

QUARTERLY REPORT

Interregional Distribution Grid Company of the South

Joint Stock Company

Issuer's Code: 3 4 9 5 6 - E

for the 2nd quarter of 2015

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

Director General of "IDGC of the South" PJSC

Date: 14 August 2015

_____ Ebzeyev B.B.
signature

Chief Accountant of "IDGC of the South" PJSC

Date: 14 August 2015

_____ Savin G. G.
signature

Contact person: Tselikova Yelena Grigorievna, chief specialist of Corporate Governance and Shareholders Relations Department, "IDGC of the South" PJSC

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Internet website used by the issuer for the information disclosure:

<http://www.mrsk-yuga.ru>;

<http://www.e-disclosure.ru/portal/company.aspx?id=11999>

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Introduction

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

The Issuer had the securities Prospectus registered in respect of its securities; State registration of the Issuer's securities issue (additional issue) was implemented 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.

The Annual General Meeting of Shareholders of "IDGC of the South" JSC on 19.06.2015 adopted a decision (minutes of meeting No.13 dated 22 June 2015) to approve the Charter of the Company in restated version according to which the company changed its form of legal entity's incorporation from "ОАО" (Открытое акционерное общество) ("JSC" Joint Stock Company) to "ПАО" (Публичное акционерное общество) ("PJSC" Public Joint Stock Company) with corresponding changes in Company's business name, precisely:

New Company's business name in Russian language - Публичное акционерное общество «Межрегиональная распределительная сетевая компания Юга» (previous Company's business name in Russian language - Открытое акционерное общество «Межрегиональная распределительная сетевая компания Юга»);

New Company's business name in English language – "Interregional Distribution Grid Company of the South" Public Joint Stock Company (previous Company's business name in English language – "Interregional Distribution Grid Company of the South", Joint Stock Company);

New Company's abbreviated business name in Russian language - ПАО «МРСК Юга» (previous Company's abbreviated business name in Russian language - ОАО «МРСК Юга»);

New Company's abbreviated business name in English language - IDGC of the South PJSC (previous Company's abbreviated business name in English

language - IDGC of the South JSC).

In accordance with the changes in this quarterly report the Issuer is called as “Interregional Distribution Grid Company of the South” Public Joint Stock Company (“IDGC of the South” JSC), although in text “IDGC of the South” JSC might occur when events of the past periods before the changes in Company’s name are described, as well as in titles of documents that were approved by the Company in the specified period.

Due to the fact that the changes occurred only in the name of the Company, but not in the location of its branches, composition of the Board of Directors and term of their warrants, in section 3.1.6 “Branches and representative offices” of this quarterly report it is written that no changes occurred within the reporting quarter.

Due to the fact that the annual accounting (consolidated financial) report of the issuer for the last finished fiscal year was prepared later than the date of the end of the 1st quarter, the specified report was not included in the report for the first quarter and is presented in the report for the second quarter.

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. Information on bank accounts, auditor (auditing company), appraiser and financial consultant of the Issuer as well as other persons signed the quarterly report

1.1. Details on the Issuer's Bank Accounts

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810105000003326**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810205000003514**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810805000003516**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810605000003965**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810205000003019**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810605000003020**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810905000003021**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810505000003515**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810105000003517**

Correspondent account number: **30101810500000000602**

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

Data on credit company

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

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

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

TIN: **7707083893**

RCBIC: **041203602**

Number of the bank account: **40702810405000003518**

Correspondent account number: **30101810500000000602**

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

Data on credit company

Full company name of the credit institution: **Volgograd bank branch of Sberbank of Russia No.8621**

Abbreviated company name: **Volgograd branch No.8621 of Sberbank of Russia**

Location: **40 Kommunisticheskaya street, Volgograd 400 005**

TIN: **7707083893**

RCBIC: **041806647**

Number of the bank account: **40702810711100100886**

Correspondent account number: **30101810100000000647**

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

Data on credit company

Full company name of the credit institution: **Kalmykia bank branch of Sberbank**

of Russia No.8579

Abbreviated company name: **Kalmykia bank No. 8579of Sberbank of Russia**

Location: **305 Lenin street, Elista, Republic of Kalmykia 358 000**

TIN: **7707083893**

RCBIC: **040702660**

Number of the bank account: **40702810060300102033**

Correspondent account number: **30101810600000000660**

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

Data on credit company

Full company name of the credit institution: **Kalmykia bank branch of Sberbank of Russia No.8579**

Abbreviated company name: **Kalmykia bank No. 8579of Sberbank of Russia**

Location: **305 Lenin street, Elista, Republic of Kalmykia 358 000**

TIN: **7707083893**

RCBIC: **040702660**

Number of the bank account: **40702810360300102034**

Correspondent account number: **30101810600000000660**

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

Data on Credit Organization

Full company name of the credit institution: **Subsidiary office No.9052/0020 of the Southwestern bank of Sberbank of Russia**

Abbreviated company name: **Subsidiary office No.9052/0020 of SWB of Sberbank of Russia**

Location: **37 Yevdokimov street, Rostov-on-Don, 344 068**

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40702810252000000007**

Correspondent account number: **30101810600000000602**

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

Data on Credit Organization

Full company name of the credit institution: **Subsidiary office No.9052/0020 of the Southwestern bank of Sberbank of Russia**

Abbreviated company name: **Subsidiary office No.9052/0020 of SWB of Sberbank of Russia**

Location: **37 Yevdokimov street, Rostov-on-Don, 344 068**

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40702810552000000011**

Correspondent account number: **30101810600000000602**

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

Data on Credit Organization

Full company name of the credit institution: **Subsidiary office No.9052/0020 of the Southwestern bank of Sberbank of Russia**

Abbreviated company name: **Subsidiary office No.9052/0020 of SWB of Sberbank of Russia**

Location: **37 Yevdokimov street, Rostov-on-Don, 344 068**

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40702810952000000006**

Correspondent account number: **30101810600000000602**

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

Data on Credit Organization

Full company name of the credit institution: **Subsidiary office No.9052/0020 of the Southwestern bank of Sberbank of Russia**

Abbreviated company name: **Subsidiary office No.9052/0020 of SWB of Sberbank of Russia**

Location: **37 Yevdokimov street, Rostov-on-Don, 344 068**

TIN: **7707083893**

RCBIC: **046015602**

Number of the bank account: **40702810552000000008**

Correspondent account number: **30101810600000000602**

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

Data on Credit Organization

Full company name of the credit institution: **Branch of Gazprom bank in Rostov-on-Don**

Abbreviated company name: **Branch of GPB in Rostov-on-Don**

Location: **20/17 Voroshilovsky lane, Rostov-on-Don 344 006**

TIN: **7744001497**

RCBIC: **046015968**

Number of the bank account: **40702810000210001483**

Correspondent account number: **30101810700000000968**

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

Data on Credit Organization

Full company name of the credit institution: **Branch of Gazprom bank in Volgograd**

Abbreviated company name: **Branch of GPB in Volgograd**

Location: **56a Lenin street, Volgograd 400 005**

TIN: **7744001497**

RCBIC: **041806779**

Number of the bank account: **40702810500100301311**

Correspondent account number: **30101810900000000779**

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

Data on Credit Organization

Full company name of the credit institution: **Novikombank, Closed joint stock company**

Abbreviated company name: **Novikombank CJSC**

Location: **59 Budennovsky prospect, Rostov-on-Don, 344011**

TIN: **7706196340**

RCBIC: **046029301**

Number of the bank account: **40702810802000000118**

Correspondent account number: **30101810500000000301**

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

Data on Credit Organization

Full company name of the credit institution: **Operational office in Rostov-on-Don of SMP Bank**

Abbreviated company name: **Operational office in Rostov-on-Don of SMP Bank**

Location: **96 Budennovsky prospect, Rostov-on-Don, 344018**

TIN: **7750005482**

RCBIC: **040349838**

Number of the bank account: **40702810108300000131**

Correspondent account number: **30101810000000000838**

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

Data on Credit Organization

Full company name of the credit institution: **Rostov branch of Commercial bank Rosenergobank (closed joint stock company)**

Abbreviated company name: **Rostov branch of Commercial bank Rosenergobank (CJSC)**

Location: **129 Krasnoarmeiskaya street, Rostov-on-Don 344 000**

TIN: **6167007639**

RCBIC: **046015217**

Number of the bank account: **40702810900040101113**

Correspondent account number: **30101810600000000217**

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

1.2. Data on Auditor (Auditors) of the Issuer

The following information is specified: information about the auditor (auditing company), that performs (performed) an independent audit of accounting

(financial) statements of the issuer and the consolidated financial statements of the issuer included in the report, as well as auditor (auditing company) approved (elected) for auditing the annual financial (accounting) statements of the issuer, including its consolidated financial statements for the current and the last completed fiscal year.

Full business name: **Limited Liability Company Ernst and Young**

Abbreviated business name: **Ernst and Young, LLC**

Location: **77/1 Sadovnicheskaya Naberezhnaya, Mscow, Russian 115035**

TIN: **7709383532**

PSRN: **1027739707203**

Telephone: **(495) 755-97-00**

Fax: **(495) 755-97-01**

e-mail: moscow@ru.ey.com

Information on the Auditor's membership in self-regulating auditor organizations

Name: **Self-regulatory organization of auditors Non-profit Partnership “Auditor Chamber of Russia”**

Location: **Building 3/9, 3rd Syromyarnicheskiy lane, Moscow, Russia 105120**

Additional Information: phone/fax (495) 781-24-79; e-mail: apr@aprussia.ru.

Licence No. 255 dated 28.12.2009, primary registration number of entry No.10301000804.

Financial year(s) from among the last five completed financial years and current financial year, for which the Auditor carried out (will carry out) an independent audit of annual accounting (accounting) statements of the Issuer

financial (accounting) statements, year	Consolidated financial report, year
2014	2014

Periods from among the last five completed financial years and current financial year, for which the Auditor carried out(will carry out) an independent audit of interim accounting (financial) statements of the Issuer

financial (accounting) statements,	Consolidated financial report,
------------------------------------	--------------------------------

reporting date	reporting date
30.09.2014	

Factors that may affect the independence of the auditor (auditing organization) of the issuer, including specified information on any material interests between the auditor (or persons holding positions in the management bodies and the bodies of control over financial and economic activities of the audit organization) and the issuer (persons holding positions in the management and control bodies of financial and economic activities of the issuer): **There are no factors that may affect the independence of the auditor (auditing organization) of the issuer, including specified information on any material interests between the auditor (or persons holding positions in the management bodies and the bodies of control over financial and economic activities of the audit organization) and the issuer (persons holding positions in the management and control bodies of financial and economic activities of the issuer).**

Procedure for selection of the Issuer's Auditor:

Tender procedure for 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 candidature for 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” PJSC.

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

- shall not be in the process of liquidation;
- shall not have the resolution concerning the 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;

- shall not have debts on 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”.

The procedure of nomination of the auditor for approval by the shareholders’ (participants’) meeting, including the responsible management authority, is specified as follows: According to articles 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” PJSC the General Shareholders Meeting annually approves the Auditor of Company for the audit and check of annual financial statements of the Company. The Federal Law “On Joint Stock Companies” does not fix any date or terms of nominating the candidatures of 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 candidature of an auditor.

Due this fact, the candidature of an auditor for approval at the annual general shareholders meeting is selected by the Board of Directors of the Company within the framework of discussion of the issues of preparing and holding the annual general shareholders meeting.

For the purpose of auditing the financial statements and financial (accounting) reports for 2014 the Board of Directors of “IDGC of the South” PJSC has recommended (Minutes of meeting No.133/2014 dated 08.05.2014) and appointed

“Ernst and Young” LLC as the auditor of the Company on 25 June 2014 by the decision of the Annual General Shareholders Meeting of the Company (Minutes of meeting No.11 dated 25.06.2014).

Works performed by Auditor within the framework of special audit assignments were not performed.

Procedure for determining the remuneration of the auditor; actual amount of remuneration paid to the auditor by the results of the last completed financial year on which the auditor performed audit of accounting report; information on deferred and overdue payments for the services rendered by the auditor:

Amount of remuneration of the issuer’s auditor is determined by the Issuer’s Board of Directors according to clause 24.10 of the article 24 of the Charter of “IDGC of the South” JSC

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

The Board of Directors in its resolution on 31.07.2014 (minutes of meeting No.140/2014 dated 04.08.2014) determined the amount of payment of remuneration to the auditor “Ernst and Young” LLC under the contract of provision of services on audit of accounting report prepared under RAS and audit of consolidated financial statements prepared under IFRS for the year ended 31 December 2014 (the audited period from 1 January 2014 to 31 December 2014): 3 606 817.17 rubles (three million six hundred six thousand eight hundred seventeen rubles 17 kopeks), including 18% VAT – 550 192.45. There aren’t any deferred or overdue payments for the services rendered by the auditor.

Full business name: **Limited Liability Company “RSM RUS”**

Abbreviated business name: **“RSM RUS”, LLC**

Location: **4 Pudovkina street, Moscow, 119285**

TIN: **7722020834**

PSRN: **1027700257540**

Telephone: +7 (495) 363-2848

Fax: +7 (495) 981-4121

E-mail: mail@rsmrus.ru

Information on the Auditor's membership in self-regulating auditor organizations

Name: **Self-regulatory organization of auditors Non-profit Partnership “Auditing Association “Sodruzhestvo”**

Location: **21/4 Michurinsky Prospekt, Moscow, Russia 11919**

Reporting year(s) from among the last five completed financial years and current financial year, for which the Auditor carried out (will carry out) an independent audit of annual accounting (accounting) statements of the Issuer

Accounting (financial) statements, year	Consolidated financial report, year
2015	2015

Periods from among the last five completed financial years and current financial year, for which the Auditor carried out (will carry out) an independent audit of interim accounting (financial) statements of the Issuer

Accounting (financial) statements, reporting date	Consolidated financial report, reporting date
30.09.2015	

Factors that may affect the independence of the auditor (auditing organization) of the issuer, including specified information on any material interests between the auditor (or persons holding positions in the management bodies and the bodies of control over financial and economic activities of the audit organization) and the issuer (persons holding positions in the management and control bodies of financial and economic activities of the issuer): **There are no factors that may affect the independence of the auditor (auditing organization) of the issuer, including specified information on any material interests between the auditor (or persons holding positions in the management bodies and the bodies of control over financial and economic activities of the audit organization) and the issuer (persons holding positions in the management and control bodies of financial and economic activities of the issuer).**

Procedure for selection of auditor

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 candidature for 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” PJSC.

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

- shall not be in the process of liquidation;
- shall not have the resolution concerning the 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;
- shall not have debts on 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 assets 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”.

The procedure of nomination of the auditor for approval by the shareholders’ (participants’) meeting, including the responsible management authority, is specified as follows: According to articles 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.24.9 of article 24 of the Charter of “IDGC of the South” PJSC the General Shareholders Meeting annually approves the Auditor of Company for the audit and check of annual financial statements of the Company. The Federal Law “On Joint Stock Companies” does not fix any date or terms of nominating the candidatures of 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 candidature of an auditor.

Due this fact, the candidature of an auditor for approval at the annual general shareholders meeting is selected by the Board of Directors of the Company within the framework of discussion of the issues of preparing and holding the annual general shareholders meeting.

For the purpose of auditing the financial statements and financial (accounting) reports for 2015 the Board of Directors of “IDGC of the South” JSC has recommended (Minutes of meeting No.158/2015 dated 21.05.2014) and appointed “RSM RUS” LLC as the auditor of the Company on 19 June 2015 by the decision of the Annual General Shareholders Meeting of the Company (Minutes of meeting No.13 dated 22.06.2015).

Works performed by Auditor within the framework of special audit assignments were not performed.

Procedure for determining the remuneration of the auditor; actual amount of remuneration paid to the auditor by the results of the last completed financial year on which the auditor performed audit of accounting report; information on deferred and overdue payments for the services rendered by the auditor:

Amount of remuneration of the issuer’s auditor is determined by the Issuer’s Board of Directors according to clause 24.10 of the article 24 of the Charter of “IDGC of the South” JSC

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

Works performed by Auditor within the framework of special audit assignments were not performed.

Procedure for determining the remuneration of the auditor; actual amount of remuneration paid to the auditor by the results of the last completed financial year on which the auditor performed audit of accounting report; information on deferred and overdue payments for the services rendered by the auditor:

Amount of remuneration of the issuer's auditor is determined by the Issuer's Board of Directors according to clause 24.10 of the article 24 of the Charter of "IDGC of the South" JSC

Service cost and procedure of paying the auditor's remuneration are specified by the agreement concluded between the Company and the auditor. The contract on auditing services is at the stage of discussion. The auditor did not carry out activities on audit of accounting report. The remuneration to auditor "RSM RUS" LLC for audit of annual accounting report of the Company was not paid.

There aren't any deferred or overdue payments for the services rendered by the auditor.

1.3. Data on Appraiser of the Issuer

According to reasons specified in the chapter, appraisers were not invited during 12 months up to the date of end reporting quarter.

1.4. Data on Advisors of the Issuer

According to reasons specified in the chapter, consultants were not invited during 12 months up to the date of end reporting quarter.

1.5. Data on Other Individuals that Signed the Quarterly Report.

Name: **Ebzeyev Boris Borisovich**; Year of birth: **1973**

Information of place work: **"IDGC of the South" PJSC**

Position: **Director general**

Name: **Savin Grigory Grigorievich**; Year of birth: **1952**

Information of place work: **"IDGC of the South" PJSC**

Position: **Chief accountant – head of Department of financial records, accounts and tax returns**

II. Basic Information on Financial and Economic Performance of the Issuer

2.1. Financial and Economic Performance Indicators of the Issuer

Performance indicators that characterize issuer's activity are shown according to the accounting (financial) report

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

Unit of measurement for index of performance: rubles/employee

Indicator	6 months of 2014	6 months of 2015
Workforce productivity	175.11	177.38
Debt-to-equity ratio	2.97	6.81
Long-term debt to total sum of debt and equity ratio	0.61	0.77
Current ratio	4.13	5.77
Overdue debt, %	12.44	18.82

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

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 overdue debt is the proportion of time the outstanding accounts receivable in total obligations of the enterprise and as of 30.06.2015 it was 18.82%.

The coefficient of work productivity for the comparability of the data is given for 1 month. During 6 months of 2015 in general one person had 177.38 thousand rubles of revenue. The positive dynamic characterizes the increase in labour productivity, improvement of efficiency of human resource management.

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.

Unit of measurement: **rubles.**

Indicator	as of 31.12.2014	as of 30.06.2015
Market capitalization	2 591 173 217.24	1 760 822 245.86

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

To calculate the market price of the Issuer's shares for the reporting quarter, the Company used the information of Closed Joint Stock Company "MICEX Stock Exchange" (ZAO "MICEX Stock Exchange"), the organizer of trade on the securities market, to which were admitted the issuer's shares.

Company's shares were listed at "RTS" JSC by 19.12.2011 (date of corporate restructuring of "RTS" JSC)

2.3. Obligations of the Issuer

2.3.1. Accounts Payable

30.06.2015

Structure of the Issuer's borrowed funds

Unit of measurement: thousand rubles

Indicator	
Long-term loans	17 736 621
including:	
credits	12 736 621
loans, except bonded loans	
bonded loan	5 000 000
Short-term loans	7 129 648
including:	
credits	7 113 003
loans, except bonded loans	16 645
bonded loan	
Total sum of overdue loan	0
including:	
credits	0
loans, except bonded loans	0

bonded loan	0
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Structure of the Issuer's account payable

Unit of measurement: thousand rubles

Indicator	
Total amount of credit debts	9 772 920
overdue	6 935 570
including	
to budget and state non-budgetary funds	748 721
overdue	
to suppliers and contractors	7 336 268
overdue	5 950 406
to staff	233 716
overdue	
other	205 482
overdue	114 549

In case of presence of overdue accounts payable including credit facility agreements or loan agreements, as well as Issuer's debt securities (bonds, notes, etc.), causes of non-fulfillment should be mentioned as well as consequences following or likely to follow the abovementioned outstanding commitments, including sanctions imposed on the Issuer and terms (approximate terms) of overdue accounts repayment.

The overdue debt of IDGC of the South JSC as of 30.06.2015 is 70.97% from the total accounts payable. The main consequences of failure of the Issuer to repay accounts payable might become creditor's juridical debt reclaim performed in accordance with the norms of RF Civil Code. However, the Company fulfills its obligations to the lending agencies in due terms. To minimize risks of debts reclaimed the Company is suing out pretrial litigation settlement and legal restructuring of liabilities existing.

Creditors accounting for no less than 10% of the total sum of accounts receivable or no less than 10% from the total amount of borrowed (long-term and short-term) funds:

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: 4 803 590 thousand rubles

Amount and terms of overdue accounts payable (interest rate, fines and penalty fees): **Overdue accounts payable to “UES FGC” JSC as of 30.06.2015 amount to 4 210 353 thousand rubles.**

The creditor is an affiliate of the Issuer.

The Issuer's share in the authorized (share) capital (mutual fund) of the business entity,%: 0.0009

Issuer's share of common shares of the company,%: 0.0009

Share of the entity in the Issuer's charter capital: 0%

Percentage of ordinary shares of the issuer,%: 0

2.3.2. Credit History of the Issuer.

Fulfilment of liabilities by the Issuer under credit and/or loan contracts having been in effect during the last completed financial year and (or) loan agreements, including those concluded by issuing and selling bonds, the principal of which is 5% of the net value of the assets as of the date the last complete reporting period, consisting of 3, 6, 9 or 12 months preceding the conclusion of the respective agreement as well as other credit agreements and (or) loan agreements which the Issuer considers material

Type and identification characteristics of liability	
1. Bonded loan	
Terms of liability and information of its fulfilling	
Full company name nad address or name of the creditor	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 the reporting quarter, RUR	0 RUR X 1000

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
Other information on obligations specified by the issuer at its own discretion	

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

Such liabilities are absent

2.3.4. Other Obligations of the Issuer

Other obligations, which were not described in the balance sheet and might significantly 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.

The Issuer's policy in the sphere of risk management:

The policy of "IDGC of the South" PJSC in the field of risk management involves timely detection and prevention of possible risks in order to minimize company's financial and other losses.

The system of internal control and risk management (hereinafter – the System) is an integral part of the corporate management and is aimed at its improvement, the System ensures that the management bodies adopt the most efficient and economically sound decisions, strives to increase transparency and efficiency of management and Company's investment attractiveness. This activity is recognized by the Board of Directors of the Company as a priority activity.

Functioning of the System provides a permanent and documented process of identification, evaluation and management of the Company's risks, integration into business processes, control procedures, reducing the risks and responsibilities for

their implementation. The System implies the involvement of all departments of the Company in the risk management process and improving the control environment.

The basic documents governing the system of internal control and risk management are:

- The Risk Management Policy in the new version was approved by the Board of Directors on 04.09.2014 (Minutes of meeting No.142/2014 dated 08.09.2014); the Policy determines the strategy for the development of the internal control and risk management;
- The Internal Control Policy in the new version, approved by the Board of Directors on 04.09.2014 (Minutes of meeting No.142/2014 dated 08.09.2014);
- The Internal Audit Policy, approved by the Board of Directors on 04.09.2014 (Minutes of meeting No.142/2014 dated 08.09.2014);
- The Guidelines for Risk Management of “IDGC of the South” JSC, approved by the order of “IDGC of the South” JSC No.538 from 07.09.2011, the Guidelines define the basic methods of identification, assessment, monitoring and management of risks;
- The Regulations on the Control Environment and Risks in the Business Processes “Commercial accounting and implementation of services for the transmission of electricity”, “Procurement”, “The implementation of technological connection services”, “Operational activity”, approved by the Board of Directors (Minutes of meeting No.66/2011 dated 09.06.2011); the Regulations describe the control environment of business processes by the definition of control points, identifying the risks of a business process integration and control procedures in the business process in order to reduce risks.

Improvement of the system of internal control and risk management

The Company has appointed the key risk owners, who are responsible for quarterly updating of risk and personal responsibility for the organization of risk management. The owners of the risks on a quarterly basis identify and evaluate the

risks, development and implementation of risk management, risk monitoring. The evaluation department of internal audit and control prepares a quarterly report on key risks. This report includes information on risk classification, risk factors, distribution of integrated values of the risks by business processes, risk map, the data on the most significant risks, their assessment data risk management activities, information on the implementation risks, the conclusions and suggestions for further monitoring and control of risks. The report examines the key risks on a quarterly basis at the meetings of the Management Board. Report on key risks up to six months and a year is to be discussed by the Audit Committee of the Board of Directors and the Board of Directors. This allows shareholders and the Company's management to obtain information about the most significant risks in the context of the key business processes, control the level of the Company's risks, monitor risk management activities, integrate information about key risks of the Company for the further adoption of risk management solutions. The core units of the Company in accordance with their functional responsibilities carry out an ongoing monitoring by means of the existing local regulations.

2.4.1. Industry Risks

During the reporting quarter there were no changes in industry risks.

2.4.2. Country and regional risks

During the reporting quarter there were no changes in country and regional risks.

2.4.3. Financial risks

During the reporting quarter there were no changes in financial risks.

2.4.4. Legal risks

Currently, the issuer is involved in a number of judicial proceedings initiated by statements of claim of territorial grid companies for the recovery of unjust enrichment. The largest claims (over 700 million rubles) were declared by three claims from “Energiya” JSC. The adoption of the negative judgments in respect of the issuer bears the risk of losing income, the size of which can materially affect

the financial and economic activities of the issuer.

In addition, the consolidation of this kind of judicial practice allows other contractors of the Company to use the similar mechanisms to declare this kind of requirements for subsequent periods and transmission facilities.

In addition, the Company is involved in judicial proceedings with the participation of guaranteeing suppliers of electric energy (in the zones of activity of branches of the Company). Adverse outcome of such processes carries a risk of additional losses of the issuer related with the need to pay for an additional amount of electricity consumed for the purpose of compensation of losses in the electric grid facilities.

Additional financial burden can be created by negative outcome of court cases related to the recovery of the amount of contractual penalty executed in violation of the terms of payment for supply contracts, outsourcing, services.

Legal risks management is based on improving the process of legal documents implementation and the Company's operation legal support. To reduce legal risks, any business processes of the Company exposed to risk are subject to obligatory legal examination.

The Issuer (along with all the other Joint Stock companies operating on the territory of the Russian Federation) is at risk of changes to legislation (Federal Laws and subordinate legislation) on corporate relationship.

Risks connected with changes in currency legislation

Risks connected with currency legislation changes will have but slight influence on the Issuer's activity, as the Issuer does not operate and does not intend to operate outside the Russian Federation.

Risks connected with tax law changes

Tax risks may have a number of manifestations like possibility of introducing new types of taxes and fees, probability of current tax rates increase, extending tax basis, change of terms and procedure of tax payment as well as of tax reporting.

Changes in the tax law in its part of tax rate increase or alteration of procedure and

terms of tax (fees) calculation and payment may result in the Issuer's net profit decrease, which in its turn may lead to decrease in amount of dividends paid.

To minimize the risks of improper tax assessment and/ or payment caused by ambiguous treatment of tax legislation, the Company continuously works on optimizing the patterns of taxation base calculation in strict adherence to the current legislation of the Russian Federation.

Risks connected with changes in the rules of customs control and duties:

Changes in the rules of customs control and duties do not put the Issuer's operation at risk since the Issuer does not plan to export services outside the Russian Federation.

Risks connected with change of requirements for the issuer's ordinary activity licensing or licensing of rights for use of facilities with limited recourse (including natural resources)

Change of requirements on the Issuer's ordinary activity can lead to longer terms of document preparation for license renewal, as well as the necessity to conform to the given requirements. Nevertheless, the risk should in general be viewed as insignificant, except for the cases when license renewal or carrying out licensed activity will presuppose requirements that are inappropriate for the Company or will be connected with excess expenditure, which can incite termination of this kind of activity.

If the license regulation changes, the Company will conform to the principles of new legislation

Risks connected with changes in judiciary law on matters that concern the issuer's activity (including license regulation) which can have negative impact on the issuer's performance, as well as the results of the current litigations of the issuer

Although case law is not applied in Russian legislation, court practice is valid for the law enforcement. Any pleas not delegating law system in direct way, presuppose in specific cases, call for legal norm interpretation, subject to application. For judicial bodies obligatory for application are the following:

- Resolutions of the Supreme Court Plenum (art. 126 of RF Constitution, art. 56 of RSFSR Law “On RSFSR Judicial System”, art. 19 of federal constitutional law dd. 31.12.1996 No. 1-ФКЗ “On Judicial System of Russian Federation”);
 - Resolutions of the RF Highest Arbitration Court (art. 127 RF Constitution, art. 9,10 of FLS “About Arbitration Courts in RF”);
 - Constitutional Court Decisions (art. 6 of FLS “About RF Constitutional Court”).
- Courts orders are used for legal norms to be interpreted and applied in the correct way.

2.4.5. Reputational risks.

Operational risk management is carried out by the Company in order to reduce potential losses, preserve and maintain the goodwill of the Company to customers and counterparties, shareholders, public authorities and local governments.

In order to minimize reputational risk because of the reduction in the number of customers, the Company takes steps to enhance regional access points for the receipt of applications for technological connection, the project “Customers Day” allows to solve the problematic issues of the applicants for technological connection, campaigns to promote the on-line resources for receiving applications for technological connection.

2.4.6. Strategy risks

During the reporting quarter there were no changes in strategy risks.

2.4.7. Risks associated with the Issuer’s activity

During the reporting quarter there were no changes in the risks associated with the Issuer’s activity.

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 corporate name of the Issuer: **Public Joint Stock Company “Interregional Distribution Grid Company of the South”** (Публичное акционерное общество “Межрегиональная распределительная сетевая компания Юга”)

Date of introducing the current company name: **01.07.2015**

Short name of the Issuer: **“IDGC of the South” PJSC** (ПАО "МРСК Юга")

Date of introducing the current company short name: **01.07.2015**

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:

Public Joint Stock Company “Interregional Distribution Grid Company of the Centre and Volga Region” (“IDGC of the Centre and Volga Region”, PJSC);

Public Joint Stock Company “Interregional Distribution Grid Company of Urals” (“IDGC of Urals”, PJSC);

Public Joint Stock Company “Interregional Distribution Grid Company of Volga” (“IDGC of Volga”, PJSC);

Public Joint Stock Company “Interregional Distribution Grid Company of Centre” (“IDGC of Centre”, PJSC);

Public Joint Stock Company “Interregional Distribution Grid Company of the Northern Caucasus” (“IDGC of the Northern Caucasus”, PJSC);

Public Joint Stock Company “Interregional Distribution Grid Company of Siberia” (“IDGC of Siberia”, PJSC);

Public Joint Stock Company “Interregional Distribution Grid Company of the Northwest” (“IDGC of the Northwest”, PJSC)

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:

Full corporate name of the Issuer: **Open Joint Stock Company “Interregional Distribution Grid Company of the South”** (Открытое акционерное общество “Межрегиональная распределительная сетевая компания Юга”)

Short name of the Issuer: **“IDGC of the South” JSC** (ОАО "МРСК Юга")

Date of introducing the new company name: **01.07.2015**

Reason for introduction the name: Resolution of the Annual General Meeting of Shareholders of “IDGC of the South” JSC adopted on 19.06.2015, minutes of meeting No.13 added 22 June 2015.

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

Foundation of “IDGC of the South” JSC (from 01.07.2015 – “IDGC of the South” PJSC) was an integral part of “Strategic Framework of RAO “UES of Russia” JSC for 2005-2008 “5+5” approved by Board of Directors of JSC RAO “UES of Russia” (Minutes No.143 dd 23.05.2003), which presupposed interregional integration of new created companies after division of power companies by types of businesses.

In April of 2007 Board of Directors of RAO “UES of Russia” (Minutes No. 250 dd 27.04.2007) decided to approve the configuration of Interregional Distributive Grid Companies (IDGCs), determined structure of Distributive Grid Companies (DGCs) forming IDGC configuration and the contribution of RAO “UES of Russia”, JSC in three newly established IDGCs, including “IDGC of the South”, JSC.

On June 28, 2007 “IDGC of the South”, JSC was registered on the basis of decision of sole founder -RAO “UES of Russia”, JSC (Executive order of RAO “UES of Russia”, JSC No.192p dd 22.06.2007).

Following the decision of Board of Directors of RAO “UES of Russia”, JSC (Minutes No.250 dd 27.04.2007), RAO “UES of Russia”, JSC and “FGC UES” (“Federal Grid Company Unified Energy Systems), JSC issued joint Executive order No.203p/217p dd 29.06.2007 on assignment of responsibility to CEOs of IDGCs for operation of subordinate juridical bodies.

In compliance with the decision specified, Chief Executive Officer of “IDGC of the South”, JSC was assigned responsibility of operation of the following DGCs: JSC “Astrakhanenergo”, JSC “Volgogradenergo”, JSC “Kubanenergo”, JSC “Rostovenergo”, JSC “Kalmenergo”.

In August and September of 2007, aiming at management efficiency improvement in the abovementioned DGCs, ensuing decisions of Extraordinary General Shareholders Meetings, “IDGC of the South”, JSC was delegated functions of the DGCs’ sole executive authorities.

On December 25, 2007 Management Board of RAO “UES of Russia”, JSC delegated functions of Extraordinary General Shareholders Meeting of “IDGC of the South”, JSC (Minutes No.1795пп/6), made the following decision: to reorganize “IDGC of the South”, JSC by affiliation of JSC “Astrakhanenergo”, JSC “Volgogradenergo”, JSC “Kubanenergo”, JSC “Rostovenergo”, JSC “Kalmenergo”; to approve the agreement on affiliating JSC “Astrakhanenergo”, JSC “Volgogradenergo”, JSC “Kubanenergo”, JSC “Rostovenergo”, JSC “Kalmenergo” to “IDGC of the South”, JSC; to increase authorized capital of “IDGC of the South”, JSC by placing supplement ordinary 80 789 200 000 shares with nominal value 10 kopecks each for total amount of 8 078 920 000 rubles at nominal value, placement method – conversion of DGC to shares of “IDGC of the South”, JSC.

On January 18, 2008, Extraordinary General Shareholders Meetings of five stated DGCs approved reorganization of the companies in the form of affiliation to “IDGC of the South”, JSC.

On March 31, 2008, reorganization of “IDGC of the South”, JSC in the form of affiliation of JSC “Volgogradenergo”, JSC “Kalmenergo”, JSC “Rostovenergo”, JSC “Astrakhanenergo” was completed; records were made in the Unified State Register of Legal Entities on termination of activities of affiliated Companies.

Since March 31, 2008, “IDGC of the South”, JSC began to conduct the business as a united operating company.

Reorganization of “Kubanenergo” JSC was suspended.

On March 6, 2008 a shareholder of “Kubanenergo” JSC – “Neft-Aktiv” JSC sued “Kubanenergo” JSD, its registrar – “CMD” JSC as well as “IDGC of the South” JSC.

The decision of the Moscow Arbitration Court dated 11.06.2008, as upheld by judicial acts of the higher courts, the claim was partially satisfied, namely it was decided to annul the decision of the extraordinary general meeting of shareholders of “Kubanenergo” JSC dated January 18, 2008, the contract dated 3 December 2007 of the merger of “Kubanenergo” JSC to “IDGC of the South” JSC and the transfer act dated 03.12.2007 on the transfer of rights and obligations of “Kubanenergo” JSC in favour of “IDGC of the South” JSC.

Since 14 September 2007 “IDGC of the South” was the sole executive body of “Kubanenergo” on the basis of an agreement.

The Board of Directors of “IDGC of the South”, JSC (Minutes of meeting dd 29.10.2010 No. 55/2010) considered as appropriate a termination of the contract No. 407/30-1143/26 dated 14.09.2007 on transfer of the authority of the sole executive body of "Kubanenergo" to management organization - “IDGC of the South”, JSC from 01.12.2010

On December 1, 2010 regions of the Company’s presence are: Astrakhan, Volgograd, Rostov regions and the Republic of Kalmykia. The Company is responsible for the transport of electricity through grids of 110 kV and lower in four of the abovementioned territorial subjects of the Russian Federation.

“IDGC of the South”, JSC serves a total area of more than 330.000 square kilometers with a population of about 9 million people. The length of overhead power lines served by the Society, about 160,000 kilometers. The number of employees is about 15.000 people.

At present “IDGC of the South” PJSC is occupying a dominant position in the market for electricity transmission services in the Southern Federal District, is a part of "IDGC Holding" (from 04.04.2013 renamed to “Rosseti” JSC), one of the

largest infrastructure companies in Russia that controls about eighty percent of the distribution grid complex.

“IDGC of the South” PJSC aims at gaining leading positions in the industry, and for this purpose, the company has determined Its Mission, Values and Strategic Goals for the period preceding 2016.

The Mission of “IDGC of the South” PJSC

We are a team, professionals, making a base for stable development of economy in regions of the South of Russia and basing ourselves upon consolidation of energetic assets and improvement of efficiency of power supply as well as upon successful experience of every employee of the Company and of our partners.

We are taking care of faster growth of the grids and providing availability of electric power for the consumers while trying to make it possible for them to use electricity where, when and in the volume the consumers need.

We endeavor to create favourable conditions for activity of each of ours employees doing for opportunity to unlock their potential and maintain their health.

Vision of “IDGC of the South” PJSC

By 2016 “IDGC of the South” PJSC will have become an up-to-date distribution grid company representing a team of professionals, sharing a common goal, managing unified high-tech grids with low depreciation percentage.

“IDGC of the South” PJSC is an attractive employer at high level of social responsibility. Efficient structure provides for optimal balance in sharing functions of structural subdivisions between the Company’s management levels.

Quality of our services makes it possible for us to take leading positions among distribution grid companies of Eastern Europe and expand our regular customers’ base.

The financial status provides for accumulation of assets for the further stable development of not only our company but Southern Federal District of Russia as well.

Values of “IDGC of the South” PJSC

Reliability (reducing time of shortfalls);

Responsibility (such subjective attitude of the Company's employees to their work, when they realize importance of the task and are responsible for their performance).

Customer-centric approach (reflects the place of clients' interests in priority system of the Company as efforts of the Company's executives to meet the customers' requirements);

Leadership (a character feature of a personality enabling board and mid-level managers of the Company to form a team and take up the running).

Professionalism (an ability to achieve the best results in the professional field for the good of the Company at a minimum input).

Social responsibility (level managers realize their responsibility to society, consumers, personnel, shareholders and future generations, recognizing their influence and endeavoring to minimize negative impact on the matters specified).

Steadiness (ability of the Company to work for a long period without sharp negative changes within its internal environment developing and introducing up-to-date technologies at the same time).

Strategic goals of "IDGC of the South" PJSC for 2016 are to:

increase revenue from 75% as of 01.01.2010 to 100% by 01.01.2016.

reach the level of net profit under RAS from the loss – 1.1 billion rubles as of 01.01.2010, up to +174.3 million rubles by 01.01.2016.

enlarge the regional network facilities (wholly integrated with the lower power supply network).

increase the average wage of 24.000 rubles as of 01.01.2010 up to 35686 rubles by 01.01.2016.

The main strategic goal of the Company is to provide uninterrupted power supply to consumers and improve the quality of services.

One of the main tasks of improving the quality and reliability of electricity supply for consumers is a gradual transition (in the five-year term) to the calculation of the

production and use of international indicators of reliability of power supply SAIDI, SAIFI, periodic assessment of their values and dynamics to correct production problems.

In accordance with the order of the Ministry of Energy of Russia No.718 dated 14.10.2013 in 2014 in “IDGC of the South” JSC provided collection of the primary data necessary to calculate the reliability of power supply of international indicators SAIDI, SAIFI, which will be the base for determination of the target values of indicators.

In “IDGC of the South” JSC the efficiently and effectively integrated management system that meets international standards ISO 9001:2008 “Quality Management Systems. Requirements “, ISO 14001:2004 “Environmental Management Systems. The requirements and guidance on the application”, OHSAS 18001:2007 “Management System Occupational Health and Safety. Requirements” was developed, implemented, certified and put into operation. Compliance of the integrated management system to the international standards is confirmed regularly during certification audits (2009, 2012) and annually during the compliance certification. The certification of the company at the international level enables customers and partners of “IDGC of the South” PJSC to be sure we are a reliable partner and a socially responsible organization.

Adherence to international standards ISO 9001, ISO 14001 and OHSAS 18001 directs the activities of many thousands of “IDGC of the South” employees to conduct an effective work, effective use of resources and dynamic development.

The Company’s partner in certification is a Swiss company – “SGS Vostok Limited” CJSC.

The Company has started implementing the system of accounting the shutdowns in 0.4 kV network.

The Annual General Meeting of Shareholders of “IDGC of the South” JSC held on 06.19.2015 (Minutes of meeting No.13 dated 22 June 2015) took a decision on approval of the Charter in a new edition in which organizational and legal form of

the Company was changed from OAO (Open Joint Stock Company) to PAO (Public Joint Stock Company).

New full corporate name in Russian - Публичное акционерное общество «Межрегиональная распределительная сетевая компания Юга» (formerly the full company name in Russian - Открытое акционерное общество «Межрегиональная распределительная сетевая компания Юга»); abbreviated name of the Company in Russian - ПАО «МРСК Юга» (formerly abbreviated name in Russian - ОАО «МРСК Юга»).

The new full name in English – “Interregional Distribution Grid Company of the South” Public Joint Stock Company (former full name in English – “Interregional Distribution Grid Company of the South” Joint Stock Company); abbreviated name in English – “IDGC of the South” PJSC (formerly abbreviated name in English – “IDGC of the South” JSC).

3.1.4. Contact Information

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

Address of the Issuer specified in the Unified State Register of Legal Entities: **49 Bolshaya Sadovaya st., Rostov-on-Don, Russia, 344002**

Telephone: (863)238-58-59; fax: (863)258-55-65

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.e-disclosure.ru/portal/company.aspx?id=11999>

Name of the Issuer’s specialized division for shareholders and investors: Corporate Governance and Shareholders relations Department of “IDGC of the South” PJSC.

Location of the division: 325 room, building 147, 2nd Krasnodarskaya str., Rostov-on-Don, Russia

Telephone: (863)307-08-38 , fax: (863)307-08-38

e-mail: pavlovaen@mrsk-yuga.ru

Internet website: www.mrsk-yuga.ru, <http://www.e-disclosure.ru/portal/company.aspx?id=11999>

3.1.5. Taxpayer Identification Number

6164266561

3.1.6. Branches and Regional Offices of the Issuer

There weren't any changes in information concerning the branches and representatives offices of the issuer.

3.2. Core Business of the Issuer

3.2.1. Main Types of Business Activity of the Issuer

The code of the main type of economic activity: by OKVED (Russian National Classifier of Economic Activities) 40.10.2

3.2.2. Principal Business Activity of the Issuer

OKVED codes
40.10.3
40.10.5
74.14
74.15.2
64.20.11

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 rubles

Type of activity: Electricity electricity transmission

Indicator	6 months of 2014	6 months of 2015
Volume of proceeds (income) of the type of business activity	13 768 503	14 178 949
Share of proceeds volume in the type of activity related to the total volume of the proceeds (income) of the Issuer, %	97.2	98.7

Change of proceeds volume of the Issuer from its principal business activity accounts for 10% in comparison with the correspondent reported period of the previous year which resulted from the following: changes did not occur

Data on energy transmission across Company's networks

Branch	Grid output	Productive supply	General power loss	
	million kWh	million kWh	million kWh	%
2 nd quarter of 2015				
“Astrakhanenergo”	790.0	670.5	119.5	15.13
“Volgogradenergo”	2 473.5	2 363.7	109.7	4.4
“Kalmenergo”	111.3	90.6	20.7	18.59
“Rostovenergo”	3 143.1	2 927.2	215.9	6.87
Total in IDGC of the South PJSC	6 517.9	6 052.0	465.9	7.15

Note: Grid output is a volume electric energy delivered to the electric networks 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 2nd quarter of 2015 the grid output was 6 517.9 million kW*h, while the productive supply was 6 052.0 million kW*h. Actual losses in the 2nd quarter of 2015 were 465.9 million kW*h or 7.15%.

Services rendered

Indicator	units of measurement	planned	actual	Difference, %
2 nd quarter of 2015				
Services performed, including:	mln kWh	5 917.4	5 986.9	1.2
“Astrakhanenergo”	mln kWh	643.5	664.6	3.3
“Volgogradenergo”	mln kWh	2 341.2	2 358.4	0.7
“Kalmenergo”	mln kWh	98.9	90.6	-8.8
“Rostovenergo”	mln kWh	2 833.8	2 873.2	1.4
Revenue, including:	mln rbs	5 671.7	6 569.5	6 662.6
“Astrakhanenergo”	mln rbs	888.8	926.8	974.2
“Volgogradenergo”	mln rbs	1 973.4	2 226.8	2 343.9
“Kalmenergo”	mln rbs	124.9	183.2	163.6
“Rostovenergo”	mln rbs	2 684.6	3 232.6	3 181.0

Actual volume of the rendered services on transmission of electric energy amounted to 6 037.95 986.9 million kW*h in the 2nd quarter of 20135, which is 77.769.5 million kW*h or 1.2% higher than the planned indicator.

The revenue from the rendered services was 5 786.66 662.63 million rubles, VAT excluded. Increase in revenue in the 2nd quarter of 2015 was 114.993.1 million rubles or by 1.4% in comparison with planned indicator.

General Structure of the Issuer's Expenses

Indicator	6 months of 2014	6 months of 2015
Raw and other materials,%	2.03	1.54
Purchased components and intermediates, %	0	0
Works and services of production types, maintenance and delivery services performed by external agencies performed by third-party organizations, %	33.01	33.06
Fuel, %	0.86	0.85
Energy, %	24.3	25.64
Labour costs, %	16.75	17.81
Interest on credits, %	0	0
Rental payments, %	0.46	0.37
Fringe benefit expenses,%	5.07	5.38
Depreciation of fixed assets,%	12.32	11.11
Taxes included to production costs,%	1.05	1.15
Miscellaneous expenses (explain)	4.15	3.09
intangible assets depreciation, %	0.04	0.04
remuneration for innovation proposals, %	0	0
compulsory insurance payments, %	0.48	0.37
hospitality expenditures, %	0.004	0.004
other, %	3.63	2.68
Totaol: costs of production and selling (of works, services) (prime cost), %	100	100
For reference only: product (works, service) proceeding, %	122.56	116.59

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.

- Federal Law “On Accounting” No. 402-Φ3 dated 06.12.2011;
- Order of Russian Ministry of Finance “On Forms of Financial Statements in Organizations” No. 66H dated 02.07.2010;

- Order of Russian Ministry of Finance No.124H dated 05.10.2011 “On introducing changes to the forms of accounting report of organizations, approved by the Order of Russian Ministry of Finance No.66H dated 2 July 2010;
- Chart of Accounts, approved by Order of Russian Ministry of Finance No. 94H dd. 31.10.2000 and Its Application Sheet as amended;

Accounting regulations:

- RAS 1/2008 "Accounting Policy", approved by order of the Russian Ministry of Finance from 06.10.2008 No. 106n;
- RAS 2/2008 "Accounting for Construction Contracts", approved by order of the Russian Ministry of Finance from 24.10.2008 No. 116n;
- RAS 3/2006 "Accounting for assets and liabilities denominated in Foreign Currency ", approved by the Order of the Russian Ministry of Finance 27.11.2006 Number 154n;
- RAS 4/99 "Accounting organization," approved by order of the Russian Ministry of Finance from 06.07.1999 No. 43n;
- RAS 5/01 "Accounting of Inventories", approved by order of the Russian Ministry of Finance from 09.06.2001 No. 44n;
- RAS 6/01, "Accounting of Fixed Assets", approved by order of the Russian Ministry of Finance from 30.03.2001 No. 26n;
- RAS 7/98 "Subsequent Events", approved by order of the Russian Ministry of Finance from 25.11.1998 No. 56n;
- RAS 8/2010 "Provisions, Contingent Liabilities and Contingent Assets", approved by order of the Russian Ministry of Finance from 13.12.2010 No. 167n”;
- RAS 9/99 "Income", approved by order of the Russian Ministry of Finance from 06.05.1999 No. 32n;
- RAS 10/99 "Expense," approved by order of the Russian Ministry of Finance from 06.05.1999 No. 33n;
- RAS 11/2008 "Information on related parties", approved by order of the Russian Ministry of Finance from 29.04.2008 No. 48n;

- RAS 12/2010 "Segment Information", approved by order of the Russian Ministry of Finance from 08.11.2010 No. 143n;
- RAS 13/2000 "Accounting of Government Assistance", approved by order of the Russian Ministry of Finance from 16.10.2000 No. 92n;
- RAS 14/2007 "Accounting of Intangible Assets", approved by order of the Russian Ministry of Finance from 27.12.2007 No. 153n;
- RAS 15/2008 "Accounting of loans and credits," approved by order of the Russian Ministry of Finance from 06.10.2008 No. 107n;
- RAS 16/02 "Information on discontinued operations", approved by order of the Russian Ministry of Finance from 02.07.2002 No. 66n;
- RAS 17/02 "Accounting of research, development and engineering works", approved by order of the Russian Ministry of Finance from 19.11.2002 No. 115n;
- RAS 18/02 "Accounting of income tax of organizations", approved by order of the Russian Ministry of Finance from 19.11.2002 No. 114n;
- RAS 19/02 "Accounting of investments", approved by order of the Russian Ministry of Finance from 10.12.2002 No. 126n;
- RAS 20/03 "Information on participation in joint activities", approved by order of the Russian Ministry of Finance from 24.11.2003 No. 105n;
- RAS 21/2008 "Change estimates", approved by order of the Russian Ministry of Finance from 06.10.2008 No. 106n;
- RAS 22/2010 "Correcting errors in the accounting and reporting", approved by order of the Russian Ministry of Finance from 28.06.2010 No. 63n;
- RAS 23/2011 "Statement on Cash Flows", approved by order of the Russian Ministry of Finance from 02.02.2011 No. 11n;
- The order of the Russian Ministry of Finance No. 10n, Federal Securities Commission of Russia from 28.08.2014 84н "On approval of the valuation of net assets of joint-stock companies";
- The order of the Russian Ministry of Finance from 21.03.2000 No. 29n "On approval of recommendations on the disclosure of profit per share";

- Federal Law dated 23.11.2009 No. 261-FZ "On energy saving and increasing energy efficiency and on amendments to certain legislative acts of the Russian Federation"

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

6 months of 2015

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

Full company name: “**TransEnergo**” LLC

Location: **2A Lavochkina street, Khimki, Moscow region, RF 141400**

TIN: **5047086958**

PSRN: **1075047011852**

Part in the total volume of supplies, %: **14.63**

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:

#	Goods	Change in price (%)	notes
1	Reinforced concrete poles	28.90	increase
2	Vibrated concrete poles	25.47	increase
3	Surge arrester 35-110kV	47.75	increase
4	Potential transformer 6-110kV	14.93	increase
5	Cable connectors up to 35kV	21.41	increase
6	High-voltage bush 35-110kV	51.46	increase
7	Disconnectors 6-10kV	8.88	increase
8	Package transformer substation	35.24	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:

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

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

The Issuer carries out its core 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 of the growing demand for electric power in the areas, the Issuer pays particular attention to the development, restructuring and enhancing of 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 the 2nd quarter of 2015, seven guarantee suppliers, 36 independent power supply companies, 994 “direct” consumers and 84 territorial grid entities were registered.

Market share of services on energy transmission to end-users of networks of
“IDGC of the South” PJSC in the 2nd quarter of 2015

Branch of “IDGC of the South” PJSC	Market share, %
“Astrakhanenergo”	93.2%
“Volgogradenergo”	42.3%
“Kalmenergo”	50.6%
“Rostovenergo”	28.5%
“IDGC of the South” PJSC, total	42.0%

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 dues to reduction in energy consumption by existing enterprises (manufacturing recession).

3.2.5. Data on the Issuer’ Licenses

Body (company) that issued a licence (permission) or admission to particular types of works: Subsurface Management Department in Volgograd region

Number of license (permission) proving the receipt of the permission to particular types of work: **БЖГ No. 01548 БЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Abstraction of underground water for domestic and industrial needs

Date of issue of license (permission) or admission to particular types of works: **26.05.2008**

The duration term for licence (permit) or admission to particular types of works: **01.01.2032**

Body (company) that issued a licence (permission) or admission to particular types of works: Subsurface Management Department in Volgograd region

Number of license (permission) proving the receipt of the permission to particular types of work: **БЖГ No. 01550 БЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Abstraction of underground water for domestic and industrial needs, watering planted land of “Danilovka” Substation

Date of issue of license (permission) or admission to particular types of works: **26.05.2008**

The duration term for licence (permit) or admission to particular types of works: **01.01.2034**

Body (company) that issued a licence (permission) or admission to particular types of works: Subsurface Management Department in Volgograd region

Number of license (permission) proving the receipt of the permission to particular types of work: **БЖГ No. 01540 БЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Extraction of underground water for domestic and industrial needs, irrigation of green spaces at Log worker’s settlement, Ilovlipskiy district Date of issue: **16.05.2008**

The duration term for licence (permit) or admission to particular types of works:

01.01.2033

Body (company) that issued a licence (permission) or admission to particular types of works: Subsurface Management Department in Volgograd region

Number of license (permission) proving the receipt of the permission to particular types of work: **БЛГ No. 01549 БЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Abstraction of underground water for domestic and industrial needs

Date of issue of license (permission) or admission to particular types of works: **26.05.2008**

The duration term for licence (permit) or admission to particular types of works: **01.01.2034**

Body (company) that issued a licence (permission) or admission to particular types of works: Subsurface Management Department in Volgograd region

Number of license (permission) proving the receipt of the permission to particular types of work: **БЛГ No. 02041 БЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Extraction of technical groundwater

Date of issue of license (permission) or admission to particular types of works: **06.03.2013**

The duration term for licence (permit) or admission to particular types of works: **24.01.2018**

Body (company) that issued a licence (permission) or admission to particular types of works: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02227 БЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: 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 of license (permission) or admission to particular types of works:

05.10.2010

The duration term for licence (permit) or admission to particular types of works:

04.10.2030

Body (company) that issued a licence (permission) or admission to particular types of works: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02228 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Extraction of technical groundwater for process water supply of the industrial facility in Volgodonsk, Rostov region

Date of issue of license (permission) or admission to particular types of works:

05.10.2010

The duration term for licence (permit) or admission to particular types of works:

04.10.2030

Body (company) that issued a licence (permission) or admission to particular types of works: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02327 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: (activities Extraction of technical groundwater in Bolshaya Martynovka village for water supply of the industrial facility, Martynovskiy district

Date of issue of license (permission) or admission to particular types of works:

21.01.2011

The duration term for licence (permit) or admission to particular types of works:

20.01.2031

Body (company) that issued a licence (permission) or admission to particular types of works: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02414 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Extraction of technical groundwater in Klyuchnikova Balka village for process water supply of the industrial facility

Date of issue of license (permission) or admission to particular types of works:

21.04.2011

The duration term for licence (permit) or admission to particular types of works:

20.04.2031

Body (company) that issued a licence (permission) or admission to particular types of works: Federal Agency for Subsoil Use, Department of Mineral Resources of the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02024 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Exploration and production of subsurface water for process water supply of grid facility

Date of issue of license (permission) or admission to particular types of works:

01.07.2009

The duration term for licence (permit) or admission to particular types of works:

30.06.2029

Body (company) that issued a licence (permission) or admission to particular types of works: The Federal Agency for Subsoil Use at the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02925 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: underground water abstraction at land plot Starostanichny No.3 for supply of service water at grid facilities

Date of issue of license (permission) or admission to particular types of works: **30.04.2013**

The duration term for licence (permit) or admission to particular types of works: **29.04.2033**

Body (company) that issued a licence (permission) or admission to particular types of works: The Federal Agency for Subsoil Use at the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02920 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Underground water abstraction at land plot Milyutinsky No.5 for supply of service water at grid facilities

Date of issue of license (permission) or admission to particular types of works: **30.04.2013**

The duration term for licence (permit) or admission to particular types of works: **29.04.2033**

Body (company) that issued a licence (permission) or admission to particular types of works: The Federal Agency for Subsoil Use at the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02921 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Underground water abstraction at land plot Tatsinsky No.8 for supply of service water at grid facilities

Body (company) that issued a licence (permission) or admission to particular types of works: The Federal Agency for Subsoil Use at the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02923 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Underground water abstraction at land plot Kolushkinsky for supply of service water at grid facilities

Date of issue of license (permission) or admission to particular types of works: **30.04.2013**

The duration term for licence (permit) or admission to particular types of works: **29.04.2033**

Body (company) that issued a licence (permission) or admission to particular types of works: The Federal Agency for Subsoil Use at the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02922 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Underground water abstraction at land plot Golubinsky No.4 for supply of service water at grid facilities

Date of issue of license (permission) or admission to particular types of works: **30.04.2013**

The duration term for licence (permit) or admission to particular types of works: **29.04.2033**

Body (company) that issued a licence (permission) or admission to particular types of works: The Federal Agency for Subsoil Use at the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 02924 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Underground water abstraction at land plot Kalitvensky No.1 for supply of service water at grid facilities

Date of issue of license (permission) or admission to particular types of works:
30.04.2013

The duration term for licence (permit) or admission to particular types of works:
29.04.2033

Body (company) that issued a licence (permission) or admission to particular types of works: The Federal Agency for Subsoil Use at the Southern Federal District

Number of license (permission) proving the receipt of the permission to particular types of work: **PCT 03017 BЭ**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Underground water abstraction at land plot Volgogdonsky No.1 for supply of service water at industrial facilities

Date of issue of license (permission) or admission to particular types of works:
30.12.2013

The duration term for licence (permit) or admission to particular types of works:
29.12.2033

Body (company) that issued a licence (permission) or admission to particular types of works: Federal Service for Environmental, Technological and Nuclear Supervision

Number of license (permission) proving the receipt of the permission to particular types of work: **БП-29-001130**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Operation and maintenance of explosion and fire hazardous facilities

Date of issue of license (permission) or admission to particular types of works:
15.01.2010

The duration term for licence (permit) or admission to particular types of works:
perpetual

Body (company) that issued a licence (permission) or admission to particular types of works: Administration of the Federal Security Service of the Russian Federation for the Rostov region

Number of license (permission) proving the receipt of the permission to particular types of work: **3665 (ГТ№ 0073358)**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: The license for activities related to the use of information constituting a state secret, with the stamp of secrecy allowed to use information marked as “top secret” of the executive office of “IDGC of the South” PJSC.

Date of issue of license (permission) or admission to particular types of works:
13.07.2015

The duration term for licence (permit) or admission to particular types of works:
12.07.2020

Body (company) that issued a licence (permission) or admission to particular types of works: Federal Service for Supervision in the Sphere of Communications, Information Technology and Mass Communications

Number of license (permission) proving the receipt of the permission to particular types of work: **№120752**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Provision of local telephone services, with the exception of local telephone services using payphones and multiple access devices

Date of issue of license (permission) or admission to particular types of works:
06.08.2014

The duration term for licence (permit) or admission to particular types of works:
06.08.2019

Body (company) that issued a licence (permission) or admission to particular

types of works: “Energostroy” NPO, Self-Regulatory Organization

Number of license (permission) proving the receipt of the permission to particular types of work: **No. 0265.03-2011-6164266561-C-060**

Types of activity (activities) for conducting of which the company obtained a license (permission) or admission: Admission to a particular kind or kinds of works that have (has) an impact on the security of capital construction projects

Date of issue of license (permission) or admission to particular types of works: **01.01.2012**

The duration term for licence (permit) or admission to particular types of works: **Perpetual licence**

Body (company) that issued a licence (permission) or admission to particular types of works: “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 of license (permission) or admission to particular types of works: **14.12.2012**

The duration term for licence (permit) or admission to particular types of works: **Perpetual licence**

3.2.6. Information on particular categories of issuers

The Issuer is not an incorporated investment fund, insurance or credit company, mortgage agent

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 the reporting period under the agreement concluded by “UK “Teplokom” Holding” CJSC and “Rosseti” JSC on 10.16.2014 on cooperation for the implementation of energy efficient innovative technologies based on domestic developments of the enterprises from the electric grid complex, “Rosseti” JSC carried out the work on the conclusion of an energy contract between “IDGC of the South” PJSC and “Teplokom-Automation” CJSC in terms of creation of commercial and technical accounting of electric power with the remote data collection.

The conclusion of the energy service contracts will allow for more efficient activities aimed at energy saving and efficient use of energy resources, which eventually will lead to a reduction of technological consumption (losses) during the power transmission in electric networks of the branch of “IDGC of the South” PJSC – “Volgogradenergo”.

In the third quarter of 2015 it is planned to conclude an energy service contract, which will allow to reduce electricity losses during transportation of electric energy through the networks of the branch of “IDGC of the South” PJSC – “Rostovenergo”.

3.4. Participation of the Issuer in industrial, bank and financial groups, holdings and associations

During the reporting quarter there were no changes in the information disclosed in this chapter

3.5. Organizations of significant importance controlled by Issuer.

During the reporting quarter there were no changes in the information disclosed in this chapter

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

30.06.2015

Unit of measurement: thousand rubles

Fixed assets	Initial (replacement) cost	Depreciation
Land plots	22 137	0
Buildings	4 177 377	845 997
Constructions, except power lines	1 312 740	523 315
Transmission lines and devices	21 007 084	7 633 909
Machinery and equipment	16 622 439	7 783 490
Transportation equipment	794 199	560 845
Other fixed assets	96 806	80 985
Total	44 032 782	17 428 541

Information 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. Accrual of depreciation for the facilities acquired by the Company under lease agreements and booked on its balance is carried out by method, stipulated by the agreement.

Accounting date: 30.06.2015

Results of revaluation of fixed assets and leased assets, carried out during the last completed financial year, as well as the date of the revaluation, gross and net (minus depreciation) of the book value of fixed assets before revaluation and gross and net (minus depreciation) of the replacement cost fixed assets to reflect this reassessment. The specified information is provided for groups of fixed assets. The information is provided on methods of calculation of depreciation for groups of fixed assets. Revaluation of fixed assets during this period was not carried out

Data is pointed out referring to plans 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, as well as 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):

Data on Encumber Assets of "IDGC of the South" PJSC as of 30.06.2015				
Fixed Assets Leased				
#	Short characteristics of property	Encumbrance grounds (number	Lessee	Starting and termination date of encumbrance

	Name, address	Area, square m.	and date of lease agreement)		Original term of lease according to the agreement	Renewal of agreement
1	2	3	4	5	6	7
“Astrakhanenergo” branch of “IDGC of the South” PJSC						
1.	Non-residential Premises (19 Sovetskoy Militsii street, 32 Naberezhnaya street Astrakhan)	3,0	No. 080-14-15 dd 30.12.14	SMARTS CJSC	30.12.14 - 29.12.15	no
2.	Non-residential Premises(building A, 1 Energetikov street, industrial hub, Privolzhsky district, Astrakhan region)	6,1	No. 080-14-14 dd 30.12.14	SMARTS CJSC	30.12.14 - 29.12.15	no
3.	Place for installation of a container and place at lighting mast for installation of aerials (substation “Tsarevskaya”, building C, 1 B.Khmel'nitskogo street, Astrakhan)	15,8 ⁵	No. 080-14-13 dd 30.12.14	SMARTS CJSC	30.12.14 - 29.12.15	no
4.	Part of land plot located at: 204 Kramatorskaya street, Astrakhan	7,0	No. 080-14-12 dd 31.12.2014	AstrakhanOBM CJSC	30.12.14- 29.12.15	no
5.	Non-residential premises(Ikryannisky distribution zone, substation “Zhitnaya”, village Zhitnoye)	6,0	No. 080-14-26 dd 30.12.14	Megafon JSC	30.12.14- 28.12.15	no
6.	Non-residential premises (substation “Ikryanoye”, Ikryannisky distribution zone, Ikryanoye village, Chapayeva street)	6,0	No. 080-14-22 dd 30.12.14	Megafon JSC	30.12.14 - 28.12.15	no
7.	Non-residential Premises (building A, RPB-2 1 Energetikov street, Privolzhsky district,)	6,5	No. 080-14-28 dd 30.12.14	Megafon JSC	30.12.14 - 28.12.15	no
8.	Place for placement of a container with equipment, substation “Sovetskaya”	140,0	No. 080-14-43 dd 31.12.2014	Megafon JSC	31.12.2014 - 09.12.2015	no
9.	Place for placement of a	10,81	No. 080-	Megafon JSC	30.12.14 - 29.12.15	no

	container and place at metal light post for installation of antenna-feeder devices (39 Michurina street, Volodarsky village, Volodarsky district, Astrakhan region)		14-27 dd 30.12.14			
10	Non-residential Premises (substation "Solodniki", Chernoyarsky distribution zone, Chernoyarsky district, Astrakhan region)	7,6	No. 080-14-24 dd 30.12.14	Megafon JSC	30.12.14 - 29.12.15	no
11	Place for placement of a container and place at metal light post for installation of antenna-feeder devices (Ikryannisky distribution zone) 13 Zarechnaya street, Ilinka village	2,3x 3,5	No. 080-14-25 dd 30.12.14	Megafon JSC	30.12.14 - 29.12.15	no
12	Non-residential premises: substation control house, building C, substation Tsarevskaya, 1 Khmelnitkogo street, Astrakhan	15,8 5	No. 080-14-23 dd 30.12.14	Megafon JSC	30.12.14 - 28.12.15	no
13	Place for placement of a container with equipment (substation "Pervomaiskaya")	10,4	080-14-34 dd 30.12.2014	Megafon JSC	30.12.2014 - 28.12.2015	no
14	Land (part of the land plot) for installation and operation of equipment of NMT cellular base stations (110/69kV substation "Sudostroitel'naya", 89 Kotelnaya street, Sovetsky district, Astrakhan)	40,5	080-14-33 dd 31.12.2014	Megafon JSC	01.01.2015 - 30.12.2015	no
15	Non-residential premises 33 Sadovaya street, Zamiyany village, Yenotayevsky distribution zone	3,2	No. 065-14-08 dd 28.12.13	JSC Vypelkom	28.12.13 - 26.12.14	no
16	Non-residential premises (18 I. Franko street, Akhtubinsk, Akhtubinsky distribution zone)	26,1	No. 080-14-09 dd 27.12.14	JSC Vypelkom	27.12.14 - 25.12.15	no
17	Place for placement of a container and place at metal light post for installation of antenna-feeder devices (46	7,0	No. 080-14-32 dd 27.12.14	JSC Vypelkom	27.12.14 - 25.12.15	no

	Chapayeva street, Ikryanoye village, Ikryannisky distribution zone)					
18	Place for installation of antenna-feeder devices (substation "Oktyabrskaya", 3 Gorniy pereulok, Trusovsky district, Astrakhan)	6,0	No. 080-14-02 dd 27.12.14	JSC Vypelkom	27.12.14 - 29.12.15	no
19	Non-residential premises, part of the room 48 (1 Energetikov street, RPB-2 ,Astrakhan)	6,0	No. 080-14-16 dd 27.12.14	JSC Vypelkom	27.12.14 - 25.12.15	no
20	Place for installation of equipment and place at antenna mast structure (substation "Neftebaza")	15,0	No. 080-14-31 dd 28.12.13	JSC Vypelkom	27.12.14 - 25.12.15	no
21	Land (part of the land plot) for installation of equipment located at: substation "Sovetskaya", Astrakhan region, Akhtubinsky district	20,0	No. 080-14-35 dd 27.12.2014	JSC Vypelkom	27.12.2014 - 25.12.2015	no
22	Land (part of the land plot) for installation of equipment located at: 89 Kotelnaya street, Astrakhan	15,0	No. 080-14-01 dd 30.12.2014	JSC Vypelkom	01.01.2015 - 29.12.2015	no
23	Part of land plot located at: 204 Kramatorskaya street, Astrakhan	9,2	No. 080-14-08 dd 27.12.2014	JSC Vypelkom	27.12.2014 - 25.12.2015	no
24	Non-residential Premises (room 8, administrative building, 18 I. Franko street, Akhtubinsk, Akhtubinsky distribution zone)	10,1	No. 080-14-17 dd 30.12.2014	Mobile TeleSystems JSC	30.12.14 - 30.12.15	no
25	Non-residential premises: 71 room, RPB-2, 1 Energetikov street, Astrakhan	6,0	No. 080-14-11 dd 30.12.2014	Mobile TeleSystems JSC	30.12.14 - 29.12.15	no
26	Place for installation of communication equipment (concrete pylon SK-26 and container with equipment of cellular base stations) 89 Kotelnaya street, Sovetsky district, Astrakhan	32,0	No. 080-14-10 dd 30.12.2014	Mobile TeleSystems JSC	01.01.2015 - 30.12.2015	no
27	Part of land plot located at: 204 Kramatorskaya street, Astrakhan	15,2	No. 080-14-21 dd 30.12.2014	Mobile TeleSystems JSC	30.12.2014 - 29.12.2015	no

28	Place for installation of equipment and place at antenna mast structure (89 Kotelnaya street, Astrakhan)	4,5	No. 080-14-06 dd 30.12.2014	Mobile TeleSystems JSC	01.01.2015 - 29.12.2015	no
29	Place for installation of equipment and place at antenna mast structure (189 Starovera street, Astrakhan)	4,5	No. 080-14-07 dd 30.12.2014	Osnova Telecom JSC	01.01.2014 - 29.12.2015	no
30	Place for installation of equipment and place at antenna mast structure (1B.Khmelnitskogo street, Astrakhan)	3,0	No. 080-14-04 dd 30.12.2014	Osnova Telecom JSC	30.12.2014 - 29.12.2015	no
31	Part of non-residential premises No. 44,0 sq.m., Located at: Kulakovsky village, Privolzhsky district, Astrakhan region	1,0	080-14-18 dd 30.12.2014	Osnova Telecom JSC	01.01.2015 - 29.12.2015	no
32	Place for installation of closed container (0.4 x 0.6m) with communication devices of cellular radiotelephone communication inside it, and place at antenna mast structure for installation of three-segment aerial (3 Gorniy pereulok, Trusovsky district, Astrakhan)	1,0	080-14-05 dd 30.12.2014	Osnova Telecom JSC	01.01.2015 - 29.12.2015	no
33	Place for installation of closed container (0.4 x 0.6m) with communication devices of cellular radiotelephone communication inside it, and place at antenna mast structure for installation of three-segment aerial (3 Gorniy pereulok, Trusovsky district, Astrakhan)	1,0	080-14-05 dd 30.12.2014	Osnova Telecom JSC	01.01.2016 - 29.12.2015	no
34	Place for installation of closed container (0.4 x 0.6m) with communication devices of cellular radiotelephone communication inside it, and place at antenna mast structure for installation of three-segment	1,0	080-14-05 dd 30.12.2014	Osnova Telecom JSC	01.01.2017 - 29.12.2015	no

	aerial (3 Gorniy pereulok, Trusovsky district, Astrakhan)					
“Volgogradenergo” Branch of “IDGC of the South” PJSC						
35	Administrative building (canteen), Volgograd, Lenina prospekt, 15	135,2	Contract No.347011 2310 dd 30.12.2011	Richetta LLC	from 16.01.2012	yes
36	Administrative building (office), Volgograd, Lenina prospekt, 15	6,4	Contract No.340000 00014871 dd 23.03.2015	Agency of Air Service “Airport-Service” LLC	from 01.01.2015 for 11 months	yes
37	Administrative building (office No.201), Volgograd, Lenina prospekt, 15	25,8	Contract No.340015 01002256 dd 03.03.2015	Private security firm “Kobalt-C” LLC	from 01.01.2015 for 11 months	yes
38	Administrative building (attic), Volgograd, Lenina prospekt, 15	5,2	Contract No. 877 dd 16.10.2006	“T2 Mobile” LLC	from 01.10.2006	yes
39	Radio mast, 139 Lenina prospekt, Uryupinsk, Volgograd region	11,0	Contract No. 877 dd 16.10.2006	“T2 Mobile” LLC	from 01.10.2006	yes
40	Radio mast, substation “Archedinskaya”, Mikhailovka village, Volgograd region	18,5	Contract No. 877 dd 16.10.2006	“T2 Mobile” LLC	from 01.10.2006	yes
41	Radio mast, substation “Kotluban”, village Ssamofalovka, Volgograd region	18,5	Contract No. 877 dd 16.10.2006	“T2 Mobile” LLC	from 01.10.2006	yes
42	Radio mast, substation “Zolotari”, Pallasovsky district, Volgograd region	18,0	Contract No. 877 dd 16.10.2006	“T2 Mobile” LLC	from 01.10.2006	yes
43	Radio mast, substation “Maxim Gorky”, village Gorkovsky, Volgograd	18,0	Contract No. 877 dd 16.10.2006	“T2 Mobile” LLC	from 01.10.2006	yes
44	Two-storey building of manufacturing building (A), 1A Granovitaya street, Volgograd	647,7	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
45	One and two-storey garage (buildings Б,И,Г1,Г2,Г3,Г9), 1A Granovitaya street, Volgograd	762,7	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes

46	Part of two-storey building (buildings B,3), 1A Granovitaya street, Volgograd	449,9	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
47	service room (building Г), 1A Granovitaya street, Volgograd	17,3	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
48	Warehouse (building Г4), 1A Granovitaya street, Volgograd	5,7	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
49	Warehouse (building Г5), 1A Granovitaya street, Volgograd	10	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
50	Warehouse (building Г6), 1A Granovitaya street, Volgograd	12	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
51	One-storey reinforced concrete building of a warehouse (building Д), 1A Granovitaya street, Volgograd	134,5	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
52	One-storey wooden building of dispatchers station (building Ж), 1A Granovitaya street, Volgograd	17,9	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
53	One-storey brick building of warehouse (building E),	265,7	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
54	Pavement (building V), 1A Granovitaya street, Volgograd	1257,0	Contract No. 1 dd 29.04.2010	FGC UES, JSC	from 01.09.2014	yes
55	Part of non-residential premises at administrative building (building A), 52 Gvardeiskaya street, Nikolayevsk, Volgograd region	74,1	Contract No.340015 01003972 dd 01.04.2015	Gazprom MezhrefionGaz LLC	from 01.04.2015	yes
56	Place for installation of container at antenna mast structure, 8 building, 220 Podstantsiy street, Petrov Val, Volgograd region	11	Contract No. 130 dd 11.07.2007	"T2 Mobile" LLC	FROM 01.09.2014	yes

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

57.	Non-residential Premises Type (group)of Capital	72,26 88,6 57,3	Renting relationship	Kalmenergosbyt JSC	from 01.11.2008 to	yes
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	<p>Asset: buildings:</p> <p>1)Ketchenerovsk Electric Grid District;</p> <p>2)Iki-burulsk Electric Grid District;</p> <p>3)Yashkulsk Electric Grid District;</p> <p>4)Preyutnensk Electric Grid District;</p> <p>5)Gorodovikovsk Electric Grids;</p> <p>6)Kaspiysk Electric Grids;</p> <p>7)Chernosemelsk Electric Grids;</p> <p>8)Sarpin Tidal Electric Station;</p> <p>9)Elista (car park boxes, Garages);</p> <p>Movable Assets:</p> <p>1)Type (group)of Capital Asset: machinery and equipment: refrigerator, fax machine, switchboard etc. (18 items in all)</p> <p>2) Type (group)of Capital Asset: industrial and household equipment: safe, storage wall, etc. (13 items in all)</p>	<p>66,5 79,9 56.0 76.0 157,4 172.0</p>	<p>aer still in force. The contract is being prepared for signing</p>		<p>30.10.2009</p>	
58.	<p>Premises of administrative building of Housing and Communal Services Enterprise, KOmsomolsky village, Vhernozemelsky district</p>	<p>12,1</p>	<p>Property rent contract No. 232 dd 01.10.2012</p>	<p>Federal state unitary enterprise "Russian TV and Radiobroadcasting Network (RTRS)"</p>	<p>01.10.2012 01.09.2013</p>	<p>yes</p>
"Rostovenergo" Branch of "IDGC of the South" PJSC						
59.	<p>Non-residential premises,</p>	<p>773,16</p>	<p>194/01/12</p>	<p>Energosbyt Rostovenergo JSC</p>	<p>01.03.2012 01.02.2013</p>	<p>yes</p>

	located on the territory of production unit of Rostovenergo. The list of premises is specified in Appendix 1 to the Contract.		/15550 5/25/12 01.03.2012			
60.	Parts of non-residential premises No.19, No.21-22-23-24-25, No.10-13-14, No.10, No.45, located at the 1 st , 2 nd floors and in the basement level of Culture Centre Energetik located at: 48 Semashko pereulok, Rostov-on-Don. The parts of the premises are used as dance studio	238, 6	136732/25/ 11 12.10.2011	Radchenko V.M.	12.10.2011 12.09.2012	yes
61.	Non-residential premises No.1013-14, located at the 2 nd floor Culture Centre Energetik located at: 48 Semashko pereulok, Rostov-on-Don. The premises are used as dance studio	54,3	61200130 000588 26.06.2013	Bardian S.V.	26.06.2013 26.05.2014	yes
62.	Non-residential premises No.43r, of total area 17,9 sq.m. and No.46, of total area 18,7 sq.m., located at Culture Centre Energetik located at: 48 Semashko pereulok, Rostov-on-Don. Premises are used for statutory activities of the contractor	36,6	163130/25/ 12 01.07.2012	Uspekhn Plus LLC	01.07.2012 01.06.2013	yes
63.	Non-residential premises No.19, in the basement level of Culture Centre Energetik located at: 48 Semashko pereulok, Rostov-on-Don. The premises are used as dance studio	78,7	141058/25/ 11 01.11.2011	Self-employed entrepreneur Krivosheina M.S.	01.11.2011 01.10.2012	yes
64.	Part of non-residential premises No.1011, At the 1 st floor of Culture	34,1	111260/11 03.02.2011	Ankudinova N.V.	01.01.2011 30.11.2011	Renewal is not provided for

	Centre Energetik located at: 48 Semashko pereulok, Rostov-on-Don. Premises are used as English language learning centre.					
65.	Partd of non-residential premises 1,5 sq.m. each, at administrative buildings of production department for installation of cash machines	1,5 x 9	138557/25/ 11 25.08.2011	KhFK Bank JSC «		25.08.2011 25.07.2012 yes
66.	Non-residential premises , located at: 49 B. Sadovaya street, Rostov-on-Don, at the 1 st floor, for installation of cash machines	12,1 2	68895/08 12.12.2008.	Center-Invest Bank JSC		01.01.2009 30.11.2009 yes
67.	Non-residential premises , rooms No.-No. 215-16-17-18-1920-22-23-24-2526-27-28-29-3033-35-36-37-3940-41-42-43-4445-46-47-48-49-50, No.21, No.32, No.38, No.12Б, Located at the 1 st floor of non-residential premises “A”, located at: 147b, 2-ya Krasnodarskaya street, Rostov-on-Don	544, 1	612014010 00512 31.01.2014.	Don-Restraunt-Service LLC		15 years from the date of the contract conclusion Renewal is not provided for
68.	Apartment. Area: total 83 sq.m. Floor: 3. Building: A. Apartment No.: 2, 35 Krepostnoy per., Kirovsky district, Rostov-on-Don,	83,0	295 dd 05.01.2004 298 dd 05.01.2004.	Lapt eva A.V., Nich ayev A.A.	not specifi ed not specifi ed	Currently, real property facilities are in the process of market valuation. In the future, the apartments will be offered to natural persons for the acquisition. The property is in actual use with payment for public facilities. A contract was
69.	Apartment. Area: total 68,5 sq.m. Floor: 3. Building: A. Apartment No.: 2, 35 Krepostnoy per., Kirovsky district, Rostov-on-Don, Russia,	68,5	from 05.01.2004. from 05.01.2004.	Starch enko N.Yu. Leiko A.A.	not specifi ed not specifi ed	

						concluded with Leiko A.A.; the agreement is in process of registration at Federal Service for State Registration, Cadastre and Cartography for Rostovregion.
Central Power Plant						
70.	Part of non-residential premises, room 303, administration building of central power station, located at: 324 Zoologicheskaya street, Rostov-on-Don, 44039	7,0	61201301000254 01.11.2013	Rosenergos ervis LLC	01.11.2013 30.09.2014	yes
71.	Non-residential premises of total area 15 sq.m. and space at tower at the hieth of 50metres, 54 Narodnaya street, Novocherkassk	15,0	63635/9/08/AP -12-H/97	Rostov mobile communica tions CJS	28.10.1997	For unspecif ied period, in the absense of refuse of the parties
Northeast Electric Grids						
72.	Non-residential premises with total area of 46,9 sq.m., (26 Geroyev Pionerov street, Kamensk-Shakhtinsky, Rostov region), catering for employees of production unit Northeast Electric Grids Rostovenergo	46,9	135392/25/11 27.09.2011	self- employed entrepreneur Galaktionov G. K.	27.09.2011 - 27.07.2012	yes
73.	Part of premises with total square 39,1 sq.m. at: Serviceman room at substation "Chebotovskaya". Area: total	39,1		Baidakova N.I. lives there since 1978, retired	In accordance with the registry of non-core assets , approved at the meeting of the BoD	

	100,7 sq.m. Inventory number: 5722. Building: A. Number of floors: 1, 3 Tsentralnaya street, Chebotovka village, Tarasovsky district				on 29.10.2010, the specified part of the premises of total area 39.1 sq.m. is planned for selling
74.	Premises of total area 48.7 sq.m at facilities: Building of Serviceman room at substation "Alifanovskaya". Area: 115.9 sq.m. Inventory number: 8/580. Building: A, a, a1. Number of floors: 1. 12 Linina street, Alifanov village, Tatsinsky district, Rostov region	48,7		Family of Bezrodn y N.M. (retired) lives there since 1980	In accordance with the registry of non-core assets , approved at the meeting of the BoD on 29.10.2010, the specified part of the premises of total area 48.7 sq.m. is planned for selling
75.	Serviceman room. Area: total 105,3 sq.m. Inventory number: 5102. Building: A,a,a1. Number of floors: 1. 13 Vostochnayua street, Kasahtanovsky village, oblilvsky district, Rostov region	105,3		Family of Tkachen ko N.V. (4 people) lives there since 1990	In accordance with the registry of non-core assets , approved at the meeting of the BoD on 29.10.2010, the premises are planned for selling
76.	Premises of total square 122 sq.m. at facilities: Serviceman room. Area: total 144 sq.m. Inventory number: 5102. Building: A,a,a1. Number of floors: 1. 6 Dachnaya street, Sosnovy village, Oblivsky district, Rostov region.	122,0		Family of Motorkin F.A. lives there since 1981	In accordance with the registry of non-core assets , approved at the meeting of the BoD on 09.04.2009, the premises (total square 114 sq.m.) are planned for selling
Southern Electric Grids					
77.	Canteen for employees of production department of Southern Electric Grids located at: 5 Liteiniy proezd,	38,5	146256/12/12 24.01.2012	Abanikova N.S.	24.01.2012 24.12.2012 yes

	Azov, Rostov region					
78.	Residential house: 24a Kooperativnaya street, Azov	54,1	64163/12/08 28.11.2003	Peshkov A.I. employee of “YuES Rostovene rgo”	till 28.11.200 8	actual use, new is being prepared
79.	Residential house: 24a Kooperativnaya street, Azov	54,5	64164/12/08 03.10.2003	Anferov A.V., employee of “YuES Rostovene rgo”	till 03.10.200 8	actual use, new is being prepared
80.	Residential house: 24b Kooperativnaya street, Azov	29,9	69154/08 04.10.2008	Moryakov A.V., employee of “YuES Rostovene rgo”	till 04.10.201 3	Prolongati on is not provided for
81.	Residential house: 24b Kooperativnaya street, Azov	33,3	8781/06 13.09.2006	Skripchen ko V.N.	till 13.09.202 6	Prolongati on is not provided for
82.	Residential house: 24b Kooperativnaya street, Azov	44,7	An agreement on division of the premises with total area of 44.7 sq.m. between Moryakov A.V.and Skripchenko V.N.			
Eastern Electric Grids						
83.	Part of non-residentila premises of total area 3 sq.m., located at: 22 Grishina street, Tsimlyansk	3	2-II/55079/07 29.12.2006	Center- Invest JSC	29.12.2006 31.10.2007	Unlimit ed prolong ation
84.	Non-residential Premises No.9, of total area 11,4 sq.m., located at the 5 th floor of maintenance building, located at: 22 Grishina street, Tsimlyansk	11,4	111109/11/11 01.04.2011	“Technic al inspectio n UES” CJSC	01.04.2011 29.02.2012	Contrac t is prolong ed till 23.10.2 014
85.	Non-residential premises No.1 - of total area 2,3 sq.m.; No.2- of total area 18,3 sq.m.; No.6 - of total area 48,1 sq.m., of total square	68,7	389/08/64660/08 01.01.2008	“Southern telecomm unication company” JSC	01.01.2008 30.11.2008	yes

	68,7 sq.m., located at: 39 Sovetskaya street, Progress village, Volgodonsky district,					
86.	Non-residential Premises No.2 - of total area 10,7 sq.m.; No.3 - of total area 21,6 sq.m., of total square 32,2 sq.m., located at: 22 Grishina street, Tsimlyansk Rostov region	32,2	109440/11/10 01.12.2010	self- employed entreprene ur Cherednya kova	01.12.2010 31.10.2011	yes
87.	Premises, of total square 31,9 sq.m., located at: 13 room, 22 Grishina street, Tsimlyansk	31,9	0-11/73619 01.04.2006.	Mengel V.T.	01.04.2006 30.04.2007	yes
88.	Premises, of total square 22,9 sq.m., located at: 3 room, 22 Grishina street, Tsimlyansk	22,9	0-10/73618 01.04.2006.	Turichenko A.A.	01.04.2006 30.04.2007	yes
89.	Premises, of total square 30,3 sq.m., located at: 6 room, 22 Grishina street, Tsimlyansk	30,3	0-6/73613 01.04.2006.	Shlyakht in O.N.	01.04.2006 30.04.2007	yes
90.	Premises, of total square 30,5 sq.m., located at: 10 room, 22 Grishina street, Tsimlyansk	30,5	0-3/73611 01.04.2006.	Bezverk hova M.A.	01.04.2006 30.04.2007	yes
91.	Premises, of total square 31,5 sq.m., located at: 8 room, 22 Grishina street, Tsimlyansk	31,5	0-2/73610 01.04.2006.	Kalmyko v S.I.	01.04.2006 30.04.2007	yes
92.	Premises, of total square 37,0 sq.m., located at: 17 room, 22 Grishina street, Tsimlyansk	37,0	0-9/73616 05.05.2006.	Ladygin S.V.	05.05.2006 31.05.2007	yes
93.	Premises, of total square 23,0 sq.m., located at: 7 room, 22 Grishina street, Tsimlyansk	23,0	0-1/73576 01.04.2006.	Veresov a Ye.G.	01.04.2006 30.04.2007	yes
94.	Premises No.4 - of total area 16,5 sq.m.; No.3 - of total area 12,5 sq.m.; No.5 - of total area 3,4 sq.m.; No.6 - of total area 1,5 sq.m., of total square 33,9 sq.m., located at the 2 nd floor of maintenance building located at: 22 Grishina street,	33,9	61201401000945 2 01.07.2014	Ylianov N.S.	01.07.2014 31.05.2015	yes

	Tsimlyansk					
95.	Premises No.7 - of total area 1,8 sq.m.; No.8 - of total area 3,9 sq.m.; No.10 - of total area 9,1 sq.m.; No.11 - of total area 10,7 sq.m., of total square 25,5 sq.m., located at the 3 rd floor of maintenance building located at: 22 Grishina street, Tsimlyansk	22,5	6120140100945 8 01.07.2014	Kustovsky S.A. .	01.07.2014 31.05.2015	yes
Nothern Electric Grids						
96.	Room with total area of 11,8 sq.m., located at: 34 Artilleriyskaya street, Millerovo village, Rostov region, Russia	11,8	6120140100428 3 05.06.2014	Insurance company "Soglasie" LLC	01.06.2014 30.04.2015	Prolongation is not provided for
97.	Room with total area of 11,8 sq.m., located at: 34 Artilleriyskaya street, Millerovo village, Rostov region, Russia	11,8	6120150100563 4 04.06.2015	Insurance company "Soglasie" LLC	01.05.2015 31.04.2016	Prolongation is not provided for
98.	Room with total area of 49,67 sq.m., located at: 34 Artilleriyskaya street, Millerovo village, Rostov region, Russia	49,67	61201401002103 27.03.2014	self-employed entrepreneur Ilminskaya T.N.	11.03.2014 11.02.2015	Prolongation is not provided for
99.	Room with total area of 49,67 sq.m., located at: 34 Artilleriyskaya street, Millerovo village, Rostov region, Russia	49,67	61201501001170 20.02.2015	self-employed entrepreneur Ilminskaya T.N.	11.02.2015 10.01.2016	Rent contract was cancelled on 01.06.2015 Additionla agreement dd 01.06.2015
100.	Room with total area of 49,67 sq.m., located at: : 34 Artilleriyskaya street,	49,67	6120150100657 4 19.06.2015	self-employed	08.06.2015 07.05.2016	Prolongation is not provided

	Millerovo village, Rostov region, Russia			entrepreneur Scherbakova L.N.		for
Southwest Electric Grids						
101.	Canteen building. Address: 144, Dzerzhiskiy street, Taganrog.	179.6	142617 09.12.2011	“Salen” LLC	09.12.2011 09.11.2012	yes
102.	Administrative Building of Repair and Production Base-3, type of Southwest Electric Grids Production Association, Letter A, ATM, 144 Dzerzhinskiy st. Taganrog	8	142874 01.07.2011	“Centre-Invest” Commercial Bank, JSC	01.07.2011 01.06.2012	yes
103.	Checkpoint Building, 144 Dzerzhinskiy st. Taganrog	24.8	142874 01.07.2011	“Centre-Invest” Commercial Bank, JSC	01.07.2011 01.06.2012	yes

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	Non-residential premises at the 1 st floor, address: 147, 2 nd Krasnodarskaya street, Rostov-on-Don, Sovetsky district, Rostov region	1571,6	Basis: excerpt from the minutes of meeting of the Management Board of “IDGC of the South” JSC No.65 dated 06.04.2012, acceptance and transfer certificate of the part of nonresidential building dated 01.01.2012. (certificate of state registration 61 AF No. 981624 от 26.08.2008)	since 01.01.2012. - for an unlimited period of time

2	Building, Letter A, location: 147/2 2-aya Krasnodarskaya st., Sovetskiy dc, Rostov on Don, Rostov Region	4789.1	Basis: Extract 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 9 203 ea amounting to 2 046 570,69 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	Since 12.05.2004 - without time restrictions

			12.05.2004.	
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.	Since 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
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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 complied on the basis of accounting report

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

In rubles unit of measurement: thousand rubles

Indicator	6 months of 2014	6 months of 2015
Net profit, %	-3.1	2
Return on equity, %	0.31	0.34
Return on assets, %	-0.95	0.68
Ratio of net profit, %	-3.9	-3.65
Uncovered loss amount as of the reported date	8 273 203	14 421 316
Ratio of uncovered loss rate as of the reported date to balance sheet	18.02	34.13

All indicators are calculated on the basis of existing methods of calculation

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:

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 same period of the previous year the net profit has increased from -3.1% to 2.0% due to increase of the 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. Indicator of assets turnover in the 2nd quarter of within 6 months of 2015 has increased due increase of assets amount the revenue by 1.4% and reduction of balance assets cost by 8.64%.

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 last year indicator increase and equals to 0.68% due to significant increase in of net profit education of balance assets cost.

Return on equity is the coefficient of net profit to equity and characterizes the efficiency of invested in organization of own funds. Compared to the same period of the previous year index value has decreased from -3.9% to -3.65% due to the increase in net income.

Profit for the 6 months of 2015 amounted 14 362 159 thousand rubles, which is by 1.4% more in comparison with indicator of the same period of the previous year. The main cause of increase in revenue is: changes in the structure of productive supply and tariffs growth.

The prime cost within 6 months of 2015 amounted 12 318 249 thousand rubles, which is higher in comparison to the same period of the previous year by 6.59%. The main cause of such growth is inflation.

The net income for 6 months of 2015 amounted to 286 722 thousand rubles, which is more than in the same period of the previous year.

The return on sales characterizes the efficiency of industrial and commercial

activity, estimates the cost of sales, shows the operating profit on the volume of the amount of the sales of the issuer. This is the main and the most frequently mentioned indicator of profitability. In other words, this ratio shows how much profit is retained by the Company after covering the cost of production. For 6 months of 2015 it amounted to 12.4%, which is lower than the corresponding figure for the same period of the previous year. The reason is the decline in profits from sales.

Capital turnover ratio reflects the rate of capital turnover of the issuer and as of the balance sheet date is equal to 0.3 (the level of the same period last year).

Factors that had impact on change of the issuer's sales, product, work and service proceeding and on change of the issuer's income (loss) from operations, in thousand rubles

indicator	6 months of 2014	6 months of 2015
Revenues (net) from sales of products (services), total, rub	14 163 850	14 362 159
Cost of products (services), total, rub	11 556 739	12 318 249
Gross profit, total, rub	2 607 111	2 043 910
Net profit (loss)	-438 113	286 722
ROE (Return on equity, cumulative), %	-3,9	-3,65

The structure of the Issuer's revenue in the reporting period was as follows:

- revenue from the transfer and transit of electricity – 14 178 949 rubles or 98.7%;
- revenue from technological connection of consumers – 93 318 rubles or 0.6%;
- revenue from other activities – 89 892 thousand rubles or 0.6%.

In comparison with the same period the revenue from transmission services has increased, revenue from grid connection services has decreased and revenue from other types of activities has increased.

Self-cost in comparison to the same period of 2014, has increased due to inflation.

Opinions of issuer's management bodies in relation to the causes or the effects on results of financial and economic activities are not the same: **no**

Member of the Board of Directors (Supervisory Board) of the Issuer, or a member of the collegial executive body has a special opinion on the above reasons and / or their impact on the financial performance of the issuer, as reflected in the minutes of the meeting (session) of the Board of Directors (Supervisory Board) of the Issuer or the collective executive body, which considered the relevant issues, and insists on including such opinion in the quarterly report: **no**

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 preparing accounting (financial) report: RAS

Unit of measurement for indicator "net fixed asset": thousand rubles

Indicator	6 months of 2012	6 months of 2013
Net fixed assets	-1 859 369	-5 986 247
Current ratio	0.88	0.69
Quick ratio	0.83	0.65

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 discharging of current debt.

The value of the net working capital of the Issuer as of 30.06.2015 amounted to

minus 5 986 247 thousand rubles. The decrease in net working capital in comparison to the same period of 2014 is explained by increase in short-term debt by 16.8% and reduction of current assets by 11.02%.

The current liquidity ratio indicates the extent to which current assets cover current liabilities of the organization, and allows us to estimate the amount of current assets per ruble of current liabilities. As of 30.06.2015 this ratio is 0.69. The recommended current liquidity ratio is not less than 0.84.

The quick ratio shows how much the most liquid assets cover current liabilities of the organization. As of 30.06.2015 the ratio was 0.65. The recommended value of quick ratio is not less than 0.5.

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

List of the issuer's financial investments which amount 5% and more percent of its total financial investments as of the closing date of the accounting period

Investments in equity securities

Type of securities: **shares**.

Full Company name of Issuer: **“Sokolovskoe Agricultural Enterprise”, Open Joint Stock Company**

Short Company name of the Issuer: **“PSKh Sokolovskoe”, JSC**

Location of the Issuer: **32 Kurskaya st. Sokolovo-Kundruchinskiy settlement, Novoshakhtinsk Russia**

TIN: 6151011887; PSRN: 1036151002667

Date of state registration of the issue (issues)	Register number	Registrating authority
15.01.2004	1-01-33837-E	Regional Department of Russian FCSM in Southern Federal District
14.12.2012	1-02-33839-E	Regional Department of Russian FCSM in Southern Federal District

Number of securities owned by the Issuer: **161 713 447**

Total nominal value of the securities owned by the Issuer: **129 370 758 RUR x 1**

Currency: **rubles**

Total book value of securities owned by the Issuer, rub: **178 640 453.77**

The issuer of the securities is a subsidiary and (or) dependent company in respect of the issuer that have drawn up this quarterly report

During 2013 the Company accrued dividends in the amount of 7 thousand rubles; the dividend were paid in full in 2014

Additional information: no

Type of securities: **shares**.

Full Company name of Issuer: **“Grechko A.A. Agricultural Enterprise” Open Joint Stock Company**

Short Company name of the Issuer: **“PSKh Grechko A.A.”JSC**

Location of the Issuer: **21 Teatralnaya st. Kuibyshevo village, Kuibyshev dc, Rostov Region, Russia**

Date of state registration of the issue (issues)	Register number	Registrating authority
15.01.2004	1-01-33837-E	Regional Department of Russian FCSM in Southern Federal District

Number of securities owned by the Issuer: **77 686 000**

Total nominal value of the securities owned by the Issuer: **77 686 000 RUR x 1**

Currency: **rubles**

Total book value of securities owned by the Issuer, rub: **79 972 216.44**

The issuer of the securities is a subsidiary and (or) dependent company in respect of the issuer that have drawn up this quarterly report

Dividends were not declared.

Additional information: no

Type of securities: **shares.**

Full Company name of Issuer: **“Energetik” Recreation centre” Open Joint Stock Company**

Short Company name of the Issuer **“Energetik” Recreation centre” JSC**

Location of the Issuer: **“Energetik” Recreation centre” JSC**

Date of state registration of the issue (issues)	Register number	Registrating authority
15.01.2004	1-01-33856-E	Regional Department of Russian FCSM in Southern Federal District
26.05.2011	1-02-33856-E	Regional Department of Russian FCSM in Southern Federal District
17.01.2013	1-03-33856-E	Regional Department of Russian FCSM in Southern Federal District

Number of securities owned by the Issuer: **111 279 355**

Total nominal value of the securities owned by the Issuer **50 075 710 RUR x 1000**

Currency: **rubles**

Total book value of securities owned by the Issuer, rub: **65 417 247.18**

The issuer of the securities is a subsidiary and (or) dependent company in respect of the issuer that have drawn up this quarterly report

Dividends were not declared.

Additional information: no

Type of securities: **shares.**

Full Company name of Issuer:

in Russian: **Открытое акционерное общество “Энергосервис Юга”,**

in English: **“Energoservis of the South” Open Joint Stock Company**

Short Company name of the Issuer in Russian: **ОАО «Энергосервис Юга»,** in English: **“Energoservis of the South” JSC**

Location of the Issuer: **49 Bolshaya Sadovaya st., Rostov-on-Don, Russian**

Federation, 344002; TIN 6164301167 ; PSRN 1106164005750

Date of state registration of the issue (issues)	number	Registration authority
25.02.2011	1-01-35378-E	Regional Department of Russian FCSM in Southern Federal District

Number of securities owned by the Issuer: 2 500

Total nominal value of the securities owned by the Issuer 2 500 000

Currency: RUB

Total book value of securities owned by the Issuer, rubles: 2 500 000

In 2013 the Company paid 25 thousand rubles of dividends, the dividends were paid out in full in 2014.

Additional information: no

Investments in non-equity securities

The issuer made a reserve for impairment of investments in securities

The amount of provision for impairment of securities at the beginning and the end of the last completed financial year prior to the date of the last reporting quarter:

As of 01.01.2015 a provision for impairment of investments amounted 237 984 301.00 rubles:

– contributions to the charter capital of subsidiary companies – 189 721 068,31 rubles

– investments in in joint activity - 48 263 232,69 rubles.

As of 30.06.2015 the reserve for impairment of financial investments amounted 233 813 994.31 rubles, including:

- investments in the subsidiaries' authorized capital – 185 550 761.62 rubles.

- investments in in joint activity – 48.263 232.69 rubles.

Other Financial Investment

Financial investment project: Construction and maintenance of Elista Gas and Steam Turbine Power Plant

Investment monetary value: **40 425 376.53**

Currency: RUB

level of income from financial investment project or the order of its determination, terms of payment:

Construction work is not completed which resulted in absence of income.

Additional information: no

Financial investment project: Construction and maintenance of Kalmykia Wind-power Plant

Investment monetary value: 7 837 856.16

Currency: RUB

Level of income from financial investment project or the order of its determination, terms of payment:

Construction work is not completed which resulted in absence of income.

Additional information: no

Information on the amount of potential losses related to bankruptcy of organizations (enterprises) in which investments were made; for each type of these investments: Commercial Court of Rostov region on 07.09.2015 (case №No.A53-10835/15) in respect of “PSKh named after Grechko” introduced a procedure of observation. In the event if the Company's subsidiaries and affiliates are recognized as bankrupt, the maximum potential losses will amount to 79 972 216.44 rubles (total book value of securities of subsidiaries and affiliates owned by the Company).

Information about losses is provided in the Issuer's assessment of financial investments shown in the financial statements of the Issuer for the period from the beginning of the financial year to the date of the last reporting quarter

Standards (rules) of accounting statements in accordance with which the Issuer made calculations reflected in this part of the quarterly report:

- The Federal Law № 402-FZ “On Accounting” dated 06.12.2011;
- Order of the Russian Finance Ministry № 34n dated 29.07.1998 “On Approval of Regulations on Accounting and Reporting in the Russian Federation”;
- Tax Code of the Russian Federation;

- PBU19/02 “Accounting of Financial Investments” approved by order of the Russian Finance Ministry No.126n dated 10.12.2002;

4.4. Intangible Assets of the Issuer

As of the end of reporting date

Unit of measurement: thousand rubles

Trademark	Undepreciated (replacement) value	Amortization charge
Total	24	17
Trademark	24	17

Standards (rules) of accounting in accordance with which the issuer gives 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: **30.06.2015**

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

“Innovative Development Programme of “IDGC of the South” JSC for 2011-2016 (hereinafter - the Programme) was developed in “IDGC of the South” JSC in 2011, approved by “IDGC Holding” JSC and approved by the Board of Directors of “IDGC of the South” JSC at the meeting held on 29 July 2011 (extract from the minutes of the meeting No.69/2011 dated 1 August 2011).

“The plan of implementation of the Programme of innovative development of “IDGC of the South” JSC for 2011-2016” was developed by JSC “IDGC of the South” JSC, approved by “IDGC Holding” JSC and approved by the order of “IDGC of the South” JSC No.528 dated 31 August 2011 “On programme of innovative development of “IDGC of the South” JSC.”

Based on the decision of the Board of Directors of “IDGC Holding” JSC adopted at the meeting held on 11 September 2012 (Minutes of the meeting No.94 dated

11.09.2012), on 14 October 2012 “IDGC of the South” JSC amended the Programme of innovative development. The adjusted Programme was agreed with “IDGC Holding” JSC and on 30 October 2012 approved at meeting of the Board of Directors of “IDGC of the South” JSC (Minutes of the meeting No.98/2012 dated 02.11.2012).

In accordance with the approved Programme of innovative development, the principle directions of the innovative development of “IDGC of the South” JSC:

- development of the methodical (regulatory) support;
- human resources development (personnel training);
- planning and implementation of research, development and technological works;
- implementation of “finished” effective innovative developments;
- enhancement of basic business processes;
- development of the information technologies and the IT infrastructure;
- enhancement of energy efficiency;
- developing and implementation of labour-saving activities.

Programme of innovative development, the principle directions of R&D works at “IDGC of the South” PJSC are:

- maintaining uninterrupted power supply to the consumers and minimizing the risks of technological disruptions in power grids;
- power loss decrease in distribution grids;
- optimization of management, improving the efficiency of financial, economic, operational and maintenance activities (development of advanced solutions and measures to improve the power grid complex maintenance systems);
- more efficient control over the parameters of ice and wind loads applied to the phase conductors and lightning protection cables for HVLs, improving the quality of field personnel decisions and preventing its mistakes during electric
- mode management, reduction of material costs for HVL maintenance with minimal material costs for icing early detection system maintenance;

- reduction of material costs for power grid complex facilities technical re-equipment;
- performing trial runs of next-generation electro technical equipment;
- development and introduction of modern diagnostics methods;
- enhancement of energy efficiency (introduction of energy-efficient equipment, lighting and microclimate control systems, power loss decrease in distribution grids, costs optimization);
- using power complex switchgear simulators to train the personnel;
- improvement of the regulatory, technical and methodological base;
- development of organizational and technical measures to improve the sustainability of facilities in emergency situations;
- enhancement of environmental and information security.

The adjusted Programme of innovative development contains approved “Plan of research, development and technological works of “IDGC of the South” JSC for 2011-2016”, which provides for the implementation of (including in 2015) R&D performed by contractors under the terms of contracts concluded with them, which will result from the preparation for mass deployment in the distribution grid complex of “IDGC of the South” PJSC, the latest models of electrical equipment and devices, as well as the most effective and advanced technologies.

As of 30 June 2015 between the “IDGC of the South” PJSC and contractors were signed 11 contracts, worth 127.92 million rubles, 10 contracts of which are accomplished and 1 contract is in progress, with the actual payment performed by “IDGC of the South” PJSC for the stages of R&D implemented by contractors amounting 115.424 million rubles, with the same planned value (the actual performance of 100%).

The actual payment by the “IDGC of the South” PJSC for the stages of R&D works performed by contractors within 6 months of 2015 is 3,322 million rubles.

At the same time “IDGC of the South” PJSC does not have accounts payable to the counterparties.

Among the accomplished R%D projects are:

1. Agreement dated 19 September 2011 No.743 to perform R&D works on project “Experimental operation of the device of short-circuit in neutral of 10 kV network on the basis of reclosers for the needs of the branch of “IDGC of the South” JSC – “Volgogradenergo”, concluded with “Group of companies “Tavrida Electric” JSC and providing for 3 stages of R&D, with a total value of 3 142 million rubles (including VAT).

As of 30 June 2015 all three stages of R&D project were carried out in full.

The effect of the project is the development and installation at transmission pylon No.310 between 10 kV power line No.17 of substation “Lebyazhye” and 10 kV power line of substation No.4 “Umet” of production department “Kamyshinskye Electric Networks” Volgogradenergo” of experimental-industrial sample of device short-circuit in the neutral of 10 kV network on the basis of reclosers and its commissioning.

2. Agreement dated 19 September 2011 No.2-476 / 11y / 742 on implementation of research and development works under the project “Research and development of methods for determining the efficiency of transport of electrical energy in conjunction with reactive power flows and indicators of quality of electric power in electric networks 110 kV”. The agreement was concluded with Federal State Budgetary Educational Institution of Higher Professional Education “National Research Polytechnic University of Tomsk” and provides for 3 phases of research and development works, with a total value of 9.0 million rubles (including VAT).

As of 30 June 2015 all the stages of R&D were carried out in full.

The actual results of R&D works were the acquisition of fundamental knowledge and development of “Guidelines and techniques for determining the efficiency of transport of electrical energy in conjunction with reactive power flows and indicators of quality of electric power in 110 kV electric networks” and “Guidelines for calculation of the basic and additional losses of electric energy that resulted from current unbalance and current distortion in 110 kV networks” as well

as their commissioning and entry into force in the branches of “ IDGC of South” PJSC – “Rostovenergo” and “Volgogradenergo” based on the requirements of the order of “IDGC of the South” JSC dated 11 June 2013 No.253 “On commissioning into operation the completed research and development work”

At the same time the actual payment by the “IDGC of the South” PJSC to its counterparty for the performance of the research and development work, was carried out in full and amounted to 9.0 million rubles due to the cost of electricity.

3. Agreement dated 19 September 2011 No.706 to perform research and development works under the project “Development of technical requirements and characteristics of the sources of DC control power installed at 6-10 kV power distribution stations, 35-110 kV substations, made on modern element base, with development of pattern models”. The agreement was concluded with “Inter-regional industrial association of technical staffing “Tekhnokomplekt” CJSC and presupposes 5 stages of research and development works, with a total value of 3.15 million rubles (including VAT).

As of 30 June 2015 all the stages of R&D were carried out in full.

The actual result of research and development works was the development of “Model pattern 706-001-TM.011 “Development of technical requirements and characteristics of the sources of DC control power installed at 6-10 kV power distribution stations, 35-110 kV substations, made on modern element base, with development of pattern models”, as well as its approval and enactment at the branches of “ IDGC of South” PJSC based on the requirements of the order of “IDGC of the South” JSC dated 11 June 2013 No.253 “On commissioning into operation the completed research and development work” and dated 7 March 2013 No.101 “On approval and enactment of the pattern model developed by “Inter-regional industrial association of technical staffing “Tekhnokomplekt” CJSC in order to ensure its maximum use during implementation of activities of “The investment programme on development of “IDGC of the South” JSC branches of in 2013 and fir years ahead” with the obligatory reference to the specific

distribution facilities which are subject to reconstruction and technical upgrading. Along with it, the actual payment by “IDGC of the South” PSJC to its counterparty for the performance of the research and development works, was carried out in full and amounted to 3.15 million rubles due to the cost of electricity.

4. Agreement dated 19 September 2011 No.745 to perform research and development works under the project “Introduction of a modern early icing detection system on 35-110 kV power lines” (branches of “IDGC of the South” JSC – “Volgogradenergo” and “Rostovenergo”). The agreement was concluded with “Scientific and Technical Centre “Instrument-Micro” and presupposes 5 stages of research and development works, with a total value of 18.78 million (including VAT).

As of 30 June 2015 all the stages of R&D were carried out in full.

Actual results of the research and development works: development and installation of a modern system of early icing detection on the control posts at transmission towers, phase conductors and ground wire of 35-110 kV overhead lines at branches of “IDGC of the South JSC – “Rostovenergo” and “Volgogradenergo”, as well as at premises of operative dispatching services, their production departments and dispatchers control centres for network management, as well as introduction into experimental operation on the basis of the requirements of the order of “IDGC of the South” JSC dated 25 June 2013 No.287 “On commissioning the equipment of the system of early icing detection on the phase conductors and ground wires of 35-110 kV overhead lines”, dated 12 August 2013 No.405 “On Amendments to the Order of “IDGC of the South” JSC d dated 25 June 2013 No.287 “On commissioning the equipment of the system of early icing detection on the phase conductors and ground wires of 35-110 kV overhead lines” and dated 14 January 2014 No.5 “On performing the experimental operation of the system of early icing detection installed on the phase conductors and ground wire of 35-110kV networks at branches of “IDGC of South” JSC – “Rostovenergo” and “Volgogradenergo” in order to improve the quality and

reliability of its work, providing a drastic reduction in material costs of “IDGC of the South” JSC for repair and operation and maintenance, increasing efficiency of preventive measures aimed to prevent the process of icing on the elements of 35-110kV overhead lines, as well as reducing the undersupply of electricity to consumers.

Along with it, the actual payment by the “IDGC of the South” PJSC to its counterparty for the performance of the R&D project, was carried out in full and amounted to 18.78 million rubles due to the cost of electricity.

5. Agreement dated 19 September 2011 No.2-475/11u/741 to perform research and development works under the project “Study of the influence of traction and other non-linear loads on 110kV electric networks on the quality and level of electric power losses”. The agreement was concluded with Federal State Budgetary Educational Institution of Higher Professional Education “National Research Tomsk Polytechnic University of Tomsk” and presupposes 3 phases of research and development works, with a total value of 12.0 million rubles (including VAT). As of 30 June 2015 all stages of R&D were carried out in full.

Actual results of R&D was the acquisition of fundamental knowledge and development of “Techniques for studying the influence of traction and other non-linear loads of 110kV electric networks on the quality and level of electric power losses” and “Guidelines for the calculation of basic and additional losses of electric energy that resulted from current unbalance and current distortion in 110 kV networks” as well as their commissioning and entry into force in the branches of “IDGC of South” PJSC – “Rostovenergo” and “Volgogradenergo” based on the requirements of the order of “IDGC of the South” JSC dated 11 June 2013 No.253 “On commissioning into operation the completed research and development works”.

Along with it, the actual payment by “IDGC of the South” PJSC to its counterparty for the performance of the stages of R&D works was carried out in full and amounted to 12.0 million rubles due to the cost of electricity.

6. The agreement dated 27 September 2011 No.727 to perform research and development works under the project on “Introduction of the microprocessor-based blocking of 110kV disconnectors of new generation (microelectronic and microprocessor electromagnetic lock with the installation of the prototype on a switchgear substation of the branch of “IDGC of South” JSC – “Rostovenergo”)/ The agreement was concluded with “The Scientific and Research Institute of Power Engineering Technologies” and presupposes 3 phases of R&D works, with a total value of 2.9 million rubles (VAT is not stipulated).

As of 30 June 2015 all the stages of R&D works were carried out in full.

The actual result of research and development works was the development and installation at electrical equipment on 10kV switchgear at 110/10kV substation “Nosovskaya” at Production Department “South-Western Electric Networks” of “Rostovenergo” of the following equipment: a microelectronic and microprocessor systems of electromagnetic locks, as well as its commission in experimental operation on the basis of the requirements of the orders of “IDGC of the South” JSC dated 22 July 2013 No.359 “On installation and commissioning in experimental operation of microprocessor and microelectronic systems of electromagnetic locks on 110/35/10 kV “Novikovskaya” substation”, dated 7 August 2013 No.392 “On Amendments to the Order of “IDGC of the South” JSC dated 22 July 2013 №359 “On installation and commissioning in experimental operation of microprocessor and microelectronic systems of electromagnetic locks on 110/35/10 kV “Novikovskaya” substation” and dated 21 January 2014 No.20 “On carrying out trial operation of microprocessor and microelectronic systems of electromagnetic lock installed on 110/10 kV substation “Novikovskaya” in order to objectively assess the effectiveness of its introduction and reliability, as well as to provide possibility of the comparative analysis of its technical characteristics and reliability, with the same parameters of traditional technical solutions.

Along with it, the actual payment by “IDGC of the South” PJSC to its counterparty for the performance of the stages of R&D works, was carried out in full and amounted to 2.9 million rubles due to the cost of electricity.

7. Agreement dated 19 September 2011 No.726 to perform research and development works under the project on “Elaboration of costing standards database for determining the cost of the repair and maintenance of electrical installations in the price level as of 1 January 2012”. The agreement was concluded with “Siberian Centre for pricing in construction, industry and power industry” and presupposed the implementation of four phases of research and development works with a total value of 12.057 million rubles (including VAT).

As of 30 June 2015 all the stages of research and development works were carried out in full.

Actual results of research and development works: elaboration of “Elaboration of costing standards database for determining the cost of the repair and maintenance of electrical installations of branch of “IDGC of the South” – “Rostovenergo”, the successful conduct of their examination by the Federal autonomous institution “Federal Centre for pricing of building materials in construction and industry”, as well as the approval and enactment at the branch of “IDGC of South” JSC – “Rostovenergo” on the basis of the requirements of the order of “IDGC of South” JSC dated 6 March 2014 No.138 “On approval and enactment of costing standards database for determining the cost of the repair and maintenance of electrical installations at branch of “IDGC of the South” – “Rostovenergo”, in order to ensure their use in the preparation (adjustment) of repair programme of branch of “ IDGC of South” PJSC – “Rostovenergo” in 2015 and subsequent years, along with those of their function development and software products used in the “IDGC of the South” PJSC.

Along with it, the actual payment by “IDGC of the South” PJSC to its counterparty for the performance of the stages of R&D works, was carried out in full and amounted to 12.057 million rubles due to the cost of electricity.

7. Agreement dated 31 October 2012 No.17/12-K/897 to prepare technical recommendations on project “Development of requirements document system for “IDGC of the South” JSC, based on the requirements of ISO 50001:2011”. The agreement was concluded with “FINEX Quality” CJSC and the project includes five stages, the total cost of the agreement - 5.894 million rubles (including VAT). As of 30 June 2015 all stages of the project were fully implemented.

Actual results of the project: “The Regulations on the Energy Management System of “IDGC of the South” JSC” and “The Regulations on the Energy Management System of Subsidiary Companies of “Rossetti” JSC, as well as their approval and implementation were approved and introduced at branches of “IDGC of the South” JSC on the basis of orders of “IDGC of the South” JSC No.732 dated 26 December 2013 “On approval and introduction of the Regulations on the Energy Management System of “IDGC of the South” JSC” and order No.760 dated 30 December 2013 “On approval and introduction of the Regulations on the Energy Management System of Subsidiary Companies of “Rossetti” JSC” in order to maximize the management of further activities in the areas of management, energy saving and energy efficiency.

Along with it, the actual payment by “IDGC of the South” PJSC to its counterparty for the performance of the stages of engineering development, was carried out in full and amounted to 5.894 million rubles due to the cost of electricity.

8. Agreement dated 10 May 2012 No.12/027/628 to perform research and development works under the project “Creation at the modern hardware components base and introduction into trial operation of a set of selective protection of single-phase ground fault in compensated and non-compensated voltage of 6-35 kV networks, based on the definition of a single-phase ground fault in the transient and steady processes”. The agreement was concluded with “Scientific and Research Engineering Center of Interregional Distribution Grid Companies” JSC and presupposes implementation of 6 stages of research and development works with a total value of 33.0 million rubles (including VAT).

As of 30 June 2015 all stages of research and development works were carried out in full.

The actual result of this project is development of 3 prototypes of individual protection devices from a single phase earth fault of the type “TOP 110-ИЗН” and 2 prototypes of centralized selective signaling devices of type “Bresler-0107.OPF.” The prototypes were installed at 6kV closed switchgear of 110/6kV substation “Olympiyskaya” which is serviced by “Right-bank electric networks” (branch of “Volgogradenergo”), the prototypes were put into operation on the basis of the order of “IDGC of the South” JSC No.231 dd 15 April 2014 “On putting into operation single phase-to-ground fault protection and centralized selective signaling devices at 110/6kV substation “Olympiyskaya”, and on the basis of order of “Volgogradenergo” JSC No. 1400-П/463 dd 20 May 2014 “ On putting into operation single phase-to-ground fault protection and centralized selective signaling devices at 110/6kV substation “Olympiyskaya” and order No. 1400/P/17 dd 31 January 2014 “On operation testing of signaling of selective determination of single-phase ground fault ", respectively, in connection with the need to gain experience of their operation”.

Along with it, the actual payment by “IDGC of the South” PJSC to its counterparty for the performance of the stages of engineering development, was carried out in full and amounted to 33.0 million rubles due to the cost of electricity.

9. Agreement dated 9 November 2012 No.891 to perform development project on the topic “Development of educational materials for training staff at the electrical switchgear equipment with use of switching power system simulator” was carried out in accordance with the terms of agreement concluded with “Inter-regional industrial association of technical staffing “Tekhnokomplekt” CJSC and presupposes implementation of 5 stages of development works with a total value of 15.501 million rubles (including VAT).

As of 30 June 2015 all the stages of development works are carried out in full.

The actual results of performance of the development project was the development

of electrical equipment simulator for switchgear of power systems, its installation in classrooms No.116 and No.116A at the premises of “Training centre “Energetik”, located at: 147, Vtoraya Krasnodarskysya street, Sovetsky district; the simulator was recognized (the introduction of fixed assets) as fixed asset of the branch of “IDGC of South” – “Rostovenergo”, based on the requirements of the order of “IDGC of the South” JSC No.853 dated 11 December 2014 “On commission of simulator at distribution devices and provision of educational materials for conducting trainings at the equipment” and the order of the branch of “IDGC of South” – “Rostovenergo” No.466-A dated 16 December 2014 “On commissioning simulator for switchgear of power systems and training materials for the training of personnel at the electrical equipment of the power systems”, as well as the development of teaching materials for training the staff at the electrical equipment of distribution devices using the simulator (Methodological guide for practical work at the simulator of switchgear devices “Educational and methodological support VISP.9652283.05”) and its approval and implementation of the requirements on the basis of the above-mentioned order of “IDGC of the South” JSC.

Along with it, the actual payment by “IDGC of the South” PJSC to its counterparty for the performance of the stages of R&D works was carried out in full and amounted to 15.501 million rubles due to the cost of electricity.

Current contracts/agreements on research and development works:

11. Contract dated 27 March 2015 No.10001501000041 to perform research and development works under the project “Development of an integrated system of specialized monitoring, forecasting and support when taking strategical management decisions in the event of severe weather impacts in the area of operational responsibility of “IDGC of the South” JSC. The contract was concluded with “Management Company “DonGIS” and presupposes the implementation of 6 stages of research and development works for a total value of 12.496 million rubles (including VAT).

As of 30 June 2015 the 1st stage of research and development works was in progress.

The actual payment by “IDGC of the South” PJSC to its counterparty for the performance of the stages of research and development works, have not been carried out.

Under the terms of agreement between “IDGC of the South” JSC and “Research and Technology Centre “Instrument-Micro”, considered to be completed in full on 19 September 2011 No.745 under research and development project “On commissioning the equipment of the system of early icing detection on the phase conductors and ground wires of 35-110 kV overhead lines” (at branches of “IDGC of the South JSC – “Rostovenergo” and “Volgogradenergo”), based on the application submitted to the Federal State Institution “Federal Institute of Industrial Property of Federal Intellectual Property, Patent and Trademark Service” on 28 November 2011 No.2011148052 / 07, in 2012, “IDGC of the South” JSC received a patent for utility model No.116705 “The device of detection deposits on the wire of anchor span at overhead transmission line” (hereinafter – the Patent), which on 27 May 2012 was published and registered by the State Register of Utility Models of the Russian Federation (expires on 28 November 2021).

The formula of useful model “Device detection of deposits on the wire of anchor span of overhead power line (VL) containing, embedded to Y-shaped suspension insulator strings, sensors of ice with installed temperature sensors and a multi-channel controllers, characterized in that the device has an additional force-measuring sensor, which is installed in such a way that it forms with one of the available sensors of icing a V-shaped suspension insulator strings, and its output is connected to the corresponding output controller polling”.

Under the terms of agreement dated 27 September 2011 No.727 to perform research and development works under the project on “Introduction of the microprocessor-based blocking of 110kV disconnectors of new generation (microelectronic and microprocessor electromagnetic blocking with the installation

of the prototype on a switchgear substation of the branch of “IDGC of South” JSC – “Rostovenergo”), based on the application submitted to the Federal State Institution “Federal Institute of Industrial Property of Federal Intellectual Property, Patent and Trademark Service” on 19 December 2012 No.2012155406/07 in 2015, “IDGC of the South” JSC received a patent for utility model No.151377 “Electromagnetic blocking device for switchgear equipment”, which on March 3 2015 was published and registered in the State Register of Utility Models of the Russian Federation (expires on 19 December 2022).

Formula of invention: “The device is an electromagnetic blocking of switchgear devices, which comprises a system of contactless sensors of position of the switching devices, block-locks on the drives of switching devices and electromagnetic key, characterized in that there were additionally installed individual sensors of state of the switching device, combined with the help of the data bus and consisting of the input unit, which receives information from contactless condition sensors and transmitting it to the data processing unit, which forms a permitting or blocking signal for the unit of input transducers and further to the locks of electromagnetic block through the exchange of data with the memory unit and data transmission unit that receives and transmits information using a data bus”.

In accordance with the terms of contract concluded between “IDGC of the south” JSC and “Scientific and Research Engineering Center of Interregional Distribution Grid Companies” JSC on 10 May 2012 No. 12/027/628 “Creation of at the modern hardware components base and introduction into trial operation of a set of selective protection of single-phase ground fault in compensated and non-compensated voltage of 6-35 kV networks, based on the definition of a single-phase ground fault in the transient and steady processes”, based on the application submitted to the Federal State Institution “Federal Institute of Industrial Property of Federal Intellectual Property, Patent and Trademark Service” on 10 September 2013 No.2013141284/07 in 2015. “IDGC of the South” JSC received a patent for

the invention No.2550348 "Protection device from single-phase ground fault at overhead and cable lines of 6-35 kV distribution networks", which on 9 April 2015 was published and registered by the State Register of Utility Models of the Russian Federation (expires on 10 September 2033).

Formula of invention: "A method of centralized selective protection against earth faults in electrical distribution networks, in which zero sequences of all outgoing connections are measured, current connections are selected, exceeding the minimum prescribed level, the base signal is formed, the measured zero sequence currents of all outgoing connections are compared to the baseline signal, the damaged outgoing connections are determined, characterized in that if the conditions of a damaged connection are not performed for none of the outgoing connections, it is decided that a ground fault has occurred on the bushing or in the winding of the supply transformer"

Formula of invention: "Device for single-phase ground fault protection at overhead and cable lines of 6-35 kV distribution network includes: directional element which consists of tracking transformers of current and voltage of transformer type, two low-pass filters, two filter alarm with components, comparison circuits of signs of current and voltage, two monostable multivibrators, two inhibit circuits and fault detector which consists of a filter of industrial frequency, one inhibit circuit, voltage relay, but also contains an element "AND", element of time, two output relays, along with it an input of tracking current converter of transformer type which is connected with the secondary chains of residual current of the protected line, and exit through the series connection of the first filter alarm components and the first low-pass filter coupled to the first input of the comparator circuit signs of current and voltage, the input of tracking voltage converter of transformer type is connected to the secondary circuits of the residual voltage section (system) of bus bars to which is connected a protected line and the first output through series connected second filter with emergency components and a second low pass filter coupled to the second input of the comparison circuit

marks voltage and current, the second output of tracking inverter of transformer type via filter discharge power frequency connected to the input relay voltage output is connected to a first input of the “AND” and through the first inhibit circuit is connected to the input of inhibit of the first monostable, the first output of the comparison circuit signs of the current and voltage is connected to the enabling input of the first monostable multivibrator, whose output is coupled to a second input of the “AND” and input of the second inhibit circuit, , and the second output of the scheme for comparison of the current and the voltage with enable input of the second monostable multivibrator, whose output is connected to the input of the third inhibit circuit and the input of the first output switch, the output of the third inhibit element is connected to the inhibit element of the first monostable multivibrator, an output of second inhibit element is connected with inhibit entrance of the second monostable, the output of the element “AND” is coupled to a second input of the “AND” and through the element of time to the input of the second output switch, characterized in that there are additional three threshold elements and three output relay, the filter power frequency, comparison circuit, element “AND” element “OR” and a time element, the input of the first additional output relay through an additional time element is connected to the output of an additional element “OR”, the first input is coupled to an output of the first additional threshold body having an input connected to the output of an additional filter of industry frequency having an input connected to the output of the tracking current converter of transformer type, and the second input of the additional element “OR” is connected to the voltage relay, the second output of tracking inverter of transformer type through a filter of industrial frequency is connected to the first input of further comparison element, a second input connected with the output of additional filter of power frequency, the first output of the additional comparator circuit via a second additional threshold element is connected to the first input of an additional element of “AND” and the second output of the additional comparator circuit through the third additional threshold

element is connected to the second auxiliary relay output, the output of an additional element “AND” is connected to the first input of the additional element “AND” and with a third additional output relay, and the second input of the additional element “AND” is connected to the output voltage relay”.

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

During the reporting quarter there were no changes in the information disclosed in this chapter

4.7. Analysis of Factors and Conditions Influencing the Issuer’s Activity

During the reporting quarter there were no changes in the information disclosed in this chapter

4.8. Business Competitors of the Issuer.

During the reporting quarter there were no changes in the information disclosed in this chapter

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 Authorities

Description of the issuer’s management bodies and their competence in accordance with the charter (constituent documents) of the issuer:

In accordance with the paragraph 9.1 article 9 of the Company’s Charter, the management bodies of the Company are:

- General Shareholders Meeting;
- Board of Directors;
- Management Board;
- Director General.

The Company supreme management body is the general shareholders meeting. In accordance with the paragraph 10.2 article 10 of the Company’s

Charter the items falling within the competence of the general shareholders meeting are the following:

- 1) introduction of alternations and amendments in the Charter and approval of new version;
- 2) restructuring of the Company;
- 3) liquidation of the Company; appointment of the liquidation committee and the approval of the interim and final liquidation balances;
- 4) determination of the amount, nominal value, category (type) of declared shares and attached rights to shares;
- 5) increase of the authorized capital by reducing the nominal value of shares or by placing additional shares;
- 6) reduction of the Company's authorized capital by decreasing the nominal value of the shares, through the acquisition by the Company the part of shares with the view of reducing their total amount or with the view of repaying of the acquired or paid out shares;
- 7) reverse stock split;
- 8) making the decision on placing bonds convertible to shares and other securities;
- 9) determination of the quantitative structure of the Board of Directors, election of members and the early termination of the authorities;
- 10) election of the members of the Auditing Committee of the Company and the early termination of the authorities;
- 11) appointment of the Company's Auditor;
- 12) making the decision on the transfer of the sole executive body authority to the managing organization (managing director) and on the early termination of the authority;
- 13) approval of annual reports, annual accounting statements, including profit and loss statements (profit and loss accounts) of the Company, and distribution of profit including payment (declaration) of dividends, except for the profit distributed in the form of dividends by the results of the first quarter, half-year,

- nine months of fiscal year, and losses of the Company by the results of fiscal year;
- 14) payment (announcement) of dividends by the results of the first quarter, half a year, nine months of the financial year;
 - 15) determination of the procedure for holding the general meeting of Company's shareholders;
 - 16) adopting decision on the approval of deals in cases stipulated by Article 83 of the Federal Law "On Joint Stock Companies";
 - 17) making decision on the approval of large deals in cases stipulated by Article 79 of the Federal Law "On Joint Stock Companies";
 - 18) making decision on the participation in holding companies, financial and industrial groups, associations and other unions of for-profit organizations;
 - 19) approval of the internal documents regulating the activity of the Company's bodies;
 - 20) making decision on paying to members of the Auditing Committee remunerations and/or compensations;
 - 21) making decision on paying to members of the Company's Board of Directors remunerations and/or compensations;
 - 22) decisions on filing an application on delisting Company's shares and (or) issuance securities convertible to shares;
 - 23) solution of other issues stipulated by the Federal Law "On Joint Stock Companies".

Issues that are in the competence of the general shareholders meeting sphere should not be transferred for decision-making to the Board of Directors and the Director General of the Company.

The general shareholders meeting shall not be entitled to take decisions which are not referred to its competence by the Federal Law "On joint-stock companies".

The Company's Board of Directors is collegiate management body that controls activity of the Sole executive body of the Company and performs functions determined in accordance with the law or the Company's Charter.

The Company's Board of Directors performs general management of the Company's activity, except for the decision on the questions referred to the exceptional competence of the general shareholders meeting by the Federal Law "On Joint Stock Companies" and the Charter.

In accordance with the paragraph 15.1 of article 15 of the Company's Charter the issues concerning the competence of the Board of Directors are as follows:

- setting the business priorities of the Company's activity and Company's development strategies;
- convocation of the annual and extraordinary general meetings, except for the cases stipulated by item 14.8 of Article 14 of the Charter and declaration of the new General Meeting date to be held instead of a failed one due to absence of quorum;
- approval of the agenda for general shareholders meeting;
- election of the Secretary for general shareholders meeting;
- fixing the date of drawing up the list of persons entitled to participate in the general shareholders meeting, and estimate of costs for preparation and carrying out the Company general shareholders meeting and making decisions on other issues related to preparation and holding of the General Meeting of the Company's Shareholders;
- introduction for the decision of the general meeting of the shareholders of the Company issues stipulated by subparagraphs 2, 5, 7, 8, 12-20 of Item 10.2 of Article 10 of the Charter, as well as on the reduction of the authorized capital of the Company by reducing the net value of the shares, as well as fixing the date of making the list of persons entitled to receive dividends;
- placement of additional shares, into which preferred shares placed by the Company of a certain type are converted, convertible into common shares or preferred shares of other types, if such a placement is not associated with an increase in the authorized capital of the Company, as well as placement of bonds or

other equity securities other than shares; Eurobond issue and determining policy in the sphere of the issue of securities (except for shares) and Eurobonds;

- approval of the decision on securities issue, prospect of securities, the report on the results of the issue of securities, approval of the reports on the results of the acquisition of the shares of the Company from its shareholders, reports on the redemption of shares, reports on the results of the demands by the shareholders of the Company on the redemption of the shares owned by them;

- determining the price (monetary value) of the property, the price of the placement and acquisition of emission securities in cases envisaged by the Federal Law “On Joint Stock Companies” as well as while solving issues stipulated in subitems 11, 22, 38 of Item 15.1 of Article 15 of the Charter;

- acquisition of the shares, bonds and other securities placed by the Company in cases stipulated by the Federal Law “On Joint Stock Companies”;

- carve-out (selling) shares received by the Company for the disposal as a result of the acquisition or redemption from the Company’s shareholders, as well as in other cases stipulated by the Federal Law “On Joint Stock Companies”;

- election of the Director General of the Company and early termination of the powers including the decision making on early termination of the labour contract with Director General;

- determining the quantitative structure of the Company’s Management Board, election of members of the Company Board, establishment of compensations and remunerations paid to them, preschedule termination of their powers, including early termination of labour contracts with them;

- recommendations to the general meeting of the Company’s shareholders on the amount of remunerations and compensations paid to the members of the Auditing Committee and determination of the remuneration of the Auditor’s services;

- recommendations on the amount of the dividend per shares and the procedure for payment;

- approval of the Company’s internal documents determining the procedure for the formation and use of the Company’s funds;
- making the decision on the use of the funds, approval of the cost estimates for the use of special purpose funds and consideration of the implementation results of cost estimates for the use of special purpose funds;
- approval of the internal documents of the Company except for internal documents, the approval of which is referred to the competence of the general meeting of the shareholders of the Company and other internal documents of the Company, the approval of which is referred to the competence of the executive bodies of the Company;
- approval of the business plan (revised business plan) including the investment program and report on results of its execution, as well as approval of key indicators of cash flows of the Company;
- examination of investment programme, including amendments;
- foundation of branches and offices of the Company, liquidation, as well as amending the Company’s Charter in connection with establishing branches, offices of the Company (including change of the data on names and locations of branches and offices of the Company).
- decision-making on Company’s share in other organizations (on incorporation with the operating organization or establishing new organization, including coordination of the foundation documents), as well as on purchase, carve-out and charging of shares and stakes in the authorized capitals of the organizations, in which the Company participates, change of the stake of participation in the authorized capital of the corresponding organization, and termination of Company’s participation in other organizations;
- determination of the Company’s credit policy as to provision by the Company of loans, making credit contracts and loan contracts, issuing of guarantees, acquisition of liabilities on bills (issuing of ordinary and transfer bill), transfer of property in pledge and making the decision on the above mentioned deals of the Company in

cases when the procedure for the decision-making of them is not determined by the credit policy of the Company as well as decision making in the order stipulated by the Company's credit policy on bringing the debt situation of the Company to limits determined by the Company's credit policy;

– approval of the large deals in cases stipulated by Chapter X of the Federal Law “On Joint Stock Companies”;

– approval of deals in cases stipulated by Chapter XI of the Federal Law “On Joint Stock Companies”;

– approval of the Company's registrar, terms of contract with the registrar, as well as termination of the agreement with him;

– election of the Company Board of Directors Chairperson and the early termination of chairman's authorities;

– election of the Company Board of Directors Deputy Chairperson and the early termination of deputy's authorities;

– election of the Company's Corporate Secretary and the early termination of secretary's authorities;

– preliminary approval of decisions on deals of the Company connected with the gratuitous transfer of Company's property or property rights (requirement) to company or the third party, deals connected with the liberation from property liabilities to company or the third party, deals connected with the gratuitous rendering of services by the Company (carrying out of works) to the third party, in cases (amount) determined by the special decision of the Company's Board of Directors, decision-making on the given deals by the Company in cases when the above-mentioned cases (Amount) are not determined;

– 31) decision-making on suspension of managing organization (managing director) authorities;

– 32) decision-making on the appointing the acting Director General of the Company and his calling to an account;

- 33) calling to disciplinary liability of Company's Director General and Management Board members and remuneration of Director General in accordance with the labour legislation of Russian Federation;
- consideration of the reports of the Director General on the Company's activity (including the report on carrying out of functions) on the implementation of the general meeting decisions and Board of Directors;
- approval of the procedure for the interaction of the Company with the organizations, in which the Company participates;
- definition of Company's position (representatives of the Company), including the assignment to participate or not in voting on the agenda items, to vote "for", "against" or "abstained", on the following items of the agenda of general shareholders (participants) meetings of affiliated and dependent companies (further on called ADC) (except for cases when functions of the ADC general shareholders meetings are carried out by the Company's Board of Directors), and meetings of the ADC boards of directors (except for an item on approval the agenda of the general meetings of shareholders ADC when functions of the ADC general shareholders meeting are carried out by the Company's Board of Directors):
 - on the determining the agenda of the general shareholders meeting (participants) of ADC (except those where the Company owns 100% of authorized capital);
 - on the reorganization and liquidation of ADC;
 - on the determination of the quantitative composition of the Board of Directors of ADC, nomination and election of its members and the early termination of their powers, nomination, election of AAC sole executive body and early termination of its powers;
 - on the determination of the number, nominal value, category (type) of the authorized shares of ADC and the rights attached to shares;
 - on the multiplying the ADC authorized capital by means of increasing of the nominal value of shares or placing additional shares;
 - on placement of ADC securities convertible to ordinary shares;

- on the fractioning of ADC shares and reserve split;
- on the approval of large deals, made by the ADC;
- on the participation of ADC in other organizations (on entering the existing organization or on the foundation of the new one), as well as on the acquisition, alienation, encumbrance of shares and parts in the authorized capitals of the organizations, in which ADC participates, changes in the part of the participation in the authorized capital of the respective organization;
- on the deals made by ADC (including several associated deals) connected with the alienation or the possibility of alienation of property, representing fixed assets, non-material assets, objects of unfinished construction, the purpose of the use of which is the production, transmission, dispatching, distribution of electric and heating power in cases (amount) by the procedure of interrelations of the Company with organizations in which the Company participates, approved by the Company's Board of Directors;
- on the introduction of alternations and amendments in the constituent documents of ADC;
- on the determination of the procedure of remuneration payments to the members of the Board of Directors and Auditing Committee of ADC;
- on the approval of target meanings of key performance indicators (corrected target meanings of key performance indicators);
- on the approval of the report on the implementation planned features of annual and quarter key performance indicators;
- on business plan approval (revised business plan), including investment programme and quarterly report on results of its implementation;
- on the approval (consideration) of the report on business plan implementation;
- on the approval of the distribution of profits and losses on the results of the financial year;
- on the recommendations on the amount of dividend on shares and the procedure of its payment;

- on payment (declaration) of dividends following the results of the first quarter, half of a year, nine months of a financial year as well as following the results of a financial year;
- on the approval (revision) of the investment program;
- on the approval (consideration) of the report on the investment program implementation;
- on reduction of the authorized capital of subsidiaries and affiliates by reducing the nominal value of shares through the acquisition of subsidiaries and affiliates' shares in order to reduce their total number, as well as by redemption of repurchased shares of subsidiaries and affiliates;
- determination of the credit policy of the ADC in respect of provision of loans, making credit contracts and loan agreements, issue of guarantees, commitments on bills (issuing of ordinary and transfer bill), property mortgage and making decisions about the subsidiaries and affiliates of such transactions when the procedure for making decisions on them is not determined by the credit policy of subsidiaries and affiliates, as well as the adoption in the manner prescribed by the credit policy of ADC on bringing the debt position of ADC in line with the limits established by the credit policy of the ADC report on the review of the credit policy of ADC, the approval of the loan plan of ADC on the approval of the plan of development of ADC, the adjusted plan of development of ADC, on the consideration of the report on the implementation of the plan of development of ADC;
- determination of the opinion of the Company (representatives of the Company) on the following items of the agenda of the ADC Board of Directors meetings (including the order to participate or not to participate in the vote on the items of the agenda, to vote “for”, “against”, or “abstained”):
 - a) on determination of the ADC representatives position on the items of general shareholders meetings agenda (participants) and the meetings of the Board of Directors of the affiliated and dependent entities in respect of ADC, concerning

the approval of deals, including several associated deals, connected with alienation or the possibility of alienation of the property representing fixed assets, immaterial assets, objects of unfinished construction, the purpose of the use of which is the production, transmission, dispatching, distribution of electric and heating power in cases (amount) determined by the procedure of interrelations of the Company with organizations in which the Company participates, approved by Company's Board of Directors;

b) on determination of the ADC representatives position on the items of the agenda of the general shareholders (participants) meetings and meetings of the Board of Directors of the affiliated and dependent companies in respect of ADC, participating in the production, transmission, dispatching, distribution of electric and heating power, reorganization and liquidation, increase of the authorized capital of the given companies by increasing the nominal value of shares or by placing additional shares, securities convertible into ordinary shares;

– preliminary approval of decisions on Company's accomplishment of:

a) transaction dealing with non-current assets of the Company in the amount exceeding 10 percent of the balance sheet value of the assets as of the last reporting day;

b) transactions (including several associated transactions) connected with acquisition or disposal of the real estate forming the fixed assets, intangible assets, objects of construction-in-progress with aim of usage for production, transmission, dispatching, distribution of electric and heat energy in cases (amounts) determined by special decisions of Company's Board of Directors, or if such cases are not determined;

c) transactions (including several associated transactions) connected with acquisition or disposal of the real estate forming the fixed assets, intangible assets, objects of construction-in-progress which aim of usage is not production, transmission, dispatching, distribution of electric and heat energy in cases (amounts) determined by special decisions of Company's Board of Directors or if

such cases are not determined;

d) preliminary approval of transactions of Company's real estate, including lands, objects of construction-in-process in cases determined by special decision of Company's Board of Directors (for instance, by fixing the amount and/or listing) as well as any other above-mentioned transactions with real estate, including lands, objects of constructions-in-progress if such cases (amounts, list) are not determined;

e) transactions for receiving or transferring of fixed assets for temporary possession and use or for temporary use for a period of more than 5 years, in cases (amounts) determined by separate decisions of the Board of Directors, or if such cases (amounts) are not determined by Company's Board of Directors;

- nomination by the Company candidates for elections to the position of the sole executive body, to other bodies of management, bodies of control, and nominations for the Auditor of the organizations, in which the Company participates, carrying out production, transmission, dispatching, distribution and sales of electric and heating power, as well as the repairs and maintenance types of activities;

- finding out ways of insurance protection of the Company including the approval of the Insurer of the Company;

- approval of the structure of the Company's executive body and its amending;

- approval of nominees for particular positions at Company's executive body defined by the Company's Board of Directors;

- approval of regulation on remuneration of Director General, regulations on remunerations to supreme Company's management, compiling the registry of top managers;

- preliminary approval of labour contracts, agreements concluded by the Company to legitimate labour relations, and approval of documents on non-state pension provision of Company's workers;

- establishment of committees attached to Company’s Board of Directors, election of Committee members and early termination of the authorities of members, election and early termination of committees chairmen’s authorities;
- election of independent appraiser (appraisers) for setting value of shares, property and other Company’s assets in cases stipulated by Federal Law “Joint Stock Companies”, the Charter as well as other decisions of Company’s Board of Directors;
- election of financial adviser as per the Federal Law “Securities market” as well as candidates for bookrunners and consultant of transactions directly related to attraction of financial borrowings in the form of public borrowings;
- preliminary approval of transactions, that could result in liabilities, expressed in foreign currency (or liabilities which volume is counted in foreign currency) in cases and amounts determined by separate decisions of the Company’s Board of Directors and if the cases (amounts) are not determined by the Company’s Board of Directors; specifying company’s policy in the area of transactions with financial instruments;
- determination of the purchasing policy of the Company, including the approval of the Regulations on the procedure for carrying out the specified purchases of goods, works and services, approval of the head of the Central purchasing unit of the Company and its members, and approval of the annual comprehensive program of purchases and decision making on other items in accordance with the documents approved by the Company regulating the purchasing activity of the Company;
- decision making on the nomination of the Director General of the Company for state orders award;
- approval of the target values (revised values) of the key performance indicators (KPI) of the Company and the reports on the implementation;
- determination of the policy of the Company directed at the improving the stability of the power grids distribution complex and other objects of the power

energy complex, including the approval of the Company strategic programs to stabilize the power grid complex, its development and its safety;

- housing policy regulations for providing to Company’s employee better living conditions by compensating expenses, grants, interest-free loans and adoption of resolution to provide the support in cases where the order of provision of such support is not described in company’s housing policy;
- filing an application for listing of Company’s shares and (or) securities of the Company convertible into shares;
- decision on joining the Company to industry and inter-industry standards, regulations and other documents in the electricity sector in various areas of the Company’s activities, including the technical regulation;
- determination of the principles and approaches to risk management and internal control in the Company;
- assessment of key operational risks (both financial and non-financial risks), as well as the establishment of an acceptable amount of risk for the Company;
- organization of at least once a year of analysis and evaluation of the system of risk management and internal control;
- the annual review of questions of arrangement, functioning and effectiveness of the risk management and internal control in the Company;
- the control and organization of the internal audit unit, including the approval of a plan of internal audit activities, report on the implementation plan of the internal audit and the internal audit unit of the budget, approval of resolutions on the appointment, removal from office and the definition of remuneration of the head of the internal audit;
- monitoring the compliance of the company's executive bodies approved by the Company's strategy; hearing of reports of General Director and members of Company's Management Board on the implementation of the approved the Company of strategy;

- recommendations to the executive bodies of the Company on any matters of the Company;
- preliminary approval of one or more interconnected transactions of the Company related to the acquisition or possible acquisition of options, notes, investment shares of mutual funds and/or bonds worth more than 1 000 000 000 (one billion) rubles;
- preliminary approval of one or more interconnected transactions of the Company relating to the transfer or possibility of the transfer of property by the Company in trust management worth more than 1 000 000 000 (one billion) rubles;
- preliminary approval of one or more interconnected transactions of the Company relating to the receipt or possibility of the receipt of bank guarantees by the Company, under which the Company is a principal, in the amount of more than 1 000 000 000 (one billion) rubles;
- approval of the list of credit institutions in which the Company may place funds;
- other issues that are in Board of Directors’ sphere in accordance with the Federal Law “On Joint Stock Companies” and the Charter.

The issues referred to the competence of the Company’s Board of Directors cannot be transferred for the decision to the Director General of the Company and Management Board of the Company.

The management of the Company’s current activity is performed by the sole executive body – the General Director and the collegial executive body – the Management Board. CEO and Management Board are accountable to the General Meeting of Shareholders and Board of Directors.

In accordance with the paragraph 22.2 of the article 22 of the Company’s Charter the following issues are in Company’s Management sphere:

- 1) working-out of the Company development strategy and submission for consideration to the Board of Directors;
- 2) preparation of the annual (quarter) business plan, including the investment program and the report on results of the performance, and also approval (revising)

of cash (budget) flow of the Company;

3) preparation of the annual report on financial and economic activity of the Company, on performance by the Board of Company's general shareholders meeting and Board of Directors' decisions;

4) consideration of deputies General Director and heads of the isolated structural divisions reports on results of performance of the approved plans, programmes, instructions, consideration of reports, documents and other information about activity of the Company and affiliated and dependent companies;

5) decision-making concerning the items referred to the competence of the supreme bodies of management of the economic entities, 100 (one hundred) percent of the authorized capital of which belongs to the Company (in view of subitems 36, 37 of item 15.1. of Article 15 of the Charter);

6) preparation of the reports on financial and economic activity of the economic entities, 100 (one hundred) percent of the authorized capital of which belongs to the Company, and their submission for consideration to the Board of Directors;

7) decision-making on conclusion of transactions, the subject of which is the property, works and services, the cost of which equals from 1 to 25 percent of the balance sheet value of the Company assets determined on the date of decision-making on the conclusion of the transaction (except for the cases stipulated by subitem 38 of item 15.1 of the Charter);

8) effective risk management within the framework of the current activities of the Company; approval of the budget for the risk management activities within the limits agreed by the Board of Directors of the Company; the resolution of cross-functional (performed by several structural divisions) objectives for risk management

9) dealing with other issues of the Company current activity management according to the decisions of the general shareholders meeting, the Company's Board of Directors, and also the issues which were submitted to consideration to Management by the Company General Director.

Director General performs the management of the Company's current activity in accordance with the decisions of the general shareholders meetings, Board of Directors and Management of the Company founded in accordance with their functions.

The competence of the Director General includes all the issues of the current activity management of the Company, except for the issues referred to the exceptional competence of the general meeting of shareholders or the Board of Directors.

In accordance with paragraph 23.3 article 23 of the Company's Charter, Director General acts without power of attorney on behalf of the Company, including limitations specified by the current legislation, current Charter and resolutions of the Board of Directors. Director General shall:

- ensure the fulfillment of the activity plans of the Company necessary for the solution of its tasks;
- organize bookkeeping and accounting in the Company;
- make use of the property of the Company and accomplish deals on behalf of the Company, issue Powers of Attorney, open with the banks and other credit institutions (as well as in cases envisaged by the law in the organizations and professional agents of the securities market) settlement and other accounts of the Company;
- issue orders, approve (accept) instructions, local regulation reports and other internal documents of the Company on the issues of his/her competence, give instructions necessary for the execution by all employees of the Company;
- approve Provisions on affiliations and offices of the Company;
- in accordance with organizational structure of Company's executive body, approves personnel arrangements and official salaries and wages of the Company's employees;
- exercise in respect of the Company's employees the rights and obligations of the employer, envisaged by the labor law;

- perform the functions of the Chairperson of the Management Board of the Company;
- distribute obligations among the Deputies of the Director General;
- submit for the consideration of the Board of Directors reports on financial and business activity of affiliated and dependent companies, the shares (parts) of which are possessed by the Company, as well as information on other organizations in which the Company participates, except for the cases stipulated by subitem 6) of item 22.2 of Article 22 of the Charter;
- not later than 45 (forty five) days prior to the holding of the annual general meeting of the shareholders of the Company submit for the consideration of the Company's Board of Directors Annual report, accounting balance sheet, the report on the profits and losses of the Company and distribution of profits and losses of the Company;
- deal with other issues of the current activity of the Company, except for the issues referred to the competence of the general meeting of shareholders and the Company's Board of Directors.

The issuer approved (adopted) the Corporate Governance Code or other similar document

Information on the Corporate Governance Code or similar document:

Code of Corporate Governance of Joint Stock Company "Interregional Distribution Grid Company of the South" (as amended) approved by the Board of Directors of "IDGC of the South" JSC 06.03.2013 (Minutes № 105/2013 from 11.03.2013).

Address of the Internet page on which free access to the full text: www.mrsk-yuga.ru/rus/management/documents/index.shtml.

During the last reporting period, there were amendments to the c (constituent documents) of the issuer, or in the internal documents regulating the activities of the issuer

Details included in the last reporting period, changes in the Issuer's Charter and internal documents regulating the activities of the issuer:

The Annual General Meeting of Shareholders on 19 June 2015, Minutes №13 dated June 22, 2015, decided “To amend the Charter of the Company by approving the revised versions of the Company Charter”

The Charter was amended in the part of the competence of the Company's management.

The competence of the Board of Directors is supplemented by the following paragraphs:

36) expressing of Company's opinion (representatives of the Company), including the assignment to participate or not in voting on the agenda items, to vote "for", "against" or "abstained", on the following items of the agenda of general shareholders (participants) meetings of affiliated and dependent companies (hereinafter - the ADC) (except for cases when functions of the ADC general shareholders meetings are carried out by the Company's Board of Directors), and meetings of the ADC boards of directors (except for an item on approval the agenda of the general meetings of shareholders ADC when functions of the ADC general shareholders meeting are carried out by the Company's Board of Directors):

w) determination of the credit policy of the ADC in respect of provision of loans, making credit contracts and loan agreements, issue of guarantees, commitments on bills (issuing of ordinary and transfer bill), property mortgage and making decisions about the subsidiaries and affiliates of such transactions when the procedure for making decisions on them is not determined by the credit policy of subsidiaries and affiliates, as well as the adoption in the manner prescribed by the credit policy of ADC on bringing the debt position of ADC in line with the limits established by the credit policy of the ADC report on the review of the credit policy of ADC, the approval of the loan plan of ADC on the approval of the plan of development of ADC, the adjusted plan of development of ADC, on the consideration of the report on the implementation of the plan of development of ADC.

- 38) preliminary approval of decisions on Company's accomplishment of:
- e) transactions for receiving or transferring of fixed assets for temporary possession and use or for temporary use for a period of more than 5 years, in cases (amounts) determined by separate decisions of the Board of Directors, or if such cases (amounts) are not determined by Company's Board of Directors;
- 56) determination of the principles and approaches to risk management and internal control in the Company;
- 57) assessment of key operational risks (both financial and non-financial risks), as well as the establishment of an acceptable amount of risk for the Company;
- 58) organization of at least once a year of analysis and evaluation of the system of risk management and internal control;
- 59) the annual review of questions of arrangement, functioning and effectiveness of the risk management and internal control in the Company;
- 60) the control and organization of the internal audit unit, including the approval of a plan of internal audit activities, report on the implementation plan of the internal audit and the internal audit unit of the budget, approval of resolutions on the appointment, removal from office and the definition of remuneration of the head of the internal audit;
- 61) monitoring the compliance of the company's executive bodies approved by the Company's strategy; hearing of reports of General Director and members of Company's Management Board on the implementation of the approved the Company of strategy;
- 62) recommendations to the executive bodies of the Company on any matters of the Company;
- 63) preliminary approval of one or more interconnected transactions of the Company related to the acquisition or possible acquisition of options, notes, investment shares of mutual funds and/or bonds worth more than 1 000 000 000 (one billion) rubles;
- 64) preliminary approval of one or more interconnected transactions of the

Company relating to the transfer or possibility of the transfer of property by the Company in trust management worth more than 1 000 000 000 (one billion) rubles;

65) preliminary approval of one or more interconnected transactions of the Company relating to the receipt or possibility of the receipt of bank guarantees by the Company, under which the Company is a principal, in the amount of more than 1 000 000 000 (one billion) rubles;

66) approval of the list of credit institutions in which the Company may place funds;

The following items were added to the competence of the Management Board:

8) effective risk management within the framework of the current activities of the Company; approval of the budget for the risk management activities within the limits agreed by the Board of Directors of the Company; the resolution of cross-functional (performed by several structural divisions) objectives for risk management.

Changes were introduced in the Charter of the Company and the Regulations on General Meeting of Shareholders; these changes are introduced due to changes in legislation that governs the Company's activity:

The following changes occurred in chapters 11 and 12 of the Company's Charter:

11.4 The list of persons entitled to participate in the general shareholders meeting should be compiled on the basis the register data of the Company shareholders.

Date of drawing up the list of persons of the Company entitled to participate in the general meeting of Company's shareholders cannot be determined earlier than the date of decision-making on carrying out the general meeting of Company's shareholders and later than 50 (fifty) days prior to the date of carrying out the general shareholders meeting except for the case stipulated by the item 14.9 of the Charter. Information on the date of making list of persons entitles to participate in the General meeting of Company's shareholders shall be disclosed at least 7

(seven) days prior to such date.

11.5 The announcement on general shareholders meeting is placed on the Company's Internet web-site www.mrsk-yuga.ru not later than 30 (thirty) days prior to the date of its carrying out.

The notice of the General Meeting of Shareholders shall specify:

- full corporate name and location of the Company;
- form of the General Meeting of Shareholders (joint presence or absentee voting);
- date, venue (including information about the premises), time of the General Meeting of Shareholders and postal address to which the filled-in ballots can be sent;
- the date of compiling the list of persons entitled to attend the General Meeting of Shareholders;
- agenda of the General Meeting of Shareholders;
- procedure of obtaining the information (materials) subject to provision during preparation for holding General Meeting of Shareholders, and address (addresses) where such information can be found;
- information about the documents that must be submitted for admission to the premises where the general meeting of shareholders will be hold, if the admission to the premises is not free.

11.7. The information (materials) about the General Meeting agenda issues – within 20 (twenty) days, and in case of the General Meeting with the agenda including the issue concerning the Company reorganization within 30 (thirty) days prior to the General Meeting date – shall be available to the persons entitled to attend the General Meeting of Shareholders in order to familiarize therewith in the office of the executive body of the Company and other places the addresses whereof are specified in the notice of the General Meeting of Shareholders. The stated information (materials) shall be available to persons participating in the General Meeting of Shareholders in the course of the meeting. Along with it, the Company aims to ensure the availability of materials for the General Meeting of

Shareholders not less than 30 days prior to the meeting.

11.11. The general shareholders meeting is acknowledged competent (quorum is present) if the shareholders possessing in total more than a half of votes of placed voting shares of the Company took part in it.

Those shareholders are recognized taken part in the general shareholders meeting shareholders who registered for participation in it, and shareholders whose bulletins are received not later than two days prior to the date of carrying out the general shareholders meeting.

If the agenda of the general shareholders meeting includes items, voting on which is carried out by different structure of voting persons, definition of the quorum for decision-making on these items shall be performed separately.

Thus, absence of the quorum for decision-making on the items, the voting on which is carried out by one structure of voting persons, does not interfere with decision-making on the items, the voting on which is carried out by another structure of the voting persons, for taking which the quorum is available.

11.12. In case of absence of quorum for carrying out the annual general shareholders meeting an adjournment of general meeting of Company's shareholders with the same agenda should be held. At absence of the quorum for carrying out the extraordinary general meeting of Company's shareholders, an adjournment of general meeting of Company's shareholders with the same agenda should be held.

The decision on convocation of another general meeting of Company's shareholders should be taken by the Company's Board of Directors. Reconvened general meeting of Company's shareholders convoked instead of the meeting which did not take place is competent if the shareholders possessing in total at least 30 percent of votes of placed voting shares of the Company have taken part in it.

At carrying out an adjournment general shareholders meeting less than 40 (forty) days after the general shareholders meeting which did not take place, the persons entitled to participation in the general shareholders meeting are defined in

conformity with the list of the persons who had the right of participate in the meeting which did not take place.

In case of absence of quorum for holding of the meeting on the basis of court decision no later than 60 days should be held adjourned meeting with the same agenda. The additional application to court is not necessary. The reconvened General meeting of shareholders is convened and carried out by person or body of the Company mentioned in the court resolution, if the mentioned person or body did not convene and hold the meeting, the adjourned meeting should be convened and held by other persons or body of the Company that applied to court on condition that this person or body is mentioned in court resolution.

In case of absence of quorum for holding on the basis of court resolution an extraordinary General meeting of shareholders, the adjourned meeting is not to be held.

The Minutes of the General Meeting of Shareholders shall be made up the latest within 3 (three) business days after closing of the General Meeting of Shareholders in two copies. Both copies shall be signed by the Chairman of the General Meeting of Shareholders and the secretary of the General Meeting of Shareholders (Corporate Secretary). The Minutes of the General Meeting of Shareholders shall be published at official webpage of the Company www.mrsk-yuga.ru within 3 (three) days after preparation of the minutes of meeting.

12.3. The list of persons authorized to participate in the absentee voting on the agenda of the general shareholders meeting should be compiled on the basis of register's data of Company's shareholders.

Date of compiling the list of persons entitled to participate in the absentee voting on the agenda items of the general shareholders meeting cannot be fixed after more than 10 (ten) days from the moment of decision adoption on carrying out the general meeting of Company's shareholders and more than 50 (fifty) days up to the date of termination of bulletins reception by the Company.

Information on the date of making the list of persons entitled to participate in

General meeting shall be disclosed 7 (seven) days prior to the date.

12.4 Notification on holding the extraordinary General Meeting of Shareholders shall be published on the web site of Company www.mrsk-yuga.ru on the Internet not later than 30 (thirty) days before the Company stops receiving the voting ballots.

The notice of the General Meeting of Shareholders shall specify:

- full corporate name and location of the Company;
- form of the General Meeting of Shareholders (joint presence or absentee voting);
- the deadline for receiving of voting bulletins and postal address to which the filled-in bulletins can be sent;
- the date of compiling the list of persons entitled to attend the General Meeting of Shareholders;
- agenda of the General Meeting of Shareholders;
- procedure of obtaining the information (materials) subject to provision during preparation for holding General Meeting of Shareholders, and address (addresses) where such information can be found.

12.7 The minutes on results of voting shall be made and signed by the registrar of the Company not later than 3 (three) days after the date of termination of bulletins reception.

The minutes of the general shareholders meeting should be compiled within 3 (three) days after the last day of reception of bulletins in two copies. Both the copies are to be signed by Chairperson of the general shareholders meeting and Secretary of the general shareholders meeting (Corporate Secretary).

The minutes of the general shareholders meeting should be published on the Internet on the official webpage of the Company: www.mrsk-yuga.ru within 3 (three) days after the minutes of meeting have been prepared.

Changes in chapter 4 of the Regulations of the General Meeting of Shareholders:

4.1. The notice on holding the General meeting of shareholders and informational

materials on the agenda items of the General meeting of shareholders, besides other forms of submission to the Company's shareholders shall be published on the Company's site on the Internet before the deadline for the notification of the shareholders of holding the General meeting of shareholders. It is recommended to place the aforementioned notice and materials in English as well.

4.1.1. The information (materials) concerning the agenda of the General Shareholders' Meeting within 30 (thirty) days before the General Meeting of Shareholders shall be available to the persons entitled to attend the General Meeting of Shareholders for review at the premises of the executive body of the Company and other locations specified in the notice of the General Meeting of Shareholders, as well as published on the website of the Company on the Internet at: www.mrsk-yuga.ru

4.1.2. The information (materials) submitted to the persons entitled to attend the General Meeting of Shareholders includes the following documents:

- annual financial statements, including the auditor's report, the report of Audit Commission on the results of audit of the annual financial statements;
- information on the candidate(s) to the Board of Directors of the Company (if submitted) or information on failure to provide any information about the candidates, information on the candidates to the Audit Committee of the Company, information on the managing company;
- draft amendments and additions to the Charter of the Company (or a draft Company's Charter in a new edition) in the event of their introduction, or in the case of approval;
- draft internal documents regulating the activities of the management and control in new version (amendments to the internal documents) in case they are made;
- draft resolutions of the General Meeting of Shareholders;
- information on the route to the venue of holding the General Meeting of Shareholders;
- the approximate form of proxy that the shareholder may issue to its representative

and the procedure of its certification;

- information (materials) determined by the legislation of the Russian Federation and the Company Charter.

The list of information (materials) provided to the persons entitled to attend the General Meeting of Shareholders shall be determined taking into account the issues on the agenda of the General Meeting of Shareholders.

Changes in chapter 5 of the Regulations of the General Meeting of Shareholders:

5.1.3. During the registration a shareholder (the representative, legal successor) who came to the General meeting of shareholders shall show the passport or any other identifying document.

Representatives of shareholders when registering for participation in the General Meeting of Shareholders in addition to identity documents, shall submit to the Audit Commission a voting proxy issued in accordance with the requirements of the Civil Code of the Russian Federation and the Federal Law “On Joint-Stock Companies” or a certified copy.

If for participation in the General Meeting a sole executive body (natural person) is registered as a representative of the shareholder, which is a legal entity registered, then this natural person, in addition to the identification documents of the sole executive body shall submit to the Audit Committee a certified by the shareholder - legal entity a copy of the minutes of meeting (extract from the minutes) of the authorized body, containing the decision to appoint the current sole executive body as a representative.

Successors of shareholders at the registration for the General Meeting of Shareholders in addition to identity documents, shall submit to the Audit Commission copies of the documents confirming the succession.

If the aforementioned documents have not been submitted the legal successor as well as the shareholder’s representative shall not be entitled to participate in the General meeting of shareholders.

5.1.4. The registration of persons entitled to participate in the General meeting of shareholders shall be performed on conditions that the identification of persons who have come to participate in the General meeting of shareholders has been fulfilled by comparing the data contained in the list of persons entitled to participate in the General meeting of shareholders with the data of documents submitted by the aforementioned persons.

The Regulations of the Board of Directors, the Regulation on the Management Board were amended in the part of the Company's change of name from “Open Joint Stock Company “Interregional Distribution Grid Company of the South” to “Public Joint Stock Company “Interregional Distribution Grid Company of the South’.

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

Arkhipov Sergey Aleksandrovich

Year of birth: 1967

Education: Higher. Ph.D. in 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	until		
2010	2012	IDGC of the South JSC	Director General
2013	2013	Rosseti JSC	Deputy Executive Director - Chief technical officer
2013	2013	Rosseti JSC	Deputy Executive Director - Chief technical officer
2013	2014	Rosseti JSC	Deputy Executive Director - Chief engineer
2014	2014	Rosseti JSC	Deputy Director General in charge of North-Caucasus and Southern Federal Districts
2014	Present	Rosseti JSC /	Chief Advisor

	day	Rosseti PJSC	
2014	Present day	IDGC of North-Caucasus JSC/ IDGC of North-Caucasus PJSC	Chairperson of the Board of Directors
2015	Present day	IDGC of the South JSC / IDGC of the South PJSC	Chairperson of the Board of Directors

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

Information on participation in the Committees of the BoD: The member of the BoD (supervisory board) does not participate in any Committee of the BoD (supervisory board)

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

Branis Aleksandr Markovich, independent member of the BoD

Year of birth: 1977

Education: Higher

Positions held in issuing company and other entities in chronological order within the last 5 years and now:

Period		Company	Position
from	until		
2005	present day	Prosperity Capital Management Ltd (RF)	Director
2005	present day	“Territorial generating company 6” JSC	Board of Directors Member
2007	present day	“Bashkirenergo” JSC	Board of Directors Member
2008	present day	IDGC of Centre JSC/ IDGC of Centre PJSC	Board of Directors Member
2009	2011	Prosperity Capital Management Ltd	Chairperson of liquidation committee
2011	present day	IDGC of Centre and Volga region, JSC	Board of Directors Member
2008	2013	“Territorial generating company 6” JSC	Chairpeson of the BoD
2009	present day	Representative Offices of Prosperity Capital Management Ltd (RF)	Investments director
2010	present day	IDGC of Centre and Volga region JSC/ IDGC of Centre and Volga region PJSC	Board of Directors Member
2012	present day	“Territorial generating company 2” JSC	Board of Directors Member
2011	present day	IDGC of the South JSC / IDGC of the South PJSC	Board of Directors Member

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

Information on participation in the Committees of the BoD: The member of the BoD (supervisory board) does not participate in any Committee of the BoD (supervisory board)

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

Piotrovich Nikolai Borisovich

Year of birth: 1975

Education: Higher. Degree: Ph.D. in Economics.

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

Period		Company	Position
from	until		
2007	2013	Federal Grid Company of Unified Energy System JSC	Head of Corporate Governance Department, Deputy Head of Corporate Governance Department
2014	Present day	Rosseti JSC/ Rosseti PJSC	Deputy Head of Directorate for Arrangement of Management Bodies' Activity
2009	2011	Major computer center of power industry, JSC	Board of Directors member
2009	2012	Managing energy company of Ural, JSC	Board of Directors member
2009	2014	DESP, JSC	Board of Directors member
2009	2014	Research and Development Centre FGC UES, JSC	Board of Directors member

2011	2014	Mobile gas turbine power plant, JSC	Board of Directors member
2012	2014	Engineering and Construction Management Centre of UES, JSC (CIUS UES)	Board of Directors member
2012	Present day	Nurenergo, JSC	Board of Directors member
2014	Present day	IDGC of the South JSC / IDGC of the South PJSC	Board of Directors member
2014	Present day	IDGC of the South JSC / IDGC of the South PJSC	Audit Committee member
2014	Present day	Scientific and Research Centre of Ural, JSC	Board of Directors member
2014	Present day	Tarskoselskaya Energy Company, CJSC	Board of Directors member
2014	Present day	Energoservis Yuga JSC	Board of Directors member

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

Information on participation in the Committees of the BoD:

Committee	Chairperson
Audit Committee under the BoD of "IDGC of the South" PJSC	no

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

Dudchenko Vladimir Vladimirovich

Year of birth: 1973

Education: Higher.

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

Period		Company	Position
from	until		
2015	Present day	SoftBiKom JSC	Financial Director
2007	Present day	Fotographer.Ru LLC	Director General
2008	Present day	Non-profit company Documentary photography support fund	Director, founder
2010	2011	Uralsvyazinform JSC	Board of Director Member, Member of Committees
2010	2014	NCH Advisors Inc, Moscow representative office	Director
2011	Present day	Gallery Greenberg LLC	Director General
2015	Present day	IDGC of the South JSC / IDGC of the South PJSC	Board of Directors Member

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

Information on participation in the Committees of the BoD:

Committee	Chairperson
Audit Committee under the BoD of "IDGC of the South" PJSC	no

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

Pankstianov Yuriy Nikolaevich

Year of birth: 1980

Education: Higher.

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

Period		Company	Position
from	until		
2008	2013	Holding IDGC JSC	Head of Tariff Formation Department
2013	Present day	Rosseti JSC/ Rosseti PJSC	Head of Tariff Policy Department
2015	Present day	IDGC of the South JSC / IDGC of the South PJSC	Board of Directors Member

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

Information on participation in the Committees of the BoD:

Committee	Chairperson

Audit Committee under the BoD of “IDGC of the South” PJSC	no
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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

Filkin Roman Alekseevich, independent member of the BoD

Year of birth: 1983

Education: Higher

Positions held in issuing company and other entities in chronological order within the last 5 years and now:

Period		Company	Position
from	untill		
2006	2011	Dagestan energy selling company” JSC	Board of Directors Member
2006	2011	Penza company for repair in the sphere of power industry” JSC	Board of Directors Member
2006	2011	Smolensk company for repair in the sphere of power industry” JSC	Board of Directors Member
2006	2011	Smolensk company for services in the	Board of Directors

		sphere of power industry” JSC	Member
2006	2011	Tver company for repair in the sphere of power industry” JSC	Board of Directors Member
2006	2014	Territorial generating company No.6” JSC	Board of Directors Member
2007	2010	Voronezh energy selling company JSC	Board of Directors Member
2007	2011	Novgorodsetstroy” JSC	Board of Directors Member
2008	2010	Krasniy Kotelschik JSC	Board of Directors Member
2008	2011	Dalenergomontazh” JSC	Board of Directors Member
2008	2011	NOVGORODOBLKOMMUNELEKTRO” JSC	Member of Supervisory Board
2008	2011	Energospetsmontazh JSC	Board of Directors Member
2009	2010	Severtruboprovodstroy JSC	Board of Directors Member
2009	2010	VASO JSC	Board of Directors Member
2009	2011	Bashkirenergo” JSC	Board of Directors Member
2009	2011	Urengoytruboprovodstroy” JSC	Board of Directors Member
2009	2011	Magadanenergo” JSC	Board of Directors Member
2009	2011	Yuzhtruboprovodstroy JSC	
2009	2015	Representative office of Prosperity Capital Management (RF) LTD	Co-director, power industry, engineering
2009	Present day	IDGC of Centre JSC / IDGC of Centre PJSC	Board of Directors Member
2010	2010	Tambov energy selling company” JSC	Board of Directors Member
2011	2012	Prokatmontazh JSC	Board of Directors Member
2011	2013	IDGC of North-West JSC/ IDGC of North-West PJSC	Board of Directors Member
2012	Present day	Dalenergomontazh” JSC	Board of Directors Member
2012	Present day	Smolensk company for repair in the sphere of power industry” JSC	Board of Directors Member
2012	2014	Kurganmashzavod JSC	Board of Directors

			Member
2011	Present day	IDGC of the South JSC / IDGC of the South PJSC	Member of Audit Committee under the BoD
2011	2015	IDGC of the South JSC / IDGC of the South PJSC	Member of Committee Strategy, Investment, Development and Reforming under the BoD
2012	2015	IDGC of the South JSC / IDGC of the South PJSC	Member of Personnel and Remuneration Committee under the BoD
2009	Present day	IDGC of Centre and Volga region JSC / IDGC of Centre and Volga region PJSC	Board of Directors Member
2008	2011	NOVAYA ERA JSC	Board of Directors Member
2015	Present day	Representative office of Prosperity Capital Management (RF) LTD	Director, power industry, engineering
2012	2014	Prokatmontazh JSC	Board of Directors Member
2013	Present day	Territorial generating company -2 ” JSC	Board of Directors Member
2012	2014	Noyabrelektrosetstroy JSC	Board of Directors Member
2014	Present day	IDGC of North-West” JSC/ IDGC of North-West” PJSC	Board of Directors Member
2008	2011	Sevzapelektrosetstroy” JSC	Board of Directors Member
2012	2015	Urengoytruboprovodstroy” JSC	Board of Directors Member

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

Information on participation in the Committees of the BoD:

Committee	Chairperson
Audit Committee under the BoD of “IDGC of the South” PJSC	no

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

Kharin Andrei Nikolaevich

Year of birth: 1979

Education: Higher. Candidate of legal sciences

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

Period		Company	Position
from	until		
2009	2012	“Interregional Distribution Grid Company of the North Caucasus”, JSC	Director in charge of corporate management, deputy director general in charge of corporate management
2013	2014	“Far-eastern managing energy company”, JSC	Adviser to Director General
2014	Present day	RF Ministry of Energy	Deputy head of Department for corporate management, pricing environment and auditing in fuel and energy complex of Ministry of Energy of the Russian Federation
2014	Present day	IDGC of the South JSC / IDGC of the South PJSC	Board of Directors Member
2014	Present	Kubanenergo JSC/Kubanenergo	Board of Directors Member

	day	PJSC	
2015	Present day	IDGC of Volga PJSC	Board of Directors Member
2015	Present day	IDGC of Centre PJSC	Board of Directors Member

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

Information on participation in the Committees of the BoD: The member of the BoD (supervisory board) does not participate in any Committee of the BoD (supervisory board)

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

Shevchyuk Aleksandr Viktorovich, independent member of the BoD

Year of birth: 1983

Education: Higher.

All the positions held by the person at the Issuer Company and other entities within

the last five years and at present, including part-time:

Period		Company	Position
from	until		
2014	Present day	Non-profit Partnership Association of Professional Investors (API)	Deputy Executive Director
2010	2011	Sibirtelekom, JSC	Board of Directors Member
2010	2011	HSS JSC	Board of Directors Member
2010	2011	Tsentrtelekom, JSC	Board of Directors Member
2011	2012	IDGC of North Caucasus JSC	Board of Directors Member
2011	2012	Volgogradgorgaz, JSC	Board of Directors Member
2011	2012	Urengoytruboprovodstroy, JSC	Board of Directors Member
2011	2014	IDGC of Centre, JSC	Board of Directors Member
2011	Present day	IDGC of the South JSC / IDGC of the South PJSC	
2012	Present day	MOSTOTREST JSC	Board of Directors Member
2014	Present day	Association for protection of investors rights/Association of Professional Investors	Executive director
2011	Present day	IDGC of the South JSC / IDGC of the South PJSC	Member of Audit Committee under the BoD
2011	2015	IDGC of the South JSC / IDGC of the South PJSC	Member of Personnel and Remuneration Committee under the BoD
2011	2015	IDGC of the South JSC / IDGC of the South PJSC	Member of Committee Strategy, Investment, Development and Reforming under the BoD
2014	Present day	IDGC of Centre and Volga region JSC / IDGC of Centre and Volga region PJSC	Board of Directors Member
2010	2011	YuTK JSC	Board of Directors Member
2011	2012	IDGC of North-West JSC / IDGC of North-West PJSC	Board of Directors Member

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

Information on participation in the Committees of the BoD:

Committee	Chairperson
Audit Committee under the BoD of “IDGC of the South” PJSC	no

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

Ebzeyev Boris Borisovich

Year of birth: 1975

Education: Higher, Candidate of Sciences, Law

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

Period		Company	Position
from	until		
2012	2014	United Energy Company, JSC	Advisor to Director General
2014	2014	IDGC of the South, JSC	First Deputy Director General

2014	Present day	IDGC of the South JSC / IDGC of the South PJSC	Chairperson of Management Board, Director General
2015	Present day	IDGC of the South JSC / IDGC of the South PJSC	Member of IDGC of the South, JSC Board of Directors,

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

Information on participation in the Committees of the BoD: The member of the BoD (supervisory board) does not participate in any Committee of the BoD (supervisory board)

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

Fadeyev Alexandr Nikolayevich

Year of birth: 1949

Education: Higher.

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

Period		Company	Position
from	until		
2009	2011	Federal Grid Company of Unified Energy System JSC	Head of Economic Security Department
2011	2014	Federal Grid Company of Unified Energy System JSC	
2014	Present day	Rosseti JSC/ Rosseti PJSC	Deputy Director General in Charge of Security
2011	2012	Tyumenenergo JSC	Board of Directors member
2011	2012	Engineering and Construction Management Centre of UES, JSC (CIUS UES)	Board of Directors member
2012	2013	Elektrosetservis JSC	Board of Directors member
2013	2014	IDGC of Ural JSC	Board of Directors member
2015	Present day	IDGC of Centre and Volga region	Board of Directors member
2015	Present day	IDGC of Ural JSC	Board of Directors member
2015	Present day	IDGC of Siberia PJSC	Board of Directors member
2015	Present day	IDGC of the South PJSC	Board of Directors member

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

Shmakov Igor Vladimirovich

Year of birth: 1974

Education: Higher.

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

Period		Coampny	Position
from	until		
2008	2012	IDGC of the South JSC	Head of Department for Internal Audit and risks management
2012	2013	Federal Grid Company of Unified Energy System JSC	Head of Directorate for Internal Control
2013	Present day	Rosseti JSC/ Rosseti PJSC	Head of Directorate for Internal Audit
2015	Present day	IDGC of the South PJSC	Board of Directors member

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

Information on participation in the Committees of the BoD: Does not participate in committees

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

5.2.2. Information on Sole Executive Body of the Issuer

Ebzeyev Boris Borisovich

Year of birth: 1975

Education: Higher, Candidate of Sciences, Law

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

Period		Company	Position
from	until		
2012	2014	United Energy Company, JSC	Advisor to Director General
2014	2014	IDGC of the South, JSC	First Deputy Director General
2014	Present day	IDGC of the South JSC / IDGC of the South PJSC	Chairperson of Management Board, Director General
02015	Present day	IDGC of the South JSC / IDGC of the South PJSC	Member of IDGC of the South, JSC Board of Directors,

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

Information on participation in the Committees of the BoD: The member of the BoD (supervisory board) does not participate in any Committee of the BoD (supervisory board)

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

Ebzeyev Boris Borisovich

Year of birth: 1975

Education: Higher, Candidate of Sciences, Law

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

Period		Company	Position
from	until		
2012	2014	United Energy Company, JSC	Advisor to Director General
2014	2014	IDGC of the South, JSC	First Deputy Director General
2014	Present day	IDGC of the South JSC / IDGC of the South PJSC	Chairperson of Management Board, Director General
02015	Present day	IDGC of the South JSC / IDGC of the South PJSC	Member of IDGC of the South, JSC Board of Directors,

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

Information on participation in the Committees of the BoD: The member of the BoD (supervisory board) does not participate in any Committee of the BoD (supervisory board)

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

Alaev Timur Ulyumdzhevich

Year of birth: 1971

Education: Higher

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

Period	Entity	Position
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from	up to		
2008	2013	IDGC of the South JSC	Deputy Director General — Director of Kalmenergo Branch
2009	Present day	IDGC of the South JSC / IDGC of the South PJSC	Member of the Management Board
2013	Present day	IDGC of the South JSC / IDGC of the South PJSC	Deputy Director General — Director of Astrakhanenergo Branch

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

Goncharov Pavel Viktorovich

Year of birth: 1966

Education: Higher

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

Period		Entity	Position
from	up to		
2010	2013	Branch of IDGC of the South, OJSC — Astrakhanenergo	Deputy Director General — Director of the Branch
2010	Present day	IDGC of the South, OJSC	Member of Management Board
2011	Present day	Astrakhanelektrosetremont, OJSC	Member of Board of Directors
2013	Present day	IDGC of the South JSC / IDGC of the South PJSC	Deputy Director General, Technical Issues — Chief Engineer
2013	Present day	Energoservis Yuga JSC	Chairperson of the 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

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

Kiyok Oleg Petrovich

Year of birth: 1972

Education: Higher.

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

Period		Entity	Position
from	up to		
2010	2011	IDGC of the South, OJSC	Head of Department of Economic Security and Regime
2011	2013	IDGC of the South, OJSC	Head of Security Department
2013	2013	IDGC of the South, OJSC	Deputy Chief of Staff
2013	Present day	IDGC of the South, OJSC	Deputy Director General — Chief of Staff
2013	Present day	“Energetik” Recreation Center, OJSC	Chairperson of the Board of Directors
2013	Present day	IDGC of the South JSC/ IDGC of the South PJSC	Memembr of the Management Board

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

Rybin Alexey Alexandrovich

Year of birth: 1972

Education: Higher

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

Period		Entity	Position
from	up to		
2011	2011	Kaluga Region Development Corporation, OJSC	Deputy Director of Department for Development of Communal Infrastructure — Director of Department for Development of Communal Infrastructure
2011	2012	FGC UES JSC	Deputy Director, Development of Investments and services - Rostov Enterprise of Main Power Transmission Lines
2012	Present day	IDGC of the South JSC/ IDGC of the South PJSC	Deputy Director General, Economics and Finances
2013	Present day	IDGC of the South JSC/ IDGC of the South PJSC	Member of the Management Board

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

Savin Grigoriy Grigorievich

Year of birth: 1952

Education: Higher

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

Period		Entity	Position
from	up to		
2008	2011	IDGC of the South JSC	Member of the Management Board
2008	Present day	IDGC of the South JSC	Chief Accountant — Head of Accounting and Tax Reporting Department
2013	Present day	IDGC of the South JSC/ IDGC of the South PJSC	Member of the Management Board

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

Chasovskoi Aleksandr Aleksandrovich

Year of birth: 1957

Education: Higher

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

Period		Entity	Position
from	up to		
2004	2013	Troop unit #2400 of Piatigorsk city	Deputy Head of Division
2013	2013	IDGC of the South, OJSC	Head of Security Department

2013	Present date	IDGC of the South JSC/ IDGC of the South PJSC	Deputy Director General, Safety
2013	Present day	IDGC of the South JSC/ IDGC of the South PJSC	Deputy Director General, Security

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

Chekmaryov Sergey Alexeyevich

Year of birth: 1976

Education: Higher

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

Period		Entity	Position
from	up to		

2011	2011	IDGC of the South JSC	Deputy Chief Engineer, Kalmenergo branch
2011	2013	IDGC of the South JSC	Deputy Director of the Branch, Technical Issues — Chief Engineer. Kalmenergo branch
2013	2014	IDGC of the South JSC	Deputy Director General — Director of Kalmenergo branch
2014	Present day	IDGC of the South JSC	Deputy Director General — Director of Rostovenergo Branch
2013	Present day	IDGC of the South JSC / IDGC of the South PJSC	Member of the Management Board

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

5.3. Data on Amount of Remuneration 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: thousand rubles

Board of Directors

indicator	2015, 6 months
Remuneration,	7 146
Wages	
Bonuses	
Reimbursement for expenses	
Other property advancements	
TOTAL	7 146

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.

On 06.19.2015 the Annual General Meeting of Shareholders of “IDGC of the South” (Minutes of meeting No.13 dated 22 June 2015) adopted a decision on approval of the restated Regulation on the payment to members of the Board of Directors of “IDGC of the South” JSC, remuneration and compensation (due to the decision of the Annual general meeting of Shareholders of “IDGC of the South” JSC held on 06.19.2015 (Minutes of meeting No.13 dated 22 June 2015) on approval of the restated Charter, abbreviated corporate name of the Company was changed from OAO «MPCK Юга» on ПАО «MPCK Юга»).

Collegiate executive body:

Unit of measurement: thousand rubles

Indicator	2013, 6 months
Remuneration for participation in activity of the management body	952
Wages	17 016
Bonuses	26 541
Commission fee	0
Incentives	0
Other types of remunerations	1 884
TOTAL	46 303

Members of the Management Board belong to the category of top managers of the

Company.

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

On the basis of decision adopted by "IDGC of the South" JSC Board of Directors 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.

From the date of creation of the Board of JSC "IDGC of the South" (19.05.2008) to 31.08.2011 the Board members of the Company for exercise of powers is paid monthly remuneration in the amount of five (5) times the monthly minimum wage rates of a first rate worker, established by industry tariff agreement in the power sector of the Russian Federation

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.

Compensations:

Unit of measurement: thousand rubles

Management body	6 months of 2015
Board of Directors	13
Collegiate executive body	0

5.4. Data on Structure and Competence of Authorities Undertaking Control over the Issuer's Financial and Economic Activities

Full description of structure and competence of authorities undertaking control over the Issuer's business activity is provided according to the Charter (constituent documents) of the Issuer:

For auditing financial and economic activity of the Company, Auditing Committee of the Company is elected by General Shareholders Meeting of "IDGC of the South" PJSC for the period until the following Annual General Shareholders Meeting.

Should Auditing Committee be elected by Extraordinary General Shareholders Meeting, the members of Auditing Committee are considered to be elected for the period until the date of Annual General Shareholders Meeting of the Company.

Quantitative structure of Auditing Committee of the Company includes 5 (five) persons.

By decision of General Shareholders Meeting, powers of all or several members of Auditing Committee of the Company can be subject to early termination.

- According to p.24.3 of clause 24 of the Company's Charter, Auditing Committee's competence includes the following:

- check (inspection) of the financial, accounting, settlement and other documentation of the Company, connected with the carrying out by the Company of financial and business activity in order to ensure its correspondence with the legislation of the Russian Federation, the Charter, internal and other documents of the Company;

- check and analysis of financial state of the Company, its solvency, functioning of internal control and risks management systems, the liquidity of assets, the ratio of debt to equity, accuracy and timeliness of calculation and payment of interest on bonds, yield on other securities;

- control over cash spending of the Company in accordance with the approved business plan and budget of the Company;
- control over the buildup and use of the reserve and other specialized funds of the Company;
- check of the timeliness and correctness of settlement transactions with counterparties and the budget, as well as settlement transactions on wages, social insurance, and payment of dividends and other payment transactions;
- control over compliance with the established procedure for charge-off of debts of insolvent debtors;
- check of business transactions of the Company carried out in accordance with agreements concluded;
- verification of compliance with the use of material, labour and financial resources in the financial and economic activities of existing agreements, norms and standards, approved budgets and other documents regulating the activities of the Company;
- control over the safety and use of fixed assets;
- check of cash and property of the Company, effective use of assets and other resources of the Company, identifying causes of non-production losses and expenses, identification of reserves to improve the financial condition of the Company;
- check of performance of instructions given formerly for elimination of violations and defects, previously revealed by the Audit Commission of the Company;
- development of recommendations for the management bodies of the Company;
- **other actions (measures) related to check of financial and business activity of the Company.**

Order of the Auditing Committee proceedings is determined by Regulations on the Audit Committee of Open Joint Stock Company “Interregional Distribution Grid Company of the South” approved by decision of General Shareholders Meeting of

“IDGC of the South” JSC (Minutes of meeting No.11 dated 25.006.2014).

Auditing Committee according to the decision on check (audit) has a right to involve specialists of the corresponding branches of legislation, economy, finance, accounting, management, economic security and others, including specialized entities.

Check (audit) of the Issuer’s financial and economic activity is divided into scheduled and unscheduled. Scheduled check of the Company's financial and economic activity is held according to approved Annual Activity plan of Auditing Committee. Unscheduled check of the Company’s financial and economic activity may be performed at any time following the initiative of Auditing Committee of the Issuer, decision of General Shareholders Meeting, Board of Directors of the Issuer or upon demand of a shareholder (shareholders) of the Issuer owning in aggregate at least ten percent of the Issuer's voting shares.

Text of the Regulations on Auditing Committee of “IDGC of the South” JSC is available on website at: <http://oao-mpck-iora.pф/pages/show/documents>.

On the basis of check results of the Company's financial and economic activity, Auditing Committee is making a report that shall include:

- confirmation of reliability of the information contained in reports and other financial documents of the Company;
- information on facts of the Company’s violation of accounting order and financial reporting stated in the legal acts of the Russian Federation, and also violation of legal acts of the Russian Federation on performing the Company’s financial and economic activity.

Order and terms of drawing up of conclusion based on Company's financial and economic activity check results are defined by legal acts of the Russian Federation and internal documents of the Company.

The Issuer has established Audit Committee under the Board of Directors.

Since 1 December 2009 Audit Committee at the Board of Directors of “IDGC of the South” JSC is acting in the Company. Main goal of the Committee is to

provide efficient work of the Board of Directors solving problems regarded to its competence. Working out and submission of recommendations (decisions) to the Board of Directors of the Company in the sphere of Audit and Accounts of the Company are objectives of the Company.

Coordination of Internal Audit and external Auditor of the Issuer: not stipulated by the Issuer's internal documents.

The Basic functions of the Committee:

- review of accounting (financial) statements of the Company and monitoring of the process of its preparation;
- control of risk management systems, internal controls and corporate governance;
- control of the external audit and the selection of the auditor;
- organization and maintenance of the independency and objectivity of the internal audit function;
- monitoring performance of the system introduced to respond to unfair acts of the Company's employees and third parties;
- interaction with the Audit Committee of the main shareholder of the Company;
- interaction with the executive bodies and structural divisions of the subsidiary and dependent companies ,
- interaction with the Director General and officials of the Company;
- interaction with the Company's auditor;
- interaction with the Auditing Commission of the Company
- interaction with the Department responsible for the internal control / audit of the Company.

Annually the Chairperson of the Committee submits to the Board of Directors a report on the results of the Committee's activity. The Chairperson of the Committee has the right to submit to the Board of Directors separate reports on the results of a study on matters within the competence of the Committee.

The Board of Directors shall have the right at any time to demand from the Committee a report on the current activities of the Committee. The timing and

preparation of such report shall be determined by the Board of Directors of the Company.

The members of the Audit Committee of the Board of Directors

Name	Chaiperson
Pankstianov Yuriy Nikolaevich	yes
Airapetyan Arman Mushegovich	no
Dudchenko Vladimir Vladimirovich	no
Piotrovich Nikolay Borisovich	no
Filkin Roman Alexeyevich	no
Shevchyuk Alexander Viktorovich	no

Information on the availability of a separate structural division (divisions) of the issuer's for risks management and internal control (other than the Audit Commission (Auditor), body (structural unit) in charge of internal control over financial and economic activities of the issuer), its tasks and functions:

Ensuring effective functioning of the internal control and risk management in the Company is performed by the Department of internal audit and control. In accordance with the organizational structure, the Department of Internal Audit and Control is directly subordinated to the General Director and functionally subordinated to the Audit Committee of the Board of Directors of the Company.

The main functions of the internal control and risk management:

- organization and implementation of control over activities of the Company and its subsidiaries;
- organization of effective cooperation and support of the Audit Committee of the Company, organization of the Audit Commissions at affiliates;
- organization of interaction with the external auditor of the Company and its subsidiaries for the assessment of the effectiveness of internal control and risk management;
- cooperation with the Audit Committee in the framework of functional reporting lines;
- introduction in the Company and its subsidiaries and affiliates of common approaches to the construction of the system of internal control and risk management;

- methodological and organizational support of the introduction of preventive monitoring in the Company and its subsidiaries;
- interaction with state regulatory authorities on the issues related to the internal control.

Interaction with the executive bodies of the Issuer's management and the Board of Directors (supervisory board) is carried out in accordance with the issuer's current Regulations on the internal audit and control, Internal control policy of “IDGC of the South” PJSC and the Risks management policy of “IDGC of the South” PJSC.

Information on the Issuer's separate structural units (services) of internal audit, its tasks and functions;

Within the frameworks of organization of the internal audit, the department of internal audit and control performs the following functions:

- assessment of the reliability and efficiency of the internal control and risk management, identification of deficiencies in the system of internal control.
- planning, arrangement and conducting of internal audits of structural subdivisions of the executive office and its branches, business processes, projects and activities.
- planning, organization and audit of how the Company and its subsidiaries implement orders of state bodies of the Russian Federation on the performance and grid development.
- implementation of the expert-analytical activities on behalf of the Director General of the Company.
- participation in special (official) investigation into the abuse (fraud), damage, misuse, inefficient use of resources.
- preparation of reports and opinions on the results of the internal audit.
- making recommendations to improve the effectiveness and efficiency of the Company and its subsidiaries, improvement of corporate governance, the effectiveness of internal controls and risk management processes as a result of internal audits and evaluations.
- post-implementation monitoring and control of the implementation of corrective

actions by the results of the internal audit.

- providing information on the results of controls and audits the state's system of internal control and risk management, the main trends and developments in the activities, the submission of proposals to improve the performance.

The Issuer's policy in the field of risk management and internal control of the issuer is described in clause 2.4 of the quarterly report.

The Issuer has ratified (approved) an internal document of the issuer that establishes rules for prevention of the misuse of confidential and insider information.

Information on presence of the issuer's internal document establishing rules aimed at preventing the misuse of confidential and insider information:

In order to implement the requirements of the Federal Law No. 224-FZ dated 27.07.2010 "On prevention of unauthorized use of insider information and market manipulation and on amendments to certain legislative acts of the Russian Federation" (hereinafter - FZ-224), on 28 May 2015 the Board of Directors of "IDGC of the South" JSC approved (Minutes of meeting No.160/2015 dated 29.05.2015 issue No.4) the Regulations on insider information of "IDGC of the South" JSC (hereinafter – the Regulations). The Regulations were disclose at the corporate website of "IDGC of the South" PJSC in the section "Information for insiders", where it can be available to all interested persons.

Pursuant to paragraph 2 of the Article 11 of the Federal Law-224, paragraph 5.3, 5.4 of the Regulations, the functions for monitoring the Company's compliance Company with legal requirements and regulatory legal acts of the Russian Federation in the field of monitoring the treatment of insider information as defined in Appendix 4 to the Regulations, and developed and approved on the basis of their internal documents, were assigned to the department of anti-corruption compliance procedures (hereinafter - the department) of "IDGC of the South" PJSC (the Company), which is subordinate to the Director General of the Company.

In accordance with paragraph 5.5 of the regulations one of the functions of the department is an annual reporting to the Board of Directors on the implementation of measures to comply with the requirements of the legislation on the control of insider information in “IDGC of the South” JSC.

Address of the Internet page on which the full text of the Regulation are disclosed:
[http://www.mrsk-Yuga.ru/pages/show/companv insiders](http://www.mrsk-Yuga.ru/pages/show/companv%20insiders)

5.5. Data on Members of Authorities Undertaking Control over the Issuer’s Financial and Economic Activities

The body controlling business activity of the issuer – Auditing Commission

Name: **Kim Svetalana Anatolievna**

Year of birth: **1981**

Education:

Higher.

All offices having been/being held by the person concerned with the Issuer and other organizations during the last 5 years and at present, including those held on part-time basis

Period		Company	Position
from			
2008	2013	FGC UES JSC	Leading expert at Directorate for financial control and internal audit; chief expert at Department for control and inspections; chief expert at Department for control and inspections, head of sector for control over investments
2013	now	Rosseti JSC (Rosseti PJSC)	Head of Directorate for auditing activity and internal audit at Department for internal audit and control; head of Directorate for supervisory activity at Department for supervisory activity

The person holds no participatory stake in the Issuer's authorized capital or the Issuer's ordinary shares.

The person's participatory stake in authorized (pooled) capitals (co-op share funds) of the Issuer's subsidiary and dependent companies: **The person does not hold such stake.**

Details of the nature of any family relations with other persons that are members of the Management Bodies of the Issuer and/or bodies for control of the Issuer's financial and business activity:

There are no such family relations.

Details of the person having been brought to administrative responsibility for offences in the field of finance, taxes and levies, securities market or to criminal responsibility (existence of criminal record) for economic crimes or crimes against the State:

The person has not been brought to responsibility as specified.

Details of the person having held offices with management bodies of commercial organizations in a period when bankruptcy procedures were instigated and/or a bankruptcy procedure as stipulated by the Russian Federation bankruptcy (insolvency) legislation initiated against such organizations: **The person did not hold such offices**

Name: **Guseva Yelena Yurievna**

Year of birth: **1970**

Education:

Higher.

All offices having been/being held by the person concerned with the Issuer and other organizations during the last 5 years and at present, including those held on part-time basis

Period		Company	Position
from			
2009	2013	IDGC of the South JSC	Leading expert Department for internal

			control and risks management
2013	now	Rosseti JSC / Rosseti PJSC	Chief expert at Directorate for internal control

The person holds no participatory stake in the Issuer's authorized capital or the Issuer's ordinary shares.

The person's participatory stake in authorized (pooled) capitals (co-op share funds) of the Issuer's subsidiary and dependent companies: **The person does not hold such stake.**

Details of the nature of any family relations with other persons that are members of the Management Bodies of the Issuer and/or bodies for control of the Issuer's financial and business activity:

There are no such family relations.

Details of the person having been brought to administrative responsibility for offences in the field of finance, taxes and levies, securities market or to criminal responsibility (existence of criminal record) for economic crimes or crimes against the State:

The person has not been brought to responsibility as specified.

Details of the person having held offices with management bodies of commercial organizations in a period when bankruptcy procedures were instigated and/or a bankruptcy procedure as stipulated by the Russian Federation bankruptcy (insolvency) legislation initiated against such organizations: **The person did not hold such offices**

Name: **Kirillov artyom Nikolaevich**

Year of birth: **1984**

Education:

Higher.

All offices having been/being held by the person concerned with the Issuer and other organizations during the last 5 years and at present, including those held on part-time basis

Period		Company	Position
from			
2009	2012	FGC UES JSC	Chief expert at Department for control and inspections
2013	2013	FGC UES JSC	Chief expert at Department for control and inspections
2013	now	Rosseti JSC/ Rosseti PJSC	Deputy head of Directorate for supervisory activity at Department for supervisory activity

The person holds no participatory stake in the Issuer's authorized capital or the Issuer's ordinary shares.

The person's participatory stake in authorized (pooled) capitals (co-op share funds) of the Issuer's subsidiary and dependent companies: **The person does not hold such stake.**

Details of the nature of any family relations with other persons that are members of the Management Bodies of the Issuer and/or bodies for control of the Issuer's financial and business activity:

There are no such family relations.

Details of the person having been brought to administrative responsibility for offences in the field of finance, taxes and levies, securities market or to criminal responsibility (existence of criminal record) for economic crimes or crimes against the State:

The person has not been brought to responsibility as specified.

Details of the person having held offices with management bodies of commercial organizations in a period when bankruptcy procedures were instigated and/or a bankruptcy procedure as stipulated by the Russian Federation bankruptcy (insolvency) legislation initiated against such organizations: **The person did not hold such offices**

Name: **Lukovkina Irina Pavlovna**

Year of birth: **1970**

Education:

Higher.

All offices having been/being held by the person concerned with the Issuer and other organizations during the last 5 years and at present, including those held on part-time basis

Period		Company	Position
from	to		
2008	2012	Fund "Gazpromipoteka"	Chief economist of sector for financial planning and liquidity management
2012	2013	Moscow Telecommunications Center of Energy Systems JSC	Leading specialist of planning and financial sector at Department for Finance and Economics
2013	now	Rosseti JSC (Rosseti PJSC)	Chief expert of sector for summary analysis, planning and supervision; head of sector for methodology at Directorate for supervision and risks at Department for internal audit and supervision; chief expert of Directorate for supervision and risks at Department for supervisory activity

The person holds no participatory stake in the Issuer's authorized capital or the Issuer's ordinary shares.

The person's participatory stake in authorized (pooled) capitals (co-op share funds) of the Issuer's subsidiary and dependent companies: **The person does not hold such stake.**

Details of the nature of any family relations with other persons that are members of the Management Bodies of the Issuer and/or bodies for control of the Issuer's

financial and business activity:

There are no such family relations.

Details of the person having been brought to administrative responsibility for offences in the field of finance, taxes and levies, securities market or to criminal responsibility (existence of criminal record) for economic crimes or crimes against the State:

The person has not been brought to responsibility as specified.

Details of the person having held offices with management bodies of commercial organizations in a period when bankruptcy procedures were instigated and/or a bankruptcy procedure as stipulated by the Russian Federation bankruptcy (insolvency) legislation initiated against such organizations: **The person did not hold such offices**

Name: **Medvedeva oxana Alexeyevna**

Year of birth: **1978**

Education:

Higher.

All offices having been/being held by the person concerned with the Issuer and other organizations during the last 5 years and at present, including those held on part-time basis

Period		Company	Position
from	to		
2010	2011	Baikal Serkis TK LLC	Head of sector for internal control
2011	2014	FGC UES JSC	Head of sector at Department for control and inspection
2014	now	Rosseti JSC (Rosseti PJSC)	Chief expert at Directorate for auditing activity at Department for auditing activity

The person holds no participatory stake in the Issuer's authorized capital or the Issuer's ordinary shares.

The person's participatory stake in authorized (pooled) capitals (co-op share funds) of the Issuer's subsidiary and dependent companies: **The person does not hold such stake.**

Details of the nature of any family relations with other persons that are members of the Management Bodies of the Issuer and/or bodies for control of the Issuer's financial and business activity:

There are no such family relations.

Details of the person having been brought to administrative responsibility for offences in the field of finance, taxes and levies, securities market or to criminal responsibility (existence of criminal record) for economic crimes or crimes against the State:

The person has not been brought to responsibility as specified.

Details of the person having held offices with management bodies of commercial organizations in a period when bankruptcy procedures were instigated and/or a bankruptcy procedure as stipulated by the Russian Federation bankruptcy (insolvency) legislation initiated against such organizations: **The person did not hold such offices**

Internal audit and control department

Information on head of structural subdivision (unit):

Position of the head of structural subdivision: **Head of Department of internal audit and control**

Name: **Pechenkin Nikolay Vladimirovich**

Year of birth: 1983

Education: Higher

All offices having been/being held by the person concerned with the Issuer and other organizations during the last 5 years and at present, including those held on part-time basis

Period	Company	Position
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from	to		
2010	2011	IDGC of the South JSC	Chief specialist at sector for internal control at Department of internal control and risks management
2012	2012	IDGC of the South JSC	Head of sector for internal control at Department of internal control and risks management
2012	2013	IDGC of the South JSC	Deputy head of Department of internal control and risks management
2013	now	IDGC of the South JSC/ IDGC of the South PSC	Head of Department of internal control and risks management

The person holds no participatory stake in the Issuer's authorized capital or the Issuer's ordinary shares.

The person's participatory stake in authorized (pooled) capitals (co-op share funds) of the Issuer's subsidiary and dependent companies: **The person does not hold such stake.**

Details of the nature of any family relations with other persons that are members of the Management Bodies of the Issuer and/or bodies for control of the Issuer's financial and business activity:

There are no such family relations.

Details of the person having been brought to administrative responsibility for offences in the field of finance, taxes and levies, securities market or to criminal responsibility (existence of criminal record) for economic crimes or crimes against the State:

The person has not been brought to responsibility as specified.

Details of the person having held offices with management bodies of commercial organizations in a period when bankruptcy procedures were instigated and/or a bankruptcy procedure as stipulated by the Russian Federation bankruptcy (insolvency) legislation initiated against such organizations: **The person did not**

hold such offices

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

For each body of control over financial and economic activities of the issuer (except a natural person holding the position (exercising functions) of an auditor of the issuer) shall be described with the indication of the size of all types of remuneration, including salaries of members of bodies supervising the financial and economic activities of the issuer that are its employees, including those working part-time, bonuses, commissions, fees, separately paid for participation in the relevant body of control over financial and economic activities of the issuer, other types of remuneration that were paid by the issuer during the reporting period, and as described, indicating the size of the costs associated with the execution of the functions of members of bodies supervising financial and economic activities of the issuer, the issuer compensated for the corresponding reporting period.

Unit of measurement: thousand rubles

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	2015, 6 months
Remuneration for participation in activity of a body controlling economic activity of the issuer	143
Wages	0
Bonuses	0
Reimbursement for expenses	0
Other type of remunerations	0
TOTAL	143

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.

Body controlling business activity of the issuer: **Department of internal**

audit and control

Remuneration for participation in activity of the control

Unit of measurement: thousand rubles

Indicator	2015, 6 months.
Remuneration for participation in activity of a body controlling economic activity of the issuer	0
Wages	1 610
Bonuses	1 314
Reimbursement for expenses	0
Other type of remunerations	0
TOTAL	2 924

Body controlling business activity of the issuer: Auditing Commission

Remuneration for participation in activity of the control

Unit of measurement: thousand rubles

Indicator	2015, 6 months.
Remuneration for participation in activity of a body controlling economic activity of the issuer	
Wages	
Bonuses	
Reimbursement for expenses	
Other type of remunerations	
TOTAL	

Information on agreements on such payments during the current fiscal year:

Compensations

Unit of measurement: thousand rubles

Controlling body (structural subdivision)	2015, 6 months
Auditing Commission	104
Department for internal audit and control	0

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	2013, 6 months
Average number of employees	13 494
Volume of money transferred for remuneration of labour	2 780 696.2

Volume of money transferred for social benefits	13 461.6
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No significant changes in amount of employees occurred. The labour unit was not established.

Description of the organizational structure of the issuer and the main, functional relations between key operating units

On 02.06.2015 organizational structure of “IDGC of the South” JSC was introduced and approved by the Board of Directors of “IDGC of the South” JSC (Minutes of meeting No.160/2015 dated 29.05.2015).

The organizational structure meets the requirements of the main shareholder to the organizational structure of the operating company. The main activities of the Company are distributed by functional units, managed by Deputies General Director of the Company:

Economy and finance, accounting and tax accounting and reporting;

Sale of services;

Development and technological connection;

Investment activity, capital construction, logistics and inventory and logistics management;

Technical block;

Corporate management, property management and legal support;

Human resource management, organizational design, the organization of regulation and remuneration, administration, management of public relations;

Special Projects;

Security, protection of state secrets, mobilization, preparation and civil defense.

Some activities were established as independent business units, directly subordinate to the General Director of the Company:

Department of internal audit and risk management;

Department of Corporate and process automated control systems;

Department anti-corruption compliance procedures

The organizational structure includes the Deputy Director General - Director of the branches of “Astrakhanenergo”, “Volgogradenergo”, “Kalmenergo”,

“Rostovenergo” and the director of the branch of “Kubanenergo”, which on the basis of powers of attorney issued by the General Director of the Company, manage ongoing activities established in accordance with the resolution of the Board of Directors (Minutes No.6/2008 dated 11.01.2008) of the following subsidiaries of the Company:

- Branch of “IDGC of South” JSC – “Astrakhanenergo” (414000, 32 Krasnaya Naberezhnaya, Astrakhan);
- Branch of “IDGC of South” JSC – “Volgogradenergo” (400066, 15 Lenina Prospect, Volgograd);
- Branch of “IDGC of South” JSC – “Kalmenergo” (358007, Northern Industrial Area, Elista, the Republic of Kalmykia);
- Branch of “IDGC of South” JSC – “Kubanenergo” (350033, 2 Stavropolskaya street, Krasnodar);
- Branch of “IDGC of South” JSC – “Rostovenergo” (344002, 19 Bolshaya Sadovaya street, Rostov-on-Don)

The organizational structure of “IDGC of South” JSC is available on the corporate web site in the Internet at: [http://www.mrsk-Yuga.ru/companv/organizational structure](http://www.mrsk-Yuga.ru/companv/organizational_structure).

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: **9 227**

Total number of nominee shareholders of the Issuer: **4**

The total number of persons included in the final recorded list of persons who had (who have) the right to participate in the general meeting of shareholders of the issuer (another list of persons recorded to perform the (sale) of rights on shares of the issuer and which is to be made the nominees in the issuer provided the data on persons for whose benefit they owned (own) the shares of the issuer): **11 424**

Record date of the list of persons included in the latest list of those who had (have) the right to participate in the general meeting of shareholders of the issuer (another list of persons recorded for the implementation (realization) of rights on the issuer's shares and compiled on the basis of submitted data of nominee shareholders' on the persons for whose benefit they owned (own) shares of the issuer): **18.05.2015**

Holders of ordinary shares of the issue that are subject to inclusion in such list: **11 424**

Information on the number of own shares possessed by the issuer as at the reporting quarter

Own shares possessed by the issuer: no

Information on the number of shares belonging to the organizations controlled by the issuer

There are no shares belonging to organizations under its control

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: **Non-profit Partnership "National Depository Centre"**

Short company name: **"NDC", CJSC**

Location

Building 8, 1/13 Sredniy Kislovskiy lane, Moscow, Russia, 125009

TIN: **7702165310**

PSRN: **1027739132563**

Telephone: (495) 956-2790

Fax: (495) 956-0938

E-mail address: dc@ndc.ru

Data on license of professional participant of the securities market

Number: 177-12042-000100

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: **22 496 430 553**

Number of preferred shares of the Issuer registered in the Issuer's list of shareholders under the name of the nominal holder: 0

2.

Nominee holder Information on nominee holder:

Full company name: **Limited Liability Company “Depository and corporate technologies”**

Short company name: **“DKT” LLC**

Location

1 Building, 4 Stromynka, Moscow, Russia, 107014

TIN: 7729520219

PSRN: 1057746181272

Telephone: (495) 641-3031

Fax: (495) 641-3031

E-mail address: dkt@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

Other information specified by the issuer at its own discretion: no

6.3. Data on State or Municipal Unit Stake in Authorized (Share) Capital (Share Fund) of the Issuer, Availability of Special Right ("golden share")

Information about the controllers of state, municipal shares.

Federal property

Federal property

Name: **Federal Agency of State Property Management**

Address: **9, Nikolskiy lane, Moscow, 109012**

The size of the authorized (share) capital (share fund) of the Issuer of municipal property, located in the state (federal, subjects of Russian Federation): **0.139**

Federal property

Name: **State Taxation Inspection of Taganrog**

Address: **22-24, A.Glushko lane, Taganrog 347900**

The size of the authorized (share) capital (share fund) of the Issuer of municipal property, located in the state (federal, subjects of Russian Federation): **0.003**

Persons who, on behalf of the Russian Federation, subject of Russian Federation or municipal entity shall perform the functions participant (shareholder) of the Issuer.

There are no such persons

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 restriction on participation in authorized (share) capital (share fund) of the Issuer

Restrictions on participation in the authorized (share) capital of the issuer – no.

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**

Address: **Building 3, 101 prospect Vernadskiy, Moscow**

TIN: **7705018828**

PSRN: **1027700043293**

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**

Address: **Building 3, 101 prospect Vernadskiy, Moscow**

TIN: **7705018828**

PSRN: **1027700043293**

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**

Address: **Building 3, 101 prospect Vernadskiy, Moscow**

TIN: **7705018828**

PSRN: **1027700043293**

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**

Address: **Building 3, 101 prospect Vernadskiy, Moscow**

TIN: **7705018828**

PSRN: **1027700043293**

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**

Address: **Building 2, 29 Shabolovka str., Moscow 115162**

TIN: **7706307082**

PSRN: **1037706044408**

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

Address: **1065 Nicosia, Arch. Makariou III, 2-4, Capital Center, 9th Floor**

Is not resident of RF

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 Akademik 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: **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 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**

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: **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 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: 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, %: 6.8

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

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **05.07.2012**

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

Date of drawing up the list of persons who are entitled to participate in the Issuer’s Shareholders (participants) Meeting: **17.05.2013**

List of shareholders (participants)

Full company name: **Open Joint Stock Company “Russian Grids”**

Short company name: **“Rosseti”, 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, %: **9.28**

Stake of the Issuer's ordinary shares held by the person, %: **9.28**

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: **23.12.2013**

List of shareholders (participants)

Full company name: **Open Joint Stock Company "Russian Grids"**

Short company name: **"Rosseti", 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.
The Company is not resident of RF**

Stake of the person in the Issuer's authorized capital, %: **9.28**

Stake of the Issuer's ordinary shares held by the person, %: **9.28**

Full company name: **Protsvetanie Holding Limited Company**

Short company name: **no information**

Location: **9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus.**

The Company 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: **19.05.2014**

List of shareholders (participants)

Full company name: **Open Joint Stock Company "Russian Grids"**

Short company name: **"Rosseti", JSC**

Location: **26 Ulanskiy lane, Moscow 107996**

TIN: **7728662669**; PSRN: **108776000019**

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.**

The Company is not resident of RF

Stake of the person in the Issuer's authorized capital, %: **9.28**

Stake of the Issuer's ordinary shares held by the person, %: **9.28**

Full company name: **Protsvetanie Holding Limited Company**

Short company name: **no information**

Location: **9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus.**

The Company is not resident of RF

Stake of the person in the Issuer's authorized capital, %: **6.96**

Stake of the Issuer's ordinary shares held by the person, %: **6.96**

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **19.05.201412.01.2015**

List of shareholders (participants)

Full company name: **Open Joint Stock Company "Russian Grids"**

Short company name: **"Rosseti", 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.**

The Company is not resident of RF

Stake of the person in the Issuer's authorized capital, %: **9.28**

Stake of the Issuer's ordinary shares held by the person, %: **9.28**

Full company name: **Protsvetanie Holding Limited Company**

Short company name: **no information**

Location: **9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus.**

The Company is not resident of RF

Stake of the person in the Issuer's authorized capital, %: **6.96**

Stake of the Issuer's ordinary shares held by the person, %: **6.96**

Date of drawing up the list of persons who are entitled to participate in the Issuer's Shareholders (participants) Meeting: **18.05.2015**

List of shareholders (participants)

Full company name: **Open Joint Stock Company "Russian Grids"**

Short company name: **"Rosseti", 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.**

The Company is not resident of RF

Stake of the person in the Issuer's authorized capital, %: **9.28**

Stake of the Issuer's ordinary shares held by the person, %: **9.28**

Full company name: **Protsvetanie Holding Limited Company**

Short company name: **no information**

Location: **9 Giannou Kranidioti, 2nd floor, Office 210, 1065, Nicosia, Cyprus.**

The Company is not resident of RF

Stake of the person in the Issuer's authorized capital, %: **6.96**

Stake of the Issuer's ordinary shares held by the person, %: **6.96**

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: thousand rubles

Item	Total number	Total volume in monetary terms
Interested parties transactions which required approval by the authorized management body of the Issuer	3	10 912
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	3	10 912
Interested parties transactions for the accounting	0	0

period which required approval yet were not approved by the authorized management body of the Issuer		
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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 concluded

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 concluded.

6.7. Data on the Amount of Accounts Receivable

30.06.2015

Unit of measurement: thousand rubles

Type of accounts receivable	
Accounts receivable from buyers and customers	9 523 262
including overdue	7 175 942
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	1 672 698
including overdue	250 641
Total	11 363 389
including overdue	7 455 399

Debitors which share is at least 10% from total sum of accounts receivable as of the reporting period

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: **2 520 526**

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 2 308 594 thousand rubles. Claim-related work on collection the debt is being carried out.

Debtor is issuer's affiliated person: **no**

Full company name: Municipal Unitary Production Enterprise "**Astrakhan energy selling comapny**" **Open joint stock copmony**

Short name: "**Astrakhan energy selling comapny**" **JSC**

Location: **Astrakhan**

TIN: 3017041554

PSRN: 1053000000041

Sum of accounts receivable: **1 854 369**

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 1 486 655 thousand rubles. Claim-related work on collection the debt is being carried out.

Debtor is issuer's affiliated person: **no**

Full company name: Municipal Unitary Production Enterprise "**Energosbyt Rostovenergo**" **Open joint stock copmony**

Short name: "**Energosbyt Rostovenergo**" **JSC**

Location: **Rostov-on-Don**

TIN: 6168002922

PSRN: 1056164000023

Sum of accounts receivable: **1 85393 816**

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 560 405 thousand

rubles. Claim-related work on collection the debt is being carried out.

Debtor is issuer's affiliated person: **no**

Full company name: Municipal Unitary Production Enterprise "**Donenergo**"

Open joint stock copmony

Short name: "**Donenergo**"JSC

Location: **Rostov-on-Don**

TIN: 6163089292

PSRN: 1076163010890

Sum of accounts receivable: **1 211 335**

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 004191 thousand rubles. Claim-related work on collection the debt is being carried out.

Debtor is issuer's affiliated person: **yes**

The issuer's share in the authorized capital of the company is: 0%

The percentage of ordinary shares of the company owned by the issuer: 0%

Participation in the authorized capital of the issuer: 0%

Percentage of the issuer's shares owned by the company: 0%

VII. Accounting (Financial) Report of the Issuer and Other Financial Information

7.1. Annual Accounting Report of the Issuer

Is not specified in this reporting quarter.

7.2. Quarterly accounting (financial) report of the Issuer

Balance sheets of 30.06.2015

Form No. 1 as per Russian National Classification of Management Documentation (OKUD)

Date 30.06.2015

Organization: "Interregional Distribution Grid Company of the as per Russian National Classifier of Business

Code
0710001
30.06.2015
80380011

South” Public Joint Stock Company	Organizations (OKPO)	
Taxpayer Identification Number	TIN	616426656 1
Type of activity: electric energy transmission	as per Russian National Classifier of Economic Activities (OKVED)	40.10.2
Legal form of organization / form of ownership: public joint stock company/provate property	as per Russian National Classifier of Forms of Incorporation (OKOPF)/ Russian National Classifier of Forms of Ownership (OKFS)	47 / 16
Unit of measurement: ths.rub.	as per Russian National Classifier of Measurement Units (OKEI)	384
Location (address)	49 Bolshaya Sadovaya St., Rostov-on-Don, Russia, 344002	

Explanations	Assets	Line	As of 30.06.2015	As of 31.12.2014	As of 31.12.2013
1	2	3	4	5	6
	Non-current assets	1110	7	9	38
	Results of researches and projects,	1120	21 903	26 438	80 545
	Intangible exploration assets	1130	0	0	0
	Fixed exploration assets	1140	0	0	0
	Fixed assets	1150	29 025 846	29 986 795	31 889 611
	Income-bearing investments in tangible assets	1160	0	0	0
	Financial investments	1170	144 565	155 011	219 876
	Deferred tax assets	1180	284 772	356 989	280 749
	Other non-current assets	1190	151 294	165 062	491 864
	Total for section I	1100	29 628 387	30 690 304	32 962 683
	II. Current assets				
	Stock	1210	734 434	649 191	956 524
	Value added tax on acquired assets	1220	65 050	62 366	63 882
	Accounts receivable	1230	11 363 389	9 330 109	11 482 427
	Financial investments (except money equivalent)	1240	0	0	0
	Cash and cash equivalents	1250	451 482	716 955	1 177 472
	Other current assets	1260	13 979	32 148	16 172
	Total for section II	1200	12 628 334	10 790 769	13 696 477
	Balance (assets)	1600	42 256 721	41 481 073	46 659 160

notes	Liabilities	line	30.06.2015	31.12.2014	31.12.2013
1	2	3	4	5	6
	III. Shareholders' funds				
	Authorized capital (share capital, authorized fund, partners' investments)	1310	4 981 110	4 981 110	4 981 110
	Reacquired stock	1320	0	0	0
	Reappraisal of fixed assets	1340	14 699 788	14 710 817	14 727 032
	Capital surplus (without reappraisal)	1350	0	0	0
	Reserve funds	1360	150 095	150 095	148 736
	Undistributed profit (uncovered loss)	1370	-14 421 316	-14 719 067	-7 833 272
	Total for section III	1300	5 409 677	5 122 955	12 023 606
	IV. Long-term liabilities				
	Borrowed funds	1410	17 736 621	19 744 299	13 241 321
	Deferred tax liability	1420	333 080	318 893	309 109
	Estimated liability	1430	0	0	0
	Other liabilities	1450	148 825	80 889	70 906
	Total for section IV	1400	18 218 526	20 144 081	13 621 336
	V. Short-term liabilities				
	Borrowed funds	1510	7 129 648	5 123 128	8 748 032
	Accounts payable	1520	9 624 094	8 554 588	10 897 949
	Income of future periods	1530	73 389	78 296	54 316
	Estimated liability	1540	1 801 387	2 458 025	1 313 921
	Other liabilities	1550	0	0	0
	Total for section V	1500	18 628 518	16 214 037	21 014 218
	Balance (liabilities)	1700	42 256 721	41 481 073	46 659 160

**Profit and Loss Statement
6 months of 2015**

Form No. 1 as per Russian National Classification of Management Documentation (OKUD)

Date 30.06.2015

Organization: "Interregional Distribution Grid Company of the South" Public Joint Stock Company

as per Russian National Classifier of Business Organizations (OKPO)

Code
0710001
80380011

Taxpayer Identification Number	TIN	616426656 1
Type of activity: electric energy transmission	as per Russian National Classifier of Economic Activities (OKVED)	40.10.2
Legal form of organization / form of ownership: public joint stock company/provate property	as per Russian National Classifier of Forms of Incorporation (OKOPF)/ Russian National Classifier of Forms of Ownership (OKFS)	47 / 16
Unit of measurement: ths.rub.	as per Russian National Classifier of Measurement Units (OKEI)	384
Location (address)	49 Bolshaya Sadovaya St., Rostov-on-Don, Russia, 344002	

Notes	Indicator	Line	6 months of 2015	6 months of 2014
1	2	3	14 362 159	14 163 850
	Profit	2110	-12 318 249	-11 556 739
	Cost of sales	2120	2 043 910	2 607 111
	Gross profit (loss)	2100	0	0
	Business expenses	2210	-269 826	-244 825
	Management expenses	2220	1 774 084	2 362 286
	Profit (loss) from sales	2200	12 497	33
	Participation capital	2310	31 102	13 082
	Interest receivable	2320	-1 299 939	-1 005 008
	Interest payable	2330	2 253 828	970 078
	Other revenues	2340	-2 107 743	-2 258 465
	Other expenses	2350	663 829	82 006
	Profit (loss) before the taxation	2300	-355 659	-490 481
	Current income tax	2410	298315	525 302
	Changes in deferred tax liabilities	2430	-14 208	-1 594
	Changes in tax asset	2450	-61 214	-49 628
	Other	2460	53 974	21 584
	Net profit (loss)	2400	286 722	-438 113
	For reference:			
	Balance from revaluation of non-current assets, that is not included in net profit (loss) of the	2510		

period				
Balance from other activities that is not included in net profit (loss) of the period	2520			
Total financial result of the period	2500	286 722	-438 113	
Basic profit (loss) per share	2900			
Diluted profit (loss) per share	2910			

7.3. Consolidated accounting reports of Issuer for the last completed fiscal year

Annual consolidated accounting report of the Issuer is prepared in accordance with requirements of Legislation of Russian Federation does not represent taking into account representation of annual consolidated accounting report composed in accordance with IFRS.

The Issuer made a consolidated accounting report for the last financial year in accordance with International financial reporting standard.

2014 - IFRS/GAAP

Reporting period: Year: **2014** Quarter: IV

Standards (rules) in accordance with which the Consolidated accounting report disclosed in this paragraph of quarterly report was composed:

IFRS

The appendix to this quarterly report contains the information

7.4. Information about Issuer's accounting policy.

There were no changes during the reporting period.

7.5. Data on total export amount and on export share in total amount of sales

Is not included in the current accounting period

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

Information of significant changes in the property of the issuer that happened during the last 12 months before the end of the reporting quarter: such changes did not occur

7.7. Data on the Issuer's Participation in Litigations if such Participation Can Have a Significant Impact on the Issuer's Financial and Economic Activities

- Energia JSC filed a suit against IDGC of the South PJSC on collection of 220 million rubles of unjustified enrichment in amount of unpaid sum for the services of electric energy transmission for May-June 2014. By the resolution of the Commercial court of Rostov region dated 24.02.2015, the claims of the plaintiff were partially satisfied, the Company was charged 77,7 million rubles out of 220 million, that were claimed. The court ordered to dismiss the rest of the claims. The resolution of the court has been appealed by Energia JSC at court of appeal, consideration of appellate complaint was deferred till 31.07.2015.
- Energia JSC filed a suit against IDGC of the South PJSC on collection of unjustified enrichment in amount of 53 204 265.73 rubles for January 2015 (severed from other charges No.A53-3457/2015).
- Energia JSC filed a suit against IDGC of the South PJSC on collection of unjustified enrichment in amount of 45 599 435.34 rubles for February 2015 (severed from other charges No.A53-36178/2015).
- Energia JSC filed a suit against IDGC of the South PJSC on collection of unjustified enrichment in amount of 98 134 251.60 rubles for March April 2015 (severed from other charges No.A53-12457/2015).
- Energia JSC filed a suit against IDGC of the South PJSC on collection of unjustified enrichment in amount of 47 294 216.66 rubles for May 2015 (No.A53-16164/2015). The court session was appointed on 20.07.2015.
- Prometei LLC submitted a request to IDGC of the South PJSC on collection of indebtedness for January-March 2015 in amount of 55 148 708 rubles 98 kopecks, which was formed because of the conclusion of contracts on lease of transmission facilities and the absence of payment for the flow of electricity via these facilities (due to lack of funds in the "boiler" tariffs).The claims were satisfied in full. Appeal petition is being prepared.

On 18.11.2014 “THC-energo Rostov-on-Don” PJSC filed a suit against IDGC of the South PJSC on collection of 176 654 362.06 rubles indebtedness for compensation of electricity losses in network within the period: January-November 2013. By resolution of the Commercial court of Rostov region on 26.05.2014 in the case No.A53-2756/2014 the claim was fully satisfied. An appeal was filed. By resolution dated 18.11.2014 the legal proceedings were suspended before the court decision comes into legal force in the case No. A53-16593/2013.

- IDGC of the South PJSC filed a suit against “THC-energo Rostov-on-Don” PJSC on collection of 200 107 836.09 rubles indebtedness for services of electric energy transmission for March 2014. By resolution of the Commercial court of Rostov region, on 23.03.2015 the claims were dismissed (the decision came into force). A cassation appeal is being prepared.

- PJSC Astrakhan retail energy sales company filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 32 435 854,50 rubles for the period: July 2008. Legal proceedings were suspended, expert assessment was commissioned.

- PJSC Astrakhan retail energy sales company filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 8 685 639,86 rubles for the period: August 2008. The hearing of the case was suspended.

- PJSC Astrakhan retail energy sales company filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 19 987 570,19 rubles for the period: September 2008. By resolution of the Commercial court of Astrakhan region dated 27.12.2013, the plaintiff's claims were partially upheld in the amount of 514 340 rubles, the rest of appeal was dismissed. PJSC Astrakhan retail energy sales company disputed the decision at court of appeal, legal proceedings were suspended, expert assessment was commissioned. By the resolution of the Twelfth Arbitration Appeal Court dated 24.02.2015, the sum of indebtedness was charged in amount of 11 981 268,84

rubles. By the resolution of cassation instance dated 02.07.2015 the acts were left unchanged.

- PJSC Astrakhan retail energy sales company filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 12 646 631,97 rubles for the period: October 2008. The legal proceedings were repeatedly suspended: until adjudication of case No. A06 - 7614/2010, until consideration of appeal petition by The Twelfth Arbitration Appeal Court in the case No. A06-6248/2011. By resolution of the Commercial court of Astrakhan region dated 27.08.2014 the plaintiff's claims were partially upheld, in the amount of 7 244 466,57 rubles, the rest of appeal was dismissed. The decision was appealed by the parties at court of appeal. By the resolution of the Twelfth Arbitration Court of Appeal dated 03.10.2015 the decision was upheld, complaints - without satisfaction. Consideration of the appeal is scheduled for 07.23.2015.

- PJSC "Astrakhan retail energy sales company" filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 21 448 966,59 rubles for the period: December 2008. The legal proceedings were repeatedly suspended: until adjudication of case No. A06- 7614/2010, until consideration of appeal petition by the Twelfth Arbitration Appeal Court in the case No.A06-6248/2011. By resolution of the Commercial court of Astrakhan region dated 12.01.2015 the plaintiff's claims were upheld in the amount of 20 685 912,01 rubles

By resolution of the Twelfth Arbitration Appeal Court dated 09.04.2015 the decision was left unchanged. IDGC of the South PJSC filed a cassation appeal, the date of the hearings has not been announced.

- PJSC "Astrakhan retail energy sales company" filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 20 277 551,18 rubles for the period: July 2009. The legal proceedings were repeatedly suspended: until adjudication of case No.A06-7614/2010, until consideration of appeal petition by the Twelfth Arbitration Appeal Court in the

case No.A06-6248/2011. By resolution of the Commercial court of Astrakhan region dated 07.11.2014 the plaintiff's claims were partially upheld, in the amount of 2 365 263.67 rubles. PJSC "Astrakhan retail energy sales company" appealed the decision at court of appeal. Legal proceedings were suspended, expert assessment was commissioned.

- PJSC "Astrakhan retail energy sales company" filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 3 806 617.10 rubles for the period: September 2009. The hearing of the case was suspended.

- PJSC "Astrakhan retail energy sales company" filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 22 321 232,32 rubles for the period: October 2009. The hearing of the case was suspended.

- PJSC "Astrakhan retail energy sales company" filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 53 265 115,89 rubles for the period: November 2009. The hearing of the case was suspended.

- PJSC "Astrakhan retail energy sales company" filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 64 989 116,82 rubles for the period: December 2009. The legal proceedings were repeatedly suspended: until adjudication of case No.A06-7614/2010, until consideration of appeal petition by the Twelfth Arbitration Appeal Court in the case No.A06-6248/2011. By resolution of the Commercial court of Astrakhan region dated 01.09.2014 the claims under the lawsuit were satisfied in full. IDGC of the South PJSC appealed the decision at the court of appeal. By resolution of the Twelfth Arbitration Appeal Court dated 10.03.2015 the decision was upheld, complaints - without satisfaction. IDGC of the South PJSC filed a cassation appeal, the hearing was appointed on 28.07.2015.

- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 57 741 926,17 rubles for the period: June 2011. The legal proceedings were repeatedly suspended until consideration of appeal petition by the Twelfth Arbitration Appeal Court in the case No.A06-6248/2011. On 30.10.2014 the legal proceedings were suspended in connection with the appointment of judicial examination.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 43 320 285,87 rubles for the period: July 2011. The legal proceedings were suspended.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 41 743 893,18 rubles for the period: August 2011. The legal proceedings were repeatedly suspended until consideration of case No.A06-6994/2011. The legal proceedings were suspended in connection with the appointment of judicial examination.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 23 543 433,62 rubles for the period: September 2011. The legal proceedings were repeatedly suspended until the effective date of the court ruling in the case No. A06-7787/2011. The case was reopened, the hearing was appointed on 16.07.2015.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 41 026 186,02 rubles for the period: May 2013. By resolution of the Commercial court of Astrakhan region dated 19.03.2015 the plaintiff’s claims were partially upheld in the amount of 128 615 rubles

- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 33 471 482.80 rubles for the period: April 2013. By resolution of the Commercial court of Astrakhan region dated 16.03.2015 the claims were dismissed. By the resolution of the court of appeal the decision reversed, 108 514.12 rubles were charged.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 30 859 374,90 rubles for the period: September 2013. On 10.07.2014 the hearing of the case was suspended before judicial decision becomes enforceable in case No.A06-8979/2013.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 138 053 233.60 rubles for the period: October 2013. On 30.07.2014 the hearing of the case was suspended before judicial decision becomes enforceable in the case No. A06-10152/2013.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 94 922 990.95 rubles for the period: November 2013. On 31.07.2014 the hearing of the case was suspended before judicial decision becomes enforceable in the case No. A06-1633/2014.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 198 601 379,36 rubles for the period: December 2013. The hearing of the case was suspended before judicial decision becomes enforceable in the case No. A06-2538/2014.
- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 200

471 617.93 rubles for the period: January 2014. On 28.01.2015 the hearing of the case was suspended until judicial decision becomes enforceable in the case No. A06-2540/2014.

- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 76 832 868.79 rubles for the period: February 2014. On 22.12.2014 the hearing of the case was suspended until judicial decision becomes enforceable in the case No. A06-11134/2014.

- PJSC “Astrakhan retail energy sales company” filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 22 068 740.93 rubles for the period: March 2013. On 26.01.2015 the hearing of the case was suspended until judicial decision becomes enforceable in the case No. A06-11132/2014.

- PJSC «Astrakhan retail energy sales company » filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 25 740 085.05 rubles for the period: May 2014. 26.01.2015 the hearing of the case was suspended until judicial decision becomes enforceable in the case No. A06-11228/2014.

- IDGC of the South PJSC filed a suit against PJSC “Astrakhan retail energy sales company” on collection of indebtedness for services of electric energy transmission for November 2013. By resolution of the Commercial court of Astrakhan region dated 02.09.2014, that was retained in force by order of the Twelfth Arbitration Appeal Court dated 17.11.2014, the plaintiff’s claims were upheld in amount of 83 923 214.83 rubles. PJSC “Astrakhan retail energy sales company” appealed the court order at the court of appeal. By order of the Twelfth Arbitration Appeal Court dated 24.03.2015 the court orders were dismissed and submitted to court of the first instance. The court of the first instance suspended the case and appointed expertize.

- IDGC of the South PJSC filed a suit against PJSC “Astrakhan retail energy sales company” on collection of indebtedness for services of electric energy transmission for January 2014. By resolution of the Commercial court of Astrakhan region dated 03.10.2014 the plaintiff’s claims were partially upheld in amount of 63 385 566.17 rubles. PJSC “Astrakhan retail energy sales company” appealed the court order at the court of appeal. On 21.01.2015 the court of appeal suspended the case and appointed expertize.

On 25.05.2015 Volgogradenergosbyt PJSC filed a suit against IDGC of the South PJSC on collection of the cost of electric energy losses in the amount of 164 756 282, 99 rubles for the period: from 01.07.2009 to 31.12.2009. The court of appeal returned the case to the court of the first instance twice. With the new examination of the case by the court of first instance Volgogradenergosbyt JSC specified the amount of the claim up to 122 077 128.36 rubles. On 13.02.2015 the court of the first instance satisfied the claims in full. By resolution of the court of appeal dated 21.05.2015, the court decision was affirmed. An appeal was lodged, the examination of which is scheduled for 07.21.2015. The decision of the Court of Appeal of the Volgograd region dated 06.16.2015, provided to IDGC of the South PJSC extension of deadline for one year for fulfillment of the court’s decision in the case No.A12-23449 / 2010.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: January-May 2010 in the amount of 90 278 965 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 455 822 201 rubles. The court of cassation returned the case for a new trial to the Court of First Instance. As of the reporting date, the court of appeal dismissed the claim of IDGC of the South PJSC due to voluntary payment of debt, the counter-claim was partially satisfied for the amount of 1 085 319 rubles. Volgogradenergosbyt JSC files a cassation appeal, the hearing is appointed

on 31.03.2015.

Following the review of cassation appeal, the court acts remain in force, cassation appeal of Volgogradenergosbyt JSC was not satisfied.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: June-October 2010 in the amount of 427 563 800 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 87 964 269 rubles. The court of cassation returned the case the case for a new trial to the court of appeal. As of the reporting date, the court of appeal partially satisfied the claim of IDGC of the South PJSC for the amount of 40 037 750 rubles (due to voluntary payment of debt), the counter-claim was partially satisfied for the amount of 638 791 rubles. Volgogradenergosbyt JSC files a cassation appeal, the hearing is appointed on 24.03.2015. Following the review of cassation appeal, the court acts remain in force, cassation appeal of Volgogradenergosbyt JSC was not satisfied.

- On 31.03.2015 IDGC of the South PJSC filed a suit against on Volgogradenergosbyt JSC collection of indebtedness for services of electric energy transmission for the period: February-May 2011 in the amount of 44 865 963 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 156 558 764 rubles. The court of cassation returned the case the case for a new trial to the court of appeal. As of the reporting date, the court of appeal partially satisfied the claim of IDGC of the South PJSC for the amount of 42 139 585 rubles, the counter-claim was partially satisfied for the amount of 15 766 652 rubles. Volgogradenergosbyt JSC files a cassation appeal, the hearing is appointed on 31.03.2015.

Following the review of cassation appeal, the court acts remain in force, cassation appeal of Volgogradenergosbyt JSC was not satisfied.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: June-September 2011 in the amount of 155 452 950 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 83 924 128 rubles. The court of appeal returned the case for a new trial twice: to the court of first instance and to the court of appeal. The court of appeal hearing was postponed till 13.04.2015. By the resolution of the Twelfth Arbitration Appeal Court on 16.4.2015 a new judicial act was adopted, 133 348.35 rubles were recovered from the principal claim for services and 4 220 192.55 rubles over the counter claim for the losses. By the resolution of the Commercial court of Volgograd region on 06.10.2015, writ of restitution was made in the amount of 82 million rubles

IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: October -December 2011 in the amount of 610 463 320 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 269 614 527 rubles The court of appeal returned the case for a new trial twice: to the court of first instance and to the court of appeal. As of the reporting date, the court of appeal partially satisfied the claim of IDGC of the South PJSC for the amount of 246 847 767 rubles (due to voluntary payment of debt), the counter-claim was partially satisfied for the amount of 5 094 438 rubles Volgogradenergosbyt JSC filed cassation claim. Following the review of cassation appeal, the court acts remain in force, cassation appeal of Volgogradenergosbyt JSC was not satisfied. Implementation of the court decision dated 02.02.2015 was extended for 24 months by 10 million rubles starting from 01.02.2015.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the

period: January-April 2012 in the amount of 1 346 333 718 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 56 293 992 rubles. The court of cassation returned the case for a new trial to the court of appeal. As of the reporting date, the court of appeal partially satisfied the claim of IDGC of the South PJSC for the amount of 1 342 309 577 rubles, the counter-claim was partially satisfied for the amount of 9 899 485 rubles. Volgogradenergosbyt JSC filed cassation claim, hearing was appointed on 26.03.2015. By the resolution of the court of appeal dated 31.03.2015 the court orders were dismissed, the case was remitted for a new investigation to the court of the first instance. By resolution of the Commercial court of Volgograd region dated 19.06.2015, Volgogradenergosbyt JSC was charged 11 897 773.15 rubles, IDGC of the South PJSC was charged 15 239 511.69 rubles, by the result of offsetting IDGC of the South PJSC was charged 3 141 738.54 rubles, Volgogradenergosbyt JSC filed an appeal petition.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: July-September 2012 in the amount of 539 399 150 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 251 971 572 rubles. The court of cassation returned the case for a new trial to the court of appeal. As of the reporting date, the case is being considered by the court of appeal, the hearing was postponed until 31.03.2015. The resolution of the Twelfth Arbitration Appeal Court dated 31.03.2015 the legal proceedings were suspended due appointment of forensic enquiry. The proceedings were resumed at the request of the expert organization, the trial is scheduled for 07.21.2015.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the

period: October-December 2012 in the amount of 734 976 760 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 256 254 793 rubles. The court of cassation returned the case for a new trial to the court of appeal. The hearing was appointed on 09.04.2015. By resolution of the Commercial court of Volgograd region dated 15.06.2015, Volgogradenergosbyt JSC was charged 378 834 372, 23 rubles, IDGC of the South PJSC was charged 2 069 605.13 rubles. By the results of the offsetting 376 764 767.10 rubles were charged in favour of IDGC of the South. Volgogradenergosbyt JSC filed an appeal petition.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: January-April 2013 in the amount of 869 444 791 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 162 083 296 rubles. The court of appeal partially affirmed the claim of IDGC of the South PJSC for the amount of 694 million rubles, the counter-claim was dismissed. Volgogradenergosbyt JSC filed a cassation appeal. The court decisions were dismissed, the case was remitted for a new investigation, hearing is appointed on 09.04.2015.

By resolution of the Commercial court of Volgograd region dated 20.05.2015 701 700 053,27 rubles of debt were charged in favour of IDGC of the South. 4 607 612,26 rubles of losses were charged in favour of Volgogradenergosbyt. By the results of the offsetting 697 092 441.01 rubles were charged in favour of IDGC of the South, Volgogradenergosbyt JSC filed an appeal petition.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: октябрь-November 2013 года in the amount of 539 040 409 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the

South PJSC on collection of the cost of electric energy losses for the same period in the amount of 32 142 429 rubles. The court of the first instance satisfied the claim of IDGC of the South PJSC in the amount of 437 548 025 rubles (due to voluntary payment of debt), the counter-claim was partially satisfied for the amount of 2 146 913 rubles. Volgogradenergosbyt JSC filed an appeal petition. Consideration of the appeal petition was appointed on 16.04.2015. The resolution of the Twelfth Arbitration Appeal Court dated 27.04.2015 commissioned a repeated expert examination, the legal proceedings were suspended.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: December 2013-March 2014 in the amount of 115 545 544 rubles. Volgogradenergosbyt JSC filed a statement of counter claim to IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 153 806 067 rubles. The legal proceedings were suspended by the court of the first instance until the accomplishment of an expertize by 27.02.2015. The legal proceedings were resumed, the hearing was appointed on 25.03.2015, suspended till 06.04.2015. By the resolution of the court of appeal of Volgograd region on 23.04.2015, the initial claim was satisfied, 12 544 141.95 rubles were charged. The counter-claim was partially satisfied for the amount of 1 802 775, 33 rubles. By the results of the offsetting 110 741 366.62 rubles were charged in favour of IDGC of the South PJSC. Appeal of Volgogradenergosbyt JSC was appointed on 04.08.2015.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: April - June 2014 года in the amount of 256 587 482 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 125 834 233 rubles. The legal proceedings were suspended by the court of the first instance until the accomplishment of expertize by 12.02.2015.

The legal proceedings were resumed, the hearing was appointed on 23.03.2015. By the resolution of the court of appeal of Volgograd region on the legal proceedings were suspended due to commissioning of a repeated expert examination. By resolution of 04.06.2015 the term of the expert examination was extended till 25.07.2015.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: July-August 2014 in the amount of 335 959 645 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 74 301 631 rubles on 10.03.2015. The legal proceedings were suspended by the court of the first instance for the period of expertize implementation. By resolution of the Commercial court of Volgograd region dated 08.07.2015 the initial claim was satisfied, 160 109 359, 79 rubles were charged from the company in favour of IDGC of the South, the counter claim was partially satisfied in favour of Volgogradenergosbyt JSC in the amount 9 287 122,20 rubles. By the results of the offsetting, 150 822 237.59 rubles were charged from the company in favour of IDGC of the South.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: September 2014 in the amount of 238 998 832 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 12 888 788 rubles on 19.03.2015. The legal proceedings were suspended by the court of the first instance for the period of expertize implementation. By resolution of the Commercial court of Volgograd region dated 21.05.2015 claims of IDGC of the South PJSC were satisfied, Volgogradenergosbyt JSC was charged 177 954 793.31 rubles. The counter claim was dismissed. Volgogradenergosbyt JSC filed an appeal petition.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: October, November in the amount of 98 297 597.27 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 86 758 210.01 rubles. By resolution of the Commercial court of Volgograd region dated 11.06.2015 the legal proceedings were suspended by the court of the first instance for the period of expertize implementation; case No.A12- 669/2015.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the period: December 2014 in the amount of 253 328 861.23 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 116 551 059, 27 rubles. By resolution of the Commercial court of Volgograd region dated 18.06.2015 the legal proceedings were suspended by the court of the first instance for the period of expertize implementation, case No.A12-6090/2015.

- IDGC of the South PJSC κ Volgogradenergosbyt JSC filed a suit against on collection of indebtedness for services of electric energy transmission for the period: January, February, March 2015 in the amount of 94 130 008,36 rubles, Volgogradenergosbyt JSC filed a statement of counter claim against IDGC of the South PJSC on collection of the cost of electric energy losses for the same period in the amount of 93 045 365,44 rubles. By resolution of the Commercial court of Volgograd region dated 30.06.2015 the legal proceedings were suspended by the court of the first instance for the period of expertize implementation, case No. A12- 15676/2015.

- IDGC of the South PJSC filed a suit against Volgogradenergosbyt JSC on collection of indebtedness for services of electric energy transmission for the

period: April 2015 in the amount of 50 000 rubles. The claim is heard summarily. The sums of the claim will be adjusted up to 72 856 867.98 rubles, case No. A12-28642/2015.

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

Supreme management body: General meeting of shareholders

Notification of shareholders (participants) on the meeting (session) of the supreme management body of the issuer:

In accordance with paragraph 11.5 of article 11 of "IDGC of the South" PJSC

Charter the announcement on general shareholders meeting is placed on the Company's Internet web-site www.mrsk-yuga.ru not later than 30 (thirty) days prior to the date of its carrying out.

In accordance with paragraph 11.6 of article 11 of "IDGC of the South" PJSC Charter bulletins for voting on the agenda should be sent by the registered letter to the address specified in the list of the persons entitled to participate in the general shareholders meeting, or should be handed over for signature to each person specified in the list of persons entitled to participation in the general shareholders meeting not later than 20 (twenty) days prior to the date of carrying out the general shareholders meeting.

Each person included in the list is provided with one copy of the bulletin for voting on all items or one copy of two and more bulletins for voting on different items.

Persons (bodies) entitled to convene (request) an extraordinary meeting (session) of the Issuer's management body and the procedure for submitting (making) such requests:

In accordance with paragraphs 14.2, 14.3, 14.4, 14.5 of article 14 of "IDGC of the South" PJSC Charter, extraordinary general shareholders meeting should be held by the decision of the Company's Board of Directors on the basis of its own initiative, the requirement of the Audit Committee of the Company, the Auditor of the Company, and also the shareholder (shareholders) possessing at least 10 (ten) percent of the Company's voting shares as of the date of presenting the requirement. Convocation of the extraordinary general shareholders meeting by demand of the Company's Audit Committee, the Company's Auditor or the shareholders (shareholder) possessing at least 10 (ten) percent of Company's voting shares should be carried out by the Company's Board of Directors.

Such general shareholders meeting should be held within 50 (fifty) days from the moment of representation of the requirement about carrying out the extraordinary general meeting of Company's shareholders, except for the case stipulated by the

item 14.9 of the Charter.

The requirement on carrying out the extraordinary general meeting of Company's shareholders should contain items subjected to inclusion in the agenda of the meeting.

The persons (person) demanding convocation of the extraordinary general meeting of Company's shareholders are entitled to present the draft decision of the extraordinary general meeting of Company's shareholders, the proposal on the form of carrying out of general shareholders meeting. If the requirement on convocation of the extraordinary general shareholders meeting contains the proposal of candidates, the corresponding provisions of Article 13 of the Charter are to be applied to such proposal. The Company's Board of Directors are not entitled to change the wording of the items of the agenda, wording of decisions on such items and to change the proposed form of carrying out the extraordinary general meeting of shareholders convoked on demand of the Audit Committee of the Company, the Auditor of the Company or the shareholders (shareholder) who are (is) owner(s) of at least 10 (ten) percent of the Company voting shares.

If the requirement on convocation of extraordinary general meeting of Company's shareholders is received from the shareholder (shareholders), it should contain name of the shareholder (shareholders) demanding convocation of the meeting, with indication of quantity, category (type) of the Company shares possessed by shareholder.

The requirement on convocation of the extraordinary general meeting of Company's shareholders should be signed by the person (persons) demanding convocation of the extraordinary general shareholders meeting.

The procedure for determining the date of the meeting (session) of the supreme management body of the issuer:

In accordance with paragraphs 11 and 14 of "IDGC of the South" PJSC Charter annual general meeting of Company's shareholders is held not earlier than two months prior to and not later than six months after termination of the financial

year.

In accordance with paragraph 14.3 of “IDGC of the South” PJSC Charter convocation of the extraordinary general shareholders meeting by demand of the Company’s Audit Committee , the Company’s Auditor or the shareholders (shareholder) possessing at least 10 (ten) percent of Company's voting shares should be carried out by the Company’s Board of Directors.

Such general shareholders meeting should be held within 50 (fifty) days from the moment of representation of the requirement about carrying out the extraordinary general meeting of Company’s shareholders, except for the case stipulated by the item 14.9 of the Charter.

In accordance with paragraphs 14.9 and 14.9.1 of “IDGC of the South” PJSC Charter in case the proposed agenda of the extraordinary general shareholders meeting contains an item on election of members of the Company s Board of Directors, the general shareholders meeting should be held within 95 (ninety five) days from the moment of representing the requirement on carrying out the extraordinary general meeting of Company’s shareholders.

Persons entitled to submit proposals to the agenda of the meeting (session) of the Issuer's management body and the procedure for making such proposals:

In accordance with paragraph 13 of “IDGC of the South” PJSC Charter shareholders (shareholder) of the Company possessing in total at least 2 (two) percent of Company’s voting shares in the term not later than 60 (sixty) days after termination of the financial year are entitled to propose items for the agenda of the annual general shareholders meeting and to nominate candidates for the Board of Directors and the Audit Committee of the Company, which number does not exceed the quantitative structure of the corresponding body.

The proposal on inclusion of items in the agenda of the general shareholders meeting and the proposal on nomination of candidates shall be brought in writing with indication of the name of the shareholders (shareholder) who presented them, quantity and category (type) of shares belonging to them and shall be signed by

the shareholders (shareholder).

The proposal on moving items in the agenda of the general shareholders meeting should contain the wording of each proposed item, and the proposal on nomination of candidates - name and data of the document proving the identity (series and (or) number of the document, date and place of its issuing, the body which issued the document) of each proposed candidate, the name of body he/she is proposed to.

The Company's Board of Directors are obliged to consider the received proposals and to make the decision to include or not the items in the agenda of the general meeting of Company's shareholders not later than 5 (five) days after termination of the term specified in the item 13.1 of the Article.

The Company's Board of Directors is entitled to refuse the inclusion of the items proposed by the shareholder (shareholders) in the agenda of the general shareholders meeting and also to refuse entering of candidates in the list of nominees for voting at election to the corresponding body of the Company on the bases stipulated by the Federal Law "On Joint Stock Companies" and other legal acts of the Russian Federation.

A well-founded decision of the Company's Board of Directors on refusal to include an item in the agenda of the general meeting of Company's shareholders or the candidate in the list of nominees for voting at election to the corresponding body of the Company should be sent to the shareholder (shareholders) who proposed an item or made a proposal on nomination, no later than 3 (three) days from the moment of its taking.

The Company's Board of Directors cannot change the wording of the items proposed for inclusion in the agenda of the general shareholders meeting, and (if available) in the wording of decisions on such items.

Besides the items proposed for inclusion in the agenda of the general shareholders meeting by shareholders, and also in case of absence of such proposals, absence or insufficient quantity of the candidates proposed by shareholders for forming the

respective body, the Company's Board of Directors shall be entitled to include items or candidates for the list of nominees in the agenda of the general shareholders meeting at their own discretion

Persons who have access to the information (materials) provided for the preparation and holding of the meeting (session) of the supreme management body and the procedure for reviewing such information (materials): In accordance with paragraph 11.7 of article 11 of "IDGC of the South" PJSC Charter the information (materials) about the General Meeting agenda issues – within 20 (twenty) days, and in case of the General Meeting with the agenda including the issue concerning the Company reorganization within 30 (thirty) days prior to the General Meeting date – shall be available to the persons entitled to attend the General Meeting of Shareholders in order to familiarize therewith in the office of the executive body of the Company and other places the addresses whereof are specified in the notice of the General Meeting of Shareholders. The stated information (materials) shall be available to persons participating in the General Meeting of Shareholders in the course of the meeting. Along with it, the Company aims to ensure the availability of materials for the General Meeting of Shareholders not less than 30 days prior to the meeting.

The order of announcement of (bringing to the attention of shareholders (participants) of the issuer) decisions taken by the supreme governing body of the issuer as well as voting results:

In accordance with paragraph 11.13 of article 11 Company's Charter, decisions adopted by the General Shareholders Meeting and the voting results are announced at the general meeting of shareholders, and should be provided to the persons included in the list of persons entitled to attend the general meeting of shareholders, in the form of Report on voting in the manner prescribed for notifying on the General Meeting of Shareholders no later than four working days after the closing date of the General Meeting of Shareholders.

If as of the date of making the list of persons entitled to attend the General Meeting

of Shareholders a person registered in the registry of shareholders of the Company was a nominee shareholder, then the report on the results of voting shall be sent in electronic form (in the form of an electronic document signed by electronic signature) to a nominal holder of shares. A nominee shareholder shall inform their participants on the report on the voting results obtained in accordance with this clause of the Charter, in the manner and within the time established by regulations of the Russian Federation or the contract the depositor.

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

1. 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%**

2. 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%**

3. 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%**

4. Full company name: in Russian: **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

The Issuer is not informed about credit ratings assigned

8.2. Data on each category (type) of the Issuer's shares

Category of shares: ordinary

The nominal value of each share (rubles): 0.1

The number of shares in circulation (number of shares that are not redeemed or canceled): 49 811 096 064

The number of additional shares that may be placed, or are in the process of placement (number of additional shares with state registration is carried out, but for which was not performed a state registration of the report on the additional issue or not a notification on the results of additional issue was not submitted, if in case in accordance with the Federal Law "On the Securities Market" the state registration of report on the additional issue of shares was not carried out): 0

Number of authorized shares: 31 078 103 936

The number of shares in ownership (on the balance sheet) of the issuer: 0

The number of additional shares that may be placed as a result of conversion of outstanding securities convertible into shares or performing obligations under the issuer's options: 0

Date of state registration	State registration number of the issue
20.09.2007	No.1-01-34956-E
20.03.2008	No.1-01-34956-E-001Б
20.03.2008	No.1-01-34956-E-002Б
20.03.2008	No.1-01-34956-E-003Б
20.03.2008	No.1-01-34956-E-004Б
20.03.2008	No.1-01-34956-E-005Б
20.03.2008	No.1-01-34956-E-006Б

Rights provided by shares to their owners:

According to article 6 of the Charter of "IDGC of the South" PJSC, a shareholder of the Company is a person possessing the Company's shares on the grounds stipulated by the legislation of the Russian Federation and the Charter. Each ordinary share provides a shareholder - its owner - an equal

amount of rights

According to the rights attached to ordinary shares, the shareholder is entitled to:

- 1) attend in person or by representatives the General Meeting of the Company's Shareholders, having the right to vote on any matter within his competence;
- 2) put forward proposals for the agenda of the General Meeting of the Company's Shareholders in compliance with the procedure stipulated by the law of the Russian Federation and this Charter;
- 3) obtain information on the Company's activity and get familiarized with the documents of the Company pursuant to Article 91 of the Federal Law "On Joint Stock Companies", other regulatory legal acts and this Charter;
- 4) receive dividends, declared by the Company;
- 5) priority in acquiring the placed through open subscription additional shares and issued securities convertible into shares in the number proportional to the number of ordinary registered shares owned by him;
- 6) receive part of the property in case of the Company's liquidation;
- 7) appeal against the decisions of the Company's management bodies, entailing civil law consequences in the cases and in the manner provided for by the legislation of the Russian Federation;
- 8) demand compensation for damages caused to the Company;
- 9) contest the transactions of the Company on the grounds provided by the legislation of the Russian Federation and require the application of the consequences of their invalidity, as well as the application of consequences of invalidity of void transactions of the Company;
- 10) conclude among themselves, as well as with the Company's creditors and other third parties agreement on the implementation of corporate rights (Enterprise Agreement);
- 11) Exercise other rights, stipulated by the law of the Russian Federation and this Charter.

Shareholders of the Company may carry out other duties provided by the

legislation of the Russian Federation and the present Charter.

The Company does not have preferred shares.

The presence of shares of the issuer in cross-ownership of its subsidiaries and (or) affiliated companies: subsidiaries and associated companies do not own its shares.

Other information about shares specified at the Issuer's discretion:

In accordance with the notification of the FSFM of Russia on 12.08.2008 No.08-EC -03/17099 cancellation of individual numbers (codes) was performed:

001D with state registration number 1-01-34956-E-00SH dated 20.03.2008, 002D with state registration number 1-01-34956-B-002D dated 20.03.2008, 003D with state registration number 1-01-34956-B-003D dated 20.03.2008, 004D with state registration number 1-01-34956-B-004D dated 20.03.2008, 005D with state registration number 1-01-34956-B-005D dated 20.03.2008, 006D with state registration number 1-01-34956- B-006D dated 20.03.2008.

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)

Type of securities: bonds

Form of securities: registered non-documentary

Series: 02

non-convertible interest-bearing certificated bonds with mandatory centralized custody

State registration number: 4-02-34956-E

Date of state registration of the issue: 16.12.2008

Authority of state registration of the issue: FFMS of Russia

Additional issues of securities: No

Amount of securities of the issue: 6 000 000

The nominal value of each bond of the issue, rubles: 1000

Volume of the issue at par value: 6 000 000 000

Term (date) of the issue securities repayment: 26.08.2015

Basis for redemption of issued securities: maturity on the bonds of 02 series.

8.3.2. Data on issues securities on which are in circulation

Type of securities: bonds

Form of securities: registered non-documentary Series: BO-01

Other identification features of securities: documentary interest non-convertible exchange-traded bearer bonds of series BO-01 with obligatory central storage with possibility of early redemption at the holders' request and at the discretion of "IDGC of the South" placed by open subscription.

The issue of securities is not subject to state registration: Yes

Identification number of the issue: 4B02-01-34956-E

Date of ID assignment: 04.09.2014

The body that assigned identification number to the issue: Closed Joint Stock Company "MICEX Stock Exchange".

Number of securities of the issue, pcs .: 6 000 000

The amount of securities issue at par value, rubles: 6 000 000 000

Par value, rubles: 1000

In accordance with the legislation of the Russian Federation the par value of the type of securities is not provided: no

Status of securities of the issue: placement completed

State registration of the issue report was not performed: Yes

The amount of interest (coupon) period for which payments are made for income (coupons, interest) on securities of the issue: 20

Term (date) of the securities repayment: The maturity date is 1813-th (one thousand eight hundred and thirteenth) day from the date of commencement of the placement of exchange-traded bonds.

Exact date specified: No

Address of the Internet page on which the text of the decision on the securities issue and the securities prospectus was published: www.mrsk-yuga.ru

Additional issues of securities: No

Open commitments for securities of the issue: no

Type of securities: bonds

Form of securities: registered non-documentary Series: BO-02

Other identification features of securities: non-convertible interest-bearing certificated exchange-traded bonds in bearer form series BO-02 series with obligatory central storage with possibility of early redemption at the holders' request and at the discretion of "IDGC of the South" JSC placed by open subscription.

The issue of securities was not subject to state registration: Yes

Identification number of the issue: 4B02-02-34956-E

Date of ID assignment: 04.09.2014

The body that assigned identification number to the issue: Closed Joint Stock Company "MICEX Stock Exchange".

Number of securities of the issue, pcs .: 6 000 000

The amount of securities issue at par value, rubles: 6 000 000 000

Par value, rubles: 1000

In accordance with the legislation of the Russian Federation the par value of the type of securities is not provided: no

Status of securities of the issue: placement completed

State registration of the issue report was not performed: Yes

The amount of interest (coupon) period for which payments are made for income (coupons, interest) on securities of the issue: 20

Term (date) of the securities repayment: The maturity date is 1813-th (one thousand eight hundred and thirteenth) day from the date of commencement of the placement of exchange-traded bonds.

Exact date specified: No

Address of the Internet page on which the text of the decision on the securities issue and the securities prospectus was published: www.mrsk-yuga.ru

Additional issues of securities: No

8.4. Information about the Person (Persons) that Provided Security for the Issued Bonds

The Issuer has not registered the prospectus of secured bonds, admission to an organized trading exchange secured bonds did not occur

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

8.4.2 Additional information on the collateral by cash claim on the issuer's bonds with collateral by cash claim

The Issuer did not place bonds secured by a pledge of cash requirements, obligations under which have not been fulfilled

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:

Depositaries

Full company name:

in Russian language - Закрытое акционерное общество "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: 19.02.2009

License validity term:

Without limitation of the validity term

Name of the license issuing authority: FCSM (FFMS) of Russia

Information on the separate divisions of the Registrar rendering services to the Company's shareholders:

Full company name: Krasnodar branch of “Registrar R.O.S.T.”

Location of the branch: 4th floor, 176 Krasnaya street, Krasnodar 350020

Other information on keeping the register of holders of the issuer's registered securities, disclosed at the Issuer's discretion

Head: Chernyi Valery Pavlovich, phone (861) 255-21-01,

e-mail: pan_krasnodar@mail.ru.

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

- Civil Code of the Russian Federation (part one) No.51-FZ dated 30.11.1994 No.51-FZ;
- Tax Code of the Russian Federation (part one) No.146-FZ (articles 11, 45) dated 31.07.1998;

- Tax Code of the Russian Federation (part two) No.117-FZ (articles 207,208, 215, 224, 284, 310, 312) dated 05.08.2000;
- Federal Law “On Joint Stock Companies” No.208-FZ (articles 42, 43) dated 25.12.1995;
- Federal Law “On the Securities Market” No.39-FZ dated 22.04.1996;
- Federal Law “On Protection of Rights and Lawful Interests of Investors at the Securities Market” No.46-FZ dated 05.03.1999;
- Federal Law “On the Legal Status of Foreign Citizens in the Russian Federation” No.115-FZ dated 25.07.2002;
- Federal Law “On Insolvency (Bankruptcy)” No.127-FZ dated 26.10.2002;
- Federal Law “On Currency Regulation and Currency Control” No.173-FZ dated 10.12.2003;
- Federal Law dated 07.08.2007 “On counteraction to legalization (laundering) of proceeds of crime and terrorist financing”;
- Resolution of the Federal Securities Commission of Russia No.27 dated 02.10.1997 “On approval of the register of registered securities”;

Paragraph 2.1 of Article 45 of the Tax Code of the Russian Federation

The taxes are not collected in the case of non-payment or underpayment of taxes by tax filer, which is recognized as such in accordance with the Federal Law “On the voluntary declaration by natural persons of assets and accounts (deposits) at banks and on amendments to certain legislative acts of the Russian Federation” and (or) any other person whose information is contained in a special declaration submitted in accordance with this Federal Law.

Collection of tax on the basis of this paragraph is not made, provided that the obligation to pay such a tax appeared at the declarant and (or) any other person in the result of performing up to 1 January 2015 operations related to the acquisition (the formation of sources of acquisition), using or disposal of property and (or) controlled by foreign companies, information on which is contained in a special declaration, or the opening and (or) crediting funds to the accounts (deposits) for

which information is contained in a special declaration.

Changes in paragraph 8 Article 42 “On Joint Stock Companies”

Payment of dividends in cash is carried out in non-cash form by company or on company’s behalf by the registrar, which maintains the register of shareholders of such company, or credit institution.

Payment of dividends in cash to individuals whose rights to shares are recorded in the register of shareholders of the company is carried out by transferring the funds to their bank accounts, details of which are available at company’s registrar, or in the absence of information on bank accounts by postal remittance, and other persons whose rights to shares are recorded in the register of shareholders of the company, by transferring money to their bank accounts. The obligation of company to pay dividends to such persons is considered to be implemented from the date of the federal postal service receiving the money, or from the date of receipt of funds by a credit institution, which opened a bank account for the person entitled to receive dividends, and if such person is credit organization – at its account.

The federal law No.210-FZ dated 29.06.2015 “On Amendments to Certain Legislative Acts of the Russian Federation and Invalidating Certain Provisions of Legislative Acts of the Russian Federation”, which introduced amendments to the Federal Law “On the Securities Market” No.39 dated 22.04.1996 of the Federal Law and the Federal Law No. 173-FZ dated 10.12.2003 “On Currency Regulation and Currency Control”.

The federal law No. 160-FZ dated 29.06.2015 “On the International Medical Cluster and Amendments to Certain Legislative Acts of the Russian Federation”, which introduced amendments to the Federal Law “On the Legal Status of Foreign Citizens in the Russian Federation.”

8.7. Description of taxation scheme for the revenue on the Issuer’s securities that were placed and are in the process of placement

8.7.1. Information on declared and paid dividends on shares of the issuer

Indicator	The index value for the reporting period - 2010, full-year
During this period, the issuer did not make decisions on the payment of dividends	
Indicator	The index value for the reporting period - 2011, full-year
During this period, the issuer did not make decisions on the payment of dividends	
Indicator	The index value for the reporting period - 2012, full-year
During this period, the issuer did not make decisions on the payment of dividends	
Indicator	The index value for the reporting period - 2013, full-year
Category of shares, for preferred stock - type	Ordinary
Issuer's management body that made the decision to declare dividends, the date of making such decision, the date and number of the minutes of the meeting (session) of the Issuer's management body on which the decision was made	AGM of "IDGC of the South" JSC, 25.06.2014, minutes of meeting No.11 dated 25.06.2014
Dividends declared per share, rubles	0.00014
Dividends declared on all shares of this category (type), rubles.	6 973 553.81
Date as of which are determined (defined) persons who have (had) the right to receive dividends	14.07.2014
Reporting period (year, quarter) for which (according to the results of which) the declared dividends are paid	2013, full year
Term (date) of payment of dividends declared	
The deadline for payment of dividends and the nominal holder and trustee, which is a professional participant of the securities market, is not more than 10 business days, to other registered shareholders - 25 business days from the date of compiling the list of persons entitled to receive dividends.	
Announced dividends (cash, other property)	cash
Source of payment of declared dividends (net profit of the reporting year, the undistributed net profit of the previous years, a special fund)	net profit of the reporting year
The share of dividends declared in the net profit of	25.65

the reporting year,%	
The total amount of dividends paid on shares of this category (type), rubles	6 879 263.2
The share of paid dividends in the total amount of announced dividends on shares of this category (type),%	98.65
If declared dividends were not paid or underpaid - the reasons for non-payment of declared dividends	The reason for non-payment of the remained declared dividends is the absence of details for money transfer
Other details of declared and (or) paid dividends, disclosed at the Issuer's discretion	The payment of dividends by the results of 2013 was made in the 3rd quarter of 2014.
During this period, the issuer did not make decisions on the payment of dividends	
Indicator	The index value for the reporting period - 2014, full-year

The payment of dividends by the results of 2013 was made in the 3rd quarter of 2014.

8.7.2 Data on the declared (accrued) and paid dividends under the Issuer's shares and also on revenue under the Issuer's bonds

8.3. Other information

Absent.

8.4. Information on the underlying securities and the issuer of the underlying securities, the ownership of which is certified by the Russian depositary receipts

The Issuer is not an Issuer of the securities, the ownership of which is certified by Russian depositary receipts

Appendix to the quarterly report. Annual consolidated accounting (consolidated financial) statements prepared in accordance with International Financial Reporting Standards or otherwise, other than IFRS, internationally recognized rules