

Corporate action statement

Information on the stages of the issuer's securities issue

"On authorizing the resolution on issue (additional issue) of securities"

(disclosure of insider information)

1. General information	
1.1 Full company name of the issuer	Public Joint Stock Company "Interregional Distribution Grid Company of the South"
1.2 Short company name of the issuer	"IDGC of the South" PJSC
1.3 Location of the issuer	Rostov-on-Don, Russian Federation
1.4 PSRN of the issuer	1076164009096
1.5 TIN of the issuer	6164266561
1.6 Unique issuer's code assigned by the registration authority	34956-E
1.7 Internet website address used by the issuer for information disclosure	http://www.mrsk-yuga.ru; http://www.e-disclosure.ru/portal/company.aspx?id=11999
2.Statement content	
2.1.Governing body of the issuer which approved the decision on issue (additional issue) of securities, and method of decision-making (specify the type of general meeting (annual or extraordinary) if the governing body of the issuer which adopted the decision to approve the issue (additional issue) of securities is the general meeting of members (shareholders) of the issuer, and the form of voting (in presentia and/or absentee voting): the Board of Directors of IDGC of the South PJSC, absentee voting	
2.2. Date and location of the meeting of the authorized governing body of the issuer, where the decision to approve the issue (additional issue) of securities was made: 27 April 2017; 49 Bolshaya Sadovaya str., 344002, Rostov-on-Don, Russian Federation.	

2.3. Date and number of minutes of the meeting of the authorized governing body of the issuer, where the decision to approve the issue (additional issue) of securities was made: **2 May 2017, No.229/2017.**

2.4. Quorum on approval of decision on the issue (additional issue) of securities and the voting results:

10 out of 11 members took part in the meeting.

The quorum was present.

Voting results:

“FOR”: 6 members of the BoD: Arkhipov S.A., Gvozdev D.B., Kolyada A.S., Ebzhev B.B., Panstyanov Yu.N., Fadeev A.N.

“AGAINST”: 4 members of the BoD: Dudchenko V.V., Spirin D.A., Filkin R.A., Shevchuk A.V.

“ABSTAINED”: 0 votes

The resolution was adopted

2.5. Kind, category (type), series and other identification features of securities: **ordinary registered uncertified shares; International Securities Identification Number RU000A0JPPG8.**

2.6. Terms of securities placement defined by the decision on their placement:

To increase the Company’s authorized capital by placing additional ordinary registered uncertified shares in amount of 13 015 185 446 (thirteen billion fifteen million one hundred eighty five thousand four hundred forty six) ordinary registered uncertified shares with par value of 10 (ten) kopecks each for the total sum of 1 301 518 544 (one billion three hundred one million five hundred eighteen thousand five hundred forty four) rubles, on the following conditions:

- offering – public subscription;

- price (including those from the list of persons with pre-emption right to acquire the additional shares) of one ordinary registered uncertified share amounts to 10 (ten) kopeks;

- method of payment for additional shares – in monetary terms in rubles of Russian Federation in cashless form.

2.7. The fact of providing to shareholders or (and) other persons/entities with preemptive right to purchase the shares: **According to article 40 of Federal law “On joint stock companies” the issuer’s shareholders have a preemptive right to purchase additional shares of the Issuer in the amount proportional to the amount shares held by the shareholder.**

2.8. If the issue (additional issue) of securities is subject to state registration and securities admitted to organized trades are placed by open subscription with their payment by money or securities admitted to organized trades, information on the intention of the issuer to submit to the registering authority after the completion of the securities placement a report on the issue (additional issue) of securities or a notice on the issue (additional issue) of securities: **the document that contains the actual results of placement of securities that the issuer shall submit to the registration authority after the completion of securities placement is notification on the results of additional issue of securities.**

2.9. In the event that during the issue of securities it is expected to register (submission to the exchange) a securities prospectus, information about this circumstance should be specified: **during the issue of securities, a prospectus is expected to be registered.**

3. Signature

3.1 Head of Department – Corporate Secretary (by _____Pavlova Ye.N.
proxy No.215-16 dd 30.12.2016) (signature)

3.2 Date: 2 May 2017