

## QUARTERLY REPORT

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

*Issuer's code: 10214-A*

**for Quarter 2, 2015**

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**

Acting General Director

Date: 13 August 2015

\_\_\_\_\_ K.A. Mikhailik  
signature

Acting Chief Accountant - Head of Financial and Tax Accounting  
and Reporting Department

Date: 13 August 2015

\_\_\_\_\_ E.V. Gornostaeva  
signature

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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.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*

*Securities Prospectus of IDGC of Centre is registered by FFMS of Russia March 20, 2008.*

*Exchange-traded bonds of IDGC of Centre of series BO-01 were admitted to trading on the Stock Exchange CJSC "MICEX" July 13, 2012.*

*Exchange-traded bonds of IDGC of Centre of series BO-02 were admitted to trading on the Stock Exchange CJSC "MICEX" June 25, 2013.*

*In June 2015 the full and abbreviated business names of the Company were brought into compliance with the law, and changed to "Interregional Distribution Grid Company of Centre", Public Joint Stock Company, "IDGC of Centre", PJSC. According to the resolution of the Company's Annual General Meeting of Shareholders (Minutes # 01/15 dated 06.26.2015) a new edition of the Company's Articles of Association with the new name of the issuer was approved. 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.*

*The text of the quarterly report indicates the name of the issuer, which existed at the date of the events covered in the report.*

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**

It contains information about the auditor (s), performing (having performed) an independent audit of accounting (financial) statements, as well as consolidated financial statements of the issuer and (or) a group of organizations that are in relation to each other as controlling and controlled entities, or obligated to make such statements on other grounds and in the manner prescribed by federal law, if at least one of these organizations is the issuer (hereinafter - the consolidated accounting (consolidated financial) statements of the issuer), which is included into the quarterly report on the basis of an agreement concluded with it, as well as the auditor (s) approved (chosen) to audit the annual accounting (financial) statements of the issuer, including its consolidated financial statements for the current and the last completed fiscal year.

Full company name: *Ernst & Young Limited Liability Company*

Abbreviated company name: *Ernst & Young LLC*

Location: *Sadovnicheskaya nab. 77, bld. 1, 115035 Moscow*

Taxpayer identification number: *7709383532*

Primary State Registration Number (OGRN): *1027739707203*

Phone: *(495) 755-9700*

Fax: *(495) 755-9701*

E-mail: [moscow@ru.ey.com](mailto:moscow@ru.ey.com)

Data on the Auditor's membership in self-regulating organisations of auditors

Full name: *Non-commercial partnership «Auditor Chamber of Russia» (NP ACR)*

Location

*Bld. 3, 3/9, the 3rd Syromyatnichesky Lane, Moscow, 105120, Russia*

Supplementary information:

*Registration number of Ernst & Young LLC 10201017420 in the register of auditors and auditing organisations – members of SRO NP ACR*

Fiscal year (s) from the last five completed financial years and current financial year for which the auditor performed (will perform) an independent audit of annual accounting (financial) statements of the issuer

Accounting (financial) statements, Year	Consolidated financial statements, Year
2014	2014

Factors are described that may affect the independence of the auditor (auditing organization) of the issuer, including the information specified on any material interests between the auditor (or persons holding positions in the management bodies and control bodies of financial and economic activities of the audit organization) and the issuer (persons holding positions in the management and control bodies of financial and economic activities of the issuer)

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

The procedure of selection of the auditor of the issuer

Presence of the procedure of the tender connected with selection of the auditor, and its main terms:

*The candidate of the Auditor of the issuer is defined as a result of the Competitive Selection of the*

*auditor by the issuer.*

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

- *not to be in the process of liquidation;*
- *absence of the decision on abeyance of activity adopted in accordance with the procedure stipulated by the Code of the Russian Federation on Administrative Offences, at the date of consideration of the Application Form for participation in the tender;*
- *not to have debts under the accrued taxes, tax collections and other obligatory payments to the budgets of any level or the state unappropriated funds as of the last calendar year, the amount of which exceeds twenty five percent of the balance sheet asset of the participant according to the accounting reports as of the last completed reporting period;*
- *not to fall under the terms enlisted in clause 1 of Article 8 of the Federal Law "On Auditing activities".*

Procedure of nomination of the candidate of the auditor for approval at the meeting of shareholders (participants), including the governance bodies who made the corresponding decision:

*In accordance with Article 47 of the Federal Law "On Joint Stock Companies", the approval of the Company's Auditor refers to the General Meeting of Shareholders.*

*The Company's Board of Directors at the meeting of April 28, 2014 (Minutes of 28.04.2014 # 10/14) considered a proposal of the Audit Committee on the candidate of the auditor of IDGC of Centre, and decided to recommend to the General Meeting of Shareholders to approve Ernst & Young LLC as the auditor of IDGC of Centre to perform the audit of the financial and economic activities.*

*The Annual General Meeting of Shareholders of IDGC of Centre June 26, 2014 (Minutes of 30.06.2014 # 01/14) approved Ernst & Young LLC as the auditor of the issuer in 2014.*

*Candidacy of an auditor involved for audit of the consolidated financial statements of IDGC of Centre, JSC in compliance with the International Financial Reporting Standards is not submitted for approval of the General meeting of shareholders.*

*Works within the framework of special audit engagements were not performed by the auditor*

The procedure of determination of the remuneration amount to the auditor (auditing firm), actual remuneration amount paid by the issuer to the auditor (auditing firm) following the results of the last completed financial year, for which the auditor (auditing firm) conducted independent audit of the annual accounting (financial) statements of the issuer and (or) the annual consolidated financial statements of the issuer is provided:

*In accordance with subparagraph 14) of paragraph 15 of the Articles of Association of the issuer the determination of the amount of the Company's auditor is the responsibility of the Board of Directors. Procedure and amount of remuneration of an auditor are defined with a concluded agreement for providing auditing services and cannot be made dependent on the fulfillment of any requirements of the audited entities on the content of the conclusions that can be drawn from the audit.*

*The remuneration for the services of the external auditor of the issuer for the audit of accounting (financial) statements of the issuer for 2014 under RAS and the audit of consolidated financial statements under IFRS for 2014 was determined by the Company's Board of Directors July 31, 2014 (Minutes of 31.07.2014 # 17/14) in the amount of 4,7 mln RUB, including VAT. At the reporting date there no arrears to pay the remuneration to the auditor.*

*There are no deferred and back payments for the services rendered by the auditor.*

Full company name: **RSM RUS Limited Liability Company**

Abbreviated company name: **RSM RUS**

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

Taxpayer identification number: **7722020834**

Primary State Registration Number (OGRN): **1027700257540**

Phone: **+7 (495) 363-2848**

Fax: **+7 (495) 981-4121**

E-mail: [mail@rsmrus.ru](mailto:mail@rsmrus.ru)

Data on the Auditor's membership in self-regulating organisations of auditors

Full name: *Self-regulatory organization Not-for-Profit Partnership "Auditing Association Sodruzhestvo" (NP AAC)*

Location

*Bld. 4, Michurinsky Prospect, Moscow, 119192, Russia*

Supplementary information:

*Membership certificate # 6938, issued in accordance with the resolution of NP AAC dated from 25.09.2013. Registration number of RSM RUS 11306030308 in the register of auditors and auditing organisations – members of SRO NP ACC*

Fiscal year (s) from the last five completed financial years and current financial year for which the auditor performed (will perform) an independent audit of annual accounting (financial) statements of the issuer

Accounting (financial) statements, Year	Consolidated financial statements, Year
2015	2015

Factors are described that may affect the independence of the auditor (auditing organization) of the issuer, including the information specified on any material interests between the auditor (or persons holding positions in the management bodies and control bodies of financial and economic activities of the audit organization) and the issuer (persons holding positions in the management and control bodies of financial and economic activities of the issuer)

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

The procedure of selection of the auditor of the issuer

Presence of the procedure of the tender connected with selection of the auditor, and its main terms:

*The candidate of the Auditor of the issuer is defined as a result of the Competitive Selection of the auditor by the issuer.*

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

- *not to be in the process of liquidation;*
- *absence of the decision on abeyance of activity adopted in accordance with the procedure stipulated by the Code of the Russian Federation on Administrative Offences, at the date of consideration of the Application Form for participation in the tender;*
- *not to have debts under the accrued taxes, tax collections and other obligatory payments to the budgets of any level or the state unappropriated funds as of the last calendar year, the amount of which exceeds twenty five percent of the balance sheet asset of the participant according to the accounting reports as of the last completed reporting period;*
- *not to fall under the terms enlisted in clause 1 of Article 8 of the Federal Law "On Auditing activities".*

Procedure of nomination of the candidate of the auditor for approval at the meeting of shareholders (participants), including the governance bodies who made the corresponding decision:

*In accordance with Article 47 of the Federal Law "On Joint Stock Companies", the approval of the Company's Auditor refers to the General Meeting of Shareholders.*

*The Company's Board of Directors at the meeting of May 18, 2015 (Minutes of 20.05.2015 # 11/15) considered a proposal of the Audit Committee on the candidate of the auditor of IDGC of Centre, and decided to recommend to the General Meeting of Shareholders to approve RSM RUS as the auditor of IDGC of Centre to perform the audit of the financial and economic activities.*

*The Annual General Meeting of Shareholders of IDGC of Centre June 25, 2015 (Minutes of 26.06.2015 # 01/15) approved RSM RUS as the auditor of the issuer in 2015.*

*Candidacy of an auditor involved for audit of the consolidated financial statements of the issuer in*



*compliance with the International Financial Reporting Standards is not submitted for approval of the General meeting of shareholders.*

*Works within the framework of special audit engagements were not performed by the auditor*

The procedure of determination of the remuneration amount to the auditor (auditing firm), actual remuneration amount paid by the issuer to the auditor (auditing firm) following the results of the last completed financial year, for which the auditor (auditing firm) conducted independent audit of the annual accounting (financial) statements of the issuer and (or) the annual consolidated financial statements of the issuer is provided:

*In accordance with subparagraph 14) of paragraph 15 of the Articles of Association of the issuer the determination of the amount of the Company's auditor is the responsibility of the Board of Directors. Procedure and amount of remuneration of an auditor are defined with a concluded agreement for providing auditing services and cannot be made dependent on the fulfillment of any requirements of the audited entities on the content of the conclusions that can be drawn from the audit.*

*At the date of the reporting quarter end the size of remuneration of the auditor has not been defined by the Board of Directors.*

*There are no deferred and back payments for the services rendered by the auditor.*

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

1. 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: *121170, Moscow, General Ermolov Street, 2*

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:*

- market value of movable property (electric grid equipment), located in the city of Belgorod, Voronezh, Lipetsk region and the city of Tver;*
- market value of the rent for the use of immovable property situated in the city of Voronezh, Kursk;*
- market value of the rent for the use of movable property situated in the city of Kursk.*

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: **121170, Moscow, General Ermolov Street, 2**  
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:**

- **market value of movable property (electric grid equipment), located in the city of Belgorod, Voronezh, Lipetsk region and the city of Tver;**
- **market value of the rent for the use of immovable property situated in the city of Voronezh, Kursk;**
- **market value of the rent for the use of movable property situated in the city of Kursk.**

3. 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: **121170, Moscow, General Ermolov Street, 2**

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:**

- **market value of movable property (electric grid equipment), located in the city of Belgorod, Voronezh, Lipetsk region and the city of Tver;**
- **market value of the rent for the use of immovable property situated in the city of Voronezh, Kursk;**
- **market value of the rent for the use of movable property situated in the city of Kursk.**

4. Full name: **Klavdia Vasilyevna Bogdanova**

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

Phone: **(812) 337-6639**

Fax: **(812) 337-6639**

E-mail: **mail@kglair.ru**

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

Full trade name: **Limited Liability Company «LAIR»**

Abbreviated trade name: **«LAIR» LLC**

Location: *191015, St. Petersburg, Shpalernaya Street, 51, letter A*  
TIN: *7814084010*  
PSRN: *1027807581141*

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

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

Location

*190000 Russia, St. Petersburg, Grivtsov lane 5, office 233*

Date of registration of the appraiser in the register of self-regulatory organization of appraisers: *20.11.2009*

Registration number: *0313*

Information on valuation services rendered by this appraiser:

*Services to assess the market value of the electric grid property, located in the Yaroslavl region, station of Tenino, 2*

5. Full name: *Tatiana Mikhailovna Karelina*

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

Phone, fax: *(812) 337-6639*

Fax: *(812) 337-6639*

E-mail: *mail@kglair.ru*

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

Full trade name: *Limited Liability Company «LAIR»*

Abbreviated trade name: *«LAIR» LLC*

Location: *191015, St. Petersburg, Shpalernaya Street, 51, letter A*

TIN: *7814084010*

PSRN: *1027807581141*

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

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

Location: *190000 Russia, St. Petersburg, Grivtsov lane 5, office 233*

Date of registration of the appraiser in the register of self-regulatory organization of appraisers: *20.11.2009*

Registration number: *0112*

Information on valuation services rendered by this appraiser:

*Services for market valuation of rent for the use of immovable property situated in the city of Yaroslavl, North Substation Street, 9*

#### **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: *Konstantin Alexandrovich Mikhailik*

Year of birth: *1983*

Primary employment:

Company: *IDGC of Centre, PJSC*

Title: *First Deputy General Director*

Full name: *Elena Vladimirovna Gornostaeva*

Year of birth: *1972*

Primary employment:

Company: *IDGC of Centre, PJSC*

Title: *Deputy Chief Accountant on Tax Accounting*

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

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

The dynamics of indicators of economic and financial activities of the issuer, calculated on the basis of accounting (financial) statements

Standard (Rules), under which the accounting (financial) reporting is made, on the basis of which the indicators are calculated: **RAS**

The unit of measurement for calculating the rate of labor productivity: *thousand RUB/person*

Indicator	2014, 6 months	2015, 6 months
Productivity of labour	1 548.6	1 316.8
Ratio of debt to equity	0.971	1.012
Ratio of long-term debt to the sum of long-term debt and equity	0.401	0.384
Degree of coverage of debt with current income (profit)	1.664	2.239
Level of arrears, %	5.328	4.377

Analysis of financial and economic activities of the issuer on the basis of economic analysis of the dynamics of these indicators:

*Labour Productivity is a measure of the amount of output per one employee. Labour productivity for 2Q 2015 is 15.0% lower over the same period last year, due to a decrease in revenue of 18.3%, which is due to the Company's transfer in 2014 of the functions of an electric energy supplier of last resort. In late 2013 - early 2014 tenders were held to choose a new supplier of last resort in the respective regions. From 01.02.2014 the transfer of the functions of a supplier of last resort to new companies – the tender winners started: in the branches Orelenergo – 01.02.2014, Kurskenergo and Tverenergo – 01.04.2014, Bryanskenergo and Smolenskenergo – 01.06.2014.*

*The ratio of debt to equity reflects the ratio of external and own sources of funding. The debt must not exceed equity. This figure rose by 0.041 as of 30.06.2015 due to the growth of long-term and short-term liabilities of 3.2 bln RUB.*

*The ratio of long-term debt to the sum of long-term debt and equity is a measure of the extent to which the financing of the Company is made at the expense of long-term loans. The long-term debt is considered acceptable, which does not exceed the cost of equity and the amount of working capital (the difference between current assets and short-term debt). The decline in the indicator by 0.017 was due to the deviation of the shareholders' equity by 2 % and long-term debt by 5 % as of 30.06.2015 against 30.06.2014.*

*The level of arrears decreased by 1.0 percentage points mainly due to the decline in overdue payables by 0.4 bln RUB as of 30.06.2015.*

### 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 31.12.2014	As at 30.06.2015
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Market capitalization	11 546 607	10 934 447
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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.**

## 2.3. Liabilities of the issuer

### 2.3.1. Borrowed funds and accounts payable

As at 30.06.2015

The structure of the borrowed funds

Unit of measurement: *thousand RUB*

Indicator	Value
Long-term borrowings	27 170 000
including:	
loans	27 170 000
loans, with the exception of bonded	0
bond issues	5 000 000
Short-term borrowings	9 585 605.2
including:	
loans	5 468 495.2
loans, with the exception of bonded	0
bond issues	4 117 110
Total amount of arrears on debt	0
including:	
loans	0
loans, with the exception of bonded	0
bond issues	0

The structure of the accounts payable

Unit of measurement: *thousand RUB*

Indicator	Value
Total amount of accounts payable	9 750 706
overdue	2 473 844
including	
to the budget of state and non-budgetary funds	1 372 158
overdue	0
to suppliers and contractors	4 358 258
overdue	1 325 313
to the organization personnel	639 812
overdue	0
other	3 380 478
overdue	1 148 531

In the presence of overdue accounts payable, including borrowed funds, the reasons for failure and the consequences that have come or are likely to occur in the future for the issuer as a result of these unfulfilled obligations, including penalties imposed on the issuer, and period (estimated time) repayment of overdue accounts receivable or arrears on debt are indicated.

***Overdue accounts payable are caused by the growth of overdue accounts receivable.***

Lenders, who account for at least 10 percent of the total amount of accounts payable, or at least 10 percent of the total debt (long and short term):

Full trade name: ***Sberbank of Russia***

Abbreviated trade name: ***Sberbank***

Location: ***117997, Moscow, Vavilov street, 19***

TIN: ***7707083893***

PSRN: ***1027700132195***

Outstanding amount: ***13 164 796.57 thousand RUB***

Amount and conditions of the overdue accounts payable (interest rate, delay damages, penalties):  
***debt is not past due.***

This creditor is an affiliate of the issuer: ***No***

Full trade name: ***VTB Bank (public joint-stock company)***

Abbreviated trade name: ***VTB Bank (PJSC)***

Location: ***190000, St. Petersburg, Bolshaya Morskaya street, 29***

TIN: ***7702070139***

PSRN: ***1027739609391***

Outstanding amount: ***9 170 000 thousand RUB***

Amount and conditions of the overdue accounts payable (interest rate, delay damages, penalties):  
***debt is not past due.***

This creditor is an affiliate of the issuer: ***No***

Full trade name: ***Public Joint Stock Company Federal Grid Company of Unified Energy System***

Abbreviated trade name: ***PJSC FGC UES***

Location: ***5A, Akademika Chelomeya str., Moscow, Russia, 117630***

TIN: ***4716016979***

PSRN: ***1024701893336***

Outstanding amount: ***1 571 389,79 thousand RUB***

Amount and conditions of the overdue accounts payable (interest rate, delay damages, penalties):  
***167 401,8 thousand RUB***

This creditor is an affiliate of the issuer: ***Yes***

Issuer's share in the authorized capital of the commercial organization: ***0%***

Share of the Issuer's ordinary stocks of such joint-stock company: ***0%***

Equity holding in the authorized capital of the issuer: ***0%***

Share of the Issuer's ordinary stocks belonging to the person: ***0%***

### **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*

### **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 # 18/14 of 20.08.2014) IDGC of Centre defines the following tasks and objectives of risk management:*

- reducing the likelihood and/or consequences of events that have some negative impact on achievement of the Company's objectives;*
- prioritization of activities of the Company on the basis of representation of the existing risks, including those of financial nature;*
- safeguarding of assets and the efficient use of available resources;*
- implementation of target performance indicators;*
- continuous improvement in all areas through analysis and evaluation of the existing risks;*
- ensuring reliable operation of the electric grid complex of the Russian Federation;*
- achieving optimum efficiency of the risk management system of the Company and subsidiaries and affiliates;*
- timely and complete information and analytical support provision for management decision making and planning activities of the Company and subsidiaries and affiliates.*

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

*System approach - management of all types of risks is carried out on all the key areas of activity and at all levels of governance of the Company.*

*Leadership - the Company's executive bodies and the management provide for distribution of knowledge and skills in the field of risk management in the Company, as well as the possibility of effective exchange of information within the risk management system, promote the development of the corporate culture of "governance with taking into account risks".*

*Integrity - the risk management system is integrated into the strategic and operational management of the Company and subsidiaries and affiliates. Planning and decision-making are carried out based on a comprehensive risk assessment of their implementation. Risks are linked to the objectives of the Company and its subsidiaries and affiliates.*

*Splitting decision-making levels - decisions about minimizing risks taken at different levels, depending on the significance of risks.*

*Responsibility for risk management - each 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 - a risk management process involving several activities or activities of several structural units within the same areas of activity, based on the collective decisions taken together, on the basis of information available to the various departments.*

*A single information channel - information provision of the risk management system makes it possible to promptly and fully inform decision makers about risks.*

*Cost-effectiveness - the risk management system provides cost-effective measures to manage risk. Reducing risk is done based on economic expediency.*

### **2.4.1. Industry risks**

*According to the issuer's estimation, now deterioration of the situation in the industry may be connected with:*

- 1. Operational (industrial) risks, connected with insufficient funding of the program of repair and*

maintenance, as well as the investment program, physical deterioration, infringement of terms of operation and drastic change of parameters of the equipment operation, which may lead to damage (failures) of equipment and destruction of constructions.

Poor condition of the equipment, caused by wear and tear and obsolescence, is one of the principal causes of occurrence of industrial risks, the main of which are:

- down-grade rendering services on transmission of electric energy;
- failures of equipment with partial or full electric power not delivered with corresponding adverse social, environmental and economic consequences.

The probability of failure of electrical facilities (caused by damage) is at average level currently, at the realization of risks the consequences for activities of the Company may fluctuate from insignificant up to medium. For the purpose of minimizing of consequences of production risks, all the main industrial facilities of the Company are insured. Besides, a complex of measures on maintenance of reliability of the equipment and constructions is adequately carried out by the issuer:

1. The automated asset management system was implemented and is in use, aimed to optimize processes of operation, maintenance and repair of electric grid assets and also to put in order the investment activity.
2. To decrease deterioration level, re-equipment of electric power capacities is carried out on the basis of implementation of the innovative power equipment.
3. For maintenance of the system reliability a long-term target reliability program was developed and is being implemented.
4. The tender selection of the service and supplying organizations is implemented for the purpose of improvement of quality of these services and materials, the responsibility of counterparts and decrease in specific expense.

Risk management in the field of observance of requirements of industrial safety in the general structure of management of the issuer's industrial risks is provided by observance of the federal laws in the field of industrial safety and the system of industrial inspection over observance of the industrial safety requirements.

## ***2. Risks connected with state regulation of tariffs for services rendered***

Transmission of electric energy through distribution grids and also grid connection to electric networks are regulated by the State. Thus, adoption by the regulatory bodies of tariff rates for services of the Company directly influences the amount of received proceeds.

The Government of the Russian Federation realizes the policy of containment of increase of tariffs on product and services of natural monopolies – gradual reduction of rates of payment for grid connection was provided in the plan of measures approved by Resolution of the Government of 30.06.2013 № 1144-r. Increase of tariffs for electricity transmission is limited with a rate, established by the forecast of socio-economic development of the Russian Federation for the relevant year (hereinafter - the Forecast) or specific scenario conditions of the economy of the Russian Federation functioning, approved by the Government.

According to the Forecast for 2014 it was decided not to index the tariffs of natural monopolies, including for services of grid companies, except those falling under Federal Law dated 06.11.2013 № 308-FZ "On Amendments to the Federal Law "On Electric Power Industry" (hereinafter referred to as Federal Law № 308-FZ). Federal Law № 308-FZ from 01.01.2014 does not allow lease of the Unified National Power Grid facilities to territorial grid companies, except for some regions where there is a high proportion of large industrial customers, whose power installations are connected to such facilities (in the service area of IDGC of Centre it applies to the Belgorod, Kursk, Lipetsk and Tambov regions). For such consumers from 01.01.2014 until 01.07.2017 the special rate (HV-1) is introduced based on the phased reduction of the load of cross-subsidization.

To compensate for "shortfall in income" of the branches that fall under the above-mentioned Federal Law, tariffs for electricity transmission for other consumers (except for HV-1 customers) were approved with exceeding the growth rate as approved by the Forecast of socio-economic development.

Limiting the growth of tariffs for 2015 according to the Forecast is 7.5% from July 2015, or 3.8% on an annualized basis. In order to minimize "shortfall in income" from the implementation of Federal Law №308 on the basis of regulation in 2015 the tariffs for electricity transmission services for Belgorod and Kursk regions were approved in excess of the Forecast of 2%.

Implementation of Federal Law № 308-FZ in the subsequent years (until 01.07.2017) may result in deterioration of the financial position and reduction of the investment program of the Company.

As part of the execution of Resolution of the Government of 11.05.2015 #458 "On approval of the changes being made to certain acts of the Government of the Russian Federation in order to improve the procedure for determining the volume of buying power on the wholesale market for the supply of the population and equated to consumer categories and volumes of buying power by the organization managing the unified national (all-Russian) electric power grid" from 07.01.2015 tariffs for transmission of electric energy for households and similar to them consumers were revised, as well as in several regions sales increments of suppliers of last resort in relation to grid organizations and individual tariffs for electricity transmission services for



settlements between two grid organizations.

As a result of this Resolution implementation, there was an increase of the Company's own revenues from services on transmission of electric energy of 0.7 billion rubles due to the growth of tariffs for transmission services for the population. At the same time due to changes in the approach to the calculation of rates on payment of normative losses during transmission over networks of the unified national (All-Russia) electric grid (formerly the calculations were made under the FTS of Russia approved tariff, from 01.07.2015 the calculation of the cost of losses is determined based on the estimated actual price in the wholesale market over the previous month), the Company has a risk of additional costs for the services of PJSC "FGC UES" in 2015 in excess of recorded in tariffs for electricity transmission services.

The following measures are applied to minimize the risks:

1. Work with tariffs regulatory authorities of RF subjects to ensure compensation "shortfall in income" of grid companies, arising from the implementation of Federal Law № 308-FZ, by providing additionally to the Forecast of the Ministry of Economic Development the increase of tariffs for other customers.
2. On an ongoing basis, the work on the economic justification of costs included in rates, including for inclusion of "shortfall in income" of previous periods into rates.
3. Regular work on reduction of costs and investment program optimization is conducted.
4. Implementation together with the Federal Service on Tariffs and tariff regulation bodies of subjects of the Russian Federation of activities to amend the existing legislation of the Russian Federation in pricing for natural monopolies to take the interests of distribution grid companies in setting tariffs for electricity at the retail market into account.

### **3. Environmental risks**

Environmental risks consist in possible hazardous emissions of stationary installations (in respect to the issuer – insignificant) and transport systems. To prevent possible negative impacts on the environment the issuer performs control over toxicity of burnt transport gases. On this ground the specified risks are minimal with insignificant consequences for the Company's activity in case of their implementation.

Environmental risks can be expressed in possibility of leakage of transformer oil at substations providing that there are no oil-receiving devices at surface water run-offs into a river or lake, it can cause pollution of water of fish economic importance with oil products. Probability of these risks is estimated as insignificant with insignificant consequences for the Company's activity.

The Environmental Policy of the issuer approved by the Board of Directors serves as the instrument for reduction of environmental risks, aimed to improve environmental safety by ensuring reliable and environmentally friendly delivery and distribution, integrated approach to the use of natural energy resources. The environmental policy implementation focuses on the work to handle different hazardous types of waste, this considerably reduces influence of toxic agents on soil and in consequence on human health.

Reduction of environmental risks is contributed by a multi-year program implemented by the issuer on change of oil circuit breakers to vacuum ones in distribution grids of 6-10 kV, and installation of reclosers, this reduces technological cycles of dielectric oils and excludes their penetration in the environment and necessity to bear expenses for recycling of used oils.

In the course of implementation of measures provided by perspective program of technical re-equipping and reconstruction the Company changes elements and assemblies of electric equipment to modern, which design ensures high environmental safety of production.

### **4. Risks of receiving less income than one is due, connected with payment from retailers or decrease in the level of power consumption**

The main buyers of the issuer's services are retail companies, which carry out delivery of electric energy to end users. The main risk connected with buyers is the probability of increase in the debt receivable in connection with infringement of payment discipline by end users of electric energy and occurrence of necessity of attraction of additional credit resources. There is risk of insufficiency of money resources on the issuer's accounts in connection with presence of time cash breaks between reception of money resources from the marketing company and necessity of financing of current operations. The probability of this risk occurrence is medium.

For minimization of the probability of the given risk and its consequences, the management conducts work on the well-thought credit policy, on management of debt receivable directed to optimization of its amount and collection of debt. The Company also performs active claim-related work on debt collection, implements policy of conclusion of direct contracts with electric power consumers.

As the proceeds of the issuer are influenced by dynamics of power consumption of regions of the Company's service area, there is a risk of receiving less income than one is due in connection with decrease in electric power consumption by separate large consumers in relation to the target level. At present this risk probability is estimated as low, with consequences for the Company's activity from medium to critical.

### **5. Risk of uncertainty of limiting volumes of rendering services on transmission of electric energy**

The risk of uncertainty of the limiting volumes of rendering services consists in:

- absence in some RF entities and municipal formations of actual economic development plans with indication of the behaviour of growth of power consumption for a certain period;
- probability of reduction of electric power consumption of the Russian economy in whole in connection with the adoption of Federal Law "On energy saving and on raising energy efficiency and on alteration of certain legislative acts of the Russian Federation" dated 23.11.2009 No. 261-FZ and implementation of social norm of consumption;
- reduction of electric power consumption of the Russian economy in case of start of economic recession/crisis;
- reduction in electric energy consumption due to the downturn of markets for the largest industrial consumers;
- reduction of the actual power of consumers due to changes in the load curve of consumption per day (load transfer to the night hours with no reduction in consumption).

The specified circumstances make it impossible to perform exact forecasting of volumes of investments into the sector capable to satisfy demand for electric energy in medium-term and long-term prospect. Also these circumstances can result in fall of profitable component of the issuer's budget within the long-term perspective. Basically, the given risk influences performance of obligations on rendering services on transmission of electric power.

This risk probability is estimated as medium with medium consequences for the Company's activity. Minimization of the given risk is carried out by means of the following actions:

- work with the state bodies of the Russian Federation entities and institutions of local government on formation of plans of economic development of the region in the medium-term and long-term prospect;
- diversification of the Company's services portfolio.

#### ***6. Risks connected with shortage of qualified specialists in the industry***

At present inflow of qualified production personnel in the industry is reducing. Keeping the current reduction rates the Company may confront with shortage of qualified production personnel in the regions of the service area. This risk is estimated as average within the long-term period with consequences for the Company's activity varying from insignificant up to medium. For the purposes of minimization of this risk probability the Company performs the following measures:

- support of industrial secondary special and higher industrial institutions in the regions of the service area, creation of financial support of implementation of the program on training of specialists in the field of electric power with subsequent guaranteed employment of trained specialists;
- implementation of programs intended to increase motivation and reduction of volumes of staff turnover, implementation of non-material motivation methods, conclusion of collective agreements.

#### ***7. Risks connected with possible change of prices for component parts and services used by the issuer in its activity (separately in the internal and external markets), and their influence on activity of the Company and execution of obligations under securities***

In the process of the activity, there can be risks connected with increase of prices for component parts, equipment and other material resources. The given risks are caused basically by the inflationary processes and can be minimized by the following actions:

- increase of operational efficiency on the basis of realization of programs on decrease in industrial costs (creation of the competitive environment in the sphere of works and products purchases, optimization of expenses for repairs and operational needs and capital construction, etc.);
- centralization of purchasing activity (scale effect with purchases);
- increase in share of purchasing of equipment and parts of Russian production (reduction of dependence on foreign currency fluctuations). Influence of the given risks on activity of the Company at the current rate of inflation processes is medium at medium probability of risks.

#### ***8. Risks connected with possible change of the prices for services of the issuer in the internal and external markets and their influence on activity of the Company and execution of obligations under securities***

The issuer does not carry out and does not plan to carry out activity in the external market, and parts and equipment are purchased abroad in small quantities. Therefore, the above risks cannot influence the Company's activity very much.

***Risks of failure of IDGC of Centre to fulfill obligations before holders of equity securities (ordinary shares, exchange-traded bonds) due to a change of the industry market is minimal.***

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

#### ***Country risks***

At the moment the sovereign rating of the Russian Federation has been downgraded due to the current

economic situation and is at the level «BBB-» (in sovereign currency, Standard & Poor's) – outlook «Negative», «BBB-» (Fitch,) – outlook «Negative», and «Ba1» (Moody's) – outlook «Negative». Financial problems or aggravated perception of risks of investment in the countries with a developing economy lowered the volume of foreign investments into Russia, caused an outflow of foreign capital, and rendered negative influence on the Russian economy. Besides, the Russian economy is especially vulnerable to changes of the world prices for natural gas and oil. The transit of Russian gas to Europe through Ukraine also remains a problem. Dynamics of growth of prices for consumer products in the country remains to be a problem as well. The sharp increase in the Central Bank of Russia key rates and its minor lowering significantly raised the cost of borrowing. All these events can limit access of the issuer to the capital and render adverse influence on purchasing capacity of consumers of products. At present the Government of the Russian Federation is implementing its policy of containment of growth of tariffs for products and services of natural monopolies, this can result in shortage of financing of the Company's investment program.

Furthermore, in the medium term the legal basis of a set of measures to tackle the problem of cross-subsidization in the electric power industry is expected to change. Probability of these risks is estimated as high with consequences for the Company's activity varying from average to severe. Within the framework of minimization of the foregoing risks the issuer performs work on reduction of internal costs and optimization of the investment program as well as implements its well-thought-out policy in the field of taking out borrowed funds. Political risks are beyond the control of the Company because of their scale, but within the framework of their minimization the Company conducts active work with superior and regulating organizations in common interests of the industry development.

### ***Regional risks***

The issuer carries out its activities in the Central Federal District of the Russian Federation being an economically developed region of the country, the centre of financial and political activity. According to the Investment Rating of Regions of Russia 2014, prepared by the "Expert RA" Rating Agency, 6 out of 11 regions, which the issuer's activity is connected with, are referred to the territories with moderate investment risks and various investment potential, five of the regions (Belgorod, Voronezh, Kursk, Lipetsk and Tambov regions) – to the regions with minimal investment risks.

The regional risks in the activity of the issuer are as follows:

- disagreement of the authorized state tariff making bodies in terms of economically proved costs declared by the Company for inclusion in the corresponding tariff;
- reduction of electric power consumption by large industrial enterprises of the regions.

The given circumstances can have essential influence on realization of the large scale investment program of the Company, and their probability remains high. In order to decrease influence of regional risks on realization of the investment program, the Company on a constant basis cooperates with the state bodies and other stakeholders for the purpose of the control and management of the choice of stakeholders concerning their actions in connection with investment projects of the Company. The Company also performs activities on optimization of the investment program financing for the account of reduction of internal costs.

The main political risk of the Company's activity at the regional level is possible change of the government of regions with subsequent change of the then current model of relations. The main consequences for the Company's activity under these risks are: establishing a level of regional tariff lower than the economically grounded level, absence of support on the part of regional authorities for integration of municipal electric grid assets with IDGC of Centre.

At present probability of these risks is estimated as minimal with the consequences for the Company's activity from insignificant up to medium.

Within the framework of minimizing these risks the Company conducts constant work on compliance of the long-term programs of development of regions in the service area of activity of the Company's divisions with regional and local authorities as well as interacts actively with superior organizations on the items of activity in the regions.

***Risks, connected with possible military conflicts, introduction of state of emergency and strikes in the country and regions in which the issuer is registered as the tax bearer and/or carries out its primary activity.*** The probability of military conflicts and introduction of state of emergency in the country and in the regions of the service area of the Company is insignificant. In case of occurrence of possible military conflicts, the Company bears risks of its fixed assets destruction. The risks, connected with geographical features of the country and region, in which the issuer is registered as the tax bearer and/or carries out primary activity, including the raised danger of acts of nature, possible interruption of transport communication due to remoteness and/or inaccessibility.

***Risks, connected with geographical features of the country and region, in which the issuer is registered as the tax bearer and/or carries out primary activity, including the raised danger of acts of nature, possible interruption of transport communication due to remoteness and/or inaccessibility, etc.*** Geographic features of the region, in which the Company performs its activity, suppose risk of natural disasters within the autumn

and winter period (AWP). These risks are estimated as high. The Company implements a complex of measures on preparing of the grid for autumn and winter period, each division is certified for readiness to AWP.

Constantly activities on reduction of time period, which is necessary for timely elimination of consequences of natural disasters during autumn and winter periods, are carried out.

The management on a mandatory basis submits to the Board of Directors reports on the preparation for the autumn-winter period, as well as reports on the outcome of the operation through the AWP.

### **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 a number of 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.

According to the forecast of socio-economic development of the Russian Federation for 2015 dated 28.05.2015 CPI average for 2015 is 115.7, which is 7 percentage points above the level of 2014 and by 9 percentage points above the level of socio-economic development of the Russian Federation for 2015 dated 26.09.2014. The increase in inflation can lead to an unplanned increase in operating expenses of the Company. In order to reduce the inflation risk, the Company conducts a policy aimed at optimizing operating costs in accordance with the program of performance management 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.

In order 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.

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

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, practically all operations of the Company 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 connected with relations with shareholders (in particular, the risk of "corporate blackmail" by the shareholders; the risk of unfriendly shareholders' actions aimed at disrupting general meetings of shareholders in the future), keeping the register of shareholders is performed by the professional registrar – Reestr RN LLC. The Company carries out a complex of measures directed to information interaction with shareholders and full observance of legitimate rights and interests of the latter (disclosing of the information in accordance with the procedure stipulated by normative legal acts, and carrying out of regular meetings of the companies' management with the shareholders, the main purpose of which is clarification of pressing issues of the current activity, observance of corporate procedures and internal documents). Given the issuer does not carry out and does not plan to carry out the activity outside the Russian Federation, there are no legal risks connected with the activity on the foreign markets.

#### ***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.

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

The Company defines reputational risk as the probability of damage to the business reputation of the Company as a result of the impact of various external and internal factors that could lead to lower levels of positive perception of the Company's activity in the target groups and a wide public opinion.

The presence of information on the activities of the Company in the media, the level of positive perception of its activity by professional expert communities influence decision-making by investors and shareholders, directly affecting the Company and its position in the relevant markets.

As the reputational risk is a consequence of the onset of other types of risks (financial, operational, legal, etc.), the Company's compliance with laws and internal rules and regulations, ethics and social responsibility standards contributes to minimization of the probability of its occurrence.

Following the principles of transparency, timely dissemination of reliable information, the priorities of the Company are to create integrated communications with target audiences, to implement a unified internal and external information policy.

The adopted in IDGC of Centre uniform standard of disclosure enables timely and efficiently to fulfill the requirements of the Russian Federation legislation in the area of mandatory disclosure.

In addition to compliance with mandatory disclosure, IDGC of Centre maintains an ongoing dialogue with its shareholders and representatives of the business community in a timely manner by providing them with relevant information about the company's activity.

The Company pays particular attention to interaction with the media to provide timely, objective and comprehensive information to target audiences, the public and other stakeholders on the results of financial and economic activities of the Company, its social activities and future development plans. The corporate website and social media accounts are regularly updated.

In the prescribed manner and in compliance with corporate standards and regulations, the Company's representatives provide comments and clarifications to the media on relevant information and facts. Briefings, press conferences, conference calls for journalists, analysts, investors and experts are held. There is regular media monitoring, recording the amount of the Company's presence in the information space.

The Company's representatives participate in public events. It carries out information interaction with the state, regional and municipal executive and management authorities.

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

The emergence of strategic risk, associated with non-achievement of targets and mission of the Company (in accordance with the strategy of development of the electric grid complex of the Russian Federation approved by Resolution of the RF Government dated 03.04.2013 # 511-r), is offset by the execution of organizational activities:

- to improve the reliability and quality of power supply to a level matching the request of consumers;
- to increase safety of power supply, including reduction in the overall number of accidents;
- to reduce zones of free flow of electric energy;

- to improve the efficiency of the electric grid complex, including:
- increasing capacity utilization;
  - reducing specific investment costs;
  - decreasing operating costs;
  - reducing the value of electric energy losses.

The Company considers this risk as insignificant.

#### **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.

##### ***Risks related to possible liability for the debts of the issuer of the third parties, including the issuer's subsidiaries, are estimated insignificant in the absence of the issuer's liability for the debts of third parties.***

##### ***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***

Service contracts for the transmission of electric energy are required for grid companies. Therefore, the issuer has 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: *Публичное акционерное общество «Межрегиональная распределительная сетевая компания Центра», "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: *IDGC of Centre, 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, Joint-Stock Company (IDGC of Centre and Volga Region, PJSC);***

***Interregional Distribution Grid Company of the Urals, Joint-Stock Company (IDGC of the Urals, PJSC); Interregional Distribution Grid Company of Volga, Joint-Stock Company (IDGC of Volga, PJSC);***

***Interregional Distribution Grid Company of the South, Joint-Stock Company (IDGC of the South, PJSC); Interregional Distribution Grid Company of the North Caucasus, Joint-Stock Company (IDGC of the North***

*Caucasus, PJSC);*

*Interregional Distribution Grid Company of Siberia, Joint-Stock Company (IDGC of Siberia, PJSC);*

*Interregional Distribution Grid Company of the North-West, 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: *IDGC of Centre, IDGC of Centre, JSC*

Date of the name introduction: *06.08.2007*

Grounds for the name introduction:

*On 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 a new version was 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 the 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.*

*The amount of the registered authorized capital of IDGC of Centre, JSC 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 83,6 % of the electricity transmission market (in money terms) in its service area, and the market share of the Company's grid connection is 87,8 %.*

*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.*

*The shares of the issuer are traded at the organized stock market: ordinary shares of the Company were included in the First (Top) quotation list at CJSC "Stock Exchange MICEX", certificated non-convertible interest payable to bearer bonds of the Company of series BO-01 were included in the First (Top) quotation list of the exchange, certificated non-convertible interest payable to bearer bonds of the Company of series BO-02 were included in the Third quotation list of the exchange.*

*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

*Moscow, Russia*

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

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

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

*During the second quarter in 2015, there were changes in the period of validity of the power of attorney issued by the Company to branch managers. Validity of power of attorney after the change: 01.06.2016.*

### 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)
40.10.2

OKVED Codes
33.20.9
40.10.3
40.10.5
63.12.21
64.20.11
74.14
74.15
80.22.22

#### 3.2.2. Core economic activity of the issuer

The kinds of economic activities (types of activities, types of products (works, services)) providing at least 10 percent of the proceeds (profit) of the issuer for the reporting period

Unit of measurement: *thousand RUB*

Type of economic activity: *Services on electric energy transmission*

Indicator	2014, 6 months	2015, 6 months
Amount of sales proceeds (turnover) of this economic activity, thousand RUB	31 542 662	38 031 794
Share of sales proceeds (turnover) of this economic activity in the total amount of sales proceeds (turnover) of the issuer, %	66,27	97,81

Changes of the issuer's revenue (income) amount from the principal business activity by 10 and more percent in comparison with the relevant reporting period of the prior year and reasons of such changes

*In accordance with the accounting statements of the issuer the proceeds from services on electric energy transmission for 6 months of 2015 were 38 031 794 thousand RUB. Revenues for 6 months of 2014 were 31 542 662 thousand RUB.*

*In connection with performance by the issuer of functions of an electric energy supplier of last resort in 2013 – 2014 in accordance with the Orders of the Ministry of Energy of the Russian Federation and the features of the accounting the portion of the proceeds (delivery component for 6 months of 2014 in the amount of 6 714 574 thousand RUB), previously attributable to services for the transmission of electric energy, in 1H 2014 referred to revenue from the provision of services for resale of electric energy and power. Given the delivery component the revenues from services for the transmission of electric energy for 6 months of 2014 were 38 257 236 thousand RUB. The main factor in the reduction in revenue by 0.6% (from 38 257 236 thousand RUB in 1H 2014 to 38 031 794 thousand RUB in 1H 2015) is the change in the branch of Bryanskenergo payment schemes for services on transmission of electric energy for consumers connected to grids of "Bryanskoblectro" LLC.*

Type of economic activity: *Services on electric energy and power resale*

Indicator	2014, 6 months	2015, 6 months
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Amount of sales proceeds (turnover) of this economic activity, thousand RUB	14 892 662	0
Share of sales proceeds (turnover) of this economic activity in the total amount of sales proceeds (turnover) of the issuer, %	31,29	0

Changes of the issuer's revenue (income) amount from the principal business activity by 10 and more percent in comparison with the relevant reporting period of the prior year and reasons of such changes

***In 2014 the functions of an electricity supplier of last resort, performed by the Company in 2013 – 2014, were transferred to new companies – the tender winners: in Orelenergo - 01.02.2014, Kurskenergo – 01.04.2014, Tverenergo – 01.04.2014 and 01.12.2014, Bryanskenergo and Smolenskenergo - 01.06.2014. In 1H 2014 the functions of a supplier of last resort were performed by the branches of Orelenergo (until 01.02.2014), Kurskenergo (until 01.04.2014), Bryanskenergo and Smolenskenergo (until 01.06.2014), Tverenergo.***

***In accordance with the accounting statements the proceeds from services on electric energy and power resale for 6 months of 2014 amounted to 14 892 662 thousand RUB. In 2015 these services were not rendered by the issuer.***

General structure of the issuer's cost price

Indicator	2014, 6 months	2015, 6 months
Raw and materials, %	2,53	3,22
Purchased component products, semi-processed materials, %	0	0
Works and services of industrial character executed by third-party organizations, %	35,02	40,38
Fuel, %	0	0
Energy, %	30,79	15,31
Expenses for payment, %	14,67	16,71
Interest under credits, %	0	0
Rent, %	0,62	0,53
Deductions for social needs,	4,27	5,22
Amortization of the fixed assets, %	10,37	13,51
Taxes included in the cost price of products, %	0,98	1,56
Other expenses (to be explained)	0,75	3,56
amortization of intangible assets, %	0,01	0,03
rewards for innovative proposals, %	0	0
obligatory insurance payments, %	0,03	0,05
hospitality expenditure, %	0	0
other, %	0,71	3,48
Total: expenses for manufacture and sale of products (works, services) (cost price), %	100,00	100,00
For reference: The proceeds from products (works, services) sale, % to cost price	118,65	117,79

Essential new types of products (works, services) offered by the issuer on its core market, as far as it conforms to the public information on such types of products (works, services). The status of development of these types of products (works, services) is indicated.

***There are no new essential types of products (works, services)***

Standards (regulations), the accounting reporting and calculations are made under, which are reflected in this item of the quarterly report:

***The issuer's accounting statements are prepared in accordance with the existing law of the Russian Federation in the field of the business accounting:***

- ***Federal Law "On book keeping" of 06.12.2011 No.402-FZ;***
- ***Federal Law "On joint-stock companies" of 26.12.1995 No. 208-FZ;***
- ***Regulations on conducting book keeping and accounting reporting in the Russian Federation***

- approved (Order of the Ministry of Finance of the Russian Federation of 29.07.1998 No. 34-n);*
- *Chart of accounts of book keeping of financial and economic activity of the enterprises and Guide to its application (Order of the Ministry of Finance of the Russian Federation of 31.10.2000 No. 94-n);*
  - *RAS 1/2008 "Accounting policy of an organization" (Order of Ministry of Finance of the Russian Federation dated 6 October, 2008 N 106n);*
  - *RAS 2/2008 "Accounting of construction contracts" (Order of Ministry of Finance of the Russian Federation dated 24 October, 2008 N 116n);*
  - *RAS 3/2006 "Accounting of assets and liabilities, which value is expressed in foreign exchange" (Order of Ministry of Finance of the Russian Federation dated 27 November, 2006 N 154n);*
  - *Methodic instructions on formation of accounting statements at reorganization of organizations (Order of Ministry of Finance of the Russian Federation dated 20.05.2003 N 44n);*
  - *RAS 4/99 "Accounting reporting of the organization" (Order of the Ministry of Finance of the Russian Federation of 6 July 1999 N 43n);*
  - *RAS 5/01 "Accounting of inventories" (Order of the Ministry of Finance of the Russian Federation dated 9 June, 2001 N 44n);*
  - *RAS 6/01 "Accounting of fixed assets (Order of the Ministry of Finance of the Russian Federation of 30 March 2001 N 26n);*
  - *RAS 7/98 "Events after the accounting date" (Order of the Ministry of Finance of the Russian Federation of 25 November 1998 N 56n);*
  - *RAS 8/2010 "Provisions, Contingent Liabilities and Contingent Assets" (Order of Ministry of Finance of the Russian Federation dated 13 December, 2010 N 167n);*
  - *RAS 9/99 "Incomes of the organization" (Order of the Ministry of Finance of the Russian Federation of 6 May 1999 N 32n);*
  - *RAS 10/99 "Charges of the organization" (Order of the Ministry of Finance of the Russian Federation of 6 May 1999 N 33n);*
  - *RAS 11/2008 "Information about affiliated persons" (Order of Ministry of Finance of the Russian Federation dated 29.04.2008 N 48n);*
  - *RAS 12/2010 "Information on segments" (Order of the Ministry of Finance of the Russian Federation of 08 November 2010 N 143n);*
  - *RAS 13/2000 "Accounting of the state assistance" (Order of the Ministry of Finance of the Russian Federation of 16 October 2000 N 92n);*
  - *RAS 14/2007 "Accounting of intangible assets" (Order of Ministry of Finance of the Russian Federation dated 27 December, 2007 N 153n);*
  - *RAS 15/2008 «Accounting of expenses on loans and credits» (Order of Ministry of Finance of the Russian Federation dated 06.10.2008 N 107n);*
  - *RAS 16/02 "Information on terminated activity" (Order of the Ministry of Finance of the Russian Federation of 2 July 2002 N 66n);*
  - *RAS 17/02 "Accounting for expenditure on research, development and technological works" (Order of the Ministry of Finance of the Russian Federation of 19 November 2002 N 115n);*
  - *RAS 18/02 "Accounting of settlements under the profit tax" (Order of the Ministry of Finance of the Russian Federation of 19 November 2002 N 114n);*
  - *RAS 19/02 "Accounting of financial investments" (Order of the Ministry of Finance of the Russian Federation of 10 December 2002 N 126n);*
  - *RAS 20/03 "Information on participation in joint activity" (Order of the Ministry of Finance of the Russian Federation of 24 November 2003 N 105n);*
  - *RAS 21/2008 "Change of estimates" (Order of the Ministry of Finance of the Russian Federation of 06.10.2008 N 106n);*
  - *RAS 22/2010 "Correction of errors in the accounting and reporting" (Order of the Ministry of Finance of the Russian Federation of 28.06.2010 N 63n);*
  - *RAS 23/2011 "Statement of Cash Flows" (Order of the Ministry of Finance of the Russian Federation of 02.02.2011 N 11n);*
  - *and also according to the Accounting Policy of the Company for 2014 and the Accounting Policy of the Company for 2015.*

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

For 6 months 2015

The issuer's suppliers performing not less than 10 percent of all supplies of materials and goods (raw materials)

*There are no suppliers performing not less than 10 percent of all supplies of materials and goods (raw materials*

Information on price change of more than 10% for main materials and goods (raw materials) within the corresponding reporting period as compared to the corresponding reporting period of the previous year

*Following the results of 6 months of 2015 there was an increase in prices for basic materials and goods (raw materials) of 26% compared to the same reporting period of 2014.*

Import share in supplies of materials and goods, forecast of import source availability in future and possible alternative sources

*There are no import supplies*

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

Main markets, in which the issuer performs its activity:

*The issuer performs its activity in 11 constituent entities of the Russian Federation located in the Central federal district of the Russian Federation. These constituent entities include Belgorod, Bryansk, Voronezh, Kostroma, Kursk, Lipetsk, Orel, Smolensk, Tambov, Tver and Yaroslavl regions.*

*The core activity of the issuer is rendering services on electric power transmission, connection of customers to electric grids.*

*IDGC of Centre renders services on electric power transmission to 29 suppliers of last resort, 111 retailers, 213 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 2Q 2015 is as follows:*

- suppliers of last resort – 68,48 %;*
- retailers – 19,08 %;*
- end customers – 11,02 %,*
- territorial grid company "Bryanskoblectro" LLC – 1,41 %.*

*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.*

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, 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;*
- increase of control over activities of grid companies in terms of grid connection;*
- 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, 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 the provision of telecommunications services

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

*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, 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

*The issuer is not involved in banking groups and bank holding companies, holding companies and associations*

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

*The issuer has no controlled organizations that have significance for it*

### 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

As at 30.06.2015

Unit of measurement: *thousand RUB*

Name of group of items of fixed assets	Initial (recovery) cost	Accrued amortization
Land	280 694	0
Buildings	8 952 406	1 807 981
Constructions and transfer mechanisms	67 141 507	20 741 120
Material-working machinery and equipment	49 354 428	20 062 025
Transport	2 944 148	1 585 199
Inventory	236 370	187 648
TOTAL:	128 909 553	44 383 973

Information on methods of accrual of depreciation deductions according to groups of the fixed assets items:  
*Depreciation of the fixed assets is accrued by straight-line method*

Reporting date: *30.06.2015*

Results of the last re-estimation of fixed assets and long-term leased fixed assets, carried out during the last completed financial year, indicating the date of the revaluation, the total and residual (net of depreciation) book value of fixed assets revaluation and the total and residual (net of depreciation) replacement cost of fixed

assets in the light of this reassessment. This information is provided for groups of fixed assets. Information about how to charge depreciation on groups of fixed assets items is specified.

***Revaluation of fixed assets during the period was not conducted***

Data on plans on purchase, replacement, retirement of the fixed assets, the value of which is 10 and more percent of the value of the fixed assets of the issuer, and other fixed assets under the discretion of the issuer, as well as data on all facts of encumbrance of the fixed assets of the issuer (please, specify encumber method, moment of encumber, its validity and other conditions at the issuer's discretion), existing for the end date of the last completed reporting period:

***The issuer has no plans for acquisition, replacement, retirement of fixed assets which amount to 10 and more percent of the issuer's fixed assets value.***

Information on facts of the fixed assets encumbrance as at 30.06.2015:

<b>Encumbrance nature/number of FA items</b>	<b>Date of encumbrance</b>	<b>Validity of encumbrance</b>
<b>IDGC of Centre, PJSC – “Belgorodenergo”</b>		
Rent under contract № 3100/01427/09	05.08.2009	11 months with subsequent prolongation
Rent under contract № 2009-2529/3100/03825/09	01.12.2009	11 months with subsequent prolongation
Rent under contract № 3100/20768/10	01.09.2010	01.09.2015 with subsequent prolongation
Rent under contract № 7-002/3100/00494/11	01.01.2011	11 months with subsequent prolongation
Rent under contract № 3100/22205/10	01.09.2010	01.09.2015 with subsequent prolongation
Rent under contract № 3100/07733/11/310-716/	01.04.2011	Prolongation for an indefinite term
Rent under contract № 3100/07122/12	01.04.2012	11 months with subsequent prolongation
Rent under contract № 3100/16447/12	19.06.2012	11 months with subsequent prolongation
Rent under contract № 3100/15499/12	15.06.2012	11 months with subsequent prolongation
Rent under contract № 3100/30084/12	08.10.2012	11 months with subsequent prolongation
Rent under contract № 3100/30993/12	23.10.2012	11 months with subsequent prolongation
Rent under contract № 3100/30464/12	01.11.2012	11 months with subsequent prolongation
Rent under contract № 3100/07434/14 dated 01.04.2014	20.03.2014	01.03.2015 with subsequent prolongation



Rent under contract № 3100/02737/14 dated 12.02.2014	01.01.2014	11 months with subsequent prolongation
Rent under contract № 3100/30589/13	15.11.2013	11 months with subsequent prolongation
Rent under contract № 3100/09529/15 dated 20.04.2015	20.04.2015	11 months with subsequent prolongation
<b>IDGC of Centre, PJSC – “Bryanskenergo”</b>		
Rent under contract № № 40023196 (1000000737)	03.03.2009	11 months with subsequent prolongation
Rent under contract № 3200/03150/15 (1000000054)	01.05.2015	11 months with subsequent prolongation
Rent under contract № 34-BUH-06/a	31.10.2006	11 months with subsequent prolongation
Rent under contract № 3200/03704/15 (1001103841)	01.06.2015	11 months with subsequent prolongation
Rent under contract № 1000000025 (1000271730)	01.04.2011	11 months with subsequent prolongation
Rent under contract № 40910483 (1000919457)	30.05.2014	Concluded for an indefinite term
Rent under contract № 40910527 (1000920471)	30.05.2014	Concluded for an indefinite term
Subrent under contract № 3200/04705/14 (1000925079)	01.06.2014	Concluded for an indefinite term
Subrent under contract № 3200/05144/14 (1000925386)	01.06.2014	Concluded for an indefinite term
<b>IDGC of Centre, PJSC – “Voronezhenergo”</b>		
Rent under contract № 192-03 (RE1000000023)	30.07.2003	11 months with subsequent prolongation
Rent under contract № 06/04(15-10/DR-952) (RE1000000024)	01.12.2004	11 months with subsequent prolongation
Rent under contract № 47/08VE-223 (RE 1000000026)	01.05.2008	11 months with subsequent prolongation
Rent under contract № 131/05-0732 (RE 1000000027)	15.05.2005	7 months with subsequent prolongation
Rent under contract № 439-05(RE1000000028)	01.05.2005	11 months with subsequent prolongation
Rent under contract № 356-03 (RE1000000029)	01.12.2003	11 months with subsequent prolongation
Rent under contract № 113-03 (RE1000000030)	02.06.2003	11 months with subsequent prolongation
Rent under contract № 1 (RE1000000031)	20.11.2003	11 months with subsequent prolongation

Rent under contract № 121 (RE1000000033)	01.05.2006	11 months with subsequent prolongation
Rent under contract № 337-03 (RE1000000034)	20.11.2003	11 months with subsequent prolongation
Rent under contract № 253-03 (RE1000000035)	01.11.2003	11 months with subsequent prolongation
Rent under contract № 40040778 (RE1000000036)	01.05.2009	11 months with subsequent prolongation
Rent under contract №12-02(30-02/07-12-01/2-341 (RE1000000037)	29.06.2007	11 months with subsequent prolongation
Rent under contract №VNZ-004(47/08VE-65) (RE1000000040)	10.04.2008	11 months with subsequent prolongation
Rent under contract №40236756 (RE1000000042)	01.11.2010	11 months with subsequent prolongation
Rent under contract № 30-02/07-12-01/2-559 (RE 1000000043)	31.10.2007	11 months with subsequent prolongation
Rent under contract № 29 RiOF /40077860 (RE1000000063)	01.10.2009	11 months with subsequent prolongation
Rent under contract № 3600/02199/14 (RE 1000000103)	01.01.2014	31.12.2018
Rent under contract №3600/21290/14 (RE 1000000134)	01.01.2015	30.11.2015
Rent under contract №3600/00409/15 (RE 1000000136)	01.01.2015	30.11.2015
Rent under contract №3600/07564/15 (RE 1000000138)	01.05.2015	31.03.2016
Rent under contract №3600/06776/15 (RE 1000000139)	01.05.2015	31.03.2016
Rent under contract №3600/09645/15 (RE 1000000140)	01.06.2015	30.04.2016
<b>IDGC of Centre, PJSC – “Kostromaenergo”</b>		
Rent under contract № 07-6/50(2008)	01.02.2008	11 months with subsequent prolongation
Rent under contract № 07-6/559(2010)KC	16.08.2010	11 months with subsequent prolongation
Rent under contract № 07-6/165(2009)	01.03.2009	11 months with subsequent prolongation
Rent under contract № 07-6/324(2008)KC	01.11.2008	11 months with subsequent prolongation
Rent under contract № 07-6/445(2010)KC	30.07.2010	11 months with subsequent prolongation

Rent under contract № 251/08A	30.12.2008	11 months with subsequent prolongation
Rent under contract № 241/08A	31.12.2008	11 months with subsequent prolongation
Rent under contract № 46/04(2005) -70	01.07.2005	11 months with subsequent prolongation
Rent under contract № 351 (2011)	01.05.2011	11 months with subsequent prolongation
Rent under contract 811(2011)	14.09.2011	11 months with subsequent prolongation
Rent under contract 07-6/250(2005)	01.06.2005	7 years with state registration, with subsequent prolongation
Rent under contract 577(2012)	01.09.2012	11 months with subsequent prolongation
<b>IDGC of Centre, PJSC – “Kurskenergo”</b>		
Rent under contract № 40008048/100000007/1	01.03.2008	11 months with subsequent prolongation
Rent under contract № 40063965/1000000010/1	01.08.2009	For an indefinite term
Rent under contract № 40063969/1000000011/1	01.08.2009	For an indefinite term
Rent under contract № 40025096/1000000008/2	10.03.2009	30.06.2015
Rent under contract № 40025111/1000000009/2	10.03.2009	30.06.2015
Rent under contract № 133-OPK/14/4600/10820/14	01.12.2014	30.06.2015
Rent under contract № 2010291300/KU.52.15/4600/02804/15	01.01.2015	30.11.2015
<b>IDGC of Centre, PJSC – “Lipetskenergo”</b>		
Rent under contract №48-08/01 A	19.08.2009	For an indefinite term
<b>IDGC of Centre, PJSC – “Orelenergo”</b>		
Rent under contract № 517 (1000000010)/1	15.09.2007	11 months with subsequent prolongation
<b>IDGC of Centre, PJSC – “Smolenskenergo”</b>		
Rent under contract № 2/4-4	01.05.2008	For an indefinite term
Rent under contract № 409/IN	01.08.2008	For an indefinite term

Rent under contract № 32/2003-MTS	01.08.2003	For an indefinite term
Rent under contract № 595/17	25.07.2002	For an indefinite term
Rent under contract №6700/09682/12	01.01.2012	For an indefinite term
Rent under contract №6700/07911/14	01.07.2014	31.05.2015
Rent under contract №6700/10178/14	01.08.2014	30.06.2015
Rent under contract №6700/12671/14	01.11.2014	30.09.2015
Rent under contract №6700/12669/14	01.12.2014	31.10.2015
Rent under contract №6700/13872/14	01.12.2014	31.10.2015
Rent under contract №6700/01167/15	01.02.2015	31.12.2015
Rent under contract №6700/05677/15	01.06.2015	30.04.2016
<b>IDGC of Centre, PJSC – “Tambovenergo”</b>		
Rent under contract №6800/10737/11	01.11.2011	11 months with subsequent prolongation
Rent under contract № 2	01.06.2005	for an indefinite term
Amendment №2		
Rent under contract № 418	11.01.2005	10 months with subsequent prolongation
Rent under contract № 6800/01635/14	15.03.2014	11 months with subsequent prolongation
Rent under contract № 6800/04434/13 (Amendment 6800/00632/14)	01.07.2013	31.10.2015
<b>IDGC of Centre, PJSC – “Tverenergo”</b>		
Rent under contract № TV/25/05-1	27.09.2013	11 months with subsequent prolongation
Rent under contract № 127	25.06.2007	11 months with subsequent prolongation
Rent under contract № 15 – 10	01.12.2009	11 months with subsequent prolongation
Rent under contract № EAP 1352.15	24.05.2010	11 months with subsequent prolongation
Rent under contract № EAP 1353.15	24.05.2010	11 months with subsequent prolongation

Rent under contract № 09/10-01	01.09.2010	11 months with subsequent prolongation
Rent under contract № 09/10-02	01.09.2010	11 months with subsequent prolongation
Rent under contract №30	31.05.2010	11 months with subsequent prolongation
Rent under contract №06/11	01.06.2011	11 months with subsequent prolongation
Rent under contract №30/04/05-1	30.04.2005	30.04.2027
Rent under contract №30/04/06-1	30.04.2006	30.04.2028
Rent under contract №A-1	20.07.2007	11 months with subsequent prolongation
Rent under contract №A-2	30.12.2008	11 months with subsequent prolongation
Rent under contract №4	01.01.2008	11 months with subsequent prolongation
Rent under contract №52/01	01.12.2007	11 months with subsequent prolongation
Rent under contract №3	01.01.2008	11 months with subsequent prolongation
Rent under contract №57/01	01.03.2008	11 months with subsequent prolongation
Rent under contract № 26	03.10.2011	11 months with subsequent prolongation
Subrent under contract № no number	01.12.2012	11 months with subsequent prolongation
Rent under contract № TV/25/05-2	01.06.2013	11 months with subsequent prolongation
Rent under contract № 1	01.12.2005	11 months with subsequent prolongation
Rent under contract №TV/25/05-2	18.06.2014	11 months with subsequent prolongation
Rent under contract 4-N	15.08.2011	11 months with subsequent prolongation
Rent under contract №233	19.04.2005	11 months with subsequent prolongation
Rent under contract EBR.1	01.03.2010	11 months with subsequent prolongation

Rent under contract 396	16.06.2006	11 months with subsequent prolongation
Rent under contract TV/25/05-1	01.06.2013	11 months with subsequent prolongation
<b>IDGC of Centre, PJSC – “Yarenergo”</b>		
Rent under contract № 1-AN	01.04.2009	11 months with subsequent prolongation
Subrent contract № 3-CA	01.12.2008	11 months with subsequent prolongation
Agreement on granting the right of limited use № 7600-1	15.03.2010	30.06.2035
Agreement on granting the right of limited use № 7600-2	15.03.2010	30.06.2035
Agreement on granting the right of limited use № 7600-3	15.03.2010	30.06.2035
Agreement № 7600/06825/14 building with equipment rental	18.08.2014	11 months with subsequent prolongation
Non-residential premises lease Agreement № 7600/02181/15	01.01.2015	31.12.2019
Non-residential premises lease Agreement (Agreement to change entities № 7600/03235/15/41-05/487)	26.03.2015	11 months with subsequent prolongation
Agreement № 1 on granting the right of limited use of property - Conductor-0.4 kV	01.03.2012	up to one year with subsequent prolongation
Agreement № 1 on granting the right of limited use of property - Conductor-0.4 kV	01.07.2012	for an indefinite term
Agreement № 40468009 on joint use of property - Conductor-0.4 kV	01.12.2011	up to one year with subsequent prolongation
Agreement № 40472222 on granting the right of limited use of property - Conductor-0.4 kV	30.12.2011	up to one year with subsequent prolongation
Agreement on granting the right of limited use № 41051726 (Amendment to change entities) (1001069585)	01.01.2015	For a year with subsequent prolongation
Agreement on granting the right of limited use № 41044519 (Amendment to change entities) (1001062019)	20.03.2015	For a year with subsequent prolongation
Agreement on granting the right of limited use № 41050209 (Amendment to change entities) (1001068034)	01.01.2015	For a year with subsequent prolongation

Agreement on granting the right of limited use № 41045815 (Amendment to change entities) (1001063410)	01.01.2015	For a year with subsequent prolongation
Agreement on granting the right of limited use № 41033005 (Amendment to change entities) (1001050016)	01.01.2015	For a year with subsequent prolongation
Agreement on granting the right of limited use № 41033047 (Amendment to change entities) (1001050061)	01.01.2015	For a year with subsequent prolongation
Agreement on granting the right of limited use № 41032987 (Amendment to change entities) (1001049997)	01.01.2015	For a year with subsequent prolongation
Agreement on granting the right of limited use № 41048375 (Amendment to change entities) (1001066108)	01.01.2015	For a year with subsequent prolongation
Agreement on granting the right of limited use № 41048043 (Amendment to change entities) (1001065758)	01.01.2015	For a year with subsequent prolongation

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

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

The dynamics of indicators characterizing the financial results of the issuer, including its profit and loss, is calculated on the basis of accounting (financial) statements

Standard (Rules), under which the accounting (financial) reporting is made, on the basis of which the indicators are calculated: **RAS**

Unit of measurement for the amount of uncovered loss: **thousand RUB**

Indicator	2014, 6 months	2015, 6 months
Net profit margin, %	4.26	1.21
Asset turnover ratio, times	0.44	0.35
Return on total assets, %	1.87	0.42
Return on equity, %	3.69	0.84
Amount of uncovered loss on the balance sheet date	0	0
Ratio of uncovered loss on the balance sheet date and the book value of assets, %	0	0

**All the indicators are calculated based on the recommended calculation methods**

Economic analysis of profits/losses of the issuer, based on the dynamics of these indicators, as well as the reasons which, according to management bodies, led to the losses/profit of the issuer, as reflected in the financial (accounting) statements:

**Net profit margin characterizes the level of profitability of business operations of the Company. The higher the net profit margin is, so, consequently, the higher will be the amount of investment. With respect to 6 months in 2014, the indicator declined by 72% (or 3.05 percentage points), which is associated with a decrease in net profit for the first half of 2015 by 1.6 bln RUB.**

**The asset turnover ratio describes the efficiency of the Company's use of all available resources, regardless**

of the sources of their formation, that is, shows how many times during the period under review a complete cycle of production and circulation takes place. Following the results of 2Q 2015 the coefficient is 0.35. The change of this ratio by -0.09 with respect to 2Q 2014 is due to the decrease in revenue in 1H 2015 by 8.7 bln RUB.

The return on assets is the ratio of net profit to total assets size and displays the Company's ability to make profit. Following the results of the coefficient is 0.42%. The decrease in this indicator by 78% with respect to 2Q 2014 is due to the decline of net profit following the results of 1H 2015 by 1.6 bln RUB.

The return on equity shows how much profit comes from each ruble invested in the business of the Company. Following the results of 2Q 2015 the coefficient is 0.84%. The decrease of this indicator by 77% (or 2.85 p.p.) relative to 2Q 2015 is mainly due to the decline of net profit by 1.6 bln RUB following the results of 1H 2015.

The opinions of the management bodies of the issuer with respect to the causes or extent of their influence on the results of the financial activities of the issuer are not the same: **No**

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

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

Dynamics of indicators characterizing the liquidity of the issuer is calculated on the basis of accounting (financial) statements

Standard (Rules), under which the accounting (financial) reporting is made, on the basis of which the indicators are calculated: **RAS**

Unit of measurement for the indicator 'net working capital': **thousand RUB**

Indicator	2014, 6 months	2015, 6 months
Net working capital	3 317 193	-1 219 371
Current liquidity ratio	1.2	0.94
Acid ratio	1.06	0.82

At the discretion of the issuer there is an additional dynamic of indicators characterizing the liquidity of the issuer, calculated on the basis of the consolidated accounting (consolidated financial) statements of the issuer to be included in the quarterly report: **No**

All the indicators are calculated based on the recommended calculation methods: **Yes**

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

**Net working capital is necessary to maintain the financial stability of the company, as the excess of current assets over current liabilities means that the enterprise is able not only pay their current liabilities, but also has reserve for expansion of its activity. Following the results of 6 months of 2015 this figure is negative, due to the requalification of long-term credit in the short term in 4Q 2014.**

**The current liquidity ratio as at 30.06.2014 was 1.20. As at 30.06.2015 this ratio was 0.94. This ratio reflects the company's ability to repay the current (short-term) liabilities from current assets only. The higher the indicator is, the higher the solvency of the company is.**

**The acid ratio as at 30.06.2014 was 1.06, as at 30.06.2015 the indicator was 0.82. This ratio reflects the company's ability to repay its current liabilities in case of difficulties to sell services. Normative value of the coefficient is above 0.8. In the period under review this figure is within the allowable values.**

The opinions of the management bodies of the issuer with respect to the causes or extent of their influence on the results of the financial activities of the issuer are not the same: **No**

A member of the board of directors (supervisory board) of the issuer or a member of the collegial executive body of the issuer has a special opinion on the reasons mentioned and/or the degree of their influence on the results of the financial activities of the issuer, as reflected in the minutes of the meeting (conference) of the board of directors (supervisory board) of the issuer or the collegial executive body, which considered the



issues involved, and insists on reflecting this view in the quarterly report: *No*

#### 4.3. Financial investments of the issuer

As at 30.06.2015

List of the issuer's financial investments, which amount to 5 and more percent of all its financial investments for the date of completion of the reporting period

Investments in equity securities

Type of securities: *shares*

Full company name of the issuer: *"E.ON Russia", Joint Stock Company*

Abbreviated company name of the issuer: *JSC "E.ON Russia"*

Location of the issuer: *Russian Federation, Tyumen region, Khanty-Mansi Autonomous area – Yugra, Surgut city, Energostroitelei Street 23, bld.34*

TIN: *8602067092*

Primary State Registration Number (OGRN): *1058602056985*

Date of the state registration of issue (issues)	Registration number	Registering agency
19.04.2007	1-02-65104-D	FFMS of Russia

Number of the securities which are owned by the issuer: *72 456 737*

Total par value of the securities being in the issuer's property: *28 982 694,8 RUR x 1*

Total book value of securities held by the issuer: *218 457 062.06*

Unit of measurement: *RUB*

*Amount of the fixed interest or other income under bonds and other promissory equity securities or the procedure of its definition, term of payment: this information is not specified for this type of securities.*

*Amount of the dividend under preferred shares or the procedure of its definition in case it is defined in the by-laws of the joint stock company-issuer, term of payment: The Company did not issue preferred shares.*

*Amount of the declared dividend per ordinary shares (if there is no data on the amount of declared dividend on ordinary shares in the current year, the amount of dividend declared in the previous year is specified), term of payment:*

*Total size of dividend accrued per ordinary shares of the Company following the results of 2014: 17 504 994 thousand RUB.*

*Size of dividend per ordinary share of the Company following the results of 2014: 0,2776423960677 RUB.*

*Payment period: Dividends are paid to nominal holders and beneficial owners being professional securities market participants no later than 10 working days from the record date of persons entitled to receive dividends – until 21.07.2015;*

*to other registered shareholders in the register of shareholders dividends are paid no later than 25 working days from the record date of persons entitled to receive dividends – until 11.08.2015.*

Additional information: *no.*

Type of securities: *shares*

Full company name of the issuer: *Open joint-stock company "Energetik"*

Abbreviated company name of the issuer: *"Energetik", OJSC*

Location of the issuer: *39251, Russia, Tambov region, Tambov district, Novaya Lyada workers settlement, Sanatornaya Str., 1*

TIN: *6820019240*

Primary State Registration Number (OGRN): **1036841127091**

Date of the state registration of issue (issues)	Registration number	Registering agency
19.09.2003	1-01-42545-A	Orel RB of the Federal Securities Commission of Russia

Number of the securities which are owned by the issuer: **15 354 998**

Total par value of the securities being in the issuer's property: **15 354 998 RUR x 1**

Total book value of securities held by the issuer: **15 354 998**

Unit of measurement: **RUB**

*The issuer of the securities is a daughter and (or) dependent company of the issuer, who has drawn up this quarterly report*

*Amount of the fixed interest or other income under bonds and other promissory equity securities or the procedure of its definition, term of payment: this information is not specified for this type of securities.*

*Amount of the dividend under preferred shares or the procedure of its definition in case it is defined in the by-laws of the joint stock company-issuer, term of payment: The Company did not issue preferred shares.*

*Amount of the declared dividend per ordinary shares (if there is no data on the amount of declared dividend on ordinary shares in the current year, the amount of dividend declared in the previous year is specified), term of payment:*

*Total size of dividend accrued per ordinary shares of the Company following the results of 2014: 178 thousand RUB.*

*Size of dividend per ordinary share of the Company following the results of 2014: 0,0116 RUB.*

*Payment period: Dividends are paid to nominal holders and beneficial owners being professional securities market participants no later than 10 working days from the record date of persons entitled to receive dividends – until 24.07.2015;*

*to other registered shareholders in the register of shareholders dividends are paid no later than 25 working days from the record date of persons entitled to receive dividends – until 14.08.2015.*

Additional information: *No*

Investments in non-equity securities

*There are no investments in non-equity securities that make up 5 percent or more of all financial investments*

Other financial investments

*There are no other financial investments that make up 5 percent or more of all financial investments*

Information on the amount of potential losses connected with bankruptcy of organizations (enterprises), in which the investments were made, according to each type of these investments:

*- for JSC "E.ON Russia" - 218 457 062.06 RUB;*

*- for "Energetik", OJSC - 15 354 998 RUB;*

Information on losses is given in the issuer's estimate of financial investments reflected in the accounting statements of the issuer for the period from the beginning of the reporting year till the end date of the last reporting quarter

Standards (rules) of the accounting statements, in accordance with which the issuer has made calculations, are reflected in this clause of the quarterly report:

*Accounting of financial investments is performed in accordance with RAS 19/02 "Accounting of financial investments", approved by Order of the Ministry of Finance of the Russian Federation No. 126n dated 10.12.2002.*

#### 4.4. Intangible assets of the issuer

As at 30.06.2015

Unit of measurement: *thousand RUB*

Group of intangible assets items	Initial (recovery) cost	Accrued amortization
Trade mark	94	56
Software products	45 340	38 236
Utility model	27 746	4 195
Other	750	125
TOTAL	73 930	42 612

Standards (rules) of the accounting, in accordance with which the issuer submits information on its intangible assets:

*Order No. 44n of 20.05.2003 "Guidelines for the formation of accounting statements during reorganization of organizations".*

*RAS No. 14/2007 "Accounting intangible assets" approved by Order No. 153n of 27.12.2007.*

Reporting date: *30.06.2015*

#### 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

In accordance with the Unified Technical Policy of the Electric Grid Complex IDGC of Centre accepted and performs the following areas of activity:

- application at investment and repair activity new hi-tech equipment and materials, including 35 - 110 kV XLPE cables, 35 kV switch-gear cubicles, reclosers, compact SF6 modules and 110 kV SF6 insulated Secondary Distribution Switchgear, equipment for automation of substations, increase of visibility and controllability of distribution grids, modernization of reference and working measuring instruments;
- joint work with manufacturers related to testing and "pilot" use of new equipment at power grid facilities of the divisions of the Company;
- work of the scientific and technical council of the Company to select new innovation projects;
- presentations of new equipment and new developments and technologies held by manufacturers and scientific and technical centres within the framework of the Company's Presentation day;
- jointly with design organisations development of projects of standard assemblies of power facilities;
- analysis of work of the equipment which is in test operation at power grid facilities of the divisions of the Company;
- development of the production asset management system of the Company.

In 2014 the following R&D projects were completed:

Project name	Description	Projected effect of the implementation / application in the activity	Data on the implementation
Complex practical research of planning, recording and control of the program of repair and maintenance of electric grids and development of a software system to automate the appropriate process	<ul style="list-style-type: none"> <li>– Software developed.</li> <li>– Receipt of a certificate of state registration of the computer software was initiated.</li> <li>– Documents regulating its use in the Company were approved</li> </ul>	<ul style="list-style-type: none"> <li>– Reducing the time of decision making.</li> <li>– Operational update of the database.</li> <li>– Planning for the impact at a facility with the technical condition and prescribing other factors.</li> <li>– Simulation of production programs, selection of the optimal variant.</li> <li>– Recording and management of hazardous places.</li> <li>– Electric energy quality control</li> </ul>	The project was put into operation in the branches of the Company in December 2014
Multi-faceted anchor 0.4 kV poles	<ul style="list-style-type: none"> <li>– Design of poles for use in distribution networks was developed.</li> <li>– Patents in the name of the Company were received.</li> <li>– Conditions of the economic feasibility of application were developed.</li> <li>– Purchase of the Company under the terms of license fees in favour of the Company was planned</li> </ul>	Reduced capital costs when steel multifaceted poles used instead of triple cylinder concrete poles. Increased service life of 50 years	The facility was put into operation in the branch of Lipetskenergo
Typified solutions for renovation of operational current systems	A system of selection of criteria and priorities of modernization schemes of the operational current system of power grid facilities of DGC was developed taking into account standard technical solutions	Reducing costs in design and survey work, construction and installation while using the described standard solutions. Reducing operating costs for maintenance of standard solutions	Put into operation in the branches of the Company in December 2014
Typical forms of development of Schemes of development of electric grids of 35 kV and below	Ensuring development of effective functioning and reliability of power distribution networks	Reduced costs for the design while using the described and approved standard solutions	Put into operation in December 2014 with a view to use in the future development of electric networks and territorial planning in cooperation with the executive and municipal authorities of the subjects of the Russian Federation

As at the reporting date the current items of legal protection of intellectual property are:

- patent for utility model of remote cabinet of electric power metering #84571 dated 10.04.2009 valid until 10.04.2019;
- patent for utility model of the pole mounted transformer substation #99905 dated 31.08.2010 valid until 31.08.2020;
- patent for utility model of the pole mounted transformer substation #101278 dated 31.08.2010 valid until 31.08.2020;
- patent for utility model of the pole mounted transformer substation #133982 dated 27.10.2013 valid until 30.04.2023;
- patent for utility model of the Power line pole #138695 dated 20.02.2014 valid until 19.12.2023;
- patent for utility model of the pole mounted transformer substation # 146463 dated 27.01.2014 valid until 27.01.2024.
- certificate of state registration of the computer program "Software for the analysis of performance of energy-efficient outdoor lighting systems" # 2015614715 dated 11.03.2015;
- trademark with emblem of the Company and lettering "ОАО "МРСК Центра" in Russian, registered on 11.02.2010;
- trademark with emblem of the Company and lettering "IDGC of Centre, JSC" in English, registered on 18.02.2010.

There are no risks connected with possibility of the expiration of validity of the patents and licenses for use of trade marks.

R&D was funded at the expense of the issuer:

- in 2014 - 37 699 thous. RUB;
- for 6 months 2015 - 4 934,3 thous. RUB.

In 2Q 2015 the issuer companies concluded 3 license agreements (the issuer is the licensor).

Products under the licenses:

- the power line pole, designed in accordance with the description to patent of the Russian Federation # 138695 for the utility model «Power line pole» (2 agreements);
- the pole mounted transformer substation, designed in accordance with the description to patents of the Russian Federation # 99905 dated 31.08.2010; # 101278 dated 31.08.2010; # 133982 dated 30.04.2013; # 146463 dated 27.01.201 for the utility model «Pole mounted transformer substation».

#### 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 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, which is currently considering the deteriorating economic situation in the country has a tendency to maintain the level of 2014. Following the results of 2014 the growth of energy consumption relative to the level in 2013 was 1 035 billion kWh, or 0,4%.*

*Overall assessment of the market prospects of Russian energy companies depends on the development of the economy and reinvestment opportunities, which are the determining factors for the fundamental valuations, and for the flow of capital into the industry.*

*GDP dynamics at different scenarios of economy development according to the data of the Ministry of Economic Development of Russia (average annual gain rates, percentage points):*

GDP growth rate (moderate – optimistic outlook)	2015-2020	2021-2025
	2,0	3,6

*In 2014 the dynamics of economic growth slowed sharply. According to preliminary estimates from Federal State Statistics Service, the GDP growth was 0,6 % against 1,3 % in 2013. This slowdown is primarily due to the continued up to the present time fall in oil prices on the world market, as well as with established European and US sanctions in relation to the Russian Federation. In terms of the consumption the GDP growth retardation was achieved through changes in the population consumer activity and the dynamics of*

*capital stock accumulation.*

*The industrial complex development in 2014 was characterized by the following factors: the stagnation in production, low labour productivity growth, slowdown in the volume of investment in fixed assets, some significant deterioration in the financial situation of enterprises, including in their paying capacity.*

*Average annual growth rates in the Russian economy after a projected completion of the oil crisis are estimated at 3,5% in 2020-2030, which corresponds to the growth rate of the world economy.*

*The index of generation and distribution of electricity, gas and water in 2014 amounted to 99,9% compared to 2013. Given the projected growth of the country's economy the electricity generation in 2017 is planned in the amount of 1 077.4 billion kWh (101,7% to 2013), power consumption of the domestic market will increase to 1 071 billion kWh (102,4 % to 2013). Given the high dependence of energy consumption on the domestic market by the temperature factor there will be possible fluctuation of rates of generation and consumption in the range of 0,3-0,6% per year, depending on the temperature deviation from the long-term averages.*

*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.*

*The issuer is among leaders in the distribution grid sector in many respects.*

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

*Factors and conditions influencing activity of the issuer and results of such activity.*

*The forecast concerning duration of the effect of the specified factors and conditions.*

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 2014 in the Russian Federation amounted to 1013,7 billion kWh, which is 0,4 % higher than in 2013 and 1,8 % lower than in 2012. In the I half of 2015 the increase in the volume of electricity transmission services of IDGC of Centre, PJSC for the same period last year amounted to 0,73 %;
- 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, develops and coordinates long-term programs of development of regions - service areas of activity of the issuer's branches with the local authorities (signing of agreements), 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 reception by the issuer in the future of 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 IDGC of Centre:

1. Reducing the demand for electricity. The deteriorating economic situation in the country, a decrease in consumer demand for electricity. In addition, there is a reduction of power consumption due to the optimization of customer circuits of external power supply, including connection of facilities to the UNPG grids, construction of own generation.
2. Reducing the 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:
  - increase in tariffs do 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. The real growth rate is significantly lower than the growth of the index, defined in the forecast of the RF Ministry of Economic Development;
  - limiting the growth of the "joint operation" tariff on power transmission with the RF Ministry of Economic Development forecast. The absence of the possibility of returning by regions of debt accumulated as a result of the mechanism of "smoothing", without the possibility of its return in future periods;
  - 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 absence of effective mechanisms to encourage service customers to timely payments for electricity transmission services, as well as the influence of macroeconomic factors.
9. The increase in the cost of servicing debt. As a result of the growth in the key rate by the Bank of Russia there is an increase of interest rates on loans by partner banks of IDGC of Centre, PJSC.
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. Extension of the contractual "last mile" structure (including for the branches of the Company: Belgorodenergo, Kurskenergo, Lipetskenergo).
2. Revision of the rate of growth of tariffs for electricity transmission services to the inflation rate of the current period.
3. Return of "smoothing" by increasing the maximum level of the tariff for the next regulatory period.
4. 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.
5. Measures aimed at improving the payment discipline:
  - amendments to Federal Law № 35-FZ "On the Electric Power Industry", to improve the payment discipline, including an increase in penalties for non-performance of contractual obligations for payment of services of

the grid complex;

- introduction of a safeguard mechanism for retail companies regarding payment for electricity transmission services;

- claim-related work to collect overdue receivables.

6. 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 issuer'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 of the issuer as intangible assets in the process of estimation performance. We estimate duration of the given factor 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 dynamics 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 gridconnection in 11 regions of Central Russia and provides electricity to large enterprises of industry, transport, agriculture, as well as the population of regions.*

*In these markets the issuer holds a leading position – the market share following the results of 1H 2015 is:*

*- 83,6 % - at the electricity transmission market (in money terms);*

*- 87,8 % - at the grid connection market.*

*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.*

## **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**

Full description of structure of the issuer's governance bodies and their competence in accordance with the issuer's Articles of Association (constituent documents):

***IDGC of Centre's governance bodies in accordance with the Company's Articles of Association are:***

***1. General Meeting of Shareholders.***

***2. Board of Directors.***

***3. Management Board.***

***4. General Director.***



*General Meeting of Shareholders is the highest governance body of the issuer.*

*In accordance with clause 10.2. of the Issuer's Articles of Association, the following items are related to the competence of the General meeting of shareholders:*

- 1) introduction of changes and amendments in the Articles of Association or approval of the Articles of Association in new edition;*
- 2) restructuring of the Company;*
- 3) liquidation of the Company; appointment of the Liquidation Commission and the approval of the interim and final liquidation balances;*
- 4) determination of the quantity, nominal value, category "type" of the declared shares and the rights provided by the said shares;*
- 5) increase of the authorized capital by way of the increase of the nominal value of shares or by way of placement of additional shares;*
- 6) reduction of the authorized capital of the Company by way of decreasing the nominal value of the shares, through the acquisition by the Company of the part of shares with the view of reducing their total amount or with the view of repaying of the acquired or paid out shares;*
- 7) fractioning and consolidation of the shares of the Company;*
- 8) making the decision on the placement by the Company of bonds converted into shares and other issue securities, converted into shares;*
- 9) determination of the quantitative structure of the Board of Directors, the election of its members and the early termination of their powers;*
- 10) election of members of the Audit Commission of the Company and the early termination of their powers;*
- 11) confirmation of the Auditor of the Company;*
- 12) making the decision on the transfer of powers of the single executive organ of the Company to the managing organization "manager" and on the early termination of his/her powers;*
- 13) approval of annual reports, annual accounting balances, including the report on profit and losses of the Company, distribution of its profits including payment "announcement" of dividends, except for the profit distributed as a dividend by the results of the first quarter, half a year, nine months of the financial year and the losses of the Company by the results of the financial year;*
- 14) payment (declaration) of dividends by the results of the first quarter, half a year, nine months of the financial year;*
- 15) determination of the procedure for holding the general meeting of the shareholders of the Company;*
- 16) making the decision on the approval of deals in cases envisaged by Article 83 of the Federal Law "On Joint Stock Companies";*
- 17) making the decision on the approval of large deals in cases envisaged by Article 79 of the Federal law "On Joint Stock Companies";*
- 18) making the decision on the participation in holding companies, financial and industrial groups, associations and other unions of for-profit organizations;*
- 19) approval of internal documents regulating the activity of the organs of the Company;*
- 20) making the decision on paying the members of the Audit Commission of the Company of remunerations and/or compensations;*
- 21) making the decision on paying the members of the Board of Directors of the Company of remunerations and/or compensations;*
- 22) making the decision on addressing with an application for delisting of shares of the Company and (or) securities of the Company convertible into its shares;*
- 22) solution of other questions envisaged by the Federal law "On Joint Stock Companies".*

*Items related to the competence of the General meeting of shareholders cannot be transferred to the Board of Directors, the Management Board and the General Director of the Company for resolution.*

*The General meeting of shareholders is not entitled to consider and adopt resolutions on the items, which are not related to its competence by the Federal Law "On Joint-Stock Companies".*

*In accordance with clause 15.1. of the Issuer's Articles of Association, the following items are related to the competence of the Board of Directors of the Company:*

- 1) setting the priority directions of the activity and development strategy of the Company;*
- 2) convocation of the annual and extraordinary general shareholders meetings of the Company, except for the cases stipulated by item 14.8 of Article 14 of the Articles of Association as well as announcement of*

- the date of a new General meeting of shareholders instead of unheld one by the reason of the quorum absence;*
- 3) approval of the Company general shareholders meeting agenda;*
  - 4) election of the Secretary of the Company general shareholders meeting;*
  - 5) definition of the date of drawing up the list of persons entitled to participate in the Company general shareholders meeting, approval of expenses estimate for holding of the General meeting of shareholders of the Company and solution of other issues connected with preparation and carrying out of the Company general shareholders meeting;*
  - 6) introduction for the decision of the general meeting of the shareholders of the Company of issues envisaged by subparagraphs 2,5,7,8,12-20 of Item 10.2 of Article 10 of the Articles of Association of the Company, as well as on the reduction of the authorized capital of the Company through the reduction of the par value of the shares;*
  - 7) placement by the Company of additional shares into which preferred shares placed by the Company of a certain type are converted, convertible into common shares or preferred shares of other types, if such an arrangement is not associated with an increase in the authorized capital of the Company as well as the placement of bonds and other equity securities other than shares; Eurobonds issue and determining the policy of the Company in terms of the issue of securities (except for shares) and Eurobonds;*
  - 8) approval of the decision on the issue of securities, issue prospect of securities, the report on the results of the issue of securities, approval of the reports on the results of the acquisition of the shares of the Company from its shareholders, reports on the redemption of shares, reports on the results of the demands by the shareholders of the Company on the redemption of the shares owned by them;*
  - 9) determining the price (monetary value) of the property, the price of the placement and acquisition of issue securities in cases envisaged by the Federal Law "On Joint Stock Companies" as well as while solving issues stipulated in sub-items 11, 24, 40 of Item 15.1. of Article 15 of the Articles of Association;*
  - 10) acquisition of the shares, bonds and other securities placed by the Company in cases envisaged by the Federal Law "On Joint Stock Companies";*
  - 11) alienation (sale) of the shares of the Company at the disposal of the Company as a result of their acquisition or redemption from the shareholders of the Company, as well as in other cases envisaged by the Federal Law "On Joint Stock Companies";*
  - 12) election of General Director of the Company and early termination of his/her powers including the decision making on early termination of the labor contract with him/her;*
  - 13) definition of the quantitative structure of the Management Board of the Company, election of members of the Management Board of the Company, establishment of compensations and remunerations paid to them, early termination of their powers, including early termination of labor contracts with them;*
  - 14) recommendations to the general meeting of the shareholders of the Company on the amount of remunerations and compensations paid to the members of the Audit Commission and determination of the remuneration of the Auditor's services;*
  - 15) recommendations on the amount of the dividend per shares and the procedure for its payment;*
  - 16) approval of internal documents of the Company determining the procedure for the formation and use of the funds of the Company;*
  - 17) making the decision on the use of the funds of the Company, approval of the cost estimates for the use of special purpose funds and consideration of the results of the implementation of cost estimates for the use of special purpose funds;*
  - 18) approval of internal documents of the Company except for internal documents, the approval of which is referred to the competence of the general meeting of the shareholders of the Company and other internal documents of the Company, the approval of which is referred to the competence of the executive bodies of the Company;*
  - 19) approval of the business plan (adjusted business plan) including the investment program and the report on results of their performance;*
  - 20) consideration of the investment program, including amendments to it;*
  - 21) approval (adjustment) of control indicators of cash flows of the Company;*
  - 22) approval and change of terms, and termination of realization of the large and medium-scale investment projects defined thereof according to the Regulations about the investment activity, and also approval of quarterly reports on the course of performance of the specified projects;*
  - 23) foundation of divisions and opening of the offices of the Company, their liquidation, as well as introduction of alternations in the Articles of Association of the Company connected with the creation of divisions and opening of offices of the Company, including changes in the information on the names and*

*locations of the divisions and offices of the Company and their liquidation;*

*24) making the decision on the participation of the Company in other organizations (entering in the acting organization or creation of a new organization, including coordination of constituent documents and on purchase, alienation and encumbrance of shares and stakes in the authorized capitals of the organizations, in which the Company participates, change of the stake of participation in the authorized capital of the corresponding organization, and termination of participation of the Company in other organizations;*

*25) determination of the credit policy of the Company as to provision by the Company of loans, making credit contracts and loan contracts, issuing of guarantees, acquisition of liabilities on bills (issuing of ordinary and transfer bill), transfer of property in pledge and making the decision on the above mentioned deals of the Company in cases when the procedure for the decision-making of them is not determined by the credit policy of the Company as well as decision making in the order envisaged by the credit policy of the Company on bringing the debt situation of the Company in the limits determined by the credit policy of the Company;*

*26) approval of large deals in cases envisaged by Chapter X of the Federal Law "On Joint Stock Companies";*

*27) approval of deals in cases envisaged by Chapter XI of the Federal Law "On Joint Stock Companies";*

*28) approval of the Registrar of the Company, terms of contract with him/her and its termination;*

*29) election of the Company's Board of Directors Chairperson and the early termination of his/her powers;*

*30) election of the Company's Board of Directors Deputy Chairperson and the early termination of his/her powers;*

*31) election of the Company's Board of Directors Corporate Secretary and the early termination of his/her powers;*

*32) tentative approval of decisions on deals of the Company connected with the gratuitous transfer of property of the Company or property rights (requirement) to itself or the third party, deals connected with the liberation from property liabilities before itself or the third party, deals connected with the gratuitous provision of services by the Company (carrying out of works) to the third party, in cases (amounts) determined by the separate decision of the Board of Directors of the Company, decision-making on the given deals by the Company in cases when the above-mentioned cases (amounts) are not determined;*

*33) decision-making on temporary termination of the powers of the managing organization (managing director);*

*34) decision-making on the appointment of the acting General Director of the Company in the cases determined by separate decisions of the Board of Directors of the Company, as well as bringing to disciplinary liability;*

*35) disciplinary punishment of the General Director and members of the Management Board of the Company and his/her remuneration in accordance with the labour legislation of the Russian Federation;*

*36) consideration of the reports of the General Director on the activity of the Company (including the report on carrying out of his/her functions), on the implementation of the decisions of the general meeting of the Company and its Board of Directors;*

*37) approval of the procedure for the interaction of the Company with the organizations, in which the Company participates;*

*38) definition of the position of the Company (representatives of the Company), including the assignment to take or not to take part in voting on the agenda items, to vote under draft decisions "for", "against" or "abstained", on the following items of the agenda of general shareholders (participants) meetings of subsidiaries and dependent economic entities (further on called SDC) (except for cases when functions of the SDC general shareholders meetings are carried out by the Board of Directors of the Company), and meetings of the SDC boards of directors (except for an item on approval of the agenda of the general meetings of shareholders SDC when functions of the SDC general shareholders meeting are carried out by the Board of Directors of the Company):*

*i) on the determination of the agenda of the general meeting of the shareholders (participants of SDC) (except those SDC that are wholly owned by the Company);*

*ii) on the reorganization and liquidation of SDC;*

*iii) on the determination of the quantitative composition of governance and control bodies, nominating, electing their members and early termination of their terms of office, nomination, election of the sole executive body of the subsidiary and the early termination of their powers;*

*iv) on the determination of the number, nominal value, category (type) of the announced shares of SDC and the rights provide by the given shares;*

*v) on the increase of the authorized capital of SDC through the increase of the nominal value of shares or through the placement of additional shares;*

- vi) on the placement of securities of SDC converted into ordinary shares;*
  - vii) on the fractioning and consolidation of the shares of SDC;*
  - viii) on the approval of large deals, made by the SDC;*
  - ix) on the participation of SDC in other organizations (on entering the existing organization or on the foundation of the new one), as well as on the acquisition, alienation, encumbrance of shares and parts in the authorized capitals of the organizations, in which SDC participates, changes in the part of the participation in the authorized capital of the respective organization;*
  - x) on the deals made by SDC (including several associated deals) connected with the alienation or the possibility of alienation of property, representing fixed assets, non-material assets, objects of unfinished construction, the purpose of the use of which is the production, delivery, dispatching, distribution of electric and heat power in cases (amounts) determined by the procedure of interrelations of the Company with organizations in which the Company participates, approved by the Board of Directors of the Company;*
  - xi) on the introduction of alternations and amendments in the constituent documents of SDC;*
  - xii) on the determination of the procedure of remuneration payments to the members of the Board of Directors and Audit Commission of SDC;*
  - xiii) on the approval of target values of key performance indicators (adjusted target values of key performance indicators);*
  - xiv) on the approval of the report on the implementation of planned values of annual and quarter key performance indicators;*
  - xv) on the approval of the business plan (adjusted business plan) that includes the investment program and the quarterly report on the results of their implementation;*
  - xvi) on the approval (consideration) of the report on business plan implementation;*
  - xvii) on the approval of the distribution of profits and losses on the results of the financial year;*
  - xviii) on the recommendations on the amount of dividend on shares and the procedure of its payment;*
  - xix) on payment (declaration) of dividends following the results of the first quarter, half of a year, nine months of a financial year as well as following the results of a financial year;*
  - xx) consideration of the investment program, including amendments to it;*
  - xxx) approval (consideration) of the investment program execution report;*
  - xxxx) on reduction of the authorized capital of SDC by decreasing the par value of the shares through the acquisition of the shares by SDC in order to reduce their total number, as well as through the redemption of shares acquired or repurchased by SDC;*
  - xxxxx) the definition of credit policy of SDC is part of the grant of loans, making credit contracts and loan agreements, issue of sureties, accepting obligations on bills (issuing an ordinary and transfer bill), pledging of property and making decisions about making by SDC of the above transactions in cases where the procedure for adoption decisions on them is not determined by the credit policy of SDC, as well as the adoption, in the manner prescribed by the credit policy of SDC, of decisions on bringing the debt position of SDC in line with the limits established by the credit policy of SDC, on the consideration of a report on the credit policy of SDC, the approval of the loan plan of SDC, the approval of the Plan for the future development of SDC, the adjusted Plan for the future development of SDC, on the consideration of a report on the implementation of the Plan for the future development of SDC;*
- 39) determination of the position of the Company (representatives of the Company) on the following items of the agenda of the SDC Board of Directors meetings (including the order to participate or not to participate in the vote on the items of the agenda, to vote on draft decisions “for” or “against”, or “abstained”:*
- a) on the determination of the SDC representatives position on the items of the agenda of the general meetings of shareholders (participants) and the meetings of the Board of Directors of the affiliated and dependent entities in respect of SDC, concerning the approval of deals, including several associated deals, connected with alienation or the possibility of alienation of the property representing fixed assets, immaterial assets, objects of unfinished construction, the purpose of the use of which is the production, delivery, dispatching, distribution of electric and heat power in cases (amount) determined by the procedure of interrelations of the Company with organizations in which the Company participates, approved by the Board of Directors of the Company;*
  - b) on the determination of the SDC representatives position on the items of the agenda of the general meetings of shareholders (participants) and the meetings of the Board of Directors of the affiliated and dependent entities in respect of SDC, participating in the production, delivery, dispatching, distribution of electric and heat power, reorganization and liquidation, increase of the authorized capital of the given entities through the increase of the nominal value of shares or through the placement of additional shares, securities converted into ordinary shares;*

- 40) *tentative approval of the decisions on the accomplishment by the Company:*
- a) *of deals, the subject of which shall be non-current assets of the Company in the amount exceeding 10 percent of the balance sheet value of the given assets according to the data of the accounting statements as of the last reporting date;*
  - b) *deals (including several associated deals) connected with any way of disposal (or transfer of the rights in any sequence) of the real estate and/or equipment used directly for realization of the main kinds of activity of the Company, the balance sheet value of which is over 5 percent of the balance sheet value of the Company assets, or any kind of encumbrance of the specified property;*
  - c) *deals (including several associated deals) connected with acquisition, alienation or an opportunity of alienation of the property forming the fixed assets, intangible assets, construction in progress, the purpose of use of which is production, delivery, dispatching, distribution of electric and thermal energy in the cases (amounts) determined by separate decisions of the Company's Board of Directors, or, if such cases (amounts) are not defined by the Board of Directors of the Company;*
  - d) *deals (including several associated deals) connected with acquisition, alienation or an opportunity of alienation of the property forming the fixed assets, intangible assets, construction in progress, the purpose of use of which is production, delivery, dispatching, distribution of electric and thermal energy in the cases (amounts) determined by separate decisions of the Company's Board of Directors, or, if such cases (amounts) are not defined by the Board of Directors of the Company;*
  - e) *transactions for the term of more than 5 years for the transfer for temporary possession and use or for temporary use of real estate, electric grid facilities or receive temporary possession and use or for temporary use of real estate, in cases (amounts) determined by separate decisions of the Board of Directors, or, if the said cases (amounts) have not been defined by the Board of Directors;*
- 41) *nomination by the Company of persons for the elections to the position of the sole executive body, to other bodies of management, bodies of control, and nominations for the Auditor of the organizations, in which the Company participates, carrying out production, delivery, dispatching, distribution and sales of electric and heat power, as well as the repairs and maintenance types of activities;*
- 42) *determination of the directions of the Company's insurance policy, performance of control over insurance coverage provision of the Company, including the approval of Insurers of the Company;*
- 43) *approval of the structure of the executive body of the Company and its amending;*
- 44) *approval of the Regulation on material incentives of the General Director, the Regulation on material incentives of superior managers of the Company; approval of the list of superior managers.*
- 45) *coordination of nominees for separate positions of the executive body of the Company defined by the Company's Board of Directors;*
- 46) *preliminary approval of the collective agreement, the agreements concluded by the Company within the limits of regulation of social and labor relations as well as approval of documents on the State Pension Provision of the Company employees;*
- 47) *establishment of committees under the Company's Board of Directors, election of members of the Committees of the Company's Board of Directors and early termination of their powers, election and early termination of powers of chairpersons of the Committees of the Company's Board of Directors;*
- 48) *approval of the nomination of the independent appraiser (appraisers) for the determination of the shares value, property and other assets of the Company in cases envisaged by the Federal Law "On Joint Stock Companies", the Articles of Association and separate decisions of the Board of Directors of the Company;*
- 49) *approval of the nomination for the financial consultant involved in accordance with the Federal Law "On the Market of Securities" as well as the nominees of securities issue organizers and consultants on deals directly connected with the attraction of means in the form of public loans;*
- 50) *tentative approval of deals, which could lead to the appearance of liabilities, expressed in foreign currency (or liabilities the volume of which is fixed to foreign currency) in cases and volumes determined by separate decisions of the Board of Directors of the Company and if the said cases (amounts) are not determined by the Board of Directors of the Company;*
- 51) *determination of the purchasing policy of the Company, including the approval of the Regulations on purchases of goods, works and services, approval of the head of the Central purchasing authority of the Company and its members, and approval of the annual comprehensive program of purchases and decision making on other items in accordance with the documents approved by the Company regulating the purchasing activity of the Company;*
- 52) *decision making on the nomination of General Director of the Company for state awards;*
- 53) *approval of target values (adjusted values) of the key performance indicators (KPI) of the Company and reports on their implementation;*
- 54) *determination of the policy of the Company aimed at improving the reliability of the power grids distribution complex and other facilities of the power energy complex, including the approval of the Company's strategic programs on the reliability improvement of the power grid complex, its development and*

*its security;*

55) *determination of the housing policy of the Company including in the part of providing corporate aid to the employees of the Company for improving their living conditions in the form of subsidies, compensation of their costs, interest free loans and decision making on the provision by the Company of the said aid in cases, when the procedure of its provision is not determined by the housing policy of the Company;*

56) *filing an application for listing of shares of the Company and (or) the Company's equity securities, convertible into shares of the Company;*

57) *taking decisions on the Company's joining the industry and cross-industry standards, regulations and other documents in the electricity sector on the various activities of the Company, including the technical regulation;*

58) *definition of principles and approaches to risk management and internal control in the Company;*

59) *assessment of key operational risks (both financial and non-financial risks), as well as establishment of an acceptable amount of risks for the Company;*

60) *organization of at least 1 time a year of analysis and evaluation of the risk management and internal control system;*

61) *annual consideration of the organization, functioning and effectiveness of the risk management and internal control system in the Company;*

62) *control and organization of the internal audit unit activity, including the approval of a plan of internal audit, a report on the implementation of the plan of internal audit activities and budget of the internal audit unit, approval of decisions on the appointment, removal from office and the definition of remuneration of the head of the internal audit unit;*

63) *monitoring the compliance of the company's executive bodies with the approved strategy by the Company; hearing reports of General Director and members of the Management Board on the implementation of the strategy approved by the Company;*

64) *recommendations of executive bodies on any matters of the Company's activities;*

65) *preliminary approval of one or more interconnected transactions of the Company relating to the acquisition or possible acquisition of options, notes, investment shares of mutual funds and/or bonds by the Company worth more than 1 000 000 000 (One billion) rubles;*

66) *preliminary approval of one or more interconnected transactions of the Company relating to the transfer or possibility of the transfer of property by the Company in trust management worth more than 1 000 000 000 (One billion) rubles;*

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

68) *approval of the list of credit institutions in which the Company may deposit funds;*

69) *other issues falling within the competence of the Board of Directors in accordance with the Federal Law "On Joint Stock Companies" and the Articles of Association of the Company.*

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

*Control over the current activity of the Company is performed by the sole executive body - General Director and collegial executive body - the Management Board of the Company.*

*In accordance with clause 22.2. of the Issuer's Articles of Association, the following items are related to the competence of the Management Board of the Company:*

1) *working out the Company's development strategy and its submission for consideration to the Board of Directors;*

2) *preparation of the annual (quarter) business plan, including the investment program and the report on results of their performance, and also approval (adjustment) of cash (budget) flow of the Company;*

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

4) *consideration of reports of Deputies General Director of the Company, heads of the isolated structural divisions of the Company about results of performance of the approved plans, programs, instructions, consideration of reports, documents and other information on activity of the Company and its affiliated and dependent economic entities;*

5) *decision-making concerning the items referred to the competence of the supreme bodies of management of the economic entities, 100 (one hundred) percent of the authorized capital of which belongs to the Company (in view of sub-items 38, 39 of clause 15.1. of Article 15 of the Articles of Association);*

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

*the Board of Directors;*

*7) decision-making on conclusion of transactions, the subject of which is the property, works and services, the cost of which equals from 5 to 25 percent of the balance sheet value of the Company assets determined on the date of decision-making on the conclusion of the transaction (except for the cases stipulated by sub-clause 40, 65-67 of clause 15.1 of the Articles of Association);*

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

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

*In accordance with sub-clauses 23.2-23.3 of the Issuer's Articles of Association, the following items are related to the competence of General Director of the Company:*

*All the issues of the current activity management of the Company, except for the issues referred to the competence of the general meeting of shareholders, the Board of Directors and the Management Board of the Company.*

*General Director of the Company shall act without a Power of Attorney on behalf of the Company taking into account the limitations envisaged by the present legislation of the Russian Federation, the Articles of Association and decisions of the Board of Directors of the Company and General Director shall:*

- ensure the fulfillment of the activity plans of the Company necessary for the solution of its tasks;*
- organize accounting and reporting in the Company;*
- make use of the property of the Company and accomplish deals on behalf of the Company, issue Powers of Attorney, open settlement and other accounts of the Company with the banks and other credit institutions (as well as in cases envisaged by the law in the organizations and professional agents of the securities market) settlement and other accounts of the Company;*
- issue orders, approve (accept) instructions, local regulation reports and other internal documents of the Company on the issues of his/her competence, give instructions necessary for the execution by all employees of the Company;*
- approve Regulations on divisions and representative offices of the Company;*
- in accordance with organizational structure of the executive body of the Company approves personnel schedule and position salaries of employees of the Company;*
- exercise in respect of the Company's employees the rights and obligations of the employer, envisaged by the labour law;*
- exercise functions of Chairperson of the Management Board of the Company;*
- distribute obligations among Deputies of General Director;*
- submit for the consideration of the Board of Directors reports on financial and business activity of subsidiaries and dependent entities, the shares (parts) of which belong to the Company, as well as information on other organizations in which the Company participates, except for the cases stipulated by sub-clause 6 of clause 22.2 of Article 22 of the Articles of Association of the Company;*
- not later than 45 (forty five) days prior to the holding of the annual general meeting of the shareholders of the Company, submit for the consideration of the Board of Directors of the Company the Annual Report, Accounting Balance Sheet, the Profit and Loss Statement of the Company and distribution of profit and loss of the Company;*
- settle other issues of the Company's current activity, except for the issues referred to the competence of the General meeting of shareholders, the Board of Directors and the Management Board of the Company.*

*The issuer approved (accepted) the Corporate Governance Code or another similar document*

Data on the Corporate Governance Code or a similar document:

*The Company has the Corporate Governance Code and Code of Conduct, approved by the Board of Directors of the Company, Minutes # 03/13 of 01.03.2013.*

*During the last reporting period, changes were made to the Articles of Association (constitutive documents) of the issuer, or in the internal documents regulating the activities of the issuer*

Data on changes made to the Articles of Association of the issuer, as well as the internal documents regulating the activities of the issuer during the last reporting period:

*The Annual General Meeting of Shareholders, held 25.06.2015 (Minutes # 01/15 of 26.06.2015), approved the Articles of Association of the Company in a new edition and the following internal documents:*

- the Regulation on the General Meeting of Shareholders of the Company in a new edition;
- the Regulation on the Board of Directors of the Company in a new edition;
- the Regulation on the Audit Commission of the Company in a new edition;
- the Regulation on the Management Board of the Company in a new edition;
- the Regulation on the payment of remuneration and compensation to members of the Board of Directors of the Company in a new edition;
- the Regulation on the payment of remuneration and compensation to members of the Audit Commission of the Company in a new edition.

## 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		
06.2015	current	Kubanenergo	Member of the Board of Directors
06.2015	current	Sevkavkazenergo	Member of the Board of Directors
06.2015	current	Kabbalkenergo	Member of the Board of Directors
06.2015	current	Dagestan Energy Retail Company	Member of the Board of Directors
06.2015	current	Kalmenergosbyt	Member of the Board of Directors
06.2015	current	Tyvaenergosbyt	Member of the Board of Directors
06.2015	current	Karachaevo-Cherkesskenenergo	Member of the Board of Directors
03.2015	current	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	current	MOESK	Member of the Board of Directors
06.2014	current	IDGC of Northern Caucasus	Member of the Board of Directors
12.2013	02.2015	JSC «Rosseti»	Adviser
06.2012	04.2013	FGC UES	Deputy General Director - Chief of Staff
03.2011	06.2012	IDGC Holding	Deputy General Director - Chief of Staff
07.2010	02.2011	FGC UES	Deputy Chairman of the Management Board, Member of the Management Board



10.2009	07.2010	FGC UES	Director for Control and Audit Activities
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***Stake of this person in the authorized capital of the issuer/ordinary shares: does not have***

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

Name of Committee	Chairperson
Personnel and Remuneration Committee of the Board of Directors of the issuer	Yes
Audit Committee of the Board of Directors of the issuer	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 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 Markovich Branis***

Year of birth: ***1977***

Education:

***2001, Academy of the national economy under the Government of Russia, Bachelor of 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		
06.2012	current	TGK-2	Member of the Board of Directors
07.2011	current	IDGC of South	Member of the Board of Directors
06.2010	current	IDGC of Centre and Volga Region	Member of the Board of Directors
10.2009	current	Representative Office "Prosperity Capital Management (RF) Ltd."	Director for Investment
07.2009	05.2011	Prosperity Capital Management (RF) Ltd.	Chairman of the liquidation commission
05.2008	05.2011	Prosperity Capital Management (RF) Ltd.	Chief accountant
04.2007	06.2011	Bashkirenergo	Member of the Board of Directors
04.2005	current	"Prosperity Capital Management (RF) Ltd."	Director
04.2005	01.12.2014	TGC-6	Member of the Board of Directors
12.2004	current	IDGC of Centre, PJSC	Member of the Board of Directors

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

**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 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: **Tatiana Petrovna Dronova**

**Independent member of the Board of Directors**

Year of birth: **1954**

Education:

**Financial Academy under the RF Government, 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		
06.2015	current	IDGC of Centre, PJSC	Member of the Board of Directors
2009	current	IDGC of North-West	Member of the Board of Directors
2008	current	ZAO "Investment Holding "Energy Alliance"	Deputy General Director for Strategy and Development

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

**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 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 Yurievich 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		
10.2014	current	Moscow Chamber of Commerce and Industry	Member of the Management Board
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
12.2011	12.2012	V/O Tyazhpromexport	Chairman of the Board of Directors
09.2010	12.2012	V/O Tyazhpromexport	General Director, Acting General Director, First Deputy General Director
05.2009	08.2010	MOESK	Deputy General Director for Security, Deputy General Director for Control and Security

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

***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 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		
06.2015	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2015	current	MOESK	Member of the Board of Directors
06.2014	06.2015	IDGC of Urals	Member of the Board of Directors
06.2014	06.2015	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	current	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*

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

*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 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: *Yury Nikolayevich Pankstyanov*

Year of birth: *1980*

Education:

**2002, State University of Management, branch of study: 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		
06.2015	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2015	current	IDGC of South	Member of the Board of Directors
06.2014	06.2015	IDGC of Volga	Member of the Board of Directors
06.2014	06.2015	Tyumenenergo	Member of the Board of Directors
04.2013	current	PJSC «Rosseti»	Director of Tariff Policy Department

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

Name of Committee	Chairperson
Strategy and Development Committee of the Board of Directors of the issuer	Yes

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 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	PJSC «Rosseti»	Head of Corporate Governance Office
06.2013	current	IDGC of Centre, PJSC	Member of the Board of

			Directors
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	2015	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	current	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***

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

Name of Committee	Chairperson
Strategy and Development Committee of the Board of Directors of the issuer	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 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: ***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
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
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 Board of Directors
05.2010	12.2010	Tambov power sales company	Member of the Board of Directors
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
05.2009	06.2011	Bashkirenergo	Member of the Board of Directors
05.2009	05.2011	Joint-Stock Company of power and electrification "Magadanenergo"	Member of the Board of Directors
05.2009	06.2011	Urengoytruboprovodstroy	Member of the Board of Directors

05.2009	06.2011	Yuzhtruboprovodstroy	Member of the Board of Directors
10.2008	06.2011	Energospetsmontazh	Member of the Board of Directors
06.2008	06.2011	Dalenergomontazh	Member of the Board of Directors
06.2008	06.2011	Sevzapelektrostroy	Member of the Board of Directors
06.2008	06.2011	Novaya ERA	Member of the Board of Directors
06.2008	06.2011	Novgorodoblkommunelektro	Member of the Board of Directors
05.2007	05.2011	Novgorodsetstroy	Member of the Board of Directors
11.2006	06.2011	Smolensk Energy Repair Company	Member of the Board of Directors
06.2006	06.2011	Dagestan Energy Retail Company	Member of the Board of Directors
04.2006	12.2014	TGC-6	Member of the Board of Directors
03.2006	11.2011	Tver Energy Repair Company	Member of the Board of Directors
02.2006	12.2011	Penza Energy Repair Company	Member of the Board of Directors

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

Name of Committee	Chairperson
Audit Committee of the Board of Directors of the issuer	No
Personnel and Remuneration Committee of the Board of Directors of the issuer	No
Strategy and Development Committee of the Board of Directors of the issuer	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 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: ***Andrey Nikolayevich Kharin***

Year of birth: ***1979***

Education: ***2001, Stavropol State University, 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	IDGC of Centre, PJSC	Member of the Board of Directors
06.2015	current	IDGC of Volga	Member of the Board of Directors
06.2015	current	Arktikshelfneftegaz	Member of the Board of Directors
06.2014	current	VNIMI	Member of the Board of Directors
06.2014	current	Kubanenergo	Member of the Board of Directors
06.2014	current	IDGC of South	Member of the Board of Directors
06.2014	current	CGE OJSC	Member of the Board of Directors
06.2014	06.2015	IDGC of Centre and Volga Region	Member of the Board of Directors
06.2014	06.2015	NIC EES	Member of the Board of Directors
01.2014	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
06.2013	01.2014	DVEUK	Adviser to General Director
06.2010	12.2012	IDGC of North Caucasus	Director for Corporate Governance, Deputy General Director for Corporate Governance

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

***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 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		
06.2015	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2015	current	JSC "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 Professional Investors	Executive Director
04.2013	02.2014	UAZ	Member of the Board of Directors
06.2012	current	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
2010	2011	Centertelecom	Member of the Board of Directors
2010	2011	STC	Member of the Board of Directors
2010	2011	Sibirtelecom	Member of the Board of Directors
2009	2011	ZAO NCC	Member of the Board of Directors
2006	2011	Dalsvyaz	Member of the Board of Directors
2001	03.2014	Association of Professional Investors	Deputy Executive Director, chief expert, expert

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

Name of Committee	Chairperson
Strategy and Development Committee of the Board of Directors of the issuer	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 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		
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	current	SZEYK	Member of the Board of Directors
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

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

Data on participation in the work of committees of the Board of Directors (as of 30.06.2015)

Name of Committee	Chairperson
Personnel and Remuneration Committee of the Board of Directors of the issuer	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 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 Yurievich 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		
10.2014	current	Moscow Chamber of Commerce and Industry	Member of the Management Board
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
12.2011	12.2012	V/O Tyazhpromexport	Chairman of the Board of Directors
09.2010	12.2012	V/O Tyazhpromexport	General Director, Acting General Director, First Deputy General Director
05.2009	08.2010	MOESK	Deputy General Director for Security, Deputy General Director for Control and Security

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

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***

Any sibs with other persons who form a part of the issuer 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 Yurievich 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		
10.2014	current	Moscow Chamber of Commerce and Industry	Member of the Management Board
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
12.2011	12.2012	V/O Tyazhpromexport	Chairman of the Board of Directors
09.2010	12.2012	V/O Tyazhpromexport	General Director, Acting General Director, First Deputy General Director
05.2009	08.2010	MOESK	Deputy General Director for Security, Deputy General Director for Control and Security

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

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***

Any sibs with other persons who form a part of the issuer 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		
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	OJSC "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"	Director for HR of
08.2012	09.2012	"RAO Energy Systems of the East"	Adviser of category 1
11.2010	08.2012	V/O Tyazhpromexport	Head of HR Department, Head of HR Office

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

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***

Any sibs with other persons who form a part of the issuer 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***

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***

Any sibs with other persons who form a part of the issuer 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		
26.03.2015	current	IDGC of Centre, PJSC	Member of the Management Board
26.03.2015	current	IDGC of Centre, PJSC	First Deputy General Director
09.12.2014	26.03.2015	IDGC of Centre, JSC	Acting First Deputy General Director
17.03.2014	08.12.2014	Intercomp	Deputy General Director
21.11.2013	16.03.2014	Intercomp	Adviser to General Director
22.10.2012	20.11.2013	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
23.05.2011	21.10.2012	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
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**Stake of this person in the authorized capital of the issuer/ordinary shares: does not have**

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**

Any sibs with other persons who form a part of the issuer 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		
11.2014	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**

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**

Any sibs with other persons who form a part of the issuer 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 Rummyantsev***

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		
06.2013	current	IDGC of Centre, PJSC	Member of the Management Board
05.2013	current	IDGC of Centre, PJSC	Deputy General Director for Economy and Finance
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 Investment Programs

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

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***

Any sibs with other persons who form a part of the issuer 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: ***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
09.2006	07.2011	MOESK	Chief Accountant

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

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*

Any sibs with other persons who form a part of the issuer 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	2015, 6 months
Remuneration for participation in the work of the governance body	32 254
Wages	0

Bonuses	0
Commission fees	0
Other types of rewards	446
<b>TOTAL</b>	<b>32 700</b>

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

*Until 25.06.2015 payment of remuneration to members of the Board of Directors of the issuer was made in accordance with the Provision on payment of remuneration and compensations to members of the Board of Directors of IDGC of Centre, JSC, approved by the annual General meeting of shareholders of IDGC of Centre, JSC, (Minutes No. 01 dated 03.06.2008). Follow the link to learn the document on the website of the issuer at: <http://www.mrsk-1.ru/docs/H2H9nK.pdf>.*

*25.06.2015 the annual General meeting of shareholders of the Company approved the new edition of the Regulation on payment of remuneration and compensations to members of the Board of Directors of IDGC of Centre, PJSC (Minutes No. 01 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).*

Collegial executive body

Unit of measurement: **thousand RUB**

Indicator	2015, 6 months
Remuneration for participation in the work of the governance body	462
Wages	31 161
Bonuses	84 831
Commission fees	0
Privileges	0
Other types of rewards	0
<b>TOTAL</b>	<b>116 454</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	2015, 6 months
Board of Directors	0
Collegial executive body	0

#### **5.4. Data on structure and competence of the issuer's financial and economic activities control bodies**

- 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 # 05/15 of 16.03.2015). The Regulation is freely available on the Internet at: [http://www.mrsk-1.ru/upload/documents/Polozhenie\\_o\\_Komitete\\_po\\_auditu\\_16032015.pdf](http://www.mrsk-1.ru/upload/documents/Polozhenie_o_Komitete_po_auditu_16032015.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;*
- *oversight of the systems of risk management, internal control and corporate governance;*
- *supervision of the external audit and the auditor selection;*

- *organizing and 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 designed not to serve as a guarantor of reliability of reporting, the effectiveness of risk management, internal control and corporate governance systems, compliance, but to control over the performance by executive bodies of their duties to ensure the reliability of financial statements, the construction of reliable and efficient systems of risk management, internal control and corporate governance, compliance with laws and internal documents 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 that 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 (as of 30.06.2015)

Full name	Chairperson
Oxana Vladimirovna Shatokhina	Yes
Denis Viktorovich Kulikov	No
Yury Nikolayevich Mangarov	No
Vladimir Vladimirovich Sofyin	No
Roman Alexeevich Filkin	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:

*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 Audit and Control Department.*

*The Internal Audit and Control Department of the issuer has been exercising its functions since 06.06.2005. As at the end of the reporting quarter the Department has 9 employees.*

*The Regulation on the Internal Audit and Control Department is freely available on the Internet at:*  
[http://www.mrsk-1.ru/common/upload/docs/Polozhenie\\_o\\_DVAiK.pdf](http://www.mrsk-1.ru/common/upload/docs/Polozhenie_o_DVAiK.pdf).

*According to the Regulations on the Internal Audit and Control Department, the Department performs the following functions:*

- *estimation of reliability and efficiency of functioning of an internal control and risk management system, revealing of lacks of an internal control system of the Company;*
- *planning, organisation and carrying out of internal audits of structural subdivisions of the executive office (hereinafter the Executive Office), branches of the Company, business processes, projects and lines of business;*
- *planning, organisation and carrying out of audit of execution by the Company and SAC of orders of state structures of the Russian Federation concerning functioning and development of the electric grid complex;*
- *realisation of expert-analytical events as instructed by General Director of the Company;*
- *participation in special (office) investigations on facts of abusings (swindle), damnification, no-purpose, inefficient resource utilisation;*
- *preparation of reports and conclusions about results of carrying out of internal audit;*
- *development of recommendations about increase of efficiency and productivity of activity of the Company and SAC, enhancement of corporate management, efficiency of internal control and risk management processes by results of internal audits and estimations;*
- *realisation of the post-control and the control of realisation of correcting events following the results of internal audit performance;*

- *informing executive bodies about results of audit and a condition of an internal control and risk management system, the basic tendencies and changes in the activity, representation offers on the activity efficiency increase;*
- *development of a plan and programs of carrying out of audits of SAC and its dependent companies;*
- *forming a list of candidates for audit commissions of SAC and its dependent companies;*
- *conducting clerical work of audit commissions of the Company, SAC and its dependent companies (including preparation of notifications, reports, etc.);*
- *organizational provision of carrying out of audits according to provisions about audit commissions and regulations of auditing activity, including with participation of experts, employees of other structural subdivisions of the Company, if necessary;*
- *participation in carrying out of audits of financial and economic activity (separate lines of business) as members of the Audit Commission or experts, if necessary;*
- *preparation of conclusions (acts) and improvement notices and recommendations by results of activity audit of SAC and its dependent companies;*
- *analysis of results of audits and informing executive bodies of the Company about the basic tendencies and changes in activity of the Company, SAC and its dependent companies, representation of offers on increase of efficiency of functioning of the electric grid complex of the Company;*
- *realisation of the post-control and the control of elimination by divisions of the Executive Office, branches of the Company, SAC and its dependent companies of infringements and lacks revealed during audits, execution of recommendations and improvement notices of audit commissions;*
- *organizational-documentary support of activity of the Audit Commission of the Company;*
- *organisation of development of correcting events for results of audits of the Company, directed on remedial action and realisation of the recommendations which have been given out by the Audit Commission of the Company, the control over their execution;*
- *interaction with the external auditor of the Company and SAC concerning the internal control and risk management system performance evaluation, including granting of the information on the internal control system condition in the Company, SAC and its dependent companies;*
- *coordination of conclusions of external auditors about the internal control and risk management system condition;*
- *quality evaluation of work of the external auditor, preparation of the conclusion by results of the given estimation and its communication to interested persons;*
- *interaction with the Audit Committee of the Board of Directors of the Company concerning the internal control and risk management, internal audit;*
- *preliminary analysis of materials, submitted for consideration of the Audit Committee of the Board of Directors of the Company, about completeness of disclosing and objectivity of the information stated;*
- *organisation in the Company, SAC and its dependent companies of a uniform internal control and risk management system;*
- *activity organisation on enhancement and development of a risk-focused internal control system, realisation of standardization of internal audit in the Company, organisation of unification of activity of audit commissions of SAC and its dependent companies;*
- *estimation of reliability and efficiency of functioning of an internal control, risk management and corporate management system, revealing of lacks of the internal control system of the Company;*
- *participation in working groups, commissions, collegial bodies, provision of carrying out of the analysis, issue of conclusions and preparation of expert opinions concerning performance of supplementary procedures of the current control in key and high risk business processes (taking into account necessity of observance of the balance of participation in the current control and observance of independence at carrying out of the subsequent control);*
- *coordination of activity of divisions of the Executive Office and branches of the Company on creation and effective functioning of the control environment of business processes, development of recommendations for description and implementation of control procedures in business processes and fixing responsibility to office holders;*
- *organisation of constant monitoring and coordination of drafts of local regulations of the Company about conformity to requirements of the internal control, to availability, efficiency, sufficiency and correctness of formulations of control procedures, absence of duplicative or incompatible functions;*
- *organisation and coordination of activity of divisions of the Executive Office and branches of the Company on risk revealing, estimation and management;*
- *estimation of sufficiency and efficiency of events for risk management, the control over accomplishment of actions plans on risk management;*

- *issue of recommendations to owners of risks and to management of the Company concerning risk management, efficiency of implementable events;*
- *organisation of consideration and approval by executive bodies of the Company of events for risk management, risk-appetite and strategy of reaction to external threats;*
- *informing executive bodies of the Company about results of risk management, tendencies and the risk management system condition;*
- *preparation of expert opinions, conclusions and offers on materials submitted for consideration by the management and executive bodies of the Company and SAC concerning the organisation and functioning of the internal control and risk management system;*
- *development of recommendations about increase of efficiency and productivity of activity of the Company and SAC, enhancement of corporate management, efficiency of internal control and risk management processes;*
- *provision of interaction with the state control-supervising bodies at realisation of control events by them;*
- *preparation of analytical, information, reference and other materials concerning the organisation and functioning of the internal control and risk management system;*
- *coordination of information interaction between the state control-supervising bodies and structural subdivisions, organizational support of control events conducted by them;*
- *organisation of development of correcting events directed on remedial action and realisation of recommendations and improvement notices, given out by the state control-supervising bodies, the control over their execution;*
- *conducting recording of checks performed by external control facilities (supervision), and their results;*
- *organisation of provision of accomplishment of requirements of the state control bodies to the internal control system.*

*According to the Regulation on the Internal Audit and Control Department, the Department is an independent structural unit of the Company. In accordance with the Company's organizational structure administratively the Division reports directly to General Director and functionally reports to the Audit Committee. 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 and Control Department provides to the Company's Audit Committee a report on checks in the implementation of internal control procedures, as well as information on the status of documents aimed at improvement and development of the internal control system in the Company.*

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

*The internal audit of the issuer carried out by a structural subdivision of the Internal Audit and Control Department – the Internal Audit Section.*

*In accordance with the Regulation on the Internal Audit Section, it performs the following functions:*

*1.1. Organization and implementation of follow-up activities of the Company and SDC:*

- *evaluation of the reliability and efficiency of the internal control and risk management system, identification of deficiencies in the Company's system of internal control;*
- *planning, organizing and conducting internal audits of structural subdivisions of the executive office (hereinafter - the Executive Office), the Company's branches, business processes, projects and activities;*
- *planning, organizing and conducting check of performance of orders of state bodies of the Russian Federation on the functioning and the electric grid development by the Company and SDC;*
- *implementation of expert and analytical activities on behalf of General Director of the Company;*
- *preparing reports and opinions on the results of the internal audit;*
- *making recommendations to improve the effectiveness and efficiency of the activity of the Company and SDC, the improvement of corporate governance, the effectiveness of internal controls and risk management processes as a result of internal audits and evaluations;*
- *postcheck execution and monitoring of the implementation of corrective actions on the results of the internal audit;*
- *providing information to management bodies on the results of audits and the state of the system of internal control and risk management, the main trends and developments in the activities, submission of*



*proposals to improve performance.*

*1.2. Organization of interaction with the external auditor of the Company and SDC on assessing the effectiveness of the internal control and risk management system:*

- *interaction with the external auditor of the Company and SDC on assessing the effectiveness of the internal control and risk management system, including the provision of information on the state of internal control in the Company, SDC and SAC;*
- *coordination of findings of the external auditors on the status of the internal control and risk management system;*
- *assessment of the quality of work of the external auditor, the preparation of an opinion on the results of this evaluation and bringing it to persons concerned.*

*1.3. Implementation of interaction with the Audit Committee of the Board of Directors of the Company in the framework of functional subordination:*

- *interaction with the Audit Committee of the Board of Directors on internal control and risk management, internal audit;*
- *preliminary analysis of materials submitted to the Audit Committee of the Board of Directors of the Company, for completeness of disclosure and objective presentation of information.*

*1.4. Implementation in the Company, SDC and SAC of common approaches to the construction of the internal control and risk management system:*

- *organization in the Company, SDC and SAC of an unified system of internal control and risk management;*
- *organization of activities to improve and develop a risk-based internal control system, implementation of standardization of internal audit in the Company, organization of unification of the audit commissions of SDC and SAC.*

*1.5. Methodological and organizational support of preventive and current control implementation in the Company and SDC:*

- *evaluation of reliability and efficiency of the internal control, risk management and corporate governance system, identification of deficiencies in the internal control system of the Company;*
- *organization of permanent monitoring and coordination of drafts of local regulations of the Company to ensure compliance with internal control requirements, availability, efficiency, adequacy and correctness of wording of control procedures, lack of redundant or incompatible functions;*
- *preparation of expert opinions, conclusions and proposals on the materials submitted to the leadership and management bodies of the Company and SDC on the organization and functioning of the internal control and risk management system.*

*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 has 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 the persons forming a part of financial and economic activities of control bodies 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 Audit Activities and 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***

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***

Any sibs with other persons who form a part of the issuer 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: ***Tatiana Viktorovna Zaitseva***

Year of birth: ***1969***

Education:

***1991, Novosibirsk Institute of National Economy; branch of study: industrial enterprise accountant.***

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»	Deputy Head of Control and Risk Office of Control Department; Chief Expert of Methodology Section of Control and Risk Office of Internal Audit and Control Department
2012	2014	ESS-ENES	Head of Internal Audit Service
2010	2011	OJSC "Oil Company "Magma"	Chief of Internal Audit Service

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

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***

Any sibs with other persons who form a part of the issuer 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***

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***

Any sibs with other persons who form a part of the issuer 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»	Principal Expert of Audit Activities Office of 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***

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***

Any sibs with other persons who form a part of the issuer 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»	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
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**Stake of this person in the authorized capital of the issuer/ordinary shares: does not have**

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**

Any sibs with other persons who form a part of the issuer 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 and Control 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 and Control Department**

Full name: **Svetlana Valeryevna Shpakova**

Year of birth: **1975**

Education:

**1997, Krasnoyarsk State Technical University; branch of study: economics and 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		
04.2013	current	IDGC of Centre, PJSC	Head of 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
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*Stake of this person in the authorized capital of the issuer/ordinary shares: does not have*

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*

Any sibs with other persons who form a part of the issuer 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	2015, 6 months
Remuneration for participation in the work of the governance body to control over the financial and economic activities of the issuer	558
Wages	0
Bonuses	0
Commission fees	0
Other types of rewards	0
TOTAL	558

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

*Until 25.06.2015 the payment of remuneration to members of the Audit Commission of the issuer was made in*

accordance with, approved by the annual general meeting of shareholders of IDGC of Centre, JSC, Minutes #01 of 03.06.2008. Follow the link to learn the document on the website of the issuer at: <http://www.mrsk-1.ru/docs/rk.pdf>; <http://www.e-disclosure.ru/portal/company.aspx?id=7985>.

25.06.2015 the annual general meeting of shareholders of the Company approved the new edition of the Regulation on payment of remuneration and compensations 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/polozhenie\\_rk\\_vozn.pdf](http://www.mrsk-1.ru/upload/documents/polozhenie_rk_vozn.pdf).

Name of the body for control over financial and economic activity of the issuer: **Internal Audit and Control Department**

Remuneration for participation in the work of the control body

Unit of measurement: **thousand RUB**

Indicator	2015, 6 months
Remuneration for participation in the work of the governance body to control over the financial and economic activities of the issuer	0
Wages	7 439
Bonuses	6 424
Commission fees	0
Other types of rewards	0
TOTAL	13 863

Information on the existing agreements relating to such payments within the current financial year:  
**Payment of remuneration to employees of the Internal Audit and Control 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)	2015, 6 months
Audit Commission	0
Internal Audit and Control 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	2015, 6 months
Average number of employees, people	29 529
Fund of accrued wages of employees during the reporting period	6 550 847
Social benefits of employees during the reporting period	73 878

**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 (joint-stock) 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 amount of persons registered in the issuer's shareholder register the end date of completion of the last reporting quarter: **14 182**

Total number of nominee holders of the issuer's shares: **9**

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): **16 442**

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): **20.05.2015**

The holders of ordinary shares of the issuer that are subject to the inclusion in this list: **16 442**

Information on the number of treasury shares owned by the issuer for 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 participants (shareholders) of such persons 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.**

#### ***Nominee holder***

Information on the nominee holder:

Full name: ***Depository and Corporate Technologies Limited Liability Company***

Abbreviated name: ***DCT Ltd.***

Location: ***Moscow, Stromynka street 4, building 1***

TIN: ***7729520219***

Primary State Registration Number (OGRN): ***1057746181272***

Phone: ***(495) 641-3031***

Fax: ***(495) 641-3031***

E-mail: ***dkt@depotech.ru***

Information on the license of professional participant of securities market

Number: ***177-11151-000100***

Date of issue: ***03.04.2008***

Date of expiry: ***Unlimited***

Name of body which issued the license: ***FFMS of Russia***

Amount of ordinary shares of the issuer registered in the register of shareholders of the issuer for the name of the nominal holder: ***21 206 473 501***

Number of preferred shares of the issuer, registered in the register of shareholders of the issuer in the name of nominee holder: ***0***

Other information provided by the issuer at its own discretion: *no*

2.

***Nominee holder***

Information on the nominee holder:

Full name: *Non-bank credit organization Closed Joint Stock Company "National Settlement Depository"*

Abbreviated name: *ZAO NRD*

Location: *Moscow, Spartakovskaya street 12*

TIN: *7702165310*

Primary State Registration Number (OGRN): *1027739132563*

Phone: *(495) 234-4827*

Fax: *(495) 956-0938*

E-mail: *info@nsd.ru*

Information on the license of professional participant of securities market

Number: *177-12042-000100*

Date of issue: *19.02.2009*

Date of expiry: *Unlimited*

Name of body which issued the license: *FFMS of Russia*

Amount of ordinary shares of the issuer registered in the register of shareholders of the issuer for the name of the nominal holder: *18 699 437 140*

Number of preferred shares of the issuer, registered in the register of shareholders of the issuer in the name of nominee holder: *0*

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 name: *Federal Agency for Federal Property Management*

Location: *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 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 (joint-stock) capital (share fund) 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: **12.05.2014**

List of shareholders (participants)

Full company 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 trade 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: **20.05.2015**

List of shareholders (participants)

Full company 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 trade 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: **thousand 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	479	532 093 378
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	479	532 093 378
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**

As at 30.06.2015

Unit of measurement: **thousand RUB**

Indicator	Value
Accounts receivable of buyers and customers	12 808 250
including overdue	7 289 829
Accounts receivable under promissory notes receivable	0
including overdue	0
Accounts receivable of participants (founders) under contributions to the authorized capital	0

including overdue	0
Other accounts receivable	3 720 618
including overdue	1 309 061
Total amount of accounts receivable	16 528 868
including total amount of overdue accounts receivable	8 598 890

The debtors owing at least 10% of the total amount of accounts receivable for the stated reporting period

Full trade name: **Joint Stock Company "AtomEnergoSbyt"**

Abbreviated trade name: **JS "AtomEnergoSbyt"**

Location: **Moscow. Company address: 115114, Moscow, Letnikovskaya Street, 10, bldg. 4**

TIN: **7704228075**

PSRN: **1027700050278**

Amount of accounts receivable: **2 110 781,48**

Unit of measurement: **thousand RUB**

The size and terms of overdue accounts receivable (interest rate, penalties, fines): **927 406,83 thousand RUB**

Debtor is an affiliate of the issuer: **No**

## 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. Quarterly accounting (financial) reporting of the issuer

#### Balance sheet as at 30.06.2015

Form according to All-Russian Classifier of Management Documentation	Codes
	<b>0710001</b>
Date	<b>30.06.2015</b>
Organization: <b>Interregional Distribution Grid Company of Centre, Public Joint-Stock Company</b>	according to All-Russian Classifier of Businesses and Organisations <b>75720657</b>
Id. tax payer number	TIN <b>6901067107</b>
Type of activity:	according to All-Russian Classifier of Economic Activities <b>40.10.2</b>
Business legal structure / form of ownership: <b>Public Joint-Stock Company /</b>	according to All-Russian Classifier of Legal Structures of Businesses / All-Russian Classifier of Forms of Ownership <b>/</b>
Unit of measurement: <b>thousand RUB</b>	according to All-Russian Classifier of Measurement Units <b>384</b>
Location (Address): <b>127018, Moscow, Russia, 2nd Yamskaya, 4</b>	

Notes	ASSETS	Line code	As at 30.06.2015	As at 31.12.2014	As at 31.12.2013
1	2	3	4	5	6
	I. NON-CURRENT ASSETS				
5.1.1., 5.2.2.	Intangible assets	1110	31 540	35 715	41 163
	including pending transactions to acquire intangible assets	1111	222	-	-
5.2.1. - 5.2.2.	R&D results	1120	83 129	84 748	77 030
5.2.2.	including expenses for R&D in progress	1121	24 254	19 320	77 030
	Intangible exploratory assets	1130	-	-	-

	Tangible exploratory assets	1140	-	-	-
5.3.1 - 5.3.6	Fixed assets	1150	89 139 958	89 170 794	85 253 111
	land plots and environmental facilities	1151	280 694	201 313	199 909
	buildings, machinery and equipment, constructions	1152	82 837 215	83 820 570	79 171 795
	other types of fixed assets	1153	1 407 671	1 565 862	1 493 079
5.3.5	construction in progress	1154	4 318 038	3 395 011	4 279 579
5.3.6	advances made for capital construction and acquisition of fixed assets	1155	7 499	10 090	23 421
	raw materials for use in the creation of fixed assets	1156	288 841	177 948	85 328
5.3.1	Profitable investments in tangible assets	1160	-	-	-
	property for leasing	1161	-	-	-
	property on tenancy contract basis	1162	-	-	-
5.4.1 - 5.4.3	Financial investments	1170	243 642	1 377 090	1 611 955
	investments in subsidiaries	1171	15 355	1 117 470	1 117 470
	investments in affiliates	1172	-	-	-
	investments in other companies	1173	223 287	165 620	175 885
	loans granted to companies for more than 12 months period	1174	5 000	94 000	318 600
	other long-term financial investments	1175	-	-	-
5.7.2	Deferred tax assets	1180	1 829 277	1 014 769	1 015 568
	Other non-current assets	1190	539 485	489 885	530 760
	TOTAL for section I	1100	91 867 031	92 173 001	88 529 587
	II. CURRENT ASSETS				
5.5.1 - 5.5.2	Supplies	1210	2 348 611	1 744 087	1 990 889
	raw material, materials and other analogous values	1211	2 348 611	1 744 087	1 990 889
	construction in progress costs	1212	-	-	-
	finished products and goods for resale	1213	-	-	-
	shipped goods	1214	-	-	-
	other supplies and expenses	1215	-	-	-
	Value added tax according to purchased valuables	1220	397 154	19 389	1 952
5.6.1. - 5.6.4	Accounts receivable	1230	16 528 868	16 713 561	13 024 838
	Payments on which are expected more than 12 months after accounting date	1231	26 112	22 629	23 437
	buyers and customers	123101	13 641	9 081	7 699
	bills receivable	123102	-	-	-
	advances made	123103	6 536	7 319	5 303
	other accounts receivable	123104	5 935	6 229	10 435
	Payments on which are expected within 12 months after accounting date	1232	16 502 756	16 690 932	13 001 401
	buyers and customers	123201	12 794 609	13 892 943	11 065 331
	bills receivable	123202	-	-	-
	debts of subsidiaries and affiliates on	123203	-	-	-

	dividends				
	debts of participators (founders) according to contributions in the authorised capital	123204	-	-	-
	advances made	123205	353 219	424 842	166 283
	other accounts receivable	123206	3 354 928	2 373 147	1 769 787
5.4.1. - 5.4.3	Financial investments (excluding money equivalents)	1240	-	-	-
	loans granted to organisations for less than 12 months period	1241	-	-	-
	other short-term financial investments	1242	-	-	-
F. 4	Monetary funds and money equivalents	1250	1 183 248	367 344	1 030 417
	cashier's desk	1251	-	-	335
	settlement accounts	1252	471 466	343 147	1 002 718
	foreign exchange accounts	1253	-	-	-
	other monetary funds	1254	711 782	24 197	27 364
	Other current assets	1260	60 853	374 656	410 405
	TOTAL for section II	1200	20 518 734	19 219 037	16 458 501
	BALANCE (assets)	1600	112 385 765	111 392 038	104 988 088

Notes	LIABILITIES	Line code	As at 30.06.2015	As at 31.12.2014	As at 31.12.2013
1	2	3	4	5	6
	<b>III. CAPITAL AND RESERVES</b>				
3.1.	Share capital (joint-stock capital, authorised capital, limited partner contributions)	1310	4 221 794	4 221 794	4 221 794
3.1.	Own shares repurchased from shareholders	1320	-	-	-
5.3.1, 5.1.1.	Revaluation of non-current assets	1340	-	-	-
3.1.	Additional capital (without revaluation)	1350	33 269 936	33 269 936	33 269 936
3.1.	Reserve capital	1360	211 090	211 090	211 090
3.1.	Retained profit (uncovered loss)	1370	18 167 031	18 528 776	15 273 047
	of past years	1371	17 697 083	15 202 837	14 980 149
	of the reporting period	1372	469 948	3 325 939	292 898
	TOTAL for section III	1300	55 869 851	56 231 596	52 975 867
	<b>IV. LONG-TERM LIABILITIES</b>				
5.6.7 - 5.6.8	Loans and credits	1410	27 170 000	27 670 000	31 220 000
	bank credits subject to payment more than within 12 months after the reporting date	1411	22 170 000	27 670 000	27 220 000
	loans subject to payment more than within 12 months after the reporting date	1412	5 000 000	-	4 000 000
5.7.2.	Deferred tax liabilities	1420	7 164 341	6 986 807	6 349 854
5.7.1.	Estimated liabilities	1430		-	-
5.6.5 - 5.6.6.	Other liabilities	1450	469 340	570 490	575 327
	TOTAL for section IV	1400	34 803 681	35 227 297	38 145 181
	<b>V. SHORT-TERM LIABILITIES</b>				
5.6.7 - 5.6.8	Loans and credits	1510	9 585 605	9 530 970	1 831 100

	bank credits subject to payment more than within 12 months after the reporting date	1511	5 468 495	5 455 450	1 756 540
	loans subject to payment more than within 12 months after the reporting date	1512	4 117 110	4 075 520	74 560
5.6.5 - 5.6.6	Accounts payable	1520	9 750 706	8 669 198	10 121 980
	suppliers and contractors	1521	4 358 258	5 315 569	6 212 616
	bills payable	1522	-	-	-
	debt to personnel relating to labour payment	1523	639 812	48 444	10 806
	debt to governmental extra-budgetary funds	1524	316 708	328 605	312 890
	taxes and levies payable	1525	1 055 450	623 824	786 475
	advances received	1526	1 983 135	1 743 124	2 047 937
	debts to participators (founders) according to income payment	1527	844 650	13 120	18 754
	other accounts payable	1528	552 693	596 512	732 502
	Deferred income	1530	240	329	509
5.7.1	Estimated liabilities	1540	2 375 682	1 732 648	1 913 451
	Other liabilities	1550	-	-	-
	TOTAL for section V	1500	21 712 233	19 933 145	13 867 040
	BALANCE (liabilities)	1700	112 385 765	111 392 038	104 988 088

**Head**

***K.A. Mikhailik***

**Chief Accountant**

***L.A. Sklyarova***

**28 July 2015**

**Profit and loss statement  
for 6 months 2015**

		Codes
Form according to All-Russian Classifier of Management Documentation		<b>0710002</b>
	Date	<b>30.06.2015</b>
Organization: <b>Interregional Distribution Grid Company of Centre, Public Joint-Stock Company</b>	according to All-Russian Classifier of Businesses and Organisations	<b>75720657</b>
Id. tax payer number	TIN	<b>6901067107</b>
Type of activity:	according to All-Russian Classifier of Economic Activities	<b>40.10.2</b>
Business legal structure / form of ownership: <b>Public Joint-Stock Company /</b>	according to All-Russian Classifier of Legal Structures of Businesses / All-Russian Classifier of Forms of Ownership	/
Unit of measurement: <b>thousand RUB</b>	according to All-Russian Classifier of Measurement Units	<b>384</b>
Location (Address): <b>127018, Moscow, Russia, 2nd Yamskaya, 4</b>		

Notes	Indicator	Line code	For 6 months 2015	For 6 months 2014
1	2	3	4	5
	Revenue	2110	38 883 660	47 599 431
	including			
	revenue from electricity transmission	2111	38 031 794	31 542 662
	revenue from grid connection	2112	461 402	743 729
	revenue from functioning organisation and development of UES of Russia in terms of electric distribution grid	2113	-	-
	revenue from resale of electric energy and capacity	2114	-	14 892 662
	income from participation in other organisations	2115	-	-
	lease income	2116	27 247	29 158
	revenue from sale of other goods, products, works, services of industrial nature	2117	363 217	391 220
	revenue from sale of other goods, products, works, services of non-industrial nature	2118	-	-
2.1.	Cost of sales of	2120	-33 010 555	-40 117 543
	including			
	electricity transmission	2121	-32 638 103	-32 316 353
	grid connection	2122	-178 506	-152 920
	functioning organisation and development of UES of Russia in terms of electric distribution grid	2123	-	-



	resale of electric energy and capacity	2124	-	-7 453 987
	participation in other organisations	2125	-	-
	lease	2126	-4 320	-4 192
	other goods, products, works, services of industrial nature	2127	-189 626	-190 091
	other goods, products, works, services of non-industrial nature	2128	-	-
	Gross profit (loss)	2100	5 873 105	7 481 888
2.1.	Commercial expenses	2210	-11 695	-623 267
2.1.	Management expenses	2220	-1 171 675	-1 191 199
	Profit (loss) from sales	2200	4 689 735	5 667 422
	Profit from participation in other organisations	2310	-	-
	Interest receivable	2320	137 750	61 922
	Interest payable	2330	-2 059 891	-1 215 310
5.11	Other profit	2340	2 823 078	862 926
5.11	Other expenses	2350	-4 443 966	-2 227 371
	Profit (loss) before taxation	2300	1 146 706	3 149 589
2.3.	Current profit tax	2410	-1 313 241	-1 311 095
2.3.	including constant tax liabilities (assets)	2421	410 822	450 916
2.3.	Change in deferred tax liabilities	2430	-178 987	-251 215
2.3.	Change in deferred tax assets	2450	852 065	481 475
2.3.	Other	2460	-36 595	-42 093
	Net profit (loss)	2400	469 948	2 026 661
	FOR REFERENCE:			
5.1. 1., 5.3. 1.	Result from the revaluation of fixed assets, not included in net income (loss) for the period	2510	-	-
3.2.	Result from other transactions not included in net income (loss) for the period	2520	-	-
	Aggregate financial result of the period	2500	469 948	2 026 661
2.2.	Basic earnings (loss) per share	2900	-	-
2.2.	Diluted earnings (loss) per share	2910	-	-

*Head*

*K.A. Mikhailik*

*Chief Accountant*

*L.A. Sklyarova*

*28 July 2015*

Information accompanying the accounting statements

*The information is provided in the Appendix to this quarterly report*

### **7.3. Consolidated financial statements of the issuer**

*The annual consolidated accounting statements of the issuer prepared in accordance with the requirements, established by the legislation of the Russian Federation, are not subject to submission due of presenting the annual consolidated financial statements prepared in accordance with IFRS*

*The issuer made the summary (consolidated) accounting statements for the last completed fiscal year in accordance with International Financial Reporting Standards*

2014 - IFRS

Reporting period

Year: **2014**

Quarter:

Standards (Rules), under which the summary accounting (consolidated financial) statements are made, which are disclosed in this paragraph of the quarterly report: **IFRS**

*The information is provided in the Appendix to this quarterly report*

### **7.4. Data on the accounting policy of the issuer**

*No changes occurred in the data of this point for the reporting quarter*

### **7.5. Data on the total sum of export, and on export share in the total amount of sales**

*The issuer does not export goods (works, services)*

### **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 (conference) of the issuer supreme management body**

Name of the supreme governance authority of the issuer: *General Meeting of Shareholders of IDGC of Centre, PJSC*

The notification procedure of shareholders (participants) on holding the meeting of the supreme governance body of the issuer:

*The notice on holding the General meeting of shareholders in the form of a meeting is published on the Company's web-site on the Internet at [www.mrsk-1.ru](http://www.mrsk-1.ru) not later than 30 (thirty) days prior to the date of its holding.*

*Voting ballots on items on the agenda shall be sent by registered mail at the address specified in the list of persons entitled to participate in the General Meeting of Shareholders or handed out against signature to each person specified in the list of persons entitled to participate in the General Meeting of Shareholders within 20 (twenty) days before the date of holding General Meeting of Shareholders.*

*The notice of General Meeting of shareholders by absentee ballot is published on the Company's web-site on the Internet at [www.mrsk-1.ru](http://www.mrsk-1.ru) not later than 30 (thirty) days before the deadline for accepting ballots by the Company.*

*Voting ballots on items on the agenda shall be sent by registered mail at the address specified in the list of persons entitled to participate in the General Meeting of Shareholders or handed out against signature to each person specified in the list of persons entitled to participate in the General Meeting of Shareholders within 20 (twenty) days before the deadline for accepting ballots by the Company.*

*If the proposed agenda of the Extraordinary General Meeting of Shareholders includes the election of members of the Board of Directors, then the notice on holding the Extraordinary General Meeting of Shareholders shall be sent not later than 70 (Seventy) days prior to the date of its holding.*

Persons (bodies) who have the right to convoke (to demand holding) of the extraordinary meeting of the supreme governance body of the issuer, and also the order of sending (presentation) of such requirements:

*Extraordinary General meeting of shareholders of the Company is held under the decision of the Board of Directors of the Company on the basis of its own initiative, the requirement of the Audit Commission of the Company, the Auditor of the Company, as well as a shareholder (shareholders), being holder(s) of at least*

**10 (Ten) percent of voting shares of the Company on the date of presentation of the request.**

**The request to convene the Extraordinary General Meeting of Shareholders shall contain items to be introduced to the agenda of the meeting.**

**Persons (a person) requesting the convocation of the Extraordinary General Meeting of Shareholders may submit a draft resolution of the Extraordinary General Meeting of Shareholders and proposal of the form in which such Extraordinary General Meeting shall be held. Should the request of convocation of the Extraordinary General Meeting of Shareholders contain a proposal of nominations, such proposal is subject to the respective provisions of Article 13 of these Articles of Association of the Company.**

**Should the request of convocation of the Extraordinary General Meeting of Shareholders be made by the shareholder (shareholders) it shall contain the name of the shareholder (names of the shareholders) requesting to convene such Extraordinary General Meeting of Shareholders, number and category (type) of the Company's shares held by them.**

**The request to convene the Extraordinary General Meeting of Shareholders shall be signed by the person (persons) requesting to convene such Extraordinary General Meeting of Shareholders of the Company.**

Procedure of definition of the date for holding the meeting of the supreme governance body of the issuer:

**Annual General Meeting of shareholders of the Company shall be held not earlier than two months and no later than six months after the end of the fiscal year.**

**Convocation of the extraordinary General meeting of shareholders on demand of the Audit Commission of the Company, the Auditor of the Company or the shareholders (shareholder) being holders of at least 10 (Ten) percent of voting shares of the Company is carried out by the Board of Directors of the Company.**

**Such General meeting of shareholders should be held within 50 (Fifty) days from the moment of representation of the request on holding the extraordinary General meeting of shareholders of the Company, except for the case stipulated by clause 14.9. of the Articles of Association of the Company.**

**If the proposed agenda of the extraordinary General meeting of shareholders contains an item on election of members of the Board of Directors of the Company, the General meeting of shareholders should be held within 95 (Ninety five) days from the moment of representation of the request on holding the extraordinary General meeting of shareholders of the Company.**

Persons who are entitled to make proposals in the agenda of the meeting of the supreme governance body of the issuer, and also the order of making such proposals:

**Shareholders (a shareholder) of the Company being jointly the holders of not less than 2 (Two) percent of voting shares of the Company are entitled to propose items for the agenda of the Annual General meeting of shareholders and to nominate candidates to the Board of Directors and the Audit Commission of the Company, whose number cannot exceed the number of members of the correspondent body within 60 (sixty) days after the end of fiscal year.**

**Proposal on introduction of items for the agenda of the General meeting of shareholders and proposal on nomination of candidates are made in writing with indication of the name of shareholders (a shareholder) who introduced them, number and class (type) of shares held by them and should be signed by the shareholders (shareholder).**

**Proposal on introduction of items for the agenda of the General meeting of shareholders should contain formulation of every proposed item and proposal on nomination of candidates should contain the name and data of document identifying a person (series and (or) number of document, date and place of its issue, authority that issued this document) of every nominated candidate, name of the body which he is nominated to be elected to.**

**The Board of Directors of the Company shall consider the proposals and decide on their inclusion in the agenda of the General Meeting of Shareholders or to refuse to include in the agenda not later than 5 (five) days after the end of the period specified in para. 13.1. of Article 13 of the Company's Articles of Association.**

**The Board of Directors of the Company may refuse to include proposed by the shareholder (shareholders) items into the agenda of the General Meeting of Shareholders, as well as to include nominees in the list of candidates for election to the corresponding body of the Company on the grounds provided by the Federal Law "On Joint-Stock Companies" and other legal acts of the Russian Federation.**

**The reasoned decision of the Board of Directors of the Company to refuse to include the item into the agenda of the General Meeting of Shareholders or a nominee into the list of candidates for election to the corresponding body of the Company is sent to the shareholder (shareholders), who proposed the item or candidate, not later than 3 (three) days from the date of its adoption.**

**The Board of Directors of the Company is not entitled to make changes to the wording of items proposed for inclusion in the agenda of the General Meeting of Shareholders, and (if any) in the wording of**

*decisions on such items.*

*In addition to the items proposed for inclusion in the agenda of the General Meeting of Shareholders, and in the absence of such proposals, absence or insufficient number of candidates proposed by shareholders to form a corresponding body, the Board of Directors of the Company is entitled to include in the agenda of the General Meeting of Shareholders items or candidates in the list of nominees at its discretion.*

*An Extraordinary General Meeting of Shareholders shall be held by the resolution of the Company's Board of Directors at its own initiative, the request of the Audit Commission of the Company, the Auditor of the Company and the Shareholder (Shareholders) holding at least 10 (ten) percent of voting shares of the Company as of the date of request.*

*An Extraordinary General Meeting of Shareholders shall be convened at the request of the Audit Commission, the Auditor or the Shareholders (Shareholder) of the Company holding at least 10 (ten) percent of the voting shares of the Company by the Board of Directors of the Company.*

*If the proposed agenda of the extraordinary General meeting of shareholders contains the item on the election of members of the Board of Directors of the Company:*

*Shareholders (a shareholder) of the Company being jointly the holders of not less than 2 percent of voting shares of the Company are entitled to nominate candidates for the election to the Board of Directors of the Company whose number cannot exceed the number of members of the Board of Directors of the Company. Such proposals should be sent to the Company not later than 30 (Thirty) days prior to the date of holding the extraordinary General meeting of shareholders. The Board of Directors of the Company shall consider the proposals and decide on their inclusion in the agenda of the Extraordinary General Meeting of Shareholders or to refuse to include into the agenda not later than 5 (Five) days after the end of the period specified in paragraph 2 of subparagraph 14.9.2. of the Company's Articles of Association.*

Persons entitled to examine the information (documents) given for preparation and holding the meeting of the supreme governance body of the issuer, and also the order of examination of such information (documents):

*The information (documents) concerning the agenda of General meeting of shareholders within 20 (twenty) days, and in case of holding the General meeting of shareholders, the agenda of which contains an item on reorganization of the Company, within 30 (thirty) days prior to holding the General meeting of shareholders should be available to the persons entitled to participate in the General meeting of shareholders, for examination in the premises of the executive office of the Company and other places, the addresses of which are specified in the notice on holding the General meeting of shareholders. The specified information (materials) should be available to the persons participating in the General meeting of shareholders during its holding.*

*The order of examination of the persons entitled to participate in the General meeting of shareholders, with the information (documents) concerning the agenda of the General meeting of shareholders and the list of such information (documents) are defined by the decision of the Board of Directors of the Company.*

The order of announcement (bringing to the notice of shareholders (participants) of the issuer) of the decisions taken by the supreme governance body of the issuer, and also results of voting:

*At holding the meeting in person:*

*Minutes of the General Meeting of Shareholders shall be made not later than 3 (three) working days after the closing of the General Meeting of Shareholders in two copies. Both copies are signed by the Chairperson of the General Meeting of Shareholders and the Secretary of the General Meeting of shareholders (the Corporate Secretary).*

*Minutes of the General Meeting of Shareholders are posted on the official website of the Company on the Internet at [www.mrsk-1.ru](http://www.mrsk-1.ru) no later than 3 (three) days from the date of their making.*

*Resolutions adopted by the General Shareholders Meeting and the voting results may be announced at the General Meeting of Shareholders at which the voting took place, and shall be also communicated to the persons included in the list of persons entitled to attend the General Meeting of Shareholders, in the form of the Voting Report in the manner prescribed for the notice of the General Meeting of Shareholders not later than four working days after the closing date of the General Meeting of Shareholders.*

*If on the record date of the list of persons entitled to attend the General Meeting of Shareholders in the register of shareholders of the Company the person is a nominee shareholder, the Voting Report shall be sent in electronic form (in the form of an electronic document signed by electronic signature) to the nominal holder of shares. The nominee shareholder shall inform his depositors about the Voting Report obtained by him in accordance with this clause of the Articles of Association, in the manner and within the time period established by regulations of the Russian Federation or a contract with the depositor.*

*At holding the meeting with voting by correspondence:*

*Minutes of the voting results shall be made and signed by the Registrar of the Company not later than 3 (three) working days after the date of receiving ballots in two copies.*

*Minutes of the General Meeting of Shareholders shall be made not later than 3 (three) working days after after the completion of receiving ballots in two copies. Both copies are signed by the Chairperson of the General Meeting of Shareholders and the Secretary of the General Meeting of shareholders (the Corporate Secretary).*

*Minutes of the General Meeting of Shareholders are posted on the official website of the Company on the Internet at [www.mrsk-1.ru](http://www.mrsk-1.ru) no later than 3 (three) days from the date of their making.*

*Resolutions adopted by the General Shareholders Meeting and the voting results may be announced at the General Meeting of Shareholders at which the voting took place, and shall be also communicated to the persons included in the list of persons entitled to attend the General Meeting of Shareholders, in the form of the Voting Report in the manner prescribed for the notice of the General Meeting of Shareholders not later than four working days after the completion of receiving ballots at holding the General Meeting of Shareholders with voting by correspondence.*

*If on the record date of the list of persons entitled to attend the General Meeting of Shareholders in the register of shareholders of the Company the person is a nominee shareholder, the Voting Report shall be sent in electronic form (in the form of an electronic document signed by electronic signature) to the nominal holder of shares. The nominee shareholder shall inform his depositors about the Voting Report obtained by him in accordance with this clause of the Articles of Association, in the manner and within the time period established by regulations of the Russian Federation or a contract with the depositor.*

#### **8.1.4. Data on the commercial organizations, in which the issuer owns at least 5 percent of the authorized (joint-stock) capital (share fund) or at least 5 percent of ordinary shares**

List of the commercial organizations, in which the issuer owns at least 5 percent of the authorized (joint-stock) capital (share fund) or at least 5 percent of ordinary shares on the date of completion of the last reporting quarter

**1. Full company name: *Open joint-stock company "Energetik"***

Abbreviated company name: *"Energetik", OJSC*

Location: **392515, Russia, Tambov region, Tambov district, Novaya Lyada workers settlement, Sanatornaya Str., 1**

Taxpayer identification number: **6820019240**

Primary State Registration Number (OGRN): **1036841127091**

Stake of the issuer in the authorized capital of the entity, %: **100**

Ordinary shares of the entity belonging to the issuer, %: **100**

Stake of the entity in the authorized capital of the issuer, %: **0**

Ordinary shares of the issuer belonging to the entity, %: **0**

**2. Full company names: *Open Joint-Stock Company "Energy Service Company"***

Abbreviated company name: *"Energy Service Company", OJSC*

Location: **398001, Russian Federation, Lipetsk, 50 years NLMK Str., 33**

Taxpayer identification number: **4824053495**

Primary State Registration Number (OGRN): **1114823000852**

Stake of the issuer in the authorized capital of the entity, %: **100**

Ordinary shares of the entity belonging to the issuer, %: **100**

Stake of the entity in the authorized capital of the issuer, %: **0**

Stake of ordinary shares of the issuer belonging to the entity, %: **0**

#### **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

*No changes occurred in the data of this point for the reporting quarter*

### 8.2. Data on each category (type) of shares of the issuer

*No changes occurred in the data of this point for 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

*No changes occurred in the data of this point for the reporting quarter*

#### 8.3.2. Data on the issues the securities of which are not repaid

Type of the security: *bonds*

Form of the security: *documentary payable to bearer*

Series: *BO-01*

Other identification features of the issuer's securities: *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*

Issue of securities is not subject to state registration: *No*

Identification number of the issue: *4B02-01-10214-A*

Date of identification number assignment: *13.07.2012*

Authority that assigned the identification number: *Closed Joint-Stock Company "Moscow Interbank Currency Exchange"*

Number of the issue of securities: *4 000 000*

Amount of securities issue at par value: *4 000 000 000*

Nominal value: *1 000*

In accordance with the legislation of the Russian Federation the par value of this type of security is not provided: *No*

Status of the equity securities of the issue: *in circulation*

State registration of the report on the issue has not been performed: *No*

Date of submission of the notification of the issue of securities results: *17.10.2012*

Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: *6*

Period (date) of the securities issue repayment: *the 1092nd (One thousand ninety-second) day from the date of placing exchange-traded bonds of the issue*

Specified exactly: *No*

Website, at which the text of the Decision to issue securities and Prospectus was published: *www.mrsk-1.ru/ru/information/bonds/; www.e-disclosure.ru/portal/company.aspx?id=7985.*

Additional securities issues were made: *No*

*There are no defaults on the securities issue*

Type of the security: *bonds*

Form of the security: *documentary payable to bearer*

Series: *BO-02*

Other identification features of the issuer's securities: *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*

Issue of securities is not subject to state registration: *No*  
Identification number of the issue: **4B02-02-10214-A**  
Date of identification number assignment: **25.06.2013**  
Authority that assigned the identification number: ***Closed Joint-Stock Company "Moscow Interbank Currency Exchange"***

Number of the issue of securities: **5 000 000**  
Amount of securities issue at par value: **5 000 000 000**  
Nominal value: **1 000**  
In accordance with the legislation of the Russian Federation the par value of this type of security is not provided: *No*  
Status of the equity securities of the issue: ***in circulation***

State registration of the report on the issue has not been performed: *No*  
Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: **20**  
Period (date) of the securities issue repayment: ***the 3640 (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds of the issue***  
Specified exactly: *No*  
Website, at which the text of the Decision to issue securities and Prospectus was published: ***www.mrsk-1.ru/ru/information/bonds/; www.e-disclosure.ru/portal/company.aspx?id=7985.***

Additional securities issues were made: *No*  
***There are no defaults on the securities issue***

Type of the security: ***bonds***  
Form of the security: ***documentary payable to bearer***  
Series: ***BO-03***  
Other identification features of the issuer's securities: ***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***

Issue of securities is not subject to state registration: *No*  
Identification number of the issue: **4B02-03-10214-A**  
Date of identification number assignment: **25.06.2013**  
Authority that assigned the identification number: ***Closed Joint-Stock Company "Moscow Interbank Currency Exchange"***

Number of the issue of securities: **5 000 000**  
Amount of securities issue at par value: **5 000 000 000**  
Nominal value: **1 000**  
In accordance with the legislation of the Russian Federation the par value of this type of security is not provided: *No*  
Status of the equity securities of the issue: ***the placement has not started***

State registration of the report on the issue has not been performed: *No*  
Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: **20**  
Period (date) of the securities issue repayment: ***the 3640 (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds of the issue***  
Specified exactly: *No*  
Website, at which the text of the Decision to issue securities and Prospectus was published: ***www.mrsk-1.ru/ru/information/bonds/; www.e-disclosure.ru/portal/company.aspx?id=7985.***



Additional securities issues were made: *No*  
*There are no defaults on the securities issue*

Type of the security: *bonds*  
Form of the security: *documentary payable to bearer*  
Series: *BO-04*

Other identification features of the issuer's securities: *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*

Issue of securities is not subject to state registration: *No*

Identification number of the issue: *4B02-04-10214-A*

Date of identification number assignment: *25.06.2013*

Authority that assigned the identification number: *Closed Joint-Stock Company "Moscow Interbank Currency Exchange"*

Number of the issue of securities: *5 000 000*

Amount of securities issue at par value: *5 000 000 000*

Nominal value: *1 000*

In accordance with the legislation of the Russian Federation the par value of this type of security is not provided: *No*

Status of the equity securities of the issue: *the placement has not started*

State registration of the report on the issue has not been performed: *No*

Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: *20*

Period (date) of the securities issue repayment: *the 3640 (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds of the issue*

Specified exactly: *No*

Website, at which the text of the Decision to issue securities and Prospectus was published: *www.mrsk-1.ru/ru/information/bonds/; www.e-disclosure.ru/portal/company.aspx?id=7985.*

Additional securities issues were made: *No*  
*There are no defaults on the securities issue*

Type of the security: *bonds*  
Form of the security: *documentary payable to bearer*  
Series: *BO-05*

Other identification features of the issuer's securities: *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*

Issue of securities is not subject to state registration: *No*

Identification number of the issue: *4B02-05-10214-A*

Date of identification number assignment: *25.06.2013*

Authority that assigned the identification number: *Closed Joint-Stock Company "Moscow Interbank Currency Exchange"*

Number of the issue of securities: *5 000 000*

Amount of securities issue at par value: *5 000 000 000*

Nominal value: *1 000*

In accordance with the legislation of the Russian Federation the par value of this type of security is not provided: *No*

Status of the equity securities of the issue: *the placement has not started*

State registration of the report on the issue has not been performed: *No*

Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: *20*

Period (date) of the securities issue repayment: *the 3640 (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds of the issue*

Specified exactly: *No*

Website, at which the text of the Decision to issue securities and Prospectus was published: [www.mrsk-1.ru/ru/information/bonds/](http://www.mrsk-1.ru/ru/information/bonds/); [www.e-disclosure.ru/portal/company.aspx?id=7985](http://www.e-disclosure.ru/portal/company.aspx?id=7985).

Additional securities issues were made: *No*

*There are no defaults on the securities issue*

Type of the security: *bonds*

Form of the security: *documentary payable to bearer*

Series: *BO-06*

Other identification features of the issuer's securities: *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*

Issue of securities is not subject to state registration: *No*

Identification number of the issue: *4B02-06-10214-A*

Date of identification number assignment: *25.06.2013*

Authority that assigned the identification number: *Closed Joint-Stock Company "Moscow Interbank Currency Exchange"*

Number of the issue of securities: *5 000 000*

Amount of securities issue at par value: *5 000 000 000*

Nominal value: *1 000*

In accordance with the legislation of the Russian Federation the par value of this type of security is not provided: *No*

Status of the equity securities of the issue: *the placement has not started*

State registration of the report on the issue has not been performed: *No*

Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: *20*

Period (date) of the securities issue repayment: *the 3640 (Three thousand six hundred and fortieth) day from the date of placing exchange-traded bonds of the issue*

Specified exactly: *No*

Website, at which the text of the Decision to issue securities and Prospectus was published: [www.mrsk-1.ru/ru/information/bonds/](http://www.mrsk-1.ru/ru/information/bonds/); [www.e-disclosure.ru/portal/company.aspx?id=7985](http://www.e-disclosure.ru/portal/company.aspx?id=7985)

Additional securities issues were made: *No*

*There are no defaults on the securities issue*

#### **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

*No changes occurred in the data of this point for 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

*No changes occurred in the data of this point for 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

Indicator	Indicator value for the relevant reporting period - 2010, 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 17.06.2011, Minutes dated 21.06.2011 № 01/11
Dividends declared per share, RUB	0,01447
Dividends declared on all shares of the given class (type), thous. RUB	610 932
Record date of the list of persons entitled to receive dividends	12.05.2011
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2010, 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, %	12,96
Total amount of dividends paid out on shares of the given class (type), RUB	605 149 656,57
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	99,05
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 – 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	418 087 346,04
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 – 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	854 857 931,85
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	99,06
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.
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	75 204 412,96
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	98,96
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.
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	0
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	0
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

*At the annual General meeting of shareholders held on June 22, 2010 the decision was taken not to pay dividends on ordinary shares of the Company following the results of 2009.*

*The information about the dividend history of IDGC of Centre, JSC for the period 2005-2014 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: *bonds*

Form of the security: *documentary payable to bearer*

Series: *BO-01*

Other identification features of the issuer's securities: *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: **Trade institutor**

***The notice of the issue results***

Date of the notice of the issue submitted to the registration authority: **17.10.2012**

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.**

## **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: <http://www.mrsk-1.ru/investors/management/decision/stockholders-meeting/solution/25062015/>;
- Minutes of meetings of the Board of Directors: <http://www.mrsk-1.ru/investors/management/decision/sovet/2015/>;
- Minutes of meetings of Committees of the Board of Directors: <http://www.mrsk-1.ru/investors/management/decision/solution-committee/>;
- Minutes of meetings of the Audit Commission: <http://www.mrsk-1.ru/investors/management/supervisors/decisions-inspection/>.

### **8.9.2. 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: <http://www.mrsk-1.ru/investors/management/controls/committee/>.

### **8.9.3. Corporate governance rating**

The issuer has the National Corporate Governance Rating at the level NRCG 7+ "Developed Practice of Corporate Governance" assigned in January 2011 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/investors/management/raiting/>.

### **8.9.4. 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/investors/capital/>.

### **8.9.5. Dividend policy of the Company**

The Company adopted and applies the Dividend Policy Regulation (Minutes of the Board of Directors # 18/10 of 03.09.2010). The dividend policy of the Company is based on the balance of interests of the Company and its shareholders, as well as the need to increase investment attractiveness of IDGC of Centre, PJSC and its shareholder value.

The information about the dividend policy, as well as the dividend history is placed on the Company's website at: <http://www.mrsk-1.ru/investors/dividend/>.

### **8.9.6. 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/investors/registrar/>.

### **8.9.7. 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*

**Appendix to the quarterly report. Information accompanying the interim accounting statements under RAS as of 30.06.2015**

**Appendix to the quarterly report. Annual consolidated accounting (consolidated financial) statements made in accordance with International Financial Reporting Standards or other than IFRS internationally accepted principles**