**Report on the material fact/Disclosure of Insider Information
Information on Decisions Made by the Board of Directors of IDGC of the South, PJSC**

|  |
| --- |
| 1. General information |
| 1.1. Full legal name of the Issuer: | **Public Joint-Stock Company Interregional Distribution Grid Company of the South** |
| 1.2. Short company name of the issuer | IDGC of the South, PJSC |
| 1.3. Location of the issuer | **Rostov-on-Don, Russian Federation** |
| 1.4. PRSN code of the issuer | **1076164009096** |
| 1.5. TIN code of the issuer | **6164266561** |
| 1.6. Unique issuer code assigned by the registering authority | **34956-Е** |
| 1.7. Internet pages used by the Issuer to disclose information | **http://www.mrsk-yuga.ru****http://www.e-disclosure.ru/portal/company.aspx?id=11999** |
|
|
| 2. Message content |
| 2.1. Quorum of the meeting of the Issuer’s Board of Directors and voting results on decision-making issues: 11 out of 11 members of the Board of Directors took part in the meeting, the quorum is available.Voting results: **on agenda item 1:**“In favor”, 11 votes“Against”, 0 votes“Abstained”, 0 votes**on agenda item 2:**“In favor”, 9 votes“Against”, 0 votes“Abstained”, 2 votes**on agenda item 3:**“In favor”, 9 votes“Against”, 0 votes“Abstained”, 2 votes**on agenda item 4:**“In favor”, 11 votes“Against”, 0 votes“Abstained”, 0 votes |
| Insider Information Disclosure on agenda item 1:On review of the report prepared by the General Director of the Company on expenditure of funds related to preparation and holding the annual General Meeting of Shareholders of the Company on June 13, 2017 |
| 2.2.1 Content of the resolution adopted by the issuer’s board of directors:Take note of the report of the Company’s General Manager on spending the money related to preparation for and convening of the extraordinary General Meeting of the Company’s Shareholders on April 7, 2017, according to Appendix 1 to this resolution of the Company’s Board of Directors. |
| **Insider Information Disclosure on agenda item 2:** On determination of the position of the Company in relation to agendas of extraordinary general meetings of the shareholders of the Subsidiaries and Affiliates of the IGDC of the South, PJSC – JSC Recreation Camp Energetic, JSC Agricultural Enterprise Sokolovskoe and JSC Energoservice of the South |
| 2.2.2 Content of the resolution adopted by the issuer’s board of directors:1. Authorize representatives of IDGC of the South, PJSC to vote in favor of the following resolution at the extraordinary General Shareholders’ Meeting of Energy Worker Holiday Home, JSC on the agenda item: Approval of a New Version of the Company’s Articles of Association:Approve the Company’s Charter in the new version2. Authorize representatives of IDGC of the South, PJSC to vote in favor of the following resolution at the extraordinary General Shareholders’ Meeting of Sokolovskoye PSKh, JSC on the agenda item: Approval of a New Version of the Company’s Articles of Association:Approve the Company’s Charter in the new version3. Authorize representatives of IDGC of the South, PJSC to vote in favor of the following resolution at the extraordinary General Shareholders’ Meeting of Energoservice of the South, JSC on the agenda item: Approval of a New Version of the Company’s Articles of Association:Approve the Company’s Charter in the new version |
| Insider Information Disclosure on agenda item 3: **Company’s standpoint on agenda items of BoD meetings of IDGC of the South, PJSC Subsidiaries:** On approval of the reports on the results of execution of business plans of IGDC of the South, PJSC for 1Q2017 |
| 2.2.3 Content of the resolution adopted by the issuer’s board of directors:1. Authorize IDGC of the South, PJSC representatives in the Board of Directors of Energy Worker Holiday Home, JSC to vote in favor of the following resolution on the agenda item: Approval of the report on the Company’s business plan fulfillment for 1Q 20171.1. Approve the report on the fulfillment of Energy Worker Holiday Home, JSC business plan for 1Q 2017, according to Appendix to this resolution of the Board of Directors.1.2. Note non-fulfillment of the net profit (loss) indicator in 1Q 2017 (planned: RUB - 3,654,000, actual: RUB -4,723,000).1.3. Authorize the General Manager of Energetik Holiday Home JSC to secure the achievement of the planned financial result in 2017.2. Authorize IDGC of the South, PJSC representatives in the Board of Directors of Sokolovskoye PSKh, JSC to vote in favor of the following resolution on the agenda item: Approval of the report on the Company’s business plan fulfillment for 1Q 20172.1. Approve the report on the fulfillment of Sokolovskoye PSKh, JSC business plan for 1Q 2017, according to Appendix to this resolution of the Board of Directors.3. Authorize IDGC of the South, PJSC representatives in the Board of Directors of Energoservice of the South, JSC to vote in favor of the following resolution on the agenda item: Approval of the report on the Company’s business plan fulfillment for 1Q 20173.1. Approve the report on the fulfillment of Energoservice of the South, JSC business plan for 1Q 2017, according to Appendix to this resolution of the Board of Directors.3.2. Note non-fulfillment of the net profit (loss) indicator in 1Q 2017 (planned: RUB - 835,000, actual: RUB -3,366,000).3.3. Authorize the General Manager of Energoservice of the South JSC to secure the achievement of the planned financial result in 2017.Insider Information Disclosure on agenda item 4:On approval of the Action Plan on Implementation of the IGDC of the South, PJSC Environmental Policy Program for 2017-2019 |
| 2.2.4 Content of the resolution adopted by the issuer’s board of directors:Postpone consideration of the issue. |
| 2.3. Date of the meeting of the Issuer’s Board of Directors, at which the respective resolutions were adopted: ***July 27, 2017***2.4. Date of drafting and number of the minutes of the meeting of the Issuer’s Board of Directors, at which the respective resolutions were adopted: ***July 31, 2017, minutes No. 241/201***7. |
| 3. Signature |
|  |
| 3.1. Head of Department Corporate Secretary (power of attorney of December 30, 2016 No. 215-16) |  | E. N. Pavlova |
| (Signature) |  |
|  |  |
|  |
| 3.2. Date: 31 July 2017 | Seal |  |