

## QUARTERLY REPORT

Interregional Distribution Grid Company of the South,  
Joint Stock Company  
Issuer's Code: 3 4 9 5 6 - E

for quarter II, 2012

Location: 49 Bolshaya Sadovaya St., Rostov-on-Don, Russian Federation, 344002

Information contained in this quarterly report is subject to disclosure in accordance with the legislation of the Russian Federation on securities

Acting CEO of "IDGC of the South", JSC

Date: August 13, 2012

\_\_\_\_\_ Kuzhilin

A.V. signature

Chief Accountant of "IDGC of the South", JSC

Date: August 13, 2012

\_\_\_\_\_ Savin G. G.

signature

Contact person: Kuznetsova Larisa Nikolaevna, Deputy Head of Section for Corporate Management and Reforming of "IDGC of the South" JSC

phone: (861) 279 85 54

Fax: (861) 279 85 54

E-mail: kuznecovaln@mrsk-yuga.ru

Internet website used by the issuer for the information disclosure: <http://www.mrsk-yuga.ru>

## Introduction

Basis for the Issuer's obligations to disclose information in the form of quarterly report:

The Issuer had the securities Prospectus registered;

State registration of the Issuer's securities issue (additional issue) was made along with the security Prospectus registration; therewith, such securities were placed by open subscription or by closed subscription in a group of persons not exceeding 500.

Full company name of the Issuer in Russian: **Открытоеакционерноеобщество "МежрегиональнаяраспределительнаясетеваякомпанияЮга"**, in English: **"Interregional Distribution Grid Company of the South", Open Joint Stock Company.**

Short company name of the Issuer in Russian: **ОАО "МРСКЮга"**, in English: **"IDGC of the South", JSC.**

The report contains additional information to be disclosed according to requirements of Regulations on Information Policy of Open Joint Stock Company "Interregional Distribution Grid Company of the South" approved by decision of Board of Directors of "IDGC of the South", JSC on 30.08.2007 (Minutes No.2/2007 dated 03.09.2007).

Complete text of Regulations on Information Policy of Open Joint Stock Company "Interregional Distribution Grid Company" can be reviewed at the Internet corporate website of "IDGC of the South", JSC at: <http://en.mrsk-yuga.ru/management/regulations/>

This quarterly report contains the estimates and forecasts of the authorized management authorities of the Issuer concerning future events and/or actions, prospects of development of the economy sector in which the Issuer carries out the ordinary activity, and results of the Issuer's activity, including plans of the Issuer, probability of occurrence of certain events and fulfillment of certain actions. Investors should not fully rely on estimates and forecasts of management authorities of the Issuer as actual results of the Issuer's activity in future can differ from those predicted for many reasons. Acquisition of securities by the Issuer is connected with risks described in the present quarterly report.

**I. Brief Data on the Persons Forming Management Authorities of the Issuer, Data on Bank Accounts, Auditor, Appraiser and Financial Adviser of the Issuer, as well as on Other Individuals Who Signed the Quarterly Report**

**1.1. Persons Forming Management Authorities of the Issuer**

List of Board of Directors of the Issuer:

Surname, first name, patronymic	Year of birth
Arkhipov Sergey Aleksandrovich	1967
Branis Aleksandr Markovich	1977
Demidov Aleksey Vladimirovich	1976
Mazo Leonid Vladimirovich	1977
Likhov Khasan Mushtafaevich	1983
Mekhanoshin Boris Iosifovich	1950
Pankov Dmitry Leonidovich	1971
Sannikov Aleksey Valerievich	1965
Filkin Roman Alekseevich	1983
Shevchyuk Aleksandr Viktorovich	1983
Shevchenko Taras Vyacheslavovich	1973
Yurchyuk Sergey Evgenievich	1966

Sole Executive Body of the Issuer

Surname, first name, patronymic	Year of birth
Arkhipov Sergey Aleksandrovich	1967

The Structure of the Issuer's Collegiate Executive Body

Surname, first name, patronymic	Year of birth
Arkhipov Sergey Aleksandrovich (chairperson)	1967
Akilin Pavel Evgenievich	1975
Alaev Timur Ulyumdzhievich	1971
Vashkevich Vladimir Frantishkovich	1972
Vosmirko Aleksandr Vladimirovich	1959

Goncharov Pavel Viktorovich	1966
Ivanov Vitaliy Valerievich	1970
Karpenko Vadim Vladimirovich	1959
Kuzhilin Aleksandr Vladimirovich	1969
Kalenyuk Yegor Vladimirovich	1970
Samarchenko Olga Petrovna	1960

## 1.2. Data on Bank Accounts of the Issuer

### Data on Credit Organization

Full company name of the credit institution: Joint Stock Company “Alfa-Bank”, “Rostov” branch

Short company name of the credit institution: “Rostov” branch of “ALFA-BANK”, JSC

Location: 33 Voroshilovsky prospect, Rostov-on-Don, 344002

TIN: **7728168971**

RCBIC: **046015207**

Number of the bank account: **40 702 810 100 180 001 123**

Correspondent account number: **30 101 810 500 000 000 207**

Type of the bank account: **settlement account**

### Data on Credit Organization

Full company name of the credit institution: North-Caucasus bank of Sberbank of Russia, Joint Stock Company, “Kalmytskoe” bank branch **No.8579 of SB of RF**

Short company name of the credit institution: “Kalmytskoe” bank branch No.8579 of Sberbank of Russia Elista

Location: 29-A Alyokhins Br. st, Elista, Republic of Kalmykia

TIN: **7707083893**

RCBIC: **040707644**

Number of the bank account: **40 702 810 260 300 102 037**

Correspondent account number: **30101810100000000644**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **North-Caucasus bank of Sberbank of Russia, Joint Stock Company, “Kalmytskoe” bank branch No.8579 of SB of RF**

Short company name of the credit institution: “Kalmytskoe” bank branch No.8579 of Sberbank of Russia Elista

Location: 29-A Alyokhins Br. st, Elista, Republic of Kalmykia

TIN: **7707083893**

RCBIC: **040707644**

Number of the bank account: **40 702 810 360 300 102 034**

Correspondent account number: **30101810100000000644**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **North-Caucasus bank of Sberbank of Russia, Joint Stock Company, “Kalmytskoe” bank branch No.8579 of SB of RF**

Short company name of the credit institution: “Kalmytskoe” bank branch No.8579 of Sberbank of Russia Elista

Location: 29-A Alyokhins Br. st, Elista, Republic of Kalmykia

TIN: **7707083893**

RCBIC: **040707644**

Number of the bank account: **40 702 810 060 300 102 033**

Correspondent account number: **30101810100000000644**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **“Povolzhskiy” bank of Sberbank of Russia, Joint Stock Company, “Uryupinskoe” bank branch No.8579 of SB of RF**

Short company name of the credit institution: “Uryupinskoe” bank branch No. 4012 of Sberbank of Russia

Location: **1-a L. Chaikina str.**, Uryupinsk, Volgograd region, 403110

TIN: **7707083893**

RCBIC: **041806647**

Number of the bank account: **40 702 810 711 100 100 886**

Correspondent account number: **30101810100000000647**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **Branch of Gazprombank Joint Stock Company, Volgograd**

Short company name of the credit institution: **Branch of GPB, JSC, Volgograd**

Location: **34-A Kozlovskaya st, Volgograd, 400074**

TIN: **7744001497**

RCBIC: **041806779**

Number of the bank account: **40 702 810 500 100 301 311**

Correspondent account number: **30101810900000000779**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **Branch of Gazprombank Joint Stock Company, Volgograd**

Short company name of the credit institution: **Branch of GPB, JSC, Volgograd**

Location: **34-A Kozlovskaya st, Volgograd, 400074**

TIN: **7744001497**

RCBIC: **041806779**

Number of the bank account: **40 702 810 800 100 001 311**

Correspondent account number: **30101810900000000779**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **“Kubanskiy” branch of “Raiffeisenbank” (Closed Joint Stock Company)**

Short company name: **“Kubanskiy” branch of “Raiffeisenbank” CJSC**

Location: **311 Severnaya str., Krasnodar, 350015**

TIN: **7744000302**

RCBIC: **040349556**

Number of the bank account: **40 702 810 126 100 411 402**

Correspondent account number: **30101810900000000556**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **South-western bank of Sberbank of Russia, Joint Stock Company, "Krasnodar" bank branch No.8619 of SB of RF**

Short company name: **Krasnodar** bank branch No.8619, additional office No.**8619/0134 of Sberbank of RF**

Location: **23 Rashpilevskaya** str., Krasnodar, 350000

TIN: **7707083893**

RCBIC: **040349602**

Number of the bank account: **40 702 810 130 000 101 073**

Correspondent account number: **30101810100000000602**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **Southwestern bank of Sberbank of Russia, Joint Stock Company, Rostov-on-Don**

Short company name of the credit institution: **SWB of Sberbank of Russia, Rostov-on-Don**

Location: **116 Pushkinskaya** str., Rostov-on-Don, 344006

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40 702 810 952 000 000 006**

Correspondent account number: **30101810600000000602**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **Southwestern bank of Sberbank of Russia, Joint Stock Company, Rostov-on-Don**

Short company name of the credit institution: **SWB of Sberbank of**

**Russia, Rostov-on-Don**

Location: **116 Pushkinskaya str.**, Rostov-on-Don, 344006

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40 702 810 552 000 000 008**

Correspondent account number: **30101810600000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **Southwestern bank** of Sberbank of Russia, Joint Stock Company, Rostov-on-Don

Short company name of the credit institution: **SWB of Sberbank of Russia, Rostov-on-Don**

Location: **116 Pushkinskaya st**, Rostov-on-Don, 344006

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40 702 810 252 000 000 007**

Correspondent account number: **30101810600000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **Southwestern bank** of Sberbank of

Russia, Joint Stock Company, Rostov-on-Don

Short company name of the credit institution: **SWB of Sberbank of Russia, Rostov-on-Don**

Location: **116 Pushkinskaya st**, Rostov-on-Don, 344006

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40 702 810 852 000 000 009**

Correspondent account number: **30101810600000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **Southwestern bank** of Sberbank of Russia, Joint Stock Company, Rostov-on-Don

Short company name of the credit institution: **SWB of Sberbank of Russia, Rostov-on-Don**

Location: **116 Pushkinskaya** st, Rostov-on-Don, 344006

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40 702 810 252 000 000 010**

Correspondent account number: **30101810600000000602**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **Southwestern bank** of Sberbank of Russia, Joint Stock Company, Rostov-on-Don

Short company name of the credit institution: **SWB of Sberbank of Russia, Rostov-on-Don**

Location: **116 Pushkinskaya** st, Rostov-on-Don, 344006

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40 702 810 852 000 000 012**

Correspondent account number: **30101810600000000602**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **Southwestern bank** of Sberbank of Russia, Joint Stock Company, Rostov-on-Don

Short company name of the credit institution: **SWB of Sberbank of Russia, Rostov-on-Don**

Location: **116 Pushkinskaya** st, Rostov-on-Don, 344006

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40 702 810 552 000 000 011**

Correspondent account number: **30101810600000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **“Alfa-Bank”, Joint Stock Company, “Rostovskiy” branch, “Krasnodarskiy” operational office**

Short company name of the credit institution: **“Krasnodarskiy” OO of “Rostovskiy” branch of JSC “Alfa-Bank”**

Location: **124 Krasnaya st, Krasnodar, 350000**

TIN: **7728168971**

RCBIC: **040349570**

Number of the bank account: **40 702 810 926 200 001 153**

Correspondent account number: **30101810300000000570**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **“Rostovskiy” branch of “Alfa-Bank”, Open Joint Stock Company,**

Short company name of the credit institution: **“Rostovskiy” branch of “Alfa-Bank” JSC**

Location: **33 Voroshilovskiy prospekt, Rostov-on-Don, 344002**

TIN: **7728168971**

RCBIC: **046015207**

Number of the bank account: **40 702 810 200 180 001 146**

Correspondent account number: **30101810300000000570**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **Commercial bank “Center-Invest”, Joint Stock Company**

Short company name of the credit institution: **CB “Center-Invest”, JSC**

Location: **62 Sokolov prospekt, Rostov-on-Don, 344010**

TIN: **6163011391**

RCBIC: **046015762**

Number of the bank account: **40 702 810 500 000 012 605**

Correspondent account number: **30101810100000000762**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **Commercial bank “Center-Invest”, Open Joint Stock Company**

Short company name of the credit institution: **CB “Center-Invest”, JSC**

Location: **62 Sokolov prospekt, Rostov-on-Don, 344010**

TIN: **6163011391**

RCBIC: **046015762**

Number of the bank account: **40 702 810 200 000 012 604**

Correspondent account number: **30101810100000000762**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **Commercial bank “Center-Invest”, Open Joint Stock Company**

Short company name of the credit institution: **CB “Center-Invest”, JSC**

Location: **62 Sokolov prospekt, Rostov-on-Don, 344010**

TIN: **6163011391**

RCBIC: **046015762**

Number of the bank account: **40 702 810 900 000 012 603**

Correspondent account number: **30101810100000000762**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **Commercial bank “Center-Invest”, Open Joint Stock Company**

Short company name of the credit institution: **CB “Center-Invest”, JSC**

Location: **62 Sokolov prospekt, Rostov-on-Don, 344010**

TIN: **6163011391**

RCBIC: **046015762**

Number of the bank account: **40 702 810 600 000 012 602**

Correspondent account number: **30101810100000000762**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name of the credit institution: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirova st, Astrakhan, 414000**

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40 702 810 205 000 003 019**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **“Povolzhskiy” bank of Sberbank of Russia, Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name of the credit institution: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirova st, Astrakhan, 414000**

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40 702 810 605 000 003 020**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name of the credit institution: **“Povolzhskiy” bank of Sberbank of Russia, Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name of the credit institution: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirova st, Astrakhan, 414000**

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40 702 810 905 000 003 021**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name of the credit institution: **“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name of the credit institution: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirova str.**, Astrakhan, 414000

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40 702 810 505 000 003 515**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name: **branch 6 (open joint stock company) Commercial bank “Tsentr-Invset”**

Short company name: **branch 6 Commercial bank “Tsentr-Invset” JSC**

Location: **57/66 Leningradskaya/Tolstogo street**, Azov, Rostov region 346780

TIN: **6163011391**

BIC: **046015762**

The bank account: **40 702 810 800 600 000 526**

Correspondent account number: **30101810100000000762**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name: **branch 3 (open joint stock company) Commercial bank “Tsentr-Invset”**

Short company name: **branch 3 Commercial bank “Tsentr-Invset” JSC**

Location: 44 Spusk Yermaka street, Novocherkassk, Rostov region 346429

TIN:**6163011391**

BIC:**046043903**

The bank account:**40 702 810 701 900 001 378**

Correspondent account number:**30101810700000000903**

Type of the bank account:**settlement account**

#### Data on Credit Organization

Full company name: **(open joint stock company) Commercial bank “Tsentr-Invset”**

Short company name:**Commercial bank “Tsentr-Invset” JSC**

Location: 62 Sokolova street, Rostov-on-Don, Rostov region 344010

TIN:**6163011391**

BIC:**046015762**

The bank account:**40 702 810 100 000 012 623**

Correspondent account number:**30101810100000000762**

Type of the bank account:**settlement account**

#### Data on Credit Organization

Full company name: **“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirov str.**, Astrakhan, 414000

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40 702 810 105 000 003 326**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name: **“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirov str.**, Astrakhan, 414000

**TIN: 7707083893**

**RCBIC: 041203602**

Number of the bank account: **40 702 810 205 000 003 514**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name: **“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirov str., Astrakhan, 414000**

**TIN: 7707083893**

**RCBIC: 041203602**

Number of the bank account: **40 702 810 805 000 003 516**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name: **“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name: **Astrakhan bank branch of Sberbank of Russia No.8625**

Location: **41 Kirov str., Astrakhan, 414000**

**TIN: 7707083893**

**RCBIC: 041203602**

Number of the bank account: **40 702 810 10500 000 003 517**

Correspondent account number: **30101810500000000602**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name: **Commercial bank “Center-Invest”, Open Joint Stock Company**

Short company name:**CB “Center-Invest”, JSC**

Location:**62 Sokolov prospect, Rostov-on-Don, 344010**

TIN:**6163011391**

RCBIC:**046015762**

Number of the bank account:**40 702 810 900 000 013 068**

Correspondent account number:**30101810100000000762**

Type of the bank account:**settlement account**

#### Data on Credit Organization

Full company name:**Southwestern bank of Sberbank of Russia, Open Joint Stock Company, Krasnodar branch No. 8619 of Sberbank of RF**

Short company name:**Krasnodar branch No. 8619, add. office No. 8619/0134 of Sberbank of Russia**

Location:**23 Rashpilevskaya str., Krasnodar, 350000**

TIN:**7707083893**

RCBIC:**046015602**

Number of the bank account:**40 702 810 430 000 001 116**

Correspondent account number:**30101810600000000602**

Type of the bank account:**settlement account**

#### Data on Credit Organization

Full company name:**“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name:**Astrakhan bank branch of Sberbank of Russia No.8625**

Location:**41 Kirov str., Astrakhan, 414000**

TIN:**7707083893**

RCBIC:**041203602**

Number of the bank account:**40 702 810 405 000 003 518**

Correspondent account number:**30101810500000000602**

Type of the bank account:**settlement account**

#### Data on Credit Organization

Full company name:**“Rostovskiy” branch of “Alfa-Bank”, Open Joint**

**Stock Company,**

Short company name:**“Rostovskiy” branch of “Alfa-Bank” JSC**

Location:**33 Voroshilovskiy prospekt, Rostov-on-Don, 344002**

TIN:**7728168971**

RCBIC:**046015207**

Number of the bank account:**40 702 810 600 180 001 157**

Correspondent account number:**30101810300000000570**

Type of the bank account:**settlement account**

Data on Credit Organization

Full company name:**Branch No. 5, Commercial bank “Center-Invest”,  
Open Joint Stock Company, Taganrog**

Short company name:**Branch No. 5, CB “Center-Invest”, JSC,  
Taganrog**

Location:**Taganrog, Rostov region**

TIN:**6163011391**

RCBIC:**046013993**

Number of the bank account:**40 702 810 200 000 001 343**

Correspondent account number:**30101810700000000993**

Type of the bank account:**settlement account**

Data on Credit Organization

Full company name:**Branch of “Gazprombank”, Open Joint Stock  
Company, Rostov-on-Don**

Short company name:**Branch of GPB, JSC, Rostov-on-Don**

Location:**Rostov-on-Don**

TIN:**7744001497**

RCBIC:**046015968**

Number of the bank account:**40 702 810 000 210 001 483**

Correspondent account number:**30101810700000000968**

Type of the bank account:**settlement account**

Data on Credit Organization

Full company name:**Branch of “Gazprombank”, Open Joint Stock  
Company, Krasnodar**

Short company name: **“Gazprombank” Branch, JSC, Krasnodar**

Location: **36, Dzerzhinsky str., Krasnodar, 350051**

TIN: **7744001497**

RCBIC: **040349781**

Number of the bank account: **40 702 810 100 070 000 983**

Correspondent account number: **30101810500000000781**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name: **Commercial Bank “Cetrer-Invest”, Open Joint-Stock Company, Additional office in Tsimlyansk**

Short company name: **Commercial Bank “Center-Invest”, JSC, Add. Office, Tsimlyansk**

Location: **Rostov-on-Don**

TIN: **6163011393**

RCBIC: **046015762**

Number of the bank account: **40 702 810 000 000 012 943**

Correspondent account number: **30101810100000000762**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name: **Rostov Branch of “NORDEA BANK”, Open Joint-Stock Company**

Short company name: **Rostov Branch of “NORDEA BANK”, JSC**

Location: **Rostov-on-Don**

TIN: **7744000398**

RCBIC: **047026269**

Number of the bank account: **40 702 810 900 900 000 036**

Correspondent account number: **30101810800000000269**

Type of the bank account: **settlement account**

#### Data on Credit Organization

Full company name: **Volgo-Kaspiysky Join-Stock Bank, Open Joint-Stock Company**

Short company name:**Volgo-Kaspiysky Joint-Stock Bank, JSC**

Location:**20 Lenin str., Astrakhan**

TIN:**3015011755**

RCBIC:**041203729**

Number of the bank account:**40 702 810 900 000 001 947**

Correspondent account number:**30101810700000000729**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name: **Volgograd Branch of “NORDEA BANK”, Open Joint-Stock Company**

Short company name:**Open Joint-Stock Company**

Location:**46 Lenin prospect, Volgograd**

TIN:**6164266561**

RCBIC:**041806903**

Number of the bank account:**40 702 810 200 010 000 540**

Correspondent account number:**30101810200000000903**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name: **Rostov Branch of “NORDEA BANK”, Open Joint-Stock Company**

Short company name:**Rostov Branch of “NORDEA BANK”, JSC**

Location:**Rostov-on-Don**

TIN:**7744000398**

RCBIC:**047026269**

Number of the bank account:**40 702 810 900 900 000 010**

Correspondent account number:**30101810800000000269**

Type of the bank account: **settlement account**

Data on Credit Organization

Full company name:**“Povolzhskiy” bank of Sberbank of Russia, Open Joint Stock Company, Astrakhan bank branch No.8625 of SB of RF**

Short company name:**Astrakhan bank branch of Sberbank of Russia**  
No.8625

Location:**41 Kirov str.**, Astrakhan, 414000

TIN:**7707083893**

RCBIC:**041203602**

Number of the bank account:**40 702 810 605 000 003 965**

Correspondent account number:**30101810500000000602**

Type of the bank account:**settlement account**

### **1.3. Data on Auditor (Auditors) of the Issuer**

Auditor (auditors) who performs social audit of financial statements and financial (accounting) reports of the Issuer on contractual basis, and auditor (auditors) approved (selected) for auditing annual financial (accounting) reports of the Issuer following the results of the current or completed fiscal year are as follows:

Full company name: **Limited liability company “FinExpertiza”**

Abbreviated name: **“FinExpertiza” LLC**

Legal address: building 1, 69 Mira St., Moscow, RF 129110

Location: building 1, 69 Mira St., Moscow, RF 129110

Postal address: post box 179, Moscow 129110

TIN: 7708096662

PSRN: 1027739127734

phone: +7 (495) 775 22 00, 775-22-02, 775-22-03

fax: +7 (495) 775 22 01

e-mail: [info@finexpertiza.ru](mailto:info@finexpertiza.ru)

Information on license for auditing activities

Body that issued the license: RF Ministry of Finances

Number: No.E002588

Date of issue: 06.11.2002

Validity end date: 06.11.2012

Executive director of “FinExpertiza” LLC – Mikaelyan A.S

Information on membership of the auditor at self-regulating organizations of auditors

Full company name: Non-profit Partnership “Russian Audit Chamber”

Certificate dated 31.07.2009 with principal number of registration entry No.4209

Location: building 3, 3rd Syromyatnicheskiy pereulok3/9, Moscow, 105120;  
Phone/fax: (495) 781-24-79  
e-mail: [apr@aprussia.ru](mailto:apr@aprussia.ru)

Financial year(s) among the last five completed financial years and current financial year which the auditor carried out (will carry out) an annual independent audit of financial (accounting) statements of the issuer

Accounting (financial) report, year	Aggregate accounting report, year	Consolidated accounting report, year
2011	2011	-

Periods among the last five completed financial years and current financial year which the auditor carried out (will carry out) an annual independent audit of financial (accounting) statements of the issuer

Accounting (financial) report, year	Aggregate accounting report, year	Consolidated accounting report, year
31.12.2011		

Factors that may influence the independence of the auditor from the issuer, including information on presence of significant interest between the auditor (auditor's officers) with the issuer (issuer's officials)

**Factors that may influence the independence of the auditor from the issuer, including information on presence of significant interest between the auditor (auditor's officers) with the issuer (issuer's officials) are absent**

#### Procedure for Selecting Auditor for the Issuer

Tender procedure connected with auditor selection and the main terms:

The auditor company is chosen based on the results of open contest held by the Company according to Regulations on the procedure of scheduled purchases of goods, works and services to satisfy the needs of "IDGC of the South", JSC (p.1.1.1, p.7.1.1) or by the Company's authorized entity based on the Agreement concluded. The Company's Auditor is approved by General Shareholders Meeting of the Company according to p.11 cl.10.2 of the Charter of "IDGC of the South", JSC.

For participation in the Competition, auditor organizations should meet the following requirements:

- not to be in the process of liquidation;
- not to have the judgment concerning suspension of operations in accordance with the procedure stipulated by the Code of the Russian Federation on Administrative Offences as of the date of consideration of the Application Form for participation in the Competition;
- not to have debts under the accrued taxes, duties and other obligatory payments to the budgets of any level or the state unappropriated funds as of the last calendar year the amount of which exceeds twenty five percent of the balance sheet asset of the participant according to the accounting reports as of the last completed accounting period. Participant of the order placement is considered to meet the requirement in case it appeals against the debt in accordance with the legislation of the Russian Federation, and the decision on the appeal is not taken as for the date of application for the Competition is not taken
- not to fall under terms enlisted in clause 1 of article 12 of the Federal Law “On the Auditor’s Activity”.

Procedure of nomination of the auditor for probation by the shareholders’ (participants’) meeting, including the responsible management authority, is specified as follows:

According to articles No.No.47, 48, 54 and 88 of the Federal Law on Joint Stock Companies; according to subclause 11 of cl.10.2 of article 10; cl.11.1 of article 11; cl.24.8 of article 24 of the Charter of “IDGC of the South”, JSC General Shareholders Meeting annually approves the Auditor Company for audit and check of annual financial statements of the Company.

Federal Law “On Joint Stock Companies” does not fix any date or terms of nominating candidate auditors for entering them in the voting list on the issue of approbation as the Company’s auditor. The given law also doesn’t delegate shareholders the authority to nominate the candidate auditor.

The Company’s Board of Directors Audit Committee’s terms of reference cover the selection of candidate auditors for the Company estimation of their qualification level, their work efficiency and their observation of independence, introduction of the auditor candidates for the Board of Directors consideration as well a conclusion making concerning auditor candidates introduced by the third persons.

In this connection, the candidate auditor for approbation at the annual general shareholders meeting is selected by the Board of Directors of the Company within the framework of solution of the issues of preparing and holding of the annual general shareholders meeting.

For the purpose of auditing financial statements and financial (accounting)

reports for the year 2010 the Board of Directors of “IDGC of the South” JSC has recommended (Minutes No. 45/2010 dd. 04.05.2010) and appointed “Auditinform” JSAF”, CJSC as the auditor of the Company on June 15, 2010 by the decision of the Annual General Shareholders Meeting of the Company (Minutes No. 4 dd. June 16, 2010).

Information on the works conducted by the auditor with the frameworks of special auditor tasks:

such works were not conducted in the accounting period.

The procedure of Auditor remuneration estimation is described, including the actual remuneration amount paid to the Auditor by the Company according to the results of each of five last completed financial years ended with social audit of financial and accounting statements of the Issuer.

Amount of fee of the issuer’s auditor is determined by the Issuer’s Board of Directors according to clause 24.9 of the article 24 of the Charter of “IDGC of the South”, JSC

Service cost and order of paying the auditor’s fee are specified by the agreement concluded between the Company and the auditor.

The amount of payment for the auditors services rendered to “IDGC of the South”, JSC as audit of Its 2011 financial statements (accounts) by “FinExpertiza” LLC, is determined by the decision of Board of Directors of “IDGC of the South”, JSC as amounting to 2 000 005 (two million and five) rubles 60 kopecks, including 18% VAT (Minutes No. 69/2011 dd. 01.08.2011).

Actual amount of the fee paid by the Issuer to the auditor for each accounting year when independent audit of the Issuers financial statements and financial (accounting) reports was carried out by the auditor is as follows::

Auditor name	Financial year	Subject of Agreement	Remuneration amount (including VAT), rbs
“Fineart-Audit”, LLC	2007	Carrying out audit of financial (accounting) reports of the Issuer	354 000
“Fineart-Audit”, LLC	2008	Carrying out audit of financial (accounting) reports	9763 910
“Nexia Pacioli” LLC	2009	Carrying out audit of financial (accounting) reports	2 973 600
“Auditinform” JSAF”	2010	Financial audit	2 600 000

“FinEXpertiza” LLC	2011	Carrying out audit of financial (accounting) reports	<b>2 000 005</b>
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Full company name: **Closed Joint-Stock Company “KPMG”**

Abbreviated name: **“KPMG” CJSC**

Location: Office 3035, 18/1 Olimpiyskiy avenue, Moscow, Russia 123110

TIN: **7702019950**

PSRN: **1027700125628**

phone: (495) 937-4477

fax: (495) 937-4400

e-mail: moscow@kpmg.ru

Data on participation of the auditor in self-regulatory organizations of auditors

Full name: Non-profit partnership "Auditor chamber of Russia"

Location: Building 3, 3/9 Third Syromyatnicheskiy lane, Moscow, Russia 105120

Additional Information:

Phone/fax: (495) 781-24-79

e-mail: apr@aprussia.ru

Certificate No. 255 dd. 28.12.2009, Principal Number of Registration Entry 10301000804

Financial year(s) among the last five completed financial years and current financial year which the auditor carried out (will carry out) an annual independent audit of financial (accounting) statements of the issuer

Accounting (financial) report, year	Aggregate accounting report, year	Consolidated accounting report, year
2012		2012

Periods among the last five completed financial years and current financial year which the auditor carried out (will carry out) an annual independent audit of financial (accounting) statements of the issuer

Accounting (financial) report, year	Aggregate accounting report, year	Consolidated accounting report, year
30.09.2012		31.12.2012

Factors that may influence the independence of the auditor from the issuer, including information on presence of significant interest between the

auditor(auditor's officers) with the issuer (issuer's officials)

**Factors that may influence the independence of the auditor from the issuer, including information on presence of significant interest between the auditor (auditor's officers) with the issuer (issuer's officials) are absent**

#### Procedure for Selecting Auditor for the Issuer

Tender procedure connected with auditor selection and the main terms:

The auditor company is chosen based on the results of open contest held by the Company according to Regulations on the procedure of scheduled purchases of goods, works and services to satisfy the needs of “IDGC of the South”, JSC (p.1.1.1, p.7.1.1) or by the Company’s authorized entity based on the Agreement concluded. The Company’s Auditor is approved by General Shareholders Meeting of the Company according to p.11 cl.10.2 of the Charter of “IDGC of the South”, JSC.

For participation in the Competition, auditor organizations should meet the following requirements:

- not to be in the process of liquidation;
- not to have the judgment concerning suspension of operations in accordance with the procedure stipulated by the Code of the Russian Federation on Administrative Offences as of the date of consideration of the Application Form for participation in the Competition;
- not to have debts under the accrued taxes, duties and other obligatory payments to the budgets of any level or the state unappropriated funds as of the last calendar year the amount of which exceeds twenty five percent of the balance sheet asset of the participant according to the accounting reports as of the last completed accounting period. Participant of the order placement is considered to meet the requirement in case it appeals against the debt in accordance with the legislation of the Russian Federation, and the decision on the appeal is not taken as for the date of application for the Competition is not taken
- not to fall under terms enlisted in clause 1 of article 12 of the Federal Law “On the Auditor’s Activity”.

Procedure of nomination of the auditor for probation by the shareholders’ (participants’) meeting, including the responsible management authority, is specified as follows:

According to articles No.No.47, 48, 54 and 88 of the Federal Law on Joint Stock Companies; according to subclause 11 of cl.10.2 of article 10; cl.11.1 of article 11; cl.24.8 of article 24 of the Charter of “IDGC of the South”, JSC General Shareholders Meeting annually approves the Auditor Company for audit and check of annual financial statements of the Company.

Federal Law “On Joint Stock Companies” does not fix any date or terms of nominating candidate auditors for entering them in the voting list on the issue of approbation as the Company’s auditor. The given law also doesn’t delegate shareholders the authority to nominate the candidate auditor.

The Company’s Board of Directors Audit Committee’s terms of reference cover the selection of candidate auditors for the Company estimation of their qualification level, their work efficiency and their observation of independence, introduction of the auditor candidates for the Board of Directors consideration as well a conclusion making concerning auditor candidates introduced by the third persons.

In this connection, the candidate auditor for approbation at the annual general shareholders meeting is selected by the Board of Directors of the Company within the framework of solution of the issues of preparing and holding of the annual general shareholders meeting.

For the purpose of auditing financial statements and financial (accounting) reports for the year 2012 the BoD of IDGC of the South JSC has recommended (minutes 87/2012 dd 05.05.2012) and appointed on June 18, 2012 by the decision of annual General meeting of shareholders (minutes 7 dd 21.06.2012) the auditor – “KMPG” CJSC.

Information on the works conducted by the auditor with the frameworks of special auditor tasks:

such works were not conducted in the accounting period.

The procedure of Auditor remuneration estimation is described, including the actual remuneration amount paid to the Auditor by the Company according to the results of each of five last completed financial years ended with social audit of financial and accounting statements of the Issuer.

Amount of fee of the issuer’s auditor is determined by the Issuer’s Board of Directors according to clause 24.9 of the article 24 of the Charter of “IDGC of the South”, JSC

Service cost and order of paying the auditor’s fee are specified by the agreement concluded between the Company and the auditor.

Information on deferred and overdue payments for auditor’s services:the Issuer does not have deferred and/or overdue payments to the auditor

The auditor “FinExpertiza” LLC and “KMPG” CJSC, and the Issuer are (were) not involved in any close business relations. The Issuer did not extend any borrowings to abovementioned auditcompany (executives of the audit company). The auditors “FinExpertiza” LLC and “KMPG” CJSC (its executives) do not have (did not have) any stakes in authorized capital of the Issuer. The Issuer’s executives do not simultaneously occupy positions as executives of the abovementioned auditor and they are not relatives of the

auditor.

**1.4. Data on Appraiser of the Issuer**

The Issuer did not engage any appraisers.

**1.5. Data on Advisors of the Issuer**

The Issuer did not engage any advisors.

**1.6. Data on Other Individuals who Signed the Quarterly Report.**

There are no other individuals who signed the quarterly report.

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

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

Performance indicators that characterize issuer's activity shown according to the accounting report

Standards (rules) used for making the accounting report – RAS (Russian Accounting Standards)

Unit of measurement for index of performance: rubles/employee

Indicator	2011, 6 months	2012, 6 months
Workforce productivity	138.1	141
Debt-to-equity ratio	1.35	1.53
Long-term debt to total sum of debt and equity ratio	0.47	0.51
Current ratio	0.03	0.19
Overdue debt, %	44.33	22.7

All indicators are calculated on the basis of recommended methods of calculation: yes

Analysis of the issuer's business activity on the basis of the abovementioned indicators:

The coefficient of work productivity for the comparability of the data is given for 1 month. During the 6 months of 2012 an average one person had 141 thousand rubles of revenue. The positive dynamic characterizes the increase in labor productivity, improvement of efficiency of human resource management.

The ratio of debt to equity ratio characterizes the proportion of borrowed funds and shows the extent of their use in the total amount of funds invested in the organization. Compared with 2011 this figure increased by 13.3%, which is due to an increase in accounts payable in the 1<sup>st</sup> half year of 2012.

The ratio of long-term debt to total long-term debt and equity capital in the 1<sup>st</sup> half year of 2012 amounted to 0.51. The size of the long-term debt exceeds the amount of equity capital to 388 899 thousand rubles. It is considered as valid if the amount of long-term debt does not exceed the value of equity (i.e. the difference between current assets and short-term debt).

The index level of the current coverage of debt income (profit) describes how the sources have their own rubles per ruble liabilities, payable in the reporting period.

The level of outstanding debt is the proportion of time the outstanding accounts receivable in total obligations of the enterprise and as of 31.06.2012 it was 22.7%.

**Indicators Additionally Disclosed in Accordance with Regulation  
Concerning Information Policy of “IDGC of the South”**

Dynamics of Indicators Forming Financial Result of the Company (in items of  
ruble):

<b>indicators</b>	<b>2011, 6 months</b>	<b>2012, 6 months</b>
Sales proceeds	12 128 491	12 228 528
Cost value	10 451 914	9 952 858
Gross profit	1 676 576	2 275 670
Pretax profit	168 903	821 101
Clear profit	25 733	689 386

Expenditure Structure (in items of rubles):

<b>indicators</b>	<b>2011, 6 months</b>	<b>2012, 6 months</b>
Tangible inputs	2 988 931	2 604 007
Power purchased	2 530 462	2 174 569
Power purchased for industrial and business needs	138 733	119 976
Raw materials	319 736	309 462
Industrial work and service	3 584 532	3 335 921
Labor cost expenditure	1 744 647	1 811 074
Single Social Tax	585 896	531 851
Non state pensionary insuring	0	0
Amortization	1 090 407	1 176 704
Other including	457 501	493 300
Foreign organizations service pay	154 528	213 488
Insurance pay	68 499	57 118
Taxes- and-dues	44 081	47 847
Cost of production and product sale	10 451 914	9 952 858

Cost behavior:

<b>Period</b>	<b>rubles</b>	<b>Growth rate, %</b>
6 months of 2011	10 451 914	95.2
6 months of 2012	9 952 858	

Cost escalation in the 1<sup>st</sup> half year of 2012, compared with the 1<sup>st</sup> half year of 2011 amounts 4.8%, is explained mostly by the implementation of Company's programme on financial recovery which in its turn leads to economy in expenditures.

Income growth (decline)rate:

<b>Period</b>	<b>rubles</b>	<b>Growth rate, %</b>
6 months of 2011	12 128 491	100.8

6 months of 2012	12 228 528
------------------	------------

Growth of revenues in the 1<sup>st</sup> half year of 2012, compared with the 1<sup>st</sup> half year of 2011 is insignificant and amounts to 0.8%

Efficiency indicators, %:

<b>indicators</b>	<b>6 months of 2011</b>	<b>6 months of 2012</b>
ROE, return on equity	0.2	4.0
ROA, return on assets	0.1	1.6
ROTA, return on total assets	0.4	1.9

Structure of proceeds in business lines (in items of ruble):

<b>Name</b>	<b>6 months of 2011</b>	<b>6 months of 2012</b>
Total product (service) sales proceeds	12 128 491	12 228 528
Principal activity output (service)	12 098 558	12 208 477
Network service	12 027 580	12 171 312
Grid power supply service	11 869 986	11 696 686
Technical connection service	157 594	474 626
Other output (service) of principal activity	70 978	37 165
Output (services) of auxiliary activity	29 933	20 051

## 2.2. Market Capitalization of the Issuer

Market capitalization is calculated by way of multiplying the corresponding category (class) shares amount by a share market price disclosed by Securities Market Maker and fixed in conformity with Order of fixing the market price of securities, cash price of securities as well as the limits of fluctuations of market prices of securities in purposes of Tax Code of RF approved by Order of Federal Market Service No. 10-65/ПЗ-Н dated 09.11.2010 (registered by Ministry of Justice of the Russian Federation on 29.11.2010, registration number 19062)

Unit of measurement:rubles.

<b>Indicator</b>	<b>2011</b>	<b>2<sup>nd</sup> quarter of 2012</b>
Market capitalization	3 283 547 452.53	2 626 539 095.45

Information on Securities Market Maker providing data for market capitalization calculation, and other additional information on securities public circulation at the Issuer's discretion:

Calculation of capitalization was performed on the basis of information provided by securities trade organizer - Closed joint stock company "Stock Exchange MICEX" (MICEX)

Additional information on public circulation of securities, disclosed on issuer's decision:

Period		RTS (USD) (classical market)	RTS (RUB) stock market	MICEX (RUB)
Year	Quarter	Capitalization		
2008	III	567846495.00	11954663055.36	14011861322.80
	IV	99622192.00	8999370725.88	2485573693.59
2009	I	64754425.00	8703990926.22	2988665763.84
	II	214187713.10	8467886330.88	6062010390.98
	III	308828796.00	6724497969.00	10530065707.90
	IV	293885467.0	9090026920.72	8866375099.39
2010	I	318791015.0	8886797648.78	10405537967.7
	II	273961028.0	8866375099.39	7949850931.81
	III	273961028.0	8965997292.00	8183963083.31
	IV	288904357.0	8970978401.0	8831507332.14
2011	I	249055480.0	7471664410.0	6929221573.46
	II	219168823.0	7471664410.0	5879701779.39
	III	219168823.0	7471664410.0	4 049 642 110.0
	IV	174338836.0	3735832205.0	3283547452.53
2012	I	-	-	3332362326.68
	II	-	-	2626539095.45

## 2.3. Obligations of the Issuer

### 2.3.1. Accounts Payable

Structure of Issuer's borrowings

#### 6 months of 2012

In items of rubs

Long-term borrowings	14 512 900
including:	
Credits	9 642 322
Loans, except bonded loans	312 900
bonded loans	4 557 678
Short-term borrowings	2 526 640
including:	
Credits	2 404 221
Loans, except bonded loans	124 419
bonded loans	0
Total amount of overdue loan debt	0
including:	

credits	0
Loans, except bonded loans	0
bonded loans	0

Accounts payable

unit of measurement: thousand rubles

Total for accounts payable	8 738 366
overdue	1 983 286
including	
Payable to budget and state off-budget funds	506 356
overdue	0
payable to suppliers and contractors	2 834 988
overdue	1 355 094
payable to staff	194 535
overdue	0
other	5 617 034
overdue	628 192

If there are overdue accounts payable, including credit contracts or loan contracts, as well as Issuer's debt securities (bonds, notes and others), causes of non-fulfilment and consequences following or likely to follow as resulting from the abovementioned credit default, including sanctions imposed on the Issuer and terms (approximate terms) of overdue accounts payable satisfaction shall be specified as follows:

Overdue accounts payable of "IDGC of the South" JSC as of 30.06.2012 amounted to 22.7% of the total amount payable.

The main consequence of default by the issuer's creditors could reclaim arrears in court in accordance with the provisions of the Civil Code. However, in order to minimize the risks of on-demand accounts payable through the court is working on pre-trial settlement of disputes and the possible restructuring of existing debt.

Its obligations to credit organizations the Company performs in a timely manner and in full volume.

#### Creditors Accounting for at Least 10 % of the Total Payables

Full company name: "Federal Grid Company of Unified Energy System" Open Joint-Stock Company

Short company name: "UES FGC" JSC

Location: Moscow

TIN: 4716016979

RCBIC: 1024701893336

Amount of accounts payable, rbs: 2 844 839

Amount and terms of overdue accounts payable (rate per cent, fines and penalty fees):

The creditor is not an affiliate of the Issuer.

### 2.3.2. Credit History of the Issuer.

Issuer's performance of obligations on credit and/ or loan agreements valid in the course of the last 5 completed financial years or for each completed financial year if the Issuer has been operating less than 5 years, and on current agreements as of the end date of the accounting quarter, with principal debt amount of at least 5 percent of the Issuer's balance sheet assets as of the last completed reporting quarter date preceding the corresponding agreement date, and on other credit and/ or loan agreements essential for the Issuer.

<b>Type and identification characteristics of liability</b>	
<b>1. Revolving line of credit, Credit agreements No. 180/7, No. 180/8, No. 180/9 dd. 17.10.2011</b>	
<b>Terms of liability and information of its fulfilling</b>	
Full company name	Astrakhan branch No. 8625 of open joint stock company Sberbank of Russia
Sum of debt as of the moment of creation of obligations, RUR	2 400 000 RUR X 1000
Sum of debt as of the end of reporting quarter, RUR	2 400 000 RUR X 1000
Credit (loan) period, years	1
Average interest rate, % per annum	8,9
Number of interest (coupon) periods	-
Overdue on interest payments	No
Planned credit payment period	17.10.2012
Actual credit payment period	current
Other information on obligations specified by the issuer	no

<b>Type and identification characteristics of liability</b>	
<b>2. Debenture issue, series 02, placing through "MICEX Stock Exchange" CJSC</b>	
<b>Terms of liability and information of its fulfilling</b>	
Full company name	Purchasers of securities

Sum of debt as of the moment of creation of obligations, RUR	6 000 000 RUR X 1000
Sum of debt as of the end of reporting quarter, RUR	4557678 RUR X 1000
Credit (loan) period, years	5
Average interest rate, % per annum	8,1
Number of interest (coupon) periods	<b>10 coupon periods 182 days each</b>
Overdue on interest payments	no
Planned credit payment period	26.08.2014
Actual credit payment period	26.08.2014
Other information on obligations specified by the issuer	no

**During the last completed financial year the issuer had bonded loan of series 02 placed via MICEX CJSC.**

Sum of debt as of the moment of creation of obligations:**6 000 000 thousand rubles**

Sum of debt as of the end of reporting quarter:**4 557 678 thousand rubles**

Credit (loan) period, years:**5**

Average interest rate, % per annum:**8.1**

Number of interest (coupon) periods:**10 coupon periods 182 days each**

Overdue on interest payments: **no**

Planned credit payment period:**26.08.2014**

Actual credit payment period:**26.08.2014.**

### **2.3.3. The Issuer's Obligations from Collateral Furnished to Third Parties**

Absent

### **2.3.4. Other Obligations of the Issuer**

Other obligations, which were not shown in the balance sheet and seriously influence financial status of the Issuer, its cash position sources of financing and terms of their use performance of the Issuer, are absent.

### **2.4. Risks Connected with Purchase of Equity Securities Placed or in the Process of Placement.**

No changes has occurred in the regarding this paragraph

### **III. Detailed Information on the Issuer**

#### **3.1. Incorporation History and Development of the Issuer**

##### **3.1.1. Data on Company Name (Name) of the Issuer**

Full company name of the Issuer: Open Joint Stock

Company: Открытое акционерное общество

"Межрегиональная распределительная сетевая компания Юга" (Open Joint Stock Company "Interregional Distribution Grid Company of the South")

Date of introducing the current company name: **28.06.2007**

Short company name of the Issuer: ОАО "МРСК Юга" ("IDGC of the South", JSC)

Date of introducing the current company short name: **28.06.2007**

The Issuer's name is similar to those of other legal bodies – interregional distribution grid companies established in the reforming process of the electric power complex of Russia, including:

- Open Joint Stock Company "Interregional Distribution Grid Company of the Centre and Volga Region" ("IDGC of the Centre and Volga Region", JSC);
- Open Joint Stock Company "Interregional Distribution Grid Company of Urals" ("IDGC of Urals", JSC);
- Open Joint Stock Company "Interregional Distribution Grid Company of Volga" ("IDGC of Volga", JSC);
- Open Joint Stock Company "Interregional Distribution Grid Company of Centre" ("IDGC of Centre", JSC);
- Open Joint Stock Company "Interregional Distribution Grid Company of the Northern Caucasus" ("IDGC of the Northern Caucasus", JSC);
- Open Joint Stock Company "Interregional Distribution Grid Company of Siberia" ("IDGC of Siberia", JSC);
- Open Joint Stock Company "Interregional Distribution Grid Company of the Northwest" ("IDGC of the Northwest", JSC).

In order not to confuse the names, special attention must be given to the contents of the full and short names of these entities specifying the regions of their location – the Centre, the Centre and Volga region, Urals, Volga, the Northern Caucasus, Siberia, the Northwest.

All previous company names of the Issuer throughout the Company's lifetime: the Issuer's company name has not changed throughout the Company's lifetime.

##### **3.1.2. Data on State Registration of the Issuer**

Primary State Registration Number of juridical entity: 1076164009096

Date of registration: 28.06.2007

Name of registering authority: Federal Tax Service Office in Leninskiy district, Rostov-on-Don

### **3.1.3. Data on the Issuer's Incorporation and Development**

No changes has occurred regarding this paragraph

### **3.1.4. Contact Information**

Location: 49 Bolshaya Sadovaya st., Rostov-on-Don, Russia, 344002

Location of permanent executive body

49 Bolshaya Sadovaya st, Rostov-on-Don, Russia, 344002

Postal address

327 Severnaya st, Krasnodar, Russian Federation, 350015

Telephone: (861)279-88-08

Fax: (861)279-88-09

E-mail: office@mrsk-yuga.ru

Internet website address (addresses) for information disclosure on the Issuer, the securities issued and/ or in the process of issuance: [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).

Name of the Issuer's specialized division for shareholders and investors: Securities and shareholders division of the Corporate Management Department of "IDGC of the South", JSC.

Location of the division: Room 627, 327 Severnaya st, Krasnodar, Russian Federation, 350015

Telephone: (861)279-85-38

Fax: (861)279-85-86

E-mail: yurchenkoai@mrsk-yuga.ru

Internet website address: [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru)

### **3.1.5. Taxpayer Identification Number**

6164266561

### **3.1.6. Branches and Regional Offices of the Issuer**

Changes that occurred in the reporting quarter in branches and representative office of the issuer, if during the reporting quarter the name, location, the name of the director, term of authorities were changed – such information should be specified:

Fyodorov Nikolai Vladimirovich appointed for the position of Deputy Director General – Director of branch of "IDGC of the South" JSC – "Rostovenergo" starting from June, 5 2012

(decision of BoD of the Company dd. May, 30 2012, Minutes No. 88/2012 dd. 4 June 2012).

### 3.2. Ordinary Economic Activity of the Issuer

#### 3.2.1. Company's Industry of the Issuer

OKVED codes
40.10.2
40.10.3
40.10.5
74.14
74.15.2
64.20.11

#### 3.2.2. Principal Business Activity of the Issuer

Types of business activity (types of activity, types of goods (works, services)), providing not less than 10% of the Issuer's proceeds (income) for the accounting period

In items of thousand rbs

goods (works, services):Electricity transmission in grids

indicator	2011, 6 months	2012, 6 months
Volume of proceeds (income) of the type of business activity	11 869 986	11 696 686
Share of proceeds volume in the type of activity related to the total volume of the proceeds (income) of the Issuer, %	97.9	95.7

Change of proceeds volume of the Issuer from its principal business activity accounts for 10% in comparison with the correspondent reported period: no changes

#### Data on Electricity Transmission Tariffs and Charge for Technical Connection to Distribution Grids

In 2012 uniform ("boiler") method of making rate of transport services is in force in the territory of all RF entities within liability area of "IDGC of the South" JSC. A distinction of the method is in the fact that electricity is transmitted to absolutely all consumers of one and the same voltage class as per uniform tariff, irrespective of the type of company the grid of which they are

connected to.

In accordance with paragraph 2 of the Order issued by the RF Government on December 29, 2011 No. 1178 “On the pricing of regulated prices (tariffs) in the power industry” the single (boiler) tariffs for electricity transmission are fixed by the executive authorities of the Russian Federation in the sphere of state regulation of tariffs for the period from January 1, 2012 to June 30, 2012 at a level not exceeding the amount specified for the above prices (tariffs) in 2011.

Thus, pursuant to Resolution of the RF Government dated December 29, 2011 No. 1178 the single (boiler) tariffs for the transmission of electrical energy in 2012 are set by semester, with periods:

from 1 January 2012 to June 30, 2012;

July 1, 2012 December 31, 2012.

#### “Astrakhanenergo” Branch of “IDGC of the South” JSC

“Boiler” model acting in the region – “upper boiler”. The holder of the “boiler” is “Astrakhanenergo” branch “IDGC of the South” JSC. “Astrakhanenergo” branch of “IDGC of the South” JSC brings under control the whole grid Indispensable Gross Receipt of the four power selling companies (hereinafter – PSC) of the region as per “boiler” tariffs and pays traffic through local grid organizations’ grids (hereinafter – LGO) as per individual tariffs. All the consumers of transport services pay “Astrakhanenergo” branch of “IDGC of the South” JSC as per flat-rate tariffs.

“Boiler” tariffs for 2012 are calculated by return on invested capital method (RAB method) and determined by the Decree of Tariff Service of Astrakhan region: for the 1<sup>st</sup> half of the year – the decree No. 1 dd. 31.12.2012, for the 2<sup>nd</sup> half – by decree of May 30, 2012 No. 71 .

#### “Volgogradenergo” Branch of “IDGC of the South” JSC

In 2012 “mixed boiler” pattern of settling was introduced in the region, “Volgogradenergo” branch of “IDGC of the South” JSC being the boiler holder. “Volgogradenergo” branch of “IDGC of the South” JSC receives revenue from transport service consumers as per boiler and flat-rate tariffs (from “Volgogradoblelektro” JSC, “Volgograd Interdistrict Electric Grids” Municipal Unitary Manufacturing Enterprise, “Volzhskie Interdistrict Electric Grids” Municipal Fiscal Enterprise). Transport service consumers pay “Volgogradenergo” branch of “IDGC of the South” JSC as per two-part tariffs and flat-rate tariffs.

“Boiler” tariffs for 2012 are calculated by long-term indexation method and approved by Resolution of Regional Tariffs Service of Volgograd region No. 54/1 dd. 23.12.2011. Individual tariffs for mutual settlement of accounts between “Volgogradenergo” branch of “IDGC of the South” JSC and “Volgogradoblelektro” JSC, “Volgograd Inter-District Electric Grids”

Municipal Unitary Manufacturing Enterprise, “Volzhskie Inter-District Electric Grids” Municipal Fiscal Enterprise are approved by Resolution of Regional Tariffs Service: for the 2<sup>st</sup> half of the year – the decree No.54/1 dd. 23.12.2011, for the 2<sup>nd</sup> half – the decree No.21/4 dd May 31, 2012.

#### Kalmenergo” Branch of “IDGC of the South” JSC

“Boiler from Below” pattern of settling is used in the region. “Kalmenergo” branch of “IDGC of the South” JSC makes up its revenue according to “boiler” tariffs for productive supply of consumers of “Kalmenergosbyt” JSC connected to grids of “Kalmenergo” branch of “IDGC of the South” JSC and at residential rates of output of the grid of “Kalmenergo” branch of “IDGC of the South” JSC to grids of Territorial Grid Companies. Transport service consumers settle with “Kalmenergo” branch of “IDGC of the South” JSC as per flat-rate tariffs.

“Boiler” tariffs and residential rates for 2012 have been calculated by return on invested capital method (RAB method) and are approved by Order of Regional Tariffs Service of Republic of Kalmykia No. 65/п/э dated 31.05.2012.

#### “Rostovenergo” branch of “IDGC of the South” JSC

“Two Boilers” pattern of settling is used in the region. There are two big grid companies in the region which are “boiler” holders: “Rostovenergo” branch of “IDGC of the South” JSC and “Donenergo” JSC. “Rostovenergo” branch of “IDGC of the South” JSC collects its share of the grid “boiler” from all Power Supply Companies as per “boiler” tariffs and at residential rates - from “Donenergo” JSC. The company shares part of its grid receipt with its subordinate Territorial Grid Companies at residential rates. “Donenergo” JSC collects its share of the grid boiler from “Donenergosbyt” LLC, “Energosbyt Rostovenergo” JSC as per boiler tariffs and shares the revenue with “Rostovenergo” branch of “IDGC of the South” JSC and the subordinate Territorial Grid Companies at residential rates. Transport service consumers settle with “Rostovenergo” branch of “IDGC of the South” JSC as per two-part tariffs and flat-rate tariffs.

“Boiler” tariffs for 2012 were calculated by return on invested capital method (RAB method) and approved by Resolution of Regional Tariffs Service of Rostov region No. 31/1 dated 28.12.2011.. Residential rates for settling between “Rostovenergo” branch of “IDGC of the South” JSC and “Donenergo” JSC are approved by Resolution of Regional Tariffs Service of Rostov region: for the 1<sup>st</sup> half of the year – the resolution No.31/2 dd December 28, 2011, for the 2<sup>nd</sup> half – the resolution No.14/9 dated May 31, 2012.

**Transmission Tariff Menu for the period of January 1, 2012 to June 30, 2012**

Unified (Boiler) Transport Service Tariffs for 2012					
No., date of tariff design/consumer group		Two-part tariff			Flat-rate tariff (rbs/MW*h)
		Rate of electric grid maintenance (rbs/MWmonth)	Rate of payment for electric energy losses in grids (rbs/MW*h)		
<b>“IDGC of the South” JSC</b>					
<b>“Astrakhanenergo”</b>					
1	Resolution of tariffs service of Astrakhan region No. 201 dd. 31.01.2012 (source of publication: “Collection of Laws and Regulatory Legal Acts of Astrakhan Region”, No. 5 dd. 09.02.2012)	HV	169 907.85	367.39	612.72
		MV1	214 715.52	355.21	795.52
		MV2	439 876.85	283.34	1 280.48
		LV	648 279.78	560.68	1 813.43
		LV for households and consumer categories equated	—	—	1 200.65
<b>“Volgogradenergo”</b>					
2	Order of Regional Tariffs Board at Administration of Volgograd region dd 23.12.2011 No.54/1 (published at “Volgogradskaya pravda” newspaper, No. 247, 30.12.2011)	other consumers			
		HV	621 320.470	65.390	884.600
		MV1	733 572.020	113.000	1 268.960
		MV2	986 679.760	239.270	1 992.120
		LV	987 190.610	793.650	2 944.850
		population			
		HV	—	650.730	650.730
		MV1	—	650.730	650.730
		MV2	—	650.730	650.730
		LV	—	650.730	650.730
<b>“Kalmenergo”</b>					
3	Order of Regional Tariffs Service at Kalmykiya Republic dd27.12.2011 No.128-п/э (published at “Khalmg Unn” newspaper No.238-239 (16349- 16350), 30.12.2011)	other consumers			
		HV	750 127.12	102.75	1 747.34
		MV1	973 486.29	203.05	2 337.34
		MV2	1 106 092.16	324.37	2 477.34
		LV	1 356471.06	519.64	3 187.34
		LV for households and consumer categories equated	—	—	1 560.09
LV for urban and citizen population with electric hot plate	—	—	805.86		

<b>“Rostovenergo”</b>					
4	Order of Regional Tariffs Service at Rostov region dd 28.12.2011 No. 31/1 (published at “Nashe Vremya” newspaper dated 30.12.2011 No.650-658.)	other consumers			
		HV	492 674.90	628.34	1 499.28
		MV1	519 587.90	691.14	1 647.74
		MV2	758 423.50	722.32	1 659.53
		LV	982 521.80	729.12	2 099.16
		population			
		urbanwith gas ovens			
		HV	—	—	1 559.59
		MV1	—	—	1 559.59
		MV2	—	—	1 559.59
		LV	—	—	1 559.59
		urban with electric hot plate			
		HV	—	—	771.45
		MV1	—	—	771.45
		MV2	—	—	771.45
		LV	—	—	771.45
		rural			
		HV	—	—	771.45
		MV1	—	—	771.45
		MV2	—	—	771.45
LV	—	—	771.45		

Residential Transport Service Rates for Mutual Settlements between Regional Distribution Companies and Allied Grid Companies for the period of 01.01.2012-30.06.2012

No.	No. and date of tariff design adoption	Name of entity	Two-part tariff		Flat-rate tariff
			Rate of maintenance	Rate of electric energy losses payment	
			rbs/MWmo	rbs/MWh	Rbs/MWh
“IDGC of the South” JSC					
“Volgogradenergo”					
1	Resolution of Regional Tariffs Department at Administration of Volgograd region No. 54/4 dd 23.12.2011 (source publication: “Volgogradskaya Pravda” No.247, 30.12.2011)	“Volgogradoblectro” JSC	10 772.18	138.60	162.01
		“Volgograd Interdistrict Electric Grids” Municipal Unitary Operational Enterprise	169 628.78	60.41	494.90
		“Volzhskie Interdistrict Electric Grids” Municipal Fiscal	88 867.80	228.63	381.97

		Enterprise			
“Kalmenergo”					
2	Order of Regional Tariffs Service of Kalmykia Republic No. 128-п/э. Order of Regional Tariffs Service of Kalmykia Republic dd 23.01.2012 No.13-п/э (published in “Khalmg Ynn” newspaper No 12-13 dd 26.01.2012 (16362-16363))	“KalmEnergoKom” JSC	480 763.630	260.200	1 337.690
		“Oktyabrsky Transenergo” LLC	255 741.380	232.720	843.960
		“Multi-Industry Production Association of Communal Services at Iki-Burulsky Rural Municipality of Republic of Kalmykia” Municipal Unitary Enterprise	257 166.120	344.800	966.710
		“Gazpromenergo” LLC	832 547.970	321.420	2 272.830
		“Russian Railways” JSC	440 489.370	289.650	1 242.980
“Rostovenergo”					
3	Resolution of Regional Tariffs Service of Rostov Region No. 31/2 dd 28.12.2011	“Donenergo” JSC	93 182.518	0.194	186.727

### Technological Connection Tariff Menu for 2012

Date of tariff design adoption	Connection category		In items of	Payment rate
	Power range, kW	Connection point voltage level, kV		
“Volgogradenergo” branch of “IDGC of the South” JSC				
Resolution of Regional Tariffs Department of Volgograd Region No. 54/20 dd 23.12.2011 (source publication: Volgogradsk	For connecting consumer power receivers to the extent technically feasible			
	under 100 kW	0,4	rbs/kW	382,66
	above 100 kW	0,4	rbs/kW	72,92
	under 100 kW	6-10	rbs/kW	382,66
	above 100 kW	6-10	rbs/kW	72,92
	For connecting consumer power receivers in absence of feasibility over the need for the construction of new electric grid facilities connecting operating facilities and			

aya Pravda” No. 247, 30.12.2011)	newly connected power receivers and (or) power facilities			
	under 100 kW	0,4	rbs/kW	7 743,19
	above 100 kW	0,4	rbs/kW	8 161,59
	under 100 kW	6-10	rbs/kW	7 743,19
	above 100 kW	6-10	rbs/kW	8 161,59
	For applicants with maximum connected power not exceeding 15 kW	-	for the connection	466,1
“Kalmenergo” branch of “IDGC of the South” JSC				
Rate for covering expenditures on technological connection, including construction and modernization of grid facilities: technical specifications and their approval. Implementation of technical specifications	under 35 kV	rbs/MW	<b>88 862,72</b>	7 392,62
	> 35kV			
	under 35 kV	rbs/MW	8 309,32	
	under 35 kV	rbs/MW	24 042,32	
	Participation of grid company in revision (examination) of connected devices by the federal body of executive power in charge of technological supervision	under 35 kV	rbs/MW	1 386,92
	Connection by the grid company of the facilities of the applicant and switching the commutation machine	under 35 kV	rbs/km	27 054,61
	Rate on covering expenses at	LV		215 125,00

	technological connection, precisely for covering expenses for construction and modernization of overhead lines	MV2	rbs/km	268 750,00
	Rate on covering expenses at technological connection, precisely for covering expenses for construction and modernization of cable lines	LV	-	-
		MV2		-
	Rate on covering expenses at technological connection, precisely for covering expenses for construction and modernization of substations	LV	rbs/line	313 313,75
		MV2	rbs/line	-
Order of Regional Tariffs Service of Republic of Kalmykia No. 56-П/э dd. 21.07.2009. Published in "Khalmg Ynn" No. 61 dd. 28.07.09	For applicants with maximum power not exceeding 15 kW (with allowance for power previously connected to this connection point) and distance between the Applicant's lot lines and the electric grid facility of "Kalmenergo" branch of "IDGC of the South" JSC not exceeding 300 m in town and 500 m in rural environment	0,4-10 kV		466,1
"Rostovenergo" branch of "IDGC of the South" JSC				
Resolution of Regional Tariffs Service of Rostov Region No. 30/10 dd 27.12.2011 (source publication)	Standardized tariff rates of payment for technological connection to distribution grids of the branch (prices of 2001)			
	Rate of covering expenses of technological connection exclusive of construction and overhaul of electric	-	rbs/line	180 128,62

of original version: "Our Time" newspaper, No. 14-17, 24.01.2012)	grid facilities, total, including:			
	preparing technical requirements by grid company and approving them by system operator	-	rbs/line	73 976,34
	grid company's verification of meeting technical requirements by the applicant.	-	rbs/line	46 206,29
	Participation of the grid company in checking up devices under the connection by an official of federal executive body in charge of technological supervision, involving owner of the devices	-	rbs/line	-
	Actual connection of the applicant's facilities to electric grids and switching device by the grid company	-	rbs/line	59 945,99
	Rate of covering expenses of technological connection in the part of expenditures for construction and overhaul of OHTL	LV	rbs/line	282 513,00
		MV2		rbs/MW
	Rate of covering expenses of technological connection in the part of expenditures for construction and overhaul of cable power lines	LV	rbs/MW	291 225,00
MV2		rbs/MW	527 796,00	

	Rate of covering expenses of technological connection in the part of expenditures for construction and overhaul of substations, including:	-	rbs/MW	-
	Construction of main substations, 35 kV and above substations	-	rbs/MW	-
	Construction of package transformer substations, Distribution Transformer Substations of under 35 kV voltage class	LV	rbs/km	121 527,00
		MV2		-
	Construction and overhaul of sectioning switches, electrical distribution points, switchgears, switching equipment (cubicles, chutes, panels and circuit breakers)	LV	rbs/km	141 000,10
		MV2		141 000,10
	Setting up electricity metering	LV	-	13 919,36
		MV2	rbs/line	13 919,36
	Set up of telemetering (telecontrol)	LV	rbs/line	5 806,25
		MV2	rbs/line	5 806,25
	Setting up Relay protection and emergency control equipment, linkage, capacitance current compensation	LV	rbs/line	17 464,37
		MV2		17 464,37
	For legal entities	-		N*466,1

	and nonprofit organizations as applicants to supply electricity to citizens who are members of the organization and settle according to general exit charge register		for the connection	
	For individuals and legal entities in order to consume electric energy for public living needs, with connected power not exceeding 15 kW	-	for the connection	466,1

\*N - number of members (subscribers) of the organization in case each member of the entity is connected to maximum 15 kW.

**Total capacity and specification for IDGC of the south assets (data on substations and power lines) as of 30.06.2012**

Item	Unit of measurement	Total	Astrakhanenergo	Volgogradenergo	Kalmenergo	Rostovenergo
<b>Amount and capacity of 35-220 kV substations, total</b>	<b>pieces</b>	1 218	136	396	117	569
	<b>MVA</b>	18 532	2 119	6 557	1 112	8 744
including 220 kV substations	pieces	4	0	2	2	0
	MVA	516	0	126	390	0
110 kV substations	pieces	638	90	260	46	242
	MVA	14 741	1 755	5 636	512	6 838
35 kV substations	pieces	576	46	134	69	327
	MVA	3 275	364	795	210	1 906
<b>Length of overhead lines, bcero</b>	<b>km</b>	155 501	18 989	44 937	19 122	72 453
Length of 35-220 kV overhead lines	km	27 632	3 023	8 896	4 156	11 557
including 220 kV overhead lines	km	386	0	141	245	0
110 kV overhead lines	km	15 602	2 354	5 933	1 957	5 358
35 kV overhead	km	11 644	669	2 822	1 954	6 199

lines						
Length of 0.38-10 kV overhead lines	km	127 870	15 965	36 042	14 967	60 896
including 10 kV overhead lines	km	72 394	9 262	21 174	11 937	30 021
6 kV overhead lines	km	3 795	1 053	900	24	1 818
0,38 kV overhead lines	km	51 681	5 650	13 968	3 006	29 057
<b>Length of cable lines, total</b>	<b>km</b>	<b>1 972</b>	<b>1 036</b>	<b>428</b>	<b>1</b>	<b>507</b>
including 110-35 kV cable lines	km	87	2	0	0	85
10-0.38 kV cable lines	km	1 885	1 034	428	1	422
Amount and capacity of transformer substations, distribution substations 6.10/0.38 kV	pieces					
		30 424	3 443	9 973	3 142	13 866
	MVA	4 993	864	1 842	306	1 981

### Data on energy transmission in 2011 and the 2<sup>nd</sup> quarter of 2012:

Branch names of "IDGC of the South", JSC	Grid output	Productive supply	General power loss	
	kWh in thousands	kWh in mln	kWh in mln	%
2 <sup>nd</sup> quarter of 2012				
"Astrakhanenergo"	836.235	736.466	99.769	11.931
"Volgogradenergo"	2 569.675	2 477.710	91.965	3.579
"Kalmenergo"	98.454	82.626	15.829	16.077
"Rostovenergo"	3 063.454	2 860.243	203.211	6.633
TOTAL in "IDGC of the South", JSC	6 567.819	6 157.045	410.774	6.254

Note: Grid output – electric power volume delivered to the electric grid of the grid company delivered from other grids or electric power producers; productive supply - electric power volume consumed by power receivers of the User connected to this grid along with electric power transmitted by other grid companies; power loss – difference between power grid output and productive supply.

By the results of IDGC of the South activity in the 2<sup>nd</sup> quarter of 2012 the grid output was 6 567.819 million kW\*h, where the productive supply was 6 157.045 million kW\*h.

Actual losses in the 2<sup>nd</sup> quarter of 2012 were 410.774 million kW\*h or 6.254 %.

### Services Performed in 2011 and in the 2<sup>nd</sup> quarter of 2012:

	Indicator	Measurement units	plan	actual	Deviations, %
<b>2<sup>nd</sup> quarter of 2012</b>					
<b>1</b>	<b>Services performed, including:</b>	<b>mln kWh</b>	6 282.317	6 101.243	-2.9
	“Astrakhanenergo”	mln kWh	740.064	733.025	-1.0
	“Volgogradenergo”	mln kWh	2 478.422	2 462.461	-0.6
	“Kalmenergo”	mln kWh	83.032	82.626	-0.5
	“Rostovenergo”	mln kWh	2 980.798	2 823.131	-5.3
<b>2</b>	<b>Revenue, including:</b>	<b>mln rbs</b>	5 457.403	5 419.888	-0.7
	“Astrakhanenergo”	mln rbs	819.280	776.328	-5.2
	“Volgogradenergo”	mln rbs	1 753.498	1 807.220	3.1
	“Kalmenergo”	mln rbs	120.426	123.774	2.8
	“Rostovenergo”	mln rbs	2 764.200	2 712.567	-1.9

Actual volume of rendered services on transmission of electric energy amounted to 6 101,242 million kW\*h in the 2<sup>nd</sup> quarter of 2012, which is 181.07 million kW\*h or -2.9% less than the planned indicator. The revenue from the rendered services was 5 419.888 million rubles, VAT excluded.

### Data on Technological Connection of Consumers to Electric Grids (Inclusive of Generation)

In the first half of 2012, there were 14 542 applications for technological connection accepted. Consumers applied for technological connection to electric grids of branches of “IDGC of the South”, JSC: “Astrakhanenergo”, “Volgogradenergo”, “Rostovenergo” and “Kalmenergo”; total power applied for amounted to 1 757 286 kW. There were 7 556 contracts for technological connection concluded; total power of the contracts amounted to 220 296 kW.

There were 3 026 connections made; total power of them equaled 148 569 kW.

Branches of IDGC of the South JSC	Applications accepted, pcs.	Total power, kW	Contracts concluded, pcs	Total power, kW	Connections made	Total power, kW
Astrakhanenergo	3 942	443 054	2 370	51 230	2 182	41 536

Volgogradenergo	1 980	233 299	1 372	68 000	1 676	40 790
Kalmenergo	156	38 995	102	1 800	157	1 815
Rostovenergo	8 464	1 041 938	3 712	99 266	2 945	64 428
Total in IDGC of the South JSC	14 542	1 757 286	7 556	220 296	6 960	148 569

### Structure of Applications in Terms of Business Types

Consumer category type	Amount of applications for technological connection (in process)									
	Astrakhanenergo		Volgogradenergo		Kalmenergo		Rostovenergo		IDGC of the South JSC	
	pcs	total power applied for (N), kW	pcs	total power applied for (N), kW	pcs	total power applied for (N), kW	pcs	total power applied for (N), kW	pcs	total power applied for (N), kW
Domestic household	2 935	19 590	1 143	11 035	78	422	2 536	25 246	6 692	56 292
Small and medium enterprises	970	57 514	775	38 417	77	3 173	5 408	175 161	7 230	274 265
Large scale business	37	365 950	62	183 848	1	35 400	520	841 531	620	1 426 729
<b>TOTAL</b>	<b>3 942</b>	<b>443 054</b>	<b>1 980</b>	<b>233 299</b>	<b>156</b>	<b>38 995</b>	<b>8 464</b>	<b>1 041 938</b>	<b>14 542</b>	<b>1 757 286</b>



### Quarterly Operation and Financial Results Forecast

Repair-and-maintenance programmes of branches of “IDGC of the South”, JSC shall be implemented according to approved work plans and schedules for the third quarter of 2012.

According to business-plan for the third quarter of 2012, the following costs are planned for repair activities:

Branches of “IDGC of the South”, JSC	repair of own property, total, thous. rbs	Incl. overhaul, rubles in thousands	Including current repair, thous. rbs
“Astrakhanenergo”	44 491	38 484	6 007
“Volgogradenergo”	85 766	79 044	6 722
“Kalmenergo”	15 662	15 411	221
“Rostovenergo”	175 937	141 110	34 827
“IDGC of the South”, JSC, total	<b>321 856</b>	<b>274 049</b>	<b>47 777</b>

The expected revenue volume from transmission, the basic activity, shall amount to 6060 073 thous. rbs in the 3<sup>rd</sup> quarter of 2012; expected self-cost is 5 448 879 thous. rbs.

Total amount of revenue expected in the 3<sup>rd</sup> quarter is 6 267 912 thous. rbs, expected costs are 5 544 710 thous. rbs.

#### Seasonal Character of the Issuer’s Principal Economic Activity

Principal economic activity of the Issuer is not regarded as seasonal.

#### General Structure of the Issuer’s Expenses

Indicator	2012, 6 months.
Store,%	3.11
Purchased components and intermediates, %	0
Works and production, maintenance and delivery services performed by external agencies, %	33.52
Fuel, %	1
Power, %	23.05
Labour costs, %	18.2
Interest on credits, %	0

Quasi rent, %	0.44
Fringe benefit expenses,%	5.34
Capital consumption,%	11.82
Taxes released to production costs,%	0.48
Miscellaneous expenses (to be accounted for)	
Intangible assets depreciation, %	0
remuneration for rationalization proposal, %	0
Obligatory insurance paymentes, %	0.57
hospitality expenditures, %	0
other, %	2.45
Costs of production and selling (of works, services) (self-cost), %	100
For reference only: product (works, service) proceeding, %	122.86

New Essential Types of Products (Works, Services), Offered by the Issuer on its Principal Activity Market to the Extent Matching Common Information Concerning such Products (Works and Services)

New essential types of products (works, services) are absent.

Standards (Regulations) for the Financial Statements to Comply with and Settlements covered by this item of the quarterly report to be Performed

- Federal Law “On Accounting” No. 129-Φ3 dd. November 21, 1996 ;
- Regulation on Accounting Records and Preparation of Accounting Statements of Russian Federation, approved by Order of Russian Ministry of Finance No. 34H dated 29.07.1998;
- Tax Code of the Russian Federation;
- Chart of Accounts, approved by Order of Russian Ministry of Finance No. 94H dd. 31.10.2000 and Its Application Sheet as amended;
- Order of Russian Ministry of Finance “On Forms of Financial Statements in Organizations” No. 66H dated 02.07.2010;
- Accounting and Taxation Standard.

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

#### **6 months of 2012**

Suppliers of the Issuer sharing not less than 10% of all the materials and goods (raw materials) supplied:

Full company name: **Closed joint stock company Novelties and business in power industry”**

Location: **1 Zavodskaya str., Yuzhnouralsk, Chelyabinskaya oblast., 457040**

TIN: **7424022191**

PSRN: **1057436009531**

Part in the total volume of supplies, %: **34.08**

Full company name: **Limited liability company “Trade centre “UNKOMTEX”**

Location: **1 Filyovskiy boulevard, Moscow 121601**

TIN: **7731530768**

PSRN: **1057748244388**

Part in the total volume of supplies, %: **29.64**

Full company name: **Closed joint stock company “FPG “Energokontrakt”**

Location: **office 707, 9 Karmanistkiy alley, Moscow 119002**

TIN: **7703268269**

PSRN: **2057748135938**

Part in the total volume of supplies, %: **11.23**

Data on Change in Prices for More than 10% of Basic Materials and Goods (Raw Materials) during the Accounting Period as Compared with Corresponding Accounting Period of the Previous Year:

	<b>Goods</b>	<b>Change in price (in %)</b>	<b>notes</b>
1	Automatic circuit breaker	10.47%	increase
2	Cable fittings	14.0%	increase
3	Line accessories	28.2%	reduce
4	Safety cut-off	15.4%	reduce
5	Reinforced concrete	11.7%	increase
6	Tower body 110-5	14.0%	increase
7	Tower body105-5	12.0%	increase
8	Voltage suppressor	20.0%	increase
9	Frontal binding for self-supporting insulated conductor (BRDF 150,6) - BK	37.0%	increase
10	Seal (NC 20)	11.0%	increase
11	Cord rings (E 778)	58.0%	increase

12	Disconnecting switch on voltage 35-110 kV.	13.4%	increase
13	WireA 35	23.3%	increase
14	WireAS 120/19	21.6%	increase

Share of import in materials and goods supply, import sources availability forecast and potential alternative sources:

There is no import supply.

### 3.2.4. Commodity Markets of Products (Works, Services) of the Issuer

Basic Markets of the Issuer's Operation:

“IDGC of the South” JSC brings together distribution grid complexes of 4 constituent entities of the Russian Federation: Republic of Kalmykia, Astrakhan region, Volgograd region and Rostov region.

Issuer's ordinary activity is rendering services of electric power transmission and technological connection of power receivers (electric power installations) owned by legal persons and individuals to electric power grids.

The Issuer carries out Its ordinary activity in conditions of natural monopoly, state regulated as to setting tariffs for rendering services of electric power transmission and technological connection of the customers to the electric grid. With regard to growing demand for electric power in the configuration areas, the Issuer pays special attention to development, restructuring and enhancing transmission capacity of the electric grid facilities, expecting increase in electric power transmission service volumes.

Electric power transmission services provided by the branches of “IDGC of the South”, JSC are consumed by participants of wholesale and retail electric power markets. According to accounting data of quarter II of 2012, 8 guarantee suppliers, 24 independent power supply companies, 62 “direct” consumers and 8 associated grid entities were registered.

#### Share of market of services of energy transmission to end-users of IDGC of the South grids in the 2<sup>nd</sup> quarter of 2012

Branch of IDGC of the South JSC, total	Share of market, %
“Astrakhanenergo”	96.7%
“Volgogradenergo”	35.5%
“Kalmenergo”	51.0%
“Rostovenergo”	31.4%

<b>“IDGC of the South”, JSC, total</b>	41.2%
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Factors of Possible Negative Impact on the Issuer’s Product (Works, Services)  
Sales and Probable Actions of the Issuer on Mitigation of Such Impact:

As part of the issuer’s services on electricity transmission there might be reduction in the amount of such services by reducing the energy consumption of existing enterprises (manufacturing recession).

In the second quarter of 2012 due to the overall development of production and population growth in energy consumption the increase of the volume of services on transfer of electric energy with respect to the planned values for the whole of “IDGC of the South” JSC was -2.9%.

### **3.2.5. Data on the Issuer’ Licenses**

License issuing authority:Subsurface Management Department in Volgograd region

License number:**БЖГ № 01548 БЭ**

Type of activity (activities):Abstraction of underground water for domestic and industrial needs, watering planted land of Voroshilovskiy district

Date of issue: **05.05.1993**

Valid until: **01.01.2032**

License issuing authority:Subsurface Management Department in Volgograd region

License number:**БЖГ № 01550 БЭ**

Type of activity (activities):Abstraction of underground water for domestic and industrial needs, watering planted land of “Danilovka” Substation

Date of issue: **26.05.2008**

Valid until: **01.01.2034**

License issuing authority:Volgograd Area Office for Subsurface Use

License number:**БЖГ № 01540 БЭ**

Type of activity (activities):Extraction of underground water for domestic and industrial needs, irrigation of green spaces at Log worker’s settlement, Ilovlibniskiy district Date of issue: **16.05.2008**

Valid until: **01.01.2033**

License issuing authority:Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number:**PCT 01958**

Type of activity (activities):Extraction of groundwater for process water supply of industrial facility from the hole in Novokuznetsov hamlet, Milyutinsky district of Rostov region

Date of issue: **29.12.2008**

Valid until: **30.09.2012**

License issuing authority:Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number:**PCT 01952**

Type of activity (activities):Extraction of underground drinking waters for process water supply of the industrial facility from the hole in Volgodonsk, Rostov region

Date of issue: **29.12.2008**

Valid until: **28.12.2013**

License issuing authority:Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number:**PCT 01962**

Type of activity (activities):Extraction of technical groundwater for process water supply of the industrial facility from the hole in Kalitvenskaya village, Kamenskiy district of Rostov region

Date of issue: **29.12.2008**

Valid until: **31.10.2012**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number: **PCT 01957**

Name of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Staraya Stanitsa hamlet, Kamenskiy district of Rostov region

Date of issue: **29.12.2008**

Valid until: **30.09.2012**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number: **PCT 01961**

Name of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Golubinka hamlet, Belokalitvinsky district of Rostov region

Date of issue: **29.12.2008**

Valid until: **31.10.2012**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number: **PCT 01960**

Name of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Kolushkino hamlet, Tarasovsky district of Rostov region

Date of issue: **29.12.2008**

Valid until: **30.09.2012**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number: **PCT 01959**

Name of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Tatsinskaya village, Tatsinsky district of Rostov region

Date of issue: **29.12.2008**

Valid until: **30.09.2012**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number: **PCT 02227 BЭ**

Type of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Zavetnoye village, Zavetinskiy district, Rostov region

Date of issue: **05.10.2010**

Valid until: **04.10.2030**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number: **PCT 02228 BЭ**

Type of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Volgodonsk, Rostov region

Date of issue: **05.10.2010**

Valid until: **04.10.2030**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number: **PCT 02327 BЭ**

Type of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Bolshaya Martynovka village, Martynovskiy district

Date of issue: **21.01.2011**

Valid until: **20.01.2031**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number: **PCT 02414 BЭ**

Type of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Klyuchnikova Balka village, Neklinovskiy district, Rostov region

Date of issue: **21.04.2011**

Valid until: **20.04.2031**

License issuing authority: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

License number: **PCT 02024 BЭ**

Type of activity (activities): Extraction of technical groundwater for process water supply of the industrial facility from the hole in Veshenskaya village, Sholokhovskiy district, Rostov region

Date of issue: **01.07.2009**

Valid until: **30.06.2029**

License issuing authority: Federal Service for Environmental, Technological and Nuclear Supervision

License number: **БП-29-001130**

Type of activity (activities): Operation and maintenance of explosion and fire hazardous facilities

Date of issue: **15.01.2010**

Valid until: **15.01.2015**

License issuing authority: "Energostroy" NPO, Self-Regulatory Organization

License number: **№ 0265.03-2011-6164266561-C-060**

Type of activity (activities): Admission to a particular kind or kinds of works that have (has) an impact on the security of capital construction projects

Date of issue: **21.11.2011**

Valid until:  
Perpetual licence

License issuing authority: **“Energoproekt”** NPO, Self-Regulatory Organization

License number: **II-0251-02-2010-0262**

Type of activity (activities): Admission to a particular kind or kinds of works that have (has) an impact on the security of capital construction projects

Date of issue: **22.07.2011**

Valid until:  
Perpetual licence

License issuing authority: Federal Service for Supervision in the Sphere of Communications, Information Technology and Mass Communications

License number: **68956**

Type of activity (activities): Providing services on communication channels lease in Rostov Area

Date of issue: **06.08.2009**

Valid until: **06.08.2014**

License issuing authority: Federal Service for Supervision in the Sphere of Communications, Information Technology and Mass Communications

License number: **68957**

Type of activity (activities): Providing services on communication channels lease in Volgograd Area

Date of issue: **06.08.2009**

Valid until: **06.08.2014**

License issuing authority: Federal Service for Supervision in the Sphere of Communications, Information Technology and Mass Communications

License number: **68958**

Type of activity (activities): Providing services on communication channels lease in Rostov region

Date of issue: **06.08.2009**

Valid until: **06.08.2014**

License issuing authority: **RF Federal Security Service in Krasnodar region**

License number: **№ 911**

Type of activity (activities): **License for activities that include usage of information constituting state secret, classified documents of executive office of IDGC of the South JSC**

Date of issue: **01.07.2010**

Valid until: **01.07.2015**

License issuing authority: **RF Federal Security Service in Krasnodar region**

License number: **№ 911/1**

Type of activity (activities): **License for activities that include usage of information constituting state secret, classified documents of executive office of Rostovenergo**

Date of issue: **01.07.2010**

Valid until: **01.07.2015**

License issuing authority: **RF Federal Security Service in Krasnodar region**

License number: **№ 911/2**

Type of activity (activities): **License for activities that include usage of information constituting state secret, classified documents of executive office of Volgogradenergo**

Date of issue: **01.07.2010**

Valid until: **01.07.2015**

License issuing authority: **RF Federal Security Service in Krasnodar region**

License number: **№ 911/3**

Type of activity (activities): **License for activities that include usage of information constituting state secret, classified documents of executive office of Kalmenergo**

Date of issue: **01.07.2010**

Valid until: **01.07.2015**

License issuing authority: **RF Federal Security Service in Krasnodar region**

License number: **№ 911/4**

Type of activity (activities): **License for activities that include usage of information constituting state secret, classified documents of executive office of Astrakhanenergo**

Date of issue: **01.07.2010**

Valid until: **01.07.2015**

License issuing authority: **RF Federal Security Service in Krasnodar region**

License number: **№ 911/4/1**

Type of activity (activities): **License for activities related to protection of state secret of Astrakhanenergo**

Date of issue: **01.07.2010**

Valid until: **01.07.2015**

License issuing authority: **RF Federal Security Service in Rostov region**

License number:**3022**

Type of activity (activities): **License for activities that include usage of information constituting state secret, classified documents of executive office of IDGC of the South.**

Date of issue:**19.6.2012**

Valid until: **01.07.2015**

The Issuer fulfills license requirements, takes all the necessary actions to obtain, keep in force and renew licenses, as well as minimize the probability of license suspension, change or withdrawal. Consequently, the Issuer does not expect any complications in license renewal related with the Issuer's activities.

**In the 2nd quarter of 2012 was licensed the following software:**

- License: Kaspersky TotalSpase Security Russian Edition. 2 year Renewal License in amount of 5955 items.
- Licensed software Microsoft Enterprise Agreement.
- Installation package ABBYY FineReader 9.0 Corporate Edition in amount of 1 item.
- ABBYY FineReader 9.0 Corporate Edition in amount of 55 items.
- Radmin 3.x – Corporate license [200-399 licensies] in amount of 300 items.
- Rights for PC programmes for WinRAR 3.x: Standard Licence – for legal entities 1000+ licensies in amount of 2000 items.
- CorelDRAW Graphics Suite X4 License MUL (1-10) in amount of 2 items.
- ABBYY Recognition Server 3.0. in amount of 1 item.
- ManageEngine NetFlow Analyzer Professional Edition - Perpetual Licensing Model: Single Installation License fee for 100 Interfaces Pack in amount of 1 item.
- AutoCAD 2011 Commercial New NLM in amount of 4 items.
- ABBYY FineReader 11 Corporate Edition. One personal license Concurrent in amount of 35 items.
- System Tools Hyena: Standard Edition in amount of 7 items.
- ManageEngine NetFlow Analyzer Professional Edition - Perpetual Licensing Model: Single Installation License fee for 100 Interfaces Pack in amount of 1 item.
- Orion Network Configuration Manager - DL50 License with 1st-year maintenance (up to 50 nodes) in amount of 1 item.
- CorelDRAW Graphics Suite X5 License Media Pack in amount of 1 item.
- Alfacentre. Single version AC\_PE (up to 100 electricity meters) in amount of 1 item.

- Metercat. Software Automated metering system of control and electric energy metering in amount of 1 item.
- Rendering of service of protected electronic document management, license “VLSI++ “Electronic accounting”, license “Kripto ARM” standard» (for accountancy).

Total cost of licensed software amounts 15 241 083.89 rubles (VAT free according to paragraph 2 of Article 149 of Tax Code of Russian Federation)

### **3.2.6. Additional requirements to issuers being joint stock investment funds, insurance or lending institutions, mortgage agents**

### **3.2.7. Additional requirements to issuers which main activity is the extraction of minerals**

Mining is not the core activities of the issuer

### **3.2.8. Additional requirements to issuers which main activity is the provision of telecommunications services**

Provision of telecommunications services is not the core activities of the issuer

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

In nowadays situation the strategic goals of “IDGC of the South” JSC are:

- increase of reliability and quality of services rendered by the Company, including the reduction of deterioration of Company’s transmission facilities;
- increase of efficiency of power grid facilities, buildings and structures and provision of innovation-based development of the Company;
- increase of the availability of grid infrastructure, including:
  - meeting of demand and the creation of a reserve of electrical power to the extent advance economic development for 3-5 years;
  - increase in market share of grid services on the service area;
- increase operational efficiency, including:
  - reduction of transaction costs and the level of energy losses;
  - increasing the profitability of the Company;
- improving the investment attractiveness of the securities of “IDGC of the South” JSC including increase in the level of capitalization of the Company, transition to RAB-regulation;
- development of human capital.

Information on plans of organization of rendering the basic services of “IDGC of the South” JSC

Organization of production, development of new products, changes in core activities are not planned by the issuer.

Development of power supply network is performed in accordance with the approved scheme of long-term development of electric networks and the requirements of technical conditions for the organization of technological

connection of consumers to the grid of the Company.

Information on the investment projects, including on the expected level of funding for the planned investment projects

The purpose of issuer's activity on technological connection for the near future is to ensure that the needs of a growing economy generating capacity in the South of Russia.

Cooperation between "IDGC of the South" JSC and "RZD" JSC in the Rostov region in the field of electrical traction substations is confirmed by signed contracts, one for technological connection to electric networks of "IDGC of the South" JSC - "Rostovenergo" 110 kV with a Repair Towing planned construction of HVL-110 kV, with a total length of 30 km.

The company "Lukoil-Astrakhanenergo" plans to make in 2013 connection to electric networks of "IDGC of the South" JSC - Astrakhanenergo combined cycle gas turbine generating equipment PGU-235 at boiler "Tsentralnaya" in Astrakhan. Issuance of a network of maximum electric power of CCGT (235 MW) will be a voltage of 110 and 220 kV.

In the 2<sup>nd</sup> quarter of 2012 branch of "IDGC of the South" JSC – "Astrakhanenergo" concluded the contract for technological connection of public enterprise "Directorate for implementation of federal and regional programmes at Astrakhan region":

- building of diagnostic centre of regional hospital, max capacity more than 1000 kW.
- building of department of surgery of regional hospital, max capacity more than 800 kW,

"IDGC of the South" JSC does (plans to) measures of technological connection facilities of consumers, including not only big, but socially important:

The Volgograd Region

- building of medical and obstetrical station of "Nikolaevskaya district hospital";
- buildings of Novonikolaskiy kindergarten "Kolokolchik"
- building of fire department at Danilovskiy district

Astrakhan Region

- connection of shopping and entertainment mall at Vokzalnaya str in Leninskiy district of Astrakhan (applicant "Fantom" LLC, capacity about 7000kW).

Rostov Region

- connection of water and sewage treatment plants near Rostov-on-Don, two powerful pump stations KNS-6, KNS-7 total capacity of 1238 kW and two water stations in the region of Dugino village, total capacity of 8647 kW – planned in August 2012.
- construction of power distribution networks near Rostov-on-Don for

connection of residential estates and houses: Shchepkina, Temernitsky, Mishkino, h.B.Log villages (performed design work);

- connection of the new terminal Taganrog Customs in the implementation of complete reconstruction of Kujbyshevo 1 and the construction of two 10 kV overhead lines, approximate length of 12 km each;
- connection PCR-4 6 kV III-IV glassware production company "Actis" in Novocherkassk, a total capacity of 9000 kW.
- connect socially important objects of Taganrog, network design which is at the moment.

Large-scale project at "IDGC of the South" JSC in cooperation with the Company "KTK-R" is the construction of new substation in the Republic of Kalmykia:

- 110 kV pump station 2;
- 110 kV NPC 3.

Input power in these objects is planned for 2013.

For each branch of "IDGC of the South" JSC in the investment program there are scheduled capital investments to carry out works for the construction of substations, reconstruction and expansion of the existing substation to the replacement of power transformers, construction and reconstruction of high-voltage transmission lines.

Scheduled investment volume of "IDGC of the South", JSC for 2012 - 2017 is estimated follows:

branch of "IDGC of the South", JSC	Investments, mln rbs						
	2012	2013	2014	2015	2016	2017	2012-2017
Executive office	50.068	50.068	52.571	55.199	57.966	60.872	326.744
"Astrakhanenergo"	651.323	770.099	900.000	950.000	1 000.000	1 100.000	5 371.422
"Volgogradenergo"	715.351	840.342	653.045	995.000	1 580.000	2 055.000	6 838.738
"Kalmenergo"	1 294.309	748.119	72.640	153.304	180.000	190.000	2 638.372
"Rostovenergo"	2 786.349	3 020.000	3 295.000	3 393.000	3 497.000	3 546.000	19 537.349
"IDGC of the South", JSC, total	<b>5 497.400</b>	<b>5 428.628</b>	<b>4 973.256</b>	<b>5 546.503</b>	<b>6 314.966</b>	<b>6 951.872</b>	<b>34 712.625</b>

The programmes should be carried out according to the technical policy adopted by "IDGC Holding", JSC. Relating to power grids the policy is determined by key strategic development goals of the Unified National Energy System which are as follows:

- creating grid and technological infrastructures to enable efficient functioning of the competitive electric power market within the Russian Federation and ensuring international power market integration;
- overcoming deterioration of fixed assets and electric grids and grid facilities through scaling-up their overhaul and retrofitting (re-equipment of substations, retrofitting of high-voltage power transmission lines, upgrade and development of information infrastructure).

#### Data on Investment Projects

Primary implementation areas of investment programme of “IDGC of the South” JSC (scheduled and actual indicators of 2012) are represented in the following table

branch of IDGC of the South JSC	Plan for the first half of 2012				Actual for the first half of 2012							
	Assimilation	Introduction into service			Assimilation of CAPEX		Introduction into service					
		mln rbs	mln rbs	MV A	km	mln rbs	%	mln rbs	%	MV A	%	km
Executive office	4.871	0.066	-	-	7.233	148 %	4.492	100 %	-		-	
Astrakhanenergo	172.575	100.148	2	24	164.443	95 %	120.136	120 %	2	136%	52	221 %
Volgogradenergo	218.860	65.799	2	16	111.889	51 %	49.167	75 %	4	177%	21	134 %
Kalmenergo	506.114	14.657	-	7	557.935	100 %	17.316	118 %	-	100%	7	100 %
Rostovenergo	444.483	317.956	17	215	505.743	114 %	442.968	139 %	18	108%	278	129 %
<b>IDGC of the South JSC, total</b>	<b>1346.903</b>	<b>498.626</b>	<b>21</b>	<b>261</b>	<b>1347.243</b>	<b>100 %</b>	<b>634.079</b>	<b>127 %</b>	<b>24</b>	<b>118 %</b>	<b>358</b>	<b>137 %</b>

In order to increase quality of services and satisfaction of consumers the Company opens clients service centres, as of June 30, 2012 there are 126 subdivisions responsible for interaction with consumers, among the subdivisions there are: 17 Central Offices for Customer Service and 109 Offices for Customer Service

#### **In “Astrakhanenergo” there is 1 Central Office for Customer Service and 15 Offices for Customer Service:**

- 1) Central Office for Customer Service Astrakhan;
- 2) Office for Customer Service Akhtubinsky distribution zone, Akhtubinsk village;
- 3) Office for Customer Service Volodarsky distribution zone, Volodarsky village;

- 4) Office for Customer Service Enotaevsky distribution zone, Enotaevka village;
- 5) Office for Customer Service Kamyzyaksky distribution zone, Kamyzyak village;
- 6) Office for Customer Service Ikryaninsky distribution zone, Ikryanoye village;
- 7) Office for Customer Service Krasnoyarsk distribution zone, Krasny Yar village;
- 8) Office for Customer Service Limansky, distribution zones, Lyman village;
- 9) Office for Customer Service Right Bank distribution zone, Solyanka village;
- 10) Office for Customer Service Privolzhskiy distribution zone, Nachalovo village;
- 11) North KLO RES, Znamensk;
- 12) Office for Customer Service Harabalinskiy distribution zone, Kharabali village;
- 13) Central Office for Customer Service distribution zone, Astrakhan;
- 14) Office for Customer Service Zaboldinsky distribution zone, Astrakhan;
- 15) Office for Customer Service Trusovsky, distribution zone, Astrakhan;
- 16) Office for Customer Service Chernoyarsky distribution zone, Cherniy Yar village;

**In branch of “IDGC of the South” JSC – “Volgogradenergo” – there are 6 customer service centres and 36 quality assurance departments of distribution zones:**

- 17) Customer service centre of “Levoberezhnye electric grids”, Volzhskiy;
- 18) Quality assurance departments of Volzhskiy distribution zone, Volzhskiy;
- 19) Quality assurance departments of Sredneakhtubinskiy distribution zone, worker’s settlement Srednyaya Akhtuba;
- 20) Quality assurance departments of Leninskiy distribution zone, Leninsk;
- 21) Quality assurance departments of Bykovskiy distribution zone, worker’s settlement Bykovo;
- 22) Quality assurance departments of Nikolaevskiy distribution zone, Nikolaevsk;
- 23) Quality assurance departments of Pallasovskiy distribution zone, Pallasovka;
- 24) Quality assurance departments of Staropoltavskiy distribution zone, worker’s settlement Staraya Poltavka;
- 25) Customer service centre of “Pravoberezhnye electric grids”, Volgograd;
- 26) Quality assurance departments of Kotelnikovskiy distribution zone, Kotelnikovo;
- 27) Quality assurance departments of Oktyabrskiy distribution zone, worker’s settlement Oktyabrskiy;
- 28) Quality assurance departments of Surovinskiy distribution zone, Surovikino;

- 29) Quality assurance departments of Chernyshovskiy distribution zone, worker's settlement Chernyshovskiy;
- 30) Customer service centre of "Volgograd electric grids", Volgograd;
- 31) Quality assurance departments of Dubovskiy distribution zone, Dubovka;
- 32) Quality assurance departments of Gorodishenskiy distribution zone, worker's settlement Gorodishe;
- 33) Quality assurance departments of Gorodskoy distribution zone, Volgograd;
- 34) Quality assurance departments of Kalachaevskiy distribution zone, Kalach-on-Don;
- 35) Quality assurance departments of Krasnoarmeyskiy distribution zone, Volgograd;
- 36) Quality assurance departments of Parkhomenskiy distribution zone, village Parkhomenko;
- 37) Customer service centre of "Kamyshinskiy electric grids", Kamyshin;
- 38) Quality assurance departments of Petrovvalskiy distribution zone, Petrov Val;
- 39) Quality assurance departments of Olkhovskiy distribution zone, village Olkhovka;
- 40) Quality assurance departments of Krasnoyarskiy distribution zone, worker's settlement Krasniy Yar;
- 41) Quality assurance departments of Kotovskiy distribution zone, Kotovo;
- 42) Quality assurance departments of Danilovskiy distribution zone, worker's settlement Danilovka;
- 43) Quality assurance departments of Rudnyavskiy distribution zone, worker's settlement Rudnya;
- 44) Quality assurance departments of Elanskiy distribution zone, worker's settlement Elan;
- 45) Customer service centre of "Mikhailovskie electric grids", Mikhailovka;
- 46) Quality assurance departments of Mikhailovskiy distribution zone, Mikhailovka;
- 47) Quality assurance departments of Kumylzhenskiy distribution zone, village Kumylzhenskaya;
- 48) Quality assurance departments of Logovskiy distribution zone, village Log;
- 49) Quality assurance departments of Serafimovichskiy distribution zone, Serafimovich;
- 50) Quality assurance departments of Kletskiy distribution zone, village Kletskaya;
- 51) Quality assurance departments of Frolovskiy distribution zone, Frolovo;
- 52) Customer service centre of "Uryupinskiy electric grids", Uryupinsk;
- 53) Quality assurance departments of Uryupinskiy distribution zone, Uryupinsk;

- 54) Quality assurance departments of Novoanninskiy distribution zone, Novoanninskiy;
- 55) Quality assurance departments of Nekhaevskiy distribution zone, village Nekhaevskaya;
- 56) Quality assurance departments of Alxeevskiy distribution zone, village Alexeevskaya;
- 57) Quality assurance departments of Novonikolaevskiy distribution zone, worker's settlement Novonikolaevskiy;
- 58) Quality assurance departments of Kikvidzenskiy distribution zone, village Preobrazhenskaya;

**In branch of “IDGC of the South” JSC – “Rostovenergo” – there are 9 customer service centres and 45 quality assurance departments of distribution zones:**

- 59) Customer service centre of Rostov-on-Don;
- 60) Customer service centre of Novocherkassk;
- 61) Customer service centre of Shakhty;
- 62) Customer service centre of Tsymlyansk;
- 63) Customer service centre of Azov;
- 64) Customer service centre of Kamensk-Shakhtinskiy;
- 65) Customer service centre of Taganrog;
- 66) Customer service centre of Salsk;
- 67) Customer service centre of Millerovo;
- 68) Quality assurance departments of Aksaiskiy distribution zone, Aksay;
- 69) Quality assurance departments of Bagaevskiy distribution zone, village Bagaevskaya;
- 70) Quality assurance departments of Veselovskiy distribution zone, village Veseliy;
- 71) Quality assurance departments of Semikarakorskiy distribution zone, Semikarakorsk;
- 72) Quality assurance departments of Krasno-Sulinskiy distribution zone, Krasniy Sulin;
- 73) Quality assurance departments of Oktyabrskiy distribution zone, Kamenolomni;
- 74) Quality assurance departments of Rodionovo-Nesvetaiskiy distribution zone, settlement Rodionovo-Nesvetaiskaya;
- 75) Quality assurance departments of Ust-Donetskiy distribution zone, village Aparinskiy;
- 76) Quality assurance departments of Volgodonskiy distribution zone, village Romanovskaya;
- 77) Quality assurance departments of Dubovkiy distribution zone, village Dubovskoe;
- 78) Quality assurance departments of Konstantinovskiy distribution zone, Konstantinovsk;

- 79) Quality assurance departments of Martynovskiy distribution zone, settlement B. Martynovka;
- 80) Quality assurance departments of Zimovnikovskiy distribution zone, village Zimovnikovskiy;
- 81) Quality assurance departments of Zavetinskiy distribution zone, village Zavetnoe;
- 82) Quality assurance departments of Tsymlyanskiy distribution zone, Tsymlyansk;
- 83) Quality assurance departments of Remontnenskiy distribution zone, village Remontnoe;
- 84) Quality assurance departments of Azovskiy distribution zone, Azov;
- 85) Quality assurance departments of Zernogradskiy distribution zone, Zernograd;
- 86) Quality assurance departments of Kagalnitskiy distribution zone, village Kagalnitskaya;
- 87) Quality assurance departments of Egorlytskiy distribution zone, village Egorlytskaya;
- 88) Quality assurance departments of Taganrogskiy distribution zone, Taganrog;
- 89) Quality assurance departments of Matveevo-Kurganinskiy distribution zone, village Matveevo-Kurgan;
- 90) Quality assurance departments of Kuibyshevskiy distribution zone, village Kuibyshevo;
- 91) Quality assurance departments of Neklinovskiy distribution zone, village Troitskoe;
- 92) Quality assurance departments of Miuskiy distribution zone, village Russkiy Kolodets;
- 93) Quality assurance departments of Chaltyrskiy distribution zone, village Chaltyr;
- 94) Quality assurance departments of Tarasovskiy distribution zone, village Tarasovskiy;
- 95) Quality assurance departments of Kamenskiy distribution zone, village Stanitsa;
- 96) Quality assurance departments of Belokalitvenskiy distribution zone, Belaya Kalitva;
- 97) Quality assurance departments of Tatsynskiy distribution zone, village Tatsynskaya;
- 98) Quality assurance departments of Morozovskiy distribution zone, Morozovsk;
- 99) Quality assurance departments of Milyutinskiy distribution zone, village N. Kuznetsov;
- 100) Quality assurance departments of Oblivskiy distribution zone, village Oblivskaya;

- 101) Quality assurance departments of Sovetskiy distribution zone, village Sovetskaya;
- 102) Quality assurance departments of Orlovskiy distribution zone, village Orlovskiy;
- 103) Quality assurance departments of Peschanokopskiy distribution zone, village Peschanokopskoe;
- 104) Quality assurance departments of Proletarskiy distribution zone, Proletarsk;
- 105) Quality assurance departments of Salskiy distribution zone, Salsk;
- 106) Quality assurance departments of Tselinskiy distribution zone, village Tselina;
- 107) Quality assurance departments of Millerovski distribution zone, Millerovo;
- 108) Quality assurance departments of Kasharskiy distribution zone, village Kashary;
- 109) Quality assurance departments of Chertkovskiy distribution zone, village Chertkovo;
- 110) Quality assurance departments of Bokovskiy distribution zone, village Bokovskaya;
- 111) Quality assurance departments of Verkhnedonskiy distribution zone, village Kazanskaya;
- 112) Quality assurance departments of Sholokhovkiy distribution zone, village Veshenskaya;

**In branch of “IDGC of the South” JSC – “Kalmenergo” - 1 customer service centre and 13 quality assurance departments of distribution zone:**

- 113) Customer service centre of Elista;
- 114) Quality assurance departments of Laginskiy distribution zone – Lagan;
- 115) Quality assurance departments of Chernozemelskiy distribution zone – village Komsomolskiy;
- 116) Quality assurance departments of Sarpinskiy distribution zone – village Sadovoe;
- 117) Quality assurance departments of Ketchenerovski distribution zone – village Ketchenery;
- 118) Quality assurance departments of Yustinskiy distribution zone – village Tsygan-Aman;
- 119) Quality assurance departments of Oktyabrskiy distribution zone – village Bolshoy Tsaryn;
- 120) Quality assurance departments of Maloderbetovski distribution zone – village Malye Derbety;
- 121) Quality assurance departments of Gorodovikovskiy distribution zone – Gorodovikovsk;
- 122) Quality assurance departments of Yashaltinskiy distribution zone – village Yashalta;

- 123) Quality assurance departments of Yashkulskiy distribution zone – village Yashkul;
- 124) Quality assurance departments of Priyutnenskiy distribution zone – village Priyutnoe;
- 125) Quality assurance departments of Troitskiy distribution zone – village Troitskoe;
- 126) Quality assurance departments of Iki-Burulskiy distribution zone – village Iki-Burul

The total number of employees, including the customer services for interaction with executive offices of branches of IDGC of the South JSC, employed in the system of centralized service consumers is 184.6 employees.

As part of the centralized services rendered to consumers in the 2<sup>nd</sup> quarter of 2012 in IDGC of the South JSC was carried out a full analysis of the responsibility area of branches of IDGC of the South JSC in order to organize the elements of full-time infrastructure for consumers and analysis of the consistency of customer service centers branches of "IDGC of the South", the requirements of "Standard system of centralized customer service". Based on the analysis, a list and a calculation of the costs of CSC necessary equipment and furniture was made. The branch of IDGC of the South - "Rostovenergo" has commissioned the module "Applications for technological connection" which is hosted in the KPK "Grid connection". Also during the reporting period a structural unit of the group call (GOV) was organized in the customer interaction service centre at branch of IDGC of the South - "Rostovenergo", which acts as the "hot line" for technological failures; the group included 6 employees: 1 group chief, 1 specialist of the category 2 and 4 specialists (operators). Specialists take phone calls throughout the service area of "IDGC of the South" by number 8-800-100-70-60.

### **3.4. Participation of the Issuer in Industrial, Bank and Financial Groups, Holdings, Concerns and Associations**

Name of group, holding, concern or association: The Issuer is part of the group of companies headed by "IDGC Holding", JSC.

Beginning of participation: 2008

Role (place) and functions of the Issuer in the organization:

Place of the Issuer in the structure of group of companies: subsidiary of "IDGC Holding", JSC.

Functions of the Issuer in the group of companies:

- implementation of unified energy policy on the regional level;
- providing performance reliability of power grid complex in responsibility

area;

- fulfillment of long-term investment programmes in electric power industry.

### **3.5. Organizations of significant importance controlled by Issuer.**

**Issuer does not have organizations of significance importance.**

### **3.6. Composition, Structure and Value of the Issuer's Fixed Assets, Data on Plans for Acquisition, Replacement, Retirement of Fixed Assets, as well as all the Facts of Encumbrance of the Issuer's Fixed Assets.**

#### **3.6.1. Fixed Assets**

As of the end of reporting quarter

In items of rbs

fixed assets	Baste (Replacement) cost	Depreciation Charge
Land plots	7 288 570	0
Buildings	3 778 685 519	472 320 166
Construction and transmission devices	18 243 975 501	4 438 259 832
Machinery and equipment	11 509 171 240	3 970 218 233
Transportation equipment	560 191 594	344 070 479
Other fixed assets	90 313 463	62 262 720
Total	34 189 625 887	9 287 131 430

Data on Methods of Depreciation Charges Accounting for Fixed Assets Item Group:

Depreciation for fixed assets items is accounted by straight-line method, issuing from terms of benefit period of the items. Accounting of depreciation for the facilities acquired by the Company on lease agreement and booked on its balance is carried out by method, stipulated by the agreement.

Accounting date:**30.06.2012**

Results of the last fixed assets revaluation and long-term leased fixed assets revaluation carried out for 5 completed financial years, followed by the accounting quarter or for each of completed financial years, followed by the accounting quarter, in case the Issuer has been carrying out its activity for less than 5 years, and for the accounting quarter:

For the period pointed out the fixed assets revaluation was not carried out.

Data is pointed out referring to project on acquisition, replacement, and retirement of fixed asset, value of which amounts 10% and more of the Issuer's fixed assets value and other fixed assets at the Issuer's option. Data on all facts of fixed assets of the Issuer encumbrance (with indication of encumbrance character, moment of encumbrance its validity term and other conditions at the Issuer's opinion), which exist for the date of the last completed accounting period is indicated as well: such projects do not exist.

**Data on Encumber Assets of "IDGC of the South", JSC as of a 30.06.2012**

Fixed Assets Leased						
	Short characteristics of property		Encumbrance grounds (number and date of lease agreement)	Lessee	Starting and termination date of encumbrance	
	Name, address	Area, square m.			Original term of lease according to the agreement	Renewal of agreement
1	2	3	4	5	6	7
<b>"Astrakhanenergo" branch of "IDGC of the South", JSC</b>						
1.	Non-residential Premises (Akhtubinsk Electric Grid District)	11	No. 49-12-192 dated 23.11.10	"Astrakhan GSM" CJSC	from 01.01.11 to 30.12.11	absent
2.	Non-residential Premises ("Astrakhanenergo", JSC 19, 32 Sov Militsii Kr. Naberezhnaya st.)	3	No. 49-12-207 dated 28.12.10	"Astrakhan GSM" CJSC	from 01.01.10 to 30.12.10	absent
3.	Non-residential Premises ("Astrakhanenergo", JSC 1 Energetikov high road	6.1	No. 49-12-208 dated 28.12.10	"Astrakhan GSM" CJSC	from 01.01.10 to 30.12.10	absent
4.	Container Installation Place and Lamp Pole Place for Sky Hooks Setup ("Tsarevskaya" Substation 2 B.Khmelnitskiy st.)	15.85	No. 49-12-209 dated 27.12.10	"Astrakhan GSM" CJSC	from 01.01.10 to 30.12.10	absent
5.	Non-residential Premises (Ikryaninsk Distribution Zone)	6	No. 49-12-187 dated 22.11.10	"MegaFon", JSC	from 01.01.11 to 31.12.11	absent
6.	Non-residential Premises (Ikryaninsky Distribution Zone)	6	No. 49-12-198 dated 24.12.10	"MegaFon", JSC	from 01.10.11 to 30.12.11	absent
7.	Non-residential Premises (1 Energetikov high road Astrakhan)	6.5	No. 49-12-202 dated 25.12.10	"MegaFon", JSC	from 01.01.11 to 30.12.11	absent
8.	Container Installation Pace and Place in Metal Lighting Tower for Antenna-feeder Arrangement (Volgograd Electric Grid District)	10.81	No. 49-12-191 dated 23.11.10	"MegaFon", JSC	from 01.01.11 to 30.12.11	absent
9.	Non-residential Premises (Chernoyarsky Distribution Zone)	7.6	No. 49-12-188 dated 22.11.10	"MegaFon", JSC	from 01.01.11 to 30.12.11	absent
10.	Container Installation Pace and Place on Concrete Pole for Antenna-feeder Arrangement (Ikryaninsky distribution zone)	2.3x3.5	No. 49-12-190 dated 23.11.10	"MegaFon", JSC	from 01.01.11 to 30.12.11	absent
11.	Non-residential Premises ("Tsarevskaya" Substation 1 B.Khmelnitskiy st. Astrakhan)	15.85	No. 49-12-200 dated 24.12.10	"MegaFon", JSC	from 01.01.11 to 30.12.11	absent

12.	Non-residential Premises (Enotaevsk Distribution Zone)	3.2	No. 49-12-185 dated 22.11.10	“VympelCom” JSC	from 01.01.11 to 30.12.11	absent
13.	Non-residential Premises (Akhtubinsk Distribution Zone)	26.1	No. 49-12-194 dated 23.11.10	“VympelCom” JSC	from 01.01.11 to 30.12.11	absent
14.	Container Installation Pace and Place on Concrete Tower for Antenna-feeder Arrangement (Ikryaninsk Electric Grid District)	7	No. 49-12-184 dated 22.11.10	“VympelCom” JSC	from 01.01.11 to 31.12.11	absent
15.	Antenna-feeder Arrangement Place (“Oktyabrskaya” Substation Trusov District)	6	No. 49-12-186 dated 22.11.10	“VympelCom” JSC	from 01.01.11 to 30.12.11	absent
16.	Non-residential Premises (1 Energetikov high road Astrakhan)	6	No. 49-12-199 dated 24.12.10	“VympelCom” JSC	from 01.01.11 to 30.12.11	absent
17.	Non-residential Premises “Neftebasa” Substation, Ilyinka village	15	No. 49-12-189 dated 23.11.10	“VympelCom” JSC	from 01.01.11 to 30.12.11	absent
18.	Non-residential Premises (Akhtubinsk Electric Grid District)	10,1	No. 49-12-195 dated 25.11.10	“Mobile TeleSystems” JSC	from 01.01.11 to 31.12.11	absent
19.	Non-residential Premises (1 Energetikov high road Astrakhan)	6	No. 49-12-201 dated 01.01.11	“Mobile TeleSystems” JSC	from 01.01.11 to 31.12.11	absent
20.	Non-residential Premises (“Astrakhanenergo”, JSC 32 Kr. Naberezhnaya st. Astrakhan)	565.4	No. 49-12-142/29 dated 25.08.10	“Construction Company - Central Dispatch of Unified Energy System – Astrakhan Regional Dispatching Office”, JSC	from 31.12.09 to 29.12.12	absent
21.	Non-residential Premises (1 Energetikov high road Astrakhan)	189.1	No. 49-12-210 dated 01.01.11	Mikhailova Aleksandra Vladimirovna (business owner)	from 01.01.11 to 30.12.11	absent
22.	Non-residential Premises (18 I. Franko st. Akhtubinsk)	11.1	No. 49-12-203 dated 28.12.10	“Zolotukhinsk District Hospital”, Municipal Health Care Institution	from 01.01.11 to 30.12.11	absent
23.	Non-residential Premises (1 Energetikov high road Astrakhan)	13	No. 49-12-206 dated 28.12.10	“Real Medical Service”, LLC	from 01.01.11 to 30.12.11	absent
24.	Non-residential Premises (75/69 Sun-yat-Sen/Kulikov st.)	11.9	No. 49-12-204 dated 28.12.10	“Real Medical Service”, LLC	from 01.01.11 to 30.12.11	absent
25.	Non-residential Premises (18 Franko st., Akhtubinsk)	10.1	No. 49-12-205 dated 28.12.10	“Real Medical Service”, LLC	from 01.01.11 to 30.12.11	absent
26.	1, D. Rid Square, Astrakhan	407.5	No. 49-12-215 dated 03.06.11	“Atlas” LLC	from 03.06.11 to 01.06.12	absent
27.	171, Dzerzhinskiy street, Astrakhan	94.9	No. 49-12-218 dated 20.09.11	“Astrakhangazservice” JSC	from 20.09.11 to 19.08.12	absent
28.	1, D. Rid Square, Astrakhan	50.7	No. 49-12-214 dated 03.06.11	Business owner I.V. Zhidkov	from 03.06.11 to 01.06.12	absent
<b>“Volgogradenergo” Branch of “IDGC of the South” JSC</b>						
29.	Administration Building (rooms), (15 Lenin pr. Volgograd)	733.8	No. 679 dated 01.07.11	“Construction Company of Unified Energy Systems” JSC	from 01.04.11 to 31.07.11	Is in actual use
30.	Administration Building (room),	6.4	No. 347011059	“Airport –	from 02.06.11	absent

	(15 Lenin pr. Volgograd)		dated 02.06.11	Service Agency of the air traffic, LLC		
31.	Administration Building (room No. 201), (15 Lenin pr. Volgograd)	21.51	No. 3470110143 dated 24.02.11	“Cobalt – S” Private Security Firm, LLC	from 02.01.11	absent
32.	Industrial Building of Repair and Maintenance Department at Kletskaya Repair and Maintenance Department, III floor (48 Dymchenko st. Kletskaya Cossack village Volgograd region)	53	No. 1192 dated 19.12.07	“Volgogradenergobyt” JSC	from 01.11.07	The contract was terminated on 31.08.11
33.	Industrial building. 4, Energeticheskaya street, Oktyabrskiy district, Volgograd region	92.91	No. 1192 dated 19.12.07	“Volgogradenergobyt” JSC	from 01.11.07	The contract was terminated on 31.08.11
34.	Administrative and Domestic Building, inventory number 3456010019 (139 Lenin pr. Uryupinsk Volgograd region)	212.7	No. 1192 dated 19.12.07	“Volgogradenergobyt” JSC	from 01.11.07	The contract was terminated on 31.08.11
35.	Part of non-residential premises in administrative building (liter B). 2A, Volzhskiy prospect, Volgograd	79.5	No. 3470111184 dated 12.07.11	“Proplex” LLC	from 01.04.11	absent
36.	Part of non-residential premises in administrative building (liter G). 2A, Volzhskiy prospect, Volgograd	291.98	No. 3470111184 dated 12.07.11	“Proplex” LLC	from 01.04.11	absent
37.	Part of non-residential premises in administrative building inventory number 3455014662 (2A Volzhskiy prospect, Volgograd)	125,8	No. 644 dated 01.08.11	“Volgogradsetremont” JSC	from 01.06.11	absent
38.	Industrial building liter D (2A, Volzhskiy prospect, Volgograd)	164,0	No. 644 dated 01.08.11	“Volgogradsetremont” JSC	from 01.06.11	absent
39.	Garage, liter G1 (2A, Volzhskiy pr., Volgograd)	74,8	No. 644 dated 01.08.11	“Volgogradsetremont” JSC	from 01.06.11	absent
40.	Non-residential premises (205 B, Lenina street, Mikhailovka, Volgograd region)	286,8	No. 3454100055 dated 08.07.10	Business owner A.N. Sekachev	from 08.07.10 to 08.06.11	Is in actual use
41.	Non-residential premises (205 B, Lenina street, Mikhailovka, Volgograd region)	16,5	No. 3454100822 dated 29.10.10	Business owner N.S. Albegova	from 01.11.10 to 30.09.11	absent
42.	Non-residential premises. 39, Sovetskaya street, Kamyshin	78	No. 3452101022 dated 05.08.10	Independent non-commercial organization training centre “Electric grids of Kamyshin”	from 01.04.11 to 31.12.11	present
<b>“Kalmenergo” Branch of “IDGC of the South” JSC</b>						
43.	Non-residential Premises of Administrative Building in “Kalmenergo” branch, 5th floor	9	No. 37 dated 01.12.10	“Transmission System Operator of Unified Energy System represented by Rostov Regional Dispatching Office	from 01.12.10 to 30.10.11	present
44.	<b>Non-residential Premises</b> Type (group) of Capital Asset: buildings: 1) Ketchenerovsk Electric Grid	72.26 88.6	No. F-04-262 dated 08.12.07	“Kalmenergosbyt” JSC	from 01.12.07 to 31.10.08	Is in actual use

	District; 2)Iki-burulsk Electric Grid District; 3)Yashkulsk Electric Grid District; 4)Preyutnensk Electric Grid District; 5)Gorodovikovsk Electric Grids; 6)Kaspiysk Electric Grids; 7)Chernosemelsk Electric Grids; 8)Sarpin Tidal Electric Station; 9)Elista (car park boxes, Garages); <b>Movable Assets:</b> 1)Type (group)of Capital Asset: machinery and equipment: refrigerator, fax machine, switchboard etc. (18 items in all) 2) Type (group)of Capital Asset: industrial and household equipment: safe, storage wall etc (13 items in all)	57.3 66.5 79.9 56.0 76.0 157.4 172.0				
<b>“Rostovenergo” Branch of “IDGC of the South” JSC</b>						
45.	Part of non-residential Premises No. 10-11 located on the ground floor of Culture Centre “Energetic” at the address: 48 Semashko lane, Rostov-on-Don	25,0	01/112134 dated 10.01.11	“NIKOL” LLC	from 01.11.10 to 30.09.11	Without prolongation
46.	Non-residential Premises No. 30-31 located in basement of Culture Centre “Energetic” at the address: 48 Semashko lane, Rostov-on-Don	11.5	107818/10 dated 01.11.10	Business owner T.A. Krutko	from 01.11.10 to 30.09.11	Without prolongation
47.	Non-residential Premises for core activity of the contractor No. 10-13-14, S=54.3 sq. m, part of No. 21...25, S=50 sq. m, No. 19, S=78.7 sq. m, No. 22, S=31.1 sq. m, located in Culture Centre “Energetic” at the address: 48, Semashko lane, Rostov-on-Don.	214,1	135141/25/11 dated 26.09.11	Independent non-commercial educational organization	from 26.09.11 to 26.07.12	Unlimited prolongation
48.	Non-residential Premises No 55x, located in basement of Culture Centre “Energetic” at the address: 48, Semashko lane, Rostov-on-Don.	11,9	111562 dated 09.02.11	“Agameda” LLC	from 09.02.11 to 09.01.12	Without prolongation
49.	Parts of non-residential premises No. 19, No. 21-22-23-24-25, No. 10-13-14, No. 10, No.45 located on the ground and first floors of the Culture Center “Energetic” at the address: 48, Semashko lane, Rostov-on-Don. Parts of premises for dance training according to schedule.	238,6	111380/11 dated 04.02.11	V.M. Radchenko	from 01.11.10 to 30.09.11	Without prolongation
50.	Parts of non-residential premises No. 10-13-14 located on the first floor of the Culture Centre “Energetic” at the address: 48, Semashko lane, Rostov-on-Don. Parts of premises for dance training according to schedule.	54,3	110977/11 dated 26.01.11	O.A. Voznykh	from 01.11.10 to 30.09.11	Without prolongation
51.	Parts of non-residential premises	92.13	110978/11 dated	Business owner	from 01.11.10	Without

	No. 19, No. 29, No. 29A, No. 29C, No. 17 located in the basement of Culture Centre "Energetic" at the address: 48, Semashko lane, Rostov-on-Don. Parts of premises for dance training according to schedule.		26.01.11	K.B. Kovalev	to 30.09.11	prolongation
52.	Non-residential premises No. 19, located in the basement of Culture Centre "Energetic" at the address: 48, Semashko lane, Rostov-on-Don. Parts of premises for dance training according to schedule.	78,7	110640/11 dated 01.12.10	Business owner M.S. Krivosheina	from 01.12.11 to 30.10.11	Without prolongation
53.	Part of non-residential premises No. 10-11, located on the ground floor of Culture Centre "Energetic" at the address: 48, Semashko lane, Rostov-on-Don. Parts of premises for English classes according to schedule.	34.1	111260/11 dated 03.02.11	N.V. Ankudinova	from 01.01.11 to 30.11.11	Without prolongation
54.	Non-residential premises to install bank machine on the ground floor at the address: 49, B. Sadovaya street, Rostov-on-Don.	13,62	68895/08 dated 12.12.08	Bank "Center-Invest" JSC	from 01.01.09 to 30.11.09	Unlimited prolongation
55.	One-roomed flat. Area: 21.3 sq.m. Including residential area – 12.4 sq. m. Located 69, 85/5 Eremenko street, Rostov-on-Don.	21,3	9474/07 dated 29.12.06	G.A. Apanasova	from 29.12.06 to 29.12.46.	-
56.	Flat. Area: total 83 sq.m. Second floor. Liter A. 1, 35 Krepostnoy lane, Rostov-on-Don.	83,0	No. 295 dated 05.01.04 No. 298 dated 05.01.04	A.V. Lapteva A.A. Nichaev	Is not fixed	If residents refuse to sign the new rental agreement a declaration had been applied on 26.05.10 No. RE/1300/802 to sign the rental agreement.
57.	Flat. Area: total 68.5 sq.m. Second floor. Liter A. 2, 35 Krepostnoy lane, Rostov-on-Don Rostov region, Russia.	68,5	No. 296 dated 05.01.04 No. 297 dated 05.01.04	N.U. Starchenko A.A. Leiko	Is not fixed	
58.	Flat. Area: total 32.2 sq. m. Fourth floor. Liter A. 23, 23/5 Kommunisticheskiy pr., Rostov-on-Don.	32.2	82589/10 dated 16.03.10	V.U. Raikova	16.02.11	Unlimited prolongation
59.	Residential house. Area: total 71.6 sq. m. Inventory number: 10471. Liter A. Number of floors – 1. Kolodezny lane, Krasny Sulin, Krasnosulinsky district, Rostov-on-Don region.	71.6	Commorancy of Pugachev S.A. family (5 persons in all) domiciled by authority of Nesvetay SDPP director in 1991 (previously – an item of Nesvetay SDPP balance; presently – "Experimental TPP		Corporate activities for the sale of the object are implemented in accordance with register of non-core assets proved by Board of Directors 29.10.2010	
<b>Central Power Plant</b>						
60.	Premise at Substation BT – 1 (8 Pervoy Pyatiletki st., Bataysk)	58.0	497/01/10-110328/11 dated 01.11.10	"Energosbyt Rostovenergo" JSC	from 01.11.10 to 30.09.11	Without prolongation
61.	Premise of 5 type Circuit Breaker RPB of Distribution Electric Grid System (10 Energetikov st. Ssemikarakorsk)	54.9	497/01/10-110328/11 dated 01.11.10.	"Energosbyt Rostovenergo" JSC	from 01.11.10 to 30.09.11	Without prolongation

62.	Part of non-residential Premises 303 Office and Amenity Building Central Power Station located at the address: 9, Futbolnaya street, Rostov-on-Don, 344039.	2.0	96757/09/10 dated 13.08.10	“Rostovenergoservice” LLC	from 13.08.10 to 13.07.11	Without prolongation
63.	Non-residential Premises of 15 sq.m. total area and tower area on 50 m above grade high, located: 54 Narodnaya st. Novocherkassk	15.0	63635/9/08/AP-12-H/97 dated 28.10.1997	“Rostov Cellular Communications” CJSC	from 28.10.1997 to 31.12.2012	Terms are not defined if there is no failure of the parties
64.	Flat. Area: total 53.4 sq. m. Floor: 9. Liter: A (79, 66/9 Eremenko st., Rostov-on-Don)	53.4	61538/08 dated 30.03.2008.	I.N. Pogorely	from 30.03.08 to 30.03.18	Without prolongation
65.	Flat. Area: Total 46.8 sq. m. Floor: 1 (18, 119 Komsomolskaya st., Bataysk, Rostov Region)	46.8	78728/09/10, additional agreement No. 1 dated 01.09.10	Y. V. Kolesnikov (deom 01.09.10 T.V. Kolesnikova)	from 01.10.08 to 01.08.09	Duration of charge has been extended to 30.06.11 with additional agreement No. 1
<b>Northeast Electric Grids</b>						
66.	Substation House (124 Lunacharskiy st. Morosovsk, Rostov Region)	99.60	497/01/10-110328/11 dated 01.11.10	“Energosbyt Rostovenego” JSC	from 01.11.10 to 30.09.11	absent
67.	Administrative offices. 162, Gagarina street, stanitsa Oblivskaya, Oblivsky district, Rostov region.	49.06	497/01/10-110328/11	“Energosbyt Rostovenego” JSC	from 01.11.10 to 30.09.11	absent
68.	Garage Building (4 Garazhnaya st. Kamensk-shakhtinskiy, Rostov Region)	25.80	497/01/10-110328/11	“Energosbyt Rostovenego” JSC	from 01.11.10 to 30.09.11	absent
69.	Garage for 5 automobiles at Repair and Maintenance Base (2-a Zavodskaya st. Bolshaya Kalitva, Rostov Region)	38.50	497/01/10-110328/11	“Energosbyt Rostovenego” JSC	from 01.11.10 to 30.09.11	absent
70.	Storage marquee (20 Sosnovaya st. Tatsynskaya Cossack village Rostov Region)	29.40	497/01/10-110328/11	“Energosbyt Rostovenego” JSC	from 01.11.10 to 30.09.11	absent
71.	Garage (162 Gagarin st. Oblievskaya Cossack village Oblievskaya dc, Rostov region)	22.30	497/01/10-110328/11	“Energosbyt Rostovenego” JSC	from 01.11.10 to 30.09.11	absent
72.	Non-residential Premises workers of Rostovenergo SVES canteen, area 46.9 sq. m. Address: 26, Geroev Pionerov Street, Kanesk-Shakhtinskiy, Rostov region.	46.9	135392/25/11 dated 27.09.11	Business owner G.K. Galaktionov	from 27.09.11 to 27.07.12	Unlimited prolongation
73.	Part of a Premise of 39.1 sq.m. total area within the facility: Service Men Post. Area: total area of 100.7 sq.m. Inventory number: 5722. Letter: A. (3, Centralnaya street, khutor Chebotovka, Tarasovskiy district, Rostov region)	39.1	-	Since 1978 - domicile of Baidakova N.I., a pensioner	“Gratuitous Transfer” strategy is applied to the indicated part of the object with total area of 39.1 sq. m. in accord with roster of non-core assets proved by Board of Directors 09.04.2009.	
74.	Part of a Premise of 50.9 sq. m. total area within the facility:	50.9	-	Domicile of Shurov M.P.	“Gratuitous Transfer” strategy is applied to the indicated part of the	

	Service Men Post. Area: total area of 102.3 sq. m. Inventory number: 6721. Letter: A. Number of storeys: 1. 57, Sadovaya st. Voikovo settlement, Tarasovskiy dc, Rostov Region			family, 2 persons in all	object with total area of 50.9 sq.m. in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
75.	Apartment house. Area: total area of 307.4 sq. m. Inventory number: 5229. Letter: Aaa1a2a3a4a5. Number of storeys: 2 79 a Pobedy st., Tarasovskiy settlement, Tarasovskiy dc, Rostov region	307.4	-	Domicile of 4 families: of Zarubin Y.A. – 3 persons, Ponomarev N.M. – 2 persons, Chebotov V.A. – 5 persons, Pekarikhina T.E. – 3 persons	“Gratuitous Transfer” strategy is applied to the entire object in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
76.	Building of Electric Grid Item at “Tatsinskaya Agrarian Partnership” Substation, function: non-residential. Area: 150 sq.m. total Inventory number: 1/1819. Letter: A,A1,A2,A4,A3,a,a1. Number of storeys: 1 (61 Mayakovskiy st., Cossack village Tatsinskaya, Tatsinskaya dc, Rostov region).	150	-	Domicile of families: Tkachev N.F. – 3 persons in area of 62.7 sq.m. since 2001, Dorofeev V.V. – 3 persons in area of 73.6 sq.m. since 2003	“Gratuitous Transfer” strategy is applied to the entire object in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
77.	Building of Electric Grid Item at “Б – 12 Ulegorskaya” Substation. Area: 172.7 sq.m. total Inventory number: 9/237. Letter: A,A1,A2,a. Number of storeys: 1 31 Gagarin st., Ulegorskii settlement, Tatsinskaya dc, Rostov Region.	172.7	-	Domicile of families: Tsvikalova N.A. – 3 persons since 1988 and Shepelev V.L. – 3 persons	“Gratuitous Transfer” strategy is applied to the entire object in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
78.	Building of Electric Grid Item at Tatsinskaya Distribution Zone. Area: 171.7 sq.m. total Inventory number: 1/3426. Letter: A. Number of storeys: 1 20-a Sosnovaya st., Cossack village Tatsinskaya, Rostov region.	171.7	-	Domicile of families: Abramov V.A. – 3 persons, Zakharov A.V. – 3 persons	“Gratuitous Transfer” strategy is applied to the indicated part of the object with total area of 171.7 sq.m. in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
79.	Premises with total area of 42.5 sq. m. within the facility: Service Men Post Building at “Verkhnekoltsov” Substation. Area: 89.3 sq. m. total Inventory number: 5/629. Letter: A, a, a1. Number of storeys: 1. 23 Zarechnaya st., Khutor Verkhnekoltsov, Tatsinskaya dc, Rostov Region	42.5	-	Domicile of Zadavin R.V., the pensioner, family since 1986	“Gratuitous Transfer” strategy is applied to the indicated part of the object with total area of 42.5 sq.m. in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
80.	Premises with area of 48.7 sq. m. within the facility: Motor housing. Area: 95.9 sq. m. total Inventory number: 8/580. Letter:	48.7	-	Domicile of Bezrodnaya N.M., the pensioner,	“Gratuitous Transfer” strategy is applied to the indicated part of the object with total area of 48.7 sq.m. in accord with roster

	A, a, a1. Number of storeys: 1. 12, Lenin st., Khutor Aliphanov, Tatsinskaya district, Rostov Region.			family since 1980	of non-core assets proved by Board of Directors 09.04.2009.
81.	Premise with total area of 38.1 sq. m. within the facility: Motor housing. Area: 95.9 sq. m. total Inventory number: 199. Letter: A, a, a1. Number of storeys: 1. (13, Stepnaya st., Khutor Novonikolaevskiy, Tatsinskaya dc, Rostov Region)	38.1	-	Domicile of family of Tupeko N.I., Electric Grid Item foreman	“Gratuitous Transfer” strategy is applied to the indicated part of the object with total area of 38.1 sq.m. in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
82.	Service Men Post at Oblievskaya-1 Substation. Area: 129.3 sq.m. total Inventory number: 5202. Letter: A2, A3. Number of storeys: 1.(Ростовская обл., Обливский район, ст-ца Обливская, ул. Гагарина, 162 Gagarin st., Oblievskaya Cossack village, Oblievskaya dc, Rostov Region).	129,3	-	Domicile of families of: Ivanov F.I. – 52.45 sq.m. (since 1987); Malyshkin A.T.(since 1977), area – 42.2 sq.m.; Chuchalin V.A.(since 1979) area – 34.6 sq.m.	“Gratuitous Transfer” strategy is applied to the entire object in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
83.	Service Men Post. Area: 105.3 sq. m. total. Inventory number: 5102. Letter: A, a, a1. Number of storeys: 1. (13 Vostochnaya st. Kashtanovskiy settlement, Oblievskaya district, Rostov Region).	105.3	-	Domicile of Tkachenko N.V., an electrician, family, 4 persons since 1990	“Gratuitous Transfer” strategy is applied to the entire object in accord with roster of non-core assets proved by Board of Directors 09.04.2009.
84.	Premise with total area of 122 sq. m. within the facility: Service Men Post. Area: 144 sq. m. total inventory number: 5102. Letter: A, a, a1. Number of storeys: 1. (6, Dachnaya st., Sosnovy settlement, Olievskaya district, Rostov Region).	122	-	Domicile of Motorkin F.A., an electrician, family, since 1981	“Gratuitous Transfer” strategy is applied to the entire object (144 sq. m.) in accord with roster of non-core assets proved by Board of Directors 09.04.2009.

#### Southern Electric Grids

85.	Part of Garage Building (garage box No. 5), Egorlykская Distribution Zone, 4b Gagarin st. Egorlykская	67.7	497/01/10-110328/11 dated 01.11.10	“Energosbyt Rostovenergo” JSC	from 01.11.10 to 30.09.11	absent
86.	Residential house. 24 a, Kooperativnaya street, Azov.	54.1	69153/08 dated 29.11.08	A.I. Peshkov, employee of Production Department “Southern Electric Grids Rostovenergo”	to 29.11.13	-
87.	Residential house. 24 a, Kooperativnaya street, Azov.	54.5	69152/08 dated 04.10.08	A.V. Anferov, employee of Production Department “Southern Electric Grids Rostovenergo”	to 04.10.13	-

88.	Residential house. 24 b, Kooperativnaya street, Azov.	29.9	69154/08 dated 04.10.08	A.V. Mokryakov, employee of Production Department "Southern Electric Grids Rostovenergo"	to 04.10.13	-
89.	Residential house. 24 b, Kooperativnaya street, Azov.	33.3	8781/06 dated 13.09.06	V.N. Skripniichenko	to 13.09.26	-
90.	Residential house. 24 b, Kooperativnaya street, Azov.	44.7	The agreement on distribution of area of 44.7square meters between Moryakov A.V. and Skripnichenko V.N. is being prepared			
<b>Eastern Electric Grids</b>						
91.	Non-residential Premises in maintenance building. 22, Grishina street, Tsymlyansk.	222.2	497/01/10-110328/11 dated 01.11.10	"Energosbyt Rostovenergo" JSC	from 01.11.10 to 30.09.11	absent
92.	Office premise. 10, Tsymlyanskoe highway, Volgodonsk.	90.5	497/01/10-110328/11 dated 01.11.10	"Energosbyt Rostovenergo" JSC	from 01.11.10 to 30.09.11	absent
93.	Office premise. 18, Pervomaiskaya street, settlement Dubovskoe.	75.4	497/01/10-110328/11 dated 01.11.10	"Energosbyt Rostovenergo" JSC	from 01.11.10 to 30.09.11	absent
94.	Office premise. 7, Gvardeiskaya street, settlement Zavetnoe.	61.0	497/01/10-110328/11 dated 01.11.10	"Energosbyt Rostovenergo" JSC	from 01.11.10 to 30.09.11	absent
95.	Office premise. 9, Sosnoviy lane, settlement B. Martynovka.	59.2	497/01/10-110328/11 dated 01.11.10	"Energosbyt Rostovenergo" JSC	from 01.11.10 to 30.09.11	absent
96.	Part of non-residential premise. Area 3 sq. m. Address: 22, Grishina street, Tsymlyansk.	3	2-C/55079/07 dated 29.12.06.	Bank Center-Invest JSC	from 29.12.06 to 31.10.07	For 11 months
97.	Part of Non-residential Premise No. 9 with area of 11.4 sq. m., on the 4 <sup>th</sup> floor of SBK; located: 22, Grishin street, Tsimlyansk, Rostov region.	11.4	111109/11/11 dated 01.04.11	Technical inspection of UES, CJSC	dated 01.04.11 to 29.02.12	Without prolongation
98.	Non-residential Premise, located: 39 Sovetskaya st., Progress settlement, Volgodonsk region	68.7	389/08/64660/08 dated 01.01.2008.	"Southern Telecommunications Company" JSC	dated 01.01.08to 30.11.08	For 11 months
99.	Premise with total area of 147.2 sq. m., located: 10 Tsimlyansk high road, Volgodonsk, Rostov Region. Premise with total area of 32.2 sq.m., located: 22 Grishin st., Tsimlyansk, Rostov Region	32,3	79619 datet 22.01.10	Business owner Cherednyakova S.L.	from 01.01.10 to 30.11.10	absent
100.	Premise with total area of 31.9 sq. m. located: 22 Grishin st. Tsimlyansk	31.9	0-11/73619 dated 01.04.2006.	Mengel V.T.	from 01.04.06 to 30.04.07	Prolonged on the basis of an additional agreement
101.	Premise with total area of 22.9 sq.	22.9	0-10/73618 dated	Turichenko	from 01.04.06 to	Prolonged

	m. located: 22 Grishin st. Tsimlyansk		01.04.2006.	A.A.	30.04.07	d on the basis of an additional agreement
10	Premise with total area of 19.7 sq.m. located: 22 Grishin st. Tsimlyansk	19.7	0-7/73615 dated 01.04.2006.	Savintseva S.V.	from 01.04.06 to 30.04.07	Prolonged on the basis of an additional agreement
10	Premise with total area of 30.3 sq. m. located: 22 Grishin st. Tsimlyansk	30.3	0-6/73613 dated 01.04.2006.	Shlyakhtin O.N.	from 01.04. 06 to 30.04.07	Prolonged on the basis of an additional agreement
10	Premise with total area of 21.8 sq. m. located: 22 Grishin st. Tsimlyansk	21.8	0-4/73612 dated 01.12.2008	Losev A.I.	from 01.12. 08 to 31.12.09	Prolonged on the basis of an additional agreement
10	Premise with total area of 30.5 sq. m. located: 22 Grishin st. Tsimlyansk	30.5	0-3/73611 dated 01.04.2006.	Bezverkhova M.A.	from 01.04.06 to 30.04.07	Prolonged on the basis of an additional agreement
10	Premise with total area of 31.5 sq. m. located: 22 Grishin st. Tsimlyansk	31.5	0-2/73610 dated 01.04.2006	Kalmykov S.I.	from 01.04.06 to 30.04.07	Prolonged on the basis of an additional agreement
10	Premise with total area of 37 sq. m. located: 22, Grishin st. Tsimlyansk	37	0-9/73616 dated 05.05.2006	Ladygin S.V.	from 05.05.06 to 31.05.07	Prolonged on the basis of an additional agreement
10	Premise with total area of 23 sq. m. located: 22, Grishin st. Tsimlyansk	23	0-1/73576 dated 01.04.2006	Veresova E.G.	from 01.04.06 to 30.04.07	Prolonged on the basis of an additional agreement
<b>Sotheastern Electric Grids</b>						
10	Main Building of Tselinskaya Electric Grids District (letter A), 3	84.1	497/01/10-110328/11 dated 01.11.10	“Energobyt Rostovenergo”JS	from 01.12. 06 to 01.11.07	absent

	Prodlnaya st., Tselina settlement			C		
110	Main Building of Tselinskaya Electric Grids District (Letter A), 3 Prodlnaya, Tselina settlement	49.3	497/01/10-110328/11 dated 01.11.10	“Energosbyt Rostovenergo” JSC	from 01.11.10 to 30.09.11	absent
111	Main Building of Tselinsk Electric Grids District (Letter A), 3 Prodlnaya st., Tselina settlement	0.5	67794 dated 23.10.2008	“Soglasie” LLC	from 23.10.08 to 01.07.09	Number of renewals is not limited
112	Flat with total area of 79.2 sq.m. Floor: 2. (27, 15 Beregovaya st. Salsk, Salsk dc, Rostov Region)	79.2	-	Director of “Rostovenergo” Production Association of Southeastern Electric Grids District Lisovoy A.N.	Corporate activities for the sale of the object are implemented in accordance with register of non-core assets	
<b>Nothern Electric Grids</b>						
113	Premise (34, Artilleriyskaya st., Millerovo)	49.67	104008/98 dated 01.11.2010	Business owner “Berezhnova”	from 01.11.10 to 30.09.11	
114	Premise (Floor No. 1 room 2, 34 Artilleriyskaya st. Millerovo, Rostov Region)	11.8	49/102011/93 dated 01.10.2010	Insutance Company “Russia”, JSC	from 01.10.10 to 31.08.11	-
<b>Southwest Electric Grids</b>						
115	Building of Communal Services Enterprise 1. Address: 18a, Proletarskaya street, Myasnikovskiy district, settlement Chaltry.	80.9	497/01/10-110328/11 dated 01.11.2010	“Energosbyt Rostovenergo” JSC	from 01.11.10 to 30.09.11	absent
116	Garage building. Address: 18a, Proletarskaya street, Myasnikovskiy district, settlement Chaltry.	34.9	497/01/10-110328/11 dated 01.11.2010	“Energosbyt Rostovenergo” JSC	from 01.11.10 to 30.09.11	absent
117	Canteen building. Address: 144, Dzerzhiskiy street, Taganrog.	179.6	No. 95773 dated 02.08.2010	“Salen” LLC	from 02.08.10 to 02.07.11	Still used
118	Administrative Building of Repair and Production Base-3, type of Southwest Electric Grids Production Association, Letter A, ATM, 144 Dzerzhinskiy st. Taganrog	8	No. 95779 dated 02.08.2010	“Centre-Invest” Commercial Bank, JSC	from 02.08.10 to 02.07.11	Prolonged for the same period
119	Checkpoint Building, 144 Dzerzhinskiy st. Taganrog	24.8	No. 95779 dated 02.08.2010	“Centre-Invest” Commercial Bank, JSC	from 02.08.10 to 02.07.11	Prolonged for the same period

Fixed Assets under Arrest			
	Brief Description of the Property	Basis of Encumbrances	Start Date and End Encumbrances
	Name		
1	1) Monitor-4 pc, 2) System unit-4 pc, 3) Key board-4 pc, 4) Computer Mouse-4 pc, 5) Printer-1 pc.	Order of Seizure dated 27.12.2007 in accord with consolidated enforcement proceeding Execution No. 47/07 dated 11.01.2007	Seized since 27.12.2007
2	1) 10 kv HV Branch line from 5/250 Package	Order of Seizure dated	Seized since

	Transformer Substation with length of 0.8 km laid by Service Team-1, 12 electricity pylons of wood on ferro-concrete, 2.4 km of AC-35 wire 10/0.4-250 kVA PTS; 2) 10 kv HV Branch line from 1/250 kVA “Zernotok” PTS with length of 0.75 km laid by Service Team-1, 4 electricity pylons of wood on ferro-concrete; 3) ) 10 kv HV Branch line from 1/250 kVA PTS with length of 3/6 km laid by Service Team-1, 4 electricity pylons of wood on ferro-concrete;	06.12.2007 in accord with consolidated enforcement proceeding Execution No. 47/07 dated 11.01.2007	06.12.02007
3	1) 35/10 kv Pump Electric Grid Company; 2) 35 kv HV Tavn-Gashunskaya Pump Line; 3) 35/10 kv HV Chernozemelskaya-Zulturganskaya Line; 4) 35/10 kv Kirovskaya Electric Grid Company; 5) 35/10 kv “Improver” Electric Grid Company;	Order of Seizure dated 21.10.2007 in accord with enforcement proceeding Execution No. 934/74 dated 06.02.2007	Seized since 27.09.2007

Fixed Assets Transferred to the Operational Management				
	Brief Description of the Property	Basis of Encumbrances (Rulings had been made by management body before the moment “Rostovenergo” JSC was affiliated to “IDGC of the South” JSC)	Start Date and End Encumbrances	
	Name	Area, sq.m.		
1	Building, Letter A, located: 147 2-aya Krasnodarskaya st., Svetskiy dc, Rostov on Don, Rostov region	1673.3	Basis: Ruling of Board of Directors of “Rostovenergo” JSC dated 26.04.2004, Minutes No. 22 (as to the agenda item No. 14 “Regarding Property Settled on “Training Centre “Energetik”, Non-state Non-commercial Educational Institution on the basis of operational management) (Certificate of State Registration of Rights 61 АГ No. 981624 dated 26.08.2008)	Since 30.12.2011
2	Building, Letter A, location: 147/2 2-aya Krasnodarskaya st., Sovetskiy dc, Rostov on Don, Rostov Region	4789.1	Basis: Ruling of Board of Directors of “Rostovenergo” JSC dated 26.04.2004, Minutes No. 22 (as to the agenda item No. 14 “Regarding Property Settled on “Training Centre “Energetik”, Non-state Non-commercial Educational Institution on the basis of operational management) (Certificate of State Registration of Rights 61 АГ No. 981623 dated 26.08.2008)	Since 26.08.2008 – without time restrictions
3	Movable Assets to the number of 9531 ea amounting to 2133 048.67 rub	-	Basis: Ruling of Board of Directors of “Rostovenergo” JSC dated 26.04.2004, Minutes No. 22 (as to the agenda item No. 14 “Regarding Property Settled on “Training Centre “Energetik”, Non-state Non-commercial Educational Institution on the basis of operational management)	Since 01.07.2004 – without time restrictions

4	Production Base Building of Training Centre totaling to 12052190.08 rub, Letter of Building No. 65, location: Industrial hub at Thermoelectric Plant-2, Privolzhskiy dc, Astrakhan Region	1158.5	Basis: Ruling of Board of Directors of "Astrakhanenergo" JSC dated 29.04.2003, Minutes No. 100 (as to the agenda item "Regarding Participation of "Astrakhanenergo" JSC in "Astrakhan Training Complex" Non-state Non-commercial Educational Institution by means of property transferred under the operational management), Treaty on the Right of Operational Asset Management No. 01-25-24/37 dated 05.01.2004, Additional Agreement No. 1 dated 24.03.2008 to treaty No. 01-25-24/37 dated 05.01.2004, Certificate of State Registration of Rights 30 CP No. 009108 dated 12.05.2004.	Since 12.05.2004 - without time restrictions
5	Movable Assets to the number of 100 ea amounting to 36500.47 rub.	-----	Basis: Ruling of Board of Directors of "Astrakhanenergo" JSC dated 29.04.2003, Minutes No. 100 (as to the agenda item "Regarding Participation of "Astrakhanenergo" JSC in "Astrakhan Training Complex" Non-state Non-commercial Educational Institution by means of property transferred under the operational management), Treaty on the Right of Operational Asset Management No. 01-25-24/35 dated 05.01.2004, Additional Agreement dated 20.12.2006 to treaty No. 01-25-24/35 dated 05.01.2004, Additional Agreement No. 2 dated 24.03.2008 to treaty No. 01-25-24/35 dated 05.01.2004.	Since 05.01.2004 - without time restrictions
6	Movable Assets to the number of 4 ea amounting to 12988.10 rub.	----- --	Basis: Ruling of Board of Directors of "Astrakhanenergo" JSC dated 29.04.2003, Minutes No. 100 (as to the agenda item "Regarding Participation of "Astrakhanenergo" JSC in "Astrakhan Training Complex" Non-state Non-commercial Educational Institution by means of property transferred under the operational management), Treaty on the Right of Operational Asset Management No. 01-11/03-Д117-1P dated 29.06.2004, Additional Agreement No. 3 dated 24.03.2008 to treaty No. 01-11/03-Д117-1P dated 29.06.2004.	SinceC 29.06.2004 - without time restrictions
7	Movable Assets to the number of 2 ea amounting to 21310.43 rub.	-----	Basis: Ruling of Board of Directors of "Astrakhanenergo" JSC dated 29.04.2003, Minutes No. 100 (as to the agenda item "Regarding Participation of "Astrakhanenergo" JSC in "Astrakhan Training Complex" Non-state Non-commercial Educational Institution by means of property transferred under the operational management), Treaty on the Right of Operational Asset Management No. 01-11/03-Д117-1P dated 13.08.2004, Additional Agreement No. 4 dated 24.03.2008 to treaty No. 01-11/03-Д117-1P dated 13.08.2004.	Since 13.08.2004 - without time restrictions

## IV. Data on Financial and Economic Activity of the Issuer

### 4.1. Results of Financial and Economic Activity of the Issuer

Business activity dynamics, including company's (un)profitability compiled on the basis of accounting report

Standard (rules) applied for accounting (financial report): **RAS (Russian Accounting Standards)**

In items of rubles

Indicator	2011, 6 months	2012, 6 months
Net profit, %	0.2	5.6
Return on equity, %	0.3	0.3
Return on assets, %	0.1	1.6
Ratio of net profit, %	0.2	4
Uncovered loss amount as of the reported date	3 325 492	2 634 385
Ratio of uncovered loss rate as of the reported date to balance sheet	8.5	6

Ratio of net profit shows share of net profits, remaining at the disposal of the Company, percentage of total sales revenue. In comparison with the 1<sup>st</sup> half of 2011 the net profit has increased from 0.2% to 5.6% due to the presence of net profit.

Asset turnover ratio characterizes the efficiency of the Company's usage of all available resources, regardless where they originated from, that is, shows how many times during the period under review makes a complete cycle of production and circulation.

Return on equity shows ratio of Company's net profits to net worth and characterizes the efficiency of usage of net worth invested in Organization. In comparison with the 1<sup>st</sup> half 2011 indicator values increased from 0.1% to 1.6%, it shows the dynamic of net profit.

Return of assets characterizes the efficiency of Company's funds application, i.e. the efficiency of Issuer's funds managing and returning through the every ruble invested in assets, and shows the generating of Company's profit. In comparison with the 1<sup>st</sup> half 2011 indicator values increased from 0.2% to plus 4.0%.

All indicators are based on recommended methods of calculations

Economic analysis of profitability/unprofitability of Issuer, based on the dynamics of these indicators, and also reasons that caused the unprofitability/profitability of Issuer showed in accounting (financial) report:

Additional indicators describing the results of financial and economic activities,

thousand rubles.

Indicator name	2011, 6months	2012, 6months
Profit	12 128 491,0	12 228 528,0
Self-cost, thousand rubles	10 451 914,0	9 952 858,0
Total profit	1 676 577,0	2 275 670,0
Net profit (undistributed profits (unrecovered loss))	25 733,0	689 386,0
Product profitability (sale), %	10.7	15.4
Capital turnover, times	0.4	0.4

Profit for 1<sup>st</sup>half 2012 amounted 12 228 528thousand rubles, in comparison with indicator for 1<sup>st</sup>half 2011 it is more by0.8%. The main reason of growth of income is early fulfillment of activities on technological connection of consumers to grids of the issuer.

The reduce in self-costs of the analyzed period of 2012 in comparison to 2011 is explained by implementation of programme of financial recovery of the issuer, efficiency of management of inventory and human resources.

Total profit in accounting period in comparison with similar period of last year increased by 599 093 thousand rubles or 35.7%.

Net profit in the 1<sup>st</sup> half of 2012 amounted 689 386thousand rubles, which 663 653 thousand rubles more that in the 2<sup>sy</sup> half of 2011. Improvement of financial result of Company's activity in comparison with similar period of last year depends on economy of executive expenses, outstanding interest, increasing of non-operating revenues.

Net profit sale ratio characterizes the efficiency of industrial and business activities, estimates the proportion of the cost of sales, and shows the amount of operating profit to sales of the Company. The main and most commonly referred rate of return. This coefficient shows how much profit remains for Company after covering the production cost. For the 1<sup>st</sup>half of 2012 it was 15.4%, it is 44.0% more than similar indicator for last year.

Total assets turnover ratio shows the speed of ratio turnover of Issuer, and it amounts 0.4 on accounting date, there are no changes in comparison with similar period of last year.

Factors that Had Impact on Change of the Issuer' Sales, Product, Work and Service Proceeding and on Change of the Issuer's Income (Loss) from Operations, in thousand rubles

indicator	6 months of 2011	6 months of 2012
Revenues (net) from sales of products (services), total, rub	12 128 491,0	12 228 528,0
Cost of products (services), total, rub	10 451 914,0	9 952 858,0

Gross profit, total, rub	1 676 577,0	2 275 670,0
Net profit (loss)	25 733,0	689 386,0
ROE (Return on equity, cumulative), %	0.2	4.0

**Structure of the Issuer's revenue in the accounting period has developed as follows:**

- revenue from the transfer and distribution of electricity – 11 696 686 thousand rubs or 95,7%;
- revenue from technological connection of consumers - 474 626 thousand rubs or 3,9%;
- revenue from other activities – 57 216 thousand rubs or 0,4%.

In comparison with the 1<sup>st</sup> half of 2011 revenue volume has increased by 0.8% or by 100 037 thousand rubles, including revenue from transfer and transit of electricity – by 173 300 thousand rubles. The main cause is reducing of tariffs for power transmission. Revenue from technological connection of consumers has increased by 317 032 thousand rubles. The main reason of growth of income from this activity is early fulfillment of activities on technological connection of consumers to grids of the issuer. Revenue from other activities has reduced by 43 695 thousand rubles. Decrease in the cost amounted 499 056 thousand rubles or 4.8% in comparison with the corresponding period of the previous year. The main reason of such reduce is implementation of programme of financial recovery of the Company.

Views of Issuer's management on the abovementioned reasons and/or on the degree of their influence on the indicators of financial and economic activities of the Issuer coincide.

None of the members of Board of Directors has dissenting opinion as to the abovementioned reasons and/or to the degree of their influence on the indicators of financial and economic activities of the Issuer.

#### **4.2. Issuer's Liquidity, Capital and Current Assets Adequacy**

The dynamics of indicators of Issuer's liquidity, calculated on the basis of accounting (financial) report.

Standard (rules) applied for making the accounting (financial) report: RAS

In items of thousand rubles

Indicator	6 months of 2011	6 months of 2012
Net fixed assets index	4 229 588	4 638 437
Current ratio	1.5	1.5
Quick ratio	1.2	1.3

At the Issuer's discretion it shows the additional dynamic of indicators, characterizing Issuer's liquidity, calculated on the basis of consolidated

accounting (consolidated financial) report of Issuer, which is included in year report: **No**.

All figures are based on the recommended methods of calculations: **Yes**

An economic analysis of Issuer's liquidity and solvency, the Issuer's capital adequacy ratio for the performance of short-term obligations and meet current operating expenses, based on economic analysis of the dynamics of these indicators with a description of factors that, in the opinion of the Issuer, had the most significant impact on the liquidity and solvency of the Issuer:

**Net working capital is the difference between value of working capital and current liabilities.**

**This indicator characterizes the value of floating capital, devoid of short-terms (current) liabilities, i.e. the share of Company's floating assets, which has been financed from long-term sources and it cannot be used for extinction of current debt.**

**The value of net working capital of the issuer as of 30.06.2012 amounted 4 638 437 rubles.**

**Increase in net working capital relative to 2011 indicates about increasing of Company's liquidity.**

**Current ratio indicates the extent to which current assets cover current liabilities of organization, and allows estimating how much current assets accounted for one ruble of current liabilities. As of 30.06.2012 this coefficient amounts 1.5. The recommended value of current liquidity coefficient is not less than 0.6.**

**Quick ratio shows how the most liquid assets cover current liabilities of the organization. As of 30.06.2012 the coefficient was 1.3. Recommended value of quick ratio is not less than 0.5.**

**According to the reporting period, all of these factors are within the recommended values.**

The opinions of the Issuer's administration with respect to the causes or extent of their influence on the results of the Issuer's financial activities does not match: **No**.

A member of the Issuer's Board of the directors (supervisory council) or a member of the Issuer's collegial executive body has a special opinion on the reasons mentioned and / or the degree of their influence on the results of the Issuer's financial activities, as reflected in the minutes of the meeting (conference) Issuer's Board of directors (supervisory council) or the collective executive body, which considered the issues involved, and insists on reflecting this view in the quarterly report: **No**.

#### **4.3. Financial Investments of the Issuer**

No changes occurred in this article during the reporting period.

#### **4.4. Intangible Assets of the Issuer**

As of the end of the reporting period

#### Intangible assets

intangible assets group	Undepreciated (replacement) value	Amortization charge
Trademark	24 100	7 223
Total	24 100	7 223

Accounting Standards (regulations) in accordance with which the Issuer exposes data on its intangible assets are as follows:

Accounting Regulation “Intangible Assets Accounting” (ПБУ 14/2007), approved by Order of Ministry of Finance of the Russian Federation No. 153Н dated 27.12.2007. Intangible Assets are not reassessed. Amortization expenses for all types of Intangible Assets are charged by straight-line method.

Reporting date: **30.06.2012**

#### **4.5. Data on Policy and Expenditures of the Issuer in the Field of Scientific and Technical Development, Concerning Licenses and Patents, New Development and Research**

##### **Information about the policy in the area of scientific and technological development.**

In 2011 on the meeting of the Board of the directors of “IDGC of the South” JSC 29.07.2011 approved the Program of innovative development of Company for 2011-2016 (minutes of meeting dated 01.08.2011 No. 69/2011).

In the 1<sup>st</sup> quarter 2012 the Program of innovative development of Company for 2011-2016 was corrected.

The main directions of innovative development of Company:

- development of methodological (regular) support;
- development of human capital (staff training);
- planning and implementation of scientific and research and development projects (R&D);
- introduction of “finished” effective innovative development;
- improvement of basic business processes of Company;
- development of information technology and IT infrastructure;
- energy efficiency.

R&D in “IDGC of the South”, JSC includes:

- increase of safety and reliability energy supply to the consumers;
- optimization of management system, increase of financial and economic efficiency, operational and repair activity (elaboration of perspective solutions and events for advancing the maintenance systems at grids facilities);

- increase of energy efficiency (energy conservation equipment, systems of light and heat control, decrease of energy losses, cost optimization)
- sophistication of procedural framework and technical basis;
- sophistication of procedural framework and technical basis;
- trial operation of modern types of electric equipment;
- development and introduction of new methods for making the diagnostics of facilities at electric grid complex;
- corporate and technical events aimed to increase stability of company's activity in cases of emergency situations;
- increase of environmental and informational safety

As part of adjustment of programme the Company approved a plan for R&D for 2012. The R&D plan for 2012 provides for implementation of R & D projects 13 (9 research and development started in 2011, and 4 R & D projects of 2012).

As of 31.12.2011 the Company signed eight contracts for the performance of R & D works (total cost of 62.7 million rubles.). One project was fulfilled: "Operational testing device short-circuit the neutral network of 10 kV on the base of automatic distribution station for the needs of IDGC of the South - Volgogradenergocontract between JSC" IDGC of the South "and ZAO" GC "Tavrida Electric" made and paid in full (total contract cost – 3,142,222 rubles.).

On 21.06.2012 a contract was signed with "IDGC Scientific and research Centre" on the 8<sup>th</sup> R & D project, which changes from 2011, on the theme "Building on modern base and introduction into test operation sets the selective protection of single-phase earth faults in compensated and uncompensated networks 6V -35 kV, based on the definition of PTG for transient and steady process ", the contract price is 33 million rubles.

On 9<sup>th</sup> R & D project, which changes from 2011 (technological development, "Normative and technical documentation distribution grid companies" worth 5.892 million rubles.), the centralized purchase was carried out by "IDGC Holding", the winner - JSC "IDGC Scientific and research Centre " (Minutes of absentee meeting of procurement commission on determining the winner dated 06.02.2012 No. 499/4). The draft treaty agreed by "IDGC of the South" JSC was submitted for consideration of the Board of Directors of the Company as the transaction of interest.

For the 4<sup>th</sup> R & D project in 2012 in June 2012 procurement procedures were organized.

**Information about creating and obtaining legal protection for the main objects of intellectual property and risk factors.**

In the second quarter of 2012 under the contract "Development and implementation of a pilot project for the organization of a modern system for early detection of icing at 35-110 kV overhead lines (the branches of IDGC of

the South: “Volgogradenergo”, “Rostovenergo”) received a patent for utility model “Device for detection of deposits on the wire anchor span of overhead line” (No. 116 705, published 05/27/2012).

The result of the development will be the preparation for mass deployment of new high-tech devices to the distribution grid complex.

R & D funding in the 2<sup>nd</sup> quarter of 2012 was not carried out.

#### **4.6. Analysis of Development Trends Related to the Issuer’s Ordinary Activity**

No changes occurred in this article during the reporting period.

##### **4.6.1. Analysis of Factors and Conditions Influencing the Issuer’s Activity**

No changes occurred in this article during the reporting period.

##### **4.6.2. Business Competitors of the Issuer.**

No changes occurred in this article during the reporting period.

**V. Detailed Data on Members of Management Authorities of the Issuer, Authorities of the Issuer Undertaking Control over Financial and Economic Activities, and Brief Data on the Staff (Employees) of the Issuer**

**5.1. Data on Structure and Competence of the Issuer’s Management No changes occurred in this article during the reporting period.**

No changes occurred in this article during the reporting period.

**5.2. Data on Members of the Issuer's Management Authorities**

**5.2.1. Structure of the Board of Directors (Supervisory Body) of the Issuer**

Surname, name, patronymics: **Arkhipov Sergey Aleksandrovich**

Year of birth: 1967

Education:

Alma-Ata Power Engineering Institute with a specialization in “Electric Systems and Power Grids”

Extended education: Occupational retraining at the Academy of National Economy under the Government of the Russian Federation, after the training program “Company’s Development Control”

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Name of entity	Position
from	to		
2008	2008	“Smolenskenergo” JSC, “IDGC of Center” JSC	Executive Director
2008	2008	“Smolenskenergo” branch of ‘IDGC of Center’ JSC	Deputy CEO, Director of the Branch
2008	2010	Executive Office of “IDGC of Center” JSC	First Deputy CEO
2010	Now	“IDGC of the South” JSC	Chief Executive Officer, Management Board Chairman

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymic: **Branis Aleksandr Markovich**

Year of birth: 1977

Education: Russian Presidential Academy of National Economy and Public Administration (ANE), Bachelor of Management

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity	Position
from	up to		
2005	present day	Prosperity Capital Management Ltd (RF)	Director
2006	present day	Representative Office of Prosperity Capital Management Ltd (RF)	Chief Investment Officer
2005	2008	Prosperity Capital Management Ltd	Specialist for management of assets of non-state pension funds
2005	present day	“Territorial generating company - 6” JSC	Board of Directors Member
2006	2007	“Energy selling company of Yaroslavl” JSC	Board of Directors Member
2006	2007	“Forth generating company of wholesale market of electric	Board of Directors Member

		energy” JSC	
2006	2008	“Dalkhimfarm” JSC	Board of Directors Member
2006	2009	Representative Offices of Prosperity Capital Management Ltd (RF)	Head of Analytical department
2007	2008	JSC of power industry and electrification “Kalugaenergo”	Board of Directors Member
2007	2008	“Yuzhtruboprovodstroy” JSC	Board of Directors Member
2007	2008	“Sevzapelektorsetstroy” JSC	Board of Directors Member
2007	2008	“Saranskabel” plant” JSC	Board of Directors Member
2007	present day	IDGC of Centre, JSC	Board of Directors Member
2007	present day	“Bashkirenergo” JSC	Board of Directors Member
2007	present day	“Prokatmontazh” JSC	Board of Directors Member
2008	2008	“Novaya ERA” JSC	Board of Directors Member
2008	2009	Prosperity Capital Management Ltd	Director general
2008	2009	“Energy selling company of Novgorod” JSC	Board of Directors Member
2009	present day	IDGC of Centre and Volga region, JSC	Board of Directors Member
2008	present day	“Territorial generating company - 6”JSC	Board of Directors Chairman
2009	2011	Prosperity Capital Management Ltd	Chairman of liquidation committee
2009	present day	Representative office of Prosperity Capital Management Ltd	Investments director

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

### **No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

### **The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

### **The person did not hold the specified positions**

Surname, name, patronymics: **Demidov Alexey Vladimirovich**

Year of birth: **1976**

Education: Trade and Economics Institute of Saint-Petersburg, specialization "Accounting and audit"

All positions held by person in the Issuer and other organizations for the last 5 years and now in chronological sequence including part-time

Period		Company's name	Position
From	To		
2006	2009	NK Rosneft	First deputy of financial director
2009	2012	Holding IDGC JSC	Deputy acting director in charge of economics and finance, member of Management Board
2011	now	IDGC of North Caucasus, IDGC of Siberia JSC, IDGC of North-West JSC, Lenenergo JSC, Kubanenergo JSC	Member of the Board of Directors
2012	2012	Holding IDGC JSC	First deputy of director general
2012	now	Holding IDGC JSC	Deputy acting director in charge of economics and finance, member of Management Board
2012	now	IDGC of the South JSC	Chairperson of Audit Committee

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Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **MazoLeonidVladimirovich**

Year of birth: **1977**

Education:

M.V. Lomonosov Moscow state university, geographic faculty, specialization “Geographer”.

**Advanced education:**

Russian Academy of public administration under the President of Russian Federation, program “Management of financial and credit and tax relations”.

**Degree: Ph.D. in Economics.**

All positions held by person in the Issuer and other organizations for the last 5 years and now in chronological sequence including part-time

Period		Company's name	Position
From	To		
2001	2008	Administration of Moscow Region	Head of the secretariat
2008	2009	“Energocentr” JSC	First deputy director general
2009	2011	“Moscow unified energy grid company” JSC	Deputy director general in charge of strategy

2011	2011	“Technopromexport” JSC	Deputy director general in charge of development and strategy
2011	Present	IDGC Holding, JCS	Deputy executive director in charge of development and relations with customers

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **Likhov Khasan Mushtafaevich**

Year of birth: 1983

Education: Higher. Academy of economic security attached to Ministry of Internal Affairs of the Russian Federation

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity Name	Position
from	Up to		
2007	2008	Administration of RF ministry of justice for Central federal	Advisor

		region	
2008	now	RF Ministry of Energy	Head of sector for implementation of federal targeted investment program, deputy head of Department of economic regulation and property relations in Fuel and Energy Complex
2010	now	“Kubanenergo” JSC	Member of BoD

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

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**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **Pankov Dmitry Leonidovich**

Year of birth: 1971

Education:

Ivanov State Power Engineering University, specialization "Energy systems and networks"

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity Name	Position
from	Up to		
2005	2007	“IDGC of Centre and North Caucasus” JSC	Deputy technical director – head of Department for grids operation management
2007	2011	“IDGC of Centre” JSC	Director in charge of operation and repair
2011	now	“Holding IDGC” JSC	Director in charge of strategy, development and innovations
2011	now	“IDGC of the South” JSC	Member of the Audit Committee attached to Board of Directors
2011	now	“IDGC of the South” JSC	Member of the Committee for Reliability attached to BoD

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

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**The person does not own the specified shares**

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**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **PerepyolkinAleksyYurievich**

Year of birth: 1970

Education:

Moscow State Technical University named after Bauman N.E., speciality “Optical devices and systems”;

Moscow State Law Academy, speciality “Jurisprudence”

Period		Entity name	Position
From	up to		
2006	2007	Federal Tax Service of Russia	Head of analytical department
2007	2009	Ministry of Defence of the Russian Federation	Minister’s adviser, head of Chief Legal administration
2009	2009	IDGC Holding, JSC	Director in charge of corporate policy
2009	present day	IDGC Holding, JSC	Member of Management Board, Deputy director general on corporate management and property
2009	2010	IDGC of the South, JSC	Board of Directors Member
2010	2011	IDGC of North-West, UES settlement centre	Board of Directors Member
2010	present day	IDGC of Centre and Volga region, JSC; IDGC of Centre, JSC	Board of Directors Member
2011	present day	IDGC of Volga, JSC; “VOLS-VL Management”	Board of Directors Member

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Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

### **The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

### **The person did not hold the specified positions**

Surname, name, patronymic: **Filkin Roman Alekseevich**

Year of birth: 1983

**Education:** Finance Academy under the Government of the Russian Federation, speciality “Finance and Credit

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Name of the entity	Position
from	to		
2008	2009	Prosperity Capital Management LLC	Supervisor
2008	2009	Moscow representative office of Prosperity Capital Management Limited	Director
2008	2009	Representative office of Prosperity Capital Management (RF) LTD	Deputy director
2009	2009	“Bank “Southern Region” JSC, “Spetsststroy” JSC (construction of HVLs and substations)	Member of BoD
2009	2010	“Krasniy Kotelschik” JSC, “Kurskenergosbyt” JSC, “Severtruboprovodstroy” JSC, “Voronezh Aircraft manufacturer” JSC, “Voronezh energy selling company” JSC, “Yaroslavl energy selling company” JSC, “Arkhangelsk energy selling company” JSC	Member of BoD
2009	2011	“Bashkirenergo” JSC, “Dagestan energy selling company” JSC, “Dalenergmontazh” JSC, “Energospetsmontazh” JSC, “Novgorodsetstroy” JSC, “Novaya Era” JSC, “Novgorodoblkommunelektro” JSC, “Sevzapelektrosetstroy” JSC, “Smolensk company for repair in the sphere of power	Member of BoD

		industry” JSC, “Urengoytruboprovodstroy” JSC, “Magadanenergo” JSC	
2009	now	Representative office of Prosperity Capital Management (RF) LTD	Co-director, power industry, engineering
2009	now	“IDGC of Centre and Volga region” JSC, “Penza company for repair in the sphere of power industry” JSC, “Territorial generating company No.6” JSC, “Tver company for repair in the sphere of power industry” JSC	Member of BoD
2010	2011	Open joint stock company for construction of transfer pipeline in the South of Russia “Yuzhtruboprovodstroy”, “Tambov energy selling company” JSC	Member of BoD
2011	now	“IDGC of North-West” JSC, “IDGC of Centre” JSC	Member of BoD
2011	now	“IDGC of the South” JSC	Member of Audit committee
2011	now	“IDGC of the South” JSC	Member of Committee for strategy, development, investments and reforming

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

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**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

### **The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

### **The person did not hold the specified positions**

Surname, name, patronymic: **Shevchuk Aleksandr Viktorovich**

Year of birth: 1983

Education: Financial University under the Government of the Russian Federation, faculty of Finance and Crediting

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity	Position
from	up to		
2004	present day	Non-profit Partnership "Association for protection of investors' rights	Deputy acting director general
2006	2011	"Dalsvayz" JSC	Board of Directors Member
2007	2008	"Centretelecom" JSC	Board of Directors Member
2007	2009	IDGC of North Caucasus JSC	Board of Directors Member
2009	2010	NCC, CJSC	Board of Directors Member
2010	2011	"Centretelecom" JSC	Board of Directors Member
2010	2011	Southern Telecommunications Company JSC	Board of Directors Member
2010	2011	Sibirtelecom JSC	Board of Directors Member
2011	present day	IDGC of Centre, JSC	Board of Directors Member
2011	present day	IDGC of North Caucasus JSC	Board of Directors Member
2011	present day	"Volgogradgorgaz" JSC	Board of Directors Member
2011	present day	"Urengoytruboprovodstroy" JSC	Board of Directors Member
2011	present day	"IDGC of the South" JSC	Member of Audit Committee, Personnel and Remuneration

			Committee, Committee for Strategy, Development, Investments and Reforming
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**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymic: **Shevchenko Taras Vyacheslavovich**

Year of birth: **1973**

Education:

M.V. Lomonosov Moscow state university, specialization “Law”.

All positions held by person in the Issuer and other organizations for the last 5 years and now in chronological sequence including part-time

Period		Company's name	Position
From	To		
2001	2009	Moscow bar association “Advokatskaya Liga”	Lawyer
2009	Present	IDGC Holding, JSC	Purchasing director (head of Department in charge of purchasing)

Surname, name, patronymic: **Yurchuk Sergey Evgenievich**

Year of birth: 1966

Education: Lomonosov Moscow State University, speciality “Economist”

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity	Position
from	up to		
2005	2008	Shipbuilding plant “Severnaya verf” JSC	Director for Economy and Finance
2008	2009	“Almaz Press” JSC	Deputy director general in charge of economy and finances
2009	present day	IDGC Holding, JSC	Director for Finance
2010	present day	“Lenenergo” JSC	Board of Directors Member
2010	present day	“MOESK” JSC	Board of Directors Member
2010	present day	IDGC of the South, JSC	Board of Directors Member, Chairman of Committee for audit, Committee for strategy, development, investments and reforming
2011	present day	IDGCofUralJSC, Kubanenergo JSC	Board of Directors Member
2012	present day	IDGC of the South, JSC	Member of Audit Committee

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal

responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

**Additional Data Disclosed in Accordance with Regulation  
on Information Policy of “IDGC of the South”, JSC**

Information on transactions concluded by the issuer and persons included in management bodies:

All members of “IDGC of the South” BoD are RF citizens.

Information on transaction concluded between the issuer and persons constituting the Board of Directors: such transactions were not concluded in the reporting period.

Data on Board of Directors’ members training at the Company’s expense: no members of the Board of Directors of the Company were trained at Company’s expense in II quarter, 2012.

Data on the Company’s Board of Directors Nominating Process, Procedure of Items Submission to the Company’s Board of Directors

Shareholders (shareholder) of the Company owning at least 2 (two) % of the Company’s voting shares in total are entitled to contribute issues to the agenda of Annual General Meeting of Shareholders and to nominate candidates to the Board of Directors and Audit Committee of the Company within 60 (sixty) days after the end of fiscal year. Number of candidates should not exceed quantity of the corresponding body.

Proposal to contribute issues to the agenda of General Meeting of Shareholders as well as proposal to nominate candidates are accepted in the written form with names of shareholders (shareholder) contributing; quantity and categories (types) of shares owned should be indicated by the shareholders (shareholder).

Proposal to contribute items to the agenda of General Meeting of Shareholders should contain wording of each of the item contributed, and proposal to nominate candidates should contain name and data of the identity document (series and (or) number, date and place of issue, the authority which issued the

document) of each of the nominated candidates, name of the body the candidate is nominated to be elected in.

Board of directors of the Company should consider contributed proposals and take decision either on their inclusion in the agenda of General Meeting of Shareholders or on refusal to include them in this agenda within 5 (five) days after the end of the terms, indicated in point 13.1 of article 13 of the Company Charter.

Board of Directors of the Company may refuse to include items contributed to the agenda by shareholder (shareholders) as well as to enlist nominees for election to the appropriate body of the Company on the grounds provided by the Federal Law “On Joint Stock Companies” and other legal acts of the Russian Federation.

Reasoned Decision of the Board of Directors on the Company’s refusal to include the item in the agenda of the General Meeting of Shareholders of the Company or to include a candidate in the list of nominees for election to the appropriate body of the Company should be sent to the shareholder (shareholders) contributed the item or nominating the candidate within the next 3 days after the moment of the contribution.

The Board of Directors of the Company does not have the right to make any changes in the wording of items proposed for inclusion in the agenda of General Meeting of Shareholders and (in case there are such) in wording of decisions on such issues.

Apart from the questions proposed by shareholders for inclusion in the agenda of General Meeting of Shareholders as well as in case of absence of such proposals, absence or lack of candidates, nominated by shareholders to form the proper unit, the Board of Directors of the Company has right to include items into the agenda of General Meeting of Shareholders or names of candidates into the list of nominees as they see fit.

#### Procedures of Items Submitting to the Board of Directors of the Company

Order of items submitting to the Board of Directors of “IDGC of the South”, JSC is defined by the Regulation “On the Procedure for Convening and Holding Meetings of the Board of Directors of “IDGC of the South”, new edition approved by Company BoD (Minutes No. 5 dated 17.06.2011).

In accordance with sub point No.5.3.3 point 5.3 of article 5 in regulation “On the Procedure for Convening and Holding Meetings of the Board of Directors of “IDGC of the South”, schedule of the Board of Directors is formed on the basis of proposals of the Chairman and Members of the Board of Directors, Audit Commission, Chief Executive Officer of the Company and Company Auditor.

Indicated proposals are submitted to the Chairman of Board of Directors in written form and their copies are simultaneously sent by fax to Corporate Secretary.

## **Brief review of decisions adopted by IDGC of the south Board of Directors**

There were 7 meetings (absentee meetings) of IDGC of the South BoD in the 1<sup>st</sup> quarter of 2012.

### **IDGC of the South BoD 23.04.2012 (minutes of meeting No. 85/2012 dd 26.04.2012):**

- changes to the Regulations on the procedure of regulated procurement of goods and services for the needs of “IDGC of the South”, JSC, approved by the Board of Directors on 26.12.2011. (Minutes of meeting No. 78/2011, dated 29.12.2011) were introduced
- the following documents were approved: Regulation on formation, adjustment of the investment program and reporting on its performance in “IDGC of the South”, JSC, Proprietary Standard on provision of temporary power facilities for limited usage for the purposes of the installation of fiber-optic communication lines of third-party investors, Proprietary Standard on provision of temporary power facilities for limited usage for the purposes of the installation of fiber-optic communication lines of third-party investors in security zones of overhead power lines, Proprietary Standard on “Fiber-optic communication lines. Definitions and terms”
- installation and operation of fiber-optic communication lines were determined as priority activities of the Company
- the Company’s cash flow indicators for the 2<sup>nd</sup> quarter of 2012 were approved
- the quarterly report on the implementation of the Schedule of activities on compulsory energy audit of facilities of industrial and economic needs, and grid facilities of “IDGC of the South”, JSC in 2011-2012 was approved
- report made by Company's Director General on indicators on the reliability and quality of services in all branches of the Company that subject to tariff regulation by based on RAB- regulation for 2011 was approved
- the following reports of director general were taken into consideration: the report on the implementation of decisions adopted by the Board of Directors in the 4th quarter of 2012, on the process of selling the non-core assets in the fourth quarter of 2011, on observance of the Regulations on Information Policy of the Company in the 4th quarter of 2011
- the information presented by general director of “IDGC of the South”, JSC on Company’s work in 2011 on the registration of property rights on immovable property, registration/re-registration of rights to use land plots was taken into consideration

- contracts between “IDGC of the South”, JSC and "SO UES" JSC, "UES FGC" JSC, “Scientific and research centre of IDGC” JSC
- changes to the internal document of the Company – the Regulations on the material encouragement of “IDGC of the South” JSC Director General, were introduced

**IDGC of the South BoD28.04.2012 (minutes of meeting No. 86/2012 dd 02.05.2012):**

- credit plan of “IDGC of the South” SJC for the 2<sup>nd</sup> quarter of 2012 was approved
- Company’s opinion on the agenda items of meetings of affiliated companies’ BoDs was expressed
- service contract for holding “Russian contest on professional skills of insulations service teams and over-voltage protection teams in distribution grid complex of “Holding IDGC” JSC in 2012” concluded by “IDGC of the South” JSC and “Kubanenergo” JSC, “Lenenergo” JSC, “MOESK” JSC, “IDGC of Volga” JSC, “IDGC of North Caucasus” JSC, “IDGC of North-West” JSC, “IDGC of Siberia” JSC, “IDGC of Ural” JSC, “IDGC of Centre” JSC, “IDGC of Centre and Volga region” JSC, “Tyumenenergo” JSC, “Yantarenergo” JSC were approved as transaction of interest

**IDGC of the South BoD 02.05.2012 (minutes of meeting No.87/2011 dd 05.05.2012):**

- a decision convening the Annual General Meeting of Company’s Shareholders and on determining the type of the meeting was adopted, as well as other issuers related to the shareholders meeting were taken the Company’s annual report for 2011 was preliminary approved.
- recommendations regarding the size of the dividend on the Company’s shares and its payment by the end 2011 were given to the shareholders meeting.
- the draft internal document of the Company: the restated Regulations on the procedure for convening and conducting meetings of the Board of Directors of the Company was taken into consideration.
- KPMG CJSC was proposed as the Company's auditor.
- the agendas of the Annual General Meeting of Shareholders of Company’s affiliated and dependent companies were determined.
- the report of Director General of "IDGC of the South" on the implementation in 2011 the Programme of consolidation of power grid assets of "IDGC South" for the period 2011-2015 was taken into consideration.

**IDGC of the South BoD30.05.2012 (minutes of meeting No. 88/2012 dd**

#### **04.06.2012):**

- Prokopenko Sergey Alexandrovich was appointed on the position of Head of Department of Public Relations of “IDGC of the South” JSC. Nikolai Vladimirovich Fedorov was appointed on the position of Deputy General Director - Director of branch of “IDGC of the South” JSC - “Rostovenergo” JSC.
- the Plan of Development Strategy of "IDGC Holding" JSC in "IDGC of the South" to 2015 and to 2020 was approved
- the report presented by director general of "IDGC of the South" JSC on the outcome of the Business Plan of the Company (including the investment program) for the 4th quarter of 2011 and 2011 was approved
- the report presented by director general of "IDGC of the South" JSC on the implementation of the Plan of activities on the financial recovery of IDGC of the South JSC in 2010 - 2012 for the 4th quarter of 2011 was taken into consideration
- the report presented by director general of "IDGC of the South" JSC on the implementation of annual procurement program “IDGC of the south” JSC in 2011 was taken into consideration
- the report presented by director general of "IDGC of the South" JSC on future development of electricity metering systems in the retail electricity market for the IV quarter of 2011 and 2011 and on the Programme of energy saving and energy efficiency of “IDGC of the south” JSC in the IV quarter of 2011 and 2011 was taken into consideration
- the extended report of director general on the progress and results of the obligatory energy audit objects of premises for industrial and economic needs and the transmission facilities of “IDGC of the south” JSC in 2011 and 1st quarter of 2012 was taken into consideration
- the report on the analysis of operation at the autumn-winter 2011/2012 period and measures to improve the reliability of electric grids was taken into consideration
- the report on the implementation of the schedule of activities to implement the control system of production assets of “IDGC of the south” JSC for the 1<sup>st</sup> quarter of 2012 was taken into consideration
- the report the Director General of “IDGC of the south” JSC management subsidiaries and affiliates engaged in non-core activities, on the disposal of objects of housing and communal use of the Company in 2011 was taken into consideration
- the report the Director General of “IDGC of the south” JSC on the credit policy of the Company in the 4<sup>th</sup> quarter of 2011 was taken into consideration
- report on implementation of the Plan of activities for bringing the system of customer services in accordance with the requirements of

“IDGC of the south” JSC Proprietary Standard “The system of centralized customer service services” in the 1st quarter of 2012 was taken into consideration

- participation of “IDGC of the South” JSC in Non-profit Partnership “National Committee SIREN Distribution grids” was approved
- the opinion of “IDGC of the south” JSC on the agenda of the Board of Directors of “Astrakhanelektrosetremont” JSC - "On the determination of employment conditions in part of fixing the term of office of Company’s director general” was expressed

**IDGC of the South BoD04.06.2012 (minutes of meeting No. 89/2012 dd 07.06.2012):**

- it was decided to convene an extraordinary general meeting of shareholders of "IDGC of the South" JSC in the form of a meeting (joint presence) on August 24, 2012
- the Company’s opinion on the agenda of the Board Directors of “Volgogradsetremont" JSC meeting": “On the termination of authorities of director general of “Volgogradsetremont” JSC and the election of director general of “Volgogradsetremont” JSC was expressed

**IDGC of the South BoD14.06.2012 (minutes of meeting No. 90/2012 dd 18.06.2012):**

- Company’s schedule of activities aimed to reduce outstanding receivables for the services of electric power transmission and settlement of disputes established in 01.04.2012 was approved
- the report the director general of “IDGC of the South” JSC on the status of workplace injuries in 2011 was taken into consideration
- reports on the implementation of decisions of the Company Board of Directors in the 1<sup>st</sup> quarter of 2012 on management at subsidiaries and affiliates engaged in non-core activities in the 1<sup>st</sup> quarter of 2012 were taken into consideration
- the report the director general of “IDGC of the South” JSC on the credit policy of the Company in the 1st quarter of 2012 was taken into consideration

**IDGC of the South BoD15.06.2012 (minutes of meeting No. 91/2012 dd 18.06.2012):**

- Credit Plan of "IDGC of the South" in the 3rd quarter of 2012 was approved
- the adjusted program of innovation development of "IDGC of the South" JSC was approved
- the Program of measures aimed reduce the risks of occupational injuries in the “IDGC of the South" JSC in 2012-2013 was approved

- restated Regulation of "IDGC of the South" JSC on providing to employees the vouchers to recreation and health centers was approved
- the results of key performance indicators for the 4th quarter of 2011 and 2011 were approved
- the report presented by Director General of "IDGC of the South" JSC on the results of the Company's Business plan (including the investment program) in the 1<sup>st</sup> quarter of 2012 was taken into consideration
- the report presented by Director General of "IDGC of the South" JSC on the implementation of the Plan for the financial recovery of "IDGC of the South" in 2012 and plan for financial recovery of "IDGC of the South" in 2013-2016 was taken into consideration
- the report presented by Director General of "IDGC of the South" JSC on the acquisition of electric grid facilities, which approval by the Board of Directors of the Company is not required for the 1st quarter of 2012 was taken into consideration
- the report presented by Director General of "IDGC of the South" JSC on the implementation of annual procurement program (ACPP) by "IDGC of the South" in the 1st quarter of 2012 was taken into consideration
- the report presented by Director General of "IDGC of the South" JSC on the implementation of the Programme of Innovative Development of Company in 2011 was taken into consideration
- the report presented by Director General of "IDGC of the South" JSC on implementation of Regulation on Information Policy of the Company in the 1st quarter of 2012 was taken into consideration
- energy service contract between "Energoservice of the South" and "IDGC of the South" as transaction of interest was approved
- the collective agreements of "IDGC of the South" - "Astrakhanenergo" JSC, "Volgogradenergo" JSC, "Kalmenergo" JSC were approved
- Aushev Artur Magometovich was appointed for the position of deputy director general in charge of development and selling of services rendered by "IDGC of the South" JSC

Minutes of meeting IDGC of the South BoD are published at company's website: [http://www.mrsk-yuga.ru/corporate\\_management/resh\\_sov\\_direct/](http://www.mrsk-yuga.ru/corporate_management/resh_sov_direct/)

### **5.2.2. Information on Sole Executive Body of the Issuer**

Surname, name, patronymics: **Arkhipov Sergey Aleksandrovich**

Year of birth: 1967

Education:

Alma-Ata Power Engineering Institute with a specialization in "Electric Systems and Power Grids"

Extended education: Occupational retraining at the Academy of National Economy under the Government of the Russian Federation, after the training program “Company’s Development Control”

“Institution of Further Training for Executives and Specialists of Fuel and Energy Complex” Federal state educational institution for continuing professional education, related subject: “Protection of State Secrets”.

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Name of entity	Position
from	to		
2008	2008	“Smolenskenergo” JSC, “IDGC of Center” JSC	Executive Director
2008	2008	“Smolenskenergo” branch of ‘IDGC of Center’ JSC	Deputy CEO, Director of the Branch
2008	2010	Executive Office of “IDGC of Center” JSC	First Deputy CEO
2010	Now	“IDGC of the South” JSC	Chief Executive Officer
2010	Now	“IDGC of the South” JSC	Management Board Chairman

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issue did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

### 5.2.3. Structure of Collegiate Executive Body of the Issuer

Surname, name, patronymics: **Arkhipov Sergey Aleksandrovich**

(Chairman)

Year of birth: 1967

Education:

Alma-ata Institute for Energetics; qualifications: Electric-power Systems and Grids.

Extended education: Occupational retraining at the Academy of National Economy under the Government of the Russian Federation, after the training program “Company’s Development Control”

“Institution of Further Training for Executives and Specialists of Fuel and Energy Complex” Federal state educational institution for continuing professional education, related subject: “Protection of State Secrets”.

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Name of entity	Position
from	to		
2008	2008	“Smolenskenergo” JSC, “IDGC of Center” JSC	Executive Director
2008	2008	“Smolenskenergo” branch of ‘IDGC of Center’ JSC	Deputy CEO, Director of the Branch
2008	2010	Executive Office of “IDGC of Center” JSC	First Deputy CEO
2010	Now	“IDGC of the South” JSC	Chief Executive Officer
2010	Now	“IDGC of the South” JSC	Management Board Chairman

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issuer did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Akilin Pavel Evgenievich**

Year of birth: 1975

Education:

Higher education, Izhevsk State Technical University, with specialization in "Economics and Company Management"

Advanced education: The State University of Management, specialization «Company Management», additional qualification "Master of Business Administration"

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity name	Position
From	up to		
2005	2005	"Udmurtenergo" JSC	Deputy CEO in charge of Economics
2005	2005	Verkhnevolzhsk branch of	Deputy Director in charge of

		“IDGC of the Center and North Caucasus” JSC	Economics
2005	2006	Verkhnevolzhsk branch of “IDGC of the Center and North Caucasus” JSC	Deputy Director in charge of Economics and Finance
2006	2008	“Lenenergo” JSC in Power and Electrification	Deputy Director General in charge of Economics
2008	2009	“Pavlovoenergo” LLC	Deputy Director General in charge of Economics
2009	2010	“Tverenergo” branch of “IDGC of the Center” JSC	Deputy Director in charge of Economics and Finance
2010	2010	“IDGC of the Center” JSC	Director of Economic Affairs
2010	now	“IDGC of the South” JSC	Deputy CEO in charge of Economics and Finance”
2010	now	“IDGC of the South” JSC	Member of the Management Board

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issuer did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or

insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Alaev Timur Ulyumdzhevich**

Year of birth: 1971

Education:

Novocherkassk Polytechnic Institute in honor of Order of the Red Banner of Labour named after Sergo Ordzhonikidze, speciality “Automated control of electric energy systems”, qualification “Electrical engineer”.

Advanced education:

1. State academy of professional retraining and advanced training for managers and specialists of investment sphere, program “Provision by managers and specialists of management system the environmental safety”;
2. Institute of professional retraining and advanced training for managers and specialists at Plekhanov Russian Academy of Economics, federal program “Management”, specialization “Strategic management”.

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity name	Position
From	Up to		
2006	2007	“Kalmenergo” JSC	First deputy of managing director – chief engineer
2007	2008	“Kalmenergo” JSC	Deputy director general on technical issues – technical director
2008	Now	Branch of “IDGC of the South” JSC – “Kalmenergo”	Deputy director general – director of the branch
2009	2010	“IDGC of the South” JSC	Member of Management Board
2011	Now	“IDGC of the South” JSC	Member of Management Board

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issuer did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Vosmirko Aleksandr Vladimirovich**

Year of birth: 1959

Education:

Military Policy Institution for Border Officers under KGB of the USSR n. a. Voroshilov K.E. with specialization in “Military Policy, General Forces”; qualification “Military Officer of Higher Military and Political Education”;

Military Policy Academy n. a. Lenin V.I., awarded Lenin and October Revolution Orders, Red Banner, with specialization in “Military Policy”, qualification “Military Officer of Higher Military Education, Teacher of History”;

“North Caucasus Academy of State Service” (CKAFC) State Educational Institution of Military Law Education with specialization in “Jurisprudence”; qualification: lawyer.

Extended Education: Occupational retraining at “North Caucasus Academy of State Service” with specialization in “Jurisprudence with Right to Perform Professional Activity in the Sphere of Criminal Law Relations”

All positions held by the person at the Issuer Company and other entities within

the last five years and now, including part-time job

Period		Entity name	Position
From	Up to		
2005	2009	“Rosoboronexport” Representative Office of the Federal State Unitary Enterprise in Krasnodar region	Chief Expert, Representative
2009	2010	“Rostekhnologii” State Corporation in Krasnodar Region	Head of the Representative Office
2010	2010	“IDGC of the South” JSC	Acting Deputy CEO in charge of Security and Controlling
2010	now	“IDGC of the South” JSC	Deputy CEO in charge of Security and Controlling
2010	now	“IDGC of the South” JSC	Member of the Management Board
2011	now	“IDGC of the South” JSC	Deputy director general in charge of security

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issue did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Vashkevich Vladimir Frantishkovich**

Year of birth: 1972

Education:

Leningrad higher Military and Political Academy n.a. Andropov Yu.V., speciality: "Command, tactical air defense"; State University of Saint-Petersburg, speciality "Law"

Advanced education: 1997-1998 – Saint-Petersburg Financial and Economical College, speciality: "Finances", qualification: lawyer;

2010 – present day – Kuban State Technical University, speciality: "Energy supply".

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity Name	Position
form	up to		
2007	2007	"Gazkomplektimpex" LLC	Deputy head of department for steel and building materials
2007	2009	"Gazavtomatika" LLC	Head of sales and marketing department; Head of department for contract projects management
2009	2009	"Elektrogaz" LLC	Deputy director general in charge of inventory and technical resources, acting director general
2009	2010	"Elektrogaz" LLC	Deputy director general in charge of inventory
2010	2011	"Elektrogaz" LLC	Deputy director general in charge of business affairs
2011	2011	"IDGC of the South" JSC	Acting deputy director general
2011	now	"IDGC of the South" JSC	Deputy director general in

			charge of capital construction
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The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issuer did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Goncharov Pavel Viktorovich**

Year of birth: 1966

Education:

Industrial Institute of Pavlodar, speciality “Electric systems”, qualification “Electrical engineer”

Advanced education:

1. Volgograd Academy of State service, retraining on “State and municipal management”,
2. Institute for advanced retraining of managers and specialists of power industry, program “Protection of commercial secret”,
3. Professional retraining at State university of management, program “Management of energy companies in market economy” with right to perform activity in the sphere of economy and management in energy industry.

All positions held by the person at the Issuer Company and other entities within

the last five years and now, including part-time job

Period		Entity Name	Position
From	Up to		
2006	2007	“Energobalans - Astrakhan” JSC	Director general
2007	2007	“Astrakhanenergo” JSC	Technical director
2007	2008	“Astrakhanenergo” JSC	First deputy director general– chief engineer
2008	2010	Branch of “IDGC of the South” JSC - “Astrakhanenergo”	Deputy director general of technical issues – chief engineer
2010	Now	Branch of “IDGC of the South” JSC - “Astrakhanenergo”	Deputy director general– director of the branch
2010	2010	“IDGC of the South” JSC	Member of Management Board
2011	Now	“IDGC of the South” JSC	Member of Management Board
2011	Now	“Astrakhanelektrosetremon t” JSC	Member of Board of Directors

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issue did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the

Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Ivanov Vitaliy Valerievich**

Year of birth: 1970

Education:

Higher education, Omsk Institute of Railway Engineers, with specialization in “Railway Automation, Telemechanics and Communications”;

The Academy of National Economy of the Russian Federation Government, with specialization in “Corporate Development Management”

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity name	Position
From	Up to		
2004	2005	“Northern Electric Grids” structural subdivision of “Grid Enterprise” branch of “Omskenergo” JSC Inc.	Technical Director
2005	2006	“Omskenergo” JSC Inc.	Deputy Technical Director
2006	2010	“IDGC of Siberia” JSC	Deputy CEO in charge of Engineering, Engineering Manager
2010	2010	“IDGC Holding” JSC	Advisor of the CEO Executive Office
2010	now	“IDGC of the South” JSC	Deputy CEO in charge of Engineering, Engineering Manager
2010	now	“IDGC of the South” JSC	Member of the Management Board
2010	now	“Astrakhanelektrosetremont” JSC, “Volgogradsetremont”, JSC	Chairman of Board of Directors

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the

issue did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Karpenko Vadim Vladimirovich**

Year of birth: 1959

Education:

Petrozavodsk forestry engineering college, specialization “Equipment of timber procurement enterprises and forestry”.

Leningrad Institute of Finances and Economics named after Voznesenskiy N.A. of Order of the Red Banner of Labour, specialization “National planning”

**Advanced education:**

Professional retraining at Academy of National Economy under the Government of the Russian Federation on program “Management and marketing” , qualification “Top manager”.

Short-term courses at “Corporate educational and scientific centre of UES” on program “Managemnt of technological processes in electric grids and systems”.

**Degree:** Ph.D. in Economics

Positions held in issuing company and other entities in chronological order within the last 5 years and now:

Period		Name of entity	Position
from	to		

2005	2009	Russian Television and Radio Broadcasting Network (RTRS)	Head of land and property resources department
2009	2011	Holding IDGC, JSC	Head of property management department
2011	now	“IDGC of the South”, JSC	Deputy director general in charge of corporate management
2011	now	“IDGC of the South”, JSC	Member of management Board
2011	now	“IDGC of the South”, JSC	Member of Committee for technological connection to electric grids attached to BoD

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issue did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Kuzhilin Aleksandr Vladimirovich**

Year of birth: 1969

Education:1. Moscow higher combined-arm command academy in honor of

Supreme Soviet of the RSFSR, specialization “Command and tactics of motorized rifle troops”;

2. Military academy named after Frunze M.V., specialization “Military and administrative management”;

3. Samara State University of Economics, specialization “Jurisprudence”.

Advanced education:

1. Russian Academy of Public Administration under the President of the Russian Federation (RAPA), “Anti-corruption mechanisms in the sphere of state administration”;

2. “Corporate education and scientific centre of UES”, “Control of technological processes of electric grids and systems”.

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Name of Entity	Position
From	Up to		
2007	2009	Federal Service for Defense Contracts of the Russian Federation (Rosoboronzakaz)	Office director, advisor
2009	2009	“IDGC Holding” JSC	Deputy head of office
2009	2010	“IDGC Holding” JSC	Head of organization department
2010	2011	“IDGC Holding” JSC	Deputy head of office – head of organization department
2011	Now	“IDGC of the South” JSC	Deputy director general – Chief of Staff at “IDGC of the South” JSC
2011	Now	“IDGC of the South” JSC	Member of Management Board

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issuer did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members

of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Kalenyuk Yegor Vladimirovich**

Year of birth: 1970

Education: 1. Khabarovsk Polytechnic Institute, speciality “Economy and management in mechanic engineering”, qualification “Engineer-economist”;  
2. Far Eastern National University of transport routes, speciality “Energy systems and networks”, qualification “Engineer”.

Advanced education:

1. Academy of National Economy of the Russian Federation Government , program “Management in power industry”;
2. “Institute of management” at RAO UES of Russia, program “Preparation of reserve of administrators at energy enterprises in conditions of restructuring of management system: directors, chief engineers, deputies”;
3. Institute of economy, management and social relations, program “Debt management in housing and public utilities system: new legal acts and methods of debts collection” ;
4. Institute for advanced training for power engineers, program “Increase of efficiency of energy selling activity”;
5. Non-profit partnership “Corporate educational centre of UES”, program “Development, introduction and monitoring of quality management system”;
6. International seminar in Belgium - Netherland, program “Organization of effective marketing and commercial activity of energy enterprise”;
7. State educational institution for professional education “Polytechnic institute of Tomsk”, program “Heat electric stations”;
8. Short-term course on federal law “On energy safety and increase of energy efficiency: practice”;
9. Non-state non-profit partnership “Educational centre “Kubanenergo”, program “Model of leadership”

Positions held in issuing company and other entities in chronological order within the last 5 years and now:

Period		Name of entity	Position
from	to		
2006	2007	“Khabarovskenergo” JSC	Deputy director general on selling electric and heat energy
2007	2010	“Generating Company of Far East” JSC	Deputy director general
2010	2010	Branch of “IDGC of the South” JSC – “Volgogradenergo”	Acting deputy director general – director of branch
2010	Now	Branch of “IDGC of the South” JSC – “Volgogradenergo”	Deputy director general– director of branch
2011	Now	“IDGC of the South” JSC	Member of Management Board

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issue did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

Surname, name, patronymics: **Samarchenko Olga Petrovna**

Year of birth: 1960

Education: Krasnodar Polytechnic Institute in honor of Order of the Red Banner of Labour, speciality “Fat technology”, qualification “Industrial engineer”.

Advanced education:

1. Professional retraining at Bauman Moscow State Technical University, specialization “Enterprise management” with right to professional activity in the sphere of “Enterprise controlling”.

2. Advanced training at the Institute of advanced training for power industry specialists, specialization “Competitive bidding of electric energy”

Positions held in issuing company and other entities in chronological order within the last 5 years and now:

Period		Name of entity	Position
from	to		
2004	2007	Branch of “Independent energy selling company of Krasnodar region” JSC - “Krasnodar electric grids”	Head of service for energy selling
2007	2008	“Energobalans - Kuban” LLC	Head of clients relation sector, Head of service for commercial metering
2008	2011	“IDGC of the South” JSC	Head of department for transport of electric energy
2010	2011	“IDGC of the South” JSC	Acting deputy director general on development and selling of services (positions overlapping)
2011	Now	“IDGC of the South” JSC	Deputy director general on development and selling of services
2011	Now	“IDGC of the South” JSC	Member of Management Board
2011	Now	“Energoservis Yuga” JSC	Member of Board of Directors

The person has no participation shares/ordinary shares in authorized capital of the Issuer

Number of shares of the Issuer of each category (class) that may be purchased by the person as a result of exercise of rights for owned options of the issuer: the issuer did not issue options

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

The person does not own the specified shares

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

No specified family relations

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

The person was not brought to the specified kinds of responsibility

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

The person did not hold the specified positions

**Date of electing Management board of “IDGC of the South” JSC:**

Arkhipov Sergey Aleksandrovich (chairman): 09.07.2010

Akilin Pavel Evgenievich: 22.12.2010

Alaev Timur Ulyumlzhievich: 16.09.2011

Vashkevich Vladimir Frantishkovich: 30.05.2011

Vosmirko Aleksandr Vladimirovich: 31.08.2010

Goncharov Pavel Viktorovich: 16.09.2011

Ivanov Vitaliy Valerievich: 22.12.2010

Karpenko Vadim Vladimirovich: 23.12.2011

Kuzhilin Aleksandr Vladimirovich: 29.08.2011

Kalenyuk Egor Vladimirovich: 16.09.2011

Samarchenko Olga Petrovna: 16.09.2011 to 27.07.2012

All members of Management board of “IDGC of the South” JSC are citizens of Russian Federation.

**5.3.Data on Amount of Remuneration, Benefits and/ or Reimbursement of Expenses of Each Management Authority of the Issuer**

Data on the amount of remuneration to each management authority of the Issuer (except for the physical person functioning as sole executive authority of the Issuer): All kinds of remuneration are specified, including wages, bonuses, awards, benefits and (or) reimbursement of expenses and other property advancements discharged by the Issuer for the last completed financial year:

Unit of measurement: rub

**Board of Directors**

indicator	2012,
-----------	-------

	6months
Remuneration,	4 179 452
Wages	3 943 098
Bonuses	0
Awards	0
Benefits	0
Reimbursement for expenses	732 000
Other property advancements	0
Other	8 854 550

Payment of remunerations and compensations to the members of the Board of Directors is carried out in compliance with the Regulations “On Remuneration and Compensation Payment to Members of the Board of Directors of the Open Joint Stock Company “Interregional Distribution Grid Company of the South” (new revision) approved by the decision of “IDGC of the South”, JSC Annual General Shareholders Meeting (Minutes No. 1 dated June 04.2008).

According to p. 4.1 of these regulations, for participation in an absentee meeting (by way of filling in a questionnaire), a member of the Board of Directors is paid an equivalent of eight minimum monthly wages of a 1st category worker fixed in the sectoral tariff agreement of the electric power industry of the RF (hereinafter referred to as Agreement) as of the date of the Executive board meeting, indexed in conformity with the Agreement, during one month from the date of the Board of Directors meeting.

For participating in the Board of Directors meeting in the form of collective presence, a member of the Company’s Board of Directors is paid remuneration equivalent to ten minimum monthly wages of a 1st category worker fixed in the sectoral tariff agreement of the electric power industry of the RF (hereinafter referred to as Agreement) as of the date of the Board of Directors meeting, indexed in conformity with the Agreement, during one month from the date of the Board of Directors meeting.

Amount of remuneration paid in accordance with p. 4.1. of the Regulations to the Chairman (Deputy Chairman) for each meeting where he fulfilled functions of Chairman of the Board of Directors is increased by 50%.

According to p. 4.2 of the Regulations, members of the Board of Directors of JSC “IDGC of the South” are paid extra remunerations for net profit indicator of

the Company on the annual balance sheet approved by the Company's General shareholders meeting.

In the 2<sup>nd</sup> quarter of 2012 members of the BoD were paid extra remuneration of 365 041 rubles for indicator of net profit

**Collegiate executive authority:**

Indicator	2012, 6months.
Remuneration	1 309 577
Wages	35 139 470
Bonuses	0
Awards	0
Benefits	0
Reimbursement for expenses	2 100 000
Other property advancements	0
Other	38 549 047

In conformance with labour contracts concluded between the Company and members of the Management Board, remuneration to the member of the Management Board is paid in amount and in order specified by Regulations "On Material Motivation of Top Managers of JSC "IDGC of the South" (new revision) approved by the decision of the Board of Directors on 14.06.2011 (Minutes No.67/2011 dd 16.06.2011).

Members of the Management Board are motivated by:

by making, in accordance with order of Company Director general, bonus payments in amount up to 15% from the fixed salary of top manager;

paying quarterly and annual remuneration to members of the Management Board as top managers for achieving target values of key performance indicators Starting from 01.09.2011 members of Management Board receive monthly payments in amount of 11% from fixed top manager's salary for exercising their authorities.

On the basis of decision adopted by "IDGC of the South" JSC Board of Directors (minutes dd 22.05.2008 No.13/2008, minutes dd 01.12.2008 No.20/2008, minutes dd 11.02.2009 No.22/2009, minutes dd 25.12.2009 No.38/2009, minutes dd 05.02.2010 No. 39/2010, minutes dd 28.04.2010 No. 44/2010, minutes dd 28.06.2010 No. 49/2010, minutes dd 08.07.2010 No. 50/2010, minutes dd 01.09.2010 No.53/2010, minutes dd 29.10.2010 No. 55/2010, minutes dd 24.12.2010 No. 57/2010, minutes dd 01.06.2011 No.65/2011, minutes dd 30.08.2011 No. 71/2011, minutes dd 19.09.2011 No.

72/2011, minutes dated 26.12.2011 No. 77/2011) on determining the amount of members of Management Board and on electing members to the Board, as well as in accordance with article 21 of the Company Charter and articles 15 and 57 of RF Labour Code additional agreements to the labour contracts are concluded with members of the Management Board of the Company on exercising powers of members of the Collegiate Executive Body of the Company - Management Board.

Members of the Management Board belong to the category of top managers of the Company.

Starting from 01.09.2011 members of Management Board receive monthly payments in amount of 11% from fixed top manager's salary for exercising their authorities.

#### **5.4.Data on Structure and Competence of Authorities Undertaking Control over the Issuer’s Financial and Economic Activities**

No changes occurred in the information of this chapter

#### **5.5. Data on Members of Authorities Undertaking Control over the Issuer’s Financial and Economic Activities**

Name of authority controlling Issuer’s financial and economic activities: Auditing Committee of “IDGC of the South”, JSC elected by decision of Annual General Shareholders Meeting of “IDGC of the South”, JSC on 15.06.2010 (minutes No.5 dd. 17.06.2011).

Surname, name, patronymics: **Alimuradova Izumrud Aligadzhievna**

Year of birth: 1971

Education: Lenin State University of Dagestan, specialty: “Economics”, qualification: “Economist”.

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity name	Position
form	up to		
2003	2009	“Energokonsalting” JSC	Development Director
2009	now	“IDGC Holding”, JSC	Head of Internal Audit Department

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **Arkhipov Vladimir Nikolaevich**

Year of birth: 1956

Education:

Novosibirsk Electronic Technical Institute of Communication,  
Telecommunications Engineer

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity name	Position
from	up to		
2006	2009	“Rustel” CJSC	Director General
2009	now	“IDGC Holding”, JSC	First Deputy Head of Security Department

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **Popova Olga Viktorovna**

Year of birth: **1975**

Education:

Plekhanov Russian Academy of Economics, qualification – global economics.

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Company	Position
from	to		
2007	2008	GK Nezavisimost	IRFSspecialist
2008	2010	Media-3 CJSC	IRFSleading specialist
2010	now	IDGC Holding JSC	Head of Sector for Internal Audit at Department of Internal Audit and Risks Management of IDGC of the South

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **Kormushkina Lyudmila Dmitrievna**

Year of birth: 1956

Education: Far-East State Academy of Economics and Management, speciality accounting and audit

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Entity name	Position
from	up to		
2004	2008	RAO UES of Russia	Chief expert
2008	now	“IDGC Holding” JSC	Head of sector internal audit, inspections and certifications at Department of internal control and risks management

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

Surname, name, patronymics: **Sinitsina Olga Sergeevna**

Year of birth: **1979**

Education: Novosibirsk State Academy of Economics and Management,  
specialization – economist

All positions held by the person at the Issuer Company and other entities within the last five years and now, including part-time job

Period		Company	Position
From	To		
2005	2010	FinExpertiza LLC	Head of projects at Audit department
2010	now	IDGC Holding JSC	Chief expert at department of checks and certifications at Department of audit and risks management

**The person has no participation shares/ordinary shares in authorized capital of the Issuer**

Participation shares of the person in authorized (share) capital (unit investment fund) of subsidiaries and associated companies of the issuer

**The person does not own the specified shares**

Data on character of any family relations with other persons who are members of the management authorities of the issuer and/or authorities auditing the financial and economic activity of the issuer:

**No specified family relations**

Data on bringing the person to administrative responsibility for breaches of law

related to finance, taxes and charges, securities market or to criminal responsibility (previous conviction) for crimes referring to economy or crimes against the state power:

**The person was not brought to the specified kinds of responsibility**

Data on positions held by the person in management authorities of commercial entities in periods when stated entities were prosecuted for insolvency and/or insolvency proceedings were started in conformity with the legislation of the Russian Federation on Insolvency (Bankruptcy):

**The person did not hold the specified positions**

**5.6.Data on Amount of Remuneration, Benefits and/ or Reimbursement of Expenses of Authority Undertaking Control over the Issuer’s Financial and Economic Activities**

All kinds of remuneration are specified, including wages, bonuses, awards, benefits and (or) reimbursement of expenses, and other property advancements discharged by the Issuer for the last completed financial year:

Unit of measurement: rub

Name of the authority undertaking control over the Issuer’s financial and economic activity: Auditing Committee of “IDGC of the South”, JSC

Remuneration for participation in work of supervisory body

Indicator	6 months of 2012
Remuneration	122 760
Wages	0
Bonuses	0
Awards	0
Benefits	0
Reimbursement for expenses	0
Other property advancements	0
Other	122 760
<b>TOTAL</b>	<b>122 760</b>

Data on current agreements about such payments in the financial year:

According to cl. 3.1 of the Regulations, for participation in financial and economic activity check (audit), a member of Auditing Committee of the Company receives lump sum remuneration in the amount equivalent to five minimum monthly tariff rates of the first category worker established by the

sectoral tariff agreement in electric energy complex of the Russian Federation (further on referred to as Agreement) for the period of carrying out the check (audit), indexed in conformity with the Agreement. Payment of the compensation specified in cl. 3.1 of the Regulations should be made within one week term after drawing up the report following the results of the check (audit) held. According to clause 3.3 of the Regulations, the amount of remunerations paid to Chairman of Audit Committee increases by 50 %.

According to clause 3.2 of the Regulations, extra fee can to be paid for each financial and economic activity check in amount not exceeding twenty minimum monthly tariff rates of the first category worker, indexed in conformity with the Agreement. The procedure and terms of such payment are defined by Board of Directors of the Company.

According to clause 2.1 of the Regulations, charges related to participation in the Company's Auditing Committee meeting and carrying out of a check are compensated to members of the Company's Audit Committee according to norms of compensation of travelling and living expenses of the Company actual by the moment of carrying out the meeting or the check,.

In accord with the Charter of "IDGC of the South" JSC, decisions on payment of remuneration and (or) reimbursement are taken by the General Shareholders Meeting of "IDGC of the South" JSC taking into account recommendations of the Board of Directors concerning the amount of such remunerations and (or) reimbursement. Volume and order of the payment are determined by the abovementioned Regulation.

Besides, members of Auditing Committee of "IDGC of the South", JSC holding staff positions in the Company at the same time are paid wages according to their positions in the staff schedule and Regulations on Payment for Labour.

### **Additional information**

Short review of "IDGC of the South", JSC Auditing Committee activity

In the 2<sup>nd</sup> quarter of 2012 the Audit committee held two meetings (minutes of meetings No.4 dd 05.04.0212 and No. 5 dd 30.04.0212) where the following issues were discussed: on approval of auditor's report on the results of check of the IDGC of the South JSC business activity and the Statement on check by the audit commission.

Minutes of meetings of the Audit Committee for the whole period of its activity are available at corporate website at:

<http://en.mrskyuga.ru/management/auditing/>

### **5.7. Data on Headcount and Generalized Data on Education and Structure of the Issuer's Employees (Staff Members), and also on Headcount Change of the Issuer**

Unit of measurement: thousand rubles.

Indicator	2012,6months.
Average number of employees	14 243.4
Volume of money transferred for remuneration of labour	2 105 215.8
Volume of money transferred for social benefits	15 093.8

No significant changes in amount of employees occurred. Other employees that may have significant impact (specified in clause 5.2 of the present quarterly report) on issuer's business activity are absent.

The labour unit was not established.

**5.8. Data on any Obligations of the Issuer to Employees (Staff Members) Concerning Possibility of their Participation in the Authorized (Share) Capital (Share Fund) of the Issuer**

The Issuer has no obligations to employees(staff members) concerning possibility of their participation in the authorized (share) capital (share fund) of the Issuer

## **VI. Data on Participants (Shareholders) of the Issuer and on the Issuer's Interested Parties Transactions**

### **6.1. Data on the Total Amount of Shareholders (Participants) of the Issuer**

Total number of persons indicated in the register of shareholders of the Issuer as of the expiration date of the last accounting quarter: **9 266**

Total number of nominee shareholders of the Issuer: 10

Total amount of shareholders included in the up-to-date list of persons entitled to participate in general meeting of shareholders: **12 371**

Date of making the list of shareholders included in the up-to-date list of persons entitled to participate in general meeting of shareholders: **08.05.2012**

Holders of ordinary shares of the issue that are subject to inclusion in such list: **12 371**

### **6.2. Data on Participants (Shareholders) of the Issuer Holding at least 5 percent of Authorized (Share) Capital (Share Fund) or at least 5 percent of Ordinary Shares, as well as Data on Participants (Shareholders) of the Bodies Holding at least 20 percent of Authorized (Share) Capital (Share Fund) or at least 20 percent of Ordinary Shares**

Participants (shareholders) of the Issuer holding at least 5 percent of the Issuer's authorized (share) capital (share fund) or at least 5 percent of ordinary shares

Nominee holder

Information on nominee holder:

Full company name: **“Depositary and Corporate Technologies” Limited Liability Company**

Short company name: **“DCT”, LLC**

Location

Building 1, 4 Stromynka St., Moscow, RF 107014

TIN: 7729520219

PSRN: 1057746181272

Telephone: (495) 641-3031

Fax: (495) 641-3031

E-mail address: [dkd@depotech.ru](mailto:dkd@depotech.ru)

Data on license of professional participant of the securities market

Number: 177-11151-000100

Date of issue: **03.04.2008**

Valid until:

Without limitation of validity period

License issuing authority: FSEC (FFMS) of Russia

Number of ordinary shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: 25 730 843 051

Number of preferred shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: 0

#### Nominee holder

Information on nominee holder:

Full company name: "ING BANK (EURASIA) ZAO" (Closed joint Stock Company)

Short company name: "ING BANK (EURASIA) ZAO"

Location

36 Krasnoproletarskaya St., Moscow, Russia, 127473

TIN: 77120114310

PSRN: 1027739329375

Telephone: (495) 755-5400

Fax: (495) 755-5499

E-mail address: [mail.russia@ingbank.com](mailto:mail.russia@ingbank.com)

Data on license of professional participant of the securities market

Number: 177-03728-000100

Date of issue: 07.12.2000

Valid until:

Without limitation of validity period

License issuing authority: FSEC (FFMS) of Russia

Number of ordinary shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: **9 991 386 814**

Number of preferred shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: 0

#### Nominee holder

Information on nominee holder:

Full company name: **Closed Joint Stock Company "Depository and Clearing Company"**

Short company name: **"DCC", CJSC**

Location

Building Б, 31 Shabolovka st, Moscow, 115162

TIN: 7710021150

PSRN: 1027739143497

Telephone: (495) 956-0999

Fax: (495) 232-6804

E-mail: dcc@dcc.ru

Data on license of professional participant of the securities market

Number: 177-06236-000100

Date of issue: 09.10.2002

Valid until:

Without limitation of validity period

License issuing authority: FSEC (FFMS) of Russia

Number of ordinary shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: **3 787 904 032**

Number of preferred shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: 0

Nominee holder

Information on nominee holder:

Full company name: **Non-profit Partnership "National Depository Centre"**

Short company name: **"NDC", CJSC**

Location

Building 4, 1/13 Sredniy Kislovskiy per, Moscow, Russia, 125009

TIN: 7702165310

PSRN: 1027739132563

Telephone: (495) 234-4865

Fax: (495) 956-0938

E-mail address: dc@ndc.ru

Data on license of professional participant of the securities market

Number: 177-03431-000100

Date of issue: 19.02.2009

Valid until:

Without limitation of validity period

License issuing authority: FSEC (FFMS) of Russia

Number of ordinary shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: **7 204 493 838**

Number of preferred shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: 0

### **6.3. Data on State or Municipal Unit Stake in Authorized (Share) Capital (Share Fund) of the Issuer, Availability of Special Right ("golden share")**

Person managing the stake

Full company name: Federal Agency for Management of Federal Property (0.139%) and State Tax Inspection in Taganrog (0.003%)

Stake of the Issuer's authorized (share) capital (fund) owned by subjects of the Russian Federation:

Specified stake is absent

Stake of the Issuer's authorized (share) capital (fund) in municipal ownership:

Specified stake is absent

Special right for participation of the Russian Federation, subjects of the Russian Federation, municipal units in management of the Issuer (Joint Stock Company) ("golden share"):

Specified right is not stipulated

### **6.4. Data on Restrictions to Participation in the Authorized (Share) Capital (Share Fund) of the Issuer**

There are no restrictions to participation in authorized (share) capital (share fund) of the Issuer.

### **6.5. Data on Changes in Composition and Amount of Participation of Shareholders (Participants) of the Issuer Holding at least 5 percent of Authorized (Share) Capital(Share Fund) or at least 5 percent of Ordinary Shares**

Structure of the Issuer's shareholders (participants) who held at least 5 percent of the Issuer's authorized (share) capital (at least 5 percent of the Issuer's ordinary shares – for Issuers representing joint stock companies) as of the date of drawing up the list of the persons entitled to participate in each General Shareholders Meeting for the 5 latest completed financial years prior to the termination date of the accounting period, or for each completed financial year preceding the termination date of the accounting period in case the Issuer has been functioning less than 5 years; and for the last quarter according to the list of the persons who had a right to participate in each of such meetings.

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: 05.10.2007

**List of shareholders (participants)**

Full company name: **Russian Joint Stock Company of power and electrification "UES of Russia"**

Short company name: **RAO "UES of Russia", JSC**

Stake of the person in the Issuer's authorized capital, %: 100

Stake of the Issuer's ordinary shares held by the person, %: 100

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **25.12.2007**

**List of shareholders (participants)**

Full company name: **Russian Joint Stock Company of power and electrification "UES of Russia"**

Short company name: **RAO "UES of Russia", JSC**

Stake of the person in the Issuer's authorized capital, %: 100

Stake of the Issuer's ordinary shares held by the person, %: 100

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **28.02.2008**

**List of shareholders (participants)**

Full company name: **Russian Joint Stock Company of power and electrification "UES of Russia"**

Short company name: **RAO "UES of Russia", JSC**

Stake of the person in the Issuer's authorized capital, %: 100

Stake of the Issuer's ordinary shares held by the person, %: 100

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **18.04.2008**

**List of shareholders (participants)**

Full company name: **Russian Joint Stock Company of power and electrification "UES of Russia"**

Short company name: **RAO "UES of Russia", JSC**

Stake of the person in the Issuer's authorized capital, %: 51.66

Stake of the Issuer's ordinary shares held by the person, %: 51.66

Full company name: **Closed Joint Stock Company "Promregion Holding"**

Short company name: **"Promregion Holding", CJSC**

Stake of the person in the Issuer's authorized capital, %: 16.21

Stake of the Issuer's ordinary shares held by the person, %: 16.21

Full company name: **Renaissance Securities (Cyprus) Limited**

Short company name: the Issuer does not have information

Stake of the person in the Issuer's authorized capital, %: 5.22

Stake of the Issuer's ordinary shares held by the person, %: 5.22

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **08.05.2009**

#### **List of shareholders (participants)**

Full company name: **Open Joint Stock Company "Holding of Interregional Distribution Grid Companies"**

Short company name: **"IDGC Holding", JSC**

Location: 5a Akademicheskaya str., Moscow 117630

TIN:7728662669

PSRN:1087760000019

Stake of the person in the Issuer's authorized capital, %: 51.66

Stake of the Issuer's ordinary shares held by the person, %: 51.66

Full company name: **Oflamenta Trading Limited**

Short company name: the Issuer does not have information

Location: **Gr. Xenopoulou, 17, P.C. 3106, Limassol, Cyprus**

is not RF resident

Stake of the person in the Issuer's authorized capital, %: 21.15

Stake of the Issuer's ordinary shares held by the person, %: 21.15

Full company name: **Renaissance Securities (Cyprus) Limited**

Short company name: the Issuer does not have information

Location:1065 Nicosia, Arch. Makariou III, 2-4, Capital Center, 9th Floor  
is not RF resident

Stake of the person in the Issuer's authorized capital, %: 5.05

Stake of the Issuer's ordinary shares held by the person, %: 5.05

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **03.07.2009**

#### **List of shareholders (participants)**

Full company name: **Open Joint Stock Company "Holding of Interregional Distribution Grid Companies"**

Short company name: **"IDGC Holding", JSC**

Location: 5a Akademicheskaya str., Moscow 117630

TIN: **7728662669**

PSRN: **1087760000019**

Stake of the person in the Issuer's authorized capital, %: 51.66

Stake of the Issuer's ordinary shares held by the person, %: 51.66

Full company name: **Limited liability company "Management - Consulting" ("Trust Management") (performing trust management of mutual investment fund "Closed Mutual Investment Fund of Shares "Resource")**

Short company name: **"Management - Consulting", LLC**

Location:building 1, 7 Meschanskaya str., Moscow 129090

TIN: **7702203678**

PSRN: **1027700050168**

Stake of the person in the Issuer's authorized capital, %: 21.15

Stake of the Issuer's ordinary shares held by the person, %: 21.15

Full company name: **Limited Liability Company "Managing Company "AGANA" Trust management. Closed blend share fund "Strategic assets" managed by LLC "Managing Company "AGANA"**

Short company name: **"Managing Company "AGANA", LLC**

Location: building 1, 9 Staromonetny lane, Moscow 119017

TIN: **7706219982**

PSRN: **1027700076513**

Stake of the person in the Issuer's authorized capital, %: 5.15

Stake of the Issuer's ordinary shares held by the person, %: 5.12

Full company name: **Renaissance Securities (Cyprus) Limited**

Short company name: the Issuer does not have information

Location: 1065 Nicosia, Arch. Makariou III, 2-4, Capital Center, 9th Floor  
is not RF resident

Stake of the person in the Issuer's authorized capital, %: 5.08

Stake of the Issuer's ordinary shares held by the person, %: 5.08

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **07.05.2010**

#### **List of shareholders (participants)**

Full company name: **Open Joint Stock Company "Holding of Interregional Distribution Grid Companies"**

Short company name: **"IDGC Holding", JSC**

Location: 5a Academic Chalomey str., Moscow 117630

TIN: **7728662669**

PSRN: **1087760000019**

Stake of the person in the Issuer's authorized capital, %: 51.66

Stake of the Issuer's ordinary shares held by the person, %: 51.66

Full company name: **Limited liability company "Management - Consulting" ("Trust Management") (performing trust management of mutual investment fund "Closed Mutual Investment Fund of Shares "Resource")**

Short company name: **"Management - Consulting", LLC**

Место нахождения: **129090 г. Москва, ул. Мещанская, д. 7, стр. 1**

ИНН: **7702203678**

ОГРН: **1027700050168**

Stake of the person in the Issuer's authorized capital, %: 21.36

Stake of the Issuer's ordinary shares held by the person, %: 21.36

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **20.04.2011**

### **List of shareholders (participants)**

Full company name: **Open Joint Stock Company “Holding of Interregional Distribution Grid Companies”**

Short company name: **“IDGC Holding”, JSC**

Location: 5a Akademicheskaya str., Moscow 117630

TIN: **7728662669**

PSRN: **1087760000019**

Stake of the person in the Issuer’s authorized capital, %: 51.66

Stake of the Issuer’s ordinary shares held by the person, %: 51.66

Full company name: **Lancrenan Investment limited**

Short company name: **no information**

Location: 9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus  
is not RF resident

Stake of the person in the Issuer’s authorized capital, %: 9.18

Stake of the Issuer’s ordinary shares held by the person, %: 9.18

Full company name: Prosvetanie Holding Limited Company

Short company name: **no information**

Location: 9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus  
is not resident of RF

Stake of the person in the Issuer’s authorized capital, %: 6.8

Stake of the Issuer’s ordinary shares held by the person, %: 6.8

Date of drawing up the list of persons who are entitled to participate in the Issuer’s Shareholders (participants) Meeting: 06.05.2011

### **List of shareholders (participants)**

Full company name: **Open Joint Stock Company “Holding of Interregional Distribution Grid Companies”**

Short company name: **“IDGC Holding”, JSC**

Location: 26 Ulanskiy lane, Moscow 107996

TIN: **7728662669**

PSRN: **1087760000019**

Stake of the person in the Issuer's authorized capital, %: 51.66

Stake of the Issuer's ordinary shares held by the person, %: 51.66

Full company name: **Lancrenan Investment limited**

Short company name: **no information**

Location:9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus  
is not resident of RF

Stake of the person in the Issuer's authorized capital, %: 9.25

Stake of the Issuer's ordinary shares held by the person, %: 9.25

Full company name: Protsvetanie Holding Limited Company

Short company name: **no information**

Location:9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus  
is not resident of RF

Stake of the person in the Issuer's authorized capital, %: 6.85

Stake of the Issuer's ordinary shares held by the person, %:6.85

**Date of drawing up the list of persons who are entitled to participate in  
the Issuer's Shareholders (participants) Meeting: 08.05.2012**

**List of shareholders (participants)**

Full company name: **Open Joint Stock Company "Holding of Interregional  
Distribution Grid Companies"**

Short company name: **"IDGC Holding", JSC**

Location: 26 Ulanskiy lane, Moscow 107996

TIN: 7728662669

PSRN: 1087760000019

Stake of the person in the Issuer's authorized capital, %: 51.66

Stake of the Issuer's ordinary shares held by the person, %: 51.66

Full company name: **Lancrenan Investment limited**

Short company name: **no information**

Location:9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus  
is not resident of RF

Stake of the person in the Issuer's authorized capital, %: 9.25

Stake of the Issuer's ordinary shares held by the person, %: 9.25

Full company name: Protsvetanie Holding Limited Company

Short company name: **no information**

Location: 9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus

is not resident of RF

Stake of the person in the Issuer's authorized capital, %: 6.85

Stake of the Issuer's ordinary shares held by the person, %: 6.85

#### **6.6. Data on the Issuer's Interested parties Transactions**

Data on number and monetary volume of the Issuer's transactions considered to be transactions of interest which required approval by the authorized management body of the Issuer according to legislation of the Russian Federation and concluded in the last accounting period.

Unit of measurement: rub

Item	Total number	Total volume in monetary terms
Interested parties transactions which required approval by the authorized management body of the Issuer	18	71 290
Interested parties transactions concluded in the accounting period and approved by General Meeting of participants (shareholders)	0	0
Interested parties transactions concluded for the accounting period and approved by Board of Directors (supervisory board) of the Issuer	18	71 290
Interested parties transactions for the accounting period which required approval yet were not approved by the authorized management body of the Issuer	0	0

Data on transactions (groups of associated transactions) concluded by the Issuer in the accounting period making of at least 5 (five) percent of the balance sheet cost of the Issuer's funds as of the last accounting date before the transaction such transactions were not made

Data on interested parties transactions (a group of associated transactions) decision on approval of which was not taken by Board of Directors (supervisory board) or the Issuer's General Shareholders (participants) Meeting if such approval is obligatory according to the legislation of the Russian Federation

such transactions were not made

**Additional Information**  
**Quarterly Review of Interested Party Transactions Closed by “IDGC of the South”, JSC**

	Document	Contractor	Sum of the transaction, rubles	Content
1.	Contract for design and research work no.388 dated 09.04.2012	Southern Centre of Power Engineering JSC (Volgogradenergosetproekt branch)	5 002 700.86	Design and research work on project “Modernization of sector of 110kV overhead line no.290 Verbenskaya-Shultsy with replacement of pylons and wires”, for Volgogradenergo branch of IDGC of the South JSC
2.	Contract no. 27/1-2012 dd 11.04.2012	Tymenenergo JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of “IDGC Holding” JSC in 2012 at 110/10-10 kV substation “Yubileinaya” of “Astrakhanenergo” branch of “IDGC of the South ” JSC
3.	Contract for design and research work no.471 dated 23.04.2012	Southern Centre of Power Engineering JSC (Volgogradenergosetproekt branch)	8 983 066.24	Design and survey work on the facility “Installation of approach line of 35kV HVL No.1, 2, 4 “VolgoGRES - Kirovskaya – Sarepta”, 110kV HVLNo.22 "VolgoGRES-Kirovskaya – Stroitel'naya", HVL 110 kV VDSK-1 “Kirovskaya-Kalach”, HVL110 kV “Sadovaya - Volgograd GRES” for modernization at new site of 220kV “Kirovskaya” substation for the needs of branch of “IDGC of the South” JSC – “Volgogradenergo”

4.	Contract for design and research work no.485 dated 24.04.2012	Southern Centre of Power Engineering JSC (Volgogradenergosexproekt branch)	13 984 124.54	Design and survey works on the facility "Modernization of 110kV HVL of production department "Pravoberezhnye electric grids" 3 facilities" for the needs of "IDGC of the South" JSC branch – "Volgogradenergo": "Reconstruction of sector of 110kV HVL No. 68, with the replacement of wires"
5.	Contract no. 407/30-422/508 dd 26.04.2012	Kubanenergo JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of "IDGC Holding" JSC in 2012 at 110/10-10 kV substation "Yubileinaya" of "Astrakhanenergo" branch of "IDGC of the South" JSC
6.	Contract no. 18.4000.201.12/509 dd 11.04.2012	IDGC of Siberia JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of "IDGC Holding" JSC in 2012 at 110/10-10 kV substation "Yubileinaya" of "Astrakhanenergo" branch of "IDGC of the South" JSC
7.	Contract no. 510 dd 11.04.2012	IDGC of Centre and Volga region JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of "IDGC Holding" JSC in 2012 at 110/10-10 kV substation "Yubileinaya" of "Astrakhanenergo" branch of

				“IDGC of the South ” JSC
8.	Contract no. 545 dd 16.05.2012	IDGC Holding JSC	1 000 000	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of “IDGC Holding” JSC in 2012 at 110/10-10 kV substation “Yubileinaya” of “Astrakhanenergo” branch of “IDGC of the South ” JSC
9.	Contract no. 120273/517 dd 30.04.2012	IDGC of Volga JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of “IDGC Holding” JSC in 2012 at 110/10-10 kV substation “Yubileinaya” of “Astrakhanenergo” branch of “IDGC of the South ” JSC
10.	Contract no. 95/2012 dd 11.05.2012	IDGC of Ural JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of “IDGC Holding” JSC in 2012 at 110/10-10 kV substation “Yubileinaya” of “Astrakhanenergo” branch of “IDGC of the South ” JSC
11.	Contract no. 12-2950/540 dd 19.04.2012	Lenenergo JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of “IDGC Holding” JSC in 2012 at 110/10-10 kV

				substation “Yubileinaya” of “Astrakhanenergo” branch of “IDGC of the South ” JSC
12.	Соглашение о взаимодействии при предотвращении и ликвидации последствий аварий на объектах электроэнергетики №ТЭ/15-4/544 dated 16.05.2012	Тюменэнерго JSC	0	The Agreements determines the procedure of interaction between the Parties during the elimination or prevention of accidents and emergency situations at energy facilities that were caused by damage to equipment or by natural disaster or other reasons within the sphere of responsibility of both Parties
13.	Contract no. 7700/00085/12/570 dd 29.05.2012	IDGC of Centre JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of “IDGC Holding” JSC in 2012 at 110/10-10 kV substation “Yubileinaya” of “Astrakhanenergo” branch of “IDGC of the South ” JSC
14.	Contract no. УИР-01-12/587 vv 04.06.2012	MOESK JSC	989 600	Organization and holding the Russian competitions among professional service-teams on skills in insulation and surge protection of electrical distribution grids in the complex of “IDGC Holding” JSC in 2012 at 110/10-10 kV substation “Yubileinaya” of “Astrakhanenergo” branch of “IDGC of the South ” JSC
15.	Contract on purchase of design and estimates documentation no.80/2012/595 dd 13.06.2012	IDGC of North Caucasus JSC	87 760	Transfer of the ownership on design and estimates documentation on project “Modernization of 110/10kV Kolodeznaya substation”, with inventory and operation responsibility laid on “IDGC of

				the North-West” JSC
16.	Contract on purchase of design and estimates documentation no.82/2012/596 dd 13.06.2012	IDGC of North Caucasus JSC	258 450	Transfer of the ownership on design and estimates documentation on project: “110kV overhead power line for connection of substations NPS-3 – Raguli” (annex 2 to the Contract), with inventory and operation responsibility laid on “IDGC of the North Caucasus” JSC
17.	Contract on rendering services of organizing of participation in Russian conference-workshop no.621 dd 19.06.2012	Non-profit Partnership KONT S UES	68 000	Service on organization of participation of Customer in Russian conference –workshop “Innovation-based methods of distribution grids maintenance”
18.	Contract no. 12/027/628 dd 10.05.2012	Scientific and research centre of IDGC JSC	33 000 000	R&D work on producing and putting into trial operation a set of discriminative protection from single phase to ground fault in resonant earthed grids and non-compensated grids of 6-35 kV, based on determining the single phase to ground fault at transient response and steady-state process
Total:				71 290 501.64

## 6.7. Data on the Amount of Accounts Receivable

**As of the end of the reporting quarter**

Unit of measurement: **thousand rubles**

Type of accounts receivable	
Accounts receivable from buyers and customers	9 082 928
including overdue	6 382 169
Accounts receivable from bills	0
including overdue	0
Accounts receivable from participants (founders) on payments to share capital	0
including overdue	0

Other accounts receivable	2 286 371
including overdue	1 089 253
Total	11 369 299
including overdue	7 471 422

**Debtors which share is at least 10% from total sum of accounts receivable  
as of the reporting period**

Full company name: **Open Joint Stock Company“Volgogradenergosbyt”**

Short name: **“Volgogradenergosbyt”, JSC**

Location: Volgograd

TIN: **3445071523**

PSRN: **1053444090028**

Sum of accounts receivable: **2 875 645**

Unit of measurement: **thousand rubles**

Amount and terms of overdue receivables (interest rate, penalties, fines):  
**Contractor’s overdue payable to IDGC of the South is 1 712 742 pyōrubles.  
Claim-related work on collection the debt is being carried out, also the  
possibility of debt restructuring is being discussed.**

Debtor is issuer’s affiliated person: **no**

Full company name: **Open Joint Stock Company “Energosbyt  
Rostovenergo”**

Short name: **“Energosbyt Rostovenergo” JSC**

Location: Rostov-on-Don

TIN: **6168002922**

PSRN: **1056164000023**

Sum of accounts receivable:**1 860 198**

Unitofmeasurement:**thousandrubles**

Amount and terms of overdue receivables (interest rate, penalties, fines):  
**Contractor’s overdue payable to IDGC of the South is 1 473 458 rubles.  
Claim-related work on collection the debt is being carried out, also the  
possibility of debt restructuring is being discussed.**

Debtor is issuer’s affiliated person: **no**

Full company name: **Municipal Unitary Production Enterprise “Inter-  
district electric grids of Volgograd”**

Short name: **MUPP VMES of Volgograd**

Location: Volgograd

TIN: **3441010181**

PSRN: **1023402460620**

Sum of accounts receivable: **1 029 424**

Unit of measurement: **thousand rubles**

Amount and terms of overdue receivables (interest rate, penalties, fines):

**Contractor's overdue payable to IDGC of the South is 659 866 rubles.**

**Claim-related work on collection the debt is being carried out, also the possibility of debt restructuring is being discussed.**

Debtor is issuer's affiliated person: **no**

## VII. Accounting Report of the Issuer and Other Financial Information

### 7.1. Annual Accounting Report of the Issuer

Is not specified for this reporting quarter

### 7.2. Quarterly Accounting Report of the Issuer

Accounting balance

30.06.2012

		Code
Form No. 1 as per Russian National Classification of Management Documentation (RNCMD)		0710001
	Date	31.06.2012
Organization: "IDGC of the South", JSC	as per <a href="#">Russian</a> National Classifier of Business Organizations (RNCBO)	3675767
Taxpayer Identification Number	TIN	6117010611
Type of activity: <u>electric energy transmission</u>	as per Russian National Classifier of Economic Activities (RNCEA)	01.11.1
Legal form of organization / form of ownership: <u>open joint stock company</u>	as per Russian National Classifier of Forms of Incorporation (RNCFI)/ Russian National Classifier of Forms of Ownership (RNCFO)	47 / 16
Unit of measurement: ths.rub./mln.rub (delete as applicable)	as per Russian National Classifier of Measurement Units (RNCMU)	384
Location (address)	21 teatralnaya str., Kuibyshevo village, Kuibyshevskiy district, Rostov region	

Notes	Assets	Line	as of 31.06.2012	as of 31.12.2011.	as of 31.12.2010
1	2	3	4	5	6
	<b>I. Non-current assets</b>				
	Intangible assets	1110	16	18	20
	unaccomplished operations on intangible assets acquisition	1111	0	0	0
	Results of researches and projects	1120	24 251	26 133	3 304
	expenditures on researches and projects in progress	1121	21 267	21 267	0

	Non-matrial exploration assets	1130			
	Matrial exploration assets	1140			
	Fixed assets	1150	28 941 550	28 927 577	26 680 503
	land plots and nature management facilities	1151	7 288	2 037	1 230
	buildings, machines and equipment, constructions	1152	24 651 032	25 560 976	24 675 943
	other fixed assets	1153	244 172	209 318	189 719
	Construction-in-progress	1154	3 831 955	3 136 531	1 706 538
	advances paid for capital construction	1155	207 103	318 715	107 073
	Income-bearing investments in tangible assets	1160	0	0	0
	property on lease	1161	0	0	0
	property for rent	1162	0	0	0
	Financial investments	1170	406 739	418 950	451 702
	investments in affiliated companies	1171	350 451	350 451	401 849
	investments in subsidiary companies	1172	0	0	0
	investments in organizations	1173	8 025	20 236	11 590
	loans to organizations due in more than 12 months	1174	0	0	0
	other long-term financial investments	1175	48 263	48 263	48 263
	Deferred tax assets	1180	170 624	160 929	367 050
	Other non-current assets	1190	706 374	745 779	459 513
	Total for section I	1100	30 249 554	30 279 386	27 972 092
	II. Current assets				
	Stocks	1210	1 243 589	1 064 327	786 594
	raw materials, materials and other similar assets	1211	1 201 098	1 021 057	778 919
	production-in-progress costs	1212	0	0	0
	finished products and goods for resale	1213	42 491	43 270	7 675
	goods dispatched	1214	0	0	0
	other inventory and costs	1215	0	0	0
	Input value added tax	1220	137 382	63 758	17 751
	Accounts receivable	1230	11 369 299	8 930 446	8 665 281
	accounts receivable (due after 12 months from the balance sheet date)	1231	528 755	577 372	704 965
	customers and contractors	12310	24 564	31 542	33 875

		1			
	bill receivable	12210 2	0	0	0
	advances paid	12310 3	15 775	853	12 990
	other accounts receivable	12310 4	488 416	544 977	658 100
	accounts receivable (due within 12 months from the balance sheet date)	1232	10 840	8 353 074	7 960 316
	customers and contractors	12320 1	9 058 364	6 592 443	6 736 482
	bill receivable	12320 2	0	0	0
	dividends payable by affiliated and subsidiary companies	12320 3	0	0	0
	share capital payments payable	12320 4	0	0	0
	advances paid	12320 5	416 372	700 407	140 103
	other accounts receivable	12320 6	1 365 808	1 060 224	1 083 731
	Financial investments (except monetary assets)	1240	38 667	4 000	20 000
	Loans to organizations due within less than 12 months	1241	0	0	0
	other short-term financial investments	1242	38 667	4 000	20 000
	Cash and cash equivalents	1250	468 977	1 404 180	338 132
	cash	1251	484	152	114
	current accounts	1252	228 470	1 402 090	321 148
	foreign currency account	1253	0	0	0
	other cash equivalents	1254	240 023	1 938	16 870
	Other current assets	1260	65 789	102 353	170 531
	Total for sector II	1200	13 323 703	11 569 064	9 998 289
	Balance	1600	43 573 257	41 848 450	37 970 381

Notes	Liabilities	Line	As of 31.06.2012	As of 31.12.2011	As of 31.12.2010
1	2	3	4	5	6
	<b>III. Shareholder's funds</b>				
3.1.	Authorized capital (share capital,	1310	4 981 110	4 981 110	4 981 110

	authorized fund, partners' investments)				
3.1.	Reacquired stock	1320	0	0	0
5.3.1.- 5.1.1.	Reappraisal of fixed assets	1340	14 754 085	14 757 652	14 829 755
3.1.	Capital surplus (without reappraisal)	1350	0	0	0
3.1.	Reserve funds	1360	148 736	142 867	142 867
3.1.	Undistributed profit (uncovered loss)	1370	-2 634 385	-3 321 469	-3 510 960
	of previous years	1371	-3 323 771	-3 438 857	-471 783
	of reporting period	1372	689 386	117 388	-3 039 177
	Total for section III	1300	17 249 546	16 560 160	16 442 772
	<b>IV. Long-term liabilities</b>				
5.6.7.- 5.6.8.	Borrowed funds	1410	14 512 900	14 062 900	12 766 736
	Bank credits due after 12 months from the balance sheet date	1411	9 642 322	9 192 322	6 100 000
	Loans due after 12 months from the balance sheet date	1412	4 870 578	4 870 578	6 666 736
5.7.2.	Deferred tax	1420	280 706	297 677	287 070
5.7.1.	Provisions for indirect liabilities	1430	0	0	0
5.6.5.- 5.6.6.	Other liabilities	1450	2 844 839	2 728 379	18 862
	Total for section IV	1400	17 638 445	17 088 956	13 072 668
	<b>V. Short –term liabilities</b>				
6.6.7.- 5.6.8.	Borrowed funds	1510	2 526 640	2 526 220	1 400 000
	Bank credits due after 12 months from the balance sheet date	1511	2 402 221	2 401 801	1 400 000
	Loans due after 12 months from the balance sheet date	1512	124 419	124 419	0
5.6.5.- 5.6.6.	Accounts payable	1520	5 893 527	5 405 949	6 751 434
	contractors and suppliers	1521	2 834 988	2 967 061	5 313 674
	bills payable	1522	0	0	0
	salaries payable to staff	1523	194 535	188 665	144 119
	debts to state and non-budgetary funds	1524	91 809	84 023	66 507
	Taxes payable	1525	414 547	88 363	58 657
	Advances received	1526	2 011 772	1 801 147	927 029

	share capital payments payable	1527	0	0	1 894
	other accounts payable	1528	345 876	276 690	239 554
	Deferred revenues	1530	65 022	68 874	76 496
5.7.1.	Provisions for future expenses	1540	200 077	198 291	227 011
	Other liabilities	1550	0	0	0
	Total for section IV	1500	8 685 266	8 199 334	8 454 941
	BALANCE (liabilities)	1700	43 573 257	41 848 450	37 970 381

### Profit and Loss Statement, 6 months of 2012

		Code
Form No. 2 as per Russian National Classification of Management Documentation (RNCMD)		0710002
	Date	31.06.2012
Organization: "IDGC of the South", JSC	as per <a href="#">Russian</a> National Classifier of Business Organizations (RNCBO)	80380011
Taxpayer Identification Number	TIN	6164266561
Type of activity: <u>electric energy transmission</u>	as per Russian National Classifier of Economic Activities (RNCEA)	40.10.2
Legal form of organization / form of ownership: <u>open joint stock company</u>	as per Russian National Classifier of Forms of Incorporation (RNCFI)/ Russian National Classifier of Forms of Ownership (RNCFO)	47 16
Unit of measurement: ths.rub./mln.rub (delete as applicable)	as per Russian National Classifier of Measurement Units (RNCMU)	384
Location (address)	49 Bolshaya Sadovaya St., Rostov-on-Don	

Notes	Indicator	Line	6 months of 2012	6months of 2011
1	2	3	4	5
	Profit	2110	12 228 528	12 128 491
	from transport of electric energy	2111	11 696 686	11 869 986
	from technological connection	2112	474 626	157 594
	income from organization of functioning and	2113		

	developing of Unified Energy Systems of Russia			
	income from resale of electric energy	2114		
	income from participation in organizations	2115		
	rental income	2116	17 975	22 030
	income from sale of other types of products, goods, works, services related to industry	2117	37 165	70 333
	income from sale of other types of products, goods, works, services of nonindustrial type	2118	2 076	8 548
	Cost of sales	2120	-9 952 858	-10 451 914
	from transport of electric energy	2121	-9 828 601	-10 321 316
	from technological connection	2122	-79 029	-66 725
	self-cost of organization of functioning and developing of Unified Energy Systems of Russia	2123		
	self-cost of resale of electric energy	2124		
	self-cost of participation in organizations	2125		
	rental income	2126	-6 261	-8 733
	self-cost of sale of other types of products, goods, works, services related to industry	2127	-27 868	-47 265
	self-cost of sale of other types of products, goods, works, services of nonindustrial type	2128	-11 099	-7 875
	Gross profit (loss)	2100	2 275 670	1 676 577
	Business expenses	2210		
	Management expenses	2220	-390 039	-374 086
	Profit (loss) from sales	2200	1 885 631	1 302 491
	Participation capital	2310		
	Interest receivable	2320	13 107	2 909
	Interest payable	2330	-774 561	-819 328
	Other revenues	2340	385 157	216 444
	Other expenses	2350	-688 233	-533 613
	Profit (loss) before the taxation	2300	821 101	168 903
	Current income tax	2410	-295 561	-123 392
	Including tax liabilities (assets)	2421	102 699	317 570
	Changes in deferred tax liabilities	2430	16 945	-3 635
	Changes in tax asset	2450	11 698	-224 324
	Other	2460	135 203	208 181
	Net profit (loss)	2400	689 386	25 733
	For reference:			
	Balance from revaluation of non-current assets,	2510		

	that is not included in net profit (loss) of the period			
	Balance from other activities that is not included in net profit (loss) of the period	2520		
	Total financial result of the period	2500	689 386	25 733
	Basic profit (loss) per share	2900	0.0138	0.0005
	Diluted profit (loss) per share	2910	0.0138	0.0005

### **7.3. Consolidated accounting reports of entity that furnished collateral for the last completed fiscal year**

The entity that furnished collateral did not prepare the consolidated accounting reports.

The reason in which the person that furnished the collateral is not obliged to make a consolidated accounting report:

According to paragraph 1.6 of Recommendations on preparing and disclosing the consolidated accounting report, approved by Order of RF Finance Ministry No.112 dated 30.12.1996 “PSKh named after Grechko” JSC does not make the consolidated accounting report.

### **7.4. Information about the accounting policy of entity that furnished collateral.**

No changes occurred in this paragraph during the reporting quarter

### **7.5. Data on total export amount and on export share in total amount of sales**

The entity that furnished collateral does not export products (goods, work, services)

### **7.6. Data on cost of real estate of the Issuer and essential changes which occurred in structure of property of the Issuer following the end date of the last completed financial year**

Data of essential changes in the issuer’s property occurred during the last 12 months up to the date of end of reporting quarter: essential changes did not occur

### **7.7. Data on the Participation of Entity that Furnished Collateral in Litigations if such Participation May Have a Significant Impact on the Issuer's Financial and Economic Activities**

The entity that furnished collateral did not/does not participate in lawsuits that may influence the business activity within the period from the beginning of the

last accomplished financial year up to the end of the reporting quarter

## **VIII. Additional Data on the Issuer and Equity Securities Placed by the Issuer**

### **8.1. Additional Data on the Issuer**

#### **8.1.1. Data on Amount and Structure of the Issuer's Authorized (Share) Capital (Share Fund)**

Amount of the Issuer's authorized (share) capital (share fund) as of termination date of the last accounting quarter, rub: **4 981 109 606.4**

Ordinary shares

Total nominal value: **4 981 109 606.4**

Stake in authorized capital, %: **100**

Preferred

Total nominal value: **0**

Stake in authorized capital, %: **0**

**Information on correspondence of the amount of authorized capital to the amount specified in the paragraph should be specified:**

The amount of authorized capital specified in the paragraph corresponds to constituting documents of the Company

#### **8.1.2. Data on Adjustment of the Amount of the Issuer's Authorized (Share) Capital (Share Fund)**

Changes in authorized capital did not occur.

#### **8.1.3. Data on Order of Convening and Holding the Meeting of the Supreme Management Body of the Issuer**

During the specified period no changes have occurred

#### **8.1.4. Data on the commercial entities in which the Issuer holds at least 5 percent of authorized (share) capital (share fund) or at least 5 percent of ordinary shares**

List of commercial entities in which the Issuer holds at least 5 percent of authorized (share) capital (share fund) or at least 5 percent of ordinary shares

Full company name:

in Russian: **Открытое акционерное общество  
“Астраханьэлектросетьремонт”**,

in English: **Open Joint Stock Company “Astrakhanelektrosetremont”**

Short company name: in Russian: **ОАО “Астраханьэлектросетьремонт”**; in

English: “Astrakhanelektrosetremont”, JSC

Location: 204 Kramatorskaya st, Astrakhan, Russian Federation

TIN: 3015003313

PSRN: 1043001301606

Issuer’s stake in the authorized capital: 100.00%

Issuer’s stake of the ordinary shares: 100.00%

Stake of the commercial entity in the Issuer’s authorized capital: 0%

Stake of the Issuer’s ordinary shares held by the commercial entity: 0%

Fullcompanyname:

inRussian: **Открытое акционерное общество “Волгоградсетремонт”**;

in English: **Open Joint Stock Company “Volgogradsetremont”**

Short company name: in Russian: ОАО “Волгоградсетремонт”; in English: “Volgogradsetremont”, JSC

Location: 1a Granovitaya st, Volgograd, Russia

TIN: 3445067291

PRSN: 1043400418984

Issuer’s stake in the authorized capital: 100.00%.

Stake of the commercial entity in the Issuer’s authorized capital: 0%.

Stake of the Issuer’s ordinary shares held by the commercial entity: 0%.

Full company name: **Open Joint Stock Company “Grechko A.A. Agriculture Enterprise”**

Short company name: “Grechko A.A. PSKh”, JSC

Location: 21 Teatralnaya st, village Kuibyshevo, Kuibyshevskiy district, Rostov Area, Russia

TIN: 6117010611

PSRN: 1036117000798

Issuer’s stake in the authorized capital: 100.00%

Issuer’s stake of the ordinary shares: 100.00%

Stake of the commercial entity in the Issuer’s authorized capital: 0%

Stake of the Issuer’s ordinary shares held by the commercial entity: 0%

Full company name: **Open Joint Stock Company “Sokolovskoye Agriculture Enterprise”**

Short company name: “Sokolovskoye PSKh”; JSC

Location: 32 Kurskaya Str., settlement Sokolovo-Kurduchenskiy, Novoshakhtinsk, Russia;

TIN: 6151011887

PSRN: 1036151002667

Issuer’s stake in the authorized capital: 100.00%

Issuer’s stake of ordinary shares: 100.00%

Stake of the commercial entity in the Issuer’s authorized capital: 0%

Stake of the Issuer’s ordinary shares held by the commercial entity: 0%

Full company name: **Open Joint Stock Company “Recreation Centre “Energetik”**;

Short company name: “Recreation Centre “Energetik””; JSC

Location: 3 Shkolnaya Str., village Shepsi, Tuapsinskiy district, Krasnodar Region, Russia

TIN: 2355016847

PSRN: 1032330762463

Issuer’s stake in the authorized capital: 100.00%

Issuer’s stake of ordinary shares: 100.00%

Stake of the commercial entity in the Issuer’s authorized capital: 0%

Stake of the Issuer’s ordinary shares held by the commercial entity: 0%

Fullcompanyname:

inRussian: **Открытое акционерное общество “Энергосервис Юга”**

in English: **Open Joint Stock Company “Energoservis Yuga”**;

Short company name: “Energoservis Yuga”; JSC

Location: 3 Shkolnaya Str., village Shepsi, Tuapsinskiy district, Krasnodar Region, Russia

TIN: 2355016847

PSRN: 1032330762463

Issuer’s stake in the authorized capital: 100.00%

Issuer’s stake of ordinary shares: 100.00%

Stake of the commercial entity in the Issuer's authorized capital: 0%

Stake of the Issuer's ordinary shares held by the commercial entity: 0%

#### **8.1.5. Data on important transactions closed by the Issuer**

For the accounting quarter

In the accounting period the Issuer did not make such transactions

#### **8.1.6. Data on credit ratings of the Issuer**

During the specified period no changes have occurred

#### **8.2. Data on each category (type) of the Issuer's shares**

During the specified period no changes have occurred

#### **8.3. Data on previous issues of securities of the Issuer except for shares**

##### **8.3.1. Data on issues all securities of which were repaid (cancelled)**

During the specified period no changes have occurred

##### **8.3.2. Data on issues securities on which are in circulation**

During the specified period no changes have occurred

#### **8.4. Information about the Person (Persons) that Provided Security for the Issued Bonds**

State registration number of bond issue:	Date of state registration
4-02-34956-E	16.12.2008

Person provided a bank guarantee or surety bond of Issuer must disclose the provision of information in the form of quarterly reports, statements of material facts, the consolidated accounts (consolidated financial statements): **No**.

Person provided a bank guarantee or surety bond of Issuer must disclose the provision of information in the form of quarterly reports, statements of material facts, the consolidated accounts (consolidated financial statements): **No**.

Person provided a bank guarantee or surety bond of Issuer to ensure, in the annex to the quarterly report further disclosed the information to the extent provided by sections I, II, III, IV, V, VI, VII, VIII of quarterly report for the Issuer of the securities: **Yes**.

Information about the person who provided security.

Full official name: **“Agricultural Enetrprise named after A.A. Grechko” JSC.**

Location

21 Teatralnaya str., village Kuybyshevo, Kuybyshevskiy district, Rostov Area, Russia, TIN: 6117010611

PSRN: 1036117000798

Type of allowed security: **guarantee**

Amount of (sum) of allowed security: **6000000 RUR x 1000**

Liabilities on bonds which implementation is ensured by provided security:  
**6 000 000 000 rubles.**

Web-site with information: **rostovenergo.mrsk-  
yuga.ru/obyazatelnoe\_raskrytie\_informacii\_dzo/oao\_grechko**

Other information on person that provided security on Issuer's bonds as well  
as on the security provided: **no other information.**

#### **8.4.1. Conditions of fulfillment of obligations on mortgage-backed bonds**

Issuer did not place mortgage-backed bonds liabilities on which were not  
executed

#### **8.5. Information on entities recording the rights to the issued securities of the Issuer.**

Person keeping the register of the Issuer's bearer securities holders: **Registrar**

Information on the Registrar

Full company name: **Open Joint Stock Company "Registrar R.O.S.T."**

Short company name: "Registrar R.O.S.T.", JSC

Location: 18/13 Stromynka St., Moscow, 107996

TIN: 7726030449

PSRN: 1027739216757

Data on the license for keeping the register of securities holders

Number: 10-000-1-00264

Issuing date: 13.12.2002

License validity term:

Without limitation of the period of validity

License issuing authority: FCSM (FFMS) of Russia

Date of commencement of keeping the register of the Issuer's bearer securities  
holders by the Registrar: 18.12.2010

The Issuer's certificated securities subject to compulsory centralized storage are  
in circulation:

#### **Depositories**

Full company name:

in Russian language

-

Закрытоеакционерноеобщество

"Национальный расчетный депозитарий",

in English language - The National Settlement Depository (Closed Joint Stock Company)

Sort company name: in Russian language - ЗАО НРД, in English language – NSD,

Location: Building 4, 1/13 Sredniy Kislovskiy per., Moscow, Russia 125009

TIN: 7702165310

PSRN: 1027739132563

Data on the license to carry out the depository activity in the securities market

Number: 177-10042-000100

Issuing date: 19.02.2010

License validity term:

Without limitation of the validity term

Name of the license issuing authority: FCSM (FFMS) of Russia

Data on the transfer agents of the Registrar working with Company's shareholders

**8.6. Data on the acts regulating issues of import and export of capital that can influence distribution of dividends, interest and other payments to nonresidents**

During the specified period no changes have occurred

**8.7. Description of taxation scheme for the revenue on the Issuer's securities that were placed and are in the process of placement**

During the specified period no changes have occurred in taxation scheme

**8.8. Data on the declared (accrued) and paid dividends under the Issuer's shares and also on revenue under the Issuer's bonds**

**8.8.1. Data on the declared (accrued) and paid dividends under the Issuer's shares for 5 last completed financial years or for each complete financial year if the Issuer carries out the activity less than 5 years.**

During the specified period no decisions were taken on payment of dividends by the Issuer.

**8.8.2. Issue of bonds on which for 5 last completed financial years preceding the date of the last reporting quarter termination and if the issuer carries out the activity fewer than 5 years – for each completed financial year preceding the date of termination of the last reporting quarter, the yield was paid.**

Type of securities: bonds

Form of securities: documentary bearer bonds

Series: 02

non-convertible interest-bearing documentary bonds with obligatory centralized storage

State registration number of the issue: 4-02-34956-E

Date of state registration of the issue: 16.12.2008

Body that registered the issue: Federal Financial Market Service of Russia

State registration of the report on the results of the issue was not performed due to the fact that the issuer has used the right to present to registry body the notification on the results of securities issue at the simultaneous presence of the following conditions:

1) rendering by the broker services on placement of securities on the basis of the contract concluded with the issuer;

2) placement of securities by public subscription;

3) listing of the placed securities.

Notification on the results of issue of Bonds inconvertible interest bearing series 02 in amount of 6 000 000 (six million) with nominal price 1 000 (one thousand) rubles each with term of discharge - at 182<sup>th</sup> day from the date of placement by open subscription, registration number 4-02-34956-E dated 16.12.2008 produced to FFMS on 08.09.2009

Number of bonds: 6 000 000

Nominal cost of each bond, rubles: 1 000

The amount of issue: 6 000 000 000

Basic information on revenues on bonds of the issue:

The revenue from bonds was accrued during the coupon period (182 days) with interest rate 17.5%;

In the first quarter of 2011 revenues from shares were paid via paying agent "Alfa-Bank", JSC in amount 523 560 000 rubles.

#### **Basic information on the yield from bonds:**

Coupon period on the bonds of series 02 is 182 days.

The interest rate on the coupon yield from the coupon from the 1<sup>st</sup> to 4<sup>th</sup> is equal to 17.5% per annum. The coupon yield due to payment for the 3<sup>rd</sup> period in the sum of 523 560 thousand rubles was transferred by paying agent of the Company (AlfaBank LLC) in the full volume.

In August 2011 the rate of the coupon for the 5<sup>th</sup> period was approved in amount of 8.1% per annum on bonds of 02 series (non-convertible interest bearing with centralized storage). Rates of 6<sup>th</sup>, 7<sup>th</sup>, 8<sup>th</sup>, 8<sup>th</sup> and 10<sup>th</sup> coupons are equal to the 5<sup>th</sup> coupon period. At the day of making the offer, at September 1, at MICEX CJSC there were 2 112 589 bonds bought for the total sum of 2 112 589 000 rubles.

Among the 2 112 589 purchased bonds 670 267 bonds were sold to secondary market.

**Amount of bonds possessed by holders as of March 31m 2012 is 4 557 678 bonds, nominal cost of each bond is 1 000 rubles.**

## **8.9. Other Data**

Data Disclosed Additionally

### **Information on Committees attached to BoD, on the Activity of Committees**

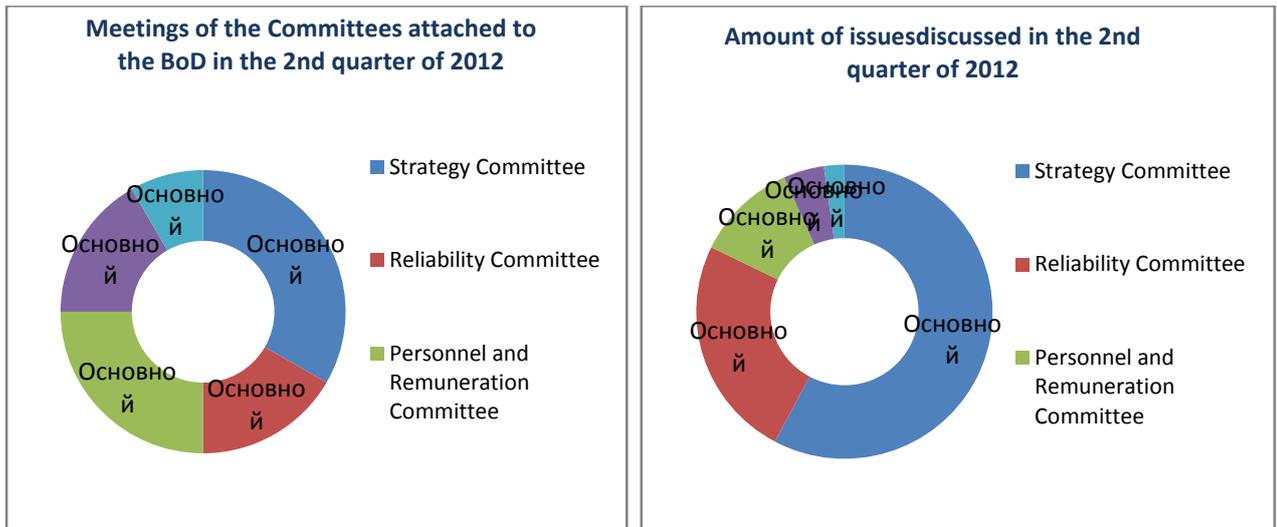
To examine issues from the Board of Directors competence were organized and approved committees of “IDGC of the South”, JSC by the decision of Board of Directors (minutes No. 22/2009 dd. 11.02.2009; minutes No. 23/2009 dd. 02.03.2009, minutes No. 37/2009 dd. 04.12.2009, minutes No.52/2010 dd 06.08.2010):

- 1) Committee for Technological Connection to Electric Grids;
- 2) Audit Committee;
- 3) Committee for Personnel and Remuneration
- 4) Reliability Committee
- 5) Committee for Strategy, Development, Investments and Reforming

According to the approved regulations on committees the members of committees are elected for the period of Board of Directors reelection (at Reliability committee) and till the first meeting of Company BoD (for other committees).

Authorities of any member of Committee could be early terminated by the decision of Board of Directors adopted by majority of votes of Company's Board of Directors.

According to regulations about the Committees, functions of Secretaries of the Committees are performed by Corporate Secretary, if decisions of committees do not stipulate any other cases. Secretaries of the Committees were elected at meeting of all five committees.



### **Committee for Technological Connection to Electric Grids attached to Board of Directors of “IDGC of the South”, JSC**

The main purpose of Committee for Technological Connection to Electric Grids attached to Board of Directors of “IDGC of the South”, JSC is provision of transparency of activity and nondiscrimination access to services of technological connection of consumers to electric grids of the Company.

The current personnel elected at IDGC of the South Board of Directors meeting dated 29.07.2011 (Minutes No. 69/2011 dd. 01.08.2011) with amendments dated 16.09.2011 (minutes of meeting No.72/2011 dd 19.06.2011) and 23.12.2011 (minutes of meeting NO.77/2011 dd 26.12.2011):

name	work place and position held as of the moment of electing
Spirin Denis Aleksandrovich, Chairman of the Committee	Director in charge of corporate management at Representative office of “Prosperity Capital Management (RF) Ltd”
Samarchenko Olga Petrovna	Deputy director general in charge of development and promotion of services of “IDGC of the South” JSC
Karpenko Vadim Vladimirovich	Deputy director general in charge of corporate management at “IDGC of the South” JSC
Pokrovskiy Sergey Vadimovich	Expert at Association for protection of investors' rights
Pyatigor Alexander Mikhailovich	Head of department of perspective development and technological connection at Holding IDGC JSC

### **Review of decisions adopted by Committee for Technological Connection in**

**the 2<sup>nd</sup> quarter of 2012:**

**10.05.2012,** The Activities plan elaborated for reducing risks of claims  
**Absentee** from the customers on services of technological  
**voting** connection rendered by IDGC of the South JSC was  
 (minutes of approved  
 meeting No. 8  
 dated  
 12.05.2012)

**Audit Committee at Board of Directors of “IDGC of the South”, JSC**

The main purpose of Audit Committee is provision of effective work of Board of Directors in solving issues. The Committee works out and presents recommendations (conclusions) to Company’s Boards of Directors in the sphere of audit and reports of the Company.

**Personnel of the Committee elected at the Meeting of Board of Directors of “IDGC of the South” JSC on 29.07.2011 (Minutes No. 69/2011 dd. 01.08.2011)**

name	work place and position held as of the moment of electing
Yurchuk Sergey Evgenievich Chairman of the Committee,	Director for Finance at "IDGC Holding" JSC, member of “IDGC of the South” BoD
Mekhanoshin Boris Iosifovich	Deputy director general - Technical director of "IDGC Holding" JSC, member of “IDGC of the South” BoD
Pankov Dmitriy Leonidovich	Director for strategy, development and innovations at "IDGC Holding" JSC, member of “IDGC of the South” BoD
Filkin Roman Alekseevich	Co-director of representative office of Prosperity Capital Management Ltd (RF), member of “IDGC of the South” BoD
Shevchyuk Aleksandr Viktorovich	Deputy acting director general of Non-profit Partnership "Association for protection of investors' rights", member of “IDGC of the South” BoD

**Review of decisions adopted by Audit Committee in the 2<sup>nd</sup> quarter of 2012:**

**1 27.04.2012,** · The candidature of external auditor for the Company for  
**Absentee** performing the audit of financial (accounting) report of

- voting**  
(minutes of meeting No 16 dated 28.04.2012)
- 2012 made in accordance with Russian Accounting Standards (RAS) was discussed. It was decided to recommend "IDGC of the South" JSC BoD to propose "KPMG" CJSC for approval of annual General meeting of shareholders as auditor of "IDGC of the South" JSC.
- 2 05.05.2012, Absentee voting**  
(minutes of meeting No 17 dated 10.05.2012)
- The financial (accounting) report for the 1<sup>st</sup> quarter of 2012 made in accordance with Russian Accounting Standards (RAS) was taken into consideration.

### **Personnel and Remuneration Committee at Board of Directors of "IDGC of the South" JSC**

Personnel and Remuneration Committee is an advisory committee providing effective implementation functions of Company's Board of Directors on administrative issues.

The task of the Committee is to work out recommendations (conclusions) to Board of Directors on the following activities: elaboration of principals and criteria of remunerations to Members of Board of Directors, Members of Collegiate Body and CEO; elaboration of offers on determining essential terms of contracts with Board of Directors members, members of collegiate body carrying out functions of sole executive body of the Company;

The current personnel elected at IDGC of the South Board of Directors meeting dated 29.07.2011 (Minutes No. 69/2011 dd. 01.08.2011):

name	work place and position held as of the moment of electing
Lutskovich Viktor Evgenievich, Chairman of the Committee	Deputy Head of Staff Management Department , Head of Labour Remuneration and motivation Sector of "IDGC Holding", JSC
Erpsher Natalia Ilynichna	Head of Organizational Development Department of "IDGC Holding", JSC
Grachyova Irina Anatolievna	Head of sector for securities at Department of corporate management and interaction with shareholders at "IDGC Holding" JSC
Spirin Denis Aleksandrovich	Director in charge of corporate management at Representative office of "Prosperity Capital Management (RF) Ltd"

Masalova Svetlana Nikolaevna	Leading expert at Directorate of organization development at "IDGC Holding" JSC
Shevchyuk Aleksandr Viktorovich	Deputy acting director general of Non-profit Partnership "Association for protection of investors' rights", member of "IDGC of the South" BoD

**Review of decisions adopted by Personnel and Remuneration Committee in the 2<sup>nd</sup> quarter of 2012:**

- 1 **05.04.2012,** · Company BoD was recommended to approve the  
**absentee** candidature of Fyodorov Nikolay Vladimirovich for the  
**voting** position of deputy director general – director of  
(minutes of “Rostovenergo” branch of “IDGC of the South” JSC.  
meeting No.31 dd · The results of activity of Vashkevich Vladimir  
05.04.2012) capital construction were discussed. It was recommended  
to prolong the authorities and labour contract term for one  
year with Vashkevich Vladimir Frantishkovich - deputy  
director general in charge of capital construction.
- 2 **20.04.2012,** · Company BoD was recommended to approve the  
**absentee** candidature of Prokopenko Sergey Aleksandrovich for the  
**voting** position of head of public relations department of “IDGC  
(minutes of of the South” JSC.  
meeting No.32 dd · Company BoD was recommended to introduce changes to  
20.04.2012) Regulations on material encouragement of “IDGC of the  
South” JSC director general.
- 3 **13.06.2012,** · Company BoD was recommended to approve the candidature  
**absentee** of Aushev Artur Magometovich for the position of deputy  
**voting** director general on development and selling services of  
(minutes of “IDGC of the South” JSC.  
meeting No.33 dd  
13.06.2012)

**Reliability Committee at Board of Directors of “IDGC of the South”, JSC**

The task of the Committee at Board of Directors of “IDGC of the South” JSC is to work out and submit recommendations (conclusions) to the Company’s Board of Directors concerning the following activities of the Board of Director:

- Assessment of investment programs and plans of repair of power facilities, analysis of their implementation in terms of observance of complex reliability requirements;
- Assessment of completeness and sufficiency of activities on the basis of

emergencies and major technological disturbances, as well as control over their implementation;

- Control and assessment of activities of technological services of the Company related to ensuring of complex reliability of work of grid and generating equipment and facilities and ensuring of normal state of fixed assets and informing on predictable reliability risks of their functioning;
- Analysis of activities on carrying out of contract and economic mechanisms of reliability management;
- Quarterly informing of Board of Directors on status of fixed assets of Company's power facilities.

**The current personnel elected at IDGC of the South Board of Directors meeting dated 29.07.2011 (Minutes No. 69/2011 dd. 01.08.2011):**

name	work place and position held as of the moment of electing
Shpilevoy Sergey Vladimirovich, Chairman of the Committee	Deputy Head of Production Supervision and Labour Safety Department at "IDGC Holding", JSC
Sizov Vyacheslav Viktorovich, deputy	Deputy chief engineer at "IDGC of the South" JSC
Bespalov Aleksandr Vasilievich	Head of sector for investment projects and costs estimate at Department of capital construction at "IDGC Holding" JSC
Ilyushin Pavel Vladimirovich	Deputy Head of Operations and MRO (maintenance, repair and operations) "IDGC Holding", JSC
Mikhailevich Sergey Gennadievich	Head of sector of investment efficiency at Economy department of "IDGC of the South" JSC
Pankov Dmitriy Leonidovich	Director for strategy, development and innovations at "IDGC Holding" JSC, member of "IDGC of the South" BoD
Pokrovskiy Sergey Vadimovich	Expert at Association for protection of investors' rights

Review of decisions adopted at the meetings of Reliability Committee at Board of Directors of "IDGC of the South" JSC in the 2<sup>nd</sup> quarter of 2012:

**1** **19.04.2012,**  
**absentee**  
**voting** (minutes  
No.17 dd  
20.04.2012)

- The Company BoD was recommended :
- To approve the Proprietary Standard of “IDGC of the South” JSC for providing energy facilities in temporal usage for installation of fiber-optic communication lines of third-party investors.
  - To approve the Proprietary Standard of “IDGC of the South” JSC for installation of fiber-optic communication lines of third-party investor in protected zones of overhead power lines.
  - To approve Proprietary Standard of “IDGC of the South” JSC “Fiber-Optic Communication Lines. Definitions”.
  - To approve the plan of activities for 2012 on installation and operation of fiber-optic communication lines.
  - To instruct director general by June 30, 2012 to present to the BoD the report on implementation of plan of activities
  - To instruct director general to produce quarterly to the BoD the report on technical audit of fiber-optic communication lines.
  - To take into consideration the information provided by director general on indicators of reliability level and quality of rendered services by all branches of “IDGC of the South” JSC, that due to tariff regulation on the basis of long-term regulation, for 2011.
  - To take into consideration the information provided by director general on indicators of reliability level and quality of rendered services calculated for each year in the limits of long-term regulation up to 2017.

**2** **17.05.2012,**  
**absentee**  
**voting** (minutes  
No.18 dd  
18.05.2012)

- The Company BoD was recommended :
- To take into consideration the report presented by Company director general on analysis of work at autumn-winter season of 2011/2012 and activities on increasing reliability of electric grid complex.
  - To take into consideration the report presented by Company director general on implementation of Schedule of activities on introduction of production assets management systems in IDGC of the South JSC in the 1<sup>st</sup> quarter of 2012.
  - To approve plan of implementation of Developemnt strategy elaborated by IDGC Holding JSC for IDGC of the South JSC for 2015 and with perspective to 2020, asspecified in appendix to the present decision of the Board of Directors.
  - To instruct Director general to appoint employees, not lower than deputies director general, responsible for implementation of Developemnt strategy elaborated by IDGC Holding JSC for IDGC of the South JSC for 2015 and with perspective to 2020. To produce for consideration the BoD the report on the process of implementation of Developemnt strategy elaborated by IDGC Holding JSC for IDGC of the South JSC for 2015 and with perspective to 2020 two times a year at 15<sup>th</sup> of July and 20<sup>th</sup> of January respectively

- To approve the report presented by Company director general on results of business-plan implementation (including the investment programme) in the 4<sup>th</sup> quarter of 2011 and 2011.
- It was decided to send to IDGC of the South JSC the information on state of items fixed assets of the Company for the 1<sup>st</sup> half of 2012.
- To take onto consideration propositions of Company on planned indicators of efficiency and quality of rendered by the branches services for each year in limits of long-term tariff regulation up to 2017.
- To instruct director general of the Company to ensure the propositions of Company on planned indicators of efficiency and quality of rendered by the branches are sent to bodies of executive branch of territorial subjects of RF in the sphere of state regulation of tariffs for the approval.
- To take into consideration the report presented by Company director general on the process of implementation of Programme of innovation-based development of the IDGC of the South in the 4<sup>th</sup> quarter of 2011.

**The Committee for Strategy, Development, Investments and Reforming attached to “IDGC of the South”, JSC Board of Directors**

The task of the Committee for Strategy, Development, Investments and Reforming attached to “IDGC of the South”, JSC Board of Directors is the elaboration and presentation of recommendations (conclusions) to Company’s Board of Directors on the following activities:

- 1) setting of priority directions, strategic goals and defining of the main principles of the Company’s strategic development;
- 2) assessment of efficiency of the Company’s activity;
- 3) enhancement of investment attractiveness of the Company, improvement of investment activity and making of reasoned investment decisions;
- 4) correction of existing strategy of the Company’s development;
- 5) control over implementation of approved programmes, projects and process of reforming of the Company;
- 6) drawing up of recommendations on dividend policy.

**The current personnel elected at IDGC of the South Board of Directors meeting dated 29.07.2011 (Minutes No. 69/2011 dd. 01.08.2011):**

name	work place and position held as of the moment of electing
Yurchuk Sergey Evgenievich, Chairman of the Committee	Director for Finance at "IDGC Holding" JSC, member of “IDGC of the South” BoD
Pavlov Vadim Alekseevich, deputy	Head of center for strategy , development and innovations at “IDGC Holding” JSC
Balaeva Svetlana Aleksandrovna	Head of Investments department at “IDGC Holding” JSC
Vashkevich Vladimir Frantishkovich	Deputy director general in charge of capital construction at “IDGC of the South” JSC
Perepyolkin Aleksey	Member of Management Board, Deputy director general on

Yurievich	corporate management and property at “IDGC Holding” JSC, member of “IDGC of the South” BoD
Filkin Roman Alekseevich	Co-director of representative office of Prosperity Capital Management Ltd (RF), member of “IDGC of the South” BoD
Tsiku Ruslan Kimovich	Head of Business-planning department at “IDGC Holding” JSC
Shevchyuk Aleksandr Viktorovich	Deputy acting director general of Non-profit Partnership "Association for protection of investors' rights", member of “IDGC of the South” BoD

**Review of decisions adopted in the 2<sup>nd</sup> quarter of 2012 by Committee for strategy, development, investments and reforming attached to IDGC of the South BoD:**

**1 19.04.2012,**  
absentee  
voting  
(Minutes  
No.35 dd  
20.04.2012)

- The Company BoD was recommended :
- To approve the internal documents of the Company: Regulations on formation, amendments to investment programme and preparation of report on its implementation in “IDGC of the South” JSC.
  - To define the installation and usage of fiber-optic communication lines as priority activity of the Company.
  - To take into consideration of the report presented by director general of “IDGC of the South” JSC on implementation of decision adopted by Company’s BoD in the 4<sup>th</sup> quarter of 2011.
  - To take into consideration of the report on implementation of the Programme on energy saving and increasing energy efficiency in “IDGC of the south” JSC for the 4<sup>th</sup> quarter of 2011 and for 2011.

**2 25.05.2012,**  
absentee  
voting  
(Minutes No.  
36 dd  
28.05.2012)

- The Company BoD was recommended :
- To approve the report presented by director general of “IDGC of the South” JSC on results of business plan (investment programme) implementation in the 4<sup>th</sup> quarter of 2011 and in 2011.
  - To take into consideration of the report presented by director general of “IDGC of the South” JSC on implementation of activities aimed at financial recovery of “IDGC of the South” JSC in 2010-2012 for the 4<sup>th</sup> quarter of 2011.
  - To take into consideration of the report presented by director general of “IDGC of the South” JSC on implementation of Programme of innovation-based development in the 4<sup>th</sup> quarter of 2011.
  - To take into consideration of the report presented by director general of “IDGC of the South” JSC on implementation of annual purchasing programme in 2011.
  - To take into consideration of the report presented by director

general of “IDGC of the South” JSC on the results of Programme of perspective development of energy metering system in the 4<sup>th</sup> quarter of 2011.

- To take into consideration of the report presented by director general of “IDGC of the South” JSC on implementation of Plan of activities on bringing the customer service system to compliance with requirements of Proprietary Standard “Customer centralized service system” in the 1<sup>st</sup> quarter of 2012.
- To take into consideration of the report presented by director general of “IDGC of the South” JSC on management at affiliated and subsidiary companies engaged in non-core activities in 2011.
- To approve participation of “IDGC of the South” JSC in Non-profit Partnership “National Committee SIREN. Distribution Networks”.

**3 09.06.2012,**  
**absentee**  
**voting**  
(Minutes  
No.37 dd  
13.06.2012)

The Company BoD was recommended :

- To approve the adjusted business plan of “IDGC of the South” JSC for 2012 and perspective to 2013-2016, including the investment programme of “IDGC of the South” JSC
- To approve the Schedule of activities aimed at reducing the accounts receivable for services of electric energy transmission and settlement of disputes occurred as of 01.04.2012.
- To take into consideration of the report presented by director general of “IDGC of the South” JSC on implementation in the 1<sup>st</sup> quarter of 2012 the Schedule of activities aimed at reducing the accounts receivable for services of electric energy transmission and settlement of disputes occurred as of 01.01.2012.
- To take into consideration of the report presented by director general of “IDGC of the South” JSC on implementation by the Committee of the decisions adopted by Company’s BoD.
- To take into consideration of the report presented by director general of “IDGC of the South” JSC on management at affiliated and subsidiary companies engaged in non-core activities in the 1<sup>st</sup> quarter of 2012.

**4 14.06.2012,**  
**absentee**  
**voting**  
(Minutes  
No.38  
4.06.2012)

The Company BoD was recommended :

- To approve the amended Programme of innovation-based development of IDGC of the South JSC.
- To approve the results of implementation of key performance indicators in the 4<sup>th</sup> quarter of 2011 and in 2011.
- To the report presented by director general of “IDGC of the South” JSC on implementation of business-plan (including the investment programme) in the 1<sup>st</sup> quarter of 2012.
- To take into consideration the report presented by director general of “IDGC of the South” JSC on implementation of plan of 2013-2016 financial recovery of the Company in the 1<sup>st</sup> quarter of

2012.

- To take into consideration the report presented by director general of “IDGC of the South” JSC on implementation of annual purchasing programme in the 1<sup>st</sup> quarter of 2012.
- To take into consideration thereport presented by director general of “IDGC of the South” JSC on implementation of Programme of perspective development of energy metering systems at retail market of electric energy in the 1<sup>st</sup> quarter of 2012.
- To take into consideration thereport presented by director general of “IDGC of the South” JSC on implementation of Programme on energy saving and increasing energy efficiency of IDGC of the South JSC in the 1<sup>st</sup> quarter of 2012.
- To take into consideration the report presented by director general of “IDGC of the South” JSC on the process of implementation of Programme of innovation-based development of IDGC of the South JSC in 2011.

Minutes of meeting of the Committee for strategy, development, investments and reforming attached to IDGC of the South BoD are published at: [http://mrsk-yuga.ru/corporate\\_management/kom\\_sov\\_direct/](http://mrsk-yuga.ru/corporate_management/kom_sov_direct/)

**Statistic Information on the Company’s Shareholders Including the Amount of Shareholders, Balance of Amount and Stake of Residents and Non-Residents, legal Entities and Individuals in the Authorized Capital**

	Company’s shareholders amount as of 30.06.2012	Shares amount, items	Stake in authorized capital, %
Individuals	9 172	1 460 537 441	2,93
including non-residents	41	11 130 899	0,02
Legal persons	82	65 554 321	0,13
including non-residents	10	15 997 144	0,03
Publicly owned shares	2	70 456 639	0,14
Nominee holders	10	48 214 547 663	96,80
<b>TOTAL:</b>	<b>9 266</b>	<b>49 811 096 064</b>	<b>100</b>

**Description of the Issuer’s Organizational Structure and Basic Functional Relations between the Key Operational Subdivisions**

From 01.04.2012 a new corporate structure of “IDGC of the South”, JSC approved by decision of Board of Directors (minutes No. 84/2012 dd. 19.03.2012) is valid.

Organizational structure meets the requirements of the key shareholder to the organizational structure of the operational company. The main sectors of the Company's activity are divided into functional blocks managed by Deputy CEOs of the Company:

- Economy and finance;
- Service Sales Department;
- Investments capital construction, logistics and inventory;
- Technical block;
- Corporate management, property management, consolidation of electric grid assets and legal support;
- HR department, administrative services, transport and documents departments;
- Security and state secret protection
- Sector for energy saving and energy efficiency.

The key sectors are attached to independent structural units directly subordinate to The Company's Chief Executive Officer:

- Accounting and Tax Department;
- Logistics and Inventory Department
- Information Technologies Department;
- Department of Internal Audit and Risks Management;
- Technical Inspection Department;
- PR-department;
- Quality Management Department
- Department for Preparedness Activity

In the organizational structure, Deputy CEOs - branch CEOs - are represented who (on the basis of powers of attorney issued by the Company's CEO) exercise management of the following branches of the Company founded according to the decision of the Company's Board of Directors (minutes No.6/2008 dd 11.01.2008):

- "Astrakhanenergo" branch of «IDGC of the South», JSC (32 Krasnaya Naberezhnaya st, Astrakhan, 414000);
- "Volgogradenergo" branch of «IDGC of the South», JSC (15 prospect Lenina, Volgograd, 400066);
- "Kalmenergo" branch of «IDGC of the South», JSC (Northern industrial area, Elista, Republic of Kalmykia, 358007);

- “Rostovenergo” branch of «IDGC of the South», JSC (49 Bolshaya Sadovaya st, Rostov-on-Don, 344002).

Organization plan of “IDGC of the South”, JSC is made available at corporate website of the Company at: <http://en.mrsk-yuga.ru/company/structure/>.

### Key events and news of the issuer

#### Key events:

1. 13 April 2012.

"IDGC Holding" and the Government of the Rostov region signed an agreement on cooperation, which is aimed at the development of regional power grids, their modernization and renewal;

2. 8 June 2012.

The Board of Directors of IDGC of the South approved the appointment of Nikolai Vladimirovich Fedorov as Deputy General Director - Director of IDGC of the South - "Rostovenergo";

3. 18 June 2012

Annual General Meeting of Shareholders of IDGC of the South took place in Rostov-on-Don

#### Key news of the reporting quarter:

	Date of publishing	News	Published at
1	02.04.2012	<b>The management of IDGC of the South JSC and the Council of young professionals are discussing the priorities of interaction</b> The meeting of the Council of IDGC of the South young specialists took place on April 2, 2012 at management branch of IDGC of the South – “Rostovenergo”	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug
2	18.04.2012	<b>IDGC of the South JAC and “Volgogradenergosbyt” JSC join their forces</b> The debt of more than 1.8 billion rubles of the municipal enterprise “Volgograd Electric Network” was the subject of a joint press conference of Kalnyuk Yegor - Director of IDGC of the South branch “Volgogradenergo”, and Alexander Mashentsev, acting general director of “Volgogradenergosbyt” JSC Alexander Mashentseva	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug
3	18.04.2012	<b>IDGC of the South JSC provides energy supply to a major international project in</b>	Corporate web-site and newspaper of

		<p><b>Kalmykia</b></p> <p>As part of a major project on technological connection of the Caspian Pipeline Consortium (JSC "KTK-R"), IDGC of the South JSC completed the reconstruction of 110 kV "PARTIZANSKAYA" substation in Yashkul region of the Republic of Kalmykia</p>	IDGC of the South, information agency Interfax Yug
4	19.04.2012	<p><b>"IDGC of the South" JSC increases information transparency and social responsibility</b></p> <p>Social Report of IDGC of the South JSC in 2010 was added to the National Register of corporate non-financial reporting</p>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug
5	20.04.2012	<p><b>IDGC of the South JSC consolidates grid facilities in Astrakhan region</b></p> <p>Astrakhan branch of IDGC of the South in 2012, will take on the balance over 80 transformer and distribution stations and about 360 km of transmission lines in promoting the goals of consolidation of power grid assets. In 2011 more than 2.5 km of transmission lines and hundreds of dozens of transformers were added to the grids of the company.</p>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax
6	23.04.2012	<p><b>IDGC of the South planted more than 2 thousand trees during the environmental action</b></p> <p>Employees of IDGC of the South planted more than 2 thousand trees at the Russian environmental Action "distribution grid complex cares about the Environment"</p>	Corporate web-site and newspaper of IDGC of the South, corporate web-site and newspaper of IDGC Holding, information agency Interfax-Yug, Yuga.ru
7	24.04.2012	<p><b>Chief Engineer of IDGC of the South JSC is marked by Gratitude letter from IDGC Holding JSC</b></p> <p>Vitaly Ivanov, Deputy Director General - Chief Engineer of IDGC of the South, was awarded a Gratitude letter from IDGC Holding JSC during the Ruusin production meeting with the leaders of IDGC/DGC held on April 24 at IDGC Holding JSC related to summing up of autumn-winter season</p>	Corporate web-site and newspaper of IDGC of the South, corporate web-site and newspaper of IDGC Holding, information agency Interfax-Yug

8	25.04.2012	<p><b>IDGC of the South implements a target program “Honest kilowatt”</b></p> <p>IDGC of the South JSC has launched a targeted communication program “Honest kilowatt” in the Rostov region. The program provides additional measures against theft of electricity in order to reduce commercial losses of electricity.</p>	Corporate web-site and newspaper of IDGC of the South, corporate web-site and newspaper of IDGC Holding
9	27.04.2012	<p><b>IDGC of the South JSC successfully overcame the autumn-winter loads</b></p> <p>On April 25, 2012 General Director of JSC "IDGC of the South" Sergei Arkhipov and Deputy Director General - Chief Engineer Vitaly Ivanov took part in the Russian Conference "The results of the passage by facilities of electric power the heating season of 2011-2012 and the tasks to prepare for the winter season 2012-2013" which was held at the Ministry of energy of the Russian Federation</p>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug
10	28.04.2012	<p><b>About 26 million rubles have already been spent by IDGC of the South in 2012 on occupational health and safety</b></p> <p>On the eve of the International Day of the Protection of Labour, which is celebrated today, representatives of IDGC of the South took part in the seminar meeting of heads of departments in charge of production control and safety, technical inspection</p>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug
11	05.05.2012	<p><b>IDGC of the South summed up the contest of children's creative work "Deeds of Heroes Children's View"</b></p> <p>The executive body of IDGC of the South summed up the results of the contest of children's creative work "Deeds of Heroes Children's View", dedicated the 67<sup>th</sup> anniversary of the Victory in the Great Patriotic War of 1941-1945.</p>	Corporate web-site and newspaper of IDGC of the South, corporate web-site and newspaper of IDGC Holding, information agency Interfax Yug, Yuga.ru
12	18.05.2012	<p><b>Veterans Council delegation visited the main energy power facilities of IDGC of the South JS in Volgograd</b></p> <p>The delegation of the Council of Veterans of</p>	Corporate web-site and newspaper of IDGC of the South, corporate web-site

		Power industry, which arrived to the hero-city Volgograd to celebrate the 67th anniversary of the Victory in the Great Patriotic War, visited key power grid facilities: substations (SS) 110/35/6 kV "Sovietskaya" and 110/6 kV "Festivalnaya" substation.	and newspaper of IDGC Holding, корпоративный журнал ОАО «Холдинг МРСК», information agency Interfax Yug, yuga.ru
14	04.06.2012	<b>For branches of IDGC of the South JSC the long-term options of RAB-regulation were approved</b> Board of the Federal Tariff Service (FTS of Russia) on 21 and 29 May has approved the long-term parameters of tariff regulation for three branches of IDGC of the South, in relation to which the method of return on invested capital (RAB) is used: "Astrakhanenergo", "Kalmenergo" and "Rostovenergo"	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug
13	05.06.2012	<b>In IDGC of the South children made pictures on topic of power industry y</b> <b>In the executive office of IDGC of the South the results of the contest of children's drawings were summed up</b>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug
14	13.06.2012	<b>Corporate days on fire safety started at IDGC of the South JSC</b> <b>On June 13 Corporate Days fire safety started at IDGC of the South. For two days, the participants will visit several sites of the branch "Astrakhanenergo"</b>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug, Yuga.ru
15	14.06.2012	<b>Young specialists of IDGC of the South JSC became a team</b> Last weekend, members of the Boards of Astrakhan young specialists of IDGC of the South in the framework of the Inter-regional youth forum competed in sports forum skill and ability to work in a team. Sports games were held in the form of team-building	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug,
16	18.06.2012	<b>Annual General Meeting of Shareholders of IDGC of the South JSC</b> On June 18 at IDGC of the South JSC the General Meeting of Shareholders summed up the results of Company's activity in 2011. During the meeting the annual report, annual financial statements, including profit and loss statement	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug,

		were approved. The Company's profit for the 2011 financial year amounted to more than 117 million rubles. It was decided to distribute to the reserve fund about six million rubles, the remaining income is allocated to development.	
17	22.06.2012	<p><b>Employees of IDGC of the South were awarded for professional and public services</b></p> <p>Several employees of the branch of JSC "IDGC of the South" - "Astrakhanenergo" won an award of "IDGC Holding" and the management of "IDGC of the South". Twenty power industry specialists have received a thank-you letters for social work in helping the orphans from the orphanage school.</p>	Corporate web-site and newspaper of IDGC of the South, corporate web-site and newspaper of IDGC Holding, information agency Interfax Yug, Yuga.ru, newspapers "Rossiyskaya Gazeta-Yug". "Izvestiya Yug". "Kubanskiye Novosti"
18	23.06.2012	<p><b>Thousands of power industry specialists from IDGC of the South JSC and the residents of South of Russia have carried the torch of the Victory</b></p> <p>In the branches of IDGC of the South JSC a historical memorial event "Relay Victory Banner" was completed. The events, launched by "IDGC Holding", took place across the south of Russia. They were attended by thousands of power industry specialists.</p>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug, Yuga.ru
19	26.06.2012	<p><b>500 million rubles ere spent by IDGC of the South JSC on programs aimed to reduce the risk of injury</b></p> <p>The Board of Directors of IDGC of the South JSC approved the "Program on measures for reducing the risk of occupational injuries, 2012-2013". The program is compatible with IDGC Holding. Its purpose is to fully implement measures to help prevent occupational injuries Company employees</p>	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug, Yuga.ru
20	27.06.2012	<p><b>Vladimir Efimov - Chairman of the Volgograd Regional Duma - noted high professionalism of power industry specilaists of IDGC of the South JSC</b></p>	Corporate web-site and newspaper of IDGC of the South, information agency

		Vladimir Efimov - Chairman of the Volgograd Regional Duma - gave an assessment of the interregional distribution grid company of the South when greeting the General Director of "IDGC of the South" Sergei Arkhipov on the occasion of the 5 <sup>th</sup> anniversary of the establishment of the Company.	Vysota 102
21	27.06.2012	<b>Astrakhan Region Governor appreciated the activities of IDGC of the South</b> Sergei Arkhipov -Director General of IDGC of the South – received a congratulatory letter from Alexander Zhilkin Governor of Astrakhan Region. The document contains a greeting to the first anniversary of the company and the evaluation of its work during this period.	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug, Yuga.ru
22	29.06.2012	<b>IDGC of the South JSC improves management systems</b> The specialists of the branch of IDGC of the South - "Volgogradenergo" completed the stage of the Teleautomation of large power grid facilities of the Volgograd region. In the near future 14 major substations in the region will be put into operation on the remote control system. In total, by the end of the year 21 key grid facilities will be equipped with modern units of control.	Corporate web-site and newspaper of IDGC of the South, information agency Interfax Yug, Advis

### Brief Description of the Company's Principal Internal Regulations

Corporate governance within the Company is based on respect of rights and lawful interests of the shareholders, investors and other interested parties; It is carried out in accord with current legislation of the Russian federation, Charter of "IDGC of the South" JSC and other local enactments regulating activities of the executive bodies.

Practical corporate governance is regulated by the Charter and internal documents of the Company, including:

No.	Name of the internal document	Description	Data on the approval of the internal regulations by management bodies of the Company
1.	Regulation on the	The document specifies the order	Approved by decision of

	procedure for preparation and convening of a General Shareholders Meeting of “IDGC of the South”, JSC (redrafted)	of convening, preparation, holding of the shareholders’ meetings and also interaction of the operating bodies of the meetings.	sole shareholder RAO “UES of Russia”, JSC (Minutes of Management Board meeting of RAO “UES of Russia”, JSC No.1829 ord/7 dd 28.02.2008).
2.	Regulation on the order of convening and holding the meetings of Board of Directors of “IDGC of the South”, JSC(redrafted)	The document specifies the order of convening and holding of Board of Directors meetings, and rights, duties and responsibilities of the members and the company’s Corporate secretary.	Approved by decision of sole shareholder RAO “UES of Russia”, JSC (Minutes of the Management Board meeting of RAO “UES of Russia”, JSC No.1829 ord/7 dd 28.02.2008).
3.	Regulation on Management Board of “IDGC of the South” JSC (redrafted)	The document regulates the order of forming the Management Board, convening and holding the meetings, taking decisions, and rights, duties and responsibilities of the members	Approved by decision of sole shareholder RAO “UES of Russia”, JSC (Minutes of the Management Board meeting of RAO “UES of Russia”, JSC No.1829 ord/7 dd 28.02.2008).
4.	Regulation on “IDGC of the South”, JSC Auditing Committee	The document specifies the objectives, the terms of activity of the Audit committee, regulates the issues of the interaction with the Company’s management authorities, also schedules the rights and duties of the members of the Audit committee.	Approved by decision of sole shareholder RAO “UES of Russia”, JSC (Minutes of the Management Board meeting of RAO “UES of Russia”, JSC No.1751 ord/4 dd 05.10.2007).
5.	Regulation on paying remunerations and compensations to “IDGC of the South”, JSC members of Board of Directors (new revision)	The document specifies the amount and the order of payments and compensations to the members of Board of Directors (except for the members of Board of Directors holding simultaneously positions of CEO and/or members of Management Board).	Approved by decision of the annual General Shareholders Meeting of “IDGC of the South”, JSC dd 30.05.2008 (Minutes No.1 dd 04.06.2008)

6.	Regulation on paying remunerations and compensations to the members of the “IDGC of the South”, JSC Auditing Committee (new revision)	The document specifies the amount and order of paying remunerations and compensations to the members of Auditing Committee.	Approved by decision of annual General Shareholders Meeting of “IDGC of the South”, JSC dd 30.05.2008 (Minutes No.1 dd 04.06.2008)
7.	Regulation on “IDGC of the South”, JSC Corporate secretary (new revision)	The document determines the status, competence, rights and responsibilities of the Corporate secretary of the Company’s Board of Directors, as well as the order of his election and paying remunerations to him	Approved by decision of Board of Directors of “IDGC of the South”, JSC on 11.09.2009 (Minutes No.34/2009 dd 14.09.2009)
8.	Redrafted Code of Corporate Governance of “IDGC of the South”, JSC	The document specifies the Company’s assumed liabilities in the sphere of ensuring transparency of the Company’s management and conforming to standards of proper corporate management	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.32/2009 dd 21.08.2009)
9.	Regulation on “IDGC of the South”, JSC insider information	The document defines the concepts of “insider”, “insider information” of the Company, determines the order of protection, use and distribution of insider information.	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.2/2007 dd 03.09.2007)
10.	Regulation on informational policy of “IDGC of the South”, JSC	The document determines rules and regulations of information disclosure, the list of information sources and documents subject to disclosure to shareholders, creditors, investors-to-be and other persons, as well as specifies the order, terms of disclosure and presentation of the specified information.	Approved by decision of Board of Directors of JSC “IDGC of the South” (Minutes No.2/2007 dd 03.09.2007).  (Amendments to the Regulations are approved by the decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.12/2008 dd

			18.04.2008)
11.	Regulation on organizing purchase of goods, works and services with total value up to 500 thousand rubles.	The document stipulates requirements for the procedure of studying the market situation and price analysis, selection of suppliers with regard to their ability to supply goods, works and services in the process of purchasing of goods, works and services in “IDGC of the South”, JSC the structural and detached divisions.	Approved by Order of CEO of “IDGC of the South”, JSC No.133 dd 11.06.2008 “On approving regulations on organizing purchases of goods, works and services with the cost up to 500 thousand rubles”
12.	Regulation on option programme of “IDGC of the South”, JSC	The document determines the order and terms of acquiring the Issuer’s shares by the employees	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.16/2008 dd 23.07.2008).
13.	Regulation on the procedure of scheduled purchase of goods, works, services for the needs of “IDGC of the South”, JSC	The document regulates the procedures of purchase of any goods, works, services (at the expense of the Company) with the cost of over 500 thousand rubles without VAT)	Approved by Order of CEO of “IDGC of the South” JSC No.110 dd 21.05.2008 “On approving regulations on the procedure of scheduled purchases, goods, works and services of “IDGC of the South”, JSC
14.	Regulation on dividend policy of “IDGC of the South”, JSC in new version	The document determines the system of relations and principles for calculating dividends, order and terms of their payment, and the Company’s responsibility for failure to carry out liabilities of paying dividends.	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No53/2010 dd 11.02.2010).
15.	Regulation on procedures of internal control of “IDGC of the South”, JSC	The document determines goals and objectives of internal control procedures, and the report form for the Audit Committee attached to Board of Directors of “IDGC of the South”, JSC	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.22/2009 dd 11.02.2009)
16.	Regulation on the	The document regulates the	Approved by decision of

	Committee for Technological Connection to Electric Grids attached to Board Directors of “Interregional Distribution Grid Company of the South”, Open Joint Stock Company	order of forming the Committee, rights and responsibilities of the members, the order of holding the Committee’s meetings, and the cooperation with Company management authorities and other persons.	Board of Directors of “IDGC of the South”, JSC (Minutes No.22/2009 dd 11.02.2009)
17.	Regulation on contractual work organizing in “IDGC of the South”, JSC	The document determines the unified order of concluding contracts, amending and revising the contracts, order of their suspension and storage.	Approved by Order of CEO of “IDGC of the South”, JSC No.40 dd 25.02.2009 “On Regulations on organizing contractual work in “IDGC of the South”, JSC
18.	Procedure for cooperation of “IDGC of the South”, JSC with economic entities which “IDGC of the South” JSC is holding it shares (parts)	The document determines the common terms of corporate interaction of the Company with the SACs, including the issues of organizing and auditing of corporate activities on consideration of issues where the Company (Company’s representatives) should declare the position	Approved by the decision of Board of Directors of “IDGC of the South”, JSC (Minutes No24/2009 dd 10.03.2009)
19.	Regulation on additional benefits, guarantees and compensations for the employees of “IDGC of the South”, JSC executive office (new revision)	The document is worked out with the purpose of providing social security of the employees of “IDGC of the South”, JSC executive office.	Approved by Order of CEO of “IDGC of the South”, JSC dd No.189-A 30.06.2009 “On approving Regulations on additional benefits, guarantees and compensations for the employees of “IDGC of the South”, JSC executive office (new revision)
20.	Regulation on Committee for Strategy, Development,	The document is worked out to provide effective performance of Board of Directors regarding issues of the competency. The	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.37/2009 dd

	Investment and Reform attached to Board of Directors of Open Joint Stock Company “Interregional Distribution Grid Company of the South”.	document determines the Committee Meeting procedure, the rights and obligations of Committee members and the order of drawing up recommendations (conclusions) regarding issues of the competence.	04.12.2009)
21.	Regulation on Personnel and Remuneration Committee attached to Board of Directors of Open Joint Stock Company “Interregional Distribution Grid Company of the South”	The document is worked out to provide effective performance of Board of Directors of the functions regarding general management of the Company activities. The document determines general regulations, goal and objectives of Committee, the structure of Committee, the rights and obligations of Committee members and procedures of Committee meeting.	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.37/2009 dd 04.12.2009)
22.	Regulation on Audit Committee attached to Board of Directors of Open Joint Stock Company “Interregional Distribution Grid Company of the South”	The document is worked out to provide effective performance of Board of Directors of the functions regarding general management of the Company activities. The document determines general regulations, goal and objectives of Committee, the structure of Committee, the rights and obligations of Committee members and procedures of Committee meeting	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.52/2010 dd 06.08.2010)
23.	Regulation on Reliability Committee attached to Board of Directors of Open Joint Stock Company “Interregional	For the purpose of effective performance of Board of Directors, the current document determines the procedure of Committee meeting, rights and obligations of Committee members and the order of drawing up	Approved by decision of Board of Directors of “IDGC of the South”, JSC (Minutes No.37/2009 dd 04.12.2009)

	Distribution Grid Company of the South”	recommendations(conclusions) regarding issues of the competence	
24.	Regulation on payment of remunerations and compensations to members of Audit Committee attached to BoD of “IDGC of the South”, JSC	The documents fixes the amount and procedure of paying remunerations and compensations to members of the Committee	Approved by the decision of “IDGC of the South”, JSC Board of Directors (minutes No.39/2010 dated 05.02.2010)
25.	Regulation on payment of remunerations and compensations to members of Personnel and Remuneration Committee attached to BoD of “IDGC of the South”, JSC	The documents fixes the amount and procedure of paying remunerations and compensations to members of the Committee	Approved by the decision of “IDGC of the South”, JSC Board of Directors (minutes No.39/2010 dated 05.02.2010)
26.	Regulation on payment of remunerations and compensations to members of Reliability Committee attached to BoD of “IDGC of the South”, JSC	The documents fixes the amount and procedure of paying remunerations and compensations to members of the Committee	Approved by the decision of “IDGC of the South”, JSC Board of Directors (minutes No.39/2010 dated 05.02.2010)
27.	Regulation on payment of remunerations and compensations to members of Committee for Strategy, Development, Investments and Reforming attached to BoD of “IDGC of the South”, JSC	The documents fixes the amount and procedure of paying remunerations and compensations to members of the Committee	Approved by the decision of “IDGC of the South”, JSC Board of Directors (minutes No.39/2010 dated 05.02.2010)

28.	Regulation on Paying Remuneration and Compensation to members of the Committee for Strategy, Development, Investments and Restructuring at Board of Directors of “Interregional Distribution Grid Company of the South”, Open Joint Stock Company	The document determines amount and procedure for paying remuneration and compensation to members of the Committee for Strategy, Development, Investments and Restructuring at Board of Directors of “IDGC of the South” JSC	Approved by the decision of Board of Directors of “IDGC of the South” JSC (Minutes No. 39/2010 dd. 05.02.2010)
29.	Regulation on payment of remunerations and compensations to members of Committee for Technological Connection to Electric Grids attached to BoD of “IDGC of the South”, JSC	The documents fixes the amount and procedure of paying remunerations and compensations to members of the Committee	Approved by the decision of “IDGC of the South”, JSC Board of Directors (minutes No.39/2010 dated 05.02.2010)
30.	Risks management policy of “IDGC of the South”, JSC	The document determines the basic principles of organization, implementation and control of processes of risks management at “IDGC of the South”, JSC	Approved by the decision of “IDGC of the South”, JSC Board of Directors (minutes No.47/2010 dated 11.06.2011)
31.	Internal control policy of “IDGC of the South”, JSC	The document determines the obligatory for observance basic principles of organization of internal control system at “IDGC of the South”, JSC	Approved by the decision of “IDGC of the South”, JSC Board of Directors (minutes No.47/2010 dated 11.06.2011)

The abovementioned internal documents of the Company are worked out according to the legislation of the Russian Federation and the Company’s Charter and consider basic regulations of Corporate Conduct Code recommended to implementation by FSEC (Executive order of FSEC dd

04.04.02 No.421/r); the documents are made available on the Company's website at: <http://en.mrsk-yuga.ru/management/regulations/>

### **Information on corporate management estimation**

December 16, 2011 Consortium of the Russian institute and Directors and the rating agency "Expert RA" rated "IDGC of the South", JSC for corporate management as NPCM 6+ ("Developed practice of corporate management") ( in 2009 – 5+, in 2010 – 6+).

This class of rating mark certifies that "IDGC of the South", JSC corporate management practice is assessed as exposed to low risks of corporate management. "IDGC of the South", JSC fulfills all the requirements of the Russian legislation in the sphere of corporate management, observes the majority of recommendations of Russian Corporate management Code and some recommendations of global corporate practice.

Subsidiaries of "IDGC of the South", JSC were not rated for corporate management

The report on corporate management at "IDGC of the South", JSC is available at Company's website at: <http://en.mrsk-yuga.ru/management/ratings/>

### **Dividend policy of the Company**

Dividend policy is the system of relations and principles of determination of dividend amount, procedure and terms of payment, and likewise of establishment the responsibility of the Company for non-fulfillment of the obligations for payment of dividends.

The Company is striving along with capitalization growth to increase the amount of paid dividends on the basis of gained net profit for the accounting financial year and the necessities of development of production and investment activity of the Company.

Dividend policy is based on the balance of interests of the Issuer and the shareholders while determination the amount of dividend payments, respect and strict adherence the shareholders rights stipulated by current legislation of the Russian Federation, the Charter and internal documents of the Issuer and intended for the increase of investment attractiveness, capitalization and shareholder value of the Issuer.

Regulation on Dividend policy of Open Joint Stock Company "Interregional Distribution Grid Company of the South" in new edition was approved by Company's Board of Directors on 31.08.2010 (minutes No. 53/2010 dd. 01.09.2010) as per the Civil Code of RF, Federal Law No. 208-FZ (Federal law)

“On Joint Stock Companies” dated 26.12.1995, legal acts of RF, Charter of “IDGC of the South”, JSC as well as recommendations of Corporate Management with purposes to:

- provide transparency of mechanism of defining the volume of dividends,
- inform shareholders and other interested persons about dividend policy of the Company.

**Information on transactions concluded by the issuer with public companies and quarterly survey of the mentioned transactions; quarterly survey of intra-group transactions carried out by the issuer**

In the reported quarter the Issuer has concluded 730 transactions with state-owned companies; total transaction amount inclusive of VAT equals to 155 073 237.91 rubles.

Subjects of transactions closed with state-owned companies in the reported quarter are as follows:

- Rendering technological connection services;
- Rendering electricity transmission services;
- Opening of revolving credit line;
- Rendering general and new postage services;
- Rendering services for periodic medical examinations;
- Rendering services for hard domestic waste removal;
- Land and estate property renting;
- Provision of services for a fee;
- Rendering services for training and professional development of personnel;
- Real estate leasing and other

**The following transactions have not been closed in the reported quarter:**

- Issuer’s transactions with its shareholders, holding at least 5% of the voting shares;
- With members of Company Management board;

**Information on business activity of Company’s affiliated and subsidiary companies**

IDGC of the South is founder of 6 companies and possesses 100% of voting shares of each entity.

- “Astrakhanelektrosetremont” JSC,
- “Vologradsetremont” JSC,
- “Agriculture Enterprise named after Grechko” JSC (PSKh named after Grechko),
- “Agriculture Enterprise Sokolovskoye” JSC (PSKh Sokolovskoye),

- “Recreation Centre “Energetik” JSC
- “Energoservis Yuga” JSC

### **Astrakhanelektrosetremont JSC**

Core activities of the Company are: repair of grids and substation equipment, buildings and constructions repair, construction works on pipe line installing, as well as other activities allowed by the current legislation.

At the present moment the core activity of Astrakhanelektrosetremont is rent of premises.

#### **Results of activity of Astrakhanelektrosetremont**

	Indicator	Unit of measurement	2 <sup>nd</sup> quarter of 2011	2 <sup>nd</sup> quarter of 2012	
				Planned	Actual
1.	Revenue from sales of products	Thousand rubles	2 422	2 533	2 515
2.	Products self-cost	Thousand rubles	-1 255	-1 448	-1 070
3.	Sales profit	Thousand rubles	1 167	1 085	1 445
4.	Balance of miscellaneous income and expenses	Thousand rubles	-57	-86	-101
5.	Current income tax and other similar payments	Thousand rubles	-265	-200	-322
6.	Net profit (loss)	Thousand rubles	845	799	1 022

During the reporting quarter the Company got gross profit (loss) of 1,445 million rubles, which is 0.360 million rubles higher than the planned indicator. Net profit (loss) was 1.022 million rubles while the planned was 0.799 million rubles.

#### **Expense structure of Astrakhanelektrosetremont JSC**

Expenses	2 <sup>nd</sup> quarter of 2011	2 <sup>nd</sup> quarter of 2012	
		Planned	Actual
Materials and raw materials, %	0,3	0	0
Fuel, %	0	0	0
Power, %	3,1	0	0
Labor costs, %	7,8	7,0	9,7
Rent fee, %	0,6	10,2	2,5

Allocations for social needs, %	2,8	2,4	2,9
Depreciation of fixed assets, %	60,8	52,6	64,7
Taxes included in self-costs of products, %	17,3	15,0	18,7
Other expenditures, %	7,4	12,8	1,5
obligatory insurance payments, %	9,2	3,9	78,7
other, %	90,8	96,1	21,3
Total: expenditures for production and selling of products, works, services (self-cost), %	100	100	100
For reference: receipts from the sale of products (works, services) in % to self-cost	193,0	174,9	235,1

### Indicators of business activity of Astrakhanelektrosetremont JSC

Indicator	1 <sup>st</sup> quarter of 2012	1st half of 2012
Issuer's net asset value, thousand rubles	40 853	41 875
Debt to equity ratio, %	1,8	0,1
Short-term liability to equity ratio, %	1,8	0,1
Cover of payments for debt services, %	228,9	0
Level of overdue payables, %	0	0
Accounts receivable turnover,	1,6	2,1
Productivity of labour, thousand rubles /employee	419 000	838 170
Depreciation to level of revenue ratio, %	29,7	14,9
Leverage ratio, %	0	0

### Indicators characterizing profitability and loss ratio

Indicator	1 <sup>st</sup> quarter of 2012	1st half of 2012
Revenue, thousand rubles	2 514	5 029
Self-cost, thousand rubles	1 203	2 273
Net profit, thousand rubles	901	1 923
Gross profit, thousand rubles	1 311	2 756
ROE, %	2,2	4,6
Net profit ratio, %	35,8	38,2
Product profitability, %	52,2	54,8
Capital turnover	0,1	0,1
Sum of uncovered loss as of the reporting date, thousand rubles	635	-266
Uncovered loss and total balance ratio	0	0

### Indicators characterizing Company's liquidity

Indicator	1 <sup>st</sup> quarter of 2012	1st half of 2012
Working capital, thousand rubles	1 909	3 961

Net fixed assets index	1,0	0,9
Current ratio	3,7	97,6
Quick ratio	3,2	90,0
Equity-assets ratio	1,0	1,0

### Information on accounts payable, thousand rubles

Accounts payable	Payment deadline			
	31.03.2012		30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts payable to contractors and suppliers	-	-	-	-
- including overdue	-	-	-	-
Accounts payable to company's employees	2	-	-	-
- including overdue	-	-	-	-
Accounts payable to budget and state non-budgetary funds	653	-	-	-
- including overdue	-	-	-	-
Credits	-	-	-	-
- including overdue	-	-	-	-
Loans, total	-	-	-	-
- including overdue	-	-	-	-
- including bonded loans	-	-	-	-
- including overdue bonded loans	-	-	-	-
Other accounts payable	26	-	-	-
- including overdue	-	-	-	-
Total, thousand rubles	681	-	-	-
- including overdue	-	-	-	-

### Information on accounts receivable, thousand rubles

Accounts receivable	Payment deadline			
	31.03.2012		30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts receivable from customers and clients	1 296	-	2 173	-
including overdue	328	-	965	-
Accountsreceivablefrombonds	-	-	-	-
including overdue	-	-	-	-
Accounts receivable from participants (founders) on shareholder fee	-	-	-	-

including overdue	-	-	-	-
Accounts receivable from advance paid	-	-	-	-
including overdue	-	-	-	-
Other accounts receivable from	251	-	261	-
including overdue	-	-	62	-
Total, thousand rubles	1 547	-	2 434	-
including overdue	328	-	1 027	-

### Income behavior

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter 2012
Income, thousand rubles	10 727	4 307	11 975	279	2 422	<b>2 515</b>
Growth (fall), %	29,1	-59,8	178,0	-97,7	768,1	<b>3,8</b>

### Expenses dynamics

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter 2012
Expenses, thousand rubles	11 979	4 394	15 485	1 937	1 255	<b>1 070</b>
Growth (fall), %	33,3	-63,3	252,4	-87,5	-35,2	<b>-14,7</b>

### Revenue mix

	indicator	2 <sup>nd</sup> quarter of 2012	proportion, %
<b>1</b>	<b>Rent of immovable property, thousand rubles</b>	<b>2 367,9</b>	<b>94,2</b>
1.1	“Astrakhanenergo” branch of IDGC of the South JSC	2 367,9	100
<b>2</b>	<b>Rent of movable property, thousand rubles</b>	<b>21,7</b>	<b>0,9</b>
2.1	“Elektrosetservis” LLC	4,4	20,1
2.2	“RIO-FISH” LLC	17,3	79,9
<b>3</b>	<b>Rent of mast for mobile network operator, thousand rubles</b>	<b>125,4</b>	<b>5,0</b>
3.1	“AstrakhanGSM” CJSC	41,1	32,8
3.2	“Vypelkom” JSC	41,1	32,8
3.3	“MTS” JSC	43,2	34,4
	<b>Total</b>	<b>2 515,0</b>	<b>100</b>



## Volgogradsetremont” JSC

Core activities of the Company are: repair of grids and substation equipment, buildings and constructions repair, construction works on pipe line installing, as well as other activities allowed by the current legislation.

At the present moment the core activity of Volgogradsetremont is rent of premises.

### Results of activity of Volgogradsetremont JSC in the 2<sup>nd</sup> quarter of 2012

	Indicator	Unit of measurement	2 <sup>nd</sup> quarter of 2011	2 <sup>nd</sup> quarter of 2012	
				Planned	Actual
1.	Revenue from sales of products	Thousand rubles	1 303	1 575	1 340
2.	Products self-cost	Thousand rubles	-1 312	-1 592	-1 429
3.	Sales profit	Thousand rubles	-9	-17	-89
4.	Balance of miscellaneous income and expenses	Thousand rubles	-234	-36	-123
5.	Current income tax and other similar payments	Thousand rubles	34	0	0
6.	Net profit (loss)	Thousand rubles	-209	-53	-208

During the reporting quarter the Company got gross profit (loss) of minus 89 thousand rubles which is 72 thousand rubles less than the planned indicator. Netprofit (loss) was minus 208 thousand rubles, which is 155 thousand rubles less than the planned indicator.

### Expense structure of Volgogradsetremont JSC

Indicator	2 <sup>nd</sup> quarter of 2012	2 <sup>nd</sup> quarter of 2012	
		Planned	Actual
Materials and raw materials, %	0,02	0,06	0,07
Fuel, %	0,01	0,00	0,00
Power, %	3,68	3,08	2,38
Labor costs, %	59,40	35,43	39,61
Rent fee, %	25,61	21,29	23,16
Allocations for social needs, %	2,21	11,87	11,69
Depreciation of fixed assets, %	5,04	8,35	4,48
Taxes included in self-costs of products, %	0,86	13,94	15,26
Other expenditures, %	7,55	5,97	3,36

obligatory insurance payments, %	0	2,26	1,40
other, %	7,55	3,71	1,96
Total: expenditures for production and selling of products, works, services (self-cost), %	100	100	100
For reference: receipts from the sale of products (works, services) in % to self-cost	99,31	98,93	93,77

### Indicators of business activity of Volgogradsetremont JSC

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Issuer's net asset value, thousand rubles	31 733	31 525
Debt to equity ratio, %	3,23	2,4
Short-term liability to equity ratio, %	3,23	2,4
Cover of payments for debt services, %	-1,76	-21,86
Level of overdue payables, %	-	-
Accounts receivable turnover,	0,26	0,54
Productivity of labour, thousand rubles /employee	184 118	337 791
Depreciation to level of revenue ratio, %	5,43	5,13
Leverage ratio, %	30,99	42,54

### Indicators characterizing profitability and loss ratio

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Revenue, thousand rubles	1 565	2 905
Self-cost, thousand rubles	-1 668	-3 097
Net profit, thousand rubles	-103	-311
Gross profit, thousand rubles	-103	-192
ROE, %	-0,32	-0,99
Net profit ratio, %	-6,58	-10,71
Product profitability, %	-6,58	-6,61
Capital turnover	0,05	0,09
Sum of uncovered loss as of the reporting date, thousand rubles	-735	-943
Uncovered loss and total balance ratio	-0,02	-0,03

### Indicators characterizing Company's liquidity

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Working capital, thousand rubles	12 690	12 544
Net fixed assets index	0,6	0,6
Current ratio	13,4	17,9

Quick ratio	13,3	17,8
Equity-assets ratio	1,0	1,0

### Information on accounts payable, thousand rubles

Accounts payable	Payment deadline			
	31.03.2012		30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts payable to contractors and suppliers	241	-	4	-
- including overdue	-	-	-	-
Accounts payable to company's employees	162	-	162	-
- including overdue	-	-	-	-
Accounts payable to budget and state non-budgetary funds	471	-	452	-
- including overdue	-	-	-	-
Credits	-	-	-	-
- including overdue	-	-	-	-
Loans, total	-	-	-	-
- including overdue	-	-	-	-
- including bonded loans	-	-	-	-
- including overdue bonded loans	-	-	-	-
Other accounts payable	16	-	16	-
- including overdue	-	-	-	-
Total, thousand rubles	134	-	107	-
- including overdue	1 024	-	741	-
Accounts payable to contractors and suppliers	-	-	-	-

### Information on accounts receivable, thousand rubles

Accounts receivable	Payment deadline			
	31.03.2011		30.06.2011	
	Up to one year	More than one year	Up to one year	More than one year
Accounts receivable from customers and clients	4 806	-	4 220	-
including overdue	4 107	-	3 453	-
Accounts receivable from bonds	-	-	-	-
including overdue	-	-	-	-
Accounts receivable from participants (founders) on	-	-	-	-

shareholder fee				
including overdue		-	-	-
Accounts receivable from advance paid	104	-	52	-
including overdue	95	-	4	-
Other accounts receivable from	1 157	-	1 123	-
including overdue	783	-	783	-
Total, thousand rubles	6 067	-	5 395	-
including overdue	4 983	-	4 240	-

### Income behavior

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter <b>2012</b>
Income, thousand rubles	-	-	2 069	2 465	1 303	1 340
Growth (fall ), %	-	-	-	19,1	-47,1	2,84

### Expenses dynamics

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarte r 2012
Expenses, thousand rubles	-	-	5 387	1 782	1 312	1 429
Growth (fall ) in comparison to the previous year, %	-	-	-	-66,9	-26,4	8,92

### Revenue mix

	indicator	2 <sup>nd</sup> quarter of 2011	proportio n, %	2 <sup>nd</sup> quarter of 2012	proporti on, %
1	Rent of non-residential premises, thousand rubles	1 278	98,1	1 314	98,1
2	Rent of area at mast for mobile network operator, thousand rubles	25	1,9	26	1,9
3	Total	1 303	100	1 340	100

**“Agriculture Enterprise named after Grechko” JSC (PSKh named after Grechko)**

Company’s basic activity is plant cultivation.

**Results of “PSKh named after Grechko” JSC activity**

	Indicator	Unit of measurement	2 <sup>nd</sup> quarter of 2011	2 <sup>nd</sup> quarter of 2012	
				Planned	Actual
1.	Revenue from sales of products	Thousand rubles	5 422	0	1 212
2.	Products self-cost	Thousand rubles	-12 057	0	1853
3.	Sales profit	Thousand rubles	-6 635	0	-641
4.	Balance of miscellaneous income and expenses	Thousand rubles	-206	-397	1 167
5.	Current income tax and other similar payments	Thousand rubles	-48	0	-7
6.	Net profit (loss)	Thousand rubles	-6 889	-397	519

**Expense structure of “PSKh named after Grechko” JSC**

Indicator	2 <sup>nd</sup> quarter of 2011	2 <sup>nd</sup> quarter of 2012	
		Planned	Actual
Materials and raw materials, %	33,8	0	27,05
Fuel, %	9,8	0	9,5
Power, %	3,3	0	0
Labor costs, %	21,1	0	25,7
Rent fee, %	0	0	3,35
Allocations for social needs, %	12,8	0	7,3
Depreciation of fixed assets, %	13,9	0	20,1
Taxes included in self-costs of products, %	5,2	0	0
Other expenditures, %	0	0	7
obligatory insurance payments, %	0	0	0
other, %	0	0	0
Total: expenditures for production and selling of products, works, services (self-cost), %	100	0	100,0
For reference: receipts from the sale of products (works, services) in % to self-cost	44,9	0	65,4

### Indicators of business activity of “PSKh named after Grechko” JSC

Issuer’s net asset value, thousand rubles	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Debt to equity ratio, %	48 545	48 005
Short-term liability to equity ratio, %	46,8	45,5
Cover of payments for debt services, %	26,2	24,6
Level of overdue payables, %	0	11,5
Accounts receivable turnover,	0	0
Productivity of labour, thousand rubles /employee	0,1	0,3
Depreciation to level of revenue ratio, %	9,1	29,6
Leverage ratio, %	48,6	39,1
Issuer’s net asset value, thousand rubles	46,8	45,5

### Indicators of business activity of “PSKh named after Grechko” JSC

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Revenue, thousand rubles	408	1 212
Self-cot, thousand rubles	530	1 853
Net profit, thousand rubles	1 059	519
Gross profit, thousand rubles	-122	-641
ROE, %	2,2	1,1
Net profit ratio, %	259,6	42,8
Product profitability, %	-29,9	-52,9
Capital turnover	0,01	0,02
Sum of uncovered loss as of the reporting date, thousand rubles	-29 508	-30 048
Uncovered loss and total balance ratio	-0,41	-0,43

### Indicators characterizing Company’s liquidity

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Working capital, thousand rubles	15 431	15 122
Net fixed assets index	0,68	0,68
Current ratio	3,0	3,12
Quick ratio	0,73	0,41
Equity-assets ratio	0,68	0,69

### Information on accounts payable, thousand rubles

Accounts payable	Payment deadline			
	31.03.2012		30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts payable to contractors and suppliers	2 836	0	2 724	0
- including overdue	0	0	0	0
Accounts payable to company's employees	1 409	0	1 025	0
- including overdue	0	0	0	0
Accounts payable to budget and state non-budgetary funds	1 460	0	1 663	0
- including overdue	0	0	0	0
Credits	0	0	0	0
- including overdue	0	0	0	0
Loans, total	12 680	0	12 680	0
- including overdue	0	0	0	0
- including bonded loans	0	0	0	0
- including overdue bonded loans	0	0	0	0
Other accounts payable	3 808	0	3 237	0
- including overdue	0	0	0	0
Total, thousand rubles	22 193	0	21 329	0
- including overdue	0	0	0	0

### Information on accounts receivable, thousand rubles

Accounts receivable	Payment deadline			
	31.03.2012		30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts receivable from customers and clients	4 562	0	4 376	0
including overdue	2 222	0	2 222	0
Accounts receivable from bonds	0	0	0	0
including overdue	0	0	0	0
Accounts receivable from participants (founders) on shareholder fee	0	0	0	0
including overdue	0	0	0	0
Accounts receivable from advance paid	122	0	150	0

including overdue	0	0	0	0
Other accounts receivable from	186	0	259	0
including overdue	0	0	0	0
Total, thousand rubles	4 870	0	4 785	0
including overdue	2 222	0	2 222	0

### Income behavior

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter 2012
Income, thousand rubles	3 726	3 914	4 212	3 214	3 283	<b>1 212</b>
Growth (fall ), %	X	-5,1	7,6	-23,7	2,2	<b>-63,1</b>

### Expenses dynamics

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter 2012
Expenses, thousand rubles	5 051	4 439	6 171	4 125	8 034	<b>1 853</b>
Growth (fall ) in comparison to the previous year, %	X	-12	39	-33	95	<b>-76,9</b>

### Revenue mix

	indicator	2 <sup>nd</sup> quarter of 2011	proportio n, %	2 <sup>nd</sup> quarter of 2012	proporti on, %
1	Cattle breeding	4 825	89,0	0	0
2	Plant cultivation	597	11,0	1 212	100
3	Total	5 422	100,0	1 212	100

### PSKhSokolovskoye” JSC

Core activities of the Company are plant cultivation and animal husbandry.

### Results of “PSKh Sokolovskoye” JSC

	Indicator	Unit of measureme nt	2 <sup>nd</sup> quarter of 2011	2 <sup>nd</sup> quarter of 2012

				Planned	Actual
1.	Revenue from sales of products	Thousand rubles	5 933	7 362	8 509
2.	Products self-cost	Thousand rubles	8 517	7 121	8 580
3.	Sales profit	Thousand rubles	-2 584	241	-71
4.	Balance of miscellaneous income and expenses	Thousand rubles	-299	-648	-633
5.	Current income tax and other similar payments	Thousand rubles	0	0	0
6.	Net profit (loss)	Thousand rubles	-2 883	437	-704

During the reporting quarter the Company got minus 71 thousand rubles of revenue, which 312 thousand rubles of revenue, which 704 thousand rubles while the planned was 437 thousand rubles.

#### Expense structure of “PSKh Sokolovskoye” JSC

Indicator	2nd quarter of 2011	2nd quarter of 2012	
		Planned	Actual
Materials and raw materials, %	36,8	32,8	31,7
Fuel, %	6,8	7,1	8,2
Power, %	5,6	6,0	5,7
Labor costs, %	19	22,6	21,2
Rent fee, %	-		
Allocations for social needs, %	5,7	5,8	2,3
Depreciation of fixed assets, %	20	19,4	24,6
Taxes included in self-costs of products, %	1,3	0,9	1,2
Other expenditures, %	4,8	5,4	5,1
obligatory insurance payments, %	0,5	1	0,5
other, %	-	-	-
Total: expenditures for production and selling of products, works, services (self-cost),%	100	100	100
For reference: receipts from the sale of products (works, services) in % to self-cost	70,0	103,0	99,0

#### Indicators of business activity

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Issuer's net asset value, thousand rubles	132 841	132 933

Debt to equity ratio, %	5,01	7,3
Short-term liability to equity ratio, %	4,4	6,8
Cover of payments for debt services, %	4,9	14,5
Level of overdue payables, %	0	0
Accounts receivable turnover,	2,3	9,9
Productivity of labour, thousand rubles /employee	38,3	88,6
Depreciation to level of revenue ratio, %	30,2	24,8
Leverage ratio, %	5,1	7,3

### Indicators characterizing profitability and loss ratio

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Revenue, thousand rubles	3 596	8 509
Self-cot, thousand rubles	3 584	8 580
Net profit, thousand rubles	-796	-704
Gross profit, thousand rubles	12	-71
ROE, %	-0,6	-0,5
Net profit ratio, %	-22,1	-8,3
Product profitability, %	0,3	-0,8
Capital turnover	0,03	0,06
Sum of uncovered loss as of the reporting date, thousand rubles	-29 265	-29 173
Uncovered loss and total balance ratio	-0,2	-0,2

### Indicators characterizing Company's liquidity

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Working capital, thousand rubles	39 032	39 965
Net fixed assets index	0,7	0,7
Current ratio	7,8	5,5
Quick ratio	0,3	0,1
Equity-assets ratio	1,0	0,9

### Accounts payable, thousand rubles

Accounts payable	Payment deadline			
	Reporting date 31.03.2012		Reporting date 31.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts payable to contractors and suppliers	118	-	1 517	-

- including overdue	-	-	-	-
Accounts payable to company's employees	643	-	1 346	-
- including overdue	-	-	-	-
Accounts payable to budget and state non-budgetary funds	258	-	357	-
- including overdue	-	-	-	-
Credits	0	867	-	650
- including overdue	-	-	-	-
Loans, total	4 533	-	4 645	-
- including overdue	-	-	-	-
- including bonded loans	-	-	-	-
- including overdue bonded loans	-	-	-	-
Other accounts payable	94	-	1 172	-
- including overdue	-	-	-	-
Total, thousand rubles	6 513	867	9 037	650
- including overdue	-	-	-	-

### Information on accounts receivable, thousand rubles

Accounts receivable	Payment deadline			
	Reporting date 31.03.2012		Reporting date 31.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts receivable from customers and clients	244	-	-	200
including overdue	-	-	-	-
Accounts receivable from bonds	-	-	-	-
including overdue	-	-	-	-
Accounts receivable from participants (founders) on shareholder fee	-	-	-	-
including overdue	-	-	-	-
Accounts receivable from advance paid	658	-	36	-
including overdue	-	-	-	-
Other accounts receivable from	677	-	627	-
including overdue	-	-	-	-
Total, thousand rubles	1 579	-	663	200
including overdue	-	-	-	-

### Dynamics of growth (decrease) of revenues

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter <b>2012</b>
Revenue, thousand rubles	1 880	4 169	5 127	4 968	3 428	<b>4 913</b>
Growth (fall ) in comparison to the previous year, %	X	121,8	23,0	-3,1	-31,0	<b>43,3</b>

### Expenses dynamics

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter <b>2012</b>
Expenses, thousand rubles	2 893	4 937	4 791	6 095	4 769	<b>4 996</b>
Growth (fall ) in comparison to the previous year, %	X	70,7	-3,0	27,2	-21,8	<b>4,8</b>

### Revenue mix

	indicator	2nd quarter of 2011	proportio n, %	2 <sup>nd</sup> quarter of 2012	proportion, %
1	Livestock products	3 189	93,0	4 364	88,8
2	Plant products	132	3,9	342	7,0
3	Other products	107	3,1	207	4,2
	<b>total</b>	<b>3 428</b>	<b>100</b>	<b>4 913</b>	<b>100</b>

### **“Recreation Centre “Energetik” JSC**

Basic activity of the Company is health resort services. Company’s activity is of seasonal type. During the inter-season company’s income comes from selling of drinking-water.

#### **Results of “Recreation Centre “Energetik” JSC activity**

	Indicator	Unit of measurement	2nd quarter of 2011	2nd quarter of 2012	
				Planned	Actual
1.	Revenue from sales of products	Thousand rubles	4 178	4 654,8	5 161,3
2.	Products self-cost	Thousand rubles	11 166	8 129,4	6 748,0
3.	Sales profit	Thousand rubles	-6 988	-3 474,6	-1 586,7
4.	Balance of miscellaneous income and expenses	Thousand rubles	-8 889	-55	-101,8
5.	Current income tax and other similar payments	Thousand rubles	3 175	706	338
6.	Net profit (loss)	Thousand rubles	-12 702	-2 823,6	-1 350,5

During the reporting quarter the Company got gross profit (loss) amounting minus 1586.7 thousand rubles, which is less than the planned indicator by 1888 thousand rubles. Netprofit (loss) was minus 1350.5 thousand rubles, which is 1473 thousand rubles less than the planned indicator.

#### **Expense structure of “Recreation Centre “Energetik” JSC**

Expenses	2nd quarter of 2011	2nd quarter of 2012	
		Planned	Actual
Materials and raw materials, %	29,0	17,76	19,31
Fuel, %	0,2	0,49	0,3
Power, %	3,8	4,92	4,71
Labor costs, %	17,5	28,91	22,94
Rent fee, %	6,7	4,31	1,61
Allocations for social needs, %	7,3	9,83	6,89
Depreciation of fixed assets, %	14,1	14,85	19,84
Taxes included in self-costs of products, %	8,2	11,18	13,1
Other expenditures, %	13,2	7,75	11,3

Materials and raw materials, %	0	0	0
Fuel, %	13,2	7,75	11,3
Total: expenditures for production and selling of products, works, services (self-cost),%	100	100	100
For reference: receipts from the sale of products (works, services) in % to self-cost	37,4	57,26	76,49

### Indicators of business activity

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Issuer's net asset value, thousand rubles	50 862	49 510
Debt to equity ratio, %	237,7	249,64
Short-term liability to equity ratio, %	237,7	249,64
Cover of payments for debt services, %		
Level of overdue payables, %	0	0
Accounts receivable turnover,	0,2	1,97
Productivity of labour, thousand rubles /employee	19 778	226 571
Depreciation to level of revenue ratio, %	376,2	48,54
Leverage ratio, %	0	0

### Indicators characterizing profitability and loss ratio

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Revenue, thousand rubles	356	5 517
Self-cot, thousand rubles	4 320	11 068
Net profit, thousand rubles	-3 286	-4 638
Gross profit, thousand rubles	-3 964	-5 551
ROE, %	-6,5	-9,4
Net profit ratio, %	-923	-84,1
Product profitability, %	-1 113,5	-100,6
Capital turnover	0,01	0,11
Sum of uncovered loss as of the reporting date, thousand rubles	-38 255	-39 607
Uncovered loss and total balance ratio	-0,22	-0,23

### Indicators characterizing Company's liquidity

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
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Working capital, thousand rubles	-118 397	-118 747
Net fixed assets index	3,33	3,4
Current ratio	0,02	0,04
Quick ratio	0,02	0,03
Equity-assets ratio	0,3	0,29

### Information on accounts payable, thousand rubles

Accounts payable	Payment deadline			
	31.03.2012		30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts payable to contractors and suppliers	2 731	-	2 283	-
- including overdue	0	-	0	-
Accounts payable to company's employees	454	-	611	-
- including overdue	0	-	0	-
Accounts payable to budget and state non-budgetary funds	840	-	992	-
- including overdue	0	-	0	-
Credits	0	-	0	-
- including overdue	0	-	0	-
Loans, total	0	-	0	-
- including overdue	0	-	0	-
- including bonded loans	0	-	0	-
- including overdue bonded loans	0	-	0	-
Other accounts payable	116 860	-	119 595	-
- including overdue	0	-	0	-
Total, thousand rubles	120 885	-	123 481	-
- including overdue	0	-	0	-

## Information on accounts receivable, thousand rubles

Accounts receivable	Payment deadline			
	31.03.2012		30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts receivable from customers and clients	115	-	602	-
including overdue	0	-	0	-
Accounts receivable from bonds	0	-	0	-
including overdue	0	-	0	-
Accounts receivable from participants (founders) on shareholder fee	0	-	0	-
including overdue	0	-	0	-
Accounts receivable from advance paid	954	-	1 650	-
including overdue	0	-	0	-
Other accounts receivable from	555	-	547	-
including overdue	0	-	0	-
Total, thousand rubles	1 624	-	2 799	-
including overdue	0	-	0	-

## Income behavior

	2 <sup>nd</sup> quarter 2006	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011
Income, thousand rubles	1 373	320	856	2 442	4 178	5 161
Growth (fall), %	-16,3	-76,7	+167,5	+185,3	+71,1	+23,54

## Expenses dynamics

	2 <sup>nd</sup> quarter 2006	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011
Expenses, thousand rubles	6 039	5 760	2 708	6 074	11 166	6 748
Growth (fall) in comparison to the previous year, %	-12,3	-4,6	-53	+124,3	+83,8	-39,57

## Revenue mix

	indicator	2 <sup>nd</sup> quarter of 2011	proportion, n, %	2 <sup>nd</sup> quarter of 2012	proportion, %
1	Hotel services	3 918	91,2	4 754	92,1
2	Water intake	221	5,0	292	5,7
3	Other services	39	3,8	115	2,2
4	<b>Total</b>	<b>4 178</b>	<b>100</b>	<b>5 161</b>	<b>100</b>

### “Energoservis Yuga” JSC

Core activities of the Company are: technical tests, researches and certifications, development of methods of energy audit, preparation and performing of energy audit, elaboration of energy saving programmes, financial engineering of projects and programmes, as well as other types of activities allowed by the current legislation.

At the present moment the Company’s core activity is preparation and performing of energy audit.

### Results of “Energoservis Yuga” JSC activity in the 2<sup>nd</sup> quarter of 2012

	Indicator	Unit of measurement	2 <sup>nd</sup> quarter of 2011 actual	2 <sup>nd</sup> quarter of 2012	
				Planned	Actual
1.	Revenue from sales of products	Thousand rubles	0,0	7 991,2	4 552,2
2.	Products self-cost	Thousand rubles	455,7	3 200,2	1 849,6
3.	Sales profit	Thousand rubles	-455,7	4 791,0	2 702,5
4.	Balance of miscellaneous income and expenses	Thousand rubles	0,0	-68,6	-185,0
5.	Current income tax and other similar payments	Thousand rubles	0,0	955,2	504,9
6.	Net profit (loss)	Thousand rubles	-455,7	3 767,3	2 012,6

### Expense structure of “Energoservis Yuga” JSC

Indicator	2 <sup>nd</sup> quarter of 2011 actual	2 <sup>nd</sup> quarter of 2012

		Planned	Actual
Materials and raw materials, %	0,0	0,0	1,0
Fuel, %	0,0	0,3	0,0
Power, %	0,0	0,0	0,0
Labor costs, %	74,52	54,4	59,8
Rent fee, %	0,0	1,6	1,5
Allocations for social needs, %	25,4	18,6	21,4
Depreciation of fixed assets, %	0,0	10,9	3,0
Taxes included in self-costs of products, %	0,0	0,6	0,0
Other expenditures, %	0,0	13,6	13,3
obligatory insurance payments, %	0,0	0,0	0,0
other, %	0,0	13,6	13,3
Total: expenditures for production and selling of products, works, services (self-cost), %	100	100,0	100,0
For reference: receipts from the sale of products (works, services) in % to self-cost	0,0	249,7	246,1

### Indicators of business activity of Energoservis Yuga” JSC

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Issuer's net asset value, thousand rubles	12 885	14 897
Debt to equity ratio, %	17,0	10,0
Short-term liability to equity ratio, %	17,0	10,0
Cover of payments for debt services, %	172,0	393,0
Level of overdue payables, %	0	0
Accounts receivable turnover,	0,6	0,7
Productivity of labour, thousand rubles /employee	307,0	270,0
Depreciation to level of revenue ratio, %	0,3	0,7
Leverage ratio, %	589,7	1 004,0

### Indicators characterizing profitability and loss ratio

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Revenue, thousand rubles	5 993,0	10 545,2
Self-cost, thousand rubles	1 228,4	3 078,1
Net profit, thousand rubles	3 743,6	5 756,2
Gross profit, thousand rubles	4 764,6	7 467,1
ROE, %	29,0	39,0
Net profit ratio, %	62,0	55,0
Product profitability, %	80,0	71,0

Capital turnover	0,5	0,7
Sum of uncovered loss as of the reporting date, thousand rubles	0,0	0,0
Uncovered loss and total balance ratio	0,0	0,0

### Indicators characterizing Company's liquidity

Indicator	1 <sup>st</sup> quarter of 2012	1 <sup>st</sup> half of 2012
Working capital, thousand rubles	12 885	14 897
Net fixed assets index	0,1	0,1
Current ratio	6,5	10,4
Quick ratio	6,5	10,4
Equity-assets ratio	0,9	0,9

### Information on accounts payable, thousand rubles

Accounts payable	Payment deadline			
	Reporting date 31.03.2012		Reporting date 30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts payable to contractors and suppliers	107	-	397	-
- including overdue	-	-	-	-
Accounts payable to company's employees	89	-	63	-
- including overdue	-	-	-	-
Accounts payable to budget and state non-budgetary funds	1 707	-	741	-
- including overdue	-	-	-	-
Credits	-	-	-	-
- including overdue	-	-	-	-
Loans, total	-	-	-	-
- including overdue	-	-	-	-
- including bonded loans	-	-	-	-
- including overdue bonded loans	-	-	-	-
Other accounts payable	282	-	283	-
- including overdue	-	-	-	-
Total, thousand rubles	2 185	-	1 485	-
- including overdue	-	-	-	-

### Information on accounts receivable, thousand rubles

Accounts receivable	Payment deadline			
	Reporting date 31.03.2011		Reporting date 30.06.2012	
	Up to one year	More than one year	Up to one year	More than one year
Accounts receivable from customers and clients	9 911	-	13 283	-
including overdue	-	-	-	-
Accounts receivable from bonds	-	-	-	-
including overdue	-	-	-	-
Accounts receivable from participants (founders) on shareholder fee	-	-	-	-
including overdue	-	-	-	-
Accounts receivable from advance paid	73	-	40	-
including overdue	-	-	-	-
Other accounts receivable from	51	-	870	-
including overdue	-	-	-	-
Total, thousand rubles	10 035	-	14 193	-
including overdue	-	-	-	-

### Income behavior

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter <b>2012</b>
Income, thousand rubles	-	-	-	-	-	4 552
Growth (fall ) , %	-	-	-	-	-	<b>100</b>

### Expenses dynamics

	2 <sup>nd</sup> quarter 2007	2 <sup>nd</sup> quarter 2008	2 <sup>nd</sup> quarter 2009	2 <sup>nd</sup> quarter 2010	2 <sup>nd</sup> quarter 2011	2 <sup>nd</sup> quarter <b>2012</b>
Expenses, thousand rubles	-	-	-	-	456	<b>1 850</b>
Growth (fall ) in comparison to the previous year, %	-	-	-	-	-	<b>405,7</b>

### Revenue mix

	indicator	2 <sup>nd</sup>	proportio	2 <sup>nd</sup>	proportion,
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		<b>quarter of 2011</b>	<b>n, %</b>	<b>quarter of 2012</b>	<b>%</b>
1	Organization and performing of energy audit, thousand rubles	<b>0</b>	<b>100%</b>	<b>4 552</b>	<b>100%</b>
<b>2</b>	<b>Total</b>	<b>0</b>	<b>100%</b>	<b>4 552</b>	<b>100%</b>

**Review of transactions concluded by “IDGC of the South” JSC and its affiliates (“Astrakhanelektrosetremont” JSC, “Volgogradsetremont” JSC, “Agriculture Enterprise named after Grechko” JSC, “Agriculture Enterprise Sokolovskoye” JSC, “Recreation Centre “Energetik” JSC and “Energoservis Yuga” JSC) in the 2<sup>nd</sup> quarter of 2012**

1. Intra-group and major transactions:

No.	No. and date of the document	Contractors	Sum, rubles	Transaction content	Date and No. of minutes of governing body meeting the transaction was approved at
1.1. With Subsidiaries and Affiliates of “IDGC of the South” JSC:					
Transactions were not concluded					
1.2. With governing bodies’ members of the Subsidiaries and Affiliates with ‘IDGC of the South’ JSC:					
Transactions were not concluded					
1.3. With “IDGC of the South” JSC or its shareholders holding at least 5% of voting shares of “IDGC of the South” JSC:					
Transactions were not concluded					
1.4. Transactions (groups of associated transactions) commitments for which amount to at least 10% of book value of assets of Subsidiaries and Affiliates according to their balance sheet for the previous completed accounting period:					
Transactions were not concluded					

2. Transactions with municipal companies:

	Document	Contractor	Sum of transaction, rubles	Terms of the transaction
Recreation centre “Energetik” JSC				
1.	Contract#96 dated 01.04.2012	Municipal enterprise “Rescue Service of Tuapse district”	13 114,00	Diving work on inspection and clearing of water area of the beach of Recreation centre “Energetik” JSC

2.	Contract#86 dated 03.05.2012	“Dermatovenero logic dispensary No.7”DZ KK	8130,00	Health check- up of employees
3.	Contract# 37 dated 05.05.12	“Dental Care Tuapse”	3975,00	Health check- up of employees
4.	Contract#67 dated 10.05.2012	“Tuapse district hospital No.1”	48 070,00	Health check- up of employees
5.	Contract#3/ dated 01.04.2012	“DorBlagoustro ystvo” Shepsinskiysettl ement, Tuapsedistrict	Payment after fulfillment of work. In the 2 <sup>nd</sup> quarter of 2012 – 14 835.00.	Services on moving-out of hard domestic waste
6.	Contract#78 dated 21.05.2012	GBUZ “PNDNo.4” DZKK	2 640,00	Healthcheck- upatnuerologist
7.	Contract#101- 12-ю/51 dated 29.05.2012	Center of Hygiene and Epidemiology in Krasnodar region	149 267,46	Performance of services for the laboratory researches at the territory of the base
8.	Contract#03/B/ 52 dated 26.01.2012	Housing and community amenities of Shepsinskiy settlement	Payment after fulfillment of work. In the 2 <sup>nd</sup> quarter of 2012 – 80 640.00	Srvices on water disposal
total: 320 671.46 rubles				
Sokolovskoye PSKh				
1.	Contract on land plot rent 39 dated 24.05.2012	Committee on management of property and municipal order of Krasnosulinskiy district	8747,51	Provision for temporary possession and use the land from the category of agricultural land with total area of 1034.04 square meters, Krasnosulinski y area

				Proletarskiy villages.
Toal: 8 747.51 rubles				

### **Data on market makers and stock exchange:**

Shares of IDGC of the South were admitted to circulation by trade organizers at securities market since 03.07.2008.

Since 16.07.2010 shares were included in quotation list “B” of MICEX Stock Exchange (ticker tape **MRKA** –till 20.11.2011 inclusive, **MRKY** – starting from 21.11.2011)/

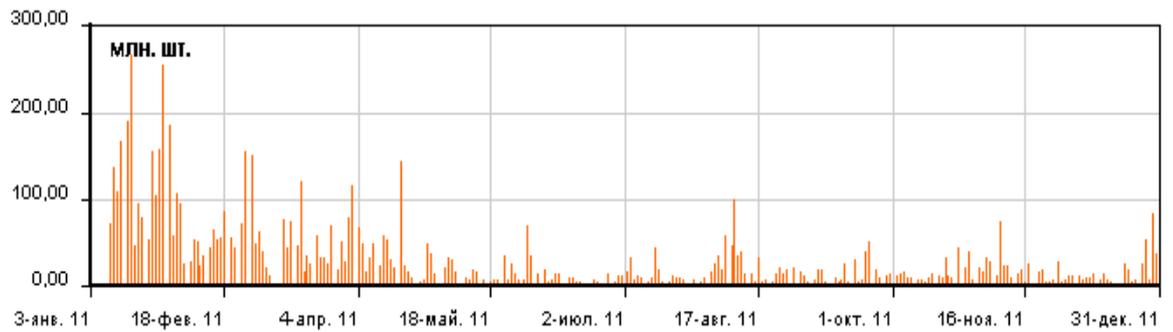
Before 19.12.2011 (date of RTS JSc reorganization) shares of IDGC of the South were circulating at RTS without listing procedure in two regimes – “T+0” (ticker - MRKYG) and “RTS Classica” (ticker - MRKY).

Bonds of the issuer are listed by trade organizers to securities market on 01.09.2009 and are included in quotation list B of MICEX.

Full Company name:	“MICEX Stock Exchange” Closed Joint Stock Company
Short Company Name:	CJSC “MICEX SE”
Location:	13 Bolshoy Kislovskiy per., Moscow, 125009
Website:	www.micex.ru
Stock Exchange License No.:	No.077–10489–000001
Stock Exchange License Issue Date:	August 23, 2007
Stock Exchange License Expiration Date:	Without limits
Authority Responsible for Stock Exchange License Issue	Federal Financial Markets Service

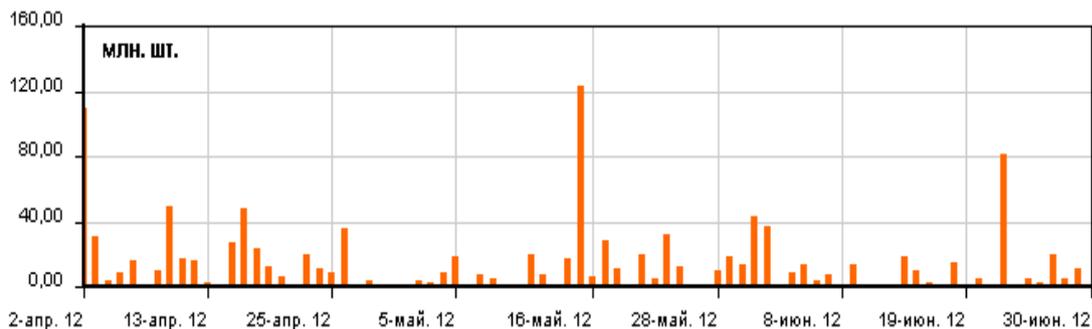
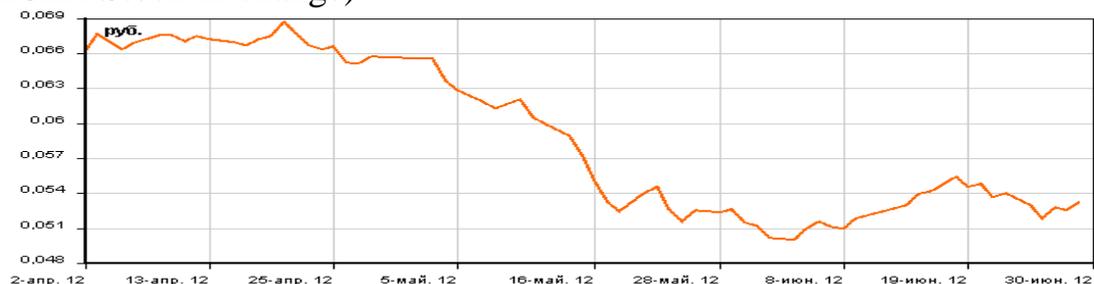
### **Information on dynamics of changes in prices on securities of the Company for the last financial year:**

changes in prices for 2011 (data by MICEX Stock Exchange).



First closing, rubles	max, rubles	min, rubles	Last closing, rubles	difference, rubles	difference, %
0,1769	0,1842	0,0642	0,0665	-0,1129	-62,94

Changes in prices for Company's shares in 2<sup>nd</sup> quarter of 2012 (data by MICEX Stock Exchange)



First closing, rubles	max, rubles	min, rubles	Last closing, rubles	difference, rubles	difference, %
0,0663	0,0761	0,0465	0,0533	-0,013	-19,62

**Information on amount and cost of transactions at stock exchange per each month and each quarter:**

2011

Total amount of transactions							
month				quarter			
period	RTS (USD) classical market	RTS (rub) T+0	MICEX	period	RTS (USD) classical market	RTS (rub) T+0	MICEX
January	2	1	20128	1 <sup>st</sup> quarter	4	1	41991
February	2	0	15922				
March	0	0	5941				
April	1	0	4291	2 <sup>nd</sup> quarter	4	0	8885
May	1	0	2560				
June	2	0	2034				
July	0	0	2554	3 <sup>rd</sup> quarter	1	0	11 628
August	1	0	4879				
September	0	0	4195				
October	0	0	192 977 400	4 <sup>th</sup> quarter	0	1	8 509
November	0	0	194 217 355				

December	0	1	340 594 476				
Total:	9	2	2 951 822 717	X	9	2	71 013

Total amount of transactions							
month				quarter			
period	RTS (USD) classical market	RTS (rub) T+0	MICEX	period	RTS (USD) classical market	RTS (rub) T+0	MICEX
January	16300	780	331659531	1 <sup>st</sup> quarter	37 045	780	661 268 781
February	20745	0	189286766				
March	0	0	140322484				
April	5000	0	118162195.8	2 <sup>nd</sup> quarter	70567.6	0	188938216.3
May	8600	0	45166260.4				
June	56967.6	0	25609760.1				
July	0	0	31279414.20	3 <sup>rd</sup> quarter	7 408.39	0	122 348 599.7
August	7408.39	0	61321370.90				
September	0	0	29747814.60				
October	0	0	27997345.90	4 <sup>th</sup> quarter	0	1605	90 980 975.8
November	0	0	34166468.10				
December	0	1605	28817161.80				
Total:	115 020.99	2385	1 063 536 572.8		115 020.99	2385	1 063 536 572.8

period	Total amount of transactions (MICEX)	period	Total amount of transactions (MICEX)
January	1410	<b>1<sup>st</sup> quarter</b>	7 729
February	2226		
March	4093		
April	2378	<b>2<sup>nd</sup> quarter</b>	6188
May	2317		
June	1493		
<b>Total</b>	<b>13917</b>		<b>13917</b>

period	Total amount of transactions (MICEX)	period	Total amount of transactions (MICEX)
January	24 815 513,30	<b>1<sup>st</sup> quarter</b>	86 217 935,20
February	23 583 181,40		
March	37 819 240,50		
April	31 419 536,90	<b>2<sup>nd</sup> quarter</b>	69 212 021,50
May	23 438 540,70		
June	14 353 943,90		
<b>Total</b>	<b>155 429 956,70</b>		<b>155 429 956,70</b>

Market price of IDGC of the South bonds (state registration number - 4-02-34956-E) by the results of trades at MICEX CSJC as of 30.06.2012 (the first date of trades in the second quarter of 2012) was 97.85% of the nominal price.

Market price of IDGC of the South bonds (state registration number - 4-02-34956-E) by the results of trades at MICEX CSJC as of 30.06.2012 the last date of trades in the second quarter of 2012) was 95.25 % of the nominal price.

#### Data on the Company's Market Makers

Full company name	Limited Liability Company "Universal Investment Company "Partner"	
Short company name	"Unikom Partner", LLC	
Location	78-A Krasnoarmeyskaya St., Ekaterinburg, Russia 620026	
Telephone, Fax	telephone: (343) 379-41-65, fax: (343) 379-41-66	
Website	<a href="http://www.unicompartner.ru">http://www.unicompartner.ru</a>	
Number, issuance date and validity term of the license for professional activity at the securities market	License for carrying out the dealer activity No.166-05957-010000 Issuing date April, 19 2002 Validity term: without validity time limitations	
The Authority that issued the specified license (for advisors representing professional participants of the securities market)	Federal Commission for the Securities Market	
Amount of remuneration for the market-maker	"MICEX Stock Exchange", CJSC (Index of non-listed stock)	117 000 rubles (including VAT) per month/ 351 000 rubles per quarter.
Criteria when market-maker is obliged to tender	From the moment of coming to force of the agreement the market-maker starts to serve the securities circulation caused by holding constant demand of market-maker's application.	

#### MICEX Stock Exchange

1. Spread of double-sided quotation (in per cents ), less than	3
2. The lowest admissible securities allocation (in rubles), more than	300 000
3. The aggregate volume of transactions closed with securities during one trading day in the regular regime upon reaching of which a Market Maker is able to sustain only single-sided bid-and-asked quotations (in rubles), more than	2 100 000
4. Quotation pause (period of times when market maker has right to stop fulfilling duties) (in minutes)	120

### **Data on Evaluator's Service Remuneration Amount**

In the 2<sup>nd</sup> quarter of 2012 the Issuer did not use the service of the evaluator for the following:

- to define market value of securities which are being placed and of securities placed and in circulation (not discharged);
- to define market value of fixed assets of immovable assets of the Issuer, regarding to which the Issue implemented revaluation, indicated in other chapters of quarterly report;
- to define market value of the assets which are the subject to pledge of the bonds collateral being placed by the Issuer or of placed bonds collateral of the Issuer not discharged;
- to provide other evaluation service, connected with securities issue, data on which is indicated in quarterly report.

The Issuer didn't use service of evaluator, considered incorporated investment fund, in the accounting quarter as well.

Remuneration to evaluator in 2007- 2011 was not paid.

### **Methods of asset estimation**

For the purpose of taking the property and obligations on discount the Company should carry out the valuation in money terms. The valuation of property should be performed as follows:

- assets received as contribution to the charter capital is estimated according to the money value, defined by the founders (shareholders) of the Company;
- property, purchased for payment should be evaluated according to the sum of actually incurred charges on hereof acquisition;
- property produced by the subdivisions of the Company should be evaluated according to the manufacturing costs (actual costs connected with the production of property item);
- tangibles left after the write-off of fixed assets that are impossible to be restored or be used at a later date, spare parts coming out of restoring (reconstruction, modernization, repairing) of the fixed assets should be evaluated according to current market value on the date of fixed assets write-off or on the date of taking the spare parts on discount;
- property received without return or property revealed in the course of inventory of assets and obligations should be evaluated according to current market value on the date of taking the property on discount.

Current market value should be regarded as the sum of cash assets which can be received as a result of purchase of specified asset on the date of hereof including for accounting purposes.

Current market value should be calculated in consideration of prices established for this or similar type of property. At the same time the data on the established price should be documented or confirmed by the expert's report.

In the course of estimation of property acquired by any reason, the actual cost hereof should be calculated with the addition of costs incurred by the Company in relation to bringing the property in condition suitable for usage.

The value of property, in which they are included for accounting purposes, should be no subject to alternation with the exception of cases stipulated by the Russian Federation legislation:

- for non-current assets (except for intangible assets) in case of completion, providing with additional equipment, reconstruction, modernization, partial liquidation and revaluation of items of fixed assets
- for current assets in the event that inventories have been obsolescent, have lost completely or partially their initial quality.
- for financial investments on the basis of which it is possible to determine current market value pursuant to the established procedure.

In the course of taking an item of immovable property on discount as an item of fixed assets the sum of actual expenses on the formation hereof recorded as capital investments in this item should determine the initial value of a fixed assets item

Recording of costs connected with the building project should be kept with accrual character from the item construction commencement on the data of reporting periods till the setting of items in operation or complete performance of corresponding works.

#### **8.10 Data on the securities placed and on the Issuer of the securities placed, the property right certified by Russian depositary receipts**

The Issuer is not the Issuer of the securities placed, the property right of which is certified with Russian depositary receipts.