

**ISSUER'S REPORT
(QUARTERLY REPORT)**

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

Issuer's code: 10214-A

for Quarter 2, 2020

Location of the issuer: **119017 Russian Federation, Moscow, Malaya Ordynka St., 15**

**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
(on the basis of Order from 27.07.2020 № 96/1-LP
"On the performance of duties")

Date: 14 August 2020

_____ A.V. Pilyugin
signature

Chief Accountant – Head of Financial and Tax Accounting
and Reporting Department

Date: 14 August 2020

_____ L.A. Sklyarova
signature
Stamp here

Contact person: **Deputy Head of Corporate Events Office of Corporate Governance Department, Yulia Dmitrievna Naumova**

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

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

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

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

www.e-disclosure.ru/portal/company.aspx?id=7985;

<https://www.mrsk-1.ru/ru/information/>.

Table of contents

Table of contents.....	2
Section I. Data on bank accounts, on the auditor (auditing firm), appraiser and financial adviser of the issuer, and also persons, who signed the issuer's report (quarterly report).....	6
1.1. Data on bank accounts of the issuer.....	6
1.2. Data on the auditor (auditing firm) of the issuer.....	6
1.3. Data on the appraiser(s) of the issuer.....	8
1.4. Data on advisers of the issuer.....	8
1.5. Data on persons, who signed the issuer's report (quarterly report).....	8
Section II. Main information on financial and economic condition of the issuer.....	9
2.1. Indicators of financial and economic activity of the issuer.....	9
2.2. Market capitalization of the issuer.....	9
2.3. Liabilities of the issuer.....	9
2.3.1. Borrowed funds and accounts payable.....	10
2.3.2. The issuer's credit history.....	11
2.3.3. Liabilities of the issuer from the provision given.....	11
2.3.4. Other liabilities of the issuer.....	11
2.4. Risks connected with purchase of placed (or being in the process of placement) securities.....	12
2.4.1. Industry risks.....	13
2.4.2. Country and regional risks.....	15
2.4.3. Financial risks.....	16
2.4.4. Legal risks.....	17
2.4.5. Risk of loss of good will (reputation risk).....	22
2.4.6. Strategic risk.....	22
2.4.7. Risks connected with the issuer's activity.....	23
2.4.8. Bank risks.....	32
Section III. Detailed information on the issuer.....	33
3.1. Creation and development history of the issuer.....	33
3.1.1. Data on the company name of the issuer.....	33
3.1.2. Data on the state registration of the issuer.....	34
3.1.3. Data on creation and development of the issuer.....	34
3.1.4. Contact information.....	34
3.1.5. Taxpayer identification number.....	34
3.1.6. Branches and representative offices of the issuer.....	34
3.2. Main economic activities of the issuer.....	35
3.2.1. Core economic activities of the issuer.....	35
3.2.2. Core economic activity of the issuer.....	35
3.2.3. Materials, goods (raw material) and suppliers of the issuer.....	37
3.2.4. Sales markets of products (works, services) of the issuer.....	38
3.2.5. Data on the issuer's licenses (permits) to perform some types of work.....	38
3.2.6. Data on activities of certain categories of issuers of securities.....	38
3.2.7. Additional requirements to issuers whose main activity is the extraction of minerals.....	39
3.2.8. Additional requirements to issuers whose main activity is the provision of telecommunications services.....	39
3.3. Plans of the future activity of the issuer.....	39
3.4. Participation of the issuer in bank groups, bank holdings and associations.....	39
3.5. Controlled economic entities of the issuer which have significance for it.....	41
3.6. Composition, structure and value of 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.....	41
Section IV. Data on financial and economic activities of the issuer.....	41

4.1. Results of financial and economic activities of the issuer	41
4.2. Liquidity of the issuer, sufficiency of the capital and circulating assets	42
4.3. Financial investments of the issuer	43
4.4. Intangible assets of the issuer.....	44
4.5. Data on the policies and expenses of the issuer in the field of scientific and technical development, concerning licenses and patents, new developments and researches	45
4.6. Analysis of tendencies of development in the sphere of the core activity of the issuer	48
4.7. Analysis of factors and conditions influencing the issuer's activity	48
4.8. Competitors of the issuer	50
Section V. Detailed data on 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 staff (employees) of the issuer	50
5.1. Data on the structure and competence of the issuer's governance bodies.....	50
5.2. Information on the persons forming governance bodies of the issuer.....	58
5.2.1. Issuer's Board of Directors (Supervisory Board).....	58
5.3. Data on amount of remuneration and/or compensation concerning each governance body of the issuer	76
5.4. Data about the structure and competence of the bodies of control over financial and economic activities of the issuer, as well as on the organization of risk management and internal control systems	77
5.5. Information on members of the bodies of control over financial and economic activities of the issuer	79
5.6. Data on amount of remuneration and/or compensation on the body of control over financial and economic activity of the issuer	84
5.7. Data on the number and the generalized data on education and structure of staff (employees) of the issuer, and also on change of the number of the staff (employees) of the issuer.....	85
5.8. Data on any obligations of the issuer to staff (employees) concerning the possibility of their participation in the authorized capital of the issuer.....	85
Section VI. Data on participants (shareholders) of the issuer and related-party transactions of the issuer	86
6.1. Data on the total number of shareholders (participants) of the issuer	86
6.2. Data on participants (shareholders) of the issuer owning at least 5 percent of its authorized capital or at least 5 percent of its ordinary shares, as well as data on persons controlling such participants (shareholders), and in case of absence of such persons, on such participants (shareholders) owning at least 20 percent of the authorized capital or at least 20 percent of their ordinary shares	86
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').....	87
6.4. Data on restrictions on participation in the authorized capital of the issuer.....	88
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	88
6.6. Data on related-party transactions of the issuer	89
6.7. Data on accounts receivable amount.....	90
Section VII. Accounting (financial) statements of the issuer and other financial information	91
7.1. Annual accounting (financial) reporting of the issuer	91
7.2. Interim accounting (financial) statements of the issuer.....	91
7.3. Consolidated financial statements of the issuer.....	91
7.4. Data on the accounting policy of the issuer	91
7.5. Data on the total sum of export, and on export share in the total amount of sales	91
7.6. Data on the essential changes which occurred in the structure of property of the issuer after the date of the last completed reporting year.....	91
7.7. Data on participation of the issuer in litigations if such participation can essentially influence financial and economic activities of the issuer	92
Section VIII. Additional data on the issuer and on the equity securities floated by it	92
8.1. Additional data on the issuer.....	92
8.1.1. Data on the amount, structure of the authorized capital of the issuer.....	92
8.1.2. Data on the change of the amount of the authorized capital of the issuer	92
8.1.3. Data on the procedure of convening and holding the meeting (session) of the issuer's supreme management body	92

8.1.4. Data on commercial organizations, in which the issuer owns at least 5 percent of the authorized capital or at least 5 percent of ordinary shares	92
8.1.5. Data on material transactions completed by the issuer	92
8.1.6. Data on credit ratings of the issuer	92
8.2. Data on each category (type) of shares of the issuer	93
8.3. Data on the previous issues of equity securities of the issuer except for shares of the issuer	93
8.3.1. Data on the issues all the securities of which are repaid	93
8.3.2. Data on the issues, the securities of which are not repaid	93
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	96
8.4.1. Additional data on mortgage covering under mortgage-secured bonds	96
8.4.2. Additional data on security with cash claims under the issuer's secured bonds with cash claims	96
8.5. Data on the organizations which perform record keeping of the rights to the issuer's equity securities.....	96
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	97
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.....	97
8.7.1. Data on the declared and paid dividends per shares of the issuer	97
8.7.2. Data on the accrued and paid yield on the bonds of the issuer.....	101
8.8. Other data.....	106
8.9. Data on underlying securities and the issuer of the underlying securities, the property right to which is certified by Russian depositary receipts.....	107

Appendix #1. Information on fixed assets encumbrance of the issuer as at 30.06.2020

Appendix #2. Interim accounting (financial) statements of the issuer as at 30.06.2020

Appendix #3. Consolidated interim condensed financial statements under IFRS as at and for the three months ended 31 March 2020

Introduction

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

The issuer is a public joint-stock company

This issuer's report (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 issuer's report (quarterly report).

Section I. Data on bank accounts, on the auditor (auditing firm), appraiser and financial adviser of the issuer, and also persons, who signed the issuer’s report (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 (auditing firm) of the issuer

It contains information about the auditor (auditing firm), performing (having performed) an independent audit of accounting (financial) statements of the issuer, as well as consolidated financial statements of the issuer, which is included into the quarterly report, as well as the auditor (auditing firm) approved (chosen) to audit the annual accounting (financial) statements and annual consolidated financial statements of the issuer for the current and the last completed fiscal year.

Full company name: *Ernst & Young LLC*
Abbreviated company name: *Ernst & Young*
Location: *Sadovnicheskaya nab. 77, bld. 1, 115035 Moscow, Russian Federation*
Taxpayer identification number: *7709383532*
Primary State Registration Number (OGRN): *1027739707203*
Phone: *+7 (495) 755-9700*
Fax: *+7 (495) 755-9701*
E-mail: *moscow@ru.ey.com*

Data on the Auditor’s membership in self-regulating organisations of auditors
Full name: *Self-regulatory Organization of Auditors Association “Sodruzhestvo” (SRO AAS)*

Location
Bld. 4, Michurinsky Prospect 21, Moscow, 119192, Russia
Supplementary information:
Registration number of Ernst & Young LLC 12006020327 in the register of auditors and auditing organisations of Self-regulated organization of auditors "Auditing Association Sodruzhestvo" (NP AAC)

Reporting year (s) from the last five completed financial years and current fiscal 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
2018	2018
2019	2019
2020	2020

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)

Presence of shares of participation of the auditor (persons occupying positions in management bodies and bodies of control over financial and economic activities of an audit organization) in the issuer's authorized capital:

The auditor (persons occupying positions in the management bodies and bodies of control over financial and economic activities of the audit organization) do not have any shares in the issuer's authorized capital

Granting by the issuer of borrowed funds to an auditor (persons occupying positions in management bodies and bodies of control over financial and economic activities of an audit organization):

The issuer did not provide loans to the auditor (persons occupying positions in the management and bodies of control over financial and business activities of the audit organization)

Presence of close business relationships (participation in promotion of products (services) of the issuer, participation in joint business activities, etc.), as well as family ties:

There are no close business relationships (participation in promotion of products (services) of the issuer, participation in joint business activities, etc.), as well as no family ties

Information about persons occupying positions in management bodies and (or) bodies of control over the issuer's financial and economic activities, who at the same time occupy positions in management bodies and (or) bodies of control over financial and economic activities of an audit organization:

There are no persons occupying positions in the management bodies and (or) bodies of control over the issuer's financial and economic activities, who simultaneously occupy positions in the management bodies and (or) bodies of control over financial and economic activities of the audit organization

Other factors that may affect the independence of the auditor from the issuer:

There are no other factors that may affect the independence of the auditor from 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 25 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 26, 2019 (Minutes of 28.04.2020 # 20/20) considered a proposal of the Audit Committee on the candidate of the auditor of IDGC of Centre, and decided to recommend that the General Meeting of Shareholders 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 May 29, 2020 (Minutes of 29.05.2020 # 01/20) approved Ernst & Young LLC as the auditor of the issuer in 2020.

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.

Information on the work carried out by the auditor as part of special audit assignments is indicated:

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 amount of payment for audit services of Ernst & Young LLC for the audit of the issuer's accounting (financial) statements for 2020 prepared in accordance with RAS and the audit of consolidated financial statements prepared in accordance with IFRS for the year ending 31 December 2020 was determined by the Board of Directors of the Company on 30 June 2020 (Minutes No. 30/20 of 30 June 2020) in the amount of 5.63 million rubles, including VAT. At the reporting date, the auditor has not performed work. There are no deferred and back payments for the services rendered by the auditor

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

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

1.4. Data on advisers of the issuer

Financial advisers for the reasons, listed in paragraph 1.4. of Appendix 3 to the Regulation of the Bank of Russia of December 30, 2014 No. 454-P "On Information Disclosure by Issuers of Equity Securities", within 12 months prior to the end date of the reporting quarter, were not involved

1.5. Data on persons, who signed the issuer's report (quarterly report)

Full name: *Alexander Viktorovich Pilyugin*

Year of birth: *1968*

Primary employment:

Company: *IDGC of Centre, PJSC*

Title: *First Deputy General Director - Chief Engineer*

Full name: *Lyudmila Alexeevna Sklyarova*

Year of birth: *1958*

Primary employment:

Company: *IDGC of Centre, PJSC*

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

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

2.1. Indicators of financial and economic activity 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 labour productivity: *thousand RUB/person*

Indicator	2019, 6 months	2020, 6 months
Productivity of labour	1 568.0	1 584.9
Ratio of debt to equity	1.07	1.18
Ratio of long-term debt to the sum of long-term debt and equity	0.4	0.41
Degree of coverage of debt with current income (profit)	2.13	2.48
Level of arrears, %	2.53	4.6

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 the 1st half of 2020 is 1,08% higher than in the same period last year, which is explained by the decrease in the staff number by 2,8% due to the implementation of anti-crisis measures, the presence of understaffed production vacancies and the natural outflow of personnel.

The ratio of debt to equity reflects the ratio of external and own sources of funding. According to the results of the 1st half of 2020, this indicator changed by 0,12 relative to the 2nd quarter of 2019 due to the growth of long-term and short-term liabilities by 4,7 billion rubles.

The ratio of the size of long-term debt to total long-term debt and equity is a measure of the extent to which the financing of activities of the Company is made at the expense of long-term loans. In the period under review, the indicator did not change significantly (by 0,01), which is due to the small deviation of the values of long-term liabilities by 0,38 billion rubles as of 30.06.2020 against 30.06.2019.

Degree of coverage of debt with current income (profit) is a financial indicator that is used to assess the ability of a business to meet its debt obligations. The degree of coverage of debts, consistently exceeding one, speaks not only of the ability of the company to pay all its debt obligations, but also the availability of a certain cash reserve. According to the results of activity in the 2nd quarter of 2020, the ratio is within the regulatory values.

The level of overdue debt in the total volume of accounts payable grew up by 2,07 percentage points as of 30.06.2020 due to an increase in the amount of accounts receivable.

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 trade organizer

Unit of measurement: *thousand RUB*

Indicator	As at 31.12.2019	As at 30.06.2020
Market capitalization	13 383 087	11 787 249

Information on the trading authority 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:

PJSC Moscow Exchange, 13, Bolshoy Kislovsky Lane, Moscow

Phone: +7 (495) 363-32-32, +7 (495) 232-33-63, Fax: +7 (495) 234-48-40.

Web: <https://www.moex.com>

2.3. Liabilities of the issuer

2.3.1. Borrowed funds and accounts payable

As at 30.06.2020

The structure of the borrowed funds

Unit of measurement: *thousand RUB*

Indicator	Indicator value
Long-term borrowings	31 033 899
including:	
loans	21 033 899
loans, with the exception of bonded	0
bond issues	10 000 000
Short-term borrowings	12 151 668
including:	
loans	7 013 118
loans, with the exception of bonded	0
bond issues	5 138 550
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	Indicator value
Total amount of accounts payable	13 512 658
overdue	3 077 570
including	
to the budget of state and non-budgetary funds	2 326 327
overdue	0
to suppliers and contractors	7 035 075
overdue	2 739 130
to the organization personnel	706 652
overdue	0
other	3 444 604
overdue	338 440

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.

The amount of overdue debt as of 30.06.2020 increased two times against 30.06.2019 and is 23% of the total amount of accounts payable (excluding loans and borrowings). The consequences of non-fulfillment of obligations on the part of the Company may be the collection of debt in court in accordance with the norms of the Civil Code of the Russian Federation.

In order to minimize risks, IDGC of Centre is working on pre-trial settlement of disputes and the possibility of debt restructuring. Repayment of overdue accounts payable is possible with a reduction in accounts receivable, including 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 company name: *Sberbank of Russia*

Abbreviated trade name: *Sberbank*

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

TIN: *7707083893*

PSRN: *1027700132195*

Outstanding amount: *16 289 851.57 thousand RUB*

Amount and conditions of the overdue accounts payable (interest rate, delay damages, penalties):
no overdue debt.

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

Full company name: *Gazprombank (Joint-stock company)*

Abbreviated trade name: *GPB (JSC)*

Location: *117418, Moscow, Novocheremushkinskaya, 63*

TIN: *7744001497*

PSRN: *1027700167110*

Outstanding amount: *9 257 165.3 thousand RUB*

Amount and conditions of the overdue accounts payable (interest rate, delay damages, penalties):
no overdue debt.

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

Full company name: *"Federal Grid Company of Unified Energy System", Public Joint Stock Company*

Abbreviated trade name: *FGC UES*

Location: *Moscow, Russia*

TIN: *4716016979*

PSRN: *1024701893336*

Outstanding amount: *1 610 961.64 thousand RUB*

Amount and conditions of the overdue accounts payable (interest rate, delay damages, penalties):
4 077,94 thousand RUB

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

The issuer's share in the authorized capital of the commercial organization: *0.001534%*

Share of common stocks of the joint-stock company owned by the issuer: *0.001534%*

Share of the entity in the authorized capital of the issuer: *0%*

Share of the issuer's common stocks held by the entity: *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

The Company did not conclude credit contracts and/or loan agreements, including those concluded through the issue and sale of bonds, the amount of the principal debt for which would exceed 5% of the book value of assets at the last reporting date prior to the contract conclusion, in 2019 and 6 months of 2020.

2.3.3. Liabilities of the issuer from the provision given

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. Risks connected with purchase of placed (or being in the process of placement) securities

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

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

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

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

The tasks of the risk management system are:

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

The risk management system is based on the following principles:

- Creation and protection of the Company's values. The risk management system contributes to achieving the goals and improving productivity, ensuring human health and safety, safety of all the Company's activities, complying with legal and regulatory requirements, environmental protection, improving service quality, operational efficiency, management and reputation.*
- Risk management is an integral part of all organizational processes. Risk management is not a separate activity that is separated from activities and processes in the organization. - Risk management is a part of the obligations of management and an integral part of all organizational processes, including strategic planning, and all processes of project management and change management.*
- Risk management is part of the decision-making process. The processes of planning and decision-making are carried out taking into account the comprehensive risk assessment of their implementation. Risks are linked to the objectives of the Company and its subsidiaries.*
- Risk management is systematic, structured and timely. Risk management is an ongoing cyclical functioning process. The systematic, regular and structured management of all types of risks is carried out on all key areas of activity, at all management levels of the Company. At the same time, information on identified risks in a timely manner should be provided to persons authorized to take appropriate decisions.*
- Risk management is based on the best available information. The risk management system is based on sources of information such as historical data, experience and feedback of stakeholders, observations, forecasts, and expert assessments. However, the decision-making authorities should inform each other about whether to take into account any limitations of the data, whether the simulation is used and whether emergence of difference of opinions between experts is possible.*
- Risk management is adaptable. The Company should be provided with conditions for continued development of the risk management system with the need to meet new challenges arising from changes in the internal and external conditions of functioning of the Company.*
- Risk management is transparent and takes into account the interests of stakeholders. Appropriate and timely involvement of stakeholders and, in particular, decision-makers at all levels of the Company ensures that the risk management system remains at an appropriate level and meets modern requirements.*
- Risk management is dynamic, iterative (repetitive) and responsive to change. Risk management continuously detects changes and reacts to them. As soon as there is an external or internal event, situation or knowledge change, monitoring and review of the risks, including new risks, changing or elimination of existing risks is performed.*
- Risk management promotes continuous improvement of the organization. The Company develops and implements strategies to improve risk management at the same time improving other processes. The Company is committed to improving the level of maturity of the risk management system on a par with an increase in the effectiveness of the internal control and risk management system.*

- *Responsibility for risk management. All participants of the risk management system are responsible for detection, assessment, analysis and continuous monitoring of risks in the framework of their activities, development and implementation of necessary measures for risk management, continuous monitoring of the effectiveness of the risk management measures.*
- *Principle of optimality. It analyzes the relative cost of implementing risk management measures, and the effect of the implementation of these measures, including the correspondence between the level of complexity of the risk management system and the level of complexity and the degree of importance of the object, analyzed in terms of risks. The volume and complexity of the risk management measures should be necessary and sufficient to meet the goals and objectives of the risk management system operation. Reducing adverse impacts and (or) the probability of risk is primarily carried out in relation to risks that occur with the highest probability and cause the greatest losses.*
- *Unity of the methodological framework. Risk management (identification, analysis, assessment and monitoring of risks, development and monitoring of the effectiveness of risk management measures) is carried out on the basis of approaches and standards, common to all structural units of the Company.*
- *Systematic approach - management of all types of risks is carried out on all key areas of activity, at all management levels of the Company.*
- *Leadership - the executive bodies and management of the Company ensure distribution of knowledge and skills in the Company in the field of risk management, as well as the possibility of effective exchange of information in the framework of the risk management system, promote the development of corporate culture of "management based on risk".*
- *Integrity - the risk management system is integrated into the strategic and operational management of the Company and its subsidiaries. The processes of planning and decision-making are carried out taking into account the comprehensive risk assessment of their implementation. Risks are linked to the objectives of the Company and its subsidiaries.*
- *Separation of levels of decision-making - decisions on risk management are taken at different levels of governance, depending on the significance of risks.*
- *Responsibility for risk management - every employee of the Company as one of his or her objectives considers risk management within his or her competence, knowledge and information available.*
- *Cross-functional interaction - the risk management process, affecting multiple areas of activity or the activity of several structural units within the same areas of activity, based on the collective decisions taken jointly, based on information available to various structural departments.*
- *A single information channel - the information security of the risk management system makes it possible to promptly and fully inform about risks individual decision-makers.*
- *Rationality - the risk management system ensures cost-effectiveness of risk management measures. Risk reduction is carried out on the basis of economic feasibility.*

2.4.1. Industry risks

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

- 1) *Application of negative smoothing of RGR (Required Gross Revenue) when approving tariff decisions (in the current reporting period, excluding accumulated volumes).*
- 2) *Increase in the price of electricity purchased to compensate for losses.*
- 3) *Increase in the cost of electricity transmission services of other grid organizations.*
- 4) *Increase in the cost of raw materials and materials, the cost of services for maintenance and repair of equipment, other services.*
- 5) *Penalties of RGR for non-compliance with parameters of the investment program.*
- 6) *Penalties of RGR for non-compliance with parameters of reliability and quality.*
- 7) *Lack of electricity metering devices, their moral and physical deterioration.*

The main risk factors and measures to manage them:

- 1) *The risk of applying negative RGR smoothing when approving tariff decisions (in the current reporting period, excluding accumulated volumes), which may lead to a decrease in potential income for the Company.*

The implementation of this risk is influenced by such external factors as:

- limiting the growth of tariffs for grid services at the level of the Government of the Russian Federation;
- the subjective approach of the tariff regulation authorities of the constituent entities of the Russian Federation and the containment of the rate of tariff growth at the regional level;

- introduction by federal authorities of amendments to regulations providing for recalculation of the smoothing value.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- work with the tariff regulation authorities of the constituent entities of the Russian Federation to defend the position of the Company;
- provision of substantiating materials to the tariff regulation bodies of the constituent entities of the Russian Federation, confirming the level of economically justified expenses of the Company's branches for the next regulation period;
- filing an application with the FAS Russia (or a judicial authority) for consideration of disagreements/for pre-trial consideration of the dispute/cancellation of tariffs.

2) *The risk of an increase in the price of electricity purchased to compensate for losses, which may lead to an increase in the cost of purchasing electricity to compensate for losses and the cost of servicing attracted loans.*

The implementation of this risk is influenced by such external factors as:

- violation of the balance of production and consumption of electricity by participants in the wholesale market (purchase of electricity from the manufacturer at a higher price, in case of emergency from the manufacturer);
- revision of the sales markups of the Suppliers of last resort during the billing period.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- analysis of the deviation of the actual price for the purchase of losses from the price taken into account in the tariff-balance decision in order to correctly forecast within the tariff campaign for the next regulation period;
- interaction with the Regional Tariff Authority for the purpose of including in the RPC adjustments related to compensation for shortfall/excessively received income arising from the difference between the actual purchase prices of electricity losses from those established when the tariffs were approved;
- preparation and promotion of a legislative initiative on minimizing the influence of the factor of excess of the free price for the purchase of electricity to compensate for losses over the price value set in the tariff-balance decision.

3) *The risk of increased costs for electricity transmission services of other grid organizations, which may lead to an increase in the costs of servicing attracted loans, as well as violation of current legislation and the implementation of tax risks for the Company.*

The main external risk factor is the establishment of unbalanced tariffs for territorial grid companies.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- timely notification of territorial grid companies about the choice of the tariff option;
- checking the calculation of economic efficiency on the choice of the tariff option.

4) *The risk of an increase in the cost of raw materials and materials, the cost of services for maintenance and repair of equipment, other services, which can lead to an increase in the failure rate, a decrease in the reliability of power supply.*

The implementation of this risk is influenced by the current economic situation in the country.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- constant monitoring of the cost of raw materials, materials, services for maintenance and repairs;
- formation of a program of maintenance and repairs of the Company, taking into account the actual prices for raw materials, materials, services.

5) *Risk of penalties of RGR for non-compliance with parameters of the investment program, which may lead to a decrease in the Company's potential income, the emergence of investment costs unsecured by sources of compensation.*

The implementation of this risk is influenced by external and internal factors:

- limiting the growth of tariffs for grid services at the level of the Government of the Russian Federation;
- recommendations of the FAS Russia on the calculation of a fine;
- the subjective approach of the tariff regulation authorities of the constituent entities of the Russian Federation and the containment of the rate of tariff growth at the regional level;
- non-fulfillment of the investment program, approved in accordance with the established procedure

(including the facility-by-facility assessment of the implementation of the investment program as of 01.01.).

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- control of the issuer's specialized divisions over the high-quality planning of the investment program;
- control of the issuer's specialized divisions over the financing of the investment program within the framework of the approved plan.

6) Risk of penalties of RGR for non-compliance with reliability and quality parameters, which may lead to a decrease in the Company's potential income.

The implementation of this risk is influenced by external and internal factors:

- sharp deviations in weather and climatic conditions;
- technological violations associated with the unsatisfactory work of unscrupulous contractors;
- the subjective approach of the tariff regulation authorities of the constituent entities of the Russian Federation;
- low-quality work of performers in the integrated system of the Ministry of Energy of Russia in the formation of reporting information.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- control of specialized divisions over the observance of the correctness of the calculation of planned and actual indicators of reliability and quality;
- control of specialized divisions over the quality and timeliness of uploading information from performers in the integrated system of the Ministry of Energy of Russia;
- control of specialized divisions over the quality and timeliness of information disclosure on the site in accordance with the Information Disclosure Standards.

7) The risk of lack of electricity metering devices, their moral and physical deterioration, may lead to a decrease in revenue from electricity transmission services.

The implementation of this risk is influenced by external and internal factors:

- violation of the operating conditions of metering devices by the consumer;
- lack of economic incentive to install metering devices, as a result of low standards for the consumption of utilities for the population;
- lack of standards for non-residential premises;
- cost reduction in the investment program for meeting the requirements of FZ-522.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- implementation and distribution of smart electricity metering devices, automated systems for collecting and processing data on readings of electricity meters, forming on the basis of these data balances of electrical energy and capacity and volumes of services for transmission of electrical energy;
- implementation of programs of measures to reduce electricity losses and programs for the future development of electricity metering systems.

In the opinion of the issuer, the implementation of measures for risk management will not allow significant impact of risks on the issuer's performance of obligations under securities.

There are no risks associated with changes in prices on foreign markets, since the issuer does not provide services for the transmission of electrical energy outside the Russian Federation.

2.4.2. Country and regional risks

Country risks

Currently, 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. 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 regional risks in the activity of the issuer are mainly as follows:

- disagreement of the authorized state tariff making bodies in part of economically proved costs declared by the Company for inclusion in the 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 interacts 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.

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 work on compliance of the long-term programs of development of regions in the service area of the Company's divisions with regional and local authorities, interacts with superior organizations on questions of activity in the regions.

1) 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.

In case of occurrence of military conflicts, the Company bears risks of its fixed assets destruction. 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 order to minimize the consequences of the risk, the Company has planned activities for transferring to work in a "special period".

2) 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 impact of abnormal spontaneous phenomena on the Company's electric grids within the heating period. These risks are estimated as high. The Company has implemented a set of measures on preparing of the grid for the heating period in accordance with developed and approved programs, each division is certified for readiness to the heating period based on the assessment of the Ministry of Energy of the Russian Federation. On an ongoing basis, work is underway to reduce the time to eliminate technological violations (the creation of mobile crews, the purchase of back-up power supply sources, exercises with regional authorities, etc.), necessary for prompt elimination of consequences of bad weather during the heating period.

The management on a mandatory basis submits to the Board of Directors a report on preparation for the heating period, as well as a report on outcome of the operation through the heating period.

2.4.3. Financial risks

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

1) Inflation risks

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 results of the 1st half of 2020, the Consumer Price Index is 102,63% since the beginning of the year, and on a year-on-year basis - 103,21%, which is 0,21 percentage points higher than the level stipulated by the Company's business plan (103,0%). This deviation is assessed by the Company as insignificant. A more significant increase in the inflation rate may lead to an unplanned increase in the Company's operating expenses. The rate on the Company's bond coupons is fixed for the entire period of circulation of securities and does not depend on the change in inflation.

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

2) 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 contains 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.

3) Interest risks

In the process of carrying out its financial and economic activities, the Company attracts borrowed funds, and therefore is exposed to the risk associated with the possibility of changing interest rates on loans and borrowings.

An increase in interest rates on credit resources may lead to an unplanned increase in debt servicing costs, which affects the Company's financial result, as well as the possibility of new borrowings.

In order to reduce the interest risk, the Company conducts a balanced credit policy aimed at optimizing the structure of the loan portfolio and minimizing debt service costs. Measures are being taken to ensure the diversification of available sources of debt financing. Selection of financial organizations for the provision of services is carried out through open competitive procedures, which makes it possible to attract borrowed funds on the most favourable terms for the Company.

4) Liquidity risks

The Company's operations are subject to the influence of risk factors, which may lead to a decrease in the liquidity and financial stability of the Company. The most significant factor is the low payment discipline in the retail electricity market.

Low payment discipline of the issuer's counterparties leads to the formation of a large volume of accounts receivable, including overdue.

To minimize this risk factor, the Company monitors the capital structure and determines the optimal parameters for borrowing, and also takes measures to optimize the working capital structure.

Work with accounts receivable for electricity transmission is carried out in the following main areas:

- claims and lawsuits to reduce accounts receivable;
- introduction of full and (or) partial limitation of energy supply to consumers-debtors;
- presentation of penal sanctions to consumers-debtors for violation of payment obligations.

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, inflationary processes in the economy of the Russian Federation may have a material impact on 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 implementation, the following financial statements indicators are subject to the greatest changes: revenue, net income, the amount of accounts receivable and accounts payable.

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

2.4.4. Legal risks

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

For the issuer (as well as for all joint-stock companies, operating in the territory of the Russian Federation) there is a risk of changes in legislation (federal laws and subordinate legislation) regulating economic relations. Legal risks, in particular, connected with ambiguous treatment of norms of the legislation, can lead to incorrect calculation and payment of taxes, resulting in fines from the tax authorities. To decrease these risks, the work is constantly performed on legitimate improvement of methods of calculation of tax base under various taxes and the control over their conformity with the current legislation.

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

The Company is subject to risks of the appeal by shareholders of large transactions and related-party transactions (at fulfillment of such transactions without appropriate preliminary approval by the Board of Directors or the General Shareholders Meeting, and also approved with infringement of the established order). For minimization of the given risks at realization of contractual work, the preliminary legal analysis of

concluded transactions for presence of the bases of carrying out of the preliminary corporate procedures stipulated by the current legislation of the Russian Federation and/or the Articles of Association of the Company is performed without fail. In case of need the corresponding transactions are submitted for consideration by the competent governance bodies of the Company.

For minimization of the risks in the corporate governance area (in particular, the risks “Reduction of the level of corporate governance”, “Decline in the quotation list level, delisting” and “Risk of conflict of interests of shareholders”) the Company carries out a continuous set of measures aimed at information interaction with shareholders, investors and all interested parties, as well as full observance of legitimate rights and interests of the latter. The key activities are:

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

The main legal risks include such risks as:

1) Issuance of judicial acts (resolution of disputes) on collection of debt for electricity transmission services not in favour of the Company.

2) Establishment of an increase in the level of operating costs below inflation, taking into account the efficiency index of operating costs and growth in the volume of serviced equipment.

3) Impossibility of timely registration of land relations.

4) Accidents due to the impact of production factors.

5) Changes in legislation in the field of the Company’s activities.

6) Violations by the Company of the requirements of the legislation as a result of non-fulfillment by counterparties of obligations to the Company, leading to bringing the Company to responsibility.

7) Legal conflicts or ambiguity associated with inconsistency of legal norms.

8) Involvement of the Company/Company’s employees in corruption activities.

9) Violations by the Company/Company’s employees of the basic prohibitions and restrictions of antimonopoly legislation.

10) Regulatory risk of the Company.

11) Illegal access to confidential information.

12) Intentional unlawful actions both on the part of legal entities and individuals, and on the part of the Company’s employees, causing economic damage and harm to business reputation.

13) Appeal against transactions concluded by the Company.

The main factors of legal risks and measures to manage them:

1) Issuance of judicial acts (resolution of disputes) on collection of debt for electricity transmission services not in favour of the Company, which may lead to a decrease in the inflow of funds and the financial stability of the Company.

The implementation of this risk is influenced by such external and internal factors as:

- the presence of a “political” factor when making court decisions;
- inconsistency in the actions of the structural divisions of the Company in terms of providing substantiating materials.

In order to prevent the possible impact of this risk on the issuer’s activities and to minimize the consequences of its implementation, the Company appeals against judicial acts that do not meet its interests.

2) Establishment of an increase in the level of operating costs below inflation, taking into account the efficiency index of operating costs and an increase in the volume of serviced equipment, which may lead to an excess of the level of planned operating costs and a reduction in the Company’s net profit.

The implementation of this risk is influenced by such external and internal factors as:

- the occurrence of accidents at facilities of the Company due to sudden changes in weather conditions (hurricane wind, heavy snowfall);
- a sharp drop in power consumption;
- changes in the legislation in the field of the electric power industry;

- sale of services with zero or negative profitability.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, operating costs are optimized in accordance with the Program for increasing operational efficiency and reducing costs.

3) Impossibility of timely registration of land relations, which may lead to deviations of the planned indicators of the investment program of the Company from the actual ones and violation of the terms of implementation of a facility.

The implementation of this risk is influenced by such external and internal factors as:

- failure to comply with the regulatory deadlines for conciliation procedures;
- untimely preparation and submission of a package of documents for obtaining permission to use a land plot.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- control of the presence of initial permits according to agreed schedules;
- quarterly analysis of the existing initial permits in the framework of the coordination of reports on the implementation of the investment program;
- interaction with the approving authorities.

4) Accidents due to the impact of production factors can occur in violation of the rules (norms) of operation and safety requirements during work.

In order to prevent the implementation of this risk, the Company has approved and is implementing the Comprehensive Program to Reduce Risks of Injury (Order of IDGC of Centre, PJSC dated 09.01.2020 No. 1-CA "On the results of operation of power grid facilities of branches of IDGC of Centre, PJSC and IDGC of Center and Volga Region, PJSC in 2019, the main measures to improve the reliability of the level of operation and repair of power grid facilities, the implementation of new technology, automation and mechanization of production processes, preservation of the health of employees of the branches for 2020").

5) Changes in legislation in the field of the Company's activities.

The activities of the Issuer may be significantly affected by a fundamental change in the legislation governing the main type of its activity (provision of services for the transmission of electricity and connection of facilities to the eclectic grid) and judicial practice. Frequent changes in the legislation of the Russian Federation and conflicts of law, imperfection of the judicial system and contradictory judicial practice, as well as unforeseen actions of law enforcement and other control bodies (a ban on carrying out activities, for example, capable of leading to signs of bankruptcy) can significantly worsen the position of any economic entity carrying out its activities in the domestic market of the Russian Federation.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences, the Company conducts weekly monitoring of changes in legislation, as well as analysis of local regulations of the Company, previously given legal positions for the need to make changes in accordance with the changed legislation and established judicial practice.

6) Violations by the Company of the requirements of the legislation as a result of non-fulfillment by counterparties of obligations to the Company, leading to bringing the Company to responsibility.

The implementation of this risk is influenced by such external factors as:

failure to fulfill the obligations assumed under the concluded contracts for the provision of services for the transmission of electrical energy by suppliers of last resort, energy sales organizations, "direct" consumers, territorial grid organizations and PJSC FGC UES (FGC), including:

- obligations to pay for the cost of services rendered for the transmission of electrical energy to suppliers of last resort, energy sales organizations, "direct" consumers;
- inconsistency of the quality parameters of the transmitted electricity by territorial grid organizations/FGC;
- violation by territorial grid organizations of the procedure for introducing restrictions on the mode of consumption of electrical energy by consumers of electrical energy.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- regulation of contractual relations in terms of the provision of services for the transmission of electricity with suppliers of last resort, energy sales organizations, "direct" consumers, territorial grid organizations and PJSC FGC UES (FGC);
- control over the proper fulfillment of obligations undertaken under the contract for the provision of services for the transmission of electrical energy by suppliers of last resort, energy sales organizations, "direct" consumers, territorial grid organizations and FGC;
- taking measures to collect debts and settle disputes over the volume and cost of services rendered in accordance with the requirements of the Regulations for dealing with accounts receivable for rendered

electricity transmission services.

7) Legal conflicts or uncertainty associated with inconsistency of legal norms, the implementation factors of which are:

- adoption of contradictory regulatory legal acts by state authorities, local authorities;
- making conflicting court decisions;
- inconsistency in actions of the Company's structural divisions in terms of the interpretation of legal norms.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences, the Company carries out weekly monitoring of changes in legislation and judicial practice. The analysis of local regulations of the Company, previously given legal positions for the need to make changes in accordance with the changed legislation and established judicial practice, is carried out.

8) Involvement of the Company / employees of the Company in corruption activities, which may lead to violations of the current legislation by the Company, reputational risks.

The implementation of this risk is influenced by external and internal factors:

- violation by employees of the requirements of regulatory documents, legislation of the Russian Federation, which may lead to corruption;
- use of official position by employees and managers of the Company for personal mercenary purposes to the detriment of interests of the Company;
- misuse of insider information and market manipulation;
- dishonesty of employees and counterparties of the Company in terms of transactions with affiliated persons;
- lack of knowledge by personnel of the requirements of the current legislation and local acts of the Company;
- lack of control over activities of the Company's employees;
- failure to make timely management decisions.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- control over the observance of legislation by personnel of the Company, including legislation on prevention and combating corruption and antimonopoly legislation, and internal organizational and administrative documents of the Company;
- updating the anti-corruption policy of the Company;
- approval of the program of anti-corruption measures, uniform rules, standards, rules of conduct and principles to prevent violations of anti-corruption legislation, conflicts of interest and other abuses in the Company, including on the part of the Company's management;
- taking measures to counteract the illegal use of insider information and market manipulation in the Company, including monitoring and accounting of insider information, maintaining a list of insiders and ensuring its timely transfer upon request to PJSC Moscow Exchange;
- verification of procurement participants/contractors: assessment of their reliability and conscientiousness, exclusion of signs of affiliation, conflict of interest and other possible abuse; disclosure of the structure of their owners to the ultimate beneficiary, as well as the composition of executive bodies; participation of the company in tender procedures of PJSC Rosseti's group using information and analytical systems and Internet resources, preparation of expert opinions based on the results of the audit.

9) Violations by the Company/employees of the Company of the basic prohibitions and restrictions of the antimonopoly legislation, the factors of which are offers of bribes to an employee of the Company, non-compliance by the Company/an employee of the Company with the antimonopoly legislation of the Russian Federation.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the Company takes the following measures:

- preparation on the basis of written information (memos) received from other divisions of the Company of claims against decisions of the FAS bodies, other necessary procedural documents on behalf of the Company.

10) Regulatory risk of the Company, the factors of which are changes in legislation in the field of tariff setting for electricity transmission services, incorrect formation of a tariff application.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the Company works with regulatory bodies of the constituent entities of the Russian Federation to defend the position of the Company. Submission of substantiating materials to the tariff regulation bodies of the constituent entities of the Russian Federation confirming the level of economically justified expenses of the Company's branches for the next regulation period is carried out. The Tariff

Formation Department of the Executive Office of the Company, the Economy and Tariff Formation Division of the branches monitor the quality and timely execution of the provisions of the order on conducting a tariff campaign for the next year on the formation of tariffs for services for the transmission of electrical energy / rates of payment for grid connection.

11) *Illegal access to confidential information, which can lead to reputational and legal risks, legal costs and financial expenses, risks of bringing to criminal and administrative responsibility of the management and employees of the Company.*

The implementation of this risk is influenced by external and internal factors:

- violation by employees of the requirements of regulatory documents, legislation of the Russian Federation;
- use of official position by employees and managers of the Company for personal mercenary purposes to the detriment of interests of the Company;
- illegal activities of third parties;
- lack of knowledge of the personnel of the requirements of the current legislation and local acts of the Company;
- deliberate actions of the management and staff for personal gain;
- low performance discipline, qualifications and motivation of the staff;
- lack of control over activities of the Company’s employees;
- failure to make timely management decisions.

In order to prevent the possible impact of this risk on the issuer’s activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- ensuring integrated security and safety of the Company’s activities;
- operation of an integrated Data Leak Prevention (DLP) system: control of the use of the current software version on users’ PCs and server equipment; constant control of the leakage of information transmitted by corporate e-mail using Web-traffic, USB-ports.

12) *Intentional unlawful actions both on the part of legal entities and individuals, and on the part of the Company’s employees, causing economic damage and harm to business reputation.*

The implementation of this risk is influenced by external and internal factors:

- illegal activities of third parties and criminal groups;
- deliberate actions of the Company’s personnel;
- low level of interaction with law enforcement agencies;
- low performance discipline, motivation and qualifications of the staff;
- lack of control over activities of the Company’s employees;
- poor selection and verification of job candidates.

In order to prevent the possible impact of this risk on the issuer’s activities and to minimize the consequences of its implementation, work is being carried out to ensure the integrated security and safety of the Company’s activities.

13) *Appeal against transactions concluded by the Company.*

The main factors for the implementation of this risk include the adoption by the judicial authorities of decisions not in favour of the Companies, as well as inconsistency in actions of the Company’s structural divisions in terms of providing substantiating materials.

In order to prevent the possible impact of this risk on the issuer’s activities and to minimize the consequences of its implementation, preparation of claims based on written information (memos) received from other divisions of the Company, responses to claims, other necessary procedural documents on behalf of the Company in courts of general jurisdiction, arbitration and third party arbitration courts.

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

Normative acts governing tax legal relations often contain vague wording or operate with terms that do not have a specific legal definition. Also, official explanations of tax legislation by the Ministry of Finance of the Russian Federation and the Federal Tax Service of the Russian Federation are not always presented in the required 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.

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

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

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 sustainability 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 Russian Federation 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 electric grid facilities, including:
 - increasing capacity utilization;
 - reducing specific investment costs;
 - decreasing operating costs;
 - reducing the value of electric energy losses.

Strategic risks also include the risk of a decrease in the capitalization of the Company, the implementation factors of which are the lack of profit from the Company's activities, an increase in inflation.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the Company monitors not exceeding the approved amount of operating costs and achieving the established target values of indicators to reduce specific operating costs, managing the level of costs, depending on the expected level of income.

The Company considers this risk as insignificant.

2.4.7. Risks connected with the issuer's activity

1) 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 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.

2) 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.

In the reporting quarter, the validity of the Certificates of work clearance of IDGC of Centre that affect the safety of capital construction facilities was retained. The risk associated with the inability to extend the validity of the Certificates is assessed as low.

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

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

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

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

Since IDGC of Centre is a natural monopoly subject in the sphere of the sale of electricity transmission services, 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).

5) Production (operational) (risks associated with the activities of the Company) - risks inherent in the Company or associated with the ongoing main financial and economic activities.

Production (operational) (risks associated with the activities of the Company) - risks inherent in the Company or associated with the ongoing main financial and economic activities.

The main risks associated with the Company's activities include such risks as:

- 1) Decrease in the volume of electricity transmission services to consumers connected to regional distribution grids;***
- 2) Changes in the structure of services provided for the transmission of electricity by voltage levels, tariff options, consumer groups;***
- 3) Change in the share of grid connection applicants in the preferential category;***
- 4) Change in the volume of connected capacity relative to the planned one;***
- 5) Bankruptcy and liquidation of counterparties;***
- 6) Failure by counterparties to pay for electricity transmission services within the timeframe and/or incomplete scope established by the agreement/contract;***

- 7) *Failure to comply with judicial acts on collection of accounts receivable;*
- 8) *Disagreements over the volume and cost of services rendered, including on acts of non-metered electricity consumption;*
- 9) *Changing the configuration and operating modes of the grid;*
- 10) *Unavailability of the applicant's facilities for grid connection;*
- 11) *Non-fulfillment by the consumer of obligations in terms of payment for services under the grid connection agreement;*
- 12) *Equipment failures with high physical wear and tear;*
- 13) *Extraneous influences on power grid facilities;*
- 14) *Insufficient qualification of production personnel;*
- 15) *Defects in design or manufacture of equipment;*
- 16) *Technical errors in formation of reports as a result of failures of information systems;*
- 17) *Natural technical failures in protection systems of information and telecommunication systems of power grid facilities;*
- 18) *Disruption and (or) termination of functioning of information infrastructure facilities and telecommunication systems of power grid facilities;*
- 19) *Unlawful influence on power grid facilities and their information and telecommunication systems (terrorist, sabotage, criminal and other), including the use of information technology;*
- 20) *Failure of functioning of automated control systems.*

The main risk factors and measures to manage them:

1) *Decrease in the volume of electricity transmission services to consumers connected to regional distribution grids.*

The implementation of this risk is influenced by such external factors as:

- fluctuations in demand for products of electricity consumers;
- macroeconomic changes, resulting in fluctuations in energy consumption;
- weather factor - temperature fluctuations;
- emergency or threat of its occurrence;
- transition of consumers to FGC's grids or to their own generation.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- monitoring the volume of productive supply;
- monitoring of consumer applications;
- adjustment of planned indicators of productive supply taking into account changes of productive supply.

2) *Changes in the structure of services provided for the transmission of electricity by voltage levels, tariff options, consumer groups.*

The implementation of this risk is influenced by such external factors as:

- changing the scheme of grid connection of consumers;
- changes in legislation in terms of determining the voltage level used for settlements.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- monitoring the volume of productive supply;
- monitoring of consumer applications;
- adjustment of planned indicators of productive supply taking into account changes of productive supply.

3) *Change in the share of grid connection applicants in the preferential category, which can lead to a deviation of indicators of the business plan: decrease/increase in costs for execution of contracts, a shortage of funds for implementation of measures for grid connection.*

The main factor in the implementation of the risk is a decrease in demand due to changes in the current legislation of the Russian Federation.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- monitoring applications, generating forecasts for grid connection (including geography of growth) in order to forecast the volume of applications and the volume of obligations of the grid company for the next year;
- regular updating of the demand for grid connection under previously concluded agreements on the

implementation of grid connection and issued technical conditions.

4) *Change in the volume of connected capacity relative to the planned one, which can lead to a decrease in the amount of revenue (lost profits) for the transmission of electricity.*

The main factors of the risk implementation are:

- decrease in the volume of connected capacity in applications of consumers;
- an increase in the number of preferential applicants;
- failure by the applicant to fulfill its obligations under the contract;
- untimely execution of measures under the grid connection agreement.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- ensuring the fulfillment of the Company's accumulated obligations under previously concluded agreements on grid connection, the term for which was violated by the Company;
- providing in the Company a system for optimizing technical solutions developed as part of the preparation of technical conditions for grid connection in order to ensure the total break-even point under contracts for the implementation of grid connection for non-privileged categories of applicants as a whole for the subject of regulation;
- updating applications for grid connection of consumers on an ongoing basis.

5) *Bankruptcy and liquidation of counterparties.*

The implementation of this risk is influenced by such external factors as:

- changes in the economic, environmental or social situation within the country;
- change in demand for products of electricity consumers;
- macroeconomic changes in the economy.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- planning expected expenses under the item of creation of reserves for doubtful debts in relation to debts of counterparties, for which the bankruptcy procedure is expected to be introduced in the planning period;
- timely creation of a reserve for doubtful debts in cases where the debtor does not have the ability to satisfy the claims of the Company for monetary obligations and in relation to which a bankruptcy procedure has been introduced
- revelation of facts of actions aimed at deliberate or fictitious bankruptcy;
- support in bankruptcy procedures of debtors (assessment of decisions made by a meeting of creditors, action/inaction of arbitration managers for violation of the rights and legitimate interests of the Company with appealing such decisions, recovery of losses from arbitration managers or SROs of arbitration managers).

6) *Failure by counterparties to pay for electricity transmission services within the timeframe and/or incomplete scope established by the agreement/contract.*

The following external factors influence the implementation of this risk:

- Macroeconomic changes in the economy;
- Possible changes in the legislation on accrual (forfeit, interest, fines) for non-fulfillment (improper fulfillment) by counterparties of obligations to pay for services for the transmission of electric energy;
- Unsettled contractual relations in terms of determining points of delivery of electricity;
- Primary documents are incorrectly drawn up (acts of taking readings, registers, etc.).

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- claim-related work, monitoring the timing;
- introduction of full and (or) partial restriction of energy supply to consumers-debtors at the request of energy sales companies, conducting inspections of the introduced restriction of the mode of consumption of electric energy in relation to consumers who violate their obligations;
- control over the execution of agreements on debt restructuring;
- interaction with the service of the FSSP of the Russian Federation at the stage of enforcement proceedings, the signing of agreements on interaction with the FSSP of the Russian Federation, control over debt repayment within the framework of enforcement proceedings on the received court decisions on the collection of overdue debts;
- interaction with liquidators within the framework of debtor bankruptcy procedures.

7) *Failure to comply with judicial acts on collection of accounts receivable, which can lead to a reduction*

in cash flow, a decrease in the financial stability of the Company.

The implementation of this risk is influenced by external and internal factors:

- intentional and unfair actions of legal entities and individuals to enforce court decisions;
- financial insolvency of the counterparty, including bankruptcy;
- force majeure circumstances;
- lack of proper interaction with the regional FSSP of the Russian Federation and law enforcement agencies;
- inconsistency in actions of the Company's structural divisions.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- interaction with the service of the FSSP of the Russian Federation at the stage of enforcement proceedings;
- signing of cooperation agreements with the FSSP of the Russian Federation;
- monitoring the repayment of debts within the framework of enforcement proceedings on the received court decisions on the collection of overdue debts.

8) Disagreements over the volume and cost of services rendered, including on acts of non-metered electricity consumption.

The implementation of this risk is influenced by such external factors as:

- macroeconomic changes in the economy;
- imperfection of legislation;
- unsettled contractual relations in terms of determining points of delivery of electricity;
- incorrect execution of primary documents (acts of taking readings, registers, etc.);
- lack of a mechanism for coordinating the volume of services rendered to consumers - citizens, various algorithms for the formation of productive supply from sales companies and IDGCs;
- non-acceptance of acts of non-metered electricity consumption;
- failure to comply with the requirements of the current legislation on the provision of commercial metering data by utility service providers;
- lack of common metering devices in multi-storey residential buildings;
- absence of metering devices with registration of the load profile at the consumer's facilities.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- Claim-related work, control of the timing;
- Analysis of reasons for disagreements and formation of a unified position of the Company on controversial issues, taking into account results of judicial practice;
- Development and promotion of initiatives to change legislation to eliminate ambiguity in interpretation of norms.

9) Changing the configuration and operating modes of the grid, which can lead to incorrect operation of the power grid facility.

The implementation of this risk is influenced by external and internal factors:

- low level of interaction with the sales organization;
- actual change in the technical state of the power grid facility due to the repair work carried out at it;
- insufficient awareness of the responsible executors;
- poor quality preparation for measurements.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- high-quality preparation of closing documents with the sales organization;
- raising awareness of staff;
- improving the quality of measurements.

10) Unavailability of the applicant's facilities for grid connection, which can lead to possible fines by the FAS due to violation of antimonopoly legislation, possible legal claims from consumers, changes in the value of tariffs set by the tariff regulation authorities in the subsequent period.

The implementation of this risk is influenced by external and internal factors:

- unavailability of the Applicant's facilities for grid connection;
- imperfection of the current legislation of the Russian Federation in terms of liability for violation of the terms on the part of the Applicant;

- changes in the legislation on grid connection (tight deadlines for the implementation of measures);
- failure to meet the deadlines for contract work.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- monitoring and assessment of the degree of readiness of connected facilities of the applicant up to 150 kW;
- formation of a register of agreements on implementation of grid connection, subject to priority execution by the branch in the current month;
- control over the timing of fulfillment of obligations under grid connection agreements.

11) *Non-fulfillment by the consumer of obligations in terms of payment for services under the grid connection agreement.*

The implementation of this risk is influenced by external and internal factors:

- violation by the Applicant of the payment schedule under the contract;
- untimely presentation of claims for non-payment to the Applicants;
- untimely conclusion of amendments on postponement of payment and performance of activities.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- weekly control over the fulfillment of obligations by applicants of the category over 150 kW;
- conducting claim-related work, in terms of reimbursement of costs for grid connection from the Applicant;
- increasing consumer confidence in the company through a more accessible explanation of the entire process of grid connection (posting information on the official website of the Company, developing a methodology for informing applicants, monitoring the quality of functioning of customer service offices).

12) *Equipment failures with high physical wear and tear, which can lead to a moderate duration of interruptions in the transmission of electric energy to consumers of services of the power grid organization.*

The implementation of this risk is influenced by poor-quality planning of production programs.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the Company monitors the quality planning of the maintenance and repair program, timely monitoring of its implementation, and control of the timely entry of information on activities of the specified program into specialized software.

13) *Extraneous influences on power grid facilities, which can lead to a low duration of interruptions in the transmission of electric energy in relation to consumers of services of the power grid organization, as well as to a risk of accidents with unauthorized persons.*

The implementation of this risk is influenced by external and internal factors:

- low awareness of the population about the danger of electric current;
- lack of coordination with the power supply organization when carrying out work in the security zone of electrical installations.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- work with the population, development of PR programs;
- development and updating of provisions on technological interaction with related subjects of the electric power industry.

14) *Insufficient qualification of production personnel, which can lead to a moderate duration of interruptions in the transmission of electric energy in relation to consumers of services of the power grid organization. Risk of injury to personnel while performing professional duties.*

The implementation of this risk is influenced by the employment/transfer of employees whose qualifications do not meet the established qualification requirements for the position.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- interaction with higher educational institutions/secondary educational institutions to attract qualified personnel for employment in the Company;
- provision of training, advanced training, obtaining necessary permits for production personnel;
- 08.06.2020, a letter was sent to heads of the HR departments of the branches to strengthen control over the compliance of employees hired/transferred to vacant positions with the established qualification requirements.

15) *Defects in design or manufacture of equipment, which can lead to a moderate duration of interruptions in the transmission of electric energy to consumers of services of the power grid organization.*

The implementation of this risk is influenced by external and internal factors:

- receipt of substandard defective materials or materials that differ from the declared parameters;
- poor quality of repair work carried out by a contract method;
- lack of proper incoming control over the supplied materials and equipment;
- poor quality supervision and acceptance of work performed by a contractor.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, the following measures have been developed and are being implemented:

- control of the availability of documentary support of material and technical resources during delivery;
- acceptance of material and technical resources in terms of quantity and quality in accordance with the terms of the contract;
- checking the nomenclature and completeness of the delivery of the ordered inventory, as well as the availability of all accompanying documents for the cargo;
- checking the integrity of packaging, seals, completeness of delivery and weight of the cargo using professional measuring devices.

16) *Technical errors in formation of reports as a result of failures of information systems.*

The implementation of this risk is influenced by such factors as a cyberattack, technological violations.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the requirements for the protection of information and telecommunication systems, preventive work and monitoring of information systems are met.

17) *Natural technical failures in protection systems of information and telecommunication systems of power grid facilities.*

The implementation of this risk is influenced by external and internal factors:

- external influences of a natural and man-made nature;
- purchase of low-quality equipment;
- depreciation of equipment;
- human factor;
- untimely implementation of procurement procedures, equipment and maintenance of protection systems for information and telecommunication systems of power grid facilities;
- low qualifications of personnel and production discipline.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, measures are taken to ensure the integrated security of the Company, control over the implementation of measures for reservation of channels and information resources, operation of an integrated information protection system in terms of ensuring uninterrupted and continuous operation.

18) *Disruption and (or) termination of functioning of information infrastructure facilities and telecommunication systems of power grid facilities.*

The implementation of this risk is influenced by external and internal factors:

- illegal activities of third persons and criminal groups;
- violation by employees of the requirements of regulatory documents, legislation of the Russian Federation.
- deliberate actions of the management and personnel for personal mercenary gain.
- force majeure circumstances.
- low level of interaction with law enforcement and supervisory authorities.
- lack of knowledge by personnel of the requirements of the current legislation and local acts of the Company.
- low performance discipline and qualifications of staff.
- lack of control over activities of the Company's employees.
- failure to make timely management decisions.
- lack of scheduled maintenance of information infrastructure facilities and telecommunication systems of power grid facilities.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- implementation of organizational and technical requirements of the legislation of the Russian Federation in the field of information security;
- periodic control of measures used at facilities of informatization.

19) *Unlawful influence on power grid facilities and their information and telecommunication systems*

(terrorist, sabotage, criminal and other), including the use of information technology.

The implementation of this risk is influenced by external and internal factors:

- illegal activities of third party persons and criminal groups of a terrorist, sabotage, criminal and other nature;
- deliberate actions of the Company's personnel;
- low level of interaction with law enforcement and supervisory authorities;
- insufficient anti-terrorist and anti-criminal protection of the Company's power grid facilities;
- lack of control over activities of the Company's employees;
- failure to make timely management decisions;
- poor selection and verification of job candidates.

In order to prevent the possible impact of this risk on the issuer's activities and minimize the consequences of its implementation, measures are taken to ensure the integrated security of the Company's activities, information security incidents are monitored and responded to, periodic instrumental control of vulnerabilities of automation equipment is carried out, as well as audit control of the implementation of organizational and technical information security measures and policies.

20) *Failure of functioning of automated control systems.*

The implementation of this risk is influenced by external and internal factors:

- failure to provide services by suppliers (communication channels);
- impact of third parties and organizations;
- equipment failure (hardware failure);
- physical obsolescence of equipment (natural wear and tear);
- failure of software and power supply systems;
- errors of users and operating personnel.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- Monitoring of equipment (services) performance.
- Planned preventive maintenance of server and communication equipment.
- Modernization/replacement of equipment, timely replenishment of spare parts.
- Purchase of software technical support services (elimination of malfunctions, consultations, provision of updated versions).
- Installation of redundant power supplies.
- Assigning the minimum necessary rights and privileges to users.
- Training of users and operating personnel.

6) *Investment risks - risks associated with implementation of investment programs (individual projects), as well as other investment activities of the Company.*

The main investment risks of the Company include such risks as:

- 1) ***Increase in the volume of financing of the investment program as a whole and/or for individual titles (in relation to the established limits);***
- 2) ***Implementation of individual investment projects not provided for by the investment program;***
- 3) ***Need to finance individual special projects;***
- 4) ***Failure by contractors to comply with the terms of design, delivery, construction, commissioning of facilities;***
- 5) ***Lack of possibility of timely registration of permits for construction;***
- 6) ***Failure to provide outages or postponement of the facility's putting into operation, except for cases caused by other facilities of the Company being repaired;***
- 7) ***Untimely inclusion of innovative projects in the investment program;***
- 8) ***Lack of a contractor, available equipment that meets the necessary requirements for the implementation of innovative projects;***
- 9) ***Lack of funds of the investment program for the implementation of innovative solutions;***
- 10) ***Enactment during the reporting period of new regulations establishing additional requirements for the parameters of capital construction;***
- 11) ***Increase in construction costs due to regional factors (climate, geography of the area, etc.), not taken into account when approving the investment program;***

12) Increase in the cost of building materials, equipment and work for objective reasons (inflation, crisis, foreign economic factors, etc.), not taken into account when approving the investment program;

13) Inconsistency of the work performed with the design and estimate documentation, low quality of equipment/materials, etc.;

14) Presence in the investment program of items that are not covered by the consolidated price standards for standard technological solutions for capital construction of electric power facilities.

The main risk factors and measures to manage them:

1) Increase in the volume of financing of the investment program as a whole and/or for individual titles (in relation to the established limits).

The implementation of this risk is influenced by external and internal factors:

- entering into force during the reporting period of new regulatory documents establishing additional requirements for design, arrangement, environmental impact, fire safety for capital construction facilities;
- an increase in the cost of materials and work for objective reasons (financial crisis, natural disasters, etc.);
- suboptimal planning of the investment program (lack or inadequacy of substantiating materials, underestimation of project costs, inconsistency with regional development plans, lack of funding sources, etc.);
- poor-quality tender procedures (purchases from a single source, abuse in the formation of tender/procurement documentation, collusion);
- poor-quality formation and examination of design estimates;
- beginning of construction and installation work in the absence of design estimates;
- conclusion of additional agreements with contractors to increase the cost of work;
- inconsistency of completed construction and installation work (KS forms) with design and estimate documentation;
- orders of supervisory authorities based on results of scheduled or targeted inspections of facilities;
- identification of new defects during regular and unscheduled inspections and examinations;
- lack of field supervision over the implementation of construction and installation works.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

Quality improvement:

- planning;
- providing initial data for calculating the cost of the project;
- conducting procurement procedures;
- examination and approval of design and estimate documentation;
- organization of field supervision.

2) Implementation of individual investment projects not provided for by the investment program.

The implementation of this risk is influenced by external and internal factors:

- Additional applications for grid connection of consumers, submitted and newly concluded contracts for the fulfillment of obligations on the initiative and at the expense of third parties, after the completion of the investment program. Obtaining orders from supervisory authorities.
- Emergencies due to weather disasters or illegal actions of third parties.

In order to prevent the possible impact of this risk on the issuer's activities, the Company carries out conciliatory measures with specialized divisions when forming the list of investment projects and the timing of their implementation when forming/adjusting the investment program.

3) Need to finance individual special projects.

The implementation of this risk is influenced by external and internal factors:

- New requirements in legislation and regulations for the implementation of special projects.
- Use of irrelevant information in the formation of an investment program, the inclusion of not all projects, the implementation of which is necessary.

In order to prevent the possible impact of this risk on the issuer's activities, the Company carries out conciliatory measures with specialized divisions when forming a list of investment projects and the timing of their implementation when forming/adjusting the investment program.

4) Failure by contractors to comply with the terms of design, delivery, construction, commissioning of facilities.

The main factors of the risk implementation are the contractor's dishonesty, insufficient control over the performance of work.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the work is monitored according to the approved schedule. Control over the fulfillment of obligations of the parties under work/supply contracts.

5) *Lack of possibility of timely registration of permits for construction.*

The main factors of the risk implementation include non-compliance with the regulatory deadlines for conciliation procedures, sending an incomplete set of documents.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- control of the presence of initial permits according to agreed schedules;
- quarterly analysis of the existing initial permits in the framework of the coordination of reports on the implementation of the investment program;
- interaction with the approving authorities.

6) *Failure to provide outages or postponement of the facility's putting into operation, except for cases caused by other facilities of the Company being repaired.*

The main factors of the risk implementation include the absence of replacement capacities/late preparation, direction and approval of outage plans, lack of approval and permission of the owner of the facility, the Regional Dispatching Office.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, control of the availability of applications for admission/ outage is carried out according to agreed schedules, contracts, interaction with technical services.

7) *Untimely inclusion of innovative projects in the investment program.*

The main factors of the risk implementation include the adjustment of the investment program taking into account the existing economic situation.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- control over the substitution of measures when adjusting the investment program in terms of not reducing the rates of innovation implementation (replacing technical solutions with innovative ones) through the ASPID system.
- coordination of the adjusted investment program prior to its approval with First Deputy General Director - Development Director responsible for the implementation of the innovative development program.

8) *Lack of a contractor, available equipment that meets the necessary requirements for the implementation of innovative projects.*

The main factors of the risk implementation include the replacement of technical solutions within the design of power facilities for technological and logistic reasons (technical impossibility of using innovative equipment at a specific facility, lack of delivery of innovative equipment on time).

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- development of technical solutions within the framework of creating certificates of innovative projects.
- conducting Technical Councils of IDGCs on the approval of technical solutions for especially complex facilities (digital substations, digital Distribution Zones, etc.)
- concluding licensing agreements with suppliers of innovative equipment with at least two for each type of innovative equipment.

9) *Lack of funds of the investment program for the implementation of innovative solutions.*

The main factors of the risk implementation include non-payments by the sales organization, volatility of the amount of funds allocated to finance the investment program.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- Improving the quality of work with accounts receivable.
- Elaboration of a lending mechanism as a supportive measure in case of insufficient funds.

10) *Enactment during the reporting period of new regulations establishing additional requirements for the parameters of capital construction.*

The implementation of this risk is influenced by the entry into force during the reporting period of new regulations in the field of pricing or requirements for capital construction.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences, the monitoring of amendments to the legislation of the Russian Federation, updating of internal regulatory documents is carried out.

11) Increase in construction costs due to regional factors (climate, geography of the area, etc.), not taken into account when approving the investment program.

The implementation of this risk is influenced by non-optimal planning of the investment program (lack or inadequacy of supporting materials, underestimation of project costs, etc.).

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, measures are being taken to improve the quality of planning, provide initial data for calculating the project cost, expertise and approval of design and estimate documentation.

12) Increase in the cost of building materials, equipment and work for objective reasons (inflation, crisis, foreign economic factors, etc.), not taken into account when approving the investment program.

The implementation of this risk is influenced by external and internal factors:

- inflationary processes, crisis, external economic factors, etc.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the actual parameters of the investment program are monitored against the approved ones (by title).

13) Inconsistency of the work performed with the design and estimate documentation, low quality of equipment/materials, etc.

The implementation of this risk is influenced by external and internal factors:

- Poor quality control over work performance/equipment delivery.
- Lack of field supervision over the implementation of construction and installation works.
- Bad faith of the contractor/supplier.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the following measures are taken:

- Organization and implementation of construction control at capital construction sites (including independent).
- Approval and implementation of the schedule of field inspections of facilities.
- Field supervision.

14) Presence in the investment program of items that are not covered by the consolidated price standards for standard technological solutions for capital construction of power facilities.

The implementation of this risk is influenced by external and internal factors:

- Application of non-standard technical solutions.

Lack of consolidated price standards for standard technological solutions for capital construction of electric power facilities.

In order to prevent the possible impact of this risk on the issuer's activities and to minimize the consequences of its implementation, the Company applies standard solutions for design and survey work when implementing investment projects.

In the opinion of the issuer, the implementation of the risk management measures will not allow significant impact of the risks on the issuer's fulfillment of obligations under securities.

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.

2.4.8. Bank risks

The issuer is not a credit institution

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»*

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

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

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

The issuer's charter registered the name in a foreign language

Name of the issuer in a foreign language

Name of the issuer in a foreign language: *"Interregional Distribution Grid Company of Centre", Public Joint-Stock Company (IDGC of Centre, PJSC)*

Effective date of the name: *07.07.2015*

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

Name of such legal entities:

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

Explanations necessary for avoidance of confusion of the stated names:

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

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

Information on registration of the indicated trademarks:

11 February 2010, the trademark of IDGC of Centre, JSC was registered in Russian (registration certificate № 400905). 21.03.2019 changes to the certificate for the trademark were registered. Trademark owner: Interregional Distribution Grid Company of Centre, Public Joint-Stock Company, 127018, Moscow, 2nd Yamskaya str., 4 (RU). The term of the exclusive right to the trademark was extended until 02.02.2029.

18 February 2010 - the trademark is registered in English (certificate of registration № 401660) - IDGC of CENTRE. 21.03.2019 changes to the certificate for the trademark were registered. Trademark owner: Interregional Distribution Grid Company of Centre, Public Joint-Stock Company, 127018, Moscow, 2nd Yamskaya str., 4 (RU). The term of the exclusive right to the trademark was extended until 02.02.2029.

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 the Tver region – Certificate of State Registration of Legal Entity Series 69 No.000939402 dated 17.12.2004.

Full company name: *"Interregional Distribution Grid Company of Centre", Joint-Stock Company*

Abbreviated company name: *IDGC of Centre, JSC*

Date of the name introduction: *06.08.2007*

Grounds for the name introduction:

18.07.2007 under the decision of the Extraordinary General Meeting of Shareholders of IDGC of Centre and North Caucasus, JSC the Company's Articles of Association in a new edition were approved with the renaming of the Company to "Interregional Distribution Grid Company of Centre", Joint-Stock Company (abbreviated name - IDGC of Centre, JSC). The Articles of Association in a new edition was registered by the Interdistrict Inspectorate of the FTS of Russia #46 in Moscow on 06.08.2007.

3.1.2. Data on the state registration of the issuer

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

Date of state registration: *17.12.2004*

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

3.1.3. Data on creation and development of the issuer

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

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

119017 Russian Federation, Moscow, Malaya Ordynka St., 15

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; https://www.mrsk-1.ru*

Name of the issuer's special subdivision for the work with shareholders and investors of the issuer: *IR Division of the Corporate Governance Department*

Location of the subdivision: *119017, Moscow, Malaya Ordynka St., 15*

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

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

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

The Internet site: *https://www.mrsk-1.ru/investors/*

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

In the second quarter of 2020 the head of the branch of IDGC of Centre, PJSC - "Orelenergo" was changed, as well as the validity of powers of attorney issued to the heads of the issuer's branches:

- Branch of IDGC of Centre, PJSC - "Belgorodenergo" – Deputy General Director – Director of the branch Sergey Nikolayevich Demidov. The power of attorney is valid until 18.10.2021;

- Branch of IDGC of Centre, PJSC - "Bryanskenergo" – Deputy General Director – Director of the branch Alexander Ivanovich Kosarim. The power of attorney is valid until 18.10.2021;

- Branch of IDGC of Centre, PJSC - "Voronezhenergo" – Deputy General Director – Director of the branch Vyacheslav Alekseevich Antonov. The power of attorney is valid until 18.10.2021;
- Branch of IDGC of Centre, PJSC - "Kostromaenergo" – Deputy General Director – Director of the branch Dmitry Pavlovich Prokhorov. The power of attorney is valid until 18.10.2021;
- Branch of IDGC of Centre, PJSC - "Kurskenergo" – Deputy General Director – Director of the branch Alexander Nikolayevich Rudnevsky. The power of attorney is valid until 18.10.2021;
- Branch of IDGC of Centre, PJSC - "Lipetskenergo" – Deputy General Director – Director of the branch Konstantin Alexandrovich Drachuk. The power of attorney is valid until 18.10.2021;
- Branch of IDGC of Centre, PJSC - "Orelenergo" – Acting Deputy General Director – Director of the branch Sergey Alexandrovich Aleshin. The power of attorney is valid until 18.10.2021;
- Branch of IDGC of Centre, PJSC - "Smolenskenergo" – Deputy General Director – Director of the branch Sabir Rafikovich Agamaliev. The power of attorney is valid until 30.10.2020;
- Branch of IDGC of Centre, PJSC - "Tambovenergo" – Acting Deputy General Director – Director of the branch Nikolay Valeryevich Bogomolov. The power of attorney is valid until 18.10.2021;
- Branch of IDGC of Centre, PJSC - "Tverenergo" – Acting Deputy General Director – Director of the branch Alexander Viktorovich Pilyugin. The power of attorney is valid until 18.10.2021;
- Branch of IDGC of Centre, PJSC - "Yarenergo" – Acting Deputy General Director – Director of the branch Igor Pavlovich Sharoshikhin. The power of attorney is valid until 18.10.2021.

3.2. Main economic activities of the issuer

3.2.1. Core economic activities of the issuer

Code of the main industry line of business of the issuer

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

OKVED Codes
33.13
35.13
52.10.21
61.10.1
70.10.1
70.10.2
70.22
85.42

3.2.2. Core economic activity of the issuer

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	2019, 6 months	2020, 6 months
Amount of sales proceeds (turnover) of this economic activity, thousand RUB	45 079 091	44 261 954
Share of sales proceeds (turnover) of this economic activity in the total amount of sales proceeds (turnover) of the issuer, %	96.84	96.77

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, revenue from electricity transmission services for the 1st half of 2020 was 44 261 954 thousand RUB. The revenue for the 1st half of 2019 was 45 079 091 thousand RUB.

In connection with the adoption by the Company from December 1, 2016 of functions of an electricity supplier of last resort in accordance with orders of the Ministry of Energy of the Russian Federation and management accounting features, part of the proceeds (delivery component for the 1st half of 2020 in the amount of 124 872 thousand RUB), previously attributed to electricity transmission services, refers to revenue from the provision of services for sale of electricity. Taking into account the delivery component, the revenue from electricity transmission services for the 1st half of 2020 is 44 386 826 thousand RUB, a decrease of 1,81%.

The decrease in revenue from electricity transmission services over the same period last year is due to a decrease in electricity consumption by industrial consumers and small and medium-sized enterprises due to abnormally warm winter months, as well as a change in the operating mode of enterprises due to the introduction of a self-isolation regime.

IDGC of Centre conducts its main business activity exclusively in the territory of the Russian Federation. The main activity of the company "rendering services for the transmission of electricity" is seasonal, in the autumn-winter period the volume of electricity transmission increases due to the seasonal increase in consumption.

General structure of the issuer's cost price

Indicator	2019, 6 months	2020, 6 months
Raw and materials, %	3.43	3.15
Purchased component products, semi-processed materials, %	0	0
Works and services of industrial character executed by third-party organizations, %	37.97	37.61
Fuel, %	0	0
Energy, %	19.21	18.67
Expenses for payment, %	15.12	16.14
Interest under credits, %	0	0
Rent, %	0.33	0.35
Deductions for social needs,	4.71	5.11
Amortization of the fixed assets, %	13.74	13.87
Taxes included in the cost price of products, %	2.45	2.44
Other expenses, %	3.05	2.68
amortization of intangible assets, %	0.03	0.01
rewards for innovative proposals, %	0	0
obligatory insurance payments, %	0.04	0.03
hospitality expenditure, %	0	0
other (explain), %	2.97	2.63
Total: expenses for manufacture and sale of products (works, services) (cost price), %	100	100
For reference: The proceeds from products (works, services) sale, % to cost price	110.08	108.98

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), in accordance with which the issuer's accounting (financial) statements were prepared and calculations were made, which are reflected in this subitem:

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 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 2019-2020.*

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

For 6 months 2020

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

According to the results of 6 months of 2020, in comparison with the same reporting period of 2019, there is no price change of more than 10% for main materials and goods (raw materials).

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:

IDGC of Centre operates in 11 constituent entities of the Russian Federation located in the Central Federal District of the Russian Federation. These entities include the Belgorod, Bryansk, Voronezh, Kostroma, Kursk, Lipetsk, Oryol, Smolensk, Tambov, Tver and Yaroslavl regions.

IDGC of Centre provides electricity transmission services to 17 suppliers of last resort, 151 retailers, 152 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 2020 is as follows:

- suppliers of last resort – 73,99 %;

- retailers – 17,28 %;

- end customers – 7,01 %,

- territorial grid company "BryanskElectro" LLC – 1,72 %.

In accordance with Order of the Ministry of Energy of Russia dated 17.11.2016 № 1214 (for the period from 01.12.2016 to 30.11.2017), dated 30.11.2017 №1138 (for the period from 01.12.2017 to 30.11.2018), dated 29.11.2018 №1107 (for the period from 01.12.2018 to 30.11.2019) and dated 13.11.2019 №1214 (for the period from 01.12.2019 to 30.11.2020), IDGC of Centre has been performing the functions of the electricity supplier of last resort in the service area of the branch of IDGC of Centre - Tverenergo and the territorial grid company "OPORA" LLC in the cities of Nelidovo, Toropets, Andreapol and Western Dvina in the Tver region.

IDGC of Centre provides grid connection services to residential customers (private sector), legal entities (small, medium and large business), territorially adjacent grid companies, budget organizations, generating entities.

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 customers serviced by suppliers of last resort and retailers.

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

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

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

To minimize the negative factors and improve its competitive positions, IDGC of Centre develops and improves the quality of services related to the sale of electricity.

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 issuer's report (quarterly report)

3.2.6. Data on 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, a specialized company.

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. The issuer does not have subsidiary organizations whose main activity is extraction of minerals.

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

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

3.3. Plans of the future activity of the issuer

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

Starting from 1 December 2016 by Orders of the Ministry of Energy of Russia dated 17 November 2016 № 1214, dated 30 November 2017 № 1138, dated 29 November 2018 №1107, dated 13 November 2019 № 1214 IDGC of Centre has been selling electricity, serving as a supplier of last resort in the Tver region.

IDGC of Centre does not plan to change the main activities, as well as a significant change in the structure of income.

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 grids;

- simplification of the procedure, reduction of terms and cost of grid connection in order to increase the availability of energy infrastructure;

- expansion of the market and the volume of services provided, including the promotion of services for the modernization of outdoor lighting networks, the introduction of new value-added services;

- 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;

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

- implementation of measures to improve the payment discipline of business partners;

- implementation of the Digital Transformation Program of IDGC of Centre, PJSC approved by the Board of Directors of the Company on 04.02.2020 (Minutes dated 05.02.2020 # 05/20).

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

Name of the group, holding or association: *SRO Association "EnergoprofAudit"*

Term of participation of the issuer: *16.06.2011*

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

Due to the cancellation of the licensing of activities in the field of energy audit, membership in the SRO Association "EnergoprofAudit" is necessary to conduct a compulsory survey in accordance with Federal Law No. 261-FZ of 23.11.2009 "On Energy Saving and on Improving Energy Efficiency and on Amending Certain Legislative Acts of the Russian Federation".

Name of the group, holding or association: *Union "Moscow Chamber of Commerce and Industry"*

Term of participation of the issuer: *25.06.2015*

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

MCCI is the largest association of entrepreneurs, interacts with all CCIs of the Russian Federation, which allows the Company without participation in the CCIs of regions of its service area to participate in the activities of these chambers and to interact with the authorities of the subjects of the Russian Federation. The possibility of quick interaction on contentious issues. Participation in norm-setting activities.

Name of the group, holding or association: *SRO Union "ENERGOSTROY"*

Term of participation of the issuer: *07.12.2009*

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

Compliance with the legislation of the Russian Federation in the part of the execution of the functions of the Customer, in the course of construction and installation works, construction, reconstruction and overhaul of capital construction facilities.

Name of the group, holding or association: **Association – "Energoprojekt"**

Term of participation of the issuer: **09.02.2011**

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

Compliance with the legislation of the Russian Federation in the part of the execution of the functions of the Customer, when developing design solutions (project documentation) for the construction, reconstruction and overhaul of capital construction facilities.

Name of the group, holding or association: **Non-commercial partnership "National Committee CIREAD"**

Term of participation of the issuer: **27.04.2012**

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

Obtaining information on advanced foreign technological developments. The possibility of conducting analytical studies of innovative technologies for the purpose of testing in the framework of pilot projects.

Name of the group, holding or association: **Association "NP TCO"**

Term of participation of the issuer: **11.03.2014**

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

Increase of the efficiency of the activity of IDGC of Centre, PJSC, including with regard to the promotion of legislative initiatives aimed at improving the mechanism of interaction between subjects of the electric power industry in the retail electricity market.

Name of the group, holding or association: **Association "NP Market Council"**

Term of participation of the issuer: **24.12.2012**

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

Ensuring that IDGC of Centre, PJSC fulfills the functions of a supplier of last resort.

Name of the group, holding or association: **Non-Profit Partnership Russian Association for Public Relations (RASO)**

Term of participation of the issuer: **19.12.2006**

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

Access to the shared knowledge, experience and competence and resources of the association, which allows finding effective solutions to complex communication problems, as well as implementing complex projects.

Name of the group, holding or association: **All-Russian Industry Association of Electric Power Employers "Energy Employer Association of Russia"**

Term of participation of the issuer: **05.08.2008**

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

Participation to develop a system of social partnership, pursue a coordinated policy of the Company in the field of employment, wages, labour protection, social insurance, retirement benefits for employees, solving other issues of a socio-economic nature and labour relations.

Name of the group, holding or association: **Non-profit partnership "Scientific and Technical Council of the Unified Energy System"**

Term of participation of the issuer: **17.07.2019**

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

IDGC of Centre, PJSC became a member of NP NTS UES with the aim of assisting in the formation of a scientifically grounded technical and economic policy in the Unified Energy System of Russia with all the rights and powers of a member of NP NTS UES. The goal of the Partnership is to assist the largest generating and grid companies in the formation of their scientifically grounded economic and technical policy, consistent with the development of the UES of Russia.

Name of the group, holding or association: **SRO Association "Centrizskaniya"**

Term of participation of the issuer: **22.10.2019**

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

IDGC of Centre, PJSC, being a developer, acts as a technical customer for engineering-geodetic, - geological,

- environmental surveys. Federal Law of 03.07.2016 No. 372-FZ "On Amendments to the Urban Planning Code of the Russian Federation and Certain Legislative Acts of the Russian Federation", which entered into force on 01.07.2017 (with the exception of certain provisions), the functions of a technical customer can be performed only by a member of the corresponding self-regulatory organizations in the field of engineering surveys, architectural and construction design, construction, reconstruction, overhaul of capital construction facilities.

3.5. Controlled economic entities of the issuer which have significance for it

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

3.6. Composition, structure and value of 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 30.06.2020

Unit of measurement: *thousand RUB*

Name of group of items of fixed assets	Initial (recovery) cost	Accrued amortization
Land	291 671	0
Buildings	10 192 356	3 489 514
Constructions and transfer mechanisms	99 562 388	47 896 124
Material-working machinery and equipment	73 993 563	41 112 026
Transport	6 926 961	4 305 151
Production and household inventory	376 099	295 361
TOTAL	191 343 038	97 098 176

Information on methods of accrual of depreciation deductions according to groups of the fixed assets items:

depreciation of fixed assets is accrued by straight-line method

Reporting date: *30.06.2020*

Results of the last revaluation 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 (specifying the nature of encumbrance, moment of encumber, its validity and other conditions at the issuer's discretion):

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 of the issuer (specifying the nature of encumbrance, the date of encumbrance, its validity and other conditions at the issuer's discretion) is provided in Appendix # 1 to this issuer's report (quarterly report).

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

4.1. Results of financial and economic activities of the issuer

Changes 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) statements are made, on the basis of which the indicators are calculated: *RAS*

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

Indicator	2019, 6 months	2020, 6 months
Net profit margin, %	1.65	1.87
Asset turnover ratio, times	0.39	0.37
Return on total assets, %	0.64	0.69
Return on equity, %	1.32	1.51
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. This indicator as at 30.06.2020 changed by 0,22 p.p. against 30.06.2019. The main reason for the deviation of the indicator is an increase in the Company's net profit by 0,09 bln RUB following the results of 6 months of 2020.

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 2020, this ratio is equal to 0,37. A slight decrease in this ratio by 0,02 relative to 2Q 2019 was caused by an increase in current assets by 2,6 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 2Q 2020, the ratio is equal to 0,69 p.p. The change of this indicator by 0,05 p.p. against 2Q 2019 was also caused by an increase of current assets by 2,6 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 2020, the ratio is equal to 1,51 p.p. The growth of this indicator by 0,19 p.p. against 2Q 2019 was mainly caused by a change in the Company's equity by 1,7 bln RUB, as well as an increase of the Company's net profit by 12 p.p.

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

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

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

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

Indicator	2019, 6 months	2020, 6 months
Net working capital	-7 067 980	-8 731 444
Current liquidity ratio	0.7	0.69
Acid ratio	0.58	0.58

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 issuer's report (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 its current liabilities, but also has reserve for expansion of its activity. Following the results of 6 months of 2020, this indicator is negative due to a change in the amount of short-term accounts receivable by 885 248 thous. RUB, short-term liabilities by 4 301 223 thous. RUB and cash balance by 1 432 484 thous. RUB.

The current liquidity ratio as at 30.06.2019 was 0,7. As at 30.06.2020 the value of this ratio did not change significantly and was 0,69. This ratio reflects the company's ability to repay the current (short-term) liabilities with only current assets. The higher the indicator is, the higher the solvency of the company is.

The acid ratio did not change significantly either and as at 30.06.2020 was 0,58. The ratio reflects the company's ability to repay its current liabilities in case of difficulties with the sale of services. Normative value of the ratio is above 0,8.

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 issuer's report (quarterly report): *No*

4.3. Financial investments of the issuer

As at 30.06.2020

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: *Unipro Public Joint Stock Company*

Abbreviated company name of the issuer: *Unipro PJSC*

Location of the issuer: *Russian Federation, Tyumen region, Khanty-Mansi Autonomous area – Yugra, Surgut city, Energostrotelei 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: *202 878 863.6*

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 2019:

8 045 thousand RUB.

Size of dividend per ordinary share of the Company following the results of 2019: 0,111025275979 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 08.07.2020;

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 29.07.2020.

Total size of dividend accrued per ordinary shares of the Company following the results of 9 months of 2019: 8 045 thousand RUB.

Size of dividend per ordinary share of the Company following the results of 9 months of 2019: 0,111025275979 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 27.12.2019;

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 27.01.2020.

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 Unipro PJSC - 202 878 863,60 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 of the issuer 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 30.06.2020

Unit of measurement: **thousand RUB**

Group of intangible assets items	Initial (recovery) cost	Accrued amortization
Trade mark	94	94
Software products	84 958	14 894
Utility model, R&D	51 580	23 281
Other	240	240
TOTAL	136 872	38 509

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

Order No. 44n of 20.05.2003 "On Approval of Methodological Guidelines for the Formation of Financial Statements in the Course of Reorganization of Organizations".

RAS No. 14/2007 "Accounting of intangible assets" approved by Order of the Ministry of Finance of Russia No. 153n of 27.12.2007.

Reporting date: 30.06.2020

4.5. Data on the policies and expenses of the issuer in the field of scientific and technical development, concerning licenses and patents, new developments 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 of new hi-tech equipment and materials, including 6 - 10 kV XLPE cables, 35 kV switch-gear cubicles, reclosers, compact SF6 modules, 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 divisions of the Company;
- work 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;
- development of standards of organization, participation in the development of state standards in the field of electrical engineering;
- analysis of work of the equipment which is in test operation at power grid facilities of divisions of the Company;
- development of the production asset management system of the Company.

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

Name of intellectual property	Number	Validity
Certificate of state registration of the computer program "The system of organization of accounting of primary documents"	№ 2009611149 of 20.02.2009	Unlimited term (for the duration of the copyright)
Patent for utility model «Pole mounted transformer substation»	№ 99905 of 27.11.2010	31.08.2020
Trademark with emblem of the Company and lettering "ПАО "МРСК Центра" in Russian, registered	№ 400905 of 11.02.2010 (amendments of 22.03.2019)	02.02.2029
Trademark with emblem of the Company and lettering "IDGC of Centre, PJSC" in English, registered	№ 401660 of 18.02.2010 (amendments of 21.03.2019 and 22.03.2019)	02.02.2029
Patent for utility model «Pole mounted transformer substation»	№ 101278 of 10.01.2011	31.08.2020
Patent for utility model «Pole mounted transformer substation»	№ 133982 of 27.10.2013	30.04.2023
Patent for utility model «Pole mounted transformer substation»	№ 146463 of 10.09.2014	27.01.2024
Patent for utility model «Power line pole»	№ 138695 of 20.02.2014	19.12.2023
Certificate of state registration of the computer program "Software for security and technological video surveillance"	№ 2015617848 of 23.07.2015	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Automated system of operational environmental monitoring"	№ 2015617795 of 22.07.2015	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Organization of production activities of the electric power company" ("Modular industry solution: Production asset management system")	№ 2015617601 of 15.07.2015	Unlimited term (for the duration of the copyright)

Certificate of state registration of the computer program "Software for the analysis of performance of energy-efficient outdoor lighting systems"	№ 2015614715 of 27.04.2015	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Control of hazardous areas at electric grid facilities of IDGC of Centre, PJSC" ("Modular industry solution: Production asset management system")	№ 2016617162 of 28.06.2016	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Power quality monitoring at electric grid facilities of IDGC of Centre, PJSC" ("Modular industry solution: Production asset management system")	№ 2016617160 of 28.06.2016	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Switching resource of switching devices of IDGC of Centre, PJSC" ("Modular industry solution: Production asset management system")	№ 2016617159 of 28.06.2016	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Unified system of technical diagnostics of electric grid facilities of IDGC of Centre, PJSC" ("Modular industry solution: Production asset management system")	№ 2016617342 of 01.07.2016	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Management of production activities of IDGC of Centre, PJSC" ("Modular industry solution: Production asset management system")	№ 2016617341 of 01.07.2016	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Management of mobile crews of IDGC of Centre, PJSC". "Mobile solutions" ("Modular industry solution: Production asset management system")	№ 2016617364 of 01.07.2016	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Control over proper choice of switching equipment of IDGC of Centre, PJSC". "Grounding circuit step and touch measurement" ("Modular industry solution: Production asset management system")	№ 2016618722 of 05.08.2016	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Database management of electric grid facilities of IDGC of Centre, PJSC" ("Modular industry solution: Production asset management system")	№ 2016618754 of 05.08.2016	Unlimited term (for the duration of the copyright)
Patent for utility model «Package transformer substation with charging infrastructure for electric vehicles»	№ 165524 of 04.10.2016	13.04.2026
Patent for invention «The simulator of first responding and operating personnel based on virtual reality models of a transformer substation»	№ 2617972 of 28.04.2017	09.03.2036
Certificate of state registration of the database "The database for the software that implements the functions of the simulator of first responding and operating personnel based on virtual reality models of a transformer substation" (DB SW "TS VR")	№ 2017620372 of 04.04.2017	Unlimited term (for the duration of the copyright)
Patent for utility model "Lightning stroke current recorder"	№ 172093 of 28.06.2017	31.01.2027

Certificate of state registration of the computer program "Software for calculating the electromagnetic situation in premises of outdoor switchgear at a substation equipped with multi-point lightning protection" (Substation EMS)	№ 2017613152 of 13.03.2017	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "The database for the software that implements the functions of the simulator of first responding and operating personnel based on virtual reality models of a transformer substation" (DB SW "TS VR")	№ 2017618487 of 02.08.2017	Unlimited term (for the duration of the copyright)
Patent for invention «The device of fastening of the upper headgear for installation of the traverse at the end of the cone hollow composite pole of the power line»	№ 2619960 of 22.05.2017	25.12.2035
Patent for invention «Polymer composition for glass fiber impregnation resistant to ultraviolet radiation»	№ 2620057 of 22.05.2017	25.12.2035
Patent for invention "The system and method of control and monitoring of electric vehicle charging system"	№ 2608387 of 18.01.2017	13.04.2036
Certificate of state registration of the computer program Automated system of recording mass outages" ("OMS")	№ 2017619547 of 25.08.2017	Unlimited term (for the duration of the copyright)
Patent for utility model "Device for current power takeoff"	№ 179239 of 07.05.2018	17.11.2027
Patent for utility model "Gas chromatograph"	№ 182536 of 22.08.2018	31.05.2028
Certificate of state registration of the computer program "Software for automation of accounting for distribution of insulation decomposition product in the volume of high-voltage oil-filled equipment"	№ 2018661705 of 12.09.2018	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Automated system "Energy Portal of the Call Centre" (AS "Energy Portal of the CC")"	№ 2018661740 of 14.09.2018	Unlimited term (for the duration of the copyright)
Patent for utility model "Automatic control system for an unmanned aerial vehicle used to detect faults"	№ 183107 of 11.09.2018	10.05.2028
Patent for utility model "Base station with unmanned aerial vehicle battery charging function"	№ 185019 of 19.11.2018	05.07.2028
Certificate of state registration of the computer program "A system for analyzing information from UAV diagnostic sensors to perform continuous monitoring of overhead power lines"	№ 2020611768 of 10.02.2020	Unlimited term (for the duration of the copyright)
Certificate of state registration of the computer program "Software for control of a group of unmanned aerial vehicles"	№ 2020614590 of 16.04.2020	Unlimited term (for the duration of the copyright)

The main areas of intellectual property for the issuer is the use of pole-mounted transformer substations and steel multifaceted poles for construction of facilities within grid connection.

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

***R&D contracts were financed at the expense of the issuer:
in 1Q 2020 – 17 635,7 thousand RUB;
in 2Q 2020 – 20 480,5 thousand RUB.***

*The issuer received a payment as the license fee:
in 1Q 2020 – 29 thousand RUB;
in 2Q 2020 – 450,6 thousand RUB.*

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

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 housing, 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 and increasing the investment attractiveness of the region. The result of this work is steady demand for electric capacity, which is the ground for formation of the issuer's investment program. Given the recent decline in investment in fixed assets and a reduction in foreign investment in the economy of the Russian Federation, there is a risk that demand for connection to the power grid from large applicants in the territory of the company will be reduced. With respect to applicants, the Government of the Russian Federation is implementing a policy aimed at increasing the availability of energy infrastructure in order to create favourable conditions for small and medium-sized businesses, as well as to increase the investment attractiveness of the regions.

In terms of the provision of electricity transmission services, a decrease in electricity consumption is forecasted in 2020, relative to 2019, which is mainly associated with the epidemiological situation in the country, as well as in connection with a partial transfer of the load of consumers to grids of PJSC FGC UES and their own generation.

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

Key factors in the activities of the issuer are:

- factors affecting the state of the economy as a whole (the GDP growth, the consumer price index, the interest rates to attract credit resources);
- the state regulation of tariffs. Main activities of the issuer (electric energy transmission and grid connections) are regulated by the state through the establishment of appropriate tariffs for these services. Regulatory approval of tariffs for services of the issuer directly influences volumes of received proceeds. Establishment of tariffs below the economically justified level may lead to underfunding by tariff sources of the current activity and investment program of the issuer. Due to the worsening economic situation in the country as a result of the coronavirus infection pandemic, it is possible to tighten the policy of restraining the growth of tariffs for services of natural monopolies, for example, freezing them, as it was before in the conditions of financial and economic crises.
- a trend in power consumption. Following the results of the 1st half of 2020, the decrease in the volume of electricity transmission services rendered by IDGC of Centre, PJSC compared to the same period last year amounted to 2.8%, which is mainly due to the climatic factor because of abnormally warm temperatures that are not typical for the specified period, the epidemiological situation in the country, as well as in connection with a partial transfer of the load of consumers to grids of PJSC FGC UES and their own generation.
- the current condition of the industry. The state of the industry directly affects the issuer's operations and is currently characterized by substantial depreciation of fixed assets, lack of investment in the industry, a problem of non-payment, the tariff policy, aimed at curbing the growth of tariffs for products and services of natural monopolies.

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

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

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

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

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

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

1. There is a reduction of power consumption due to the optimization of customer circuits of external power supply, including connection of facilities to the UNPG grids, construction of own generation;
2. Reducing demand for grid connection.
3. Development of territorial grid organizations rendering grid connection services.
4. Increasing the number of privileged categories of applicants. The cost of grid connection for these groups of applicants does not cover all costs of power grid companies, which leads to the emergence of "shortfall in income".
5. Imperfection of the regulatory framework in the field of tariff regulation:
 - 5.1. Indexation of tariffs for electricity transmission is based on forecasts of the Ministry of Economic Development of the Russian Federation (MED RF) taking into account the requirement for a phased termination of last mile contracts. The real growth of the tariff is significantly lower than the growth index determined in the forecast of the Ministry of Economic Development of the Russian Federation.
 - 5.2. Restriction of the growth of the "boiler" tariff for the transmission of electric energy by the forecast of the Ministry of Economic Development of the Russian Federation. The inability of the regions to return the accumulated debt as a result of the application of the "smoothing" mechanism, without the possibility of its return in subsequent periods.
 - 5.3. The current return mechanism in the tariff for electricity transmission of the investment component of grid connection does not allow compensating the costs in full, which forms a shortage of funds for the implementation of grid connection contract.
6. High dependence on the financial stability (solvency) of applicants for grid connection;
7. The deterioration of payment discipline for electricity transmission services. Violation of payment discipline by unscrupulous retail companies led to the fact that they lost their status of a supplier of last resort in 2013. New suppliers of last resort, which received this status on a competitive basis, continue to practice the violation of contractual obligations in the payment for electricity transmission services.
8. Change in the cost of servicing loans. As a result of the growth of the key rate of the Bank of Russia there is growth in rates on loans of partner banks of IDGC of Centre.
9. Rising prices for the Company's suppliers of fuel, materials, outsourced services (rent, security, communications, etc.).
10. The regions do not have plans for the future development.

The probability of occurrence of these factors varies from medium to high, the duration of action - from 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.

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. Carrying out work on the inclusion of economically justified expenses and incomplete revenues in tariffs based on results of activities of previous years, previously not taken into account with the tariff regulation, including as a result of "smoothing" (redistribution over the years of the long-term regulatory period) of required gross proceeds to prevent a sharp fluctuation in the tariff growth.
2. Conclusion of "direct" grid connection contracts with end applicants.
3. Measures aimed at reducing the shortfall in income from privileged grid connections:
 - an increase in connection fee for the "preferential" categories of applicants;
 - accounting for the investment component for the reconstruction of the existing network in the fee for grid connection for all categories of applicants;
 - application of penalties for non-use of power and/or payment for power redundancy.
4. Measures aimed at improving the payment discipline:
 - claim-related work to collect overdue receivables and penalties for non-performance of contractual obligations for payment of services;
 - improving the guarantee mechanism for retail companies regarding payment for electricity transmission services.
5. Measures to optimize the loan portfolio:
 - implementation of the mechanism of the investment issue;
 - lending for infrastructure sectors, including the Group of Companies of 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.

A significant factor that may positively affect the Company's assessment in the long term is implementation of activities of the Digital Transformation Program of IDGC of Centre, PJSC approved on 04.02.2020 by the issuer's Board of Directors. Besides, the active policy in the field of formation of the integral system of stakeholder relations is performed. The issuer holds regular meetings with representatives of the investment community for increase of the level of openness and transparency of business. Results of innovative activity will

be estimated and put on the balance sheet of the issuer as intangible assets in the process of estimation performance. Duration of the given factor is considered as a constant process.

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

4.8. Competitors of the issuer

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

In these markets the issuer holds a leading position.

The Company's share in the electricity transmission market (the share of the required gross revenue (RGR) of the issuer in the RGR of the regions) in accordance with the tariff and balance decisions in 2020 is 85,7 %.

The Company's share in the grid connection market following the results of 2Q 2020 is 88,3 %.

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

However, in large cities of the regions, where the issuer operates, there are other territorial grid organizations providing similar services on transmission and distribution of electricity, grid connection.

The largest enterprises providing the same services for connection to electric grids are territorial grid companies operating in major cities of regions of the service area, both commercial companies of various structures, and municipal enterprises of the housing and communal complex:

LLC "United Electric Grid Company"; LLC "BryanskElectro"; JSC "Voronezh City Electric Grids"; LLC "KFK Energo", JSC "Kursk Electric Grids", JSC "LGEK", JSC "Oreloblenergo", JSC "Tambov Grid Company", JSC "Tambov Communal Systems", Municipal Unitary Enterprise "Tvergorelectro", LLC "Opora", OJSC "Rybinsk City Electric Grid".

In the Belgorod region, since city electric grids are leased or owned by IDGC of Centre, the market share is 100% (excluding large mono-consumers with their own electric grids).

Section V. Detailed data on 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 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 Company.

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) amending the Company's Articles of Association or approval of the revised Articles of Association;*
- 2) the Company's reorganisation;*
- 3) the Company's liquidation, appointment of the Liquidation Committee and approval of intermediate and final liquidation balance sheet;*
- 4) determination of the quantity, par value, category (type) of the authorised shares and rights granted by these shares;*
- 5) increase of the Company's Authorised Capital by increasing the par value of the existing shares or by issuing additional shares;*

- 6) reduction of the Company's Authorised Capital through reduction of the shares' par value, purchase of part of the shares by the Company to reduce their total number or by redemption of shares acquired or purchased by the Company;
- 7) splitting and consolidating of the Company's shares;
- 8) adoption of resolution on issuing bonds by the Company and other securities convertible into shares;
- 9) determination of the total number of members of the Board of Directors of the Company, election of its members and early termination of their powers;
- 10) election of members of the Audit Commission of the Company and early termination of their powers;
- 11) approval of the Auditor of the Company;
- 12) adopting resolution on transfer of powers of the Company's sole executive body to a managing company (manager) and on early termination of its powers;
- 13) approval of the annual report, annual accounting (financial) statements of the Company;
- 13.1) profit distribution (including the payment (declaration) of dividends, except for the profits distributed as dividends according to the results of the first quarter, six months, nine months, reporting year) and losses of the Company according to the results of the reporting year;
- 14) payment (declaration) of the dividends according to the results of the first quarter, six months, nine months of the reporting year;
- 15) establishing the procedure for the General Meeting of the Company's Shareholders.
- 16) adopting resolutions on consent to making or on subsequent approval of transactions in the cases provided for by Article 83 of Federal Law "On Joint Stock Companies";
- 17) adopting resolutions on consent to making or on subsequent approval of major transactions in the cases provided for by Article 79 of Federal law "On Joint Stock Companies";
- 18) adopting resolution on participation in financial industrial groups, associations and other unions of profit making organisations;
- 19) approval of internal documents, regulating activities of the Company's bodies;
- 20) adopting resolution on payment of remunerations and (or) compensations to the members of the Company's Audit Commission.
- 21) adopting resolution on payment of remunerations and (or) compensations to the members of the Company's Board of Directors;
- 22) decision on the handling of the application for delisting of shares of the Company and (or) securities of the Company convertible into its shares;
- 23) adopting resolutions on other issues provided for by the Federal law "On Joint Stock Companies".

10.3. The issues referred to the competence of the General Meeting of Shareholders may not be dealt with by the Company's Board of Directors, Management Board or General Director of the Company, unless otherwise provided by the Federal Law «On Joint Stock Companies».

The General Meeting of Shareholders shall not be entitled to deal with and adopt resolutions on issues not referred 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) determination of the priority directions of the Company's activity, including the approval of the Company's development strategy, the Company's innovative development program and reports on their execution;
- 2) convocation of the Annual and Extraordinary General Meetings of Shareholders except for the cases provided for by Clause 14.8. of Article 14 of these Articles of Association as well as declaring the date of holding the new General Meeting of Shareholders instead of the meeting deemed invalid due to absence of quorum;
- 3) approving the agenda of the General Meeting of Shareholders;
- 4) election of the Secretary of the General Meeting of Shareholders;
- 5) determination of the date of making the list of persons entitled to participate in the General Meeting of Shareholders of the Company, determining the record date of persons entitled to receive dividends, approval of cost estimate for holding the General Meeting of Shareholders and resolving any other issues related to the arrangement and holding the General Meeting of Shareholders;
- 6) introduction to the resolution of the General Meeting of Shareholders of the Company of issues provided for by Sub-clauses 2, 5, 7, 8, 12-20 of Clause 10.2 of Article 10 of these Articles of Association, reduction of the Company's Authorised Capital by reducing the par value of the shares, as well as determining the record

date of persons entitled to receive dividends;

7) issue 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 a placement 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; Eurobond issue and determining policy as regards the issue of securities (except for shares) and Eurobonds;

8) approval of a resolution on issue (additional issue) of securities, securities prospectus, securities issue (additional issue) report, and notice of securities issue (additional issue), approval of reports on the results of purchase of shares from the Company's Shareholders, reports of the results of shares redemption, reports of the results of submitting requests by the Company's Shareholders regarding repurchase of their shares; adoption of a decision on accepting offers (acceptance) on acquisition of additional shares placed by public subscription after the expiry of the pre-emptive right, in cases determined by the Board of Directors of the Company;

9) determination of the property value (monetary value), placement price or its determination procedure and price of repurchase of equity securities in cases provided for by the Federal Law "On Joint Stock Companies" and on resolving issues specified in Sub-clauses 11, 23, 39 of Clause 15.1 of Article 15 of these Articles of Association;

10) purchase of shares issued by the Company, bonds and other securities in cases provided for by the Federal Law "On Joint Stock Companies" or other federal laws;

11) alienation (sale) of the Company's shares which became disposable by the Company as a result of their purchase or repurchase from the Company's Shareholders as well as in other cases provided for by the Federal Law "On Joint Stock Companies";

12) election of the Company's General Director and early termination of his/her powers including adopting resolution on early termination of the employment agreement with him/her;

13) determination of total number of members of the Management Board of the Company, election of members of the Management Board of the Company, setting of amount of their remuneration and compensation and early termination of their powers;

14) guidelines to the General Meeting of Shareholders in respect of amount of remuneration and compensation payable to the members of the Audit Commission of the Company as well as determination of the amount of the Auditor's fee;

15) guidelines regarding the amount of a dividend upon shares and procedure for its payment;

16) approval of the Company's internal documents regulating the procedure for formation and use of the Company's funds;

17) taking decisions for use of funds of the Company; approving estimates for the use of special-purpose funds and considering the results of the estimates execution for the use of the special-purpose funds;

18) approving internal documents of the Company except for the internal documents which approval refers to the competence of the General Meeting of Shareholders as well as other internal documents which approval refers to the competence of the executive bodies of the Company;

19) approval of business-plan (adjusted business-plan) and consideration of a quarterly report on performance of business-plan (for the first quarter, half year, nine months, the reporting year);

20) on approval of an investment program including its amendments, and a quarterly report on results of its implementation (for the first quarter, first half, nine months, the reporting year);

21) approval and amendment of terms and conditions as well as termination of major and middle investment projects implementation determined by these term and conditions in accordance with the Regulation on investment activity as well as approval of quarterly project status reports;

22) establishment of branches and representative offices of the Company and their liquidation;

23) adopting resolutions on the Company's participation in other organisations (on entering operation organisation or establishment of a new organisation including approval of constituent documents) as well as on purchase, alienation and encumbrance of shares or equity interests in the authorised capitals of the organisations in which the Company participates, change of equity interests in the authorised capital of the respective organisation and termination of the Company's participation in other organisations, with the exception of the decisions on participation provided for in subpara. 18 of para. 10.2 of Article 10 of these Articles of Association;

24) determination of the Company's credit policy with regard to issue of loans by the Company, entering into facility agreements or loan agreements, issue of guarantees, incurrance of liabilities on bills of exchange (issue of promissory note and bill of exchange), pledge of property and adopting resolutions on making by the Company of specified transactions in cases when the procedure for adopting resolutions in respect of these transactions is not determined by the credit policy of the Company as well as adopting in accordance with the

- procedure provided for by the credit policy of the Company resolutions on coordination of the Company's debt position and limits established by the Company's credit policy;*
- 25) consent to making or further approval of major transactions provided for by Chapter X of the Federal Law "On Joint Stock Companies";*
- 26) consent to making or further approval of transactions provided for by Chapter XI of the Federal Law "On Joint Stock Companies";*
- 27) approval of the registrar of the Company and terms and conditions of the agreement with it as well as termination of such agreement;*
- 28) election of the Chairman of the Company's Board of Directors and early termination of his/her powers;*
- 29) election of the Deputy Chairman of the Company's Board of Directors and early termination of his/her powers;*
- 30) election of the Company's Corporate Secretary and early termination of his/her powers;*
- 31) prior approval of the resolutions on making transactions regarding the gratuitous transfer of property (money) of the Company or proprietary interest (claim) to itself or to a third person; transactions connected with discharge from material obligations before itself or a third person; transactions connected with gratuitous rendering services (performing work) by the Company to the third persons in circumstances (in the amounts) determined by a separate resolution of the Company's Board of Directors and adoption of resolutions on performance of such transactions by the Company when the above mentioned circumstances (amounts) are not determined.*
- 32) adoption of resolution on suspension of powers of the managing company (manager);*
- 33) approval of resolutions on appointment of the Company's Acting General Director in cases specified by the certain resolutions of the Company's Board of Directors, as well as holding the General Director disciplinary liable;*
- 34) holding the Company's General Director and members of the Company's Management Board disciplinary liable and its encouraging in accordance with the employment laws of the Russian Federation;*
- 35) consideration of the General Director's reports on the Company's activity (including on the performance of his/her duties) as well as on implementation of resolutions of the General Meeting of Shareholders and the Company's Board of Directors;*
- 36) approval of the procedure for interaction of the Company with the organisations in which the Company participates;*
- 37) determination of the position of the Company (the Company's representatives) including guideline to participate or not to participate in the voting on items on the agenda, on draft resolutions "for", "against" or "abstained" on the following items on the agenda of the general meetings of shareholders (members) of subsidiaries and dependent companies (hereinafter referred to as SDCs), and meetings of SDC's boards of directors:*
- a) on approval of agendas of the general meetings of shareholders (members) of SDC (except for those SDCs, 100 (one hundred) percent of the share capital of which is owned by the Company);*
- b) on SDC liquidation or reorganisation;*
- c) on determination of the total number of members of SDC management and supervisory bodies, nomination and election of its members and early termination of their powers, nomination and election of the sole executive body of SDC and early termination of its powers;*
- d) on determination of the quantity, par value, category (type) of SDC authorised shares and rights granted by these shares;*
- e) on increase of SDC authorised capital by increasing the par value of the existing shares or by issuing additional shares;*
- f) on issue of SDC securities convertible into ordinary shares;*
- g) on splitting and consolidation of SDC shares;*
- h) consent to making or further approval of major transactions made by SDC;*
- i) on SDC participation in other organisations (on entering operating organisation or establishment of a new organisation) as well as on purchase, alienation and encumbrance of shares (equity interests) in the authorised capitals of the organisations in which SDC participates, change of equity interests in the authorised capital of the respective organisation;*
- j) on making by SDC of transactions (including several associated transactions) related to acquisition, alienation (disposal) or possibility of alienation of property being fixed assets, intangible assets, construction in progress aimed to production, transmission, dispatching, distribution of electric and heat energy in cases (to the extent) specified by the procedure for the Company's interaction with the organisations in which the Company participates approved by the Company's Board of Directors;*

- k) on amending SDC's constituent documents;*
 - l) on procedure for payment of remuneration to the members of SDC's Board of Directors and Audit Commission;*
 - m) on approval of target values (adjusted values) of key performance indicators of SDCs engaged in transmission, generation or sale of electricity, or the revenue of which is more than 5% of the Company's revenue for the last completed reporting period;*
 - n) on approval of a report of performance of planned values of annual and quarterly key performance indicators of SDCs engaged in transmission, generation or sale of electricity, or the revenue of which is more than 5% of the Company's revenue for the last completed reporting period;*
 - o) on approval of a business-plan (adjusted business-plan) of a SDC, carrying out activities related to transmission, generation or sale of electricity, or whose revenue is more than 5% of the Company's revenue for the last completed reporting period;*
 - p) on consideration of a business plan status report of a SDC for the reporting year, carrying out activities related to transmission, generation or sale of electricity, or whose revenue is more than 5% of the Company's revenue for the last completed reporting period;*
 - q) on approval of profit and loss distribution based on the results of the reporting year;*
 - r) on guidelines regarding the amount of a dividend on shares and procedure for its payment;*
 - s) on payment of (declaring) the dividends under the results of the first quarter, six months, nine months of the reporting year as well as following the results of the reporting year;*
 - t) on consideration of an investment program including its amendments;*
 - u) on approval (consideration) of an investment program status report of a SDC for the reporting year;*
 - v) on reduction of the share capital of SDCs by reducing the nominal value of shares through the acquisition by SDCs of a part of shares in order to reduce their total number, as well as by redemption of acquired or repurchased shares by SDCs;*
 - w) on the definition of credit policy of SDCs in the part of grant of loans, conclusion of credit treaties and loan agreements, issue sureties, the adoption of liabilities on bills (issuing of ordinary and the transferable promissory notes), transfer of property in pledge and the adoption of decisions on the accomplishment by SDCs of specified transactions in cases, when the order of the adoption of decisions on them is not defined the credit policy of SDCs, as well as the adoption in the order stipulated of the credit policy of SDCs, making on bringing the debt position of SDCs into conformity with the limits established by the credit policy of SDCs, about consideration of the report on the credit policy of SDCs, on the approval of credit plan of SDCs, on the approval of the plan of perspective development of SDCs, the adjusted plan of perspective development of SDCs, about consideration of the report on the implementation of the plan of perspective development of SDCs;*
- 38) determination of the position of the Company (the Company's representatives) on the following items on the agenda of the meetings of SDC's boards of directors (including guideline to participate or not to participate in the voting on items on the agenda, on draft resolutions "for", "against" or "abstained"):*
- a) determination of the position of SDC's representatives on such items of the agenda of the general meetings of shareholders (members) and meetings of the boards of directors of companies being subsidiaries and dependent companies in respect of SDC as making (approval) of transactions (including several associated transactions) related to acquisition, alienation (disposal) or possibility of alienation of property being fixed assets, intangible assets, construction in progress aimed to production, transmission, dispatching, distribution of electric and heat energy in cases (to the extent) specified by the procedure for the Company's interaction with the organisations in which the Company participates approved by the Company's Board of Directors;*
 - b) determination of the position of SDC's representatives on such items of the agenda of the general meetings of shareholders (members) and meetings of the boards of directors of companies being subsidiaries and dependent companies in respect of SDC carrying out production, transmission, dispatching, distribution of electric and heat energy as reorganisation, liquidation, increase of the authorised capital of such companies by increasing the par value of the existing shares or by issuing additional shares, securities convertible into ordinary shares;*
- 39) preliminary approval of resolutions on making by the Company of:*
- a) transactions related to the Company's non-current assets costing over 10 per cent of the Company's non-current assets balance sheet value assessed on the basis of the data of accounting (financial) statements of the Company as of the last reporting date;*
 - b) transactions (including several associated transactions) related to any disposal (or transfer of rights in accordance with any procedure) of real property and/or equipment used directly for carrying out primary activities of the Company which balance sheet value exceeds 5 per cent of the balance sheet value of the*

Company's assets or related to any encumbrance of specified property;

c) transactions (including several associated transactions) related to acquisition, alienation (disposal) or possibility of alienation of property being fixed assets, intangible assets, construction in progress aimed to production, transmission, dispatching, distribution of electric and heat energy in cases (amounts) specified by the certain resolutions of the Company's Board of Directors, or, if such cases (amounts) have not been defined by the Company's Board of Directors;

d) transactions (including several associated transactions) related to acquisition, alienation (disposal) or possibility of alienation of property being fixed assets, intangible assets, construction in progress not aimed to production, transmission, dispatching, distribution of electric and heat energy in cases (amounts) specified by the certain resolutions of the Company's Board of Directors or, if such cases (amounts) have not been defined by the Company's Board of Directors;

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

40) nomination by the Company of nominations to be elected to the position of the sole executive body, other management bodies, supervisory bodies as well as nominations of the Auditor of organisations in which the Company participates carrying out production, transmission, dispatching, distribution and sale of electric and heat energy as well as repair and services rendering;

41) determination of the Company's policy in the area of insurance coverage, control over provision of insurance coverage of the Company, including approval of the Company's nominations of Insurers;

42) approval and amending of organisational structure of the Company's executive bodies;

43) approval of provision on material encouragement of the General Director as well as provision on material encouragement of top managers of the Company; approval of the list of top managers.

44) approval of nominations to separate positions of the executive bodies of the Company determined by the Company's Board of Directors;

45) preliminary approval of collective agreement, arrangements entered into within the framework of regulation social and labour relations regulating as well as approval of documents related to non-state private pension benefits to the Company's employees;

46) creation of committees of the Company's Board of Directors, approval of internal documents that determine their competence and procedure, determination of their quantitative composition, appointment of the chairman and members of the committee and termination of their powers;

47) approval of a nomination of an appraiser (appraisers) for evaluating shares, property and other assets of the Company in cases provided for by the Federal Law "On Joint Stock Companies", these Articles of Association and separate resolutions of the Company's Board of Directors;

48) approval of a financial advisor engaged in accordance with the Federal Law "On Securities Market" as well as organisers of securities issue and advisors regarding transactions directly related to raising funds in form of public loans;

49) preliminary approval of transactions which may result in creation of obligations expressed in foreign currency (or obligations which amount is relates to foreign currency), transactions with derivatives, in cases (in the amount) determined by separate resolutions of the Board of Directors as well as if the specified cases (amounts) are not determined by the Company's Board of Directors); determination of the Company's policy in regard to derivatives;

50) determination of purchase policy of the Company including approving the Regulation on purchase of goods, work and services, as well as approval of a procurement plan and adopting other resolutions in accordance with the documents regulating the Company's procurement activities;

51) adopting resolution on proposal of the Company's General Director for granting state rewards;

52) approval of target values (adjusted values) of key performance indicators (KPI) of the Company and completion reports;

53) determination of the Company's policy aimed to improving reliability of the distribution power grid and other power grid facilities including approval of the Company's strategy programs on improving liability of power grid, power grid development and its safety;

54) determination of the Company's housing policy with regard to corporate support of employees, housing improvements expressed by subsidies, recovery of expenses, interest-free loans and adopting resolutions on providing by the Company of specified support in cases when the procedure for its provision is not determined by the housing policy of the Company;

55) filing an application for listing of shares of the Company and (or) securities of the Company convertible into shares of the Company;

- 56) taking a decision to join the Company to the industry and cross-industry standards, regulations and other documents in the electricity sector in various areas of the Company's activity, including technical regulation;
- 57) determination of principles and approaches to the organization of internal audit, the risk management and internal control systems in the Company, including approval of internal documents of the Company determining the policy of the Company in the field of risk management, internal control and internal audit of the Company;
- 58) assessment of risks, and also establishment of an acceptable value of risks for the Company;
- 59) organization of carrying out at least 1 time a year of analysis and evaluation of functioning of the risk management and internal control systems, including on the basis of data from reports regularly received from the executive bodies of the company, internal audit and external auditors of the Company;
- 60) annual consideration of issues on organization, functioning and effectiveness of the risk management and internal control systems in the Company;
- 61) control and organization of activity of the internal audit, including approval of the provision on the division of internal audit, in case of involvement of an external independent organization for the internal audit - approval of such an organization and conditions of a contract with it, including remuneration; approval of a plan of internal audit activity, the report on performance of the plan of activities of internal audit and budget of the internal audit, preliminary approval of a decision of the sole executive body of the company on the appointment, dismissal (not at the initiative of the employee) of the head of internal audit, application of disciplinary sanctions to him, and also approval of the terms of the employment contract and remuneration of the head of the internal audit, review of results of assessment of the quality of the internal audit function;
- 62) implementation of control over the conformity of activity of executive bodies of the company to the approved strategy by the Company; hearing of reports of General Director and members of the Company's Management Board on the implementation of the approved strategy by the Company;
- 63) recommendation to executive bodies of the Company on any matters of the Company's activities;
- 64) 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 worth more than 1 000 000 000 (One billion) rubles;
- 65) preliminary approval of one or more interconnected transactions of the Company relating to the transfer or possibility of the transfer of property by the Company in trust management 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 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, with the exception of bank guarantees provided by the Company to courts as counter-security for claims of the Company;
- 67) approval of the list of credit institutions in which the Company may place funds;
- 68) approval of the Company's information policy and consideration of reports on its implementation;
- 69) approval of the information policy of the Company and consideration of reports on its implementation; prior approval of the agreement on making by the shareholder (shareholders) of the Company non-repayable contributions to the Company's property in monetary or other form that do not increase the authorized capital of the Company and do not change the nominal value of shares (contributions to the Company's assets);
- 70) on preliminary approval of the agreement on making by the Company non-repayable contributions to the property of the companies in the authorized capital of which the Company participates, in monetary or other form, which do not increase the authorized capital of the specified companies and (or) do not change the nominal value of the shares;
- 71) other issues referred to the competence of the Board of Directors by the Federal Law "On Joint Stock Companies" and these Articles of Association.

The issues referred to the competence of the Board of Directors of the Company may not be resolved by the Company's General Director and 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) drawing up and submission to the Board of Directors of the Company's development strategy;
- 2) drawing up of business-plan (adjusted business-plan) and a quarterly report on business-plan execution (for the first quarter, half year, nine months, the reporting year), as well as approval (adjustment) of the indicators of cash flow (budget) of the Company;

- 3) *drawing up of the Company's annual report, a report on implementation by the Management Board of resolutions of the General Meeting of Shareholders and the Board of Directors of the Company;*
- 4) *consideration of reports (information) of the Deputy General Directors of the Company, heads of separate structural subdivisions of the Company on results of the Company's activity and its SDC, submitted for consideration by the Management Board of the Company in accordance with instructions of the Management Board or the Board of Directors of the Company;*
- 5) *adopting resolutions on issues referred to the competence of the supreme management bodies of business companies, 100 (one hundred) per cent of the Authorised capital of which belongs to the Company (taking into consideration Sub-clauses 37, 38 of Clause 15.1 of Article 15 of these Articles of Association);*
- 6) *adopting resolutions on making transactions which deal with property, work and services which value is between 5 and 25 per cent of the Company's net assets according to the accounting (financial) statements for the last reporting date (except for cases provided for by Sub-clause 39, 64-66 of Clause 15.1 of these Articles of Association);*
- 7) *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; resolution of cross-functional (performed by several structural divisions) tasks of risk management.*
- 8) *resolution of other issues related to management of current activity of the Company in accordance with the resolutions of the General meeting of Shareholders, the Board of Directors of the Company as well as issues submitted to the Management Board by the Company's General Director.*

In accordance with sub-clauses 23.2-23.3 of the 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.

The General Director of the Company shall act on behalf of the Company without any Power of Attorney, taking into account limitations provided for by the applicable laws of the Russian Federation, these Articles of Association and resolutions of the Company's Board of Directors:

- *ensure implementation of the Company's business activity plans necessary for achievement of the Company's objectives;*
- *organise business and tax accounting and reporting in the Company, storage of accounting documents;*
- *manage the Company's assets, make transactions on behalf of the Company, issue Powers of Attorney, open settlement and other accounts of the Company with banks, other credit institutions (and, in cases provided for by the law, entities which are professional participants of the securities market);*
- *issue orders, approve (accept) guidelines, regulations and other internal documents of the Company with respect to issues referred to its competence, give instructions binding for all employees of the Company;*
- *approve Regulations on branch offices and representative offices of the Company;*
- *in accordance with the general structure of executive bodies of the Company, approve payroll plan and official salaries of the Company's employees;*
- *exercise in respect to the Company's employees rights and obligations of the employer provided for by the employment law;*
- *act as the Company's Chairman of the Management Board;*
- *allocate duties between the deputies of the General Director;*
- *not later than 45 (forty five) days prior to the date of the Annual General Meeting of Shareholders of the Company, submit for consideration of the Company's Board of Directors the annual report, annual accounting (financial) statements, distribution of profits and losses of the Company;*
- *resolve any other issues related to 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, approved by the Board of Directors of the Company (Minutes # 03/13 of 01.03.2013), and the Code of Conduct, approved by the Board of Directors of the Company (Minutes # 09/17 of 21.04.2017).

During the last reporting period, amendments were made to the charter of the issuer, or to internal documents regulating the activities of its bodies

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

During the reporting period the following internal documents, regulating the activities of the issuer, were approved:

- the Regulation on the Board of Directors of IDGC of Centre, PJSC (as amended) (Minutes of AGM dated 29.05.2020 # 01/20).

5.2. Information on the persons forming governance bodies of the issuer

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

Full name: ***Andrey Vladimirovich Mayorov***

(Chairperson)

Year of birth: ***1967***

Education:

1994, Moscow Power Engineering Institute, Specialty: Electric Power Systems and Grids

2017, JSC «Scientific and Technical Centre of Federal Grid Company of the Unified Energy System»

PhD in Technical Sciences

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		
05.2020	current	IDGC of Centre, PJSC	Chairperson of the Board of Directors
05.2020	current	IDGC of Center and Volga Region, PJSC	Chairperson of the Board of Directors
05.2020	current	Rosseti Northern Caucasus	Member of the Board of Directors
05.2020	current	PJSC Rosseti	Member of the Management Board
06.2019	current	MOESK	Member of the Board of Directors
06.2019	current	IDGC of Volga	Chairperson of the Board of Directors
11.2018	current	PJSC Rosseti	First Deputy General Director - Chief Engineer, Deputy General Director - Chief Engineer
05.2014	11.2018	JSC «UNECO»	General Director

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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 Golovtsov***

Independent member of the Board of Directors

Year of birth: ***1973***

Education:

1996, State Technical University named after D.F. Ustinov; specialty: 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		
05.2020	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
06.2019	current	IDGC of North-West, PJSC	Member of the Board of Directors
05.2019	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2016	current	IDGC of Volga, PJSC	Member of the Board of Directors
05.2006	current	NP Association of Institutional Investors	Member of the Board
05.2005	01.2019	JSC "URALSIB" Management Company"	Head of the Analytical Research Department

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

crimes against the government:

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Vitaly Yuryevich Zarkhin***

Independent member of the Board of Directors

Year of birth: ***1976***

Education:

1998, State University – Higher School of Economics:

1998, Bachelor of Economics, 2000, Master 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		
06.2019	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
06.2019	current	Enel Russia	Member of the Board of Directors
05.2019	current	IDGC of Centre, PJSC	Member of the Board of Directors
05.2019	current	Rosseti South	Member of the Board of Directors
06.2018	11.2019	KTK, PJSC	Member of the Board of Directors
05.2011	03.2018	Bank GPB (JSC)	Managing Director

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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 Ivanovich Kazakov*

Independent member of the Board of Directors

Year of birth: *1948*

Education:

1971, Moscow Engineering and Economic Institute named after S. Ordzhonikidze, Qualification: Engineer-Economist.

Doctor of 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		
05.2020	current	IDGC of Volga	Member of the Board of Directors
06.2018	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors, Chairperson of the Board of Directors
05.2018	current	IDGC of Centre, PJSC	Member of the Board of Directors, Chairperson of the Board of Directors
12.2011	07.2019	JSC "DVEUK"	Member of the Board of Directors, Chairperson of the Board of Directors

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: *Daniil Vladimirovich Krainskiy*

Year of birth: *1979*

Education:

2002, Moscow State Law University, specialty: Jurisprudence, qualification: Lawyer

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

Period		Name of organization	Position
since	till		
05.2020	current	IDGC of Centre, PJSC	Member of the Board of Directors
05.2020	current	Rosseti Northern Caucasus	Member of the Board of Directors
05.2020	current	MOESK	Member of the Board of Directors
05.2020	current	IDGC of Siberia	Member of the Board of Directors
05.2020	current	IDGC of Urals	Member of the Board of Directors
05.2020	current	FGC UES	Deputy General Director for Legal Support
02.2018	current	Lenenergo	Member of the Board of Directors
06.2019	current	Lenenergo	Member of the Management Board
06.2018	current	JSC "Energy Service Company Lenenergo"	Chairman of the Board of Directors
02.2018	current	Lenenergo	Deputy General Director for Legal and Corporate Governance
09.2017	current	PJSC Rosseti	Deputy General Director for Legal Support, Adviser, Chief Adviser
06.2011	09.2017	JSC United Energy Company	First Deputy General Director, Deputy General Director

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: **Igor Vladimirovich Makovskiy**

Year of birth: **1972**

Education:

1993, Alma-Ata Higher Frontier Command School named after F.E. Dzerzhinsky; specialty: command, tactical; qualification: border officer;

2000, Kaliningrad State University; specialty: jurisprudence; qualifications: lawyer;

2004, State educational institution of higher professional education "North-West Academy of Public Administration", retraining program "State and Municipal 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		
06.2019	current	JSC "YarEGC"	Member of the Board of Directors, Chairman of the Board of Directors
06.2019	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
05.2019	current	IDGC of Centre, PJSC	Member of the Board of Directors
09.2018	current	IDGC of Centre, PJSC	General Director
09.2018	current	IDGC of Centre, PJSC	Chairman of the Management Board
09.2018	current	IDGC of Center and Volga Region, PJSC	Chairman of the Management Board
02.2013	current	JSC "Kaliningrad Generating Company"	Member of the Board of Directors, Chairman of the Board of Directors
02.2013	current	JSC "Yantarenergoservice"	Member of the Board of Directors, Chairman of the Board of Directors
02.2013	current	JSC "Yantarenergosbyt"	Member of the Board of Directors, Chairman of the Board of Directors
08.2012	09.2018	JSC Yantarenergo	Chairman of the Management Board
08.2012	09.2018	JSC Yantarenergo	Acting General Director, General Director
06.2012	current	JSC Yantarenergo	Member of the Board of Directors, Chairman of the Board of Directors

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

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

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

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 capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

over financial and economic activity of the issuer:

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***1982***

Education:

2004, St. Petersburg University of the Russian Interior Ministry, Specialty: Jurisprudence, Qualification: Lawyer

2005, MGIMO, Specialty: Finance and credit, qualification as international economist with knowledge of foreign languages,

2016, MPEI, Specialty: electric power industry and electrical engineering.

Scientific degree: 2005, PhD in Law

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		
05.2020	current	IDGC of Centre, PJSC	Member of the Board of Directors
05.2020	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
05.2020	current	Rosseti South	Member of the Board of Directors
05.2020	current	IDGC of North-West	Member of the Board of Directors
05.2020	current	PJSC TRK	Member of the Board of Directors
06.2019	current	JSC FTC	Member of the Board of Directors
06.2019	current	JSC FOCL-Conductor Administration	Member of the Board of Directors
06.2019	current	JSC NICEES	Member of the Board of Directors
06.2019	05.2020	JSC CTZ	Member of the Board of Directors
05.2019	current	PJSC Rosseti	Deputy Director General for Digital Transformation, Deputy Director General for Operations
07.2018	03.2019	IDGC of Center and Volga Region, PJSC	Member of the Management Board
03.2015	07.2019	IDGC of Centre, PJSC	Member of the Management Board
03.2015	12.2018	IDGC of Centre, PJSC	First Deputy General Director

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: **Alexey Igorevich Pavlov**

Year of birth: **1982**

Education:

2004, St. Petersburg State University, Specialty: Mathematical methods of operations research, Qualification: Economist-Mathematician.

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		
09.2019	current	PJSC Rosseti	Director of Strategy Department
03.2019	09.2019	PJSC Rosseti	Director of Finance Department
06.2018	current	JSC Yantarenergo	Member of the Board of Directors
06.2017	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2016	06.2017	IDGC of Volga	Member of the Board of Directors
06.2016	06.2017	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
03.2016	06.2018	JSC NICEES	Member of the Board of Directors
06.2015	06.2016	IDGC of Northern Caucasus	Member of the Board of Directors
06.2015	current	JSC Sevkavkazenergo	Member of the Board of Directors
09.2014	03.2019	PJSC Rosseti	Head of Finance Office of Corporate Finance Department; Director of Treasury Department

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Vasily Vladimirovich Rozhkov***

Year of birth: ***1963***

Education:

1985, Tomsk State University of Control Systems and Radioelectronics, Specialty: radiotechnics

2005, Irkutsk State Technical University, Specialty: Power stations

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		
05.2020	current	IDGC of Centre, PJSC	Member of the Board of Directors
05.2020	current	JSC CTZ	Member of the Board of Directors
06.2019	05.2020	PJSC Kubanenergo	Member of the Board of Directors
06.2018	current	JSC Chechenenergo	Member of the Board of Directors
12.2016	current	PJSC Rosseti	Director of Production Department - Deputy Chief Engineer, Head of Production Planning Office of Operational and Technological Management Department
01.2008	12.2016	PJSC FGC UES	Deputy Head of Production Assets Management Department

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

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

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

Name of Committee	Chairperson
Reliability Committee of IDGC of Centre, PJSC	Yes

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Larisa Anatolievna Romanovskaya***

Year of birth: ***1972***

Education:

1995, Samara State Economic Academy, 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		
05.2020	current	PJSC FGC UES	Member of the Board of Directors
05.2020	current	PJSC Rosseti	Member of the Management Board
04.2020	current	PJSC Rosseti	First Deputy Director General
07.2019	current	Association of Organizations of Digital Development of the Industry "Digital Energy"	Member of the Management Board
06.2019	current	Lenenergo PJSC	Member of the Board of Directors
06.2018	06.2019	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
06.2018	current	PJSC MOESK	Member of the Board of Directors
05.2018	current	IDGC of Centre, PJSC	Member of the Board of Directors
05.2018	06.2019	IDGC of Urals, JSC	Member of the Board of Directors
10.2017	04.2020	PJSC Rosseti	Acting Deputy Director General for HR Management, Government and Media Relations (part-time), Deputy Director General for Government Relations, Advisor, Top Advisor
04.2014	10.2017	LLC "Ensol"	General Director

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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		
05.2018	current	Detsky Mir PJSC	Member of the Board of Directors
06.2017	12.2017	TGC-1	Member of the Board of Directors
06.2016	current	IDGC of Urals, JSC	Member of the Board of Directors
06.2016	06.2019	IDGC of North-West, PJSC	Member of the Board of Directors
06.2015	current	IDGC of Centre, PJSC	Member of the Board of Directors
06.2015	06.2019	PJSC "OGK-2"	Member of the Board of Directors
06.2014	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
03.2014	current	NP Association of Institutional Investors	Executive Director
06.2012	06.2016	MOSTOTRUST	Member of the Board of Directors

07.2011	06.2017	IDGC of South, PJSC	Member of the Board of Directors
---------	---------	---------------------	----------------------------------

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

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: **Igor Vladimirovich Makovskiy**

Year of birth: **1972**

Education:

1993, Alma-Ata Higher Frontier Command School named after F.E. Dzerzhinsky; specialty: command, tactical; qualification: border officer;

2000, Kaliningrad State University; specialty: jurisprudence; qualifications: lawyer;

2004, State educational institution of higher professional education "North-West Academy of Public Administration", retraining program "State and Municipal 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		
06.2019	current	JSC "YarEGC"	Member of the Board of Directors, Chairman of the Board of Directors
06.2019	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
05.2019	current	IDGC of Centre, PJSC	Member of the Board of Directors
09.2018	current	IDGC of Centre, PJSC	General Director

09.2018	current	IDGC of Centre, PJSC	Chairman of the Management Board
09.2018	current	IDGC of Center and Volga Region, PJSC	Chairman of the Management Board
02.2013	current	JSC “Kaliningrad Generating Company”	Member of the Board of Directors, Chairman of the Board of Directors
02.2013	current	JSC “Yantarenergoservice”	Member of the Board of Directors, Chairman of the Board of Directors
02.2013	current	JSC “Yantarenergosbyt”	Member of the Board of Directors, Chairman of the Board of Directors
08.2012	09.2018	JSC Yantarenergo	Chairman of the Management Board
08.2012	09.2018	JSC Yantarenergo	Acting General Director, General Director
06.2012	current	JSC Yantarenergo	Member of the Board of Directors, Chairman of the Board of Directors

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer’s subsidiary or dependent company owned by such person and the number of shares of the issuer’s subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer’s subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer’s subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Igor Vladimirovich Makovskiy***

Year of birth: ***1972***

Education:

1993, Alma-Ata Higher Frontier Command School named after F.E. Dzerzhinsky; specialty: command, tactical; qualification: border officer;

2000, Kaliningrad State University; specialty: jurisprudence; qualifications: lawyer;

2004, State educational institution of higher professional education “North-West Academy of Public Administration”, retraining program “State and Municipal 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		
06.2019	current	JSC "YarEGC"	Member of the Board of Directors, Chairman of the Board of Directors
06.2019	current	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
05.2019	current	IDGC of Centre, PJSC	Member of the Board of Directors
09.2018	current	IDGC of Centre, PJSC	General Director
09.2018	current	IDGC of Centre, PJSC	Chairman of the Management Board
09.2018	current	IDGC of Center and Volga Region, PJSC	Chairman of the Management Board
02.2013	current	JSC "Kaliningrad Generating Company"	Member of the Board of Directors, Chairman of the Board of Directors
02.2013	current	JSC "Yantarenergoservice"	Member of the Board of Directors, Chairman of the Board of Directors
02.2013	current	JSC "Yantarenergosbyt"	Member of the Board of Directors, Chairman of the Board of Directors
08.2012	09.2018	JSC Yantarenergo	Chairman of the Management Board
08.2012	09.2018	JSC Yantarenergo	Acting General Director, General Director
06.2012	current	JSC Yantarenergo	Member of the Board of Directors, Chairman of the Board of Directors

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Vitaly Olegovich Akulichev***

Year of birth: ***1987***

Education:

2010, Federal State Educational Institution of Higher Professional Education "Kaliningrad State Technical

University", specialty: Electric power plants, qualification: 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		
09.2019	current	IDGC of Centre, PJSC	First Deputy General Director - Director for Development
06.2019	current	JSC "IEC "Energiefficiency technologies"	Member of the Board of Directors
06.2019	current	JSC "Svet"	Member of the Board of Directors
03.2019	current	IDGC of Centre, PJSC	Member of the Management Board
03.2019	current	IDGC of Center and Volga Region, PJSC	Member of the Management Board
10.2018	09.2019	IDGC of Centre, PJSC	Acting First Deputy General Director – Director for Development, Acting First Deputy General Director (part-time), Adviser to First Deputy General Director
10.2017	10.2018	JSC Yantarenergo	Director of Directorate for Strategic Development
04.2015	10.2017	JSC Yantarenergo	Chief Specialist of Directorate for Strategic Development

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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 Vadimovich Marakin**

Year of birth: **1960**

Education:

1983, Kaliningrad Higher Naval School, specialty: ship armament, qualification "Officer with higher military special education, electrical engineer"

2011, Academy of Security and Special Programs in the direction "Prevention of terrorist activities"

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		
07.2019	current	IDGC of Centre, PJSC	Member of the Management Board
02.2019	current	IDGC of Centre, PJSC	Deputy General Director for Security
03.2017	02.2019	PJSC TGC-1	Advisor to General Director
02.2014	02.2017	PJSC TGC-1	Deputy General Director for Corporate Protection

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: Power supply, qualification: Electrical engineer.

2006, State Educational Institution of Higher Professional Education "Kursk State Technical University", specialty: Company management, qualification: 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		
06.2019	current	JSC "ATC"	Member of the Board of Directors
11.2016	current	IDGC of Center and Volga Region, PJSC	Member of the Management Board
11.2016	10.2017	IDGC of Center and Volga Region, PJSC	Adviser (part-time)
11.2014	current	IDGC of Centre, PJSC	First Deputy General Director - Chief Engineer
02.2014	current	IDGC of Centre, PJSC	Member of the Management Board

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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Vladislava Vladimirovna Rezakova***

Year of birth: ***1973***

Education:

1995, Orenburg State Technical University, specialty: industrial electronics, qualification: electronic 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		
03.2020	current	JSC "TGES"	Member of the Board of Directors
03.2020	current	JSC "IEC "Energoefficiency technologies"	Member of the Board of Directors
11.2019	current	JSC "VGES"	Member of the Board of Directors
07.2019	current	IDGC of Centre, PJSC	Member of the Management Board
07.2019	current	IDGC of Center and Volga Region, PJSC	Member of the Management Board
04.2019	current	IDGC of Centre, PJSC	Deputy General Director for Development and Sale of Services, Advisor to General Director
04.2016	04.2019	JSC "Yantarenergosbyt"	Acting General Director, General Director
10.2014	04.2016	JSC Yantarenergo	Head of Department for sale of services and electricity metering

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: Commodity science and organization of trade in food products, qualification: Commodity expert of higher qualification.

1989, Karaganda Cooperative Institute, specialty: Accounting and analysis of economic activity in branches of the national economy, qualification: Economist - 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		
04.2017	09.2017	IDGC of Center and Volga Region, PJSC	Adviser (part-time)
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

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Dmitry Vladimirovich Sklyarov***

Year of birth: ***1979***

Education:

2000, Moscow Power Engineering Institute (Technical University), qualification: Bachelor of Engineering and Technology in the direction of "Heat Power Engineering".

2002, Moscow Power Engineering Institute (Technical University), branch of study: thermal electric power stations, qualification: Engineer.

2007, State Educational Institution of Higher Professional Education "Academy of National Economy under the Government of the Russian Federation", branch of study: finance and credit, qualification: Economist

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

Period		Name of organization	Position
since	till		
09.2019	current	IDGC of Centre, PJSC	Deputy General Director for Investment and Capital Construction
07.2019	current	IDGC of Centre, PJSC	Member of the Management Board
06.2017	09.2019	IDGC of Centre, PJSC	Deputy General Director for Investment
11.2014	06.2017	IDGC of Centre, PJSC	Deputy General Director for Logistics and Supply

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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	2020, 6 months
Remuneration for participation in the work of the governance body	12 185
Wages	0
Bonuses	0
Commission fees	0
Other types of rewards	0
TOTAL	12 185

Information on decisions and (or) existing agreements adopted by authorized bodies of the issuer regarding the amount of such remuneration payable and (or) the amount of such expenses compensable:

Remunerations and compensations to members of the Board of Directors are paid according to the Regulation on payment of remuneration and compensation to members of the Board of Directors of IDGC of Centre, PJSC (Minutes of the Annual General Meeting of Shareholders # 01/19 dated 31.05.2019). The document is on the issuer's website at: https://www.mrsk-1.ru/upload/Положение_СД_вознагражд_30.05.2019.pdf

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

Collegial executive body

Unit of measurement: *thousand RUB*

Indicator	2020, 6 months
Remuneration for participation in the work of the governance body	496
Wages	25 940
Bonuses	24 123
Commission fees	0
Other types of rewards	0
TOTAL	50 559

Information on decisions and (or) existing agreements adopted by authorized bodies of the issuer regarding the amount of such remuneration payable and (or) the amount of such expenses compensable:

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	2020, 6 months
Board of Directors	0
Collegial executive body	0

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

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

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

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

In case of election of the Company's Audit Commission at the Extraordinary General Meeting of

Shareholders, members of the Audit Commission shall be elected for the period until the date of the Annual General Meeting of Shareholders of the Company.

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

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

Members of the Audit Commission of the Company may not simultaneously be members of the Board of Directors or hold other positions in the management bodies 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 08.06.2017 (Minutes # 01/17 of 09.06.2017). The text of the Regulation for the Audit Commission of the issuer is freely available on the Internet at: https://www.mrsk-1.ru/upload/documents/Pologenie_RK.pdf.

The tasks of the Company's Audit Commission include:

- 1) control over the financial and economic activities of the Company;*
- 2) making an independent assessment of the reliability of the data contained in the Company's annual report and annual accounting statements.*

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 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 the Company (Minutes of the Board of Directors # 04/16 of 01.03.2016) with amendments dated 20.10.2016 (Minutes of the Board of Directors # 29/16 of 21.10.2016). The Regulation is freely available on the Internet at: https://www.mrsk-1.ru/upload/documents/Polozhenie_o_komitete_po_auditu_s_uchetom_izmenenij_2110.pdf.

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

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

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

Each year, Chairperson of the Committee submits a report on the results of its work to the Board of Directors of the Company. Chairperson of the Committee may submit to the Board of Directors of the Company separate reports on the results of studies on matters within the competence of the Committee. The Company's Board of Directors may at any time request the Committee's report on the current activities of the Committee. Terms of preparation and submission of such a report shall be determined by the Board of Directors of the Company. The Audit Committee of the Board of Directors was established in April 2008. The Audit Committee includes 3 people who are members of the Issuer's Board of Directors.

Members of the Audit Committee of the Board of Directors

Full name	Chairperson
Alexander Ivanovich Kazakov	Yes
Larisa Anatolievna Romanovskaya	No
Alexander Viktorovich Shevchuk	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 Control and Risk Management Sector.

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

- organization and implementation of follow-up control activities of the Company and its subsidiaries;*
- organization of interaction with the external auditor of the Company and its subsidiaries on the assessment of effectiveness of the internal control and risk management system;*
- implementation of interaction with the committees of the Company's Board of Directors within the framework of functional subordination:*
 - interaction with the Audit Committee of the Company's Board of Directors on internal control issues;*
 - interaction with the Strategy and Development Committee of the Company's Board of Directors on risk management issues;*
- implementation of common approaches to the construction of the system of internal control and risk management of the Company, subsidiaries and affiliates;*
- methodological and organizational support for the implementation of current and preventive control in the Company and its subsidiaries.*

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

Internal audit of the issuer is performed by the Internal Audit Department.

The Regulation on the Internal Audit Department is freely available on the Internet at: https://www.mrsk-1.ru/upload/polowenie_dva_05.04.2019.pdf

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

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

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

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

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

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

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

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

The Company approved and uses the Regulations on insider information (Minutes of the Board of Directors dated 29.05.2019 # 20/19). The document is freely available on the Internet at: https://www.mrsk-1.ru/upload/Polozheny_ob_insajdersk_info_29.05.2019.pdf

Additional information:

no.

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

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

Full name: *Sergey Vladimirovich Kiryukhin*

(Chairperson)

Year of birth: 1979

Education:

2002, Tula State University; branch of study: Jurisprudence

2010, Orel Regional Academy of Public Service; branch of study:

State and Municipal Administration

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		
2020	current	JSC Oboronenergo	General Director
2019	current	IDGC of Centre, PJSC	Member of the Audit Commission
2018	2020	PJSC Rosseti	Acting Deputy Director General - Chief of Staff, Top Advisor
2017	2018	Federal Service for Environmental, Technological and Nuclear Supervision	Deputy Head of Office, Head of Office
2017	2017	Federal State Budgetary Institution "Institute of Labour" of the Ministry of Labour of Russia	Advisor to General Director
2012	2016	General Directorate of the Investigative Committee of Russia	Deputy Head of Directorate

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

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

The person did not occupy such positions

Full name: *Elena Alexandrovna Kabizskina*

Year of birth: 1964

Education:

1986, Far Eastern Technical Institute of Fisheries and Agriculture; branch of study: Economy and organization of 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		
2018	current	IDGC of Centre, PJSC	Member of the Audit Commission
2014	current	PJSC Rosseti	Chief Expert of Corporate Audit and Control Office of Subsidiaries of Internal Audit Department, Chief Expert of Supervisory Activities Office of Internal Control and Risk Management Department, Deputy Head of Internal Audit Office of Internal Audit and Control Department
2013	2014	MOESK	Head of Methodological Support Office of Internal Audit Department

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: **Svetlana Anatolyevna Kim**

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 Supervisory Activities Office of Internal Control and Risk Management Department, Head of Internal Audit Office of Internal Audit and Control Department

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Artem Nikolaevich Kirillov***

Year of birth: ***1984***

Education:

2008, Moscow Power Engineering Institute (MPEI); branch of study: Electric vehicles

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		
2019	current	IDGC of Centre, PJSC	Member of the Audit Commission
2015	current	PJSC Rosseti	Chief Expert of Internal Control and Risk Management Systems Office of Internal Control and Risk Management Department, Deputy Head of Supervisory Activities Office of Internal Control and Risk Management Department, Deputy Head of Internal Audit Office of Internal Audit and Control Department
2013	2015	PJSC Rosseti	Head of Investment Audit Section of Control Department

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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: ***Marina Alekseevna Lelekova***

Year of birth: ***1961***

Education:

1982, Far Eastern Institute of Soviet Trade; branch of study: 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		
2018	current	IDGC of Centre, PJSC	Member of the Audit Commission
2013	current	PJSC Rosseti	Director of Internal Control and Risk Management Department, Director of Control Department, Director of Internal Audit and Control Department

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

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

The person did not occupy such positions

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

Internal Audit Department

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

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

Full name: *Svetlana Valeryevna Shpakova*

Year of birth: *1975*

Education:

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

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

Period		Name of organization	Position
since	till		
09.2019	current	All-Russian industrial association of employers in energy sector «Employers Russian Association of Energy» (Association «ERA of Energy»)	Member of the Audit Commission
12.2016	09.2017	IDGC of Center and Volga Region, PJSC	Adviser (part-time)
04.2013	current	IDGC of Centre, PJSC	Head of Internal Audit Department (till 06.2016 - Internal Audit and Control Department)

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

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

Stake of participation of the person in the authorized capital of subsidiaries and dependent companies of the issuer, and for those subsidiary and dependent companies of the issuer, which are joint-stock companies, - also the share of ordinary shares of the issuer's subsidiary or dependent company owned by such person and the number of shares of the issuer's subsidiary or dependent company of each category (type) that can be acquired by such person as a result of exercising rights on options of the issuer's subsidiary or dependent company owned by him

The person does not have stated stakes. The person does not have options, as a result of exercising the rights under which shares of the issuer's subsidiary or dependent company may be acquired

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

There are no stated sibling connections

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

The person was not brought to stated types of responsibility

Data on positions in governance bodies of 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	2020, 6 months
Remuneration for participation in the work of the governance body to control over the financial and economic activities of the issuer	790
Wages	0
Bonuses	0
Commission fees	0
Other types of rewards	0
TOTAL	790

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

Remuneration and compensation to members of the Audit Commission is paid in accordance with the new edition of the Regulation on payment of remuneration and compensation to members of the Audit Commission of IDGC of Centre, PJSC (Minutes of the Annual General Meeting of Shareholders dated 01.06.2018 # 01/18). The document is on the website of the issuer at: https://www.mrsk-1.ru/upload/Pl_vyplate_chlenam_RK.pdf

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

Remuneration for participation in the work of the control body

Unit of measurement: *thousand RUB*

Indicator	2020, 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	8 620
Bonuses	3 345
Commission fees	0
Other types of rewards	0
TOTAL	11 965

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

Payment of remuneration to employees of the Internal Audit Department is made in accordance with the terms and conditions of their employment contracts.

Compensation

Unit of measurement: *thousand RUB*

Name of the control body (structural unit)	2020, 6 months
Audit Commission	0
Internal Audit Department	0

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

Unit of measurement: *thousand RUB*

Indicator	2020, 6 months
Average number of employees, people	28 860
Fund of accrued wages of employees during the reporting period	7 795 097
Social benefits of employees during the reporting period	56 852

Employees of the issuer established their trade union body.

5.8. Data on any obligations of the issuer to staff (employees) concerning the possibility of their

participation in the authorized capital of the issuer

The issuer has no liabilities to employees (staff) concerning opportunities of their participation in the authorized capital of the issuer, and the Issuer neither gives and nor provides for the possibility of granting the issuer's options to the issuer's employees (staff), and also did not conclude an agreement with its employees (staff) regarding the possibility of their participation in the Issuer's authorized capital

Section VI. Data on participants (shareholders) of the issuer and related-party transactions of the issuer

6.1. Data on the total number of shareholders (participants) of the issuer

Total number of persons registered in the issuer's shareholder register on the end date of completion of the last reporting quarter: **14 283**

Total number of nominee holders of the issuer's shares: **7**

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): **25 964**

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): **05.05.2020**

The holders of ordinary shares of the issuer that are subject to the inclusion in this list: **25 964**

Information on the number of treasury shares owned by the issuer at the end of the reporting quarter

There are no treasury shares owned by the issuer

Information about the number of shares belonging to organizations under its control

There are no issuer's shares belonging to organizations under its control

6.2. Data on participants (shareholders) of the issuer owning at least 5 percent of its authorized capital or at least 5 percent of its ordinary shares, as well as data on persons controlling such participants (shareholders), and in case of absence of such persons, on such participants (shareholders) owning at least 20 percent of the authorized capital or at least 20 percent of their ordinary shares

The issuer's participants (shareholders) holding not less than 5 percent of its authorized capital or not less than 5 percent of its ordinary shares

1.

Full legal name: ***Rosseti, Public Joint Stock Company***

Abbreviated trade name: ***PJSC Rosseti***

Location

4, Belovezhskaya st., Moscow, 121353

TIN: ***7728662669***

Primary State Registration Number (OGRN): ***108776000019***

Equity holding in the authorized capital of the issuer: ***50.23%***

Stake of the issuer's ordinary shares belonging to the entity: ***50.23%***

Persons controlling the participant (shareholder) of the Issuer

1.1.

Full legal name: ***The Russian Federation represented by Federal Agency for Federal Property Management***

Abbreviated trade name: ***Rosimushchestvo***

Location

109012, Moscow, Nikolsky pereulok 9

TIN: 7710723134

Primary State Registration Number (OGRN): **1087746829994**

The reason, on which the person that controls the participant (shareholder) of the issuer exercises such control (participation in a legal entity being a participant (shareholder) of the issuer, the conclusion of a simple partnership agreement, the conclusion of an agency contract, the conclusion of the shareholders' agreement, the conclusion of other agreements, the subject of which is the exercise of rights certified by shares (interests) of the legal entity that is a participant (shareholder) of the issuer):

Participation in the legal entity, which is a shareholder of the issuer

The attribute of the person, controlling the participant (shareholder) of the issuer, exercising such control: ***the right to dispose of more than 50 percent of the votes in the supreme governing body of the legal entity, which is a participant (shareholder) of the issuer***

Type of control: ***direct control***

The size of the person's stake in the authorized (share) capital (share fund) of the issuer's participant (shareholder), %: **88.04**

The person's stake of ordinary shares belonging to the issuer's participant (shareholder), %: **88.89**

Share of the person in the authorized capital of the issuer: **0.4552%**

Share of the issuer's ordinary shares held by the person: **0.4552%**

Other information provided by the issuer at its own discretion:

the size of such a person in the authorized capital of the shareholder and the share of ordinary shares of the issuer's shareholder belonging to the person is represented on the basis of data of the issuer's report (quarterly report) PJSC Rosseti for the 1st quarter of 2020

2.

Full legal name: ***New Russian Generation Limited***

Abbreviated trade name: ***no data***

Location

Windward 1, Regatta Office Park, Grand Cayman, Cayman Islands

Equity holding in the authorized capital of the issuer: **15.98%**

Stake of the issuer's ordinary shares belonging to the entity: **15.98%**

Persons controlling the participant (shareholder) of the Issuer

There are no such persons

Participants (shareholders) of this person owning at least 20 percent of its authorized capital or at least 20 percent of its ordinary shares

There are no such persons

Other information provided by the issuer at its own discretion:

information about the right to dispose of a certain number of votes of the issuer according to the notification of New Russian Generation Limited dated 03.10.2019 # 2/2019-TS.

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')

The size of the share of the issuer's authorized capital in the state (federal, constituent entities of the Russian Federation), municipal property: **0,461000099 %**

Information about managers of the state, municipal packages of the shares

There are no such persons

Persons who, on behalf of the Russian Federation, entity of the Russian Federation or municipal entity shall perform the functions of a participant (shareholder) of the issuer

Federal property

Full legal name: ***The Russian Federation represented by Federal Agency for Federal Property Management***

Location: **109012, Moscow, Nikolsky pereulok 9**

The size of the authorized (share) capital (share fund) of the issuer, owned by the state (federal, entities of the Russian Federation), municipal authorities: **0.4552**

Property of subjects of the Russian Federation

Full legal name: ***the Kostroma region represented by the Department of Property and Land Relations of the Kostroma region***

Location: **156013, Russia, 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 Committees***

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')

The specified right is not provided

6.4. Data on restrictions on participation in the authorized capital of the issuer

There are no restrictions for participation in the issuer's authorized capital

6.5. Data on changes in the composition and stake of shareholders (participants) of the issuer owning at least 5 percent of its authorized capital or at least 5 percent of its ordinary shares

The issuer's shareholders (participants), who held not less than 5 percent of the issuer's authorized capital, and for issuers that were joint-stock companies – not less than 5 percent of the issuer's ordinary shares as well, determined for the date of the list of persons entitled to participate in each general meeting of the issuer's shareholders (participants), held for the last 5 completed financial years prior to the date of completion of the reporting quarter, or for each completed financial year prior to the date of completion of the reporting quarter, if the issuer performs its activity less than 5 years as well as for the last quarter according to date of the list of persons entitled to participate in each such meeting

Date when the list of persons entitled to participate in the general meeting of the issuer's shareholders (participants) was recorded: **05.05.2020**

List of shareholders (participants)

Full legal name: ***Rosseti, Public Joint Stock Company***

Abbreviated company name: ***PJSC "Rosseti"***

Location: ***4, Belovezhskaya st., Moscow, 121353***

TIN: **7728662669**

PSRN: **108776000019**

Equity holding in the authorized capital of the issuer, %: **50.23**

Stake of the issuer's ordinary shares belonging to the entity, %: **50.23**

Full legal name: ***New Russian Generation Limited***

Abbreviated trade name: ***no data***

Location: ***Windward 1, Regatta Office Park, Grand Cayman, Cayman Islands***

It is not a resident of the Russian Federation

Equity holding in the authorized capital of the issuer, %: **15.98**

Stake of the issuer's ordinary shares belonging to the entity, %: **15.98**

Date when the list of persons entitled to participate in the general meeting of the issuer's shareholders

(participants) was recorded: **06.12.2019**

List of shareholders (participants)

Full legal name: **Rosseti, Public Joint Stock Company**

Abbreviated company name: **PJSC "Rosseti"**

Location: **4, Belovezhskaya st., Moscow, 121353**

TIN: **7728662669**

PSRN: **108776000019**

Equity holding in the authorized capital of the issuer, %: **50.23**

Stake of the issuer's ordinary shares belonging to the entity, %: **50.23**

Full legal name: **New Russian Generation Limited**

Abbreviated trade name: **no data**

Location: **Windward 1, Regatta Office Park, Grand Cayman, Cayman Islands**

It is not a resident of the Russian Federation

Equity holding in the authorized capital of the issuer: **15.98%**

Stake of the issuer's ordinary shares belonging to the entity, %: **15.98**

Date when the list of persons entitled to participate in the general meeting of the issuer's shareholders (participants) was recorded: **05.05.2019**

List of shareholders (participants)

Full legal name: **Rosseti, Public Joint Stock Company**

Abbreviated company name: **PJSC "Rosseti"**

Location: **4, Belovezhskaya st., Moscow, 121353**

TIN: **7728662669**

PSRN: **108776000019**

Equity holding in the authorized capital of the issuer, %: **50.23**

Stake of the issuer's ordinary shares belonging to the entity, %: **50.23**

Full legal name: **GENHOLD LIMITED**

Abbreviated trade name: **no data**

Location: **Giannou Kranidioti, 9, 2nd Floor, Flat/Office 210 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**

Supplementary information:

no

6.6. Data on related-party transactions of the issuer

Information on amount and volume in monetary terms of transactions settled by the issuer which in accordance with the Law of the Russian Federation are recognized to be related party transactions that required approval by the authorized management body of the issuer, following the results of the last reporting quarter.

Unit of measurement: **RUB**

Indicator	Total number, transaction	Total amount in monetary terms
Related party transactions settled by the issuer for the reporting period	7	486 166.59

Related party transactions settled by the issuer for the reporting period and in respect of which the general meeting of the issuer's participants (shareholders) adopted decisions on consent to their making or their subsequent approval	0	0
Related party transactions settled by the issuer for the reporting period and in respect of which the board of directors (supervisory board) of the issuer adopted decisions on consent to their making or their subsequent approval	7	486 166.59

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 (financial) statements at the end date of the last completed reporting period, consisting of 3, 6, 9 or 12 months preceding the date of the transaction made by the issuer for the last reporting quarter

The mentioned transactions were not settled

Supplementary information:

no

6.7. Data on accounts receivable amount

As at 30.06.2020

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

Indicator	Indicator value
Accounts receivable of buyers and customers	12 303 033
including overdue	6 366 278
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	2 064 408
including overdue	592 046
Total amount of accounts receivable	14 367 441
including total amount of overdue accounts receivable	6 958 324

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

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

Abbreviated trade name: ***JSC "AtomEnergoSbyt"***

Location: ***115114, Moscow, Letnikovskaya street 10, bldg. 4***

TIN: ***7704228075***

PSRN: ***1027700050278***

Amount of accounts receivable: ***1 896 772.39***

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

Size and terms of overdue accounts receivable (interest rate, penalties, fines): ***276 988.99 thousand RUB***

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

Full legal name: ***Public Joint-Stock Company "TNS Energo Yaroslavl"***

Abbreviated trade name: ***PJSC "TNS Energo Yaroslavl"***

Location: ***150003, Yaroslavl, Lenin Avenue, 21 b.***

TIN: ***7606052264***

PSRN: ***1057601050011***

Amount of accounts receivable: *3 831 269.11*

Unit of measurement: *thousand RUB*

Size and terms of overdue accounts receivable (interest rate, penalties, fines): *3 150 415.34 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. Interim accounting (financial) statements of the issuer

The information is provided in Appendix #2 to this issuer's report (quarterly report)

The issuer's interim accounting (financial) statements, attached to the issuer's report (quarterly report):

- *Balance sheet as at 30.06.2020;*

- *Profit and loss statement for January-June 2020;*

- *Appendices to the Balance sheet as at 30.06.2020.*

7.3. Consolidated financial statements of the issuer

The annual consolidated financial statements of the issuer for the last completed fiscal year were compiled before the end date of the 1st quarter and included in the report for the first quarter, in connection with what is not included in the report for the 2nd quarter

During the reporting period the issuer compiled interim consolidated financial statements

Reporting period

Year: *2020*

Period: *3 months*

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

IFRS

The information is provided in Appendix #3 to this issuer's report (quarterly report)

The statements, attached to this issuer's report (quarterly report):

Consolidated Interim Condensed Financial Statements of PJSC «IDGC of Centre», prepared in accordance with IAS 34 "Interim Financial Reporting" as at and for the three months ended 31 March 2020 (unaudited) include:

Consolidated Interim Condensed Statement of profit or loss and other comprehensive income (unaudited);

Consolidated Interim Condensed Statement of financial position (unaudited);

Consolidated Interim Condensed Statement of cash flows (unaudited);

Consolidated Interim Condensed Statement of changes in equity (unaudited);

Notes to the Consolidated Interim Condensed Financial Statements (unaudited).

7.4. Data on the accounting policy of the issuer

There were no changes in the information of this paragraph in 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 (products, 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 reporting 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

Additional information:

no

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 affected/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: *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 issuer's authorized capital for the last completed fiscal year preceding the end date of the reporting quarter, as well as for the period from the beginning of the current year to the end of the reporting quarter

8.1.3. Data on the procedure of convening and holding the meeting (session) of the issuer's supreme management body

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

8.1.4. Data on commercial organizations, in which the issuer owns at least 5 percent of the authorized capital or at least 5 percent of ordinary shares

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

8.1.5. Data on material transactions completed by the issuer

Transactions that meet the criteria specified in clause 8.1.5. of Appendix 3 to the Bank of Russia's Regulation dated December 30, 2014 No. 454-P "On Disclosure of Information by Issuers of Equity Securities" were not made by the Issuer in the reporting period

8.1.6. Data on credit ratings of the issuer

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

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

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

8.3. Data on the previous issues of equity securities of the issuer except for shares of the issuer

8.3.1. Data on the issues all the securities of which are repaid

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

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

Type of the security: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *BO-04*

Other identification features of the 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: *CJSC «MICEX»*

Number of the issue of securities, pcs.: *5 000 000*

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

Nominal value, RUB: *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: *27.11.2015*

Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: *14*

Period (date) of the securities issue repayment: *the 3640th (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/information/bonds/; www.e-disclosure.ru/portal/company.aspx?id=7985*

On 19 November 2019, the issuer purchased the exchange-traded bonds of series BO-04 by agreement with their owner (s), in the amount of 5 000 000 (Five million) pieces for a total amount of 5 000 000 000 (Five billion) rubles 00 kopecks.

Additional securities issues were made: *No*

There are no defaults on the securities issue

Type of the security: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *BO-06*

Other identification features of the 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: *CJSC «MICEX»*

Number of the issue of securities, pcs.: *5 000 000*

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

Nominal value, RUB: *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: *10.04.2018*

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 3640th (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/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: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *001P (series of the Exchange-Traded Bonds Program. Information about the series of a separate issue of the Exchange-Traded Bonds will be specified in the Document, containing the Conditions of placement of securities, the Decision on issue of securities)*

Other identification features of the securities: *unconvertible documentary interest-bearing exchange-traded bonds payable to bearer with the mandatory centralized custody of total nominal value of all issues of bonds placed under the program of exchange-traded bonds, up to 40 000 000 000 (Forty billion) Russian rubles inclusive with a maturity date that occurs no later than the 10 920th (Ten thousand nine hundred and twentieth) day from the date of commencement of placement of an issue of bonds under the program of exchange-traded bonds to be placed by public offering*

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

Identification number of the issue: *4-10214-A-001P-02E*

Date of identification number assignment: *21.12.2016*

Authority that assigned the identification number: *PJSC Moscow Exchange*

Number of the issue of securities, pcs.: *the number of Exchange-traded bonds of the issue placed within the framework of the Exchange-Traded Bonds Program will be established in the relevant Document, containing the Conditions of placement of securities, the Decision on issue of securities*

Amount of securities issue at par value, RUB: *40 000 000 000*

Nominal value, RUB: *the face value of each Exchange-traded bond will be established in the relevant Document, containing the Conditions of placement of securities, the Decision on issue of securities*

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 results has not been performed: *No*

Number of interest (coupon) periods for which payment of income (coupons, interest) on the securities issue is made: *the number of coupon periods of the Exchange-traded bonds is established in the Document, containing the Conditions of placement of securities, the Decision on issue of securities*

Period (date) of the securities issue repayment: *the 10 920th (Ten thousand nine hundred and twentieth) day from the date of commencement of placement of an issue of the Exchange-traded bonds under the Program of exchange-traded bonds*

Specified exactly: *No*

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

In the framework of the Exchange-Traded Bonds Program, unconvertible documentary interest-bearing exchange-traded bonds payable to bearer with the mandatory centralized custody of series 001P-01 with the issue volume of 5 000 000 000 rubles and unconvertible documentary interest-bearing exchange-traded bonds payable to bearer with the mandatory centralized custody of series 001P-02 with the issue volume of 5 000 000 000 rubles are in circulation.

Additional securities issues were made: *No*

There are no defaults on the securities issue

Type of the security: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *001P-01*

Other identification features of the securities: *exchange-traded documentary interest-bearing non-convertible payable to bearer bonds with mandatory centralized storage series 001P-01 in the amount of 5 000 000 (Five million) pieces with a par value of 1 000 (One thousand) rubles each, total face value of 5 000 000 000 (Five billion) rubles with the maturity on the 1 820th (One thousand eight hundred and twentieth) day from the date of the start of the placement of the Exchange bonds placed by public offering*

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

Identification number of the issue: *4B02-01-10214-A-001P*

Date of identification number assignment: *15.11.2019*

Authority that assigned the identification number: *PJSC Moscow Exchange*

Number of the issue of securities, pcs.: *5 000 000*

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

Nominal value, RUB: *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 results has not been performed: *No*

Date of submission of the notification of the issue of securities results: *19.11.2019*

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 1 820th (One thousand eight hundred and twentieth) day from the date of commencement of placement of the issue of the Exchange-traded bonds*

Specified exactly: *No*

Website, at which the text of the Decision to issue securities and Prospectus was published: *www.mrsk-1.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: *exchange-traded bonds/commercial papers*

Form of the security: *documentary payable to bearer*

Series: *001P-02*

Other identification features of the securities: *exchange-traded documentary interest-bearing non-convertible payable to bearer bonds with mandatory centralized storage series 001P-02 in the amount of 5 000 000 (Five million) pieces with a par value of 1 000 (One thousand) rubles each, total face value of 5 000 000 000 (Five billion) rubles with the maturity on the 1 092nd (One thousand ninety second) day from the date of the start of the placement of the Exchange bonds placed by public offering*

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

Identification number of the issue: *4B02-02-10214-A-001P*

Date of identification number assignment: *01.06.2020*

Authority that assigned the identification number: *PJSC Moscow Exchange*

Number of the issue of securities, pcs.: *5 000 000*

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

Nominal value, RUB: *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 results has not been performed: *No*

Date of submission of the notification of the issue of securities results: *05.06.2020*

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 1 092nd (One thousand ninety second) day from the date of commencement of placement of the issue of the Exchange-traded bonds*

Specified exactly: *No*

Website, at which the text of the Decision to issue securities and Prospectus was published: *www.mrsk-1.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

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

As of the date of the end of the reporting quarter, there are no issuer's bonds in circulation with security in liabilities for which obligations were not fulfilled, in respect of which the prospectus was registered and (or) admitted to on-exchange trading

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 issuer's equity securities

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

8.6. Data on the legislative acts regulating questions of import and export of the capital, which can influence payment of dividends, interests and other payments to non-residents

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

8.7. Data on declared (accrued) and (or) paid dividends per shares of the issuer, as well as on income from the issuer's bonds

8.7.1. Data on the declared and paid dividends per shares of the issuer

Information for the last five completed reporting years or for each completed reporting year if the issuer operates less than five years, and for the period from the beginning of the current year to the end of the reporting quarter

Indicator	Value for the relevant reporting period - 2015, full year
Class of shares, for preference shares – type	ordinary
The issuer's management body that made the decision to declare dividends, the date of such decision, the date and number of the minutes of the meeting (session) of the issuer's management body at which the decision was made	AGM 08.06.2016, Minutes dated 09.06.2016 № 01/16
Dividends declared per share, RUB	0,0108
Dividends declared on all shares of the given class (type), thous. RUB	455 954
Record date of the list of persons entitled to receive dividends	27.06.2016
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2015, full year
Term (date) of payment of dividends declared	for nominal holders and beneficial owners being professional securities market participants - not later than 10 working days from the record date of persons entitled to receive dividends. For other shareholders registered in the register - 25 working days from the record date of the list of persons entitled to receive dividends
Form of payment of declared dividends (cash, other property)	monetary means
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit of previous years, a special fund)	net profit for the reporting year
Share of dividends declared to net income of the reporting year, %	50,16
Total amount of dividends paid out on shares of the given class (type), RUB	448 862 117,29
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	98,44
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	Value for the relevant reporting period - 2016, 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	AGM 08.06.2017, Minutes dated 09.06.2017 № 01/17

at which the decision was made	
Dividends declared per share, RUB	0,044215195
Dividends declared on all shares of the given class (type), thous. RUB	1 866 675
Record date of the list of persons entitled to receive dividends	21.06.2017
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2016, 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. For other shareholders registered in the register - 25 working days from the record date of the list of persons entitled to receive dividends
Form of payment of declared dividends (cash, other property)	monetary means
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, %	100,00
Total amount of dividends paid out on shares of the given class (type), RUB	1 843 294 541,88
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	98,75
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	Value for the relevant reporting period - 2017, 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 31.05.2018, Minutes dated 01.06.2018 № 01/18
Dividends declared per share, RUB	0,0208212
Dividends declared on all shares of the given class (type), thous. RUB	879 028
Record date of the list of persons entitled to receive dividends	13.06.2018
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2017, 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. For other shareholders registered in the register - 25 working days from the record date of the list of persons entitled to receive dividends
Form of payment of declared dividends (cash, other property)	monetary means
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, %	43,27
Total amount of dividends paid out on shares of the given class (type), RUB	867 704 094,16
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	98,71
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	Value for the relevant reporting period - 2018, 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 30.05.2019, Minutes dated 31.05.2019 № 01/19
Dividends declared per share, RUB	0,0207533
Dividends declared on all shares of the given class (type), thous. RUB	876 162
Record date of the list of persons entitled to receive dividends	10.06.2019
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2018, 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. For other shareholders registered in the register - 25 working days from the record date of the list of persons entitled to receive dividends
Form of payment of declared dividends (cash, other property)	monetary means
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, %	62,34
Total amount of dividends paid out on shares of the given class (type), RUB	864 489 862,00
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	98,67
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	Value for the relevant reporting period - 2019, 9 months
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	EGM 30.12.2019, Minutes dated 31.12.2019 № 02/19
Dividends declared per share, RUB	0,0200649
Dividends declared on all shares of the given class (type), thous. RUB	847 099
Record date of the list of persons entitled to receive dividends	13.01.2020
Reporting period (year, quarter) for which (according to the results of which) dividends declared are (were) paid	2019, 9 months
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. For other shareholders registered in the register - 25 working days from the record date of the list of persons entitled to receive dividends
Form of payment of declared dividends (cash, other property)	monetary means
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 period
Share of dividends declared to net income of the reporting year, %	394,58
Total amount of dividends paid out on shares of the given class (type), RUB	835 477 608,02
Share of paid dividends in the total amount of declared dividends under shares of the given class (type), %	98,63
If declared dividends not paid or not paid by the issuer in full – reasons for non-payment of declared dividends	the deadline for the payment of these dividends has not come at the end date of the reporting quarter
Other data on declared and (or) paid dividends, specified at the issuer's discretion	no

Indicator	Value for the relevant reporting period - 2019, full year
For the specified period, the issuer did not make a decision on the payment of dividends	

The Company approved and observes the Regulation on the Dividend Policy (Minutes of the Board of Directors dated 02.02.2018 # 03/18) with amendments dated 10.08.2018 (Minutes of the Board of Directors dated 10.08.2018 # 27/18). The Company's dividend policy is based on strict observance of the interests of shareholders, provided by the current legislation of the Russian Federation, the Articles of Association and internal documents of the Company, the balance of interests of the Company and its shareholders.

The information about the dividend policy and history of dividend payments is also posted on the website of the Company at: <https://www.mrsk-1.ru/investors/dividend/>.

8.7.2. Data on the accrued and paid yield on the bonds of the issuer

It specifies information on each bond issue, for which for the last 5 completed reporting years, and if the issuer has been operating for less than 5 years - for each completed reporting 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.

Series, form and other identification signs of a bond issue	exchange-traded bonds/commercial papers documentary payable to bearer, series BO-01, interest-bearing unconvertible with mandatory centralized custody in the amount of 4 000 000 (Four million) pieces with par value of 1 000 (One thousand) rubles each					
State registration number of the bond issue and the date of its state registration (bond issue identification number and date of assignment if the bond issue was not subject to state registration)	4B02-01-10214-A dated 13.07.2012					
Type of income paid on the bonds of the issue (face value, interest (coupon), other)	1st coupon	2nd coupon	3rd coupon	4th coupon	5th coupon	6th coupon
Amount of income to be paid on the bonds of the issue, in monetary terms per one bond of the issue, RUB / foreign currency	44,63 RUB	44,63 RUB	44,63 RUB	44,63 RUB	44,63 RUB	44,63 RUB
Amount of income to be paid on the bonds of the issue, in monetary terms, in aggregate for all bonds of the issue, RUB / foreign currency	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB
Term (date) of payment of income on bonds of the issue	17.04.2013	16.10.2013	16.04.2014	15.10.2014	15.04.2015	14.10.2015
Form of payment of income on bonds of the issue (cash, other property)	monetary means					
Total amount of income paid on all bonds of the issue, RUB / foreign currency	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB	178 520 000 RUB
Share of paid yield on the bonds of the issue in the total amount of the income to be paid on the bonds of the issue, %	100	100	100	100	100	100
Reasons for non-payment of such income if the yield due on the bonds of the issue is not paid or the issuer has not	payable income paid in full					

paid in full	
Other information on the income on the bonds of the issue, indicated by the issuer at its sole discretion	no

Series, form and other identification signs of a bond issue	exchange-traded bonds/commercial papers documentary payable to bearer, series BO-02, interest-bearing unconvertible with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces with par value of 1 000 (One thousand) rubles each					
State registration number of the bond issue and the date of its state registration (bond issue identification number and date of assignment if the bond issue was not subject to state registration)	4B02-02-10214-A dated 25.06.2013					
Type of income paid on the bonds of the issue (face value, interest (coupon), other)	1st coupon	2nd coupon	3rd coupon	4th coupon	5th coupon	6th coupon
Amount of income to be paid on the bonds of the issue, in monetary terms per one bond of the issue, RUB / foreign currency	61,93 RUB	61,93 RUB	61,93 RUB	61,93 RUB	61,93 RUB	61,93 RUB
Amount of income to be paid on the bonds of the issue, in monetary terms, in aggregate for all bonds of the issue, RUB / foreign currency	309 650 000 RUB	309 650 000 RUB	309 650 000 RUB	309 650 000 RUB	309 650 000 RUB	292 650 000 RUB
Term (date) of payment of income on bonds of the issue	04.12.2015	03.06.2016	02.12.2016	02.06.2017	01.12.2017	22.05.2018
Form of payment of income on bonds of the issue (cash, other property)	monetary means					
Total amount of income paid on all bonds of the issue, RUB / foreign currency	309 650 000 RUB	309 650 000 RUB	309 650 000 RUB	309 650 000 RUB	309 650 000 RUB	292 650 000 RUB
Share of paid yield on the bonds of the issue in the total amount of the income to be paid on the bonds of the issue, %	100	100	100	100	100	100
Reasons for non-payment of such income if the yield due on the bonds of the issue is not paid or the issuer has not paid in full	payable income paid in full					
Other information on the income on the bonds of the issue, indicated by the issuer at its sole discretion	Exchange-traded bonds of series BO-02 were repaid early on 23.05.2018 in accordance with paragraph 6 of Article 17.2 of the Federal Law "On the securities market"					

Series, form and other identification signs of a bond issue	exchange-traded bonds/commercial papers documentary payable to bearer, series BO-03, interest-bearing unconvertible with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces with par value of 1 000 (One thousand) rubles each
State registration number of the bond	4B02-03-10214-A dated 25.06.2013

issue and the date of its state registration (bond issue identification number and date of assignment if the bond issue was not subject to state registration)				
Type of income paid on the bonds of the issue (face value, interest (coupon), other)	1st coupon	2nd coupon	3rd coupon	4th coupon
Amount of income to be paid on the bonds of the issue, in monetary terms per one bond of the issue, RUB / foreign currency	58,84 RUB	58,84 RUB	58,84 RUB	58,84 RUB
Amount of income to be paid on the bonds of the issue, in monetary terms, in aggregate for all bonds of the issue, RUB / foreign currency	294 200 000 RUB	294 200 000 RUB	294 200 000 RUB	294 200 000 RUB
Term (date) of payment of income on bonds of the issue	24.05.2016	22.11.2016	23.05.2017	21.11.2017
Form of payment of income on bonds of the issue (cash, other property)	monetary means			
Total amount of income paid on all bonds of the issue, RUB / foreign currency	294 200 000 RUB	294 200 000 RUB	294 200 000 RUB	294 200 000 RUB
Share of paid yield on the bonds of the issue in the total amount of the income to be paid on the bonds of the issue, %	100	100	100	100
Reasons for non-payment of such income if the yield due on the bonds of the issue is not paid or the issuer has not paid in full	payable income paid in full			
Other information on the income on the bonds of the issue, indicated by the issuer at its sole discretion	Exchange-traded bonds of series BO-03 were repaid early on 21.11.2017 at the Issuer's discretion, on the end date of the 4th (fourth) coupon period of the Exchange-traded bonds in accordance with subparagraph (A) of paragraph 9.5.2 of the Decision on the issue of securities and subparagraph (A) of subparagraph (c) of paragraph 9.1.2 of the Prospectus of securities			

Series, form and other identification signs of a bond issue	exchange-traded bonds/commercial papers documentary payable to bearer, series BO-04, interest-bearing unconvertible with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces with par value of 1 000 (One thousand) rubles each									
State registration number of the bond issue and the date of its state registration (bond issue identification number and date of assignment if the bond issue was not subject to state registration)	4B02-04-10214-A dated 25.06.2013									
Type of income paid on the bonds of the issue (face value, interest (coupon), other)	1st coupon	2nd coupon	3rd coupon	4th coupon	5th coupon	6th coupon	7th coupon	8th coupon	9th coupon	
Amount of income to be paid on the bonds of the issue, in monetary terms per one bond of the issue, RUB / foreign currency	57,74 RUB	57,74 RUB	57,74 RUB	57,74 RUB	57,74 RUB	57,74 RUB	57,74 RUB	57,74 RUB	57,74 RUB	
Amount of income to be paid on the bonds of the issue, in monetary terms, in aggregate	288 700 000	288 700 000 RUB								

for all bonds of the issue, RUB / foreign currency	RUB								
Term (date) of payment of income on bonds of the issue	24.05.2016	22.11.2016	23.05.2017	21.11.2017	22.05.2018	20.11.2018	21.05.2019	19.11.2019	19.05.2020
Form of payment of income on bonds of the issue (cash, other property)	monetary means								
Total amount of income paid on all bonds of the issue, RUB / foreign currency	288 700 000 RUB	288 700 000 RUB	288 700 000 RUB	288 700 000 RUB	288 700 000 RUB	288 700 000 RUB	288 700 000 RUB	288 700 000 RUB	0 RUB
Share of paid yield on the bonds of the issue in the total amount of the income to be paid on the bonds of the issue, %	100	100	100	100	100	100	100	100	0
Reasons for non-payment of such income if the yield due on the bonds of the issue is not paid or the issuer has not paid in full	the income payable was paid in full, in part of the 9th coupon the payment was not made due to the fact that the exchange-traded bonds were redeemed by the issuer in full on 19.11.2019 and are on the issuer's treasury account with the NCO JSC NSD								
Other information on the income on the bonds of the issue, indicated by the issuer at its sole discretion	On 19 November 2019, the issuer purchased the Exchange-traded bonds of series BO-04 by agreement with their owner (s).								

Series, form and other identification signs of a bond issue	exchange-traded bonds/commercial papers documentary payable to bearer, series BO-05, interest-bearing unconvertible with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces with par value of 1 000 (One thousand) rubles each					
State registration number of the bond issue and the date of its state registration (bond issue identification number and date of assignment if the bond issue was not subject to state registration)	4B02-05-10214-A dated 25.06.2013					
Type of income paid on the bonds of the issue (face value, interest (coupon), other)	1st coupon	2nd coupon	3rd coupon	4th coupon	5th coupon	6th coupon
Amount of income to be paid on the bonds of the issue, in monetary terms per one bond of the issue, RUB / foreign currency	46,47 RUB	46,47 RUB	46,47 RUB	46,47 RUB	46,47 RUB	46,47 RUB
Amount of income to be paid on the bonds of the issue, in monetary terms, in aggregate for all bonds of the issue, RUB / foreign currency	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB
Term (date) of payment of income on bonds of the issue	24.02.2017	25.08.2017	23.02.2018	24.08.2018	22.02.2019	23.08.2019
Form of payment of income on bonds of the issue (cash, other property)	monetary means					
Total amount of income paid on all bonds of the issue, RUB / foreign currency	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB	232 350 000 RUB
Share of paid yield on the bonds of the issue in the total amount of the income to be paid on the	100	100	100	100	100	100

bonds of the issue, %					
Reasons for non-payment of such income if the yield due on the bonds of the issue is not paid or the issuer has not paid in full	payable income paid in full				
Other information on the income on the bonds of the issue, indicated by the issuer at its sole discretion	Exchange-traded bonds of series BO-05 were repaid early on 04.09.2019 in accordance with paragraph 6 of Article 17.2 of the Federal Law "On the securities market"				

Series, form and other identification signs of a bond issue	exchange-traded bonds/commercial papers documentary payable to bearer, series BO-06, interest-bearing unconvertible with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces with par value of 1 000 (One thousand) rubles each			
State registration number of the bond issue and the date of its state registration (bond issue identification number and date of assignment if the bond issue was not subject to state registration)	4B02-06-10214-A dated 25.06.2013			
Type of income paid on the bonds of the issue (face value, interest (coupon), other)	1st coupon	2nd coupon	3rd coupon	4th coupon
Amount of income to be paid on the bonds of the issue, in monetary terms per one bond of the issue, RUB / foreign currency	34,65 RUB	34,65 RUB	34,65 RUB	34,65 RUB
Amount of income to be paid on the bonds of the issue, in monetary terms, in aggregate for all bonds of the issue, RUB / foreign currency	173 250 000 RUB	173 250 000 RUB	173 250 000 RUB	173 250 000 RUB
Term (date) of payment of income on bonds of the issue	09.10.2018	09.04.2019	08.10.2019	07.04.2020
Form of payment of income on bonds of the issue (cash, other property)	monetary means			
Total amount of income paid on all bonds of the issue, RUB / foreign currency	173 250 000 RUB	173 250 000 RUB	173 250 000 RUB	173 250 000 RUB
Share of paid yield on the bonds of the issue in the total amount of the income to be paid on the bonds of the issue, %	100	100	100	100
Reasons for non-payment of such income if the yield due on the bonds of the issue is not paid or the issuer has not paid in full	payable income paid in full			
Other information on the income on the bonds of the issue, indicated by the issuer at its sole discretion	no			

Series, form and other identification signs of a bond issue	exchange-traded bonds/commercial papers documentary payable to bearer, series 001P-01, interest-bearing unconvertible with mandatory centralized custody in the amount of 5 000 000 (Five million) pieces with par value of 1 000 (One thousand) rubles each
State registration number of the bond issue and the date of its state registration (bond issue identification number and date of assignment if the bond issue was not subject to state registration)	4B02-01-10214-A-001P dated 15.11.2019

Type of income paid on the bonds of the issue (face value, interest (coupon), other)	1st coupon
Amount of income to be paid on the bonds of the issue, in monetary terms per one bond of the issue, RUB / foreign currency	34,16 RUB
Amount of income to be paid on the bonds of the issue, in monetary terms, in aggregate for all bonds of the issue, RUB / foreign currency	170 800 000 RUB
Term (date) of payment of income on bonds of the issue	19.05.2020
Form of payment of income on bonds of the issue (cash, other property)	monetary means
Total amount of income paid on all bonds of the issue, RUB / foreign currency	170 800 000 RUB
Share of paid yield on the bonds of the issue in the total amount of the income to be paid on the bonds of the issue, %	100
Reasons for non-payment of such income if the yield due on the bonds of the issue is not paid or the issuer has not paid in full	payable income paid in full
Other information on the income on the bonds of the issue, indicated by the issuer at its sole discretion	no

8.8. Other data

8.8.1. The information on activity of the Company's governance and control bodies

The issuer discloses decisions taken by the governance and control bodies of IDGC of Centre, PJSC on the corporate website at:

- Minutes of general meetings of shareholders:

<https://www.mrsk-1.ru/about/management/controls/stockholders/solution/gosa2020/>;

- Minutes of meetings of the Board of Directors:

<https://www.mrsk-1.ru/about/management/controls/directors/decisions/2020/>;

- Minutes of meetings of Committees of the Board of Directors:

<https://www.mrsk-1.ru/about/management/controls/committee/>;

- Minutes of meetings of the Audit Commission:

<https://www.mrsk-1.ru/about/management/supervisors/decisions/decisions-inspection/2020/>.

8.8.2. 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 issuer at: <https://www.mrsk-1.ru/about/management/controls/committee/>.

8.8.3. Corporate governance rating

The issuer has the National Corporate Governance Rating at the level NRCG 7+ "Developed Practice of Corporate Governance" assigned in December 2016 by the Russian Institute of Directors.

In February 2020, the issuer's National Corporate Governance Rating was confirmed by the Russian Institute of Directors at the level NRCG 7+. 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:

<https://www.mrsk-1.ru/about/management/raiting/>.

8.8.4. 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/>.

8.8.5. The Company's registrar

The register of shareholders of IDGC of Centre, PJSC is maintained by a specialized registrar – Joint Stock Company VTB Registrar. For the convenience of shareholders and their representatives in the service area of IDGC of Centre, PJSC and in large regions of the country the work of the registrar's branches was organized. Necessary consultations are also provided by managers on interaction with shareholders in the Company's divisions. The contact details of the registrar's branches and divisions of IDGC of Centre, PJSC, performing some functions of the registrar, are placed on the issuer's website at: <http://www.mrsk-1.ru/ru/investors/registrar/>.

8.9. 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