

## QUARTERLY REPORT

### *"Interregional Distribution Grid Company of Centre", Public Joint-Stock Company*

*Issuer's code: 10214-A*

**for Quarter 4, 2016**

Location of the issuer: **2nd Yamskaya, 4, Moscow, Russian Federation, 127018**

**The information containing in this quarterly report is subject to disclosure in  
accordance with the legislation of the Russian Federation on securities**

General Director  
Date: 14 February 2017

\_\_\_\_\_ O.Y. Isaev  
signature

Chief Accountant - Head of Financial and Tax Accounting and  
Reporting Department  
Date: 14 February 2017

\_\_\_\_\_ L.A. Sklyarova  
signature

Contact person: **Head of Corporate Office of the Department for Corporate Governance and Interaction  
with Shareholders, Yulia Dmitrievna Naumova**

Phone: **(495) 747-9292 #3286**

Fax: **(495) 747-9295**

E-mail: **Naumova.YD@mrsk-1.ru**

Internet site used by the issuer for the information disclosure, containing in this quarterly report:

**[http://www.e-disclosure.ru/portal/company.aspx?id=7985;](http://www.e-disclosure.ru/portal/company.aspx?id=7985)**

**[http://www.mrsk-1.ru/ru/information/.](http://www.mrsk-1.ru/ru/information/)**

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## **Introduction**

Grounds of the issuer's obligation to perform information disclosure in the form of the quarterly report

*The issuer performed registration of securities prospectus in relation to securities*

*The bonds of the issuer were admitted to trading at the stock exchange with submission to the stock exchange of the bonds prospectus for such admission*

This quarterly report contains estimations and forecasts of the authorized governance bodies of the issuer concerning future events and/or actions, prospects of development of the economy sector, in which the issuer carries out its primary activity, and results of activity of the issuer, including plans of the issuer, probability of occurrence of the certain events and fulfillment of certain actions. Investors should not fully rely on estimations and forecasts of governance bodies of the issuer as actual results of activity of the issuer in the future can differ from those predicted for many reasons. Purchase of securities of the issuer is connected with the risks described in this quarterly report.

## **Section I. Data on bank accounts, on the auditor, appraiser and financial adviser of the issuer, and also persons, who signed the quarterly report**

### **1.1. Data on bank accounts of the issuer**

*There were no changes in the data of this point in the reporting quarter*

### **1.2. Data on the auditor (s) of the issuer**

*There were no changes in the data of this point in the reporting quarter*

### **1.3. Data on the appraiser(s) of the issuer**

Full name: *Dmitry Vladimirovich Pechenkin*

*Appraiser works on the basis of an employment contract with a legal entity*

Phone, fax: *(495) 662-4617, (495) 148-2882*

E-mail: *info@instoc.com*

Data on the legal entity with which the appraiser has concluded the employment contract

Full trade name: *Limited Liability Company «Institute of property valuation and financial performance»*

Abbreviated trade name: *«Institute of assessment» LLC*

Location: *634061, Tomsk, Frunze prospect, 96 "a"*

TIN: *7018043400*

PSRN: *1027000867750*

Information on membership of the appraiser in self-regulatory organizations of appraisers

Full name: *Non-commercial partnership «Community of appraisers «SMAO»*

Location:

*123007 Russia, Moscow, Khoroshevskoe highway 32A*

Date of registration of the appraiser in the register of self-regulatory organization of appraisers: *08.10.2007*

Registration number: *865*

Information on valuation services rendered by this appraiser:

*Valuation services of market value of rent for the use of immovable property located in the city of Voronezh, Arzamasskaya St., 2.*

Full name: *Artem Andreevich Golyshev*

*Appraiser works on the basis of an employment contract with a legal entity*

Phone, fax: *(495) 662-4617, (495) 148-2882*

E-mail: *info@instoc.com*

Data on the legal entity with which the appraiser has concluded the employment contract

Full trade name: *Limited Liability Company «Institute of property valuation and financial performance»*

Abbreviated trade name: *«Institute of assessment» LLC*

Location: *634061, Tomsk, Frunze prospect, 96 "a"*

TIN: *7018043400*

PSRN: *1027000867750*

Information on membership of the appraiser in self-regulatory organizations of appraisers

Full name: *Non-commercial partnership «Community of appraisers «SMAO»*

Location:

*123007 Russia, Moscow, Khoroshevskoe highway 32A*

Date of registration of the appraiser in the register of self-regulatory organization of appraisers: *02.08.2007*

Registration number: *559*

Information on valuation services rendered by this appraiser:

*Valuation services of market value of rent for the use of immovable property located in the city of Voronezh, Arzamasskaya St., 2.*

Full name: *Evgenia Vladimirovna Gracheva*

*Appraiser works on the basis of an employment contract with a legal entity*

Phone, fax: *(495) 662-4617, (495) 148-2882*

E-mail: *info@instoc.com*

Data on the legal entity with which the appraiser has concluded the employment contract

Full trade name: *Limited Liability Company «Institute of property valuation and financial performance»*  
Abbreviated trade name: *«Institute of assessment» LLC*  
Location: *634061, Tomsk, Frunze prospect, 96 "a"*  
TIN: *7018043400*  
PSRN: *1027000867750*

Information on membership of the appraiser in self-regulatory organizations of appraisers

Full name: *Non-commercial partnership Self-regulatory organization of appraisers «SIBERIA»*

Location:

*105062 Russia, Moscow, Furmanniy lane 9*

Date of registration of the appraiser in the register of self-regulatory organization of appraisers: *15.05.2012*

Registration number: *0778*

Information on valuation services rendered by this appraiser:

*Valuation services of market value of rent for the use of immovable property located in the city of Voronezh, Arzamasskaya St., 2.*

#### **1.4. Data on advisers of the issuer**

*Financial advisers for the reasons, listed in this paragraph, within 12 months prior to the end date of the reporting quarter, were not involved*

#### **1.5. Data on persons, who signed the quarterly report**

Full name: *Oleg Yuryevich Isaev*

Year of birth: *1969*

Primary employment:

Company: *IDGC of Centre, PJSC*

Title: *General Director*

Full name: *Lyudmila Alexeevna Sklyarova*

Year of birth: *1958*

Primary employment:

Company: *IDGC of Centre, PJSC*

Title: *Chief Accountant - Head of Financial and Tax Accounting and Reporting Department*

## Section II. Main information on financial and economic condition of the issuer

### 2.1. Main information on financial and economic condition of the issuer

It is not indicated in this reporting quarter

### 2.2. Market capitalization of the issuer

*Market capitalization is calculated as the product of the number of shares of the corresponding category (type) on the market price per share disclosed by the organizer of trade*

Unit of measurement: *thousand RUB*

Indicator	As at 31.12.2015	As at 31.12.2016
Market capitalization	8 232 499	18 702 548

Information on the trade organizer at the securities market, on the grounds of which data calculation of the market capitalization is carried out, as well as other additional information on public circulation of securities at the issuer's discretion:

*Closed JSC "Moscow Interbank Currency Exchange", 13, Bolshoy Kislovsky Lane, Moscow  
Phone: +7 (495) 363-32-32, Fax: +7 (495) 705-96-22. Web-site: <http://moex.com/>*

### 2.3. Liabilities of the issuer

#### 2.3.1. Borrowed funds and accounts payable

It is not indicated in this reporting quarter

#### 2.3.2. The issuer's credit history

The issuer's obligations execution in force during the last completed financial year and current financial year credit agreements and/or loan agreements is indicated, including concluded by issuing and selling bonds, the amount of principal debt for which was 5 percent or more of the carrying value of the assets of the issuer on the date of the last complete reporting period consisting of 3, 6, 9 or 12 months that preceded the conclusion of the agreement and other credit agreements and/or loan agreements, which the issuer considers essential.

*The issuer did not have such obligations*

*The Company did not conclude credit contracts, the obligations on which would exceed 5% of the book value of assets as of the last reporting date preceding the conclusion of the contract, in 2015 and for 12 months of 2016.*

#### 2.3.3. Liabilities of the issuer from the provision given to third parties

*There are no specified obligations*

#### 2.3.4. Other liabilities of the issuer

*There are no other liabilities, which were not reflected in the accounting (financial) statements, which can significantly influence the financial position of the issuer, its liquidity, sources of financing and conditions of their use, results of activity and charges*

### 2.4. The risks connected with purchase of placed (or being in the process of placement) securities

The issuer's policy in the field of risk management:

*In accordance with the Risk Management Policy (Minutes of the meeting of the Board of Directors # 06/16 of 17.03.2016) IDGC of Centre defines the following tasks and objectives of risk management:*

- strategic objectives - high-level goals, correlated with the mission of the Company;*
- operational objectives - ensuring the efficiency of financial and economic activity and economic use of resources, as well as safeguarding the Company's assets;*
- targets for reporting - ensuring the completeness and accuracy of accounting (financial), statistical, administrative and other reports;*
- objectives in the field of compliance - compliance with applicable legal requirements to the Company and local regulations of the Company.*



*The tasks of the risk management system are:*

- *development of a risk-oriented corporate culture, dissemination by the executive bodies and the management of the Company of knowledge and skills in the field of risk management and the use of the possibility of effective exchange of information in the framework of the risk management system;*
- *improving the decision-making process and choosing how to respond to emerging risks in order to ensure the economic effectiveness of events for risk management and cost-effectiveness;*
- *reduction in the number of unforeseen events and losses in economic activity by expanding capacity to identify potential events and take appropriate measures (risk response);*
- *identification and management of risks in the totality of economic activities for more effective response to different impacts using, including, an integrated approach to their sets.*

*The risk management system is based on the following principles:*

- *Creation and protection of the Company's values. The risk management system contributes to achieving the goals and improving productivity, ensuring human health and safety, safety of all the Company's activities, complying with legal and regulatory requirements, environmental protection, improving service quality, operational efficiency, management and reputation.*
  - *Risk management is an integral part of all organizational processes. Risk management is not a separate activity that is separated from activities and processes in the organization. Risk management is a part of the obligations of management and an integral part of all organizational processes, including strategic planning, and all processes of project management and change management.*
  - *Risk management is part of the decision-making process. The processes of planning and decision-making are carried out taking into account the comprehensive risk assessment of their implementation. Risks are linked to the objectives of the Company and its subsidiaries.*
  - *Risk management is systematic, structured and timely. Risk management is an ongoing cyclical functioning process. The systematic, regular and structured management of all types of risks is carried out on all key areas of activity, at all management levels of the Company. At the same time information on identified risks in a timely manner should be provided to persons authorized to take appropriate decisions.*
  - *Risk management is based on the best available information. The risk management system is based on sources of information such as historical data, experience and feedback of stakeholders, observations, forecasts and expert assessments. However, the decision-making authorities should inform each other about whether or not to take into account any limitations of the data, whether the simulation is used and whether emergence of differences of opinions between experts is possible.*
  - *Risk management is adaptable. The Company should be provided with conditions for continued development of the risk management system with the need to meet new challenges arising from changes in the internal and external conditions of functioning of the Company.*
  - *Risk management is transparent and takes into account the interests of stakeholders. Appropriate and timely involvement of stakeholders and, in particular, decision-makers at all levels of the Company ensures that the risk management system remains at an appropriate level and meets modern requirements.*
  - *Risk management is dynamic, iterative (repetitive) and responsive to change. Risk management continuously detects changes and reacts to them. As soon as there is an external or internal event, situation or knowledge change, monitoring and review of the risks, including new risks, changing or elimination of existing risks is performed.*
  - *Risk management promotes continuous improvement of the organization. The Company develops and implements strategies to improve risk management at the same time improving other processes. The Company is committed to improving the level of maturity of the risk management system on a par with an increase in the effectiveness of the internal control and risk management system.*
  - *Responsibility for risk management. All participants of the risk management system are responsible for detection, assessment, analysis and continuous monitoring of risks in the framework of their activities, development and implementation of necessary measures for risk management, continuous monitoring of the effectiveness of the risk management measures.*
  - *Principle of optimality. It analyzes the relative cost of implementing risk management measures, and the effect of the implementation of these measures, including the correspondence between the level of complexity of the risk management system and the level of complexity and the degree of importance of the object, analyzed in terms of risks. The volume and complexity of the risk management measures should be necessary and sufficient to meet the goals and objectives of the risk management system operation. Reducing adverse impacts and (or) the probability of risk is primarily carried out in relation to risks that occur with the highest probability and cause the greatest losses.*
  - *Unity of the methodological framework. Risk management (identification, analysis, assessment and monitoring of risks, development and monitoring of the effectiveness of risk management measures) is carried out on the basis of approaches and standards, common to all structural units of the Company.*
- Systematic approach - management of all types of risks is carried out on all key areas of activity, at all management levels of the Company. Leadership - the executive bodies and management of the Company ensure distribution of knowledge and skills in the Company in the field of risk management, as well as the*

*possibility of effective exchange of information in the framework of the risk management system, promote the development of corporate culture of "management based on risk". Integrity - the risk management system is integrated into the strategic and operational management of the Company and its subsidiaries. The processes of planning and decision-making are carried out taking into account the comprehensive risk assessment of their implementation. Risks are linked to the objectives of the Company and its subsidiaries. Separation of levels of decision-making - decisions on risk management are taken at different levels of governance, depending on the significance of risks.*

*Responsibility for risk management - every employee of the Company as one of his or her objectives considers risk management within his or her competence, knowledge and information available. Cross-functional interaction - the risk management process, affecting multiple areas of activity or the activity of several structural units within the same areas of activity, based on the collective decisions taken jointly, based on information available to various departments. A single information channel - the information security of the risk management system makes it possible to promptly and fully inform about risks individual decision-makers. Rationality - the risk management system ensures cost-effectiveness of risk management measures. Risk reduction is carried out on the basis of economic feasibility.*

#### **2.4.1. Industry risks**

*There were no changes in the data of this point in the reporting quarter*

#### **2.4.2. Country and regional risks**

*There were no changes in the data of this point in the reporting quarter*

#### **2.4.3. Financial risks**

*In the course of business, the Company is faced with factors that may lead to a shortage of funds for investment and operations. The most significant financial risk factors are associated with imperfect mechanisms of functioning of the retail electricity market and explained in the section "Industry risks". However, there are several risk factors potentially affecting the financial and economic activity as well.*

##### *Inflation risks*

*The negative impact of inflation on the financial and economic activity of the Company may be due to loss of real value of receivables, an increase in interest expense on borrowed capital, an increase in the cost of construction of items of the investment program, cost of materials, outsourced services necessary for operating activities that may have a negative impact on payment for shares of the Company.*

*Following the results of 2016 CPI average was 107.1, which is 8.4 percentage points lower than the level of 2015 and it indicates a decline in the risk degree. The increase in inflation can lead to an unplanned increase in operating expenses of the Company.*

*To reduce the inflation risk the Company conducts a policy aimed at optimizing operating costs in accordance with the Program of performance management and reduction of expenses and conclusion of long-term agreements with suppliers and contractors.*

##### *Currency risks*

*Adverse changes in foreign currency exchange rates against the ruble may affect the operating and investment performance of the Company. Foreign exchange risk does not have any significant effect on the Company due to the fact that settlements are carried out exclusively with counterparties in the currency of the Russian Federation. However, given that the range of goods and equipment purchased by the Company contain imported components, a significant increase in the exchange rate may lead to higher prices for purchased products. In this connection, the Company has a policy aimed at import substitution and signing long-term agreements that do not provide for the growth of prices for purchased products.*

##### *Interest rate risks*

*Dynamics of changes in the refinancing rate of the Central Bank of Russia reflects the state of the macroeconomic situation in the economy and has impact on the cost of raising loans. Raising rates on loans can lead to an unplanned increase in the cost of servicing the debt of the Company.*

*To mitigate interest rate risk the Company pursues a balanced credit policy aimed at optimizing the structure of the loan portfolio and minimizing the cost of servicing the debt.*

##### *Liquidity risks*

*The Company's operations are subject to risks that may result in reduced liquidity and financial stability of the Company. The most important factors are cross-subsidies between consumer groups and a low payment discipline in the retail electricity market.*

*As a result of the implemented tariff policy by the state aimed at curbing the growth of tariffs for the population, the amount of cross-subsidization increases. The most significant proportion of cross-subsidies accounts for large consumers, with which "last mile" contracts have been signed. Moving large industrial customers to direct contracts with FGC UES contributes to the formation of "shortfall in income" of the Company.*

*Low payment discipline of contractors of the issuer results in creation of a large amount of accounts receivable, including overdue. The main factors that contributed to the low payment discipline were disagreements over the customer contract demand in settlements with retail companies, and misuse of funds for electricity supplied by retail companies, deprived of the status of suppliers of last resort.*

*As a result of implementation of these risk factors the Company may be unable to meet the financial and other restrictive conditions specified in the loan agreements. In order to minimize this risk factor the Company monitors the capital structure and determines the optimal parameters of borrowing, as well as taking steps to optimize the structure of working capital.*

#### *Influence of the financial risks on financial statements*

*Changes in prices for electricity transmission in the first place will affect the total revenue of the Company and will have a significant impact on the net profit of the issuer.*

*Inflationary processes, resulting in appreciation of materials and raw materials used in production could have a material impact on the balance sheet total, with the increase in accounts payable and receivable impairment.*

*Also, inflation in the economy of the Russian Federation may have a material impact on the net profit of the issuer in connection with the fact that the issuer's ability to raise prices for electricity transmission is limited with the annual state regulation, that is, the issuer cannot vary according to changes in the rate of inflation and at the same time costs of the issuer, which are mainly denominated in rubles, vary according to the rate of inflation.*

*In the case of risks, the following financial statements indicators are subject to the greatest changes: revenue, net income, the amount of accounts receivable and accounts payable.*

*The probability of financial risks occurrence is estimated as low and is associated with the general economic situation in the country.*

#### **2.4.4. Legal risks**

*Legal risk management is based on optimization of the process of legal registration of papers and support of the Company's operations. To minimize legal risks any business processes subject to risks pass obligatory legal examination, continuous monitoring of changes in legislation and judicial practice is carried out.*

*For the issuer (as well as for all joint-stock companies, operating in the territory of the Russian Federation) there is a risk of changes in legislation (federal laws and subordinate legislation) regulating economic relations.*

*Legal risks, in particular, connected with ambiguous treatment of norms of the legislation, can lead to incorrect calculation and payment of taxes, resulting in fines from the tax authorities. For their decrease the work is constantly performed on legitimate improvement of methods of calculation of tax base under various taxes and the control over their conformity with the current legislation.*

*Besides, there are risks connected with change of the laws, incorrect legal official registration of papers and support of activity of the Company. For minimization of such risks, the Company's operations pass obligatory preliminary legal examination.*

*The Company is subject to risks of the appeal by shareholders of large transactions and related-party transactions (at fulfillment of such transactions without appropriate preliminary approval by the Board of Directors or the General Shareholders Meeting, and also approved with infringement of the established order). For minimization of the given risks at realization of contractual work, the preliminary legal analysis of concluded transactions for presence of the bases of carrying out of the preliminary corporate procedures stipulated by the current legislation of the Russian Federation and/or the Articles of Association of the Company is performed without fail. In case of need the corresponding transactions are submitted for consideration by the competent governance bodies of the Company.*

*For minimization of the risks in the corporate governance area (in particular, the risks "Reduction of the level of corporate governance", "Decline in the quotation list level, delisting" and "Risk of conflict of interests of shareholders") the Company carries out a complex of measures directed to information interaction with shareholders, investors and all interested parties, as well as full observance of legitimate rights and interests of the latter:*

- holding regular meetings with the companies' management with shareholders and investors with a view to clarifying the existing issues of current activities,
- comprehensive disclosure of information provided by the legislation, as well as additional information voluntarily disclosed by the Company,
- integrated management of conflicts of interest of members of the Board of Directors and executive bodies,
- monitoring the level of corporate governance by independent experts (under the assignment/confirmation of a corporate governance rating),
- analysis of transactions made by the Company, identifying the need for their approval/coordination by management bodies, establishment of a methodology.

*Risks, connected with change of the foreign currency legislation*

*The Company's exposure to risks associated with changes in the currency legislation is actually minimal as the Company does not plan to carry out the activity outside the Russian Federation, and volume of foreign currency transactions is insignificant and is not able essentially to influence the activity.*

*Risks, connected with change of tax laws*

*Statutory acts quite often contain indistinct formulations, or operate with the terms which do not having specific legal definition. Also official explanations of the Tax Code of Ministry of Finance of the Russian Federation and Federal Tax Service of the Russian Federation are not always available in the necessary volume.*

*The formation of rules and mechanisms of preparation and provision of the tax reporting are in the competence of the tax bodies having the right to make additional tax charges and tax collections charges, to charge the sums of fines, to impose significant penalties resulting in significant increase of tax risks. The Company in full observes the tax laws concerning its activity. In connection with the foregoing, the risk is assessed as insignificant.*

*In case of amending the operating order and conditions of the taxation, the Company is going to plan the financial and economic activity in view of these changes.*

*Risks, connected with change of rules of the customs control and duties*

*Change of rules of the customs control and duties does not bear any risks for the Company's activity since the Company does not carry out and does not plan to carry out export of services outside the boundaries of the Russian Federation.*

*Risks, connected with change of requirements to licensing of primary activity of the issuer or licensing of rights to use facilities, the availability of which is limited (including natural resources)*

*Possible change of requirements on licensing the activity may lead to increase in the term of preparation of the documents necessary for obtaining or prolongation of validity of the license, and also necessity of conformity with the requirements set forth. However, the given risk is to be considered as insignificant, except for those cases when requirements will be stipulated for obtaining or extension of the license or for realization of the activity which is subject to licensing which cannot be met by the Company, or conformity with which will be connected with excessive expenses.*

*In case of change of requirements on licensing activity, the Company will take necessary measures for obtaining corresponding licenses and permits.*

*Risks, connected with change of judiciary practice on the issues connected with issuer's activity (including concerning licensing) which can negatively affect results of its activity, and also results of the current litigations in which the Company participates*

*The possibility of change of the judiciary practice connected with the Company's activity (including concerning licensing) is considered as insignificant and will not have essential influence on its activity. In case of amending the judiciary practice concerning the issues connected with the core activity, the Company is going to plan its financial and economic activity in view of these changes.*

*The issuer does not carry out and does not plan to carry out its activities in foreign markets. The probability of realization of the legal risks is characteristic for the internal market.*

#### **2.4.5. Risk of loss of good will (reputation risk)**

*There were no changes in the data of this point in the reporting quarter*

#### **2.4.6. Strategic risk**

*There were no changes in the data of this point in the reporting quarter*

#### **2.4.7. Risks connected with the issuer's activity**

*Risks, connected with the current litigations in which the Company participates*

*In 2013 some retail companies operating in regions of the service area of the issuer, and consumers of the Company's services, were deprived of their status of a supplier of last resort. In connection with the insolvency of these organizations insolvency (bankruptcy) suits were filed following both petitions of both creditors and debtors themselves. Within these cases the issuer stated requirements for inclusion in the register of creditors' demand the debt of the retail companies to the Company. However, satisfaction of the Company's demand within the bankruptcy proceedings in full at the expense of the bankrupt assets is unlikely.*

*Risks connected with the inability to renew the license by the issuer to conduct certain activities or use facilities, the availability of which is limited (including natural resources)*

*The issuer estimates the risk of non-renewal of the license of the issuer to conduct certain activities or use facilities, the availability of which is limited (including natural resources), as low.*

*Currently, the Company is not liable for debts of third parties, including the issuer's subsidiaries.*

*The responsibility for debts of its subsidiaries may occur if the Company's instructions, binding to be performed by subsidiaries, will lead it to loss or bankruptcy. However, the Company makes every effort to prevent the occurrence of such a situation, because it would be contrary to the main goal of the Company's operations – profit making.*

*Risks related to possible liability for debts of third parties are estimated by the Company as insignificant.*

*Risks connected with the potential loss of customers, the turnover of which accounts for at least 10 percent of the total revenue from the sale of goods (works, services) of the issuer*

*Since IDGC of Centre is a natural monopoly in the sale of electricity transmission services, there no risks associated with the potential loss of customers, accounting for no less than 10 percent of the total revenue from the sale of goods (works, services).*

*There are no other risks connected with the activity of the issuer, peculiar to the Company, the information on which must be reflected in this report.*

### **Section III. Detailed information on the issuer**

#### **3.1. Creation and development history of the issuer**

##### **3.1.1. Data on the company name of the issuer**

Full company name of the issuer in Russian: *Публичное акционерное общество «Межрегиональная распределительная сетевая компания Центра»*

Full company name of the issuer in English: *"Interregional Distribution Grid Company of Centre", Public Joint-Stock Company*

Effective date of the current full company name: *07.07.2015*

Abbreviated company name of the issuer in Russian: *ПАО "МРСК Центра"*

Abbreviated company name of the issuer in Russian: *IDGC of Centre, PJSC*

Effective date of the current abbreviated company name: *07.07.2015*

*Full or abbreviated name of the issuer (name for non-commercial organization) is similar to names of other legal entity*

Name of such legal entities:

*Interregional Distribution Grid Company of Centre and Volga Region, Public Joint-Stock Company (IDGC of Centre and Volga Region, PJSC); Interregional Distribution Grid Company of the Urals, Public Joint-Stock Company (IDGC of the Urals, PJSC); Interregional Distribution Grid Company of Volga, Public Joint-Stock Company (IDGC of Volga, PJSC); Interregional Distribution Grid Company of the South, Public Joint-Stock Company (IDGC of South, PJSC); Interregional Distribution Grid Company of North Caucasus, Public Joint-Stock Company (IDGC of North Caucasus, PJSC); Interregional Distribution Grid Company of Siberia,*

**Public Joint-Stock Company (IDGC of Siberia, PJSC); Interregional Distribution Grid Company of the North-West, Public Joint-Stock Company (IDGC of North-West, PJSC).**

Explanations necessary for avoidance of confusion of the stated names:

**In order to avoid mixture of the specified names, it is necessary to pay special attention of a component of full and abbreviated names of the given organizations specifying regions of their location - Centre, Centre and Volga Region, Urals, Volga, South, North Caucasus, Siberia, North-West.**

**The issuer's business name (name for non-commercial organisation) was registered as the trademark or service mark**

Information on registration of the indicated trademarks:

**On February 11, 2010 the trademark of IDGC of Centre, JSC in Russian was registered (registration certificate No. 400905), on February 18, 2010 – in English (registration certificate No. 401660).**

All previous names of the issuer within the time period of its existence

Full company name: **Joint-Stock Company "Interregional Distribution Grid Company of Centre and North Caucasus"**

Abbreviated company name: **IDGC of Centre and North Caucasus, JSC**

Date of the name introduction: **17.12.2004**

Grounds for the name introduction:

**Order of the Russian joint-stock company of power and electrification UES of Russia No. 154-r dated 09.12.2004 (the sole founder) relating to establishment of Joint-Stock Company «Interregional distribution company of Centre and North Caucasus»; the Company is incorporated by Interdistrict inspection of Ministry of Taxation of the Russian Federation No.1 in Tver region – Certificate of State Registration of Legal Entity Series 69 No.000939402 dated 17.12.2004.**

Full company name: **Открытое акционерное общество "Межрегиональная распределительная сетевая компания Центра", "Interregional Distribution Grid Company of Centre", Joint-Stock Company**

Abbreviated company name: **ОАО "МРСК Центра", IDGC of Centre, JSC**

Date of the name introduction: **06.08.2007**

Grounds for the name introduction:

**18.07.2008 under the decision of the Extraordinary General Meeting of Shareholders of IDGC of Centre and North Caucasus, JSC the Company's Articles of Association in a new edition were approved with the renaming of the Company to "Interregional Distribution Grid Company of Centre", Joint-Stock Company (abbreviated name - IDGC of Centre, JSC). The Articles of Association in a new edition was registered by the Interdistrict Inspectorate of the FTS of Russia #46 in Moscow on 06.08.2007.**

### **3.1.2. Data on the state registration of the issuer**

Primary state registration number of the legal entity: **1046900099498**

Date of state registration: **17.12.2004**

The name of registering body: **Interdistrict inspection of the Ministry of the Russian Federation for taxes and tax collections No. 1 in the Tver region**

### **3.1.3. Data on creation and development of the issuer**

The issuer was created for an indefinite term

Brief description of the history of the issuer's establishment and development. Targets of the issuer's establishment, the issuer's mission (if any) and other information on the issuer's activity significant for decision to acquire the issuer's securities:

**Interregional Distribution Grid Company of Centre, Joint-Stock Company was founded with a view of efficient control over the distribution grid complex of Centre on the basis of Order No. 154r of Russian Joint-Stock Company of Power And Electrification UES of Russia as of 09.12.2004.**

**The issuer was registered by the IIMTS of the Russian Federation No. 1 in the Tver region on 17 December 2004.**

**Creation of the issuer was an integral part of the Strategy Concept of RAO UES of Russia "5+5" (approved by the Decision of the Board of Directors of RAO UES of Russia, Minutes No. 168 of 23.04.2004) which provides interregional integration of the newly created enterprises after division of the power companies by kinds of business.**

*The Extraordinary General Shareholders Meeting of the issuer, which took place on 25.12.2007 (Minutes as of 25.12.2007 No.1795pr/3), adopted the decision on reorganization of IDGC of Centre, JSC in the form of consolidation of JSC Belgorodenergo, JSC Bryanskenergo, JSC Voronezhenergo, JSC Kostromaenergo, JSC Kurskenergo, JSC Lipetskenergo, JSC Orelenergo, JSC Tambovenergo, JSC Smolenskenergo, JSC Tverenergo, and JSC Yarenergo with it and adoption of the Contract for Consolidation of JSC Belgorodenergo, JSC Bryanskenergo, JSC Voronezhenergo, JSC Kostromaenergo, JSC Kurskenergo, JSC Lipetskenergo, JSC Orelenergo, JSC Tambovenergo, JSC Smolenskenergo, JSC Tverenergo, and JSC Yarenergo with IDGC of Centre, JSC and approval of the Contract for Consolidation.*

*The same Extraordinary General Shareholders Meeting of IDGC of Centre, JSC adopted the decision to increase the authorized capital of the Company by placement of additional ordinary shares at the par value of 4 211 820 000 rubles placed by converting of shares of the consolidated companies into additional ordinary shares of IDGC of Centre, JSC in accordance with the procedure stipulated by the Contract for Consolidation.*

*On 31.03.2008 - the date of making an entry in the Uniform state register of legal entities about the termination of activity of consolidated DGC - placement of ordinary registered uncertificated shares of IDGC of Centre took place by converting shares of the consolidated DGC shares into them. As a result the amount of the registered authorized capital of the Company as of the date of the end of the reporting quarter is 4 221 794 146,8 rubles.*

*From the moment of the creation and up to 31.03.2008, the issuer was a 100 % affiliated company of RAO UES of Russia.*

*At the moment the Issuer is included in the group of companies headed by Public Joint-Stock Company "Rosseti" (hereinafter referred to as PJSC "Rosseti"; until 04.04.2013 - Joint-Stock Company "Interregional Distribution Grid Companies Holding", IDGC Holding, JSC). PJSC "Rosseti" is a majority shareholder of the Company – it owns 50,23% of the authorised capital of the Company.*

*The core activities of the Company are electricity transmission and grid connection of consumers to electric networks.*

*As at the reporting date the issuer covers 83,2 % of the electricity transmission market (in money terms) in its service area, and the market share of the Company's grid connection is 88,5 %.*

*The issuer was assigned with the international credit rating of Standard & Poor's at the level «BB-/B/ruAA-», outlook «Stable». The Company also has the national credit rating, assigned by "National Rating Agency" LLC, at the level "AA" - very high creditability, the second level.*

*The issuer was assigned with the national corporate governance rating at the level NRCG 7++ "Developed Practice of Corporate Governance". The history of this Company's rating dates back to 2007.*

*Ordinary shares of the Company were listed in the First (Top) quotation list at CJSC "Stock Exchange MICEX".*

*June 25, 2015 the Annual General Meeting of Shareholders approved the Company's Articles of Association in a new edition (Minutes # 01/15 dated 06.26.2015). In accordance with the Company's Articles of Association in the new edition the full and abbreviated business names of the issuer were brought into compliance with the law, and changed to "Interregional Distribution Grid Company of Centre", Public Joint Stock Company, "IDGC of Centre", PJSC. A record into the Unified State Register of Legal Entities about the state registration of the Company's Articles of Association in the new edition was entered on 07.07.2015.*

*Goals of creation and reorganization of the issuer:*

- realization of the state policy in the field of electric power industry;
- creation of conditions for effective functioning of the distribution grid complex of the Central region of Russia;
- realization of effective operation and centralized technological management of grid facilities;
- realization of the uniform strategy in the field of investment and attraction of the capital for solution of common system tasks of development of the distribution grid complex;
- development and pursuing of scientific and technical policy and introduction of new progressive kinds of techniques and technologies;
- profit making.

*The role and mission of the Company are related to expectations of the key market participants from it:*

- for the investment community the Company — an investment tool, aimed at ensuring their return, security, profitability and liquidity;*
- for consumers the Company — a company aimed at providing high-quality service, quality and reliable power supply, timely and transparent connection to power grids;*
- for regions and local authorities — a company that provides the needs of the economy in the transmission capacities; a reliable partner of the executive authorities of the Russian Federation in the planning and implementation of regional programs of territorial development, a diligent taxpayer and employer;*
- for Employees — a conscientious employer, an effectively organized company with a clear and understandable system of corporate governance, providing opportunities to maximize the potential revealing by its Employees.*

*The Company's mission is to provide reliable and quality electric power supply for the growing needs of the economy and social sector under economically feasible for consumers fee for the services rendered.*

### **3.1.4. Contact information**

The issuer's location:

*2nd Yamskaya, 4, Moscow, Russian Federation, 127018*

The issuer's registered office, specified in the Unified State Register of Legal Entities: *Moscow, Russia*

Phone: *(495) 747-92-92*

Fax: *(495) 747-92-95*

E-mail: *posta@mrsk-1.ru*

The Internet website (s) where the information on the issuer, securities issued and/or being in the process of issue are available: *www.e-disclosure.ru/portal/company.aspx?id=7985; http://www.mrsk-1.ru*

Name of the issuer's special subdivision for the work with shareholders and investors of the issuer:

*IR Division*

Location of the subdivision: *2nd Yamskaya Street 4, Moscow, Russian Federation, 127018*

Phone: *(495)747-92-92*

Fax: *(495)747-92-95*

E-mail: *ir@mrsk-1.ru*

The Internet site: *www.mrsk-1.ru*

### **3.1.5. Taxpayer identification number**

*6901067107*

### **3.1.6. Branches and representative offices of the issuer**

Changes that have occurred in the reporting period in the branches and representative offices of the issuer, in the case of changes in the reporting quarter, the name, the location of the branch or representative office, surname, name, patronymic of its head, the term of the power of attorney issued to him or her - as well as information on such changes

*In the fourth quarter of 2016 heads of four branches of the issuer were changed:*

*- branch of IDGC of Centre, PJSC - "Bryanskenergo" – Deputy General Director - Director of the branch is Alexander Ivanovich Kosarim. His power of attorney is valid until 01.06.2017;*

*- branch of IDGC of Centre, PJSC - "Kostromaenergo" – Deputy General Director - Director of the branch is Evgeny Alexandrovich Smirnov. His power of attorney is valid until 01.06.2017;*

*- branch of IDGC of Centre, PJSC - "Lipetskenergo" – Deputy General Director - Director of the branch is Alexander Sergeevich Glebov. His power of attorney is valid until 01.06.2017;*

*- branch of IDGC of Centre, PJSC - "Orelenegero" – Deputy General Director - Director of the branch is Yury Alexeevich Volchenkov. His power of attorney is valid until 01.06.2017.*

## **3.2. Main economic activities of the issuer**

### **3.2.1. Core economic activities of the issuer**



The code of the main industry line of business of the issuer

Codes under the All-Russian Classifier of Economic Activities (OKVED)
35.12

OKVED Codes
33.13
35.13
52.10.21
61.10.1
70.10.1
70.10.2
70.22
85.42

### 3.2.2. Core economic activity of the issuer

The information is not specified in the report for the 4th quarter

### 3.2.3. Materials, goods (raw material) and suppliers of the issuer

The information is not specified in the report for the 4th quarter

### 3.2.4. Sales markets of products (works, services) of the issuer

Main markets, in which the issuer performs its activity:

*IDGC of Centre renders services on electric power transmission in 11 constituent entities (Belgorod, Bryansk, Voronezh, Kostroma, Kursk, Lipetsk, Orel, Smolensk, Tambov, Tver and Yaroslavl regions) to 27 suppliers of last resort, 110 retailers, 212 end customers and 1 territorial grid company. The share of the given customers in the total revenue of IDGC of Centre from the electricity transmission services for 4Q 2016 is as follows:*

- suppliers of last resort – 73,67 %;
- retailers – 15,68 %;
- end customers – 9,22 %;
- territorial grid company "BryanskElectro" LLC – 1,43 %.

*The issuer renders services for grid connection to residential customers (private sector), legal entities (small, middle, large business), territorial cooperating grid organisations, budget organizations and generating companies.*

*In accordance with Order of the Ministry of Energy of Russia dated 17.11.2016 № 1214, since 01.12.2016 IDGC of Centre has been performing the functions of the electricity supplier of last resort in the service area of JSC "Transservicenergo" in 4 cities of Nelidovo, Toropets, Andreapol and Western Dvina, except for the service area of JSC "Oboronenergobyt".*

Factors, which can have negative influence on sale of products (works, services) by the issuer, and possible actions of the issuer on reduction of such influence:

*Possible factors, which can have negative influence on the sale of services on electric power transmission of IDGC of Centre, are:*

- high degree of dependence on financial stability (solvency) of suppliers of last resort;
- grid connection of consumers from grids of territorial grid companies, located in territories of the issuer's service area.

*To reduce influence of these factors IDGC of Centre takes measures on conclusion of «direct» contracts for services on electric power transmission with end consumers serviced by suppliers of last resort and retailers.*

*Possible factors that may adversely affect the sale of electricity by IDGC of Centre are:*

*- reduction of the customer base at the expense of possible entrance of large consumers and power supply companies to the wholesale market of electric energy (power), transition of consumers to competing power sales organizations;*

*- assignment of the status of a supplier of last resort to a power sales organization on the basis of the ongoing tender of the Russian Energy Ministry for selection of a supplier of last resort.*

*To minimize the negative factors and improve its competitive positions IDGC of Centre implements measures to develop and improve the quality of services related to the delivery of electricity.*

*Possible factors, which can have negative influence on the volume and quality of services rendered by the issuer on grid connection of power receiving installations (power plants):*

*- reduction of demand for grid connection;*

*- high degree of dependence on financial stability (solvency) of applicants;*

*- adaptation to change in legislative base;*

*- increase of a number of preferential categories of applicants;*

*- development of territorial grid organisations that render services for grid connection;*

*- regions do not have perspective development plans.*

*To minimize these factors the issuer actively participates in the work of proposing to amend the existing legislation, organizes work with regional administrations of the Russian Federation on the territory of the issuer's service area on the development of long-term development plans, and interacts with the regulator in terms of tariff making.*

### **3.2.5. Data on the issuer's licenses (permits) to perform some types of work**

*The issuer has no permissions (licenses) information on which is required to be specified in the quarterly report*

### **3.2.6. Data on the activities of certain categories of issuers of securities**

The issuer is not a stock investment fund, an insurance company or a credit institution, a mortgage agent.

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

The main activity of the issuer is not extraction of minerals

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

The main activity of the issuer is not provision of telecommunications services

## **3.3. Plans of the future activity of the issuer**

*The core activities of IDGC of Centre are electric power transmission and connection of customers to power grids. The main source of the Company's revenues is the electricity transmission activity.*

*Starting from 1 December 2016 by Order of the Ministry of Energy of Russia dated 17 November 2016 № 1214 IDGC of Centre has been selling electricity, serving as a supplier of last resort in the Tver region.*

*IDGC of Centre does not plan to change the core activities, and the income structure significantly.*

*The main directions in the plans for future activities of the issuer:*

*- provision of quality services for electric power transmission and grid connection of consumers to electric networks;*

*- expansion of the market and the volume of services provided;*

*- modernization and reconstruction of fixed assets and equipment, expansion of existing and construction of new electric grid infrastructure in the framework of the approved investment program of the Company;*

*- implementation of the Unified Technical Policy of the electric grid complex (approved by the Company's Board of Directors, Minutes #31/13 of 28.12.2013);*

*- implementation of the approved programs: the Program to increase the reliability, the Program of long-term development of electricity metering systems in the retail market, the Program of energy saving and energy efficiency, the Innovative Development Program and others.*

*- implementation of measures to improve the payment discipline of contractors: the issuer plans together with the Administrations of subjects of the Russian Federation to address issues of non-payments in the regions with the regional commissions to monitor the situation with payments for electricity and its transmission services.*

### **3.4. Participation of the issuer in bank groups, bank holdings and associations**

*There were no changes in the data of this point in the reporting quarter*

### **3.5. Associated and dependent economic entities of the issuer which have significance for it**

*There were no changes in the data of this point in the reporting quarter*

### **3.6. Composition, structure and value of the fixed assets of the issuer, information on plans for the fixed assets purchase, replacement, retirement, as well as on all facts of the issuer's fixed assets encumbrance**

It is not specified in the report for the 4th quarter

## **Section IV. Data on financial and economic activities of the issuer**

### **4.1. Results of financial and economic activities of the issuer**

It is not specified in the report for the 4th quarter

### **4.2. Liquidity of the issuer, sufficiency of the capital and circulating assets**

It is not specified in the report for the 4th quarter

### **4.3. Financial investments of the issuer**

It is not specified in the report for the 4th quarter

### **4.4. Intangible assets of the issuer**

It is not specified in the report for the 4th quarter

### **4.5. Data on the policies and expenses of the issuer in the field of scientific and technical development, concerning licenses and patents, new development and researches**

It is not specified in the report for the 4th quarter

### **4.6. Analysis of tendencies of development in the sphere of the core activity of the issuer**

*Electric power industry is one of the leading sectors of the Russian economy, which accounts for about 3% of the country's GDP. In this regard, the electric power industry is under influence of the factors determining the state of the economy as a whole.*

*The main parameter to create the model of the industry development is the power consumption dynamics. The volume of services on electricity transmission is determined by consumers' demand for electricity. Following the results of 2016 the electric energy consumption in the UES of Russia was 1,026.86 billion kWh, which is 1.8 % higher than the consumption in 2015.*

*According to data of OJSC "SO UES", one of the most important factors that influenced the change in consumption is the ambient temperature - in a number of regions throughout the year there was a decreased temperature background in the winter period and increased in the summer period. In addition to the influence of temperature the growth of energy consumption during 2016 in the UES of Russia was due to an increase in electricity consumption of a number of industrial enterprises.*

*Another important parameter is the dynamics of industrial production, including the kind of economic activity "Production and distribution of electricity, gas and water". In 2016 the volume in production increased, the development of the industrial complex was characterized by growth.*

*Industrial production in 2016 increased by 4.5 % compared to 2015. Production and distribution of electricity, gas and water increased by 3.1 %.*

*Another important parameter is the dynamics of consumer prices. At the end of 2016, inflation averaged 7.1 % after that when in 2015 the prices rose on average by 15.5 %. Over the past two years the inflation increased by two times – in 2012 – 2014 the average annual growth was 8.1 %. The main factor behind this increase in the inflation was a significant devaluation of the ruble, sharply intensified at the end of 2014 and continued in 2015.*

*Inflation leads to higher costs of companies in the course of business activities, including implementation of investment programs, increase in costs of borrowed funds due to increased borrowing rates.*

*Now the issuer carries out its activity in two main directions: transmission of electric energy and electric grid connection.*

*Thus the electric grid connection defines development of the Company, growth of volume of electric energy transmission, expansion of geographical covering of territories with electric grids, and increase in capitalization. Tendency of development of the given kind of activity is defined by development of regions of the service area of the issuer: development of the industry, agriculture, household sector, construction of habitation, etc., it allows to estimate them as favourable at any conditions.*

*For creation of favourable conditions of development of regions the issuer actively cooperates with local authorities and large consumers in the sphere of planning. The result of this work is steady demand for electric capacity, which is the ground for formation of the issuer's investment program.*

*Considerable development trend in the field of the issuer's core activity is possibility of the issuer's business diversification in the part of structure of rendered services.*

#### **4.7. Analysis of factors and conditions influencing the issuer's activity**

*Key factors in the activities of the issuer are:*

*- factors affecting the state of the economy as a whole (the GDP growth, the consumer price index, the interest rates to attract credit resources);*

*- the state regulation of tariffs. Main activities of the issuer (electric energy transmission and grid connections) are regulated by the state through the establishment of appropriate tariffs for these services. Regulatory approval of tariffs for services of the issuer directly influences volumes of received proceeds. Establishment of tariffs below the economically justified level may lead to underfunding by tariff sources of the current activity and investment program of the issuer;*

*- the dynamics of power consumption. The volume of energy consumption in 2016 in the Russian Federation amounted to 1,026.86 billion kWh, which is 1.8 % higher than the consumption in 2015. In this case on the basis of 2016 the volume of electricity transmission services of IDGC of Centre compared with the same period last year increased by 2.5 %;*

*- the current condition of the industry. The state of the industry directly affects the issuer's operations and is currently characterized by substantial depreciation of fixed assets, lack of investment in the industry, a problem of non-payment, the tariff policy, aimed at curbing the growth of tariffs for products and services of natural monopolies.*

*The actions taken by the issuer and actions to be taken by the issuer in the future for an effective use of the given factors and conditions.*

*The issuer together with the federal and regional bodies of regulation of tariffs takes measures to amend the legislation of the Russian Federation in the sphere of pricing on services of natural monopolies to protect the interests of distribution grid companies at establishment of tariffs for electric energy in the retail market.*

*The issuer works on the economic feasibility of expenses included in tariffs, takes measures to reduce costs and optimize the investment program.*

*The issuer also implements a set of measures to diversify the package of services to compensate for drop in consumption in the medium term. It implements the latest tools to manage the Company, automates key functions to increase efficiency of management decision-making.*

*Essential events/factors which may greatly affect an opportunity of achieving by the issuer in the future the same or higher results in comparison with the results obtained for the last reporting period, and also probability of occurrence of such events (occurrence of factors).*

*Factors that have a negative impact on the activities of the issuer:*

*1. There is a reduction of power consumption due to the optimization of customer circuits of external power supply, including connection of facilities to the UNGP grids, construction of own generation.*

*2. Reducing demand for grid connection.*

*3. Development of territorial grid organizations rendering grid connection services.*

*4. Increasing the number of privileged categories of applicants. The cost of grid connection for these groups of applicants does not cover all costs of power grid companies, which leads to the emergence of "shortfall in income".*

*5. Stage by stage termination of the "last mile" mechanism. The Federal law prescribes a gradual termination of "last mile" contracts with the introduction of a separate HV-1 tariff level and schedule to lower rates of cross-subsidization.*

*6. Imperfection of the regulatory framework in the field of tariff regulation:*

*- growth in tariffs does not reflect the real level of inflation and does not compensate for all costs of the Company.*

*Indexation of tariffs for electricity transmission is based on forecasts of the Russian Ministry of Economic Development (MED RF) taking into account the requirement of gradual termination of "last mile" contracts.*

*There is a problem of returning by regions of debt accumulated as a result of the mechanism of "smoothing" of the required gross revenue in conditions of limited growth of tariff rates;*

*The current return mechanism in the tariff for electricity transmission of the investment component of grid connection cannot compensate for the costs in full, it forms a shortage of funds for the implementation of grid connection contracts.*

*7. Depending on the financial stability (solvency) of applicants for grid connection.*

*8. The deterioration of payment discipline for the power transmission services due to the imperfection of the mechanisms of the retail electricity market functioning and the influence of macroeconomic factors.*

*9. Increase in the cost of servicing loans. As a result of the growth of the key rate of the Bank of Russia there is growth in rates on loans of partner banks of IDGC of Centre.*

*10. Rising prices for the Company's suppliers of fuel, materials, outsourced services (rent, security, communications, etc.).*

*The probability of occurrence of these factors varies from medium to high, duration – from the medium to long term.*

*Methods applied by the issuer, and ways to be applied by the issuer in the future for decrease in negative effect of factors and conditions influencing activity of the issuer.*

*In order to reduce the negative impact of external factors the issuer has developed a set of measures to improve efficiency and financial sustainability in the current macroeconomic environment, including taking into account the changes in the regulation at the federal and regional levels:*

*1. Growth of tariffs in excess of the forecast of the Russian Ministry of Economic Development to compensate for "shortfall in income" due to termination of "last mile" contracts.*

*2. Return of "smoothing" by increasing the maximum level of the tariff for the next regulatory period.*

*3. Measures aimed at reducing the shortfall in income from privileged grid connections:*

*- an increase in connection fee for the "preferential" categories of applicants;*

*- accounting for the investment component for the reconstruction of the existing network in the fee for grid connection for all categories of applicants;*

*- application of penalties for non-use of power and/or payment for power redundancy.*

*4. Measures aimed at improving the payment discipline:*

*- claim-related work to collect overdue receivables and penalties for non-performance of contractual obligations for payment of services;*

*- improving the guarantee mechanism for retail companies regarding payment for electricity transmission services.*

*5. Measures to optimize the loan portfolio:*

*- implementation of the mechanism of the investment issue;*

*- lending for infrastructure sectors, including the Group of Companies PJSC "Rosseti", on special terms and conditions;*

*- revision of the rate of return on invested capital.*

*Significant events/factors that can improve the performance of the issuer, and the probability of their occurrence and their duration.*

*The significant factor which within long-term perspective may have positive influence on results of the Company's activity is active innovative activity in the field of creation of the management system and implementation of the modern software products for management of distribution grid complex of the issuer. Besides, the active policy in the field of formation of the integral system of stakeholder relations is performed. The issuer holds regular meetings with representatives of the investment community for increase of the level of openness and transparency of business. Results of innovative activity will be estimated and put on the balance sheet of the issuer as intangible assets in the process of estimation performance. Duration of the given factor is considered as a constant process.*

*Besides, the essential factor which may have a significant positive influence on financial result is reduction of the high level of losses in grids. The Company developed and realizes the program of energy conservation and energy efficiency, within which it is planned to implement an energy management system in accordance with the international standard ISO 50001:2011. The Company also implements its program of perspective development of electricity metering systems in the retail electricity market, which in the middle term will have a significant influence on changes of commercial losses towards their decrease. These factors will have a significant positive impact in the medium term.*

#### 4.8. Competitors of the issuer

*The issuer operates electric power transmission and grid connection in 11 regions of Central Russia and provides electricity to large enterprises of industry, transport, agriculture, as well as the population of the regions.*

*In these markets the issuer holds a leading position. The Company's share in the electricity transmission market (share of the required gross revenue (RGR) of the issuer in the RGR of the regions) in accordance with the tariff and balance decisions in 2016 is 86 %.*

*The grid connection market share on the basis of services rendered in the IV quarter 2016 is 88,7 %.*

*In accordance with the current legislation IDGC of Centre, PJSC refers to the subjects of natural monopolies, provides state-regulated activities and has no direct competitors.*

*However, in large cities of the regions, where the issuer operates, there are other territorial grid organizations providing similar services on transmission and distribution of electricity, grid connection. The largest of them are: OJSC "Kursk Electrical Grids", LLC "Lipetsk Municipal Energy Company", OJSC "Oreoblenergo", MUE "Voronezh Gorelektroset", MUE "Tvergorelektro", OJSC "Tambov Grid Company".*

## Section V. Detailed data on the persons forming a part of governance bodies of the issuer, bodies of the issuer undertaking control over its financial and economic activities, and brief data on the staff (employees) of the issuer

### 5.1. Data on the structure and competence of the issuer's governance bodies

*There were no changes in the data of this point in the reporting quarter*

### 5.2. Information on the persons forming a part of governance bodies of the issuer

#### 5.2.1. Issuer's Board of Directors (Supervisory Board)

Full name: *Yury Nikolayevich Mangarov*

*(Chairperson)*

Year of birth: *1956*

Education:

*1978, Plekhanov Russian University of Economics, branch of study: economic cybernetics.*

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
10.2016	current	JSC "NPF of the electric power industry"	Member of the Supervisory Board
08.2016	current	PJSC «Rosseti»	Deputy Chief of Staff
06.2016	current	IDGC of North-West	Member of the Board of Directors
12.2015	current	Lenenergo	Adviser to General Director, Acting Head of Administration Department (part-time)
08.2015	06.2016	Ingushenergo	Member of the Board of Directors
06.2015	current	Russian Industrial Association of Employers in the Power Industry (RaEI Association)	Chairman of the Supervisory Board
06.2015	current	KEU-EES	Member of the Supervisory Board
06.2015	current	Kubanenergo	Member of the Board of Directors
06.2015	06.2016	Sevkavkazenergo	Member of the Board of Directors
06.2015	06.2016	Kabbalkenergo	Member of the Board of Directors
06.2015	06.2016	Dagestan Energy Retail Company	Member of the Board of Directors
06.2015	06.2016	Kalmenergosbyt	Member of the Board of Directors
06.2015	06.2016	Tyvaenergosbyt	Member of the Board of Directors
06.2015	06.2016	Karachaevo-Cherkesskenenergo	Member of the Board of Directors
01.2015	08.2016	PJSC «Rosseti»	Top Adviser
06.2014	current	IDGC of Centre, PJSC	Member of the Board of

			Directors
06.2014	current	Yantarenergo	Member of the Board of Directors
06.2014	06.2016	MOESK	Member of the Board of Directors
06.2014	06.2016	IDGC of North Caucasus	Member of the Board of Directors
12.2013	02.2015	JSC «Rosseti»	Adviser
06.2012	04.2013	FGC UES	Deputy Chairman of the Management Board - Chief of Staff
03.2012	06.2013	IDGC Holding	Deputy Executive Director - Chief of Staff (as a second job)

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Personnel and Remuneration Committee of the Board of Directors of IDGC of Centre, PJSC	No

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Alexander Evgenyevich Bogashov***

Year of birth: ***1989***

Education:

***2011, Federal State Budget Institution of Higher Education State University of Management, branch of study: Enterprise management***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
2013	current	Ministry of Energy of the Russian Federation	Deputy Director of Corporate Governance, Pricing Environment and Supervisory Work in the Fuel and Energy Industry Department, Leading advisor, Deputy Head, Head of Corporate Governance Section of Corporate Governance, Pricing Environment and Supervisory Work in the Fuel and Energy Industry



			Department of the Ministry of Energy of Russia
06.2016	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2016	current	Kubanenergo	Member of the Board of Directors
06.2016	current	IDGC of South	Member of the Board of Directors
06.2016	current	IDGC of Volga	Member of the Board of Directors
06.2015	06.2016	PJSC "Permneftegeofizika"	Member of the Board of Directors
06.2015	06.2016	Central Geophysical Expedition Joint Stock Company	Member of the Board of Directors
06.2015	06.2016	OJSC "Nizhnevartovskneftegeofizika"	Member of the Board of Directors
06.2015	06.2016	Open Joint Stock Company "Volga branch of the Institute of Geology and Development of Combustible Minerals"	Member of the Board of Directors
06.2015	06.2016	PJSC "Sibneftegeofizika"	Member of the Board of Directors
2011	2013	Federal Agency for State Property Management	Specialist of the 1st category, Leading specialist-expert

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

***Member of the Board of Directors (Supervisory Board) does not participate in the committees of the Board of Directors (Supervisory Board)***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Oleg Yuryevich Isaev***

Year of birth: ***1969***

Education:

***1992, Krasnoznamenny Military Institute, branch of study: Lawyer.***

***2004, Russian Academy of State Service under the President of the Russian Federation, branch of study: management.***

***2011-2012, Professional retraining in "Management in the Electric Power Industry".***

***Scientific degree: Doctor of Laws.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
11.2016	current	IDGC of Centre and Volga Region	Acting General Director
11.2016	current	IDGC of Centre and Volga Region	Chairman of the Management Board
06.2016	current	MOESK	Member of the Board of Directors
05.2016	current	Moscow Chamber of Commerce and Industry	Member of the Council
06.2013	current	IDGC of Centre, PJSC	Member of the Board of Directors
04.2013	current	IDGC of Centre, PJSC	General Director
12.2012	04.2013	IDGC of Centre, JSC	Acting General Director
12.2012	current	IDGC of Centre, PJSC	Chairman of the Management Board
10.2012	05.2016	Moscow Chamber of Commerce and Industry	Member of the Management Board
12.2011	12.2012	V/O Tyazhpromexport	Chairman of the Board of Directors
12.2011	12.2012	V/O Tyazhpromexport	General Director

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

***Member of the Board of Directors (Supervisory Board) does not participate in the committees of the Board of Directors (Supervisory Board)***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Denis Alexandrovich Malkov***

Year of birth: ***1974***

Education:

***1996, Ural State Technical University-UPI named after the first President of Russia Boris Yeltsin, qualification: electrical engineer***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
01.2016	12.2016	PJSC «Rosseti»	Head of Project Office
12.2015	current	Lenenergo	Adviser to General Director (part-time)
06.2015	current	IDGC of Centre, PJSC	Member of the Board of

06.2015	06.2016	MOESK	Member of the Board of Directors
06.2014	06.2015	IDGC of Urals	Member of the Board of Directors
06.2014	06.2016	Energy Service Company of Urals	Member of the Board of Directors
06.2014	06.2015	IDGC of Volga	Member of the Board of Directors
06.2013	06.2014	Energy Service Company	Member of the Board of Directors
06.2013	06.2015	Kalmenergosbyt	Member of the Board of Directors
05.2013	01.2016	PJSC «Rosseti»	Director of Electricity Balances and Metering Department
02.2013	05.2013	FGC UES	Head of Substations Department
01.2006	02.2013	IDGC of Urals	Head of Technical Development Department

**Stake of this person in the authorized capital of the issuer/ordinary shares: does not have**

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: **the issuer did not issue options**

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Personnel and Remuneration Committee of the Board of Directors of IDGC of Centre, PJSC	No

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

**The person does not have stated stakes**

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

**There are no stated sibling connections**

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

**The person was not brought to stated types of responsibility**

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

**Member of the Board of Directors of OJSC "Energy Service Company of Urals"**

Full name: **Irina Borisovna Masaleva**

Year of birth: **1974**

Education:

**1997, Moscow Power Engineering Institute, branch of study: Industrial electronics**

**2000, Moscow Power Engineering Institute, branch of study: Computer-aided design systems.**

**Candidate of Engineering Science**

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
06.2016	current	IDGC of Centre, PJSC	Member of the Board of Directors

06.2016	08.2016	Lenenergo	Member of the Board of Directors
2013	current	PJSC «Rosseti»	Director of Perspective Development and Grid Connection Department
2008	2013	JSC "FGC UES"	Deputy Head of Grid Connection Department, Head of Grid Connection Department

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Grid Connection Committee of the Board of Directors of IDGC of Centre, PJSC	No

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Maxim Mikhailovich Saukh***

Year of birth: ***1979***

Education:

***2001, St. Petersburg Humanitarian University of Trade Unions; branch of study: jurisprudence.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
06.2015	current	NIC EES	Member of the Board of Directors
06.2014	06.2015	IDGC of North-West	Member of the Board of Directors
06.2013	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2013	current	PJSC «Rosseti»	Head of Corporate Governance Office of Corporate Governance and Interaction with Shareholders and Investors Department
2013	2015	NIC of Siberia	Member of the Board of Directors
06.2012	08.2012	IDGC of Centre, JSC	Member of the Board of Directors
2012	2014	TRK	Member of the Board of

			Directors
2012	2013	NIC of South	Member of the Board of Directors
2011	2014	Energy Service Company of Tyumenenergo	Member of the Board of Directors
2011	2012	NIC EES	Member of the Board of Directors
2010	2014	ZAO Kurortenergo	Member of the Board of Directors
2010	2016	LLC IT Energy Service	Member of the Board of Directors
2010	2011	NIC of South	Member of the Board of Directors
2010	2012	IDGC of Urals	Member of the Board of Directors
2010	2012	IDGC of Siberia	Member of the Board of Directors
2009	current	Pskovenergosbyt	Member of the Board of Directors
2009	current	Kabbalkenergo	Member of the Board of Directors
2009	2016	Ekaterinburg Electric Grid Company	Member of the Board of Directors
2009	2014	ZAO Svet	Member of the Board of Directors
2009	2014	SZEYK	Member of the Board of Directors
2009	2014	Kaliningrad Generating Company	Member of the Board of Directors
07.2008	06.2013	IDGC Holding	Head, First Deputy Head; Deputy Head of Corporate Governance and Shareholders Interaction Department
2007	2015	ENIN	Member of the Board of Directors

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Audit Committee of the Board of Directors of IDGC of Centre, PJSC	No

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: **Denis Alexandrovich Spirin**

Year of birth: **1980**

Education:

**2002, Moscow State Railway University, specialization: Railway Carriages Repair Management**

**2006, Moscow State Law Academy, branch of study: Law, qualification: Lawyer.**

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
06.2016	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2016	current	JSC «Kamensk-Uralsky non-ferrous processing plant» (KUZOCM Inc.)	Member of the Board of Directors
06.2016	current	IDGC of South	Member of the Board of Directors
08.2012	03.2015	Urengoytruboprovodstroy	Member of the Board of Directors
06.2012	current	OJSC «TGC-2»	Member of the Board of Directors
05.2012	current	OJSC "Smolensk Energy Repair Company"	Member of the Board of Directors
04.2012	04.2014	Prokatmontazh	Member of the Board of Directors
05.2010	12.2014	OJSC «TGC-6»	Member of the Board of Directors
07.2007	current	Representative Office of Prosperity Capital Management (Russian Federation) Ltd.	Director for Corporate Governance

**Stake of this person in the authorized capital of the issuer/ordinary shares: does not have**

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: **the issuer did not issue options**

Data on participation in the work of committees of the Board of Directors

**Member of the Board of Directors (Supervisory Board) does not participate in the committees of the Board of Directors (Supervisory Board)**

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

**The person does not have stated stakes**

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

**There are no stated sibling connections**

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

**The person was not brought to stated types of responsibility**

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

**He is Member of the Board of Directors of OJSC "Smolensk Energy Repair Company".**

**He was Member of the Board of Directors of OJSC "Urengoytruboprovodstroy".**

Full name: **Roman Alexeevich Filkin**

Year of birth: **1983**

Education:

**2005, Financial Academy under the Government of the Russian Federation; specialty: finance and credit.**

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
03.2015	current	Representative office of “Prosperity Capital Management (RF) Ltd.”	Director, power engineering, machine building
06.2016	current	JSC «Kamensk-Uralsky non-ferrous processing plant» (KUZOCM Inc.)	Member of the Board of Directors
03.2014	current	IDGC of North-West	Member of the Board of Directors
06.2013	current	TGK-2	Member of the Board of Directors
08.2012	03.2015	Urengoytruboprovodstroy	Member of the Board of Directors
06.2012	06.2014	Kurgan Machine-Building Plant	Member of the Board of Directors
06.2012	current	Dalenergomontazh	Member of the Board of Directors
06.2012	06.2014	Noyabrskselectrosetstroy	Member of the Board of Directors
05.2012	current	Smolensk Energy Repair Company	Member of the Board of Directors
04.2012	04.2014	Prokatmontazh	Member of the Board of Directors
07.2011	current	IDGC of South	Member of the Board of Directors
06.2011	06.2013	IDGC of North-West	Member of the Board of Directors
04.2011	04.2014	Prokatmontazh	Member of the Audit Committee
10.2009	03.2015	Representative office of “Prosperity Capital Management (RF) Ltd.”	Co-Director, power engineering, machine building
06.2009	current	IDGC of Centre and Volga Region	Member of the Board of Directors
06.2009	current	IDGC of Centre, PJSC	Member of the Board of Directors
04.2006	12.2014	TGC-6	Member of the Board of Directors

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Audit Committee of the Board of Directors of IDGC of Centre, PJSC	No
Personnel and Remuneration Committee of the Board of Directors of IDGC of Centre, PJSC	No
Strategy and Development Committee of the Board of Directors of IDGC of Centre, PJSC	No

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer’s governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***He is Member of the Board of Directors of OJSC "Dalenergomontazh", OJSC "Smolensk Energy Repair Company".***

***He was Member of the Board of Directors of OJSC "Urengoytruboprovodstroy".***

Full name: ***Oxana Vladimirovna Shatokhina***

Year of birth: ***1975***

Education:

***1999, Financial Academy under the Government of the Russian Federation; specialty: finance and credit, qualification: economist***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
06.2016	current	IDGC of Centre, PJSC	Member of the Board of Directors
12.2013	current	PJSC "Rosseti"	Deputy General Director for Economy
06.2013	06.2015	MOESK	Member of the Board of Directors
06.2013	06.2014	IDGC of South	Member of the Board of Directors
04.2013	12.2013	JSC "Russian Grids"	Deputy General Director for Economy and Finance
08.2012	06.2015	IDGC of Centre, JSC	Member of the Board of Directors
08.2012	06.2014	IDGC of Siberia	Member of the Board of Directors
07.2012	04.2013	IDGC Holding	Director for Economy
06.2012	06.2013	NIC of Volga Region	Member of the Board of Directors
06.2012	06.2013	NIC of South	Member of the Board of Directors
03.2012	04.2013	FGC UES	Director for Economy
11.2008	03.2012	FGC UES	Head of Department of Economic Planning and Budgeting

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Audit Committee of the Board of Directors of IDGC of Centre, PJSC	Yes

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for



control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: *Alexander Viktorovich Shevchuk*

***Independent member of the Board of Directors***

Year of birth: **1983**

Education:

***2005, Financial Academy under the RF Government, branch of study: finance and credit.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
06.2016	current	IDGC of Urals	Member of the Board of Directors
06.2016	current	IDGC of North-West	Member of the Board of Directors
06.2015	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2015	current	PJSC "OGK-2"	Member of the Board of Directors
06.2014	current	IDGC of Centre and Volga Region	Member of the Board of Directors
03.2014	current	Association of Institutional Investors	Executive Director
04.2013	02.2014	UAZ	Member of the Board of Directors
06.2012	06.2016	MOSTOTRUST	Member of the Board of Directors
06.2011	06.2014	IDGC of Centre, JSC	Member of the Board of Directors
06.2011	06.2012	IDGC of North Caucasus	Member of the Board of Directors
07.2011	current	IDGC of South	Member of the Board of Directors
06.2011	06.2012	Volgogradoblgorgas	Member of the Board of Directors
06.2011	07.2012	Urengoitruboprovodstroy	Member of the Board of Directors
06.2011	02.2012	Yuzhtruboprovodstroy	Member of the Board of Directors
2001	03.2014	Association of Institutional Investors	Deputy Executive Director, chief expert, expert

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Grid Connection Committee of the Board of Directors of IDGC of Centre, PJSC	Yes
Personnel and Remuneration Committee of the Board of Directors of IDGC of Centre, PJSC	No
Audit Committee of the Board of Directors of IDGC of Centre, PJSC	No

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: *Natalia Ilyinichna Erpsher*

Year of birth: *1969*

Education:

*1991, MIIT, branch of study: system engineer.*

*2002, Lomonosov Moscow State University, branch of study: psychology of HR management.*

*2012, National Research University "Moscow Power Engineering Institute", production management and project management.*

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
06.2016	current	TPK	Member of the Board of Directors
03.2015	06.2015	IDGC of South	Member of the Board of Directors
06.2014	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2014	06.2015	TPK	Member of the Board of Directors
07.2013	current	PJSC «Rosseti»	Head of Organizational Development Office of Personnel Policy and Organizational Development Department
06.2013	06.2015	NIC of South	Member of the Board of Directors
06.2013	06.2016	SZEYK	Member of the Board of Directors
03.2013	current	KEU-EES	Member of the Supervisory Board
09.2012	07.2013	FGC UES	Head of Organizational Development Department
06.2011	06.2014	VNIPIEP	Member of the Board of Directors

07.2008	09.2012	IDGC Holding	Head of Organizational Development Department
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**Stake of this person in the authorized capital of the issuer/ordinary shares: does not have**

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: **the issuer did not issue options**

Data on participation in the work of committees of the Board of Directors

Name of Committee	Chairperson
Personnel and Remuneration Committee of the Board of Directors of IDGC of Centre, PJSC	Yes
Audit Committee of the Board of Directors of IDGC of Centre, PJSC	No

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

**The person does not have stated stakes**

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

**There are no stated sibling connections**

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

**The person was not brought to stated types of responsibility**

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

**The person did not occupy such positions**

**When it is indicated in the report that a person holds a certain position «current» this means that the person held the given position as of the end date of the reporting quarter. And the information is given based on personal data provided to the issuer by that person.**

## 5.2.2. Data on the sole executive body of the issuer

Full name: **Oleg Yuryevich Isaev**

Year of birth: **1969**

Education:

**1992, Krasnoznamenny Military Institute, branch of study: Lawyer.**

**2004, Russian Academy of State Service under the President of the Russian Federation, branch of study: management.**

**2011-2012, Professional retraining in "Management in the Electric Power Industry".**

**Scientific degree: Doctor of Laws.**

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
11.2016	current	IDGC of Centre and Volga Region	Acting General Director
11.2016	current	IDGC of Centre and Volga Region	Chairman of the Management Board
06.2016	current	MOESK	Member of the Board of Directors
05.2016	current	Moscow Chamber of Commerce and Industry	Member of the Council
06.2013	current	IDGC of Centre, PJSC	Member of the Board of Directors
04.2013	current	IDGC of Centre, PJSC	General Director
12.2012	04.2013	IDGC of Centre, JSC	Acting General Director

12.2012	current	IDGC of Centre, PJSC	Chairman of the Management Board
10.2012	05.2016	Moscow Chamber of Commerce and Industry	Member of the Management Board
12.2011	12.2012	V/O Tyazhpromexport	Chairman of the Board of Directors
12.2011	12.2012	V/O Tyazhpromexport	General Director

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

### 5.2.3. Collegial executive body of the issuer

Full name: ***Oleg Yuryevich Isaev***

***(Chairperson)***

Year of birth: ***1969***

Education:

***1992, Krasnoznamenny Military Institute, branch of study: Lawyer***

***2004, Russian Academy of State Service under the President of the Russian Federation, branch of study: management***

***2011-2012, Professional retraining in "Management in the Electric Power Industry"***

***Scientific degree: Doctor of Laws.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
11.2016	current	IDGC of Centre and Volga Region	Acting General Director
11.2016	current	IDGC of Centre and Volga Region	Chairman of the Management Board
06.2016	current	MOESK	Member of the Board of Directors
05.2016	current	Moscow Chamber of Commerce and Industry	Member of the Council
06.2013	current	IDGC of Centre, PJSC	Member of the Board of Directors
04.2013	current	IDGC of Centre, PJSC	General Director
12.2012	04.2013	IDGC of Centre, JSC	Acting General Director
12.2012	current	IDGC of Centre, PJSC	Chairman of the Management Board
10.2012	05.2016	Moscow Chamber of Commerce and Industry	Member of the Management Board
12.2011	12.2012	V/O Tyazhpromexport	Chairman of the Board of

			Directors
12.2011	12.2012	V/O Tyazhpromexport	General Director

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Inna Vitalievna Gromova***

Year of birth: ***1967***

Education:

***1997, International Institute of Economics and Law, Bachelor of Law.***

***2002, International Institute of Economics and Law, jurisprudence, lawyer.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
10.2016	current	JSC "NPF of the electric power industry"	Member of the Supervisory Board
05.2016	current	Russian Industrial Association of Employers in the Power Industry (RaEI Association)	Member of the Supervisory Board
05.2015	current	IDGC of Centre, PJSC	Member of the Management Board
07.2013	current	IDGC of Centre, PJSC	Deputy General Director for HR Management and Organizational Design
06.2013	current	JSC "Sanatorium "Energetik"	Member of the Board of Directors
01.2013	06.2013	IDGC of Centre, JSC	Adviser to General Director
10.2012	02.2013	"RAO Energy Systems of the East"	HR Director of HR Department
08.2012	09.2012	"RAO Energy Systems of the East"	Adviser of category 1
10.2011	08.2012	V/O Tyazhpromexport	Head of HR Department

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Ivan Petrovich Kleymenov***

Year of birth: ***1960***

Education:

***1987, Volgograd Agricultural Institute; specialty: Electrical Engineer.***

***1989, Volgograd Agricultural Institute; specialty: Economist.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
02.2010	current	IDGC of Centre, PJSC	Member of the Management Board
01.2009	11.2012	Private educational institution "Voronezh training center "Energetik"	Chairman of the Board of Trustees
07.2008	current	IDGC of Centre - Voronezhenergo division	Deputy General Director – Director of the division

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Konstantin Alexandrovich Mikhailik***

Year of birth: ***1983***

Education:

***2004, St. Petersburg University of the Russian Interior Ministry, specialty: jurisprudence.***

***2005, MGIMO, specialty: international economist with knowledge of foreign languages.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
03.2015	current	IDGC of Centre, PJSC	Member of the Management Board
03.2015	current	IDGC of Centre, PJSC	First Deputy General Director
12.2014	03.2015	IDGC of Centre, JSC	Acting First Deputy General

			Director
03.2014	12.2014	Intercomp	Deputy General Director
11.2013	03.2014	Intercomp	Adviser to General Director
10.2012	11.2013	The Accounts Chamber of the Russian Federation	Chief of Inspectorate for control over the Central Bank of the Russian Federation and monitoring of the financial markets of the Department for control over public debt, the banking system, the Central Bank of the Russian Federation, financial institutions and expenditures of the federal budget on ICT
05.2011	10.2012	The Accounts Chamber of the Russian Federation	Deputy Chief of Inspectorate for control over the Central Bank of the Russian Federation and monitoring of the financial markets of the Department for control over public debt, the banking system, the Central Bank of the Russian Federation, financial institutions and expenditures of the federal budget on ICT

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Alexander Viktorovich Pilyugin***

Year of birth: ***1968***

Education:

***1992, Kursk Polytechnic Institute, specialty: electrical engineer.***

***2006, State Educational Institution of Higher Professional Education "Kursk State Technical University", specialty: manager.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
11.2016	current	IDGC of Centre and Volga Region	Member of the Management Board
11.2016	current	IDGC of Centre and Volga Region	Adviser (part-time)

11.2014	current	IDGC of Centre, PJSC	First Deputy General Director - Chief Engineer
02.2014	11.2014	IDGC of Centre, JSC	Deputy General Director for Technical Issues - Chief Engineer
02.2014	current	IDGC of Centre, PJSC	Member of the Management Board
03.2008	02.2014	IDGC of Centre - Kurskenergo division	Deputy General Director – Director of the division

Equity holding in the authorized capital of the issuer, %: **0.00035**

Share of the Issuer's ordinary stocks belonging to the person, %: **0.00035**

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: **the issuer did not issue options**

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Sergey Yuryevich Rumyantsev***

Year of birth: **1956**

Education:

***1978, Moscow Institute of Management, specialty: management organization in the energy sector.***

***Scientific degree: Ph.D. in Economics.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
12.2016	current	IDGC of Centre, PJSC	Adviser to General Director
06.2013	current	IDGC of Centre, PJSC	Member of the Management Board
05.2013	12.2016	IDGC of Centre, PJSC	Deputy General Director for Economy and Finance
04.2013	08.2014	OJSC "Energy Service Company"	Member of the Board of Directors
02.2013	05.2013	IDGC of Centre, JSC	Adviser to General Director, Acting Deputy General Director for Economy and Finance
06.2008	02.2013	Inter RAO	Member of the Management Board, Adviser to Chairman of the Management Board, Director for Economy, Head of Investment Programs Unit, Deputy Head of Investment Strategy - Director for



**Stake of this person in the authorized capital of the issuer/ordinary shares: does not have**

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: **the issuer did not issue options**

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

**The person does not have stated stakes**

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

**There are no stated sibling connections**

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

**The person was not brought to stated types of responsibility**

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

**Member of the Board of Directors of OJSC "Energy Service Company"**

Full name: **Lyudmila Alexeevna Sklyarova**

Year of birth: **1958**

Education:

**1982, Correspondence Institute of Soviet Trade, specialty: food science and organization of trade in food products.**

**1989, Karaganda Cooperative Institute, specialty: accounting and analysis of economic activity in sectors of the national economy.**

**1999, Institute of Professional Accountants of Russia, Professional Accountant - Chief Accountant, Accountant - expert (consultant).**

**1999, IFAC Institute of Professional Accountants and Auditors of Russia, Professional Accountant - Chief Accountant, Accountant expert (consultant).**

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
10.2014	current	IDGC of Centre, PJSC	Member of the Management Board
04.2013	current	IDGC of Centre, PJSC	Chief Accountant - Head of Financial and Tax Accounting and Reporting Department
01.2013	04.2013	IDGC of Centre, JSC	Adviser to General Director
08.2011	07.2012	MOESK	Chief Accountant - Department Director

**Stake of this person in the authorized capital of the issuer/ordinary shares: does not have**

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: **the issuer did not issue options**

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

**The person does not have stated stakes**

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

**There are no stated sibling connections**

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

**The person was not brought to stated types of responsibility**

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

*The person did not occupy such positions*

*When it is indicated in the report that a person holds a certain position «current» this means that the person held the given position as of the end date of the reporting quarter. And the information is given based on the personal data provided to the issuer by that person.*

### 5.3. Data on amount of remuneration and/or compensation concerning each governance body of the issuer

Information on the amount of remuneration for each governance body (except for an individual, who exercises functions of the sole executive governance body of the issuer). All kinds of remuneration, including wages, bonuses, commission, privileges and/or reimbursement of charges, and also other property granting which were paid by the issuer for the last completed financial year are specified:

Remuneration

Board of Directors

Unit of measurement: **thousand RUB**

Indicator	2016
Remuneration for participation in the work of the governance body	7 810
Wages	0
Bonuses	0
Commission fees	0
Other types of rewards	63
<b>TOTAL</b>	<b>7 873</b>

Information on the existing agreements relating to such payments within the current financial year:

*Remunerations and compensations to members of the Board of Directors are paid according to the Regulation on payment of remuneration and compensation to members of the Board of Directors of IDGC of Centre, PJSC (Minutes of the Annual General Meeting of Shareholders No.01/15 dated 26.06.2015). The document is on the website of the issuer at: [http://www.mrsk-1.ru/upload/documents/polozhenie\\_sd\\_vozn.pdf](http://www.mrsk-1.ru/upload/documents/polozhenie_sd_vozn.pdf).*

*Remuneration of a member of the Board of Directors who is Chairman of the Management Board and holds the position of CEO of the Company is included in the table "Collegial executive body".*

Collegial executive body

Unit of measurement: **thousand RUB**

Indicator	2016
Remuneration for participation in the work of the governance body	913
Wages	47 773
Bonuses	49 999
Commission fees	0
Other types of rewards	0
<b>TOTAL</b>	<b>98 685</b>

Information on the existing agreements relating to such payments within the current financial year:

*The income of the members of the Management Board of the issuer is comprised of their income as monthly remuneration in the amount of 15 830,00 (Fifteen thousand eight hundred thirty) Rubles according to conditions of supplementary agreements to their Employment agreements, and their income as the staff of the issuer as well.*

Compensation

Unit of measurement: **thousand RUB**

Name of the governance body	2016
Board of Directors	110
Collegial executive body	0

#### **5.4. Data about the structure and competence of the bodies of control over financial and economic activities of the issuer, as well as on the organization of risk management and internal control systems**

Full description of the structure of bodies for control over financial and economic activity of the issuer and their competence in accordance with the issuer's Articles of Association (constituent documents) and internal documents:

*The structure of control over financial and economic activities of the issuer and their competence are defined in Article 24 of the Company's Articles of Association:*

*24.1. The Audit Commission of the Company shall be elected by the General Meeting of Shareholders to control financial and business activity of the Company for the period until the next Annual General Meeting of Shareholders.*

*In case of election of the Company's Audit Commission at the Extraordinary General Meeting of Shareholders, members of the Audit Commission shall be elected for the period until the date of the Annual General Meeting of Shareholders of the Company.*

*The Company's Audit Commission shall include 5 (five) persons.*

*24.2. The powers of all or some members of the Company's Audit Commission may be early terminated under the resolution of the General Meeting of Shareholders of the Company.*

*Members of the Company's Audit Commission cannot simultaneously be members of the Board of Directors of the Company or hold other positions in the management bodies of the Company.*

*24.3. The competence of the Company's Audit Commission shall include:*

*- audit (inspection) of financial, accounting, payment and calculation documents as well as other documents of the Company related to the Company's financial and business activity to determine whether these documents comply with the laws of the Russian Federation, the Articles of Association, internal and other documents of the Company;*

*- audit and analysis of the financial condition of the Company, its solvency, internal control and risk management systems functioning, the liquidity of assets, the ratio of debt to equity, accuracy and timeliness of calculation and payment of interest on bonds, income on other securities;*

*- control over expenditure of monetary funds of the Company in accordance with the approved business plan and budget of the Company;*

*- control over establishment and use of the reserve fund and other special funds of the Company;*

*- checking the timeliness and correctness of settlement transactions with counterparties and budget, as well as the settlement operations on wages, social insurance, and payment of dividends and other payment transactions;*

*- monitoring compliance with the established procedure for writing off debts of insolvent debtors;*

*- verification of the Company's business operations, carried out in accordance with existing agreements;*

*- verification of compliance with the use of material, labour and financial resources, financial and economic activities of existing agreements, norms and standards, approved cost estimates and other documents regulating the activities of the Company;*

*- control over the safety and use of fixed assets;*

*- check of funds and assets of the Company, effective use of assets and other resources of the Company, identifying reasons for non-production losses and costs, identification of reserves to improve the financial condition of the Company;*

*- check of performance of instructions given previously for elimination of violations and defects previously revealed by the Company's Audit Commission;*

*- development of recommendations for the management bodies of the Company;*

*- other actions (measures) related to check of financial and business activity of the Company.*

*The procedure of activity of the Audit Commission of the issuer is determined by the Regulation for the Audit Commission of IDGC of Centre, PJSC, approved by the Annual General Meeting of Shareholders of the Company on 25.06.2015 (Minutes No. 01/15 of 26.06.2015). The text of the Regulation for the Audit Commission of the issuer is freely available on the Internet at: [http://www.mrsk-1.ru/upload/documents/polozhenie\\_o\\_rk.pdf](http://www.mrsk-1.ru/upload/documents/polozhenie_o_rk.pdf).*

*The Company created the Audit Committee of the Board of Directors*

The main functions of the Audit Committee:

*The Audit Committee of the Board of Directors of the Company carries out an overall assessment of the effectiveness of internal control in the Company (including on the basis of messages and reports of the Internal Audit and Control Department). In accordance with the established procedures, the Audit Committee has a key role in the internal control process. The activity of the Audit Committee of the Board of Directors of the issuer is determined by the Regulation on the Audit Committee of the Board of Directors of IDGC of Centre (Minutes of the Board of Directors # 04/16 of 01.03.2016) with amendments*

dated 20.10.2016 (Minutes of the Board of Directors # 29/16 of 21.10.2016). The Regulation is freely available on the Internet at:  
[https://www.mrsk-1.ru/upload/documents/Polozhenie\\_o\\_komitete\\_po\\_auditu\\_s\\_uchetom\\_izmenenij\\_2110.pdf](https://www.mrsk-1.ru/upload/documents/Polozhenie_o_komitete_po_auditu_s_uchetom_izmenenij_2110.pdf).

*In accordance with the Regulation on the Audit Committee, the tasks of the Audit Committee are:*

- *consideration of the financial (accounting) statements of the Company and supervision of the process of preparation;*
- *control of the reliability and efficiency of the internal control, risk management, corporate governance practice systems;*
- *supervision of the external audit and the auditor selection;*
- *ensuring the independence and objectivity of the internal audit function;*
- *control over performance of the counter-fraud system to the Company's employees and third parties.*

*The Committee is not intended to serve as a guarantor of achieving the Company's goals to ensure the reliability of reporting, the effectiveness of internal control and risk management systems, corporate governance practice, the independence and objectivity of the internal audit function, compliance with legislation, and monitors the implementation by executive bodies of their duties to ensure the implementation of these goals of the Company.*

*Each year, Chairperson of the Committee submits a report on the results of its work to the Board of Directors of the Company. Chairperson of the Committee may submit to the Board of Directors separate reports on the results of studies on matters within the competence of the Committee. The Company's Board of Directors may at any time request the Committee's report on the current activities of the Committee. Terms of preparation and submission of such a report shall be determined by the Board of Directors of the Company.*

*The Audit Committee of the Board of Directors was established in April 2008. The Audit Committee consists of 5 people who are members of the Board of Directors of the issuer.*

Members of the Audit Committee of the Board of Directors

Full name	Chairperson
Oxana Vladimirovna Shatokhina	Yes
Maxim Mikhailovich Saukh	No
Roman Alexeevich Filkin	No
Alexander Viktorovich Shevchuk	No
Natalia Ilyinichna Erpsher	No

Information on the availability of a separate structural unit (s) of the issuer on risk management and internal control (other than the Audit Commission (Auditor), a body (a structural unit) in charge of internal control over financial and economic activities of the issuer), its tasks and functions:

*In order to comply with para. 5.2 of Part A of the Corporate Governance Code (approved by the Board of Directors of the Bank of Russia 21.03.2014), subpara. 8 para. 1 of Appendix #3 to the Procedure for admission of securities to the organized trading (approved by Order of the FFMS of Russia dated 30.07.2013 №13-62/pz-n) in terms of compliance with the criteria for inclusion of shares of IDGC of Centre, PJSC in the quotation list of the first (top) level, as well as amendments to the Articles of Association of IDGC of Centre, PJSC (Minutes of AGM dated 26.06.2015 #01/15) with regard to the control and organization of the internal audit unit activity by the Board of Directors (para. 62 Art. 15.1 of the Articles of Association), the Board of Directors of IDGC of Centre, PJSC approved the organizational structure of the Executive Office of the Company (Minutes dated 11.04.2016 #10/16), in which the unit name was changed: "Internal Audit and Control Department" to "Internal Audit Department".*

*The Audit Committee of the Board of Directors of IDGC of Centre, PJSC (Minutes dated 29.04.2016 # 06/16) reviewed and approved the structure and staffing of the internal audit unit of IDGC of Centre, PJSC, the following changes in the structure of the department were made:*

- *Internal Audit and Control Department was renamed to Internal Audit Department (hereinafter – the Internal Audit Department);*
- *Internal Control and Risk Management Sector was excluded from the Department (2 staffing positions), the functions of internal control and risk management are assigned to Deputy General Director for Work with Public Authorities and Anti-Corruption Activities.*

*These changes entered into force 01.06.2016.*

*System monitoring of compliance with the internal control procedures, and direct assessment of the adequacy and effectiveness of internal control procedures is performed by a separate structural unit of the issuer - the*

*Internal Control and Risk Management Sector of Anti-Corruption and Compliance Procedure Department. The Sector of the issuer has been exercising its functions since 2016.*

*In accordance with the Regulation on the Sector of internal control and risk management, the main tasks of the Sector include:*

- organization and implementation of follow-up control activities of the Company and its subsidiaries;*
- organization of interaction with the external auditor of the Company and its subsidiaries on the assessment of the effectiveness of internal control and risk management;*
- implementation of interaction with the committees of the Company's Board of Directors within the framework of functional subordination:
  - interaction with the Audit Committee of the Company's Board of Directors on internal control issues;*
  - interaction with the Strategy and Development Committee of the Company's Board of Directors on risk management issues;**
- implementation of common approaches to the construction of the system of internal control and risk management of the Company, subsidiaries and affiliates;*
- methodological and organizational support for the implementation of current and preventive control in the Company and its subsidiaries;*
- assessment of corruption risks in order to identify specific business processes and business operations in the Company's activities, at the implementation of which employees most likely may commit corruption offenses as for private gain, and in order to obtain the benefits of the Company.*

Information on the availability of a separate structural unit (service) of internal audit, its tasks and functions:

*Internal audit of the issuer is performed by the structural unit Internal Audit Department.*

*The Regulation is freely available on the Internet at: [https://www.mrsk-1.ru/upload/documents/polowenie\\_dva.pdf](https://www.mrsk-1.ru/upload/documents/polowenie_dva.pdf)*

*According to the Regulation on the Internal Audit Department, the Department has the following key tasks:*

- implementation and application of common approaches to the construction, management and coordination of the internal audit function in the Company;*
- internal audit performance, participation in other verification activities in the Company and its subsidiaries;*
- providing independent and objective assurance regarding the effectiveness of internal control, risk management and corporate governance systems, and assistance to the executive bodies and employees of the Company in the development and monitoring of execution of procedures and measures to improve internal control, risk management and corporate governance systems of the Company;*
- organization of effective interaction of the Company with the Company's external auditor, the Audit Committee of the Company, with other stakeholders on issues related to the internal audit competence;*
- preparation and submission of reports/information on results of the internal audit activity.*

*According to the Regulation on the Internal Audit Department, the Department is an independent structural unit of the Company. In accordance with the Company's organizational structure the Division functionally reports to the Board of Directors (through the Audit Committee of the Board of Directors) and administratively reports to General Director of the Company. The Division is reorganized and liquidated by an order of General Director of the Company on the basis of the Board of Directors' decision, with preliminary review by the Audit Committee of the Board of Directors of the Company.*

*Staff of the Department carry out their activities in accordance with the job description. In their professional activities the employees are independent of the Company's executive bodies and management of the branches and divisions, whose work is being reviewed.*

*Quarterly the Internal Audit Department provides to the Company's Audit Committee a report on checks and audits performed, as well as information on the status of documents aimed at improvement and development of the internal audit system in the Company.*

*The issuer's policy in the field of risk management and internal control is described in paragraph 2.4 of this quarterly report by the issuer.*

*The issuer approved (adopted) an internal document of the issuer, which establishes the rules for preventing the misuse of confidential and insider information.*

Data on the issuer's internal document establishing rules to prevent the misuse of confidential and insider information:

*The Company approved and uses the Regulations on insider information (Minutes of the Board of Directors dated 29.12.2011 # 27/11). The document is freely available on the Internet at:*

*[http://www.mrsk-1.ru/common/upload/docs/Polozhenie\\_ob\\_insayderskoy\\_informatsii.pdf](http://www.mrsk-1.ru/common/upload/docs/Polozhenie_ob_insayderskoy_informatsii.pdf)*

## 5.5. Information on members of the bodies of control over financial and economic activities of the issuer

Name of the body for control over financial and economic activity of the issuer:

***Audit Commission***

Full name: ***Svetlana Anatolyevna Kim***

(***Chairperson***)

Year of birth: ***1981***

Education:

***2004, MIIT; branch of study: commerce***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
2015	current	IDGC of Centre, PJSC	Member of the Audit Commission
2013	current	PJSC «Rosseti»	Head of Internal Audit Office of Internal Audit and Control Department
2008	2013	FGC UES	Head of Investment Control of Control and Audit Department

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Elena Stanislavovna Erandina***

Year of birth: ***1972***

Education:

***1994, Moscow State University of Environmental Engineering, branch of study: economics and management in AIC branches;***

***2006, State University of Management, branch of study: finance and credit.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
2016	current	IDGC of Centre, PJSC	Member of the Audit Commission
2016	current	PJSC «Rosseti»	Chief Expert of Control and Expert Office of Internal Audit

			and Control Department
2013	2015	ОАО Электросервис Енес	Chief Specialist of Internal Audit Service
2011	2013	Oil Assets Management Closed Joint Stock Company	Deputy Head of Audits of Financial and Economic Activity Section of Internal Control Department

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Sergey Vladimirovich Malyshev***

Year of birth: ***1965***

Education:

***1986, Yaroslavl Military Finance and Economics Institute, specialty: economist-financial expert.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
2014	current	IDGC of Centre, PJSC	Member of the Audit Commission
2013	current	PJSC «Rosseti»	Leading Expert of Investment Audit Section of Internal Audit Office of Internal Audit and Control Department
2013	2013	FGC UES	Chief Expert, Head of Control and Audit Department
2011	2012	Gazpromneft - Aero	Principal Specialist of Capital Construction Section
2010	2011	Financial Inspectorate of the Ministry of Defense of the Russian Federation	Senior Consultant

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Oxana Alexeevna Medvedeva***

Year of birth: ***1978***

Education:

***Moscow, Branch of Russian Academy of Entrepreneurship in Magadan; branch of study: accounting, analysis and audit***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
2015	current	IDGC of Centre, PJSC	Member of the Audit Commission
2014	current	PJSC «Rosseti»	Chief Expert of Internal Audit Office of Internal Audit and Control Department; Head of General Audit and Audit Activities Section of Audit Activities and Internal Audit Office of Internal Audit and Control Department
2011	2014	FGC UES	Head of Section of Control and Audit Department
2010	2011	Transport company "Baikal Service"	Head of Internal Audit Section

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Full name: ***Sergey Ivanovich Ochikov***

Year of birth: ***1983***

Education:

***2004, Krasnoyarsk State Technical University, branch of study: power plants and substations.***

***2007, Siberian Federal University, branch of study: economics and business management in the energy industry.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently,



including secondary employment

Period		Name of organization	Position
since	till		
2014	current	IDGC of Centre, PJSC	Member of the Audit Commission
2013	current	PJSC «Rosseti»	Chief Expert of Internal Audit Directorate; Leading Expert of General Audit Section of Internal Audit Office of Internal Audit and Control Department
2013	2013	FGC UES	Chief Expert of Investment Audit of Internal Audit and Risk Management Department
2009	2013	IDGC Holding, JSC	Leading Expert of Internal Audit Section of Internal Audit and Risk Management Department
2009	2013	IDGC of North-West	Leading Specialist of Risk Management and Internal Control of Internal Audit and Risk Management Office

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

Name of the body to control over the financial and economic activities of the issuer: ***Other***

***Internal Audit Department***

Information about the head of the separate structural division (body) of the issuer

Title of the head of the structural division: ***Head of Internal Audit Department***

Full name: ***Svetlana Valeryevna Shpakova***

Year of birth: ***1975***

Education:

***1997, Krasnoyarsk State Technical University; specialty: economist-manager.***

All positions occupied by this person in the issuer and other organizations for the last 5 years and currently, including secondary employment

Period		Name of organization	Position
since	till		
12.2016	current	IDGC of Centre and Volga Region	Adviser (part-time)
04.2013	current	IDGC of Centre, PJSC	Head of Internal Audit Department (till 06.2016 -

			Internal Audit and Control Department)
12.2012	04.2013	LLC "Bashkir Generation Company"	Member of the Board of Directors
07.2012	09.2012	OJSC "WGC-3"	Member of the Board of Directors, Member of the Audit Committee
02.2008	03.2013	INTER RAO	Head of the Department of Economic Planning of subsidiaries/subsidiaries and affiliates of Financial and Economic Centre, Head of the Department of Budget Office of Financial and Economic Centre, Head of the Department of Budget Management of Economy and Finance Unit, Head of the Department of Budget Management of Corporate Centre, Deputy Financial Director for budget management - Head of the Department of Budget Management of the Financial Activities Unit

***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Number of shares of each category (type) which may be acquired as a result of exercising rights on options of the issuer owned by him: ***the issuer did not issue options***

Stake of participation of the person in the authorized (joint-stock) capital (share fund) of subsidiaries and dependent entities of the issuer

***The person does not have stated stakes***

Data on any sibs with other persons who form a part of the issuer's governance bodies and/or bodies for control over financial and economic activity of the issuer:

***There are no stated sibling connections***

Data on bringing to the management responsibility for breach of law in finance, taxes and tax collections, securities market, or to the criminal liability (presence of previous conviction) for crimes in economy or for crimes against the government:

***The person was not brought to stated types of responsibility***

Data on positions in governance bodies of the commercial organizations during the period when proceedings of bankruptcy and/or one of the procedures of bankruptcy stipulated by the legislation of the Russian Federation about insolvency (bankruptcy) were initiated against the specified organizations:

***The person did not occupy such positions***

## **5.6. Data on amount of remuneration and/or compensation on the body of control over financial and economic activity of the issuer**

### Remuneration

For each body of control over financial and economic activities of the issuer (except for a natural person holding the position (exercising functions) of the issuer's auditor) are described with the indication of the size of all types of remuneration, including salaries of members of bodies supervising financial and economic activities of the issuer, who are (were) its employees, including existing part-time employees (part-time employees who worked), 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 the costs, the issuer compensated during the relevant reporting period, associated with the performance of functions of members of bodies supervising financial and economic activities of the issuer are described indicating the size.

Unit of measurement: ***thousand RUB***

Name of the body for control over financial and economic activity of the issuer: ***Audit Commission***

Remuneration for participation in the work of the control body

Unit of measurement: ***thousand RUB***

Indicator	2016
Remuneration for participation in the work of the governance body to control over the financial and economic activities of the issuer	793
Wages	0
Bonuses	0
Commission fees	0
Other types of rewards	0
TOTAL	793

Information on the existing agreements relating to such payments within the current financial year:  
***Remuneration and compensation to members of the Audit Commission is paid in accordance with the new edition of the Regulation on payment of remuneration and compensation to members of the Audit Commission of IDGC of Centre, PJSC (Minutes #01/15 of 26.06.2015). The document is on the website of the issuer at: [http://www.mrsk-1.ru/upload/documents/polozenie\\_rk\\_vozn.pdf](http://www.mrsk-1.ru/upload/documents/polozenie_rk_vozn.pdf).***

Name of the body for control over financial and economic activity of the issuer:

***Internal Audit Department***

Remuneration for participation in the work of the control body

Unit of measurement: ***thousand RUB***

Indicator	2016
Remuneration for participation in the work of the governance body to control over the financial and economic activities of the issuer	0
Wages	13 205
Bonuses	9 195
Commission fees	0
Other types of rewards	0
TOTAL	22 400

Information on the existing agreements relating to such payments within the current financial year:  
***Payment of remuneration to employees of the Internal Audit Department is made in accordance with the terms and conditions of their employment contracts.***

Compensation

Unit of measurement: ***thousand RUB***

Name of the control body (structural unit)	2016
Audit Commission	0
Internal Audit Department	0

## **5.7. Data on the number and the generalized data on education and structure of the staff (employees) of the issuer, and also on change of number of the staff (employees) of the issuer**

Unit of measurement: ***thousand RUB***

Indicator	2016
Average number of employees, people	29 649
Fund of accrued wages of employees during the reporting period	14 264 765
Social benefits of employees during the reporting period	174 060

***Employees of the issuer established their trade union body.***

**5.8. Data on any obligations of the issuer to the staff (employees) concerning the possibility of their participation in the authorized (joint-stock) capital (share fund) of the issuer**

*There are no liabilities of the issuer concerning opportunities of participation of the issuer's employees (staff) in the authorized capital of the issuer*

## **Section VI. Data on participants (shareholders) of the issuer and related-party transactions of the issuer**

### **6.1. Data on the total number of shareholders (participants) of the issuer**

Total number of persons registered in the issuer's shareholder register on the end date of completion of the last reporting quarter: **14 292**

Total number of nominee holders of the issuer's shares: **8**

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): **16 920**

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): **22.04.2016**

The holders of ordinary shares of the issuer that are subject to the inclusion in this list: **16 920**

Information on the number of treasury shares owned by the issuer at the end of the reporting quarter: ***There are no treasury shares owned by the issuer***

Information about the number of shares belonging to organizations under its control: ***There are no shares belonging to organizations under its control***

### **6.2. Data on the participants (shareholders) of the issuer owning at least 5 percent of its authorized (joint-stock) capital (share fund) or at least 5 percent of its ordinary shares, as well as data on persons controlling such participants (shareholders), and in case of absence of such persons, on such participants (shareholders) owning at least 20 percent of the authorized (joint-stock) capital (share fund) or at least 20 percent of their ordinary shares**

The issuer's participants (shareholders) holding not less than 5 percent of its authorized (share) capital (unit fund) or not less than 5 percent of its ordinary shares

**1. Full legal name: *Rosseti, Public Joint Stock Company***

Abbreviated trade name: ***PJSC «Rosseti»***

Location: ***121353 Russia, Moscow, Belovezhskaya Street, 4***

TIN: ***7728662669***

Primary State Registration Number (OGRN): ***108776000019***

Equity holding in the authorized capital of the issuer: ***50.23%***

Stake of the issuer's ordinary shares belonging to the entity: ***50.23%***

Persons controlling the participant (shareholder) of the Issuer

**1.1. Full legal name: *Federal Agency for Federal Property Management***

Abbreviated trade name: ***Rosimushchestvo***

Location: ***109012 Russian Federation, Moscow, Nikolsky pereulok 9***

TIN: ***7710723134***

Primary State Registration Number (OGRN): ***1087746829994***

The reason, on which the person that controls the participant (shareholder) of the issuer exercises such control (participation in a legal entity being a participant (shareholder) of the issuer, the conclusion of a simple partnership agreement, the conclusion of an agency contract, the conclusion of the shareholders' agreement, the conclusion of other agreements, the subject of which is the exercise of rights certified by shares (interests) of the legal entity that is a participant (shareholder) of the issuer):

***Participation in the legal entity, which is a shareholder of the issuer***

The attribute of the person, controlling the participant (shareholder) of the issuer, exercising such control:

***the right to dispose of more than 50 percent of the votes in the supreme governing body of the legal entity, which is a participant (shareholder) of the issuer***

Type of control: ***direct control***

The size of the person's stake in the authorized (share) capital (share fund) of the issuer's participant

(shareholder), %: **87.9**

The person's stake of ordinary shares belonging to the issuer's participant (shareholder), %: **88.75**

Other information provided by the issuer at its own discretion:

***The size of such a person in the authorized capital of the shareholder and the share of ordinary shares of the issuer's shareholder belonging to the person is represented on the basis of data of the quarterly report of PJSC «Rosseti» for the 3rd quarter of 2016.***

***Addition to the attribute of the person, controlling the participant (shareholder) of the issuer, exercising such control: The notification the issuer's shareholder besides the above attributes also indicates: the right to appoint (elect) the sole executive body of the legal entity, which is a participant (shareholder) of the issuer, and the right to appoint (elect) more than 50 percent of the collegial body of the legal, which is a participant (shareholder) of the issuer.***

Other information provided by the issuer at its own discretion:

***no***

2. Full legal name: ***Genhold Limited***

Abbreviated trade name: ***Genhold Limited***

Location: ***9, Giannou Kranidioti, Office 210, P.C.1065, Nicosia, Cyprus***

Equity holding in the authorized capital of the issuer: ***15%***

Stake of the issuer's ordinary shares belonging to the entity: ***15%***

Persons controlling the participant (shareholder) of the Issuer

2.1. Full legal name: ***NEW RUSSIAN GENERATION LIMITED***

Abbreviated name: ***NEW RUSSIAN GENERATION LIMITED***

Location

***United Kingdom, PO Box 44, Dorey Court, Admiral Park, St. Peter Port, Guernsey, GY1 3BG***

The reason, on which the person that controls the participant (shareholder) of the issuer exercises such control (participation in a legal entity being a participant (shareholder) of the issuer, the conclusion of a simple partnership agreement, the conclusion of an agency contract, the conclusion of the shareholders' agreement, the conclusion of other agreements, the subject of which is the exercise of rights certified by shares (interests) of the legal entity that is a participant (shareholder) of the issuer):

***Participation in the legal entity, which is a shareholder of the issuer***

The attribute of the person, controlling the participant (shareholder) of the issuer, exercising such control:

***the right to dispose of more than 50 percent of the votes in the supreme governing body of the legal entity, which is a participant (shareholder) of the issuer***

Type of control: ***direct control***

The size of the person's stake in the authorized (share) capital (share fund) of the issuer's participant (shareholder), %: ***100***

Other information provided by the issuer at its own discretion:

***Information on the person controlling the shareholder (as the sole member) came to the issuer in a letter of Genhold Limited dated 15.10.2014 # w/n.***

Other information provided by the issuer at its own discretion:

***no***

### **6.3. Data on the stake of the state or municipal formation in the authorized capital of the issuer, presence of the special right ('golden share')**

Information about managers of the state, municipal packages of the shares

***There are no such persons***

Persons who, on behalf of the Russian Federation, entity of the Russian Federation or municipal entity shall perform the functions of a participant (shareholder) of the issuer

***Federal property***

Full legal name: ***the Russian Federation represented by Federal Agency for Federal Property Management***

Location: ***109012, Moscow, Nikolsky pereulok 9.***

The size of the authorized (share) capital (share fund) of the issuer, owned by the state (federal, entities of

the Russian Federation), municipal authorities: **0.4552**

***Property of subjects of the Russian Federation***

Full legal name: ***the Kostroma region represented by the Department of Property and Land Relations of the Kostroma region***

Location: ***156013, Kostroma region, Kostroma, Kalinovskaya Str., 38***

The size of the authorized (share) capital (share fund) of the issuer, owned by the state (federal, entities of the Russian Federation), municipal authorities: ***0.000000099***

***Municipal property***

Full name: ***South-West districts, Property Management Committee***

Location: ***no data.***

The size of the authorized (share) capital (share fund) of the issuer, owned by the state (federal, entities of the Russian Federation), municipal authorities: ***0.0058***

Presence of the special right to participation of the Russian Federation, entities of the Russian Federation, municipal formations in management of the issuer – joint-stock company ("golden share"), validity of special right ("golden share"):

***Stated right is not provided***

**6.4. Data on restrictions on participation in the authorized capital of the issuer**

***There are no restrictions for participation in the issuer's authorized capital***

**6.5. Data on changes in the composition and stake of shareholders (participants) of the issuer owning at least 5 percent of its authorized capital or at least 5 percent of its ordinary shares**

The issuer's shareholders (participants), who held not less than 5 percent of the issuer's authorized capital, and for issuers that were joint-stock companies – not less than 5 percent of the issuer's ordinary shares as well, determined for the date of the list of persons entitled to participate in each general meeting of the issuer's shareholders (participants), held for the last 5 completed financial years prior to the date of completion of the reporting quarter, or for each completed financial year prior to the date of completion of the reporting quarter, if the issuer performs its activity less than 5 years as well as for the last quarter according to date of the list of persons entitled to participate in each such meeting

Date when the list of persons entitled to participate in the general meeting of the issuer's shareholders (participants) was recorded: ***20.05.2015***

List of shareholders (participants)

Full legal name: ***"Russian Grids", Joint-Stock Company***

Abbreviated company name: ***JSC "Rosseti"***

Location: ***121353, Moscow, Belovezhskaya Street, 4***

TIN: ***7728662669***

PSRN: ***1087760000019***

Equity holding in the authorized capital of the issuer, %: ***50.23***

Stake of the issuer's ordinary shares belonging to the entity, %: ***50.23***

Full legal name: ***Genhold Limited***

Abbreviated trade name: ***no data***

Location: ***9, Giannou Kranidioti, 2nd floor, Flat/Office 210, P.C.1065, Nicosia, Cyprus***

***It is not a resident of the Russian Federation***

Equity holding in the authorized capital of the issuer, %: ***15***

Stake of the issuer's ordinary shares belonging to the entity, %: ***15***

Date when the list of persons entitled to participate in the general meeting of the issuer's shareholders (participants) was recorded: ***22.04.2016***

List of shareholders (participants)

Full legal name: **Rosseti, Public Joint Stock Company**  
 Abbreviated company name: **PJSC "Rosseti"**  
 Location: **121353, Moscow, Belovezhskaya Street, 4**  
 TIN: **7728662669**  
 PSRN: **108776000019**  
 Equity holding in the authorized capital of the issuer, %: **50.23**  
 Stake of the issuer's ordinary shares belonging to the entity, %: **50.23**

Full legal name: **Genhold Limited**  
 Abbreviated trade name: **no data**  
 Location: **9, Giannou Kranidioti, 2nd floor, Flat/Office 210, P.C.1065, Nicosia, Cyprus**  
**It is not a resident of the Russian Federation**  
 Equity holding in the authorized capital of the issuer, %: **15**  
 Stake of the issuer's ordinary shares belonging to the entity, %: **15**

## 6.6. Data on related-party transactions of the issuer

Information on amount and volume in monetary terms of transactions settled by the issuer which in accordance with the Law of the Russian Federation are recognized to be related party transactions that required approval by the authorized management body of the issuer, following the results of the last reporting quarter

Unit of measurement: **RUB**

Indicator	Total number, transaction	Total amount in monetary terms
Related party transactions settled by the issuer for the reporting period and required approval by the authorized management body of the issuer	16	404 893 571
Related party transactions settled by the issuer for the reporting period and have been approved by the general meeting of participants (shareholders) of the issuer	0	0
Related party transactions settled by the issuer for the reporting period and have been approved by the Board of Directors (Supervisory Board) of the issuer	16	404 893 571
Related party transactions settled by the issuer for the reporting period and required approval, but have not been approved by the authorized management body of the issuer	0	0

Transactions (groups of associated transactions) which amount to 5 and more percent of the issuer's asset balance sheet value determined according to data of its accounting statements by the last reporting date before transaction settled by the issuer for the last reporting quarter

***The mentioned transactions were not settled***

Related party transactions (groups of associated transactions) concerning which the approval decision was not taken by the Board of Directors (Supervisory Board) or the general meeting of shareholders (participants) of the issuer in cases, when such approval is mandatory in accordance with the Law of the Russian Federation

***The mentioned transactions were not settled***

## 6.7. Data on accounts receivable amount

It is not indicated in this reporting quarter

# Section VII. Accounting (financial) statements of the issuer and other financial information

## 7.1. Annual accounting (financial) reporting of the issuer



It is not indicated in this reporting quarter

**7.2. Interim accounting (financial) statements of the issuer**

It is not indicated in this reporting quarter

**7.3. Consolidated financial statements of the issuer**

It is not indicated in this reporting quarter

**7.4. Data on the accounting policy of the issuer**

*There were no changes in the data of this point in the reporting quarter*

**7.5. Data on the total sum of export, and on export share in the total amount of sales**

It is not indicated in this reporting quarter

**7.6. Data on the essential changes which occurred in the structure of property of the issuer after the date of the last completed fiscal year**

Information on essential changes in the structure of the issuer's property, made within 12 months till the date of completion of the reporting quarter

*There were no essential changes in the structure of the issuer's property within 12 months till the date of completion of the reporting quarter*

**7.7. Data on participation of the issuer in litigations if such participation can essentially influence financial and economic activities of the issuer**

*The issuer did not participate/is not involved in any litigation that affect/may affect the financial and economic activity during the period from the date of the last completed fiscal year and before the end date of the reporting quarter*

## **Section VIII. Additional data on the issuer and on the equity securities floated by it**

### **8.1. Additional data on the issuer**

#### **8.1.1. Data on the amount, structure of the authorized capital of the issuer**

Authorized capital of the issuer on the date of completion of the reporting quarter, rubles: **4 221 794 146.8**

Ordinary shares

Total par value, rubles: **4 221 794 146.8**

Stake amount in the authorized capital, %: **100**

Preferred shares

Total par value: **0**

Stake amount in the authorized capital, %: **0**

The information on the compliance of the value of the share capital, provided in this paragraph, with the founding documents of the issuer is specified:

*The value of the share capital, provided in this paragraph, corresponds to the founding documents of the issuer.*

#### **8.1.2. Data on the change of the amount of the authorized capital of the issuer**

*There were no changes in the size of the Authorized Capital for the period*

#### **8.1.3. Data on the procedure of convening and holding the meeting (session) of the issuer's supreme management body**

*There were no changes in the data of this point in the reporting quarter*

#### **8.1.4. Data on the commercial organizations, in which the issuer owns at least 5 percent of the authorized capital or at least 5 percent of ordinary shares**

*There were no changes in the data of this point in the reporting quarter*

#### **8.1.5. Data on material transactions completed by the issuer**

*There were no stated transactions for this period*

#### **8.1.6. Data on credit ratings of the issuer**

*There were no changes in the data of this point in the reporting quarter*

### **8.2. Data on each category (type) of shares of the issuer**

*There were no changes in the data of this point in the reporting quarter*

### **8.3. Data on the previous issues of equity securities of the issuer except for shares of the issuer**

#### **8.3.1. Data on the issues all the securities of which are repaid**

*There were no changes in the data of this point in the reporting quarter*

#### **8.3.2. Data on the issues the securities of which are not repaid**

*There were no changes in the data of this point in the reporting quarter*

### **8.4. Data on the person (persons), who provided security on collateralized bonds of the issuer, as well on the terms and conditions of the security to perform obligations on the collateralized bonds of the issuer**

*The issuer did not register a prospectus of secured bonds, the admission to trading on the stock market of exchange-traded bonds with provision was not performed*

#### 8.4.1. Additional data on mortgage covering under mortgage-secured bonds

*The issuer did not place mortgage-backed bonds, liabilities on which have not been fulfilled yet*

#### 8.4.2. Additional data on security with cash claims under the issuer's secured-bonds with cash claims

*The issuer did not place secured-bonds with cash claims, liabilities on which have not been fulfilled yet*

#### 8.5. Data on the organizations which perform record keeping of the rights to the equity securities

*There were no changes in the data of this point in the reporting quarter*

#### 8.6. Data on the legislative acts regulating questions of import and export of the capital, which can influence payment of dividends, interests and other payments to non-residents

*There were no changes in the data of this point in the reporting quarter*

#### 8.7. Data on declared (accrued) and (or) paid dividends per shares of the issuer, as well as on income from the issuer's bonds

##### 8.7.1. Data on the declared and paid dividends per shares of the issuer

Information for the last five completed fiscal years or for each completed fiscal year if the issuer operates less than five years, and for the period from the beginning of the current year to the end of the reporting quarter

Indicator	Indicator value for the relevant reporting period – 2011, full year
Class of shares, for preference shares – type	ordinary
The issuer's management body that made the decision to declare dividends, the date of such decision, the date and number of the minutes of the meeting (session) of the issuer's management body at which the decision was made	AGM 15.06.2012, Minutes dated 20.06.2012 № 01/12
Dividends declared per share, RUB	0,01
Dividends declared on all shares of the given class (type), thous. RUB	422 179
Record date of the list of persons entitled to receive dividends	07.05.2012
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2011, full year
Term (date) of payment of dividends declared	within 60 days from the date of decision-making on their payment
Form of payment of declared dividends (cash, other property)	in the monetary form by transfer of the funds from the issuer's account to the bank account (postal address) contained in the system to maintain the register of shareholders of the issuer
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit of previous years, a special fund)	net profit for the reporting year
Share of dividends declared to net income of the reporting year, %	8,11
Total amount of dividends paid out on shares of the given class (type), RUB	418 057 172,40
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	99,02
If declared dividends not paid or not paid by the issuer in full – reasons for non-payment of declared dividends	some shareholders lack details of registered persons in the questionnaires for transfer of the dividends (or they are wrong)
Other data on declared and (or) paid dividends, specified at the issuer's discretion	no

Indicator	Indicator value for the relevant reporting period – 2012, full year
Class of shares, for preference shares – type	ordinary
The issuer's management body that made the decision to declare dividends, the date of such decision, the date and number of the minutes of the meeting (session) of the issuer's management body at which the decision was made	AGM 14.06.2013, Minutes dated 17.06.2013 № 01/13
Dividends declared per share, RUB	0,02044
Dividends declared on all shares of the given class (type), thous. RUB	862 935
Record date of the list of persons entitled to receive dividends	06.05.2013
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2012, full year
Term (date) of payment of dividends declared	within 60 days from the date of decision-making on their payment
Form of payment of declared dividends (cash, other property)	in the monetary form by transfer of the funds from the issuer's account to the bank account (postal address) contained in the system to maintain the register of shareholders of the issuer
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit of previous years, a special fund)	net profit for the reporting year
Share of dividends declared to net income of the reporting year, %	25
Total amount of dividends paid out on shares of the given class (type), RUB	855 147 421,11
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	99,10
If declared dividends not paid or not paid by the issuer in full – reasons for non-payment of declared dividends	some shareholders lack details of registered persons in the questionnaires for transfer of the dividends (or they are wrong)
Other data on declared and (or) paid dividends, specified at the issuer's discretion	no

Indicator	Indicator value for the relevant reporting period - 2013, full year
Class of shares, for preference shares – type	ordinary
The issuer's management body that made the decision to declare dividends, the date of such decision, the date and number of the minutes of the meeting (session) of the issuer's management body at which the decision was made	AGM 26.06.2014, Minutes dated 30.06.2014 № 01/14
Dividends declared per share, RUB	0,0018
Dividends declared on all shares of the given class (type), thous. RUB	75 992
Record date of the list of persons entitled to receive dividends	14.07.2014
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2013, full year
Term (date) of payment of dividends declared	For nominal holders and beneficial owners being professional securities market participants - not later than 10 working days from the record date of persons entitled to receive dividends. To other

	registered shareholders - 25 working days from the record date of the list of persons entitled to receive dividends.
Form of payment of declared dividends (cash, other property)	in the monetary form by transfer of the funds from the issuer's account to the bank account (postal address) contained in the system to maintain the register of shareholders of the issuer
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit of previous years, a special fund)	net profit for the reporting year
Share of dividends declared to net income of the reporting year, %	25,94
Total amount of dividends paid out on shares of the given class (type), RUB	75 251 285,61
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	99,03
If declared dividends not paid or not paid by the issuer in full – reasons for non-payment of declared dividends	some shareholders lack details of registered persons in the questionnaires for transfer of the dividends (or they are wrong)
Other data on declared and (or) paid dividends, specified at the issuer's discretion	no

Indicator	Indicator value for the relevant reporting period - 2014, full year
Class of shares, for preference shares – type	ordinary
The issuer's management body that made the decision to declare dividends, the date of such decision, the date and number of the minutes of the meeting (session) of the issuer's management body at which the decision was made	AGM 25.06.2015, Minutes dated 26.06.2015 № 01/15
Dividends declared per share, RUB	0,0197
Dividends declared on all shares of the given class (type), thous. RUB	831 693
Record date of the list of persons entitled to receive dividends	07.07.2015
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2014, full year
Term (date) of payment of dividends declared	For nominal holders and beneficial owners being professional securities market participants - not later than 10 working days from the record date of persons entitled to receive dividends. To other registered shareholders - 25 working days from the record date of the list of persons entitled to receive dividends.
Form of payment of declared dividends (cash, other property)	in the monetary form by transfer of the funds from the issuer's account to the bank account (postal address) contained in the system to maintain the register of shareholders of the issuer
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit of previous years, a special fund)	net profit for the reporting year
Share of dividends declared to net income of the reporting year, %	25,01
Total amount of dividends paid out on shares of the given class (type), RUB	823 859 125,86
Share of paid dividends in the total amount of declared dividends	99,06

under shares of the given class (type), %	
If declared dividends not paid or not paid by the issuer in full – reasons for non-payment of declared dividends	some shareholders lack details of registered persons in the questionnaires for transfer of the dividends (or they are wrong)
Other data on declared and (or) paid dividends, specified at the issuer's discretion	no

Indicator	Indicator value for the relevant reporting period - 2015, full year
Class of shares, for preference shares – type	ordinary
The issuer's management body that made the decision to declare dividends, the date of such decision, the date and number of the minutes of the meeting (session) of the issuer's management body at which the decision was made	AGM 08.06.2016, Minutes dated 09.06.2016 № 01/16
Dividends declared per share, RUB	0,0108
Dividends declared on all shares of the given class (type), thous. RUB	455 954
Record date of the list of persons entitled to receive dividends	27.06.2016
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2015, full year
Term (date) of payment of dividends declared	For nominal holders and beneficial owners being professional securities market participants - not later than 10 working days from the record date of persons entitled to receive dividends. To other registered shareholders - 25 working days from the record date of the list of persons entitled to receive dividends.
Form of payment of declared dividends (cash, other property)	in the monetary form by transfer of the funds from the issuer's account to the bank account (postal address) contained in the system to maintain the register of shareholders of the issuer
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit of previous years, a special fund)	net profit for the reporting year
Share of dividends declared to net income of the reporting year, %	50,16
Total amount of dividends paid out on shares of the given class (type), RUB	448 557 730,23
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	98,38
If declared dividends not paid or not paid by the issuer in full – reasons for non-payment of declared dividends	on the date of the reporting quarter end the dividend payment period has not occurred
Other data on declared and (or) paid dividends, specified at the issuer's discretion	no

*The Company approved and observes the Regulation on the Dividend Policy (Minutes of the Board of Directors dated 21.04.2016 #12/16). The Company's dividend policy is based on strict observance of the interests of shareholders, provided by the current legislation of the Russian Federation, the Articles of Association and internal documents of the Company, the balance of interests of the Company and its shareholders.*

*The information about the dividend history of the issuer for the period 2005-2015 is also posted on the website of the Company at: [http://www.mrsk-1.ru/ru/investors/dividend/dividend\\_history/](http://www.mrsk-1.ru/ru/investors/dividend/dividend_history/).*

#### **8.7.2. Data on the declared and paid yield on the bonds of the issuer**

It specifies information on each bond issue, for which for the last 5 completed fiscal years, and if the issuer

has been operating for less than 5 years - for each completed fiscal year, and for the period from the date of the beginning of the year to the end of the reporting quarter, the income was paid.

Type of the security: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *BO-01*

*unconvertible documentary interest-bearing commercial papers payable to bearer with mandatory centralized custody in the amount of 4 000 000 (Four million) pieces, par value of 1 000 (One thousand) rubles each, maturing in the 1092nd (One thousand ninety-second) day from the date of placing exchange-traded bonds, with the possibility of early redemption at the request of the owners and at the discretion of the Issuer, placed by public offering*

Identification number of the issue: *4B02-01-10214-A*

Date of identification number assignment: *13.07.2012*

Authority that performed state registration of the issue: *Trading organiser - CJSC "MICEX"*

Number of the issue of securities: *4 000 000*

Nominal value of each bond of the issue, RUB: *1 000*

Amount of the issue at par value: *4 000 000 000*

Main information about the bond income of the issue:

*Type of income paid on bonds: first coupon.*

*Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 44,63.*

*Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 178 520 000.*

*Deadline (date) set to pay the income on the bonds of the issue: 17.04.2013.*

*Form of income payment on bonds of the issue: monetary funds.*

*Total amount of income paid for all bonds of the issue, RUB: 178 520 000.*

*Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.*

*Type of income paid on bonds: second coupon.*

*Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 44,63.*

*Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 178 520 000.*

*Deadline (date) set to pay the income on the bonds of the issue: 16.10.2013.*

*Form of income payment on bonds of the issue: monetary funds.*

*Total amount of income paid for all bonds of the issue, RUB: 178 520 000.*

*Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.*

*Type of income paid on bonds: third coupon.*

*Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 44,63.*

*Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 178 520 000.*

*Deadline (date) set to pay the income on the bonds of the issue: 16.04.2014.*

*Form of income payment on bonds of the issue: monetary funds.*

*Total amount of income paid for all bonds of the issue, RUB: 178 520 000.*

*Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.*

*Type of income paid on bonds: fourth coupon.*

*Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 44,63.*

*Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 178 520 000.*

*Deadline (date) set to pay the income on the bonds of the issue: 15.10.2014.*

*Form of income payment on bonds of the issue: monetary funds.*

**Total amount of income paid for all bonds of the issue, RUB: 178 520 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

**Type of income paid on bonds: fifth coupon.**

**Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 44,63.**

**Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 178 520 000.**

**Deadline (date) set to pay the income on the bonds of the issue: 15.04.2015.**

**Form of income payment on bonds of the issue: monetary funds.**

**Total amount of income paid for all bonds of the issue, RUB: 178 520 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

**Type of income paid on bonds: sixth coupon.**

**Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 44,63.**

**Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 178 520 000.**

**Deadline (date) set to pay the income on the bonds of the issue: 14.10.2015.**

**Form of income payment on bonds of the issue: monetary funds.**

**Total amount of income paid for all bonds of the issue, RUB: 178 520 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

Type of the security: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *BO-02*

*unconvertible documentary interest-bearing commercial papers payable to bearer with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces, par value of 1 000 (One thousand) rubles each, maturing in the 3640th (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds, with the possibility of early redemption at the request of the owners and at the discretion of the Issuer, placed by public offering*

Identification number of the issue: *4B02-02-10214-A*

Date of identification number assignment: *25.06.2013*

Authority that performed state registration of the issue: *Trading organiser - CJSC "MICEX"*

Number of the issue of securities: *5 000 000*

Nominal value of each bond of the issue, RUB: *1 000*

Amount of the issue at par value: *5 000 000 000*

Main information about the bond income of the issue:

**Type of income paid on bonds: first coupon.**

**Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 61,93.**

**Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 309 650 000.**

**Deadline (date) set to pay the income on the bonds of the issue: 04.12.2015.**

**Form of income payment on bonds of the issue: monetary funds.**

**Total amount of income paid for all bonds of the issue, RUB: 309 650 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

**Type of income paid on bonds: second coupon.**

**Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 61,93.**

**Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue,**



**RUB: 309 650 000.**

**Deadline (date) set to pay the income on the bonds of the issue: 03.06.2016.**

**Form of income payment on bonds of the issue: monetary funds.**

**Total amount of income paid for all bonds of the issue, RUB: 309 650 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

**Type of income paid on bonds: third coupon.**

**Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 61,93.**

**Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 309 650 000.**

**Deadline (date) set to pay the income on the bonds of the issue: 02.12.2016.**

**Form of income payment on bonds of the issue: monetary funds.**

**Total amount of income paid for all bonds of the issue, RUB: 309 650 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

Type of the security: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: **BO-03**

***unconvertible documentary interest-bearing commercial papers payable to bearer with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces, par value of 1 000 (One thousand) rubles each, maturing in the 3640th (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds, with the possibility of early redemption at the request of the owners and at the discretion of the Issuer, placed by public offering***

Identification number of the issue: **4B02-03-10214-A**

Date of identification number assignment: **25.06.2013**

Authority that performed state registration of the issue: **Trading organiser - CJSC "MICEX"**

Number of the issue of securities: **5 000 000**

Nominal value of each bond of the issue, RUB: **1 000**

Amount of the issue at par value: **5 000 000 000**

Main information about the bond income of the issue:

**Type of income paid on bonds: first coupon.**

**Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 58,84.**

**Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 294 200 000.**

**Deadline (date) set to pay the income on the bonds of the issue: 24.05.2016.**

**Form of income payment on bonds of the issue: monetary funds.**

**Total amount of income paid for all bonds of the issue, RUB: 294 200 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

**Type of income paid on bonds: second coupon.**

**Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 58,84.**

**Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 294 200 000.**

**Deadline (date) set to pay the income on the bonds of the issue: 22.11.2016.**

**Form of income payment on bonds of the issue: monetary funds.**

**Total amount of income paid for all bonds of the issue, RUB: 294 200 000.**

**Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.**

Type of the security: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *BO-04*

*unconvertible documentary interest-bearing commercial papers payable to bearer with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces, par value of 1 000 (One thousand) rubles each, maturing in the 3640th (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds, with the possibility of early redemption at the request of the owners and at the discretion of the Issuer, placed by public offering*

Identification number of the issue: *4B02-04-10214-A*

Date of identification number assignment: *25.06.2013*

Authority that performed state registration of the issue: *Trading organiser - CJSC "MICEX"*

Number of the issue of securities: *5 000 000*

Nominal value of each bond of the issue, RUB: *1 000*

Amount of the issue at par value: *5 000 000 000*

Main information about the bond income of the issue:

*Type of income paid on bonds: first coupon.*

*Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 57,74.*

*Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 288 700 000.*

*Deadline (date) set to pay the income on the bonds of the issue: 24.05.2016.*

*Form of income payment on bonds of the issue: monetary funds.*

*Total amount of income paid for all bonds of the issue, RUB: 288 700 000.*

*Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.*

*Type of income paid on bonds: second coupon.*

*Amount of income to be paid on the bonds in monetary funds per one bond of the issue, RUB: 57,74.*

*Amount of income to be paid on the bonds in monetary funds in the aggregate for all bonds of the issue, RUB: 288 700 000.*

*Deadline (date) set to pay the income on the bonds of the issue: 22.11.2016.*

*Form of income payment on bonds of the issue: monetary funds.*

*Total amount of income paid for all bonds of the issue, RUB: 288 700 000.*

*Share of income paid out on the bonds of the issue in the total amount of income to be paid on the bonds, %: 100.*

## **8.8. Other data**

### **8.8.1. The information on activity of the Company's governance and control bodies**

*The issuer discloses decisions taken by the governance and control bodies of IDGC of Centre, PJSC on the corporate website at:*

*- Minutes of general meetings of shareholders:*

*[https://www.mrsk-1.ru/investors/management/controls/stockholders/solution/08062016/;](https://www.mrsk-1.ru/investors/management/controls/stockholders/solution/08062016/)*

*- Minutes of meetings of the Board of Directors:*

*[https://www.mrsk-1.ru/investors/management/controls/directors/decisions/2016/;](https://www.mrsk-1.ru/investors/management/controls/directors/decisions/2016/)*

*- Minutes of meetings of Committees of the Board of Directors:*

*[https://www.mrsk-1.ru/investors/management/controls/committee/;](https://www.mrsk-1.ru/investors/management/controls/committee/)*

*- Minutes of meetings of the Audit Commission:*

*[https://www.mrsk-1.ru/investors/management/supervisors/decisions/decisions-inspection/2016/.](https://www.mrsk-1.ru/investors/management/supervisors/decisions/decisions-inspection/2016/)*

### **8.8.2. Data on the structure of the Committees under the Board of Directors of the Company**

*IDGC of Centre, PJSC set up 5 Committees in operation under the Company's Board of Directors. The information on the structure of the Committees under the Board of Directors of IDGC of Centre, PJSC is placed on the website of the Company at:*

*[https://www.mrsk-1.ru/investors/management/controls/committee/.](https://www.mrsk-1.ru/investors/management/controls/committee/)*

### **8.8.3. Corporate governance rating**

*The issuer has the National Corporate Governance Rating at the level NRCG 7+ "Developed Practice of*

*Corporate Governance” assigned in December 2016 by the Russian Institute of Directors. This rating level means that the issuer has low risks of corporate governance, the company complies with the requirements of the Russian legislation on corporate governance, follows most of the recommendations of the Russian Code of Corporate Conduct, and some of the recommendations of the international best practice corporate governance.*

*The history of the issuer’s given rating dates back to 2007. More details about the rating of corporate governance are placed on the Company’s website at:*

*<http://www.mrsk-1.ru/ru/investors/management/raiting/>.*

#### **8.8.4. The statistical information on shareholders of the Company, structure of the share capital**

*The statistical information on the shareholders and structure of the share capital of IDGC of Centre, PJSC is placed on the Company’s website at: <http://www.mrsk-1.ru/ru/investors/capital/>.*

#### **8.8.5. The Company’s registrar**

*For the convenience of shareholders and their representatives in the service area of IDGC of Centre, PJSC and in large regions of the country the work of the registrar’s branches was organized. Necessary consultations are also provided by managers on interaction with shareholders in the Company’s divisions. The contact details of the registrar’s branches and divisions of IDGC of Centre, PJSC, performing some functions of the registrar, are placed on the issuer’s website at:*

*<http://www.mrsk-1.ru/ru/investors/registrar/>.*

#### **8.8.6. Additional information about the issuer's subsidiaries**

*According to the ruling of the Arbitration Court of the Lipetsk region dated 20.08.2014 on case # A36-291/2014 in relation to OJSC "Energy Service Company" (398001, Lipetsk, 50 years NLMK Str., 33, TIN 4824053495, PSRN 1114823000852), the issuer owns 100% of the share capital of the company, the company is under bankruptcy management, a bankruptcy supervisor was approved.*

### **8.9. Data on underlying securities and the issuer of the underlying securities, the property right to which is certified by Russian depository receipts**

*The issuer is not an issuer of underlying securities, the property right to which is certified by the Russian depository receipts*