Federation for the City of Moscow No. 39 (Principal State Registration Number (OGRN): 1027739132563).*

*The registrar shall, within three (3) business days after the date of receipt of the transfer order or securities transfer instructions and not later than the Placement Deadline, debit to the Issuer's issuer account such quantity of securities of this additional issue as stated in the transfer order or securities transfer instructions and credit such quantity of securities to the personal account of the Acquirer or the personal account of a nominee holder as specified in the Acquirer's Offer.*

*The placement of shares shall be deemed to be completed as of the date when the crediting of securities to the personal account of the Acquirer or the personal account of the Central Custodian's nominee holder as specified in the Acquirer's Offer.*

*The securities are not placed through bidding-based subscription.*

*The Issuer (or its authorized person) does not intend to enter into preliminary agreements in relation to placed securities.*

*Brokers providing the Issuer with services in relation to the placement and/or organization of the placement of securities are not engaged to make the placement of the securities.*

*Shares of this additional issue are not intended for distribution outside the Russian Federation, including by means of the placement of any relevant foreign securities.*

*It is not planned, at the same time as placing the securities, to offer for acquisition, including outside the Russian Federation by means of the placement of any relevant foreign securities, any of the Issuer's previously placed (outstanding) securities of the same class or category (type).*

*As defined by the Federal Law “On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country’s Defense and National Security,” the Issuer is an economic entity that is of strategic importance to ensuring the country’s defense and national security.*

*In accordance with the Federal Law “On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country’s Defense and National Security,” entering into agreements aimed at the transfer of the Issuer’s securities to their initial holders during the course of their placement requires prior consent under the above-mentioned Federal Law in the event that entering into such agreements results in a foreign investor or a foreign investor’s group taking control of the Issuer.*

#### **8.8.4. Offering price(s) or Procedure for Determining the Offering Price(s)**

*Offering price (including with respect to the persons included on the list of the persons having the preemptive right to acquire placed additional shares) of one additional share: one point zero four two four (1.0424) rubles.*

*The above-mentioned offering price of securities is determined in accordance with the requirements of the Federal Law “On Joint-Stock Companies” by the decision adopted by the Board of Directors of PJSC ROSSETI on December 20, 2016; Minutes of the Meeting No. 248 of December 21, 2016.*

#### **8.8.5. Procedure for Exercising the Preemptive Right to Acquire Placed Securities**

*Date of the list of the persons having the preemptive right to acquire placed securities: December 30, 2016 (the tenth day after the date of the decision adopted by the Board of Directors of the Company to increase the authorized capital of the Company by means of the placement of additional shares).*

*Procedure for notifying the persons having the preemptive right to acquire placed securities that they may exercise the preemptive right:*

*The persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares (hereinafter, the “Preemptive Right Notice”) after the state registration of the additional issue of securities and not later than the sixth (6th) business day after the date of the state registration of the additional issue of securities by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.*

*The Preemptive Right Notice shall contain information concerning the quantity of placed additional shares; their offering price, including their offering price if the preemptive right is exercised; the procedure for determining the quantity of shares that may be acquired by each person having the preemptive right; the procedure for such persons’ submitting to the Company their applications to acquire shares; and the deadline for the Issuer’s receiving such applications (“Preemptive Right Period”).*

*Procedure for exercising the preemptive right to acquire placed securities:*

*In accordance with Articles 40 and 41 of the Federal Law “On Joint-Stock Companies,” shareholders owning the Issuer’s ordinary shares shall have the preemptive right to acquire the quantity of the Issuer’s additional shares in proportion to the quantity of the Issuer’s ordinary shares that they hold.*

*The persons having the preemptive right to acquire placed securities shall, within the Preemptive Right Period, be entitled to exercise their preemptive right in full or in part by submitting an application to acquire placed securities (hereinafter, the “Application”) and by fulfilling the obligation to pay for them.*

*In the process of exercising the preemptive right to acquire placed securities, the Share Acquisition Agreements shall be entered into with the persons having the preemptive right to acquire placed securities (hereinafter, the “Applicants”) in accordance with the procedure described below.*

*Any person having the preemptive right to acquire placed securities shall submit the Application within the Preemptive Right Period.*

**If the Applicant is a person that is registered on the Issuer’s shareholder register:**

*1) The Application shall contain the following information:*

- information making it possible to identify the Applicant;*
- quantity of securities acquired by the Applicant.*

*2) The Application shall be submitted by means of sending or delivering, against a signed acknowledgement of receipt, to the Issuer’s registrar a written document signed by the person submitting the Application and, if provided for in the register maintenance rules applied by the Issuer’s registrar, also by means of sending to the Issuer’s registrar an electronic document certified with a qualified digital signature. The rules specified above may also allow such electronic document to be certified with a simple or unqualified digital signature. In this case, any electronic document certified with a simple or unqualified digital signature shall be deemed to have the same force and effect as a document in hard copy form certified with a personal signature.*

*3) The Application sent or delivered to the Issuer’s registrar shall be deemed to be submitted on the date of its receipt by the Issuer’s registrar.*

*Details of the Issuer's registrar: STATUS Registration Company Joint-Stock Company, Register Maintenance License No. 10-000-1-00304 issued by the Federal Commission for the Securities Market of the Russian Federation on March 12, 2004, for an indefinite term.*

*The Applications shall be delivered by hand to AO STATUS at: Russia, Moscow, ul. Novorogozhskaya, 32/1, on the days and at the hours when the office of AO STATUS is open to shareholders (their representatives) as specified on the Internet at <http://rostatus.ru/about/contact/>.*

*The Applications shall be sent by mail to AO STATUS at: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1.*

*At the address for receipt of the Applications, registers shall be kept with respect to the received Applications. The Applications shall be registered on a register of the received Applications, specifying the time and date of receipt of each Application.*

**If the Applicant is a person that is not registered on the Issuer's shareholder register:**

*1) The Applicants shall exercise their preemptive rights by means of issuing the relevant orders (instructions) to the person that accounts for their rights to the Issuer's shares. Such orders (instructions) shall be issued in accordance with the requirements set forth in the securities laws of the Russian Federation and shall specify the quantity of acquired securities.*

*2) The Application shall be deemed to be submitted to the Issuer on the date when the Issuer's registrar receives a communication containing the Applicant's intent from a nominee shareholder registered on the Issuer's shareholder register.*

*It is recommended that the following information also be included in the Application (orders (instructions) to the person that accounts for the rights of the Applicants not registered on the Issuer's shareholder register to the Issuer's shares):*

*1. Title: Application to Acquire Shares in PJSC ROSSETI Through Exercising the Preemptive Right.  
2. Full name (full corporate name) of the person having the preemptive right to acquire placed securities.  
3. Place of residence (registered address) of the person having the preemptive right to acquire placed securities.  
4. Taxpayer Identification Number (INN) of the person having the preemptive right to acquire placed securities (if any).  
5. In the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority).*

*6. In the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number)).*

*7. Information about the method of payment for placed shares (in cash).*

*8. Number and details of the Applicant's personal account on the Issuer's register of holders of registered securities to be used for the transfer of acquired shares. If any shares shall be deposited in a nominee holder's personal account of the Central Custodian on the Issuer's register of holders of registered securities, then the following information shall be specified:*

*- full corporate name,*

*- state registration particulars (Principal State Registration Number (OGRN), state registration authority, date of state registration and registration of the Central Custodian on the Uniform State Register of Juridical Persons),*

*- number of a nominee holder's personal account of the Central Custodian on the Issuer's register of holders of registered securities.*

*9. Bank account details of the Applicant that may be used for refund purposes.*

*10. Contact information of the Applicant (email address and mobile telephone number for sending a reference).*

*11. Email address for sending a reference.*

*12. In the case of nonresidents, information about whether the nonresident is a qualified investor in the country of residence/incorporation.*

*The Issuer may define the recommended form of the Application. In this case, the form of the Application shall be posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the Preemptive Right Period.*

*Payment for acquired shares shall be made by the Applicant in accordance with the procedure set forth in paragraph 8.6 of the Decision on the Additional Securities Issue.*

*The Application shall be signed by the person having the preemptive right to acquire placed securities (or by such person's authorized person, provided that the Application is accompanied by the original or a notarized copy of the duly issued power of attorney or any other document confirming the representative's authority) and shall, in the case of a corporate entity, bear the corporate seal (if any).*

*The Applicant shall be responsible for the reliability of the information contained in the Application and for its being consistent with the information contained in the Issuer's shareholder register.*

*The Application shall not be accepted if:*

*- the Application fails to meet the requirements set forth in paragraph 8.5 of the Decision on the Additional Securities Issue;*

*- the Application does not allow the person on whose behalf the Application is submitted to be identified as the person having the preemptive right to acquire placed securities;*

*- the Issuer receives the Application after the expiration of the Preemptive Right Period.*

*The Applications shall be considered within two (2) business days after the date of their receipt by the Issuer's registrar, AO STATUS. Based on the results of considering the Applications, AO STATUS shall, within five (5) business days*

*after the date of their receipt, send on the Issuer's behalf to the person submitting the Application a notice of accepting (refusing to accept) the Application by regular mail to the address specified in the Application and by email to the address (if any) specified in the Application.*

*Any notice of refusing to accept the Application shall state the reasons for such refusal. If a notice of refusing to accept the Application is received, any person wishing to exercise the preemptive right to acquire shares may, prior to the expiration of the Preemptive Right Period, submit the Application again upon correcting the reasons that prevent the preemptive right to acquire shares from being exercised.*

*In the event that the Issuer refuses to accept the Application, the money received by the Issuer as payment for shares shall be returned to the Applicant by bank transfer (in accordance with the prescribed procedure) into the bank account specified in the Application not later than thirty (30) business days after the expiration of the Preemptive Right Period. If the Application states any quantity of shares that is less than such quantity of shares paid for by the Applicant, then such Application will be accepted by the Issuer with respect to the quantity of shares specified in the Application. In this connection, the Issuer shall, not later than thirty (30) business days after the expiration of the Preemptive Right Period, return to the Applicant the money received by the Issuer as payment for shares in excess of the value of such quantity of placed shares as specified in the Application into the bank account specified in the Application or, if the bank account is not specified in the Application, into the bank account specified in the request to return the money. If the bank account for returning the money is not specified in the Application and if the request to return the money is not received by the Issuer within thirty (30) business days after the expiration of the Preemptive Right Period, then the money shall be returned into the bank account specified in the Issuer's register of holders of securities.*

*If the Application states any quantity of shares that is more than such quantity of shares paid for by the Applicant, then the Applicant shall be deemed to exercise the Applicant's preemptive right to acquire shares with respect to the whole number of shares that are paid for.*

*If the Application states any quantity of shares that is more than such quantity of shares as may be acquired by the Applicant, then the Application shall, subject to fulfilling all other conditions, be accepted to the fullest possible extent with respect to the whole number of shares that may be distributed to the Applicant in accordance with the calculation procedure described below. In this connection, the Issuer shall, not later than thirty (30) business days after the expiration of the Preemptive Right Period, return to the Applicant the money received by the Issuer as payment for shares in excess of the value of such maximum quantity of shares as the Applicant may acquire into the bank account specified in the Application or, if the bank account is not specified in the Application, into the bank account specified in the request to return the money. If the bank account for returning the money is not specified in the Application and if the request to return the money is not received by the Issuer within thirty (30) business days after the expiration of the Preemptive Right Period, then the money shall be returned into the bank account specified in the Issuer's register of holders of securities.*

*The maximum quantity of additional shares that may be acquired by any person through exercising the preemptive right to acquire the Issuer's additional shares is proportional to the quantity of the Issuer's registered ordinary shares held by such person as of December 30, 2016 (the tenth day after the date of the decision adopted by the Board of Directors of the Company to increase the authorized capital of the Company by means of the placement of additional shares), and shall be calculated in accordance with the following formula:*

*$X = Y \times (3,259,955,215 / 195,995,579,707)$ , where*

*X is the maximum quantity of shares of this additional issue that may be acquired by the person having the preemptive right to acquire placed securities;*

*Y is the quantity of the Issuer's registered ordinary shares held by the person having the preemptive right to acquire placed securities as of December 30, 2016 (the tenth day after the date of the decision adopted by the Board of Directors of the Company to increase the authorized capital of the Company by means of the placement of additional shares);*  
*3,259,955,215 is the quantity of additional shares placed by the Issuer in accordance with the Decision on the Additional Securities Issue;*

*195,995,579,707 is the quantity of the Issuer's previously placed registered ordinary shares.*

*If the calculation of the quantity of placed shares that may be acquired by any person having the preemptive right to acquire shares by virtue of such person's preemptive right results in a fractional number, then such person shall be entitled to acquire the portion of a placed additional share (fractional share) corresponding to the fractional part of the calculated number.*

*Any fractional share shall vest in the shareholder owning such share the rights attaching to the relevant category of shares within the scope equal to the portion of a whole share constituted by such fractional share.*

*Fractional shares shall be traded on a par with whole shares.*

*In the register maintenance system, fractional shares accounted for in registered persons' personal accounts shall not be subject to rounding up or down to the nearest whole share.*

*The Share Acquisition Agreement with any person exercising the preemptive right to acquire placed securities shall be deemed to have been entered into at the Issuer's registered address upon the later of the following acts:*

- the Company receives an application to acquire additional shares;*
- a person having the preemptive right to acquire additional shares fulfills the obligation to pay for additional shares.*

*In this regard, if the later of the above-mentioned acts occurs prior to the start date of the placement of securities, then the Share Acquisition Agreement shall be deemed to have been entered into on the start date of the placement of securities.*

*The Issuer shall, not earlier than the placement start date and not later than two (2) business days after the expiration of the Preemptive Right Period, send to the Issuer's registrar (STATUS Registration Company Joint-Stock Company, Register Maintenance License No. 10-000-1-00304 issued by the Federal Commission for the Securities Market of the Russian Federation on March 12, 2004, for an indefinite term) the transfer order or securities transfer instructions serving as justification for making a credit entry in the personal account of the Applicant or the Central Custodian's nominee holder specified in the Applicant's Application. The placement of securities shall be deemed to be completed as of the date when the crediting of securities to the personal account of the person exercising the preemptive right or the Central Custodian's nominee holder as specified in the Applicant's Application is registered on the register of shareholders owning the Issuer's shares.*

Preemptive Right Period:

*Start date of the Preemptive Right Period: the day immediately following the date when shareholders are notified of the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.*

*End date of the Preemptive Right Period: March 3, 2017. However, the Preemptive Right Period may not be shorter than forty-five (45) days after the date when shareholders are notified of the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.*

*Prior to the expiration of the Preemptive Right Period with respect to placed securities, securities may not be placed otherwise than by virtue of the exercise of this preemptive right.*

Procedure for registering the exercised preemptive right to acquire placed securities:

*The registration of the exercised preemptive right to acquire additional shares shall be conducted by the Issuer's sole executive body within 5 days after the expiration of the Preemptive Right Period.*

Procedure for disclosing information concerning the exercised preemptive right to acquire placed securities:

*The Issuer shall, within five (5) days after the registration of the exercised preemptive right to acquire additional shares, disclose information concerning the exercised preemptive right through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>. In this connection, publication on the Internet shall follow publication through the newswire.*

#### **8.8.6. Terms and Procedure for Payment for Securities**

*Payment may be made in cash.*

Terms and procedure for payment for the shares, including the method of payment:

*Payment for placed securities shall be made in cash in Russian rubles.*

*Payment for additional securities shall be made by the Acquirers in full at the time of their placement.*

*If the preemptive right to acquire placed securities is exercised, the Applicant shall pay for acquired shares in full within the Preemptive Right Period.*

*If shares are acquired otherwise than by virtue of the exercise of the preemptive right, payment for acquired shares shall be made in full by the Acquirer having received the Issuer's reply that the Offer is accepted (acceptance) at least three (3) business days prior to the Placement Deadline.*

*The obligation to pay for placed securities shall be deemed to have been fulfilled upon receipt by the Issuer of the amount due in its account specified in the Decision on the Additional Securities Issue.*

*Payment may not be made in ready cash.*

*Payment shall be made by bank transfer.*

Method of payment by bank transfer: *payment instructions, bank transfer receipts.*

Credit institution details

Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*

Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*

Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*

INN (Taxpayer Identification Number): *7707083893*

BIC (Bank Identification Code): *044525225*

Account number: *40702810838000026758*

Account type: *settlement account*

Correspondent account: **3010181040000000225**

Beneficiary's full name: **Public Joint Stock Company ROSSETI**

Beneficiary's short name: **PJSC ROSSETI**

Beneficiary's Taxpayer Identification Number (INN)/Taxpayer Registration Justification Code (KPP):  
**7728662669/997450001**

*For transfers of federal budget funds:*

**Bank account of the Directorate of the Federal Treasury of the Russian Federation for the City of Moscow**

Full corporate name: **Division 1 of the Central Bank of the Russian Federation Main Branch for the Central Federal District, Moscow**

Short corporate name: **Division 1, Moscow**

Location: **125424, Moscow, Volokolamskoye shosse, 75**

BIC (Bank Identification Code): **044583001**

Account number: **40501810200001000179**

Account type: **settlement account**

Beneficiary's full name: **Directorate of the Federal Treasury of the Russian Federation for the City of Moscow, Taxpayer Identification Number (INN): 7725074789, Taxpayer Registration Justification Code (KPP): 772501001 (in favor of Public Joint Stock Company ROSSETI, Taxpayer Identification Number (INN)/Taxpayer Registration Justification Code (KPP): 7728662669/997450001)**

Beneficiary's short name: **Directorate of the Federal Treasury of the Russian Federation for the City of Moscow (in favor of PJSC ROSSETI)**

*Any overpaid amount shall be returned by the Issuer to the Acquirer/Applicant by means of returning the money received from the Acquirer/Applicant as payment for shares as follows:*

*a) If returned to the Acquirer, by bank transfer into the bank account specified in the Offer;*

*b) If returned to the Applicant, by bank transfer into the bank account specified in the Application or, if the bank account is not specified in the Application, into the bank account specified in the request to return the money. If the bank account for returning the money is not specified in the Application and if the request to return the money is not received by the Issuer within thirty (30) business days after the expiration of the Preemptive Right Period, then the money shall be returned into the bank account specified in the Issuer's register of holders of securities.*

*Any expenses associated with returning overpaid amounts shall be paid by the initiator of the payment of such overpaid amounts.*

*The return of any overpaid amount shall be subject to rounding off to the nearest whole kopeck. Amounts shall be rounded off in favor of the Issuer: even if, under the rules contained in the Decision on the Additional Securities Issue, the fractional part of the kopeck shall also be returned, the fractional part of the kopeck is not returned.*

*Payment may not be made other than in cash.*

#### **8.8.7. Information Concerning the Document That Contains the Actual Results of the Placement of Securities and Is Submitted upon Completion of the Placement of Securities**

*The document that contains the actual results of the placement of securities and shall be submitted by the Issuer to the registration agency upon completion of the placement of securities is the Notice of the Additional Securities Issue Results.*

#### **8.9. Procedure and Conditions of Bond Redemption and Payment of Income from Bonds**

*This paragraph applies to bonds only.*

#### **8.10. Information Concerning the Acquisition of bonds**

*This paragraph applies to bonds only.*

#### **8.11. Procedure for the Issuer's Disclosing Information Concerning the Additional Issue of Securities**

*The Issuer shall disclose information in accordance with the procedure provided for in the applicable laws of the Russian Federation, including Federal Law No. 39-FZ of April 22, 1996, "On the Securities Market" (as amended and supplemented), Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies" (as amended and supplemented), the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P), and other regulatory documents of the Bank of Russia. If, at the time of occurrence of any event subject to disclosure by the Issuer in accordance with the applicable federal laws and the legal regulations of the Bank of Russia, any procedure and deadline apply to the disclosure of information concerning such event other than the procedure and deadline set forth in the Decision on the Additional Securities Issue and the Securities Prospectus, then information concerning such event shall be disclosed in accordance with the procedure and within the period provided for in the federal laws and the legal regulations of the federal executive authority in charge of the securities market in force and effect at the time of occurrence of such event. The Issuer shall disclose information in the form of quarterly reports and statements of material fact.*



*If any information must be disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire*

*The state registration of the additional issue of securities is accompanied by the state registration of the Securities Prospectus.*

Procedure for disclosing information about the additional issue of securities:

*1) At the stage of approving the decision on the placement of securities, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the approved decision on the placement of securities within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the Issuer's Board of Directors that has adopted the decision to place securities:*

- in the case of disclosure through the newswire, not later than one (1) day;*
- in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*2) At the stage of approving the decision on the additional securities issue, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the approved decision on the additional securities issue within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer's Board of Directors that has resolved to approve the Decision on the Additional Securities Issue:*

- in the case of disclosure through the newswire, not later than one (1) day;*
- in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*3) Information about the additional securities issue at the stage of its state registration shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the state registration of the additional securities issue and in the form of a decision on the additional securities issue and a securities prospectus by means of publication on the Internet at*

*<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*At the stage of the state registration of the additional securities issue, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the state registration of the additional securities issue within the periods listed below after the date when information concerning the state registration of the additional issue of the Issuer's securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the state registration of the additional issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:*

- in the case of disclosure through the newswire, not later than one (1) day;*
- in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*The Issuer shall publish the text of the registered Decision on the Additional Securities Issue and the text of the registered Securities Prospectus on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the placement of securities within 2 days after the date when information concerning the state registration of the Issuer's additional issue of securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency the written notice of the state registration of the additional issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first. The text of the Decision on the Additional Securities Issue and the text of the Securities Prospectus published on the Internet shall specify the state registration number of the additional issue of securities, its state registration date, and the name of the registration agency that has conducted the state registration of the additional issue of securities.*

*The text of the registered Decision on the Additional Securities Issue shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the redemption of all securities of this additional issue.*

*The text of the registered Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until at least five (5) years after the date when the text of the Notice of the Additional Securities Issue Results given to the registration agency is published on the Internet.*

*4) At the stage of the placement of securities, information about the additional securities issue shall be disclosed by the Issuer in the form of:*

- a statement of the start date of the placement of securities;*
- a statement of the changed start date of the placement of securities;*

- *statements of material fact about stages of the procedure for issuing the Issuer's issue-grade securities – a statement of material fact about the end of the placement of securities;*
- *a statement of the suspension of the placement of securities;*
- *a statement of the resumption of the placement of securities;*
- *amendments to the decision on the additional securities issue and/or the securities prospectus.*

*A) A statement of the start date of the placement of securities shall be published by the Issuer through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than one (1) day prior to the start date of the placement of securities.*

*B) If the Issuer decides to delay (change) the start date of the placement of securities disclosed in accordance with subparagraph (A), then the Issuer shall publish a statement of the changed start date of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than one (1) day prior to such date.*

*C) Information concerning the end of the placement of securities shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing issue-grade securities – a statement of material fact about the end of the placement of securities within the periods listed below after the end date of the placement of securities:*

- *in the case of disclosure through the newswire, not later than one (1) day;*
- *in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*D) In the event that, during the securities placement period, the Issuer decides to amend the Decision on the Additional Securities Issue and/or the Securities Prospectus and/or in the event that, during the share placement period, the Issuer receives from the Bank of Russia or a governmental agency (hereinafter, the "Authorized Agency") a written request (order, prescript) to suspend the placement of securities, then the Issuer shall suspend the placement of securities and publish a statement of the suspension of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*A statement of the suspension of the placement of securities shall be published by the Issuer within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer's authorized management body that has adopted the decision to amend the Decision on the Additional Securities Issue and/or the Securities Prospectus or, in the event of any change in the terms and conditions set forth in the securities placement decision, after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer's authorized management body that has adopted the decision to change such terms and conditions or after the date of receipt by the Issuer from the Authorized Agency a written request (order, prescript) to suspend the placement of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:*

- *in the case of publication through the newswire, not later than one (1) day;*
- *in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*E) During the securities placement period, after amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus are registered, after it is decided to refuse to register such amendments, or after a written notice (prescript, decision) is received during the securities placement period from the Authorized Agency stating permission to resume the placement of securities (termination of grounds for suspending the placement of securities), the Issuer shall publish a statement of the resumption of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*A statement of the resumption of the placement of securities shall be published by the Issuer within the periods listed below after the date when information concerning the registration of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus or the refusal to register such amendments is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the registration of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus or the refusal to register such amendments or a written notice (prescript, decision) from the Authorized Agency stating permission to resume the placement of securities (termination of grounds for suspending the placement of securities) by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:*

- *in the case of publication through the newswire, not later than one (1) day;*
- *in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*The Issuer shall not resume the placement of securities before a statement of the resumption of the placement of securities is published through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*If any amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus are registered, the Issuer shall publish the text of such registered amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus on the Internet within two (2) days after information concerning the registration of such amendments is posted on the registration agency's webpage or after the Issuer receives from the registration agency a written notice of the registration of such amendments by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first, but not earlier than the text of the registered Decision on the Additional Securities Issue and/or, as applicable, the registered Securities Prospectus is published on the Internet. The text of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus published on the Internet shall specify the registration date of such amendments and the name of the registration agency that has conducted their registration.*

*The text of any registered amendments to the Decision on the Additional Securities Issue shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the expiration of the period prescribed in the Disclosure Regulations for providing access on the Internet to the text of the registered decision on the additional securities issue.*

*The text of any registered amendments to the Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the expiration of the period prescribed in the Disclosure Regulations for providing access to the text of the registered Securities Prospectus on the Internet.*

*F) If the placement of securities is suspended due to the registration agency's deciding to suspend the issue of securities, then information concerning the suspended issue of securities shall be disclosed by the Issuer in the form of a statement of material fact about the suspension of the issue of securities within the periods listed below after the date when information concerning the suspended issue of the Issuer's securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the suspended issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:*

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*G) If the placement of securities is resumed due to the registration agency's deciding to resume the issue of securities, then information concerning the resumed issue of securities shall be disclosed by the Issuer in the form of a statement of material fact about the resumption of the issue of securities within the periods listed below after the date when information that the issue of the Issuer's securities is resumed is posted on the registration agency's webpage or the date when the Issuer receives from the registration agency a written notice that the issue of securities is resumed by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:*

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*5) The Issuer shall disclose information concerning its intention to give the Notice of the Additional Securities Issue Results prior to the beginning of the placement of this additional issue of shares through the newswire and on the Internet (<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>). In this connection, publication on the Internet (<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>) shall follow publication through the newswire.*

*At the stage of giving to the registration agency the Notice of the Additional Securities Issue Results, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing the Issuer's securities – a statement of material fact about the Notice of the Additional Securities Issue Results given to the registration agency and in the form of the Notice of the Additional Securities Issue Results given to the registration agency by means of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*At the stage of giving to the registration agency the Notice of the Additional Securities Issue Results, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing the Issuer's securities – a statement of material fact about the Notice of the Additional Securities Issue Results given to the registration agency within the periods listed below after that date when the Notice of the Additional Securities Issue Results is submitted (sent) to the registration agency:*

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*The Issuer shall publish the text of the Notice of the Additional Securities Issue Results given to the registration agency on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*disclosure.ru/portal/company.aspx?id=13806 within two (2) days after the date when the Notice of the Additional Securities Issue Results is submitted (sent) to the registration agency.*

*The text of the Notice of the Additional Securities Issue Results shall be available on the Internet for at least 12 months from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet.*

*6) Information that the additional issue of securities is held abortive shall be disclosed by the Issuer in the form of a statement of material fact about the issue of Issuer's securities held abortive within the periods listed below after the date when information that the additional issue of the Issuer's securities is held abortive is posted on the registration agency's webpage or the date when the Issuer receives from the registration agency a written notice that the additional issue of securities is held abortive by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:*

*- in the case of publication through the newswire, not later than one (1) day;*

*- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*7) Information that the additional issue of securities is held invalid shall be disclosed by the Issuer in the form of a statement of material fact about the issue of Issuer's securities held invalid within the periods listed below after the date when the Issuer receives the final judgment (judicial decision, ruling, decree) (the date of its becoming res judicata) that the additional issue of securities is held invalid:*

*- in the case of publication through the newswire, not later than one (1) day;*

*- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

*8) Procedure for notification of the exercisability of the preemptive right to acquire placed securities:*

*The persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) business day after the date of the state registration of the additional issue of securities by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.*

*The Preemptive Right Notice shall contain information concerning the quantity of placed additional shares; their offering price, including their offering price if the preemptive right is exercised; the procedure for determining the quantity of shares that may be acquired by each person having the preemptive right; the procedure for such persons' submitting to the Company their applications to acquire shares; and the deadline for the Issuer's receiving such applications ("Preemptive Right Period").*

*9) Procedure for disclosing information concerning the exercised preemptive right to acquire placed securities:*

*The Issuer shall disclose information concerning the exercised preemptive right through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day within five (5) days after the registration of the exercised preemptive right is conducted.*

*In this connection, publication on the Internet shall follow publication through the newswire.*

*10) Procedure for disclosing information about the possibility of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right:*

*The Issuer shall, on the date of disclosing information concerning the exercised preemptive right, publish through the newswire and post on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> an invitation for the general public to submit bids (offers) with respect to the acquisition of placed securities ("Invitation to Offer").*

*The Issuer shall, not later than five (5) days after the date when the Issuer's sole executive body conducts the registration of the exercised preemptive right to acquire additional shares, publish through the newswire and post on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> an invitation for the general public to submit bids (offers) with respect to the acquisition of placed securities ("Invitation to Offer").*

*11) The Issuer shall provide any person concerned with access to information contained in each announcement, including each statement of material fact published by the Issuer in accordance with the Disclosure Regulations; in the registered Decision on the Additional Securities Issue and the registered Securities Prospectus with amendments thereto, the Notice of the Additional Securities Issue Results given to the registration agency; in quarterly reports; in consolidated financial statements; and in other documents that shall be disclosed under Sections VII and VIII of the Disclosure Regulations by means of placing their copies at the address (registered address) of the Issuer's permanent executive body (or, in the absence of the Issuer's permanent executive body, any other body or person entitled to act for the Issuer without a power of attorney) to be used for communication with the Issuer as specified in the Uniform State Register of Juridical Persons and additionally, prior to the end date of the placement of securities, at the places specified in the Issuer's announcements containing information about the placement of securities.*

*The Issuer shall, upon request, make available copies of each announcement, including copies of each statement of material fact published by the Issuer in accordance with the Disclosure Regulations; copies of the registered Decision on the Additional Securities Issue and the registered Securities Prospectus with amendments thereto; copies of the Notice of the Additional Securities Issue Results given to the registration agency; copies of quarterly reports; copies of consolidated financial statements; and copies of other documents that shall be disclosed under Sections VII and VIII of the Disclosure Regulations to holders of the Issuer's securities and other persons concerned for a fee not to exceed the duplication costs within 7 days from the receipt (submission) of the relevant request.*

*The details of the Issuer's settlement account(s) for payment of the duplication costs of the above-mentioned documents and the amount (procedure for determining the amount) of such costs shall be posted by the Issuer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*If the Issuer is not required by the laws of the Russian Federation to store any documents on a perpetual basis, copies of such documents are made available to persons concerned upon request within the storage periods prescribed for such documents.*

*Copies provided by the Issuer are certified by the Issuer's authorized person.*

*If any information is disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire.*

*Information concerning this additional issue of securities in accordance with the requirements set forth in the Disclosure Regulations shall not be disclosed through publication in one or more printed periodicals.*

*Information shall be disclosed through publication on the Internet.*

*<http://www.rosseti.ru/investors/emission/shares/>*

*<http://www.e-disclosure.ru/portal/company.aspx?id=13806>*

*The Preemptive Right Notice and information about the possibility of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right are also posted by the Issuer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.*

*The Issuer shall disclose information in the form of quarterly reports and statements of material facts and in accordance with Section VII of the Disclosure Regulations ("Mandatory Disclosure of Information by Joint-Stock Companies"). If any information is disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire.*

#### **8.12. Information Concerning Collateral for Bond Obligations Related to the (Additional) Issue**

*This paragraph applies to bonds only.*

#### **8.13. Information Concerning the Representative of Bond Holders**

*This paragraph applies to bonds only.*

#### **8.14. Information about Deeming the Acquisition of Bonds to be High-Risk Investments**

*This paragraph applies to bonds only.*

#### **8.15. Further Information Concerning Placed Russian Depository Receipts**

*Russian depository receipts are not placed.*

#### **8.16. Limitations on the Acquisition and Trading of Placed Issue-Grade Securities**

*In accordance with the Federal Law "On the Securities Market":*

*1. Transactions entailing the transfer of title to issue-grade securities (trading of issue-grade securities) may be conducted after the state registration of the issue (additional issue) or after an identification number is assigned to their issue (additional issue), except where otherwise provided for in the Federal Law "On the Securities Market."*

*Any transfer of title to issue-grade securities is prohibited before they are paid for in full and, if the procedure for issuing securities involves the state registration of the securities issue (additional issue) report, before the state registration of such report.*

*2. A public trading of issue-grade securities, including offering them to the general public (including the use of advertising), is allowed, provided that the following conditions are simultaneously fulfilled:*

*1) the securities prospectus has been registered (exchange-traded bonds or Russian depository receipts have been admitted to regulated trading with the related securities prospectus to be submitted to the exchange) or issue-grade securities have been admitted to regulated trading without their inclusion on quotation lists;*

*2) the issuer has disclosed information as specified by this Federal Law or, if issue-grade securities are admitted to regulated trading without the state registration of the securities prospectus, as required by the trading institutor.*

3. Starting any placement through an offering of an issue (additional issue) of issue-grade securities is prohibited if its state registration is accompanied by the registration of a securities prospectus earlier than the date when the issuer provides access to the securities prospectus.

Limitations placed by the issuer (joint-stock company) under its articles of association on the maximum quantity or par value of shares owned by one shareholder. Separately, limitations placed by the issuer's articles of association and the laws of the Russian Federation or potential nonresident acquirers, including limitations on the size of foreign persons' stake in the authorized capital of the issuer.

*The Issuer's Articles of Association place no limitations on the maximum quantity or par value of shares owned by one shareholder.*

*Neither the Issuer's Articles of Association nor the laws of the Russian Federation place any limitations applicable to potential nonresident acquirers, including any limitations on the size of foreign persons' stake in the authorized capital of the Issuer.*

#### 8.17. Information Concerning Changes in Prices of the Issuer's Issue-Grade Securities

The issuer's securities of the same class as placed securities are admitted by the securities trading institutor to trading.

Class, category (type) and other identification characteristics of securities:

*uncertificated registered ordinary shares*

**2013**

| Indicator                       | 1Q13  | 2Q13  | 3Q13  | 4Q13  |
|---------------------------------|-------|-------|-------|-------|
| Highest price of one security   | 2.222 | 1.739 | 1.285 | 0.982 |
| Lowest price of one security    | 1.562 | 0.984 | 0.947 | 0.658 |
| Market price of one security(*) | 1.994 | 1.250 | 1.101 | 0.784 |

**2014**

| Indicator                       | 1Q14  | 2Q14  | 3Q14  | 4Q14  |
|---------------------------------|-------|-------|-------|-------|
| Highest price of one security   | 0.833 | 0.568 | 0.584 | 0.549 |
| Lowest price of one security    | 0.421 | 0.410 | 0.472 | 0.290 |
| Market price of one security(*) | 0.628 | 0.493 | 0.524 | 0.464 |

**2015**

| Indicator                       | 1Q15   | 2Q15   | 3Q15   | 4Q15   |
|---------------------------------|--------|--------|--------|--------|
| Highest price of one security   | 0.666  | 0.5829 | 0.493  | 0.4824 |
| Lowest price of one security    | 0.4003 | 0.4625 | 0.411  | 0.413  |
| Market price of one security(*) | 0.5149 | 0.471  | 0.4285 | 0.462  |

(\*) – The market price of one security disclosed by the securities trading institutor and determined in accordance with the Procedure for Measuring the Market Value of Securities, the Calculated Price of Securities, and the Margin of Fluctuations in the Market Value of Securities for the Purposes of Chapter 23 of the Tax Code of the Russian Federation approved by Order of the Federal Financial Markets Service of the Russian Federation No. 10-65/pz-n of November 9, 2010;

Information concerning the securities trading institutor through which transactions were conducted on the basis of which the information about changes in prices of securities is specified:

Full corporate name: *Closed Joint-Stock Company MICEX Stock Exchange*

Registered address of the securities trading institutor through which transactions were conducted on the basis of which the information about changes in prices of securities is specified. *Russia, 125009, Moscow, Bolshoy Kislovsky per., 13*

#### 8.18. Information Concerning Securities Trading Instructors Intended for the Placement and/or Trading of Placed Issue-Grade Securities

*The securities are not placed through planned trading-based subscription instituted by a stock exchange or any other securities trading institutor.*

*The securities of the issue in relation to which the securities to be placed are an additional issue are admitted to regulated trading on an exchange or through another securities trading institutor.*

Information concerning the securities trading institutor through which the securities of the issue are traded in relation to which the securities to be placed are an additional issue (which the issuer may approach for admission of the placed securities to trading):

Full corporate name: *Closed Joint-Stock Company MICEX Stock Exchange*

Short corporate name: *MICEX Stock Exchange*

Registered address: *Russian Federation, 125009, Moscow, Bolshoy Kislovsky pereulok, 13*

Number of the securities trading institutor's license for regulated trading in the commodity and/or financial markets (exchange license): *077-007*

Date of issue: *December 20, 2013*  
Valid until: *issued for an indefinite term*  
Licensing authority: *Central Bank of the Russian Federation*  
Other information specified by the issuer at its discretion about the securities trading institutor: *none*

## 8.19. Other Information Concerning Placed Securities

*None*

## Section IX. Additional Information Concerning the Issuer and the Issue-Grade Securities Placed by the Issuer

### 9.1. Additional Information Concerning the Issuer

#### 9.1.1. Information Concerning the Value and Structure of the Issuer's Authorized Capital

Value of the issuer's authorized capital as of the approval date of the securities prospectus (rubles): *198,070,729,091*

Ordinary shares

Total par value (rubles): *195,995,579,707*

Percentage of the authorized capital (%): *98.952319*

Preference shares

Total par value (rubles): *2,075,149,384*

Percentage of the authorized capital (%): *1.047681*

Information about whether the authorized capital specified in this paragraph corresponds to the issuer's constitutive documents:

*As specified in this paragraph, the authorized capital corresponds to the Company's constitutive documents.*

*Trading in the issuer's shares is organized outside the Russian Federation by means of trading in securities (a foreign issuer's securities that represent ownership of the above-mentioned shares in the Russian issuer).*

Category (type) of shares with trading organized outside the Russian Federation

Type of security: *shares*

Category of shares: *ordinary shares*

Shares with trading organized outside the Russian Federation as a percentage of the total number of shares of the category (type) concerned: *0.024*

Foreign issuer whose securities certify the rights in respect of the issuer's shares of the category (type) concerned

Full corporate name: *The Bank of New York Mellon.*

Place of business: *One Wall Street, New York, New York 10286, USA.*

Overview of the program (type of program) of issuing the foreign issuer's depository securities that represent ownership of shares of the relevant category (type):

*JSC ROSSETI-sponsored Regulation S and Rule 144A programs of issuing global depository receipts that represent ownership of ordinary shares in the Company.*

*The ratio of GDRs to the issuer's ordinary shares is 1:200.*

Information concerning the permission received from the Bank of Russia and/or the authorized governmental agency (authority) of the Russian Federation for the placement of and/or organizing the trading of the issuer's shares of the relevant category (type) outside the Russian Federation:

*The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 09-566/pz-i of February 27, 2009) permitted one hundred two million, four hundred twenty-eight thousand, one hundred (102,428,100) uncertificated registered ordinary shares in the Company to be traded outside the Russian Federation.*

*The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 11-1308/pz-i of May 31, 2011) permitted ten billion, one hundred fifty-eight million, ten thousand, three hundred ninety-six (10,158,010,396) uncertificated registered ordinary shares in the Company to be traded outside the Russian Federation, but not more than 25 percent of the total number of outstanding uncertificated registered ordinary shares.*

Name of the foreign trading institutor through which the issuer's shares (depository securities that represent ownership of the issuer's shares) are traded (if applicable):

*The Regulation S global depository receipts that represent ownership of ordinary shares in JSC ROSSETI are traded on the London Stock Exchange.*

Other information concerning the issuer's shares with trading organized outside the Russian Federation (to be specified at the issuer's option): *N/A.*

Type of security: *shares*

Category of shares: *preference shares*

Type of shares:

Shares with trading organized outside the Russian Federation as a percentage of the total number of shares of the category (type) concerned: **0.031**

Foreign issuer whose securities certify the rights in respect of the issuer's shares of the category (type) concerned:

Full corporate name: **The Bank of New York Mellon**

Place of business: **One Wall Street, New York, New York 10286, USA**

Overview of the program (type of program) of issuing the foreign issuer's depository securities that represent ownership of shares of the relevant category (type):

**JSC ROSSETI-sponsored Regulation S and Rule 144A programs of issuing non-listed global depository receipts that represent ownership of preference shares in the Company.**

**The ratio of GDRs to the issuer's preference shares is 1:200.**

Information concerning the permission received from the Bank of Russia and/or the authorized governmental agency (authority) of the Russian Federation for the placement of and/or organizing the trading of the issuer's shares of the relevant category (type) outside the Russian Federation:

**The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 09-566/pz-i of February 27, 2009) permitted six hundred fifty thousand (650,000) uncertificated registered preference shares in the Company to be traded outside the Russian Federation.**

**The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 11-1308/pz-i of May 31, 2011) permitted five hundred eighteen million, one hundred thirty-seven thousand, three hundred forty-six (518,137,346) uncertificated registered preference shares in the Company to be traded outside the Russian Federation, but not more than 25 percent of the total number of outstanding uncertificated registered preference shares.**

Name of the foreign trading institutor through which the issuer's shares (depository securities that represent ownership of the issuer's shares) are traded (if applicable):

**not traded through a foreign trading institutor.**

Other information concerning the issuer's shares with trading organized outside the Russian Federation (to be specified at the issuer's option): **N/A.**

### **9.1.2. Information Concerning Changes in the Issuer's Authorized Capital**

**In 2010, the authorized capital did not change.**

**1. On March 16, 2011, amendments to the Articles of Association of JSC IDGC Holding were registered in relation to an increase in the authorized capital.**

Amount and structure of the issuer's authorized capital prior to change: **The Issuer's authorized capital is 43,116,903,368 rubles, consisting of 41,041,753,984 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.**

Name of the issuer's management body that decided to change the issuer's authorized capital: **Board of Directors.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **March 29, 2010; No. 30.**

Amount and structure of the issuer's authorized capital after change: **The Issuer's authorized capital is 45,039,216,465 rubles, consisting of 42,964,067,081 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.**

**2. On June 28, 2012, amendments to the Articles of Association of JSC IDGC Holding were registered in relation to an increase in the authorized capital.**

Amount and structure of the issuer's authorized capital prior to change: **The Issuer's authorized capital is 45,039,216,465 rubles, consisting of 42,964,067,081 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.**

Name of the issuer's management body that decided to change the issuer's authorized capital: **Board of Directors.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **October 3, 2011; No. 63.**

Amount and structure of the issuer's authorized capital after change: **The Issuer's authorized capital is 49,946,843,800 rubles, consisting of 47,871,694,416 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.**

**3. On April 2, 2013, amendments to the Articles of Association of the Issuer were registered in relation to an increase in the authorized capital.**

Amount and structure of the issuer's authorized capital prior to change: **The Issuer's authorized capital is 49,946,843,800 rubles, consisting of 47,871,694,416 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.**

Name of the issuer's management body that decided to change the issuer's authorized capital: **General Meeting of Shareholders.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **November 16, 2012.**

Amount and structure of the issuer's authorized capital after change: **The Issuer's authorized capital is 59,322,451,849 rubles, consisting of 57,247,302,465 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.**



**4. On December 12, 2014, amendments to the Articles of Association of the Issuer were registered in relation to an increase in the authorized capital.**

Amount and structure of the issuer's authorized capital prior to change: *The Issuer's authorized capital is 59,322,451,849 rubles, consisting of 57,247,302,465 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

Name of the issuer's management body that decided to change the issuer's authorized capital: **General Meeting of Shareholders.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **May 8, 2013.**

Amount and structure of the issuer's authorized capital after change: *The Issuer's authorized capital is 163,154,002,694 rubles, consisting of 161,078,853,310 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

**5. On June 29, 2016, the notice of the additional securities issue results was given by PJSC ROSSETI to the Bank of Russia (registered on October 27, 2015, under No. 1-01-55385-E). Amendments to the Articles of Association of PJSC ROSSETI were registered by the Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 in relation to an increase in the authorized capital on August 17, 2016.**

Amount and structure of the issuer's authorized capital prior to change: *The Issuer's authorized capital is 163,154,002,694 rubles, consisting of 161,078,853,310 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

Name of the issuer's management body that decided to change the issuer's authorized capital: **General Meeting of Shareholders.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **October 9, 2015.**

Amount and structure of the issuer's authorized capital after change: *The Issuer's authorized capital is 198,070,729,091 rubles, consisting of 195,995,579,707 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

### **9.1.3. Information Concerning the Procedure for Convening and Holding the Meeting (Session) of the Issuer's Supreme Management Body**

Supreme management body of the issuer: **General Meeting of Shareholders**

Procedure for notifying shareholders (members) of the upcoming meeting (session) of the supreme management body of the issuer:

*In accordance with paragraph 10.5 of Article 10 of the Company's Articles of Association, notices of the General Meeting of Shareholders shall be posted on the Company's website at www.rosseti.ru at least thirty (30) days before the date of the General Meeting of Shareholders.*

*In the instances specified in paragraph 10.6.2 of the Articles of Association and paragraphs 2 and 8 of Article 53 of the Federal Law "On Joint-Stock Companies," the date of the Extraordinary General Meeting of Shareholders shall be announced at least seventy (70) days before the scheduled date.*

*Any notice of the General Meeting of Shareholders shall specify as follows:*

- full corporate name of the Company and the registered address of the Company;*
- form of the General Meeting of Shareholders (in person or in absentia);*
- date, place (including the particulars of the premises), time of the General Meeting of Shareholders and the postal address to which completed ballots may be sent or, if the General Meeting of Shareholders is held in absentia, the deadline date for receipt of ballots and the postal address to which completed ballots shall be sent;*
- date of the list of the persons entitled to participate in the General Meeting of Shareholders;*
- agenda of the General Meeting of Shareholders;*
- procedure of access to information (materials) to be provided during preparations for the General Meeting of Shareholders, and the address(es) where it is available;*
- information about the documents required for entrance to the premises where the General Meeting of Shareholders will be held if entrance to the premises is not free.*

*The list of the persons entitled to participate in the General Meeting of Shareholders shall be made according to the information in the Company's shareholder register.*

*The date of the list of the persons entitled to participate in the General Meeting of Shareholders may not be earlier than ten (10) days after the date of adopting a decision to hold the General Meeting of Shareholders or later than fifty (50) days before the date of the General Meeting of Shareholders or, in the event specified in paragraph 10.6.2 of the Articles of Association, later than eighty (80) days before the date of the General Meeting of Shareholders.*

*The date of the list of the persons entitled to participate in the Company's General Meeting of Shareholders shall be disclosed at least seven (7) prior to such date.*

*At the request of persons included on the list and holding at least one (1) percent of the votes, the Company shall provide access to the list for the persons entitled to participate in the General Meeting of Shareholders. The document details and postal addresses of the individuals on that list shall be provided only with the consent of the persons concerned.*

Persons (bodies) entitled to convene (request the convening of) the extraordinary meeting (session) of the issuer's supreme management body and the procedure for submitting (making) such requests:

*In accordance with paragraph 10.7.1 of Article 10 of the Articles of Association, the Extraordinary General Meeting of Shareholders shall be held pursuant to a decision adopted by the Board of Directors on its own initiative or at the request of the Company's Internal Audit Commission, the Company's Auditor, and any shareholder(s) holding at least ten (10) percent of the Company's voting shares as of the date of the request.*

*The Extraordinary General Meeting of Shareholders requested by the Company's Internal Audit Commission, the Company's Auditor, or any shareholder(s) holding at least ten (10) percent of the Company's voting shares shall be convened by the Company's Board of Directors.*

*The Extraordinary General Meeting of Shareholders requested by the Company's Internal Audit Commission, the Company's Auditor or any shareholder(s) holding at least ten (10) percent of the Company's voting shares shall be held within fifty (50) days from the date of the request to hold the Extraordinary General Meeting of Shareholders.*

*Any request to hold the Extraordinary General Meeting of Shareholders shall contain the wording of the items to be included on the agenda. Any request to hold the Extraordinary General Meeting of Shareholders may contain the wording of decisions on each of the items and specify the proposed form of the General Meeting of Shareholders.*

*The Company's Board of Directors may not make any changes in the wording of any items on the agenda, any decisions on such items or change the proposed form of the Extraordinary General Meeting of Shareholders convened at the request of the Company's Internal Audit Commission, the Company's Auditor, or any shareholder(s) holding at least ten (10) percent of the Company's voting shares.*

*In the event that the convocation of the Extraordinary General Meeting of Shareholders is requested by any shareholder(s), the request shall contain the name(s) of the shareholder(s) requesting such convocation and specify the number and category (type) of shares that they hold.*

*Any request to convene the Extraordinary General Meeting of Shareholders shall be signed by the person(s) requesting the convocation of such Extraordinary General Meeting of Shareholders.*

Procedure for determining the date of a meeting (session) of the issuer's supreme management body:

*In accordance with paragraph 10.1 of Article 10 of the Articles of Association, once a year, the Annual General Meeting of Shareholders shall be held, not earlier than five months and not later than six months after the end of the financial year. The date and procedure of the General Meeting of Shareholders, the list of materials (information) provided for shareholders during preparations for the General Meeting of Shareholders shall be determined by the Company's Board of Directors in accordance with the provisions of the Federal Law "On Joint-Stock Companies," other laws and regulations, and the Articles of Association.*

*Any General Meeting of Shareholders other than the Annual General Meeting of Shareholders shall be extraordinary.*

*The Extraordinary General Meeting of Shareholders requested by the Company's Internal Audit Commission, the Company's Auditor or any shareholder(s) holding at least ten (10) percent of the Company's voting shares shall be held within fifty (50) days from the date of the request to hold the Extraordinary General Meeting of Shareholders.*

*In accordance with paragraph 10.7.3 of Article 10 of the Articles of Association, in the event that the Company's Board of Directors shall be obliged to decide to hold the Extraordinary General Meeting of Shareholders to elect members of the Company's Board of Directors pursuant to the Federal Law "On Joint-Stock Companies," such General Meeting of Shareholders shall be held within ninety (90) days from the date of the relevant decision of the Company's Board of Directors.*

Persons entitled to make proposals for the agenda of a meeting (session) of the issuer's supreme management body and the procedure for making such proposals:

*In accordance with paragraph 10.6 of Article 10 of the Articles of Association, any shareholder(s) of the Company holding an aggregate of at least two (2) percent of the Company's voting shares shall have the right to include items on the agenda of the Annual General Meeting of Shareholders and nominate persons for the Board of Directors of the Company or the Internal Audit Commission of the Company, the number of such nominees not to exceed the number of members of the Company's relevant body. Such proposals shall arrive at the Company not later than ninety (90) days after the end of the financial year.*

*If any proposed agenda of the Extraordinary General Meeting of Shareholders includes the election of the Company's Board of Directors, any shareholder(s) of the Company holding an aggregate of at least two (2) percent of the Company's voting shares shall have the right to nominate up to as many directors as there are on the Board of Directors of the Company. Such proposals shall arrive at the Company not later than thirty (30) days before the date of the Extraordinary General Meeting of Shareholders.*

*Proposals to include any items on the agenda of the Company's General Meeting of Shareholders and nomination proposals shall be in writing, specifying the name of the proposing shareholder(s), the quantity and category (type) of shares that they hold, and shall be signed by the shareholder(s).*

*Any proposal to include items on the agenda of the Company's General Meeting of Shareholders shall contain the wording for each proposed item, and any nomination proposal shall contain the name of each nominee and the details of each nominee's identity document (document series and/or number, date and place of issue, issuing authority), the name of the body for which such nominee is proposed, and any other information about the nominees as provided for in the Regulations for the Preparation and Holding Procedure for the General Meeting of Shareholders of the*

*Company. Any proposal to include items on the agenda of the Company's General Meeting of Shareholders may contain the wording of a decision on each proposed item.*

*The Company's Board of Directors shall consider any incoming proposals and decide either to include them on the agenda of the General Meeting of Shareholders or to refuse to do so not later than five (5) days after the end of the periods specified in paragraphs 10.6.1 and 10.6.2 of the Articles of Association. Any item proposed by the shareholder(s) shall be included on the agenda of the General Meeting of Shareholders, and nominees shall be included on the list of nominees for the relevant body of the Company to be put to a vote, unless:*

- the deadlines specified in paragraphs 10.6.1 and 10.6.2 of the Articles of Association are not met by the shareholder(s);*
- the shareholder(s) do not hold the required number of voting shares of the Company as specified in paragraphs 10.6.1 and 10.6.2 of the Articles of Association;*
- the proposal does not satisfy the requirements specified in paragraphs 10.6.3 and 10.6.4 of the Articles of Association;*
- the proposed item on the agenda for the Company's General Meeting of Shareholders falls beyond its competence and/or does not comply with the requirements of the Federal Law "On Joint-Stock Companies" or any other laws and regulations of the Russian Federation.*

*A substantiated decision of the Company's Board of Directors to refuse to include any proposed item on the agenda of the General Meeting of Shareholders or include any nominee on the list of nominees for the Company's Board of Directors or Internal Audit Commission shall be sent to the proposing or nominating shareholder(s) within three (3) days from the date of the decision.*

*Apart from items proposed by shareholders for the agenda of the General Meeting of Shareholders, and if there are no such proposals, or none or an insufficient number of the nominees are proposed by shareholders for the relevant body of the Company, the Board of Directors shall be entitled to include items on the agenda of the Company's General Meeting of Shareholders or include nominees on the list of nominees at its discretion.*

Persons entitled to access to information (materials) provided for the preparation and holding of a meeting (session) of the issuer's supreme management body and the procedure for providing access to such information (materials):

*In accordance with paragraph 3 of Article 52 of the Federal Law "On Joint-Stock Companies", 20 days or (if the agenda of the General Meeting of Shareholders to be held contains the issue of the Company's reorganization) 30 days prior to the General Meeting of Shareholders, information (materials) shall be made available to the persons entitled to participate in the General Meeting of Shareholders in the office of the Company's executive body and other places at the addresses specified in the notice of the General Meeting of Shareholders.*

*The above-mentioned information (materials) shall be available to the persons entitled to participate in the General Meeting of Shareholders during the meeting.*

*At the request of any person entitled to participate in the General Meeting of Shareholders, the Company shall provide copies of the above-mentioned documents to such person. The fee charged by the Company for the provision of these copies may not exceed their duplication costs.*

Procedure for announcing (communicating to the issuer's shareholders (members)) the decisions adopted by the issuer's supreme management body and voting results:

*In accordance with paragraph 10.13 of Article 10 of the Company's Articles of Association, the decisions adopted by the General Meeting of Shareholders and the voting results may be announced at the General Meeting of Shareholders during which such voting takes place and shall be communicated as the Voting Report to the persons included on the list of the persons entitled to participate in the General Meeting of Shareholders in accordance with the same procedure as prescribed for publishing the notice of the General Meeting of Shareholders (as specified in paragraph 10.5 of Article 10 of the Articles of Association, notices of the General Meeting of Shareholders shall be posted on the Company's website at [www.rosseti.ru](http://www.rosseti.ru)) within four (4) business days after the General Meeting of Shareholders is declared closed or, if the General Meeting of Shareholders is held in absentia, after the deadline date for receipt of ballots.*

*If, on the date of the list of the persons entitled to participate in the General Meeting of Shareholders, any nominee shareholder is registered on the Company's shareholder register, then the Voting Report shall be sent electronically (as electronic documents certified with a digital signature) to such nominee shareholder. The nominee shareholder shall make the Voting Report received in accordance with this paragraph of the Company's Articles of Association available to its depositors in accordance with the procedure and within the period set forth in legal regulations of the Russian Federation or the agreements with its depositors.*

#### **9.1.4. Information Concerning For-Profit Organizations in Which the Issuer Owns at Least Five Percent of Authorized Capital or at Least Five Percent of Ordinary Shares**

List of for-profit organizations in which the issuer as of the approval date of the securities prospectus owns at least 5 percent of authorized capital or at least 5 percent of ordinary shares.

*1. Full corporate name: Federal Grid Company of Unified Energy System, Public Joint-Stock Company*  
Short corporate name: *FGC UES, PJSC*

Location

**Russian Federation, 117630, Moscow, ul. Akademika Chelomeya, 5A**  
INN (Taxpayer Identification Number): **4716016979**  
OGRN (Principal State Registration Number): **1024701893336**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **80.13**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **80.13**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**2. Full corporate name: Joint Stock Company Tyumenenergo**  
Short corporate name: **JSC Tyumenenergo**

Location

**Surgut, Khanty-Mansiysk Autonomous District – Yugra, Tyumen Region, Russian Federation**  
INN (Taxpayer Identification Number): **8602060185**  
OGRN (Principal State Registration Number): **1028600587399**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**  
Stake held by the entity in the authorized capital of the issuer (%): **0.003061**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**3. Full corporate name: Yantarenergo Joint-Stock Company**  
Short corporate name: **JSC Yantarenergo**

Location

**Kaliningrad, Russian Federation**  
INN (Taxpayer Identification Number): **3903007130**  
OGRN (Principal State Registration Number): **1023900764832**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**4. Full corporate name: Joint-Stock Company Karachaevo-Cherkesskenergo**  
Short corporate name: **JSC Karachaevo-Cherkesskenergo**

Location

**Russian Federation, 369000, Karachay-Cherkess Republic, Cherkessk, ul. Osmana Kasayeva, 3**  
INN (Taxpayer Identification Number): **0901000327**  
OGRN (Principal State Registration Number): **1020900510784**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**  
Stake held by the entity in the authorized capital of the issuer (%): **0.00006**  
Percentage of ordinary shares held by the entity in the issuer (%): **0.00006**

**5. Full corporate name: Kalmenergosbyt Joint-Stock Company**  
Short corporate name: **AO Kalmenergosbyt**

Location

**Russian Federation, 358000, Republic of Kalmykia, Elista, ul. Lermontova, 7a**  
INN (Taxpayer Identification Number): **0814166090**  
OGRN (Principal State Registration Number): **1050866787982**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**6. Full corporate name: Tyvaenergosbyt Joint-Stock Company**  
Short corporate name: **AO Tyvaenergosbyt**

Location

**Russian Federation, 667010, Republic of Tyva, Kyzyl, ul. Zavodskaya, 2a**  
INN (Taxpayer Identification Number): **1701040660**  
OGRN (Principal State Registration Number): **1061701024065**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**7. Full corporate name: Joint-Stock Company Research Engineering Centre of IDGC**

Short corporate name: **JSC REC IDGC**

Location

**Moscow, Russian Federation**

INN (Taxpayer Identification Number): **7701025510**

OGRN (Principal State Registration Number): **1027700051653**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**8. Full corporate name: Joint-Stock Company Association VNIPIENERGOPROM**

Short corporate name: **JSC VNIPIENERGOPROM**

Location

**Russian Federation, 105094, Moscow, Semyonovskaya naberezhnaya, 2/1**

INN (Taxpayer Identification Number): **7701027557**

OGRN (Principal State Registration Number): **1027739059248**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**9. Full corporate name: Special Design Bureau of Heat Power Engineering Equipment VTI Open Joint-Stock Company**

Short corporate name: **OAO SKB VTI**

Location

**Russian Federation, 115280, Moscow, 3 Avtozavodsky pr., 4, korp. 1**

INN (Taxpayer Identification Number): **7725055144**

OGRN (Principal State Registration Number): **1027700095444**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**10. Full corporate name: Joint Stock Company Power Grid Optical Networks Engineering**

Short corporate name: **JSC Power Grid Optical Networks Engineering**

Location

**Moscow, Russian Federation**

INN (Taxpayer Identification Number): **7705307770**

OGRN (Principal State Registration Number): **1027739252496**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0.000338**

Percentage of ordinary shares held by the entity in the issuer (%): **0.000341**

**11. Full corporate name: Engineering Center UES Real Estate Joint-Stock Company**

Short corporate name: **AO Engineering Center UES Real Estate**

Location

**Moscow, Russian Federation**

INN (Taxpayer Identification Number): **7729589570**

OGRN (Principal State Registration Number): **1077763377834**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**12. Full corporate name: Interregional Distribution Grid Company of Volga, Public Joint-Stock Company**

Short corporate name: **IDGC of Volga, PJSC**

Location

**Saratov, Russian Federation**

INN (Taxpayer Identification Number): **6450925977**

OGRN (Principal State Registration Number): **1076450006280**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **68.08**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **68.08**

Stake held by the entity in the authorized capital of the issuer (%): **0.000005**

Percentage of ordinary shares held by the entity in the issuer (%): **0.000005**

**13. Full corporate name: Interregional Distribution Grid Company of North-West, Public Joint Stock Company**

Short corporate name: **IDGC of North-West, PJSC**

Location

**Gatchina, Leningrad Region, Russian Federation**

INN (Taxpayer Identification Number): **7802312751**

OGRN (Principal State Registration Number): **1047855175785**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **55.38**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **55.38**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**14. Full corporate name: Interregional Distribution Grid Company of Urals, Joint Stock Company**

Short corporate name: **IDGC of Urals, JSC**

Location

**Russian Federation, 620026, Yekaterinburg, ul. Mamina-Sibiryaka, 140**

INN (Taxpayer Identification Number): **6671163413**

OGRN (Principal State Registration Number): **1056604000970**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **51.52**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **51.52**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**15. Full corporate name: Public Joint Stock Company Interregional Distribution Grid Company of Siberia**

Short corporate name: **PJSC IDGC of Siberia**

Location

**Russian Federation, 660021, Krasnoyarsk, ul. Bograda, 144a**

INN (Taxpayer Identification Number): **2460069527**

OGRN (Principal State Registration Number): **1052460054327**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **57.84**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **55.59**

Stake held by the entity in the authorized capital of the issuer (%): **0.000266**

Percentage of ordinary shares held by the entity in the issuer (%): **0.000269**

**16. Full corporate name: Interregional Distribution Grid Company of South, Public Joint Stock Company**

Short corporate name: **IDGC of South, PJSC**

Location

**Rostov-on-Don, Russian Federation**

INN (Taxpayer Identification Number): **6164266561**

OGRN (Principal State Registration Number): **1076164009096**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **51.66**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **51.66**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**17. Full corporate name: Interregional Distribution Grid Company of Centre, Public Joint-Stock Company**

Short corporate name: **IDGC of Centre, PJSC**

Location

**Moscow, Russian Federation**

INN (Taxpayer Identification Number): **6901067107**

OGRN (Principal State Registration Number): **1046900099498**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **50.23**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **50.23**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**18. Full corporate name: Interregional Distribution Grid Company of Center and Volga Region, Public Joint Stock Company**

Short corporate name: **IDGC of Center and Volga Region, PJSC**

Location

**Russian Federation, 603950, Nizhni Novgorod, ul. Rozhdestvenskaya, 33**  
INN (Taxpayer Identification Number): **5260200603**  
OGRN (Principal State Registration Number): **1075260020043**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **50.4**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **50.4**  
Stake held by the entity in the authorized capital of the issuer (%): **0.00105**  
Percentage of ordinary shares held by the entity in the issuer (%): **0.001061**

**19. Full corporate name: Interregional Distribution Grid Company of Northern Caucasus, Public Joint-Stock Company**

Short corporate name: **IDGC of Northern Caucasus, PJSC**

Location

**Russian Federation, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**  
INN (Taxpayer Identification Number): **2632082033**  
OGRN (Principal State Registration Number): **1062632029778**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **92**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **92**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**20. Full corporate name: PUBLIC JOINT-STOCK COMPANY LENENERGO**

Short corporate name: **PJSC LENENERGO**

Location

**Saint Petersburg, Russian Federation**  
INN (Taxpayer Identification Number): **7803002209**  
OGRN (Principal State Registration Number): **1027809170300**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **64.49**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **68.12**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**21. Full corporate name: Public Joint-Stock Company Moscow United Electric Grid Company**

Short corporate name: **PJSC MOESK**

Location

**Moscow, Russian Federation**  
INN (Taxpayer Identification Number): **5036065113**  
OGRN (Principal State Registration Number): **1057746555811**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **50.9**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **50.9**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**22. Full corporate name: Kuban Power and Electrification Public Joint Stock Company**

Short corporate name: **Kubanenergo**

Location

**Krasnodar, Russian Federation**  
INN (Taxpayer Identification Number): **2309001660**  
OGRN (Principal State Registration Number): **1022301427268**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **92.24**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **92.24**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**23. Full corporate name: Public-Stock Company Tomsk Distribution Company**

Short corporate name: **PSC TDC**

Location

**Tomsk, Russian Federation**  
INN (Taxpayer Identification Number): **7017114672**  
OGRN (Principal State Registration Number): **1057000127931**  
Stake held by the issuer in the authorized capital of the for-profit organization (%): **85.77**  
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **94.58**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**24. Full corporate name: Chechenenergo, Joint-Stock Company**

Short corporate name: **Chechenenergo, JSC**

Location

**Russia, 364051, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6**

INN (Taxpayer Identification Number): **2016081143**

OGRN (Principal State Registration Number): **1082031002503**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **72.66**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **72.66**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**25. Full corporate name: Kabardino-Balkaria Energy and Electrification Company, Public Joint-Stock Company**

Short corporate name: **Kabbalkenergo, PJSC**

Location

**Russia, 360000, Kabardino-Balkarian Republic, Nalchik, ul. Shchorsa, 6**

INN (Taxpayer Identification Number): **0711008455**

OGRN (Principal State Registration Number): **1020700746901**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **65.27**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **68.42**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**26. Full corporate name: Dagestan Energy Supply Company, Public Joint-Stock Company**

Short corporate name: **Dagestan Energy Supply Company, PJSC**

Location

**Makhachkala, Republic of Dagestan, Russian Federation**

INN (Taxpayer Identification Number): **0541031172**

OGRN (Principal State Registration Number): **1050562009926**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **51**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **51**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**27. Full corporate name: Ingushenergo, Joint-Stock Company**

Short corporate name: **Ingushenergo, JSC**

Location

**Nazran, Republic of Ingushetia, Russian Federation**

INN (Taxpayer Identification Number): **0602013494**

OGRN (Principal State Registration Number): **1020600986042**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **49**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **49**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**28. Full corporate name: Sevkavkazenergo Energy and Electrification Company, Public Joint-Stock Company**

Short corporate name: **Sevkavkazenergo, PJSC**

Location

**Russian Federation, 362040, Republic of North Ossetia-Alania, Vladikavkaz, ul. Tamaeva, 19**

INN (Taxpayer Identification Number): **1502002701**

OGRN (Principal State Registration Number): **1021500580090**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **49**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **49**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**29. Full corporate name: Joint Stock Company NURENERGO**

Short corporate name: **NURENERGO, JSC**

Location

**Russian Federation, 364000, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6**

INN (Taxpayer Identification Number): **2020004046**

OGRN (Principal State Registration Number): **1022002546136**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **23**



Percentage of ordinary shares held by the issuer in the joint-stock company (%): **23**  
Stake held by the entity in the authorized capital of the issuer (%): **0**  
Percentage of ordinary shares held by the entity in the issuer (%): **0**

**30. Full corporate name: Grozenergo Open Joint-Stock Company for Energy and Electrification of the Chechen Republic**

Short corporate name: **AO Grozenergo**

Location

**Russian Federation, 364000, Grozny, Staropromyslovskoye shosse, 6**

INN (Taxpayer Identification Number): **202000186**

OGRN (Principal State Registration Number): **1022002551944**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **49**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **49**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**31. Full corporate name: JOINT STOCK COMPANY NORTH-WEST ENERGY MANAGING COMPANY**

Short corporate name: **JSC NWEMC**

Location

**Saint Petersburg, Russian Federation**

INN (Taxpayer Identification Number): **7841322263**

OGRN (Principal State Registration Number): **1057812496873**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **49**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **57.4**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**32. Full corporate name: Joint-Stock Company G. M. Krzhizhanovsky Power Engineering Institute**

Short corporate name: **JSC ENIN**

Location

**Russian Federation, 119991, Moscow, Leninsky prospekt, 19**

INN (Taxpayer Identification Number): **7725054454**

OGRN (Principal State Registration Number): **1027739431752**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **31.34**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **31.34**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**33. Full corporate name: Joint Stock Company North-West Power Engineering Center**

Short corporate name: **OAO SevZap NTC**

Location

**Russian Federation, 191036, Saint Petersburg, Nevsky prospekt, 111/3**

INN (Taxpayer Identification Number): **7808042325**

OGRN (Principal State Registration Number): **1027809176196**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **25 plus one share**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**34. Full corporate name: Joint-Stock Company Volga Power Engineering Center**

Short corporate name: **JSC VPEC**

Location

**Russian Federation, 443001, Samara, ul. Krasnoarmeyskaya, 1**

INN (Taxpayer Identification Number): **6315347487**

OGRN (Principal State Registration Number): **1026300964425**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **25 plus one share**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**35. Full corporate name: Urals Power Engineering Company Joint-Stock Company – URALVNIPIENERGOPROM, Uralseenergoproekt, UralTEP, UralORGRES, UralVTI, Uralenergosexproekt, Chelyabenergosexproekt**

Short corporate name: **Urals Power Engineering Company**

Location

**Russian Federation, 620075, Yekaterinburg, ul. Pervomaiskaya, 56**

INN (Taxpayer Identification Number): **666002245**

OGRN (Principal State Registration Number): **1026604943683**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **25 plus one share**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**36. Full corporate name: Joint-Stock Company ZARUBEZHENERGOSTROY**

Short corporate name: **OAD ZES**

Location

**Russia, 101928, Moscow, Potapovsky per., 5, str. 3**

INN (Taxpayer Identification Number): **7701033416**

OGRN (Principal State Registration Number): **1027700348169**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **9.51**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **9.51**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

**37. Full corporate name: IT Energy Service Limited Liability Company**

Short corporate name: **OOO IT Energy Service**

Location

**Russia, 109074, Moscow, Kitaygorodsky proezd, 7, str. 5**

INN (Taxpayer Identification Number): **7729403949**

OGRN (Principal State Registration Number): **1037700018751**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **19.99**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

#### **9.1.5. Information Concerning Material Transactions Completed by the Issuer**

Information concerning material transactions (groups of interrelated transactions) if the obligations under each of them account for 10 percent or more of the book value of the issuer's assets according to its accounting statements for the most recently closed reporting period consisting of 3, 6, 9, or 12 months prior to the transaction completed by the issuer for the 5 most recently closed reporting years preceding the approval date of the securities prospectus:

Transaction date: **June 17, 2013**

Type and subject matter of the transaction:

**Agreement for the Procedure for Controlling and Voting Shares in JSC FGC UES.**

Content of the transaction, including the civic rights and obligations whose establishment, change, or termination arise out of the transaction:

**Under the Shareholders' Agreement, the parties agree to exercise JSC FGC UES shareholders' rights represented by shares in JSC FGC UES and participate in managing JSC FGC UES in accordance with the terms and conditions of the Shareholders' Agreement.**

Deadline for fulfilling the transaction obligations: **The Agreement remains effective until the parties perform all of their respective obligations thereunder.**

Parties and beneficiary parties to the transaction: **The Federal Agency for State Property Management of the Russian Federation and JSC ROSSETI**

Transaction value in money terms: **The price of the Shareholders' Agreement (not in relation to the direct or indirect acquisition, disposal, or possible disposal of the property by the Company) is equal, as determined by the Board of Directors of the Company in accordance with Article 77 of the Federal Law "On Joint-Stock Companies," to the price (market value appraised in money terms) of shares in JSC FGC UES that represent the rights covered by the Shareholders' Agreement between the parties. The price of shares in JSC FGC UES is 286,193,951 thousand rubles.**

Transaction value as a percentage of the issuer's asset value: **179.78**

Issuer's asset value as of the last date or the reporting period (quarter, year) preceding the transaction (the date of the agreement) and covered by the accounting statements under the laws of the Russian Federation: **159,194,312 thousand rubles**

**The transaction is a related party transaction of the issuer**

Transaction approval information

Management body of the issuer that adopted the decision to approve the transaction: **General Meeting of Shareholders**

Date of the decision to approve the transaction: **May 6, 2013**

Date of the minutes of the meeting of the issuer's authorized management body that adopted the decision to approve the transaction: **May 8, 2013**

Number of the minutes of the meeting of the issuer's authorized management body that adopted the decision to approve the transaction: *N/A*

Transaction date: *December 18, 2015*

Type and subject matter of the transaction:

*Acquisition agreement for uncertificated registered ordinary shares in PJSC ROSSETI among the Federal Agency for State Property Management of the Russian Federation ("Agency"), the Deposit Insurance Agency, the Ministry of Energy of the Russian Federation, and PJSC ROSSETI, placed as part of exercising the preemptive right, as related to the additional terms and conditions that are a related party transaction.*

Content of the transaction, including the civic rights and obligations whose establishment, change, or termination arise out of the transaction:

*Pursuant to Ordinance of the Government of the Russian Federation No. 2177-r of October 27, 2015, and in accordance with the terms and conditions of the agreement, PJSC ROSSETI transfers and the Russian Federation, represented by the Agency, accepts and, represented by the Deposit Insurance Agency, pays for 32,000,000,000 additionally issued uncertificated registered ordinary shares in PJSC ROSSETI placed as part of exercising the preemptive right by depositing in the issuer's account 32,000,000 federal loan bonds (Issues 29006RMFS, 29007RMFS, 29008RMFS, 29009RMFS, and 29010RMFS), each with a par value of 1,000 rubles.*

Deadline for fulfilling the transaction obligations: *Within the period defined by the Decision on the Securities Issue of PJSC ROSSETI.*

Parties and beneficiary parties to the transaction: *PJSC ROSSETI, the Federal Agency for State Property Management of the Russian Federation, the Deposit Insurance Agency, and the Ministry of Energy of the Russian Federation*

Transaction value in money terms: *32,000,000 rubles x 1,000*

Transaction value as a percentage of the issuer's asset value: *19.58*

Issuer's asset value as of the last date or the reporting period (quarter, year) preceding the transaction (the date of the agreement) and covered by the accounting statements under the laws of the Russian Federation: *163,431,029 rubles x 1,000*

*The transaction is a related party transaction of the issuer*

Transaction approval information

Management body of the issuer that adopted the decision to approve the transaction: *Board of Directors of PJSC ROSSETI*

Date of the decision to approve the transaction: *December 11, 2015*

Date of the minutes of the meeting of the issuer's authorized management body that adopted the decision to approve the transaction: *December 14, 2015*

Number of the minutes of the meeting of the issuer's authorized management body that adopted the decision to approve the transaction: *215*

*On December 11, 2015, the Board of Directors of PJSC ROSSETI (Minutes of the Meeting No. 215 of December 14, 2015) approved the acquisition agreement for shares in Public Joint Stock Company ROSSETI among the Federal Agency for State Property Management of the Russian Federation ("Agency"), the Deposit Insurance Agency, the Ministry of Energy of the Russian Federation, and PJSC ROSSETI (hereinafter, the "Agreement") as related to the additional terms and conditions (except for the terms and conditions whereby the Russian Federation, represented by the Agency, may acquire additional shares in PJSC ROSSETI as part of exercising the preemptive right) that are a related party transaction.*

Transaction date: *December 22, 2015*

Type and subject matter of the transaction:

*Acquisition agreement for uncertificated registered ordinary shares in PJSC LENENERGO, placed as part of exercising the preemptive right, as related to the additional terms and conditions that are a related party transaction.*

Content of the transaction, including the civic rights and obligations whose establishment, change, or termination arise out of the transaction:

*Pursuant to Ordinance of the Government of the Russian Federation Pursuant to Ordinance of the Government of the Russian Federation No. 2177-r of October 27, 2015, and in accordance with the terms and conditions of the agreement, PJSC LENENERGO transfers and PJSC ROSSETI accepts and pays for additionally issued uncertificated registered ordinary shares in PJSC LENENERGO placed as part of exercising the preemptive right by depositing in the issuer's account 32,000,000 federal loan bonds (Issues 29006RMFS, 29007RMFS, 29008RMFS, 29009RMFS, and 29010RMFS), each with a par value of 1,000 rubles.*

Deadline for fulfilling the transaction obligations: *Within the period defined by the Decision on the Securities Issue of PJSC LENENERGO.*

Parties and beneficiary parties to the transaction: *PJSC LENENERGO and PJSC ROSSETI*

Transaction value in money terms: *32,000,000 rubles x 1,000*

Transaction value as a percentage of the issuer's asset value: *19.58*

Issuer's asset value as of the last date or the reporting period (quarter, year) preceding the transaction (the date of the agreement) and covered by the accounting statements under the laws of the Russian Federation: **163,431,029 rubles x 1,000**

**The transaction is a related party transaction of the issuer**

Transaction approval information

Management body of the issuer that adopted the decision to approve the transaction: **Board of Directors of PJSC ROSSETI**

Date of the decision to approve the transaction: **December 15, 2015**

Date of the minutes of the meeting of the issuer's authorized management body that adopted the decision to approve the transaction: **December 18, 2015**

Number of the minutes of the meeting of the issuer's authorized management body that adopted the decision to approve the transaction: **216**

**On December 15, 2015, the Board of Directors of PJSC ROSSETI (Minutes of the Meeting No. 216 of December 18, 2015) approved the acquisition agreement for additional shares in PUBLIC JOINT-STOCK COMPANY LENENERGO with federal loan bonds used as payment therefor between PJSC ROSSETI and PJSC LENENERGO as related to the additional terms and conditions (except for the terms and conditions whereby PJSC ROSSETI may acquire additional shares in PJSC LENENERGO as part of exercising the preemptive right) that are a related party transaction.**

**9.1.6. Information Concerning the Issuer's Credit Ratings**

Rating applicable to: *issuer*

Credit rating agency

Full corporate name: **Standard & Poor's Credit Market Services Europe Limited (acting through its affiliate location in Moscow)**

Short corporate name: **Standard and Poor's**

Location: **registered at 20 Canada Square, Canary Wharf, London, E14 5LH, United Kingdom. Affiliate location address: Russia, 125009, Moscow, ul. Vozdvizhenka, 4/7, str. 2, Mokhovaya Business Center**

Description of credit rating methodologies or the webpage where information about credit rating methodologies is freely accessible (published):

**[http://www.standardandpoors.com/ru\\_RU/web/guest/home](http://www.standardandpoors.com/ru_RU/web/guest/home) in the section "Criteria and methodology"**

Credit rating as of the approval date of the securities prospectus: **Long-term foreign currency credit rating: BB+ (outlook: stable); long-term local currency credit rating: BB+ (outlook: stable); short-term foreign currency credit rating: B; short-term local currency credit rating: B; long-term national scale credit rating: ruAA+**

History of changes in the credit rating for the 5 most recently closed reporting years preceding the approval date of the securities prospectus, specifying the credit rating value and the date when the credit rating is assigned (changed)

| Rating Date      | Credit Rating Value |
|------------------|---------------------|
| March 27, 2014   | BBB-/A-3/ruAAA      |
| February 4, 2015 | BB+/B/ruAA+         |

**On February 4, 2015, Standard and Poor's downgraded by one notch the credit ratings of JSC ROSSETI due to the unfavorable economic situation and due to the corresponding lowering of the sovereign ratings of the Russian Federation.**

**On September 21, 2016, Standard and Poor's changed the outlook for the Company's credit ratings from negative to stable.**

Rating applicable to: *issuer*

Credit rating agency

Full corporate name: **Moody's Investors Service, Inc.**

Short corporate name: **Moody's**

Location: **registered at 7 World Trade Center at 250 Greenwich Street, New York, NY 10007, USA. Affiliate location address: ul. 1-ya Tverskaya-Yamskaya, 21, 125047, Moscow, Russian Federation**

Description of credit rating methodologies or the webpage where information about credit rating methodologies is freely accessible (published):

**<http://www.moody.com> in the section "Rating methodologies"**

Credit rating as of the approval date of the securities prospectus: **Long-term global scale rating: Ba2 (outlook: stable); probability of default rating: Ba2-PD (outlook: stable)**

History of changes in the credit rating for the 5 most recently closed reporting years preceding the approval date of the securities prospectus, specifying the credit rating value and the date when the credit rating is assigned (changed)

| Rating Date | Credit Rating Value |
|-------------|---------------------|
|-------------|---------------------|

|                   |            |
|-------------------|------------|
| July 14, 2010     | Ba1/Ba1-PD |
| February 25, 2015 | Ba2/Ba2-PD |

*On February 25, 2015, Moody's downgraded by one notch the credit rating of JSC ROSSETI to Ba2 on the global scale due to the unfavorable economic situation and due to the corresponding lowering of the sovereign ratings of the Russian Federation.*

*On December 7, 2015, Moody's changed the Company's rating outlook from negative to stable.*

Rating applicable to: *issuer*

Credit rating agency

Full corporate name: *Moody's Interfax Rating Agency*

Short corporate name: *Moody's Interfax*

Location: *ul. 1-ya Tverskaya-Yamskaya, 21, 125047, Moscow, Russian Federation*

Description of credit rating methodologies or the webpage where information about credit rating methodologies is freely accessible (published):

*http://www.moodys.com in the section "Rating methodologies"*

Credit rating as of the approval date of the securities prospectus: *Rating withdrawn*

History of changes in the credit rating for the 5 most recently closed reporting years preceding the approval date of the securities prospectus, specifying the credit rating value and the date when the credit rating is assigned (changed)

| Rating Date       | Credit Rating Value |
|-------------------|---------------------|
| July 14, 2010     | Aa1.ru              |
| February 26, 2015 | Aa2.ru              |
| March 18, 2016    | Rating withdrawn    |

*On March 18, 2016, the national scale rating was withdrawn by the rating agency. The rating action was due to the termination by the rating agency of the assignment of credit ratings to the Russian Federation on the national scale.*

## 9.2. Information About Each Category (Type) of the Issuer's Shares

Category of shares: *ordinary shares*

Par value per share (rubles): *1*

Quantity of outstanding shares (quantity of shares which were neither redeemed nor canceled): *195,995,579,707*

Quantity of additional shares that can be placed or are in the process of being placed (quantity of shares of the additional issue that received state registration but, in relation to which, the additional issue report did not receive state registration or the notice of the additional issue results was not given if, in accordance with the Federal Law "On the Securities Market," the additional issue report is not subject to state registration): *0*

Quantity of authorized shares: *22,318,163,533*

Quantity of shares made available to (recorded on the balance sheet) of the issuer: *0\**

*\* Item 1320 "Treasury stock" of the Balance Sheet specifies 1,779,140 thousand Russian rubles. This amount represents investments in the Energetik closed-end mutual hedge fund and equals actual expenses incurred in connection with the Company's share repurchase made by the mutual fund for the purpose of implementing the Program of Incentives for Managers of PJSC ROSSETI and Its Subsidiaries and Dependent Companies. The shares were acquired by the mutual fund in the course of the placement of additional shares in the Company in 2010.*

Quantity of additional shares which may be offered as a result of conversion of outstanding securities convertible into shares or performing obligations related to the issuer's options: *0*

Issues of this category (type) of shares:

| Date of State Registration | State Registration Number of the Issue           |
|----------------------------|--|
| July 29, 2008              | 1-01-55385-E                                     |
| May 6, 2010                | 1-01-55385-E-001D (added to the principal issue) |
| November 10, 2011          | 1-01-55385-E-002D (added to the principal issue) |
| December 3, 2012           | 1-01-55385-E-003D (added to the principal issue) |
| June 4, 2013               | 1-01-55385-E (added to the principal issue)      |
| October 27, 2015           | 1-01-55385-E (placement complete)                |

Rights of owners of these shares:

*Each ordinary share of the Company shall have the same par value and provide its holder with the same scope of rights.*

*In accordance with paragraph 5.2 of Article 5 of the Articles of Association of the Company, any holders of the Company's ordinary shares shall have the following rights:*

- *take part in the Company's General Meeting of Shareholders with a right to vote on all issues falling within its competence in person or by proxy;*
- *receive a portion of the net profit (dividends) to be distributed among shareholders in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association;*
- *receive some of the Company's property (liquidation value) in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association.*

Other information specified by the issuer at its discretion about the shares: *N/A*

Category of shares: *preference shares*

Type of shares:

Par value per share (rubles): *1*

Quantity of outstanding shares (quantity of shares which were neither redeemed nor canceled): *2,075,149,384*

Quantity of additional shares that can be placed or are in the process of being placed (quantity of shares of the additional issue that received state registration but, in relation to which, the additional issue report did not receive state registration or the notice of the additional issue results was not given if, in accordance with the Federal Law "On the Securities Market," the additional issue report is not subject to state registration): *0*

Quantity of authorized shares: *0*

Quantity of shares made available to (recorded on the balance sheet) of the issuer: *0*

Quantity of additional shares which may be offered as a result of conversion of outstanding securities convertible into shares or performing obligations related to the issuer's options: *0*

Issues of this category (type) of shares:

| Date of State Registration | State Registration Number of the Issue |
|----------------------------|--|
| July 29, 2008              | 2-01-55385-E                           |

Rights of owners of these shares:

*Each preference share of the Company shall have the same par value and provide its holder with the same scope of rights.*

*In accordance with paragraphs 5.3–5.7 of the Company's Articles of Association, preference share holders shall be entitled to a fixed annual dividend. The total amount to be paid as a dividend on each preference share shall be equal to ten (10) percent of the Company's net profit for the financial year divided by the number of shares constituting twenty-five (25) percent of the Company's authorized capital. If the amount of dividends payable by the Company on each ordinary share in a certain year exceeds the amount payable as a dividend on each preference share, the size of the dividend payable on the latter shall be increased to the size of the dividend payable on ordinary shares.*

Dividends shall be paid to preference share holders annually within the time periods specified in paragraph 8.5 of the Articles of Association and, additionally, on the date of dividend payment for ordinary shares if the size of the dividend on preference shares shall be increased to the size of the dividend payable on ordinary shares.

*The Company shall not be entitled to pay dividends on preference shares following a procedure different from the procedure provided for in these Articles of Association.*

*The Company shall not have the right to pay dividends on ordinary shares before it pays dividends on preference shares.*

*Preference share holders shall be entitled to attend General Meetings of Shareholders with a right to vote on all issues falling within its competence, starting from the meeting following the Annual General Meeting of Shareholders which, for any reason, does not decide to pay dividends or decides to pay partial dividends on preference shares. Preference share holders' right to attend General Meetings of Shareholders shall terminate from the date of the first full payment of dividends on such shares.*

*Preference share holders shall attend the Company's General Meeting of Shareholders with a right to vote on issues pertaining to the Company's reorganization and liquidation.*

*Preference share holders shall acquire a right to vote when the Company's General Meeting of Shareholders discusses amendments to the Company's Articles of Association restricting the rights of holders of preference shares of such type and providing holders of preference shares of other types with advantages in terms of dividend payment priority and/or liquidation value of shares. Any decision on such amendments shall be deemed adopted if supported by at least three-fourths of votes held by the voting share holders attending the General Meeting of Shareholders, except for the votes of preference share holders, and three-fourths of votes held by all preference share holders.*

*Preference share holders owning a certain type of preference share shall acquire a right to vote when the Company's General Meeting of Shareholders discusses an application for the delisting of such type of preference share. Any decision on such issues shall be deemed adopted if supported by at least three-fourths of votes held by the voting share holders attending the General Meeting of Shareholders, except for the votes of preference share holders owning such type of preference share, and three-fourths of votes held by all preference share holders owning such type of preference share.*

*In the event that the Company is liquidated, the Company's property remaining after the creditors' claims are met shall be used for payments in the following order of priority:*

*first, payments for shares which shall be bought back pursuant to Article 75 of the Federal Law “On Joint-Stock Companies”;*

*second, payment of accrued and unpaid dividends on preference shares and the liquidation value payable in relation to preference shares as specified in the Articles of Association of the Company;*

*third, distribution of the property among ordinary share holders and holders of all types of preference shares.*

Other information specified by the issuer at its discretion about the shares: *N/A*

### **9.3. Information Concerning the Previous Issues of Issue-Grade Securities of the Issuer Other than Shares**

#### **9.3.1. Information Concerning the Issues All of Whose Securities Were Redeemed**

Type of security: *bonds*

Form of security: *certificated bearer bonds*

Series: *01*

*inconvertible interest-bearing certificated bearer bonds, Series 01, subject to mandatory centralized custody.*

*Name of the registration agency(ies) that conducted the state registration of the issue (additional issue) of securities: Federal Financial Markets Service of the Russian Federation.*

State registration number of the issue: *4-01-55385-E*

State registration date of the issue: *May 13, 2010*

Registration agency that conducted the state registration of the issue: *Federal Financial Markets Service of the Russian Federation*

Additional issues of securities: *None*

Quantity of securities of the issue: *5,000,000*

Par value of each security of the issue, rubles: *1,000*

Total par value of the issue, rubles: *5,000,000,000*

Maturity (redemption date) of the issue of securities: *May 13, 2011*

Rationale for redeeming the issue of securities: *the issue of securities is held abortive*

Type of security: *bonds*

Form of security: *certificated bearer bonds*

Series: *02*

*inconvertible interest-bearing certificated bearer bonds, Series 02, subject to mandatory centralized custody.*

*Name of the registration agency(ies) that conducted the state registration of the issue (additional issue) of securities: Federal Financial Markets Service of the Russian Federation.*

State registration number of the issue: *4-02-55385-E*

State registration date of the issue: *May 13, 2010*

Registration agency that conducted the state registration of the issue: *Federal Financial Markets Service of the Russian Federation*

Additional issues of securities: *None*

Quantity of securities of the issue: *7,000,000*

Par value of each security of the issue, rubles: *1,000*

Total par value of the issue, rubles: *7,000,000,000*

Maturity (redemption date) of the issue of securities: *May 13, 2011*

Rationale for redeeming the issue of securities: *the issue of securities is held abortive*

#### **9.3.2. Information Concerning Issuances Securities from Which Are Outstanding**

Information on the total quantity and par value (if this type of security has a par value) of all of the issuer’s securities of each type, except for shares in relation to which the state registration of their issue(s) was conducted (an identification number was assigned if, in accordance with the Federal Law “On the Securities Market,” the issue(s) of securities is not subject to state registration) and which were not redeemed (can be placed, are being placed, were placed, and/or are outstanding).

Total quantity of the issuer’s bonds in relation to which the state registration of their issue(s) was conducted (an identification number was assigned if, in accordance with the Federal Law “On the Securities Market,” the issue(s) of securities is not subject to state registration) and which were not redeemed (can be placed, are being placed, were placed, and/or are outstanding): *100,000,000 bonds*

Total par value of the issuer’s bonds: *100,000,000,000 rubles*

#### **1. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-01, subject to mandatory centralized custody**

|   |   |
|---|---|
| Class, series (type) and other identification characteristics of securities | Type of security: <i>exchange-traded/commercial bonds</i><br>Form of security: <i>certificated bearer bonds</i><br>Series: <i>BO-01</i><br>Other identification characteristics of securities: <i>exchange-</i> |
|---|---|

|   |   |
|---|---|
|   | <i>traded inconvertible interest-bearing certificated bearer bonds, Series BO-01, subject to mandatory centralized custody</i>  |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <b>4B02-01-55385-E</b><br>Identification number date: <b>April 28, 2014</b>                 |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <b>MICEX Stock Exchange</b>  |
| Quantity of securities of the issue   | <b>5,000,000 securities</b>   |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <b>5,000,000,000 rubles</b>   |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <b>The placement is complete</b>  |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <b>Not applicable to this type of security</b>  |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <b>20</b>   |
| Maturity (redemption date) of the issue of securities   | <b>on the 3,640th day after the start date of the placement of exchange-traded bonds (June 9, 2025)</b>                         |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus   | <b><a href="http://www.rosseti.ru/investors/emission/exchange_bonds/">www.rosseti.ru/investors/emission/exchange_bonds/</a></b> |

**2. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-02, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <b>exchange-traded/commercial bonds</b><br>Form of security: <b>certificated bearer bonds</b><br>Series: <b>BO-02</b><br>Other identification characteristics of securities: <b>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-02, subject to mandatory centralized custody</b> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <b>4B02-02-55385-E</b><br>Identification number date: <b>April 28, 2014</b>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <b>MICEX Stock Exchange</b>   |
| Quantity of securities of the issue   | <b>5,000,000 securities</b>  |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <b>5,000,000,000 rubles</b>  |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <b>The placement is complete</b>   |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <b>Not applicable because bonds are not placed</b>   |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <b>20</b>  |
| Maturity (redemption date) of the issue of securities   | <b>on the 3,640th day after the start date of the placement of exchange-traded bonds</b>   |
| Webpage containing the text of the Decision on the  | <b><a href="http://www.rosseti.ru/investors/emission/exchange_bonds/">www.rosseti.ru/investors/emission/exchange_bonds/</a></b>  |



|  |  |
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| Securities Issue and the text of the Securities Prospectus |  |
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**3. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-03, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <i>exchange-traded/commercial bonds</i><br>Form of security: <i>certificated bearer bonds</i><br>Series: <i>BO-03</i><br>Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-03, subject to mandatory centralized custody</i> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <i>4B02-03-55385-E</i><br>Identification number date: <i>April 28, 2014</i>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <i>MICEX Stock Exchange</i>   |
| Quantity of securities of the issue   | <i>5,000,000 securities</i>  |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <i>5,000,000,000 rubles</i>  |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <i>The placement is complete</i>   |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <i>Not applicable because bonds are not placed</i>   |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <i>20</i>  |
| Maturity (redemption date) of the issue of securities   | <i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i>   |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus   | <i>www.rosseti.ru/investors/emission/exchange_bonds/</i>   |

**4. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-04, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <i>exchange-traded/commercial bonds</i><br>Form of security: <i>certificated bearer bonds</i><br>Series: <i>BO-04</i><br>Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-04, subject to mandatory centralized custody</i> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <i>4B02-04-55385-E</i><br>Identification number date: <i>April 28, 2014</i>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <i>MICEX Stock Exchange</i>   |
| Quantity of securities of the issue   | <i>10,000,000 securities</i>   |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <i>10,000,000,000 rubles</i>   |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <i>The placement is complete</i>   |

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| State registration date of the securities issue report (submission date of the notice of the securities issue results)                           | <i>Not applicable to this type of security</i>   |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds) | <i>20</i>  |
| Maturity (redemption date) of the issue of securities  | <i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i> |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus                                    | <i>www.rosseti.ru/investors/emission/exchange_bonds/</i>                                 |

**5. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-05, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <i>exchange-traded/commercial bonds</i><br>Form of security: <i>certificated bearer bonds</i><br>Series: <i>BO-05</i><br>Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-05, subject to mandatory centralized custody</i> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <i>4B02-05-55385-E</i><br>Identification number date: <i>April 28, 2014</i>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <i>MICEX Stock Exchange</i>   |
| Quantity of securities of the issue   | <i>10,000,000 securities</i>   |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <i>10,000,000,000 rubles</i>   |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <i>The placement is complete</i>   |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <i>Not applicable because bonds are not placed</i>   |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <i>20</i>  |
| Maturity (redemption date) of the issue of securities   | <i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i>   |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus   | <i>www.rosseti.ru/investors/emission/exchange_bonds/</i>   |

**6. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-06, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <i>exchange-traded/commercial bonds</i><br>Form of security: <i>certificated bearer bonds</i><br>Series: <i>BO-06</i><br>Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-06, subject to mandatory centralized custody</i> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number of the issue: <i>4B02-06-55385-E</i><br>Identification number date: <i>April 28, 2014</i>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the                                | Identification number assigned by: <i>MICEX Stock Exchange</i>   |

|  |   |
|--|---|
| securities issue is not subject to state registration)   |   |
| Quantity of securities of the issue  | <b>10,000,000 securities</b>  |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value    | <b>10,000,000,000 rubles</b>  |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)                | <b>The placement is complete</b>  |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)                           | <b>Not applicable because bonds are not placed</b>  |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds) | <b>60</b>   |
| Maturity (redemption date) of the issue of securities  | <b>on the 10,920th day after the start date of the placement of exchange-traded bonds</b> |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus                                    | <b>www.rosseti.ru/investors/emission/exchange_bonds/</b>                                  |

**7. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-07, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <b>exchange-traded/commercial bonds</b><br>Form of security: <b>certificated bearer bonds</b><br>Series: <b>BO-07</b><br>Other identification characteristics of securities: <b>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-07, subject to mandatory centralized custody</b> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <b>4B02-07-55385-E</b><br>Identification number date: <b>April 28, 2014</b>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <b>MICEX Stock Exchange</b>   |
| Quantity of securities of the issue   | <b>10,000,000 securities</b>   |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <b>10,000,000,000 rubles</b>   |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <b>The placement is pending</b>  |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <b>Not applicable because bonds are not placed</b>   |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <b>60</b>  |
| Maturity (redemption date) of the issue of securities   | <b>on the 10,920th day after the start date of the placement of exchange-traded bonds</b>  |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus   | <b>www.rosseti.ru/investors/emission/exchange_bonds/</b>   |

**8. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-08, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities | Type of security: <b>exchange-traded/commercial bonds</b><br>Form of security: <b>certificated bearer bonds</b><br>Series: <b>BO-08</b><br>Other identification characteristics of securities: <b>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-08, subject to mandatory centralized custody</b> |
| State registration number of the securities issue and its state             | Identification number of the issue: <b>4B02-08-55385-E</b>   |

|   |  |
|---|--|
| registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)   | Identification number date: <i>April 28, 2014</i>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <i>MICEX Stock Exchange</i>                           |
| Quantity of securities of the issue   | <i>15,000,000 securities</i>   |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <i>15,000,000,000 rubles</i>   |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <i>The placement is pending</i>  |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <i>Not applicable because bonds are not placed</i>                                       |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <i>20</i>  |
| Maturity (redemption date) of the issue of securities   | <i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i> |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus   | <i>www.rosseti.ru/investors/emission/exchange_bonds/</i>                                 |

**9. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-09, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <i>exchange-traded/commercial bonds</i><br>Form of security: <i>certificated bearer bonds</i><br>Series: <i>BO-09</i><br>Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-09, subject to mandatory centralized custody</i> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <i>4B02-09-55385-E</i><br>Identification number date: <i>April 28, 2014</i>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <i>MICEX Stock Exchange</i>   |
| Quantity of securities of the issue   | <i>15,000,000 securities</i>   |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <i>15,000,000,000 rubles</i>   |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <i>The placement is pending</i>  |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <i>Not applicable because bonds are not placed</i>   |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <i>40</i>  |
| Maturity (redemption date) of the issue of securities   | <i>on the 7,280th day after the start date of the placement of exchange-traded bonds</i>   |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus   | <i>www.rosseti.ru/investors/emission/exchange_bonds/</i>   |

**10. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-10, subject to mandatory centralized custody**

|   |  |
|---|--|
| Class, series (type) and other identification characteristics of securities   | Type of security: <i>exchange-traded/commercial bonds</i><br>Form of security: <i>certificated bearer bonds</i><br>Series: <i>BO-10</i><br>Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-10, subject to mandatory centralized custody</i> |
| State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)                         | Identification number of the issue: <i>4B02-10-55385-E</i><br>Identification number date: <i>April 28, 2014</i>  |
| Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration) | Identification number assigned by: <i>MICEX Stock Exchange</i>   |
| Quantity of securities of the issue   | <i>15,000,000 securities</i>   |
| Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value   | <i>15,000,000,000 rubles</i>   |
| Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)   | <i>The placement is pending</i>  |
| State registration date of the securities issue report (submission date of the notice of the securities issue results)  | <i>Not applicable because bonds are not placed</i>   |
| Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)  | <i>40</i>  |
| Maturity (redemption date) of the issue of securities   | <i>on the 7,280th day after the start date of the placement of exchange-traded bonds</i>   |
| Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus   | <i>www.rosseti.ru/investors/emission/exchange_bonds/</i>   |

#### **9.4. Information Concerning the Person(s) That Provided Collateral for Collateralized Bonds of the Issuer and Concerning Collateral for Collateralized Bonds of the Issuer**

*The issuer did not apply for registration of the prospectus for collateralized bonds; collateralized bonds were not admitted for regulated trading.*

#### **9.5. Information Concerning Entities Recording the Rights to the Issue-Grade Securities of the Issuer**

*The register of owners of the registered securities of the Issuer is maintained by the registrar.*

Registrar details

Full corporate name: *STATUS Registration Company Joint-Stock Company*

Short corporate name: *AO STATUS*

Location: *Russia, 109544, Moscow, ul. Novorogozhskaya, 32, str. 1*

INN (Taxpayer Identification Number): *7707179242*

OGRN (Principal State Registration Number): *1027700003924*

Details of the license to perform activities related to maintaining the register of securities owners

Number: *10-000-1-00304*

Issued on: *March 12, 2004*

Valid until:

*Issued for an indefinite term*

Issuing authority: *Federal Commission for the Securities Market of the Russian Federation*

The registrar has maintained the register of owners of the issuer's securities since: *July 1, 2008*

*Information about AO STATUS and transfer agents is posted on the Company's website in the section "Registrar Information" at <http://www.rosseti.ru/investors/information/>.*

If the issuer's certificated securities subject to mandatory centralized custody are outstanding, specify that this is the case and the following information concerning each depository responsible for mandatory centralized custody in relation to the issuer's securities subject to mandatory centralized custody:

***The Issuer has outstanding Series BO-01, Series BO-04, Series BO-05, and Series BO-06 exchange-traded bonds subject to mandatory centralized custody.***

Depository responsible for mandatory centralized custody:

Full corporate name: ***National Settlement Depository***

Short corporate name: ***NSD***

Location: ***Russia, 105066, Moscow, Spartakovskaya, 12***

Postal address: ***Russia, 105066, Moscow, Spartakovskaya, 12***

Telephone: ***(495) 956-27-90, (495) 956-27-91***

Fax: ***(495) 956-09-38***

E-mail: ***info@nsd.ru***

OGRN (Principal State Registration Number): ***1027739132563***

INN (Taxpayer Identification Number)/KPP (Taxpayer Registration Justification Code): ***7702165310/775001001***

License of the professional participant in the securities market for depository activities

Number: ***045-12042-000100***

Issued on: ***February 19, 2009***

Valid until:

***Issued for an indefinite term***

Issuing authority: ***Federal Financial Markets Service of the Russian Federation***

#### **9.6. Information Concerning Legislative Acts Governing Capital Import/Export Aspects Which May Affect Dividend, Interest and Other Payments to Non-residents**

Name and details of the legislative acts of the Russian Federation effective as of the approval date of the securities prospectus which govern capital import and export issues and may affect the payment of dividends on the issuer's shares to non-residents and, if the issuer has any other outstanding securities, the payment of interest and other amounts payable to non-residents holding such securities:

- ***Tax Code of the Russian Federation (Part One No. 146-FZ of July 31, 1998; Part Two No. 117-FZ of August 5, 2000).***
- ***Federal Law of the Russian Federation No. 208-FZ of December 26, 1995, "On Joint-Stock Companies."***
- ***Federal Law of the Russian Federation No. 173-FZ of December 10, 2003, "On Currency Regulation and Currency Control."***
- ***Federal Law of the Russian Federation No. 39-FZ of April 22, 1996, "On the Securities Market."***
- ***Federal Law of the Russian Federation No. 86-FZ of July 10, 2002, "On the Central Bank of the Russian Federation (Bank of Russia)."***
- ***Federal Law of the Russian Federation No. 115-FZ of August 7, 2001, "On Anti-Money Laundering and Combating the Financing of Terrorism."***
- ***Federal Law of the Russian Federation No. 160-FZ of July 9, 1999, "On Foreign Investment in the Russian Federation."***
- ***Federal Law of the Russian Federation No. 39-FZ of February 25, 1999, "On Investing Activities in the Russian Federation in the Form of Foreign Capital Investments."***
- ***Federal Law of the Russian Federation No. 57-FZ of April 29, 2008, "On the Procedure for Facilitating Foreign Investment in Legal Entities Having Strategic Importance for National Defense and State Security."***
- ***Federal Law of the Russian Federation No. 46-FZ of March 5, 1999, "On the Protection of Rights and Legitimate Interests of Investors in the Securities Market."***
- ***Decree of the President of the Russian Federation No. 1184 of June 10, 1994, "On the Improvement of Operation of the Banking System of the Russian Federation."***
- ***Decree of the President of the Russian Federation No. 1924 of November 17, 1993, "On Activities of Foreign Banks and Joint Banks with Nonresident Participation in the Russian Federation."***
- ***Regulation of the Central Bank of the Russian Federation No. 269-P of May 4, 2005, "On Bank Accounts Opened by the Bank of Russia for Nonresidents in the Currency of the Russian Federation and on Transactions Conducted Through Such Accounts."***
- ***International conventions of the Russian Federation on double taxation avoidance.***
- ***Instruction of the Bank of Russia No. 138-I of June 4, 2012, "On the Procedure for the Submission by Residents and Nonresidents of Documents and Information to Authorized Banks in Relation to Currency Operations, on the Procedure for Issuing Transaction Certificates, and on the Procedure for Accounting for and Supervising Currency Operations by Authorized Banks."***
- ***Other legislative acts of the Russian Federation.***

## 9.7. Information Concerning Declared (Accrued) and Paid Dividends on the Issuer's Shares and Yield on the Issuer's Bonds

### 9.7.1. Information Concerning Declared and Paid Dividends on the Issuer's Shares

Information concerning declared and/or paid dividends on the issuer's shares for the five most recently closed reporting years for each category (type) of the issuer's shares:

Dividend period: **2010**

***The Annual General Meeting of Shareholders decided (the Minutes of June 24, 2011) to pay no dividends on the Company's ordinary shares based on performance results in 2010.***

| Indicator Description  | Indicator Value for the Relevant Reporting Periods  |
|--|---|
| Category of shares, type of preference shares  | <b><i>Preference shares</i></b>   |
| Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of the meeting of the issuer's management body that approved such decision | <b><i>Annual General Meeting of Shareholders of JSC IDGC Holding; June 22, 2011 (the Minutes of June 24, 2011)</i></b>  |
| Amount of declared dividends on a per share basis, rubles  | <b><i>0.05</i></b>  |
| Total amount of declared dividends on all shares of this category (type), rubles   | <b><i>103,757,469.2</i></b>   |
| Date for determining the persons entitled to dividends   | <b><i>May 17, 2011</i></b>  |
| Reporting period (year, quarter) for which the payment of declared dividends is (was) made   | <b><i>2010, year</i></b>  |
| Payment period (date) for declared dividends   | <b><i>Dividends are paid within 60 days after the decision to pay such dividends is adopted.</i></b>  |
| Payment method for declared dividends (cash, other property)   | <b><i>Cash</i></b>  |
| Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)  | <b><i>Profit based on performance results in 2010</i></b>   |
| Declared dividends as a percentage of the reporting year's net profit, %   | <b><i>0.21</i></b>  |
| Total amount of paid dividends on shares of this category (type), rubles   | <b><i>100,141,741.05</i></b>  |
| Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), %  | <b><i>96.52</i></b>   |
| If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends   | <b><i>Declared dividends on the issuer's shares are partly paid. Dividends based on performance results in 2010 were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate and complete details as necessary for dividend payment. In accordance with the version of Article 42 of the Federal Law "On Joint-Stock Companies" in effect at the time of this decision, any person failing to receive declared dividends shall have the right to submit a request to pay such dividends within three years after the expiration of the dividend payment period. Upon the expiration of such period, the declared dividends that have not been claimed shall be restored as part of the Company's undistributed profit, and the obligation to pay such dividends shall terminate. The Company ordered that the payment of dividends based on performance results in 2010 be terminated on September 12, 2014. Unclaimed dividends of 3,614,214.15 rubles were restored as part of the Company's undistributed profit.</i></b> |
| Other information specified by the issuer at its discretion about declared and/or paid dividends   | <b><i>N/A</i></b>   |

Dividend period: **2011**

***The Annual General Meeting of Shareholders decided (the Minutes of July 4, 2012) to pay no dividends on the Company's ordinary shares based on performance results in 2011.***

| Indicator Description | Indicator Value for the Relevant Reporting Period |
|-----------------------|---|
|-----------------------|---|

|  |   |
|--|---|
| Category of shares, type of preference shares  | <i>Preference shares</i>  |
| Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of the meeting of the issuer's management body that approved such decision | <i>Annual General Meeting of Shareholders of JSC IDGC Holding; June 30, 2012 (the Minutes of July 4, 2012)</i>  |
| Amount of declared dividends on a per share basis, rubles  | <i>0.07</i>   |
| Total amount of declared dividends on all shares of this category (type), rubles   | <i>145,260,456.88</i>   |
| Date for determining the persons entitled to dividends   | <i>May 25, 2012</i>   |
| Reporting period (year, quarter) for which the payment of declared dividends is (was) made   | <i>2011, year</i>   |
| Payment period (date) for declared dividends   | <i>Dividends are paid within 60 days after the decision to pay such dividends is adopted.</i>   |
| Payment method for declared dividends (cash, other property)   | <i>Cash</i>   |
| Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)  | <i>Undistributed profits of previous years. Declared dividends as a percentage of undistributed net profits of previous years, %: 0.1</i>   |
| Declared dividends as a percentage of the reporting year's net profit, %   | <i>0</i>  |
| Total amount of paid dividends on shares of this category (type), rubles   | <i>139,879,386.23</i>   |
| Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), %  | <i>96.3</i>   |
| If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends   | <i>Dividends based on performance results in 2011 were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate and complete details as necessary for dividend payment.</i>   |
| Other information specified by the issuer at its discretion about declared and/or paid dividends   | <i>The Annual General Meeting of Shareholders decided (the Minutes of July 4, 2012) as follows:<br/>1. Dividends on the Company's preference and ordinary shares based on performance results in 2011 shall not be paid.<br/>2. Dividends on the Company's preference shares shall be paid out of undistributed profits of prior years in the amount of 0.07 ruble per preference share in the Company within 60 days after the decision to pay such dividends is adopted.<br/>Dividends on preference shares in JSC IDGC Holding are paid in cash.</i> |

Dividend period: 2012

*The Annual General Meeting of Shareholders decided to pay no dividends on the Company's ordinary shares out of the Company's net profit based on performance results in 2012.*

| Indicator Description  | Indicator Value for the Relevant Reporting Period  |
|--|--|
| Category of shares, type of preference shares  | <i>Preference shares</i>   |
| Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of the meeting of the issuer's management body that approved such decision | <i>Annual General Meeting of Shareholders; June 28, 2013 (the Minutes of July 1, 2013)</i>   |
| Amount of declared dividends on a per share basis, rubles  | <i>0.08</i>  |
| Total amount of declared dividends on all shares of this category (type), rubles   | <i>166,011,950.72</i>  |
| Date for determining the persons entitled to dividends   | <i>May 23, 2013</i>  |
| Reporting period (year, quarter) for which the payment of declared dividends is (was) made   | <i>2012, year</i>  |
| Payment period (date) for declared dividends   | <i>Dividends are paid within 60 days after the decision to pay such dividends is adopted.</i>  |
| Payment method for declared dividends (cash, other property)   | <i>Cash</i>  |
| Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)  | <i>Undistributed profits of previous years. Declared dividends as a percentage of undistributed net profits of previous years, %: 0.23</i> |
| Declared dividends as a percentage of the reporting year's net   | <i>0</i>   |



|   |  |
|---|--|
| profit, %   |  |
| Total amount of paid dividends on shares of this category (type), rubles                                      | <b>159,906,875.79</b>  |
| Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), % | <b>96.2</b>  |
| If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends          | <i>Dividends based on performance results in 2012 were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate and complete details as necessary for dividend payment.</i>  |
| Other information specified by the issuer at its discretion about declared and/or paid dividends              | <i>The Annual General Meeting of Shareholders decided (the Minutes of July 1, 2013) as follows:<br/>1. Dividends on the Company's preference and ordinary shares based on performance results in 2012 shall not be paid.<br/>2. Dividends on the Company's preference shares shall be paid out of undistributed profits of prior years in the amount of 0.08 ruble per preference share in the Company within 60 days after the decision to pay such dividends is adopted.<br/>Dividends on preference shares in JSC ROSSETI are paid in cash.</i> |

Dividend period: **2013**  
*It was not decided to pay dividends.*

Dividend period: **2014**  
*It was not decided to pay dividends.*

Dividend period: **2015**  
*It was not decided to pay dividends.*

Dividend period: **2016**

| Indicator Description  | Indicator Value for the Relevant Reporting Period   |
|--|---|
| Category of shares, type of preference shares  | <b>Preference shares</b>  |
| Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of the meeting of the issuer's management body that approved such decision | <b>Annual General Meeting of Shareholders; June 30, 2016 (the Minutes of July 5, 2016)</b>  |
| Amount of declared dividends on a per share basis, rubles  | <b>0.07452614</b>   |
| Total amount of declared dividends on all shares of this category (type), rubles   | <b>154,652,853.55</b>   |
| Date for determining the persons entitled to dividends   | <b>July 19, 2016</b>  |
| Reporting period (year, quarter) for which the payment of declared dividends is (was) made   | <b>2016, 3 months</b>   |
| Payment period (date) for declared dividends   | <i>The dividend payment period is at most 10 business days for a nominee holder and an asset manager that is a professional securities market participant and 25 business days for other shareholders registered on the register after the date of the list of the persons entitled to dividends.</i> |
| Payment method for declared dividends (cash, other property)   | <b>Cash</b>   |
| Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)  | <b>The Company's net profit for the 1st quarter of 2016</b>   |
| Declared dividends as a percentage of the reporting year's net profit, %   | <b>0.42</b>   |
| Total amount of paid dividends on shares of this category (type), rubles   | <b>148,246,386.86</b>   |
| Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), %  | <b>95.9</b>   |
| If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends   | <i>Dividends were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate address and bank</i>   |

|  |  |
|--|--|
|  | <i>details as necessary for dividend payment.</i>  |
| Other information specified by the issuer at its discretion about declared and/or paid dividends | <i>The amount of accrued dividends for one shareholder of PJSC ROSSETI shall be rounded up or down to the nearest whole kopeck. The rounded amount shall be calculated according to mathematical rounding rules.</i> |

| Indicator Description  | Indicator Value for the Relevant Reporting Period   |
|--|---|
| Category of shares, type of preference shares  | <i>Ordinary shares</i>  |
| Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of the meeting of the issuer's management body that approved such decision | <i>Annual General Meeting of Shareholders; June 30, 2016 (the Minutes of July 5, 2016)</i>  |
| Amount of declared dividends on a per share basis, rubles  | <i>0.00831813</i>   |
| Total amount of declared dividends on all shares of this category (type), rubles   | <i>1,630,316,703.16</i>   |
| Date for determining the persons entitled to dividends   | <i>July 19, 2016</i>  |
| Reporting period (year, quarter) for which the payment of declared dividends is (was) made   | <i>2016, 3 months</i>   |
| Payment period (date) for declared dividends   | <i>The dividend payment period is at most 10 business days for a nominee holder and an asset manager that is a professional securities market participant and 25 business days for other shareholders registered on the register after the date of the list of the persons entitled to dividends.</i> |
| Payment method for declared dividends (cash, other property)   | <i>Cash</i>   |
| Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)  | <i>The Company's net profit for the 1st quarter of 2016</i>   |
| Declared dividends as a percentage of the reporting year's net profit, %   | <i>4.42</i>   |
| Total amount of paid dividends on shares of this category (type), rubles   | <i>1,628,418,073.30</i>   |
| Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), %  | <i>99.9</i>   |
| If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends   | <i>Dividends were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate address and bank details as necessary for dividend payment.</i>  |
| Other information specified by the issuer at its discretion about declared and/or paid dividends   | <i>The amount of accrued dividends for one shareholder of PJSC ROSSETI shall be rounded up or down to the nearest whole kopeck. The rounded amount shall be calculated according to mathematical rounding rules.</i>  |

### 9.7.2. Information Concerning Accrued and Paid Yields on the Issuer's Bonds

Information concerning each issue of bonds the yield on which was paid for the five most recently closed reporting years or, if the issuer has operated for less than five years, for each closed reporting year and over the period from the first date of the current year to the last date of the reporting quarter.

Type of security: *exchange-traded bonds*

Form of security: *certificated bearer bonds*

Series: *BO-01*

*Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-01, subject to mandatory centralized custody*

Identification number of the issue: *4B02-01-55385-E*

Identification number date: *April 28, 2014*

Identification number assigned by: *MICEX Stock Exchange*

Quantity of securities of the issue: *5,000,000*

Par value of each bond, rubles: *1,000*

Total par value of the securities issue, rubles: *5,000,000,000*

| General information about income from bonds of the issue:<br><b>Indicator Description</b>  | <b>Indicator Value for the Relevant Reporting Periods</b> |   |
|--|---|---|
|  | Coupon income for the 1st coupon period                   | Coupon income for the 2nd coupon period |
| Type of income paid with respect to bonds of the issue (par value, interest (coupon), other)   | Coupon income for the 1st coupon period                   | Coupon income for the 2nd coupon period |
| Amount of income payable with respect to bonds of the issue in money terms for one bond of the issue, rubles/foreign currency                              | 59.34 rubles  | 59.34 rubles                            |
| Amount of income payable with respect to bonds of the issue in money terms for all bonds of the issue, rubles/foreign currency                             | 296,700,000 rubles  | 296,700,000 rubles                      |
| Deadline (date) for payment of income from bonds of the issue  | December 21, 2015   | June 20, 2016                           |
| Method of payment of income from bonds of the issue (cash or other property)   | Cash  | Cash                                    |
| Total amount of income paid with respect to all bonds of the issue, rubles/foreign currency  | 296,700,000 rubles  | 296,700,000 rubles                      |
| Share of paid income from bonds of the issue in the total amount of income payable with respect to bonds of the issue, %                                   | 100%  | 100%                                    |
| Reasons for the failure to pay income from bonds of the issue if income payable with respect to bonds of the issue fails to be paid or is not paid in full | Coupon income was paid in full                            | Coupon income was paid in full          |
| Other information specified by the issuer at its discretion about income from bonds of the issue   | None  | None                                    |

Type of security: *exchange-traded bonds*

Form of security: *certificated bearer bonds*

Series: *BO-04*

*Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-04, subject to mandatory centralized custody*

Identification number of the issue: *4B02-04-55385-E*

Identification number date: *April 28, 2014*

Identification number assigned by: *MICEX Stock Exchange*

Quantity of securities of the issue: *10,000,000*

Par value of each bond, rubles: *1,000*

Total par value of the securities issue, rubles: *10,000,000,000*

| General information about income from bonds of the issue:<br><b>Indicator Description</b>                                      | <b>Indicator Value for the Relevant Reporting Periods</b> |   |
|--|---|---|
|  | Coupon income for the 1st coupon period                   | Coupon income for the 2nd coupon period |
| Type of income paid with respect to bonds of the issue (par value, interest (coupon), other)                                   | Coupon income for the 1st coupon period                   | Coupon income for the 2nd coupon period |
| Amount of income payable with respect to bonds of the issue in money terms for one bond of the issue, rubles/foreign currency  | 59.09 rubles  | 59.09 rubles                            |
| Amount of income payable with respect to bonds of the issue in money terms for all bonds of the issue, rubles/foreign currency | 590,900,000 rubles  | 590,900,000 rubles                      |

|  |                                |                                |
|--|--------------------------------|--------------------------------|
| Deadline (date) for payment of income from bonds of the issue  | December 7, 2015               | June 6, 2016                   |
| Method of payment of income from bonds of the issue (cash or other property)   | Cash                           | Cash                           |
| Total amount of income paid with respect to all bonds of the issue, rubles/foreign currency  | 590,900,000 rubles             | 590,900,000 rubles             |
| Share of paid income from bonds of the issue in the total amount of income payable with respect to bonds of the issue, %                                   | 100%                           | 100%                           |
| Reasons for the failure to pay income from bonds of the issue if income payable with respect to bonds of the issue fails to be paid or is not paid in full | Coupon income was paid in full | Coupon income was paid in full |
| Other information specified by the issuer at its discretion about income from bonds of the issue   | None                           | None                           |

Type of security: *exchange-traded bonds*

Form of security: *certificated bearer bonds*

Series: *BO-05*

*Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-05, subject to mandatory centralized custody*

Identification number of the issue: *4B02-05-55385-E*

Identification number date: *April 28, 2014*

Identification number assigned by: *MICEX Stock Exchange*

Quantity of securities of the issue: *10,000,000*

Par value of each bond, rubles: *1,000*

Total par value of the securities issue, rubles: *10,000,000,000*

| General information about income from bonds of the issue:<br><b>Indicator Description</b>                                      | <b>Indicator Value for the Relevant Reporting Periods</b> |
|--|---|
| Type of income paid with respect to bonds of the issue (par value, interest (coupon), other)                                   | Coupon income for the 1st coupon period                   |
| Amount of income payable with respect to bonds of the issue in money terms for one bond of the issue, rubles/foreign currency  | 56.10 rubles  |
| Amount of income payable with respect to bonds of the issue in money terms for all bonds of the issue, rubles/foreign currency | 561,000,000 rubles  |
| Deadline (date) for payment of income from bonds of the issue  | May 27, 2016  |
| Method of payment of income from bonds of the issue (cash or other property)   | Cash  |
| Total amount of income paid with respect to all bonds of the issue, rubles/foreign currency                                    | 561,000,000 rubles  |
| Share of paid income from bonds of the issue in the total amount of income payable with respect to bonds of the issue, %       | 100%  |
| Reasons for the failure to pay income from bonds of the issue if income payable with   | Coupon income was paid in full                            |

|  |      |
|--|------|
| respect to bonds of the issue fails to be paid or is not paid in full                            |      |
| Other information specified by the issuer at its discretion about income from bonds of the issue | None |

Type of security: *exchange-traded bonds*

Form of security: *certificated bearer bonds*

Series: *BO-06*

*Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-06, subject to mandatory centralized custody*

Identification number of the issue: *4B02-06-55385-E*

Identification number date: *April 28, 2014*

Identification number assigned by: *MICEX Stock Exchange*

Quantity of securities of the issue: *10,000,000*

Par value of each bond, rubles: *1,000*

Total par value of the securities issue, rubles: *10,000,000,000*

| General information about income from bonds of the issue:<br><b>Indicator Description</b>  | <b>Indicator Value for the Relevant Reporting Periods</b> |
|--|---|
| Type of income paid with respect to bonds of the issue (par value, interest (coupon), other)   | Coupon income for the 1st coupon period                   |
| Amount of income payable with respect to bonds of the issue in money terms for one bond of the issue, rubles/foreign currency                              | 51.31 rubles  |
| Amount of income payable with respect to bonds of the issue in money terms for all bonds of the issue, rubles/foreign currency                             | 307,860,000 rubles  |
| Deadline (date) for payment of income from bonds of the issue  | June 7, 2016  |
| Method of payment of income from bonds of the issue (cash or other property)   | Cash  |
| Total amount of income paid with respect to all bonds of the issue, rubles/foreign currency  | 307,860,000 rubles  |
| Share of paid income from bonds of the issue in the total amount of income payable with respect to bonds of the issue, %                                   | 100%  |
| Reasons for the failure to pay income from bonds of the issue if income payable with respect to bonds of the issue fails to be paid or is not paid in full | Coupon income was paid in full                            |
| Other information specified by the issuer at its discretion about income from bonds of the issue   | None  |

## 9.8. Other Information

N/A