

Approved on October 13, 2015,
by the Board of Directors
of PJSC ROSSETI
Minutes of the Meeting No. 204
of October 15, 2015

Registered on October 27, 2015

State Registration Number

1	0	1	5	5	3	8	5	E				
---	---	---	---	---	---	---	---	---	--	--	--	--

(Stamp): Deputy Director of the Financial
Market Access Department
(Seal): The Central Bank of the Russian
Federation (Bank of Russia)

Bank of Russia
(name of the registration agency)
(Signed) V. A. Kuritsyn
(title and signature
of the authorized person of the registration agency)

Seal of the registration agency

SECURITIES PROSPECTUS

Public Joint Stock Company ROSSETI

forty-two billion, seven hundred ninety-six million, nine hundred ninety-one thousand, four hundred sixty-eight (42,796,991,468) uncertificated registered ordinary shares, each with a par value of 1 ruble

The information contained in this securities prospectus is subject to disclosure in accordance with the securities laws of the Russian Federation.

THE REGISTRATION AGENCY SHALL NOT BE HELD RESPONSIBLE FOR THE RELIABILITY OF ANY INFORMATION CONTAINED IN THIS SECURITIES PROSPECTUS, NOR SHALL THE REGISTRATION HEREOF BE CONSTRUED AS EXPRESSING ITS ATTITUDE TOWARD THE PLACED SECURITIES.

Director General PJSC ROSSETI	(Signed)	
Date: October 15, 2015	_____	O. M. Budargin
Chief Accountant PJSC ROSSETI	(Signed)	
Date: October 15, 2015	_____	V. V. Shchukin
	Seal	

(Seal): Public Joint Stock Company ROSSETI (PJSC ROSSETI)

Table of Contents

INTRODUCTION	5
SECTION I. DETAILS OF THE ISSUER’S BANK ACCOUNTS, AUDITOR (AUDIT ORGANIZATION), APPRAISER AND FINANCIAL ADVISOR AND THE INDIVIDUALS WHO SIGNED THE SECURITIES PROSPECTUS	8
1.1. BANK ACCOUNT DETAILS OF THE ISSUER.....	8
1.2. INFORMATION CONCERNING THE ISSUER’S AUDITOR (AUDIT ORGANIZATION).....	8
1.3. INFORMATION CONCERNING THE ISSUER’S APPRAISER	12
1.4. INFORMATION CONCERNING THE ISSUER’S ADVISORS.....	12
1.5. INFORMATION CONCERNING THE INDIVIDUALS WHO SIGNED THE SECURITIES PROSPECTUS	12
SECTION II. BASIC INFORMATION CONCERNING THE FINANCIAL AND ECONOMIC CONDITION OF THE ISSUER	12
2.1. FINANCIAL AND ECONOMIC PERFORMANCE INDICATORS OF THE ISSUER	12
2.2. MARKET CAPITALIZATION OF THE ISSUER	13
2.3. LIABILITIES OF THE ISSUER	14
2.3.1. <i>Borrowings and Accounts Payable</i>	14
2.3.2. <i>Credit History of the Issuer</i>	15
2.3.3. <i>Obligations of the Issuer with Regard to Its Collateral</i>	16
2.3.4. <i>Other Obligations of the Issuer</i>	16
2.4. GOALS OF THE ISSUE AND WAYS OF USING PROCEEDS FROM THE ISSUE OF ISSUE-GRADE SECURITIES	17
2.5. RISKS ASSOCIATED WITH THE ACQUISITION OF PLACED ISSUE-GRADE SECURITIES.....	17
2.5.1. <i>Industry-Specific Risks</i>	17
2.5.2. <i>Country and Regional Risks</i>	20
2.5.3. <i>Financial Risks</i>	21
2.5.4. <i>Legal Risks</i>	22
2.5.5. <i>Reputational Risk</i>	23
2.5.6. <i>Strategic Risk</i>	23
2.5.7. <i>Risks Associated with the Issuer’s Activities</i>	24
2.5.8. <i>Bank Risks</i>	27
SECTION III. DETAILED INFORMATION CONCERNING THE ISSUER	27
3.1. ESTABLISHMENT HISTORY AND DEVELOPMENT OF THE ISSUER	27
3.1.1. <i>Data Concerning the Issuer’s Corporate Name</i>	27
3.1.2. <i>Information Concerning the Issuer’s State Registration</i>	28
3.1.3. <i>Information Concerning the Issuer’s Establishment and Development</i>	28
3.1.4. <i>Contact Details</i>	30
3.1.5. <i>Taxpayer Identification Number</i>	30
3.1.6. <i>Branches and Representative Offices of the Issuer</i>	30
3.2. CORE BUSINESS ACTIVITIES OF THE ISSUER.....	31
3.2.1. <i>Core Economic Activities of the Issuer</i>	31
3.2.2. <i>Core Business Activities of the Issuer</i>	31
3.2.3. <i>Materials, Goods (Raw Materials) and Suppliers of the Issuer</i>	34
3.2.4. <i>Target Markets for the Issuer’s Products (Work, Services)</i>	34
3.2.5. <i>Information Concerning the Issuer’s Permits (Licenses) or Authorizations for Specific Work Types</i>	34
3.2.6. <i>Information Concerning Activities of Certain Categories of Issuers of Issue-Grade Securities</i>	34
3.2.7. <i>Additional Information Concerning Issuers Whose Core Activities Are Mining Operations</i>	34
3.2.8. <i>Additional Information Concerning Issuers Whose Core Activities Are Telecommunications Services</i> ..	35
3.3. PLANS FOR FUTURE ACTIVITIES OF THE ISSUER.....	35
3.4. MEMBERSHIP OF THE ISSUER IN BANKING GROUPS, BANKING HOLDING COMPANIES, HOLDING COMPANIES AND ASSOCIATIONS.....	35
3.5. SUBSIDIARIES AND DEPENDENT BUSINESS ENTITIES OF THE ISSUER	35
3.6. COMPOSITION, BREAKDOWN AND VALUE OF THE ISSUER’S FIXED ASSETS, INFORMATION CONCERNING PLANS FOR THE ACQUISITION, REPLACEMENT, RETIREMENT OF FIXED ASSETS AND ALL EVIDENCE OF ENCUMBRANCE OF THE ISSUER’S FIXED ASSETS	42
3.7. ISSUER-CONTROLLED ENTITIES OF MATERIAL IMPORTANCE TO THE ISSUER.....	43
SECTION IV. INFORMATION CONCERNING THE FINANCING AND ECONOMIC ACTIVITIES OF THE ISSUER	60
4.1. FINANCIAL AND ECONOMIC PERFORMANCE OF THE ISSUER.....	60
4.2. LIQUIDITY OF THE ISSUER, CAPITAL AND CURRENT ASSET ADEQUACY	61
4.3. VALUE AND STRUCTURE OF THE ISSUER’S CAPITAL AND CURRENT ASSETS	61
4.3.1. <i>Value and Structure of the Issuer’s Capital and Current Assets</i>	61
4.3.2. <i>Financial Investments of the Issuer</i>	63

4.3.3. Intangible Assets of the Issuer	64
4.4. INFORMATION CONCERNING THE POLICY AND EXPENSES INCURRED BY THE ISSUER IN THE AREA OF SCIENTIFIC AND TECHNOLOGICAL DEVELOPMENT, IN RESPECT OF LICENSES AND PATENTS, NEW DEVELOPMENTS AND RESEARCH.....	65
4.5. ANALYSIS OF TRENDS IN THE ISSUER’S CORE BUSINESS	66
4.6. ANALYSIS OF FACTORS AND CONDITIONS AFFECTING THE ISSUER’S ACTIVITIES.....	66
4.7. COMPETITORS OF THE ISSUER	67
SECTION V. DETAILED INFORMATION CONCERNING INDIVIDUAL MEMBERS OF THE ISSUER’S MANAGEMENT BODIES, THE ISSUER’S BODIES CONTROLLING ITS FINANCIAL AND ECONOMIC ACTIVITIES AND BRIEF INFORMATION CONCERNING THE ISSUER’S EMPLOYEES (PERSONNEL)	67
5.1. DETAILS OF THE STRUCTURE AND JURISDICTION OF THE ISSUER’S MANAGEMENT BODIES.....	67
5.2. INFORMATION CONCERNING INDIVIDUAL MEMBERS OF THE ISSUER’S MANAGEMENT BODIES.....	72
5.3. INFORMATION CONCERNING THE AMOUNT OF REMUNERATION, BENEFITS AND/OR REIMBURSEMENT OF EXPENSES FOR EACH MANAGEMENT BODY OF THE ISSUER.....	87
5.4. INFORMATION CONCERNING THE STRUCTURE AND JURISDICTION OF BODIES EXERCISING CONTROL OF THE ISSUER’S FINANCIAL AND ECONOMIC ACTIVITIES AND CONCERNING THE ORGANIZATION OF THE RISK MANAGEMENT AND INTERNAL CONTROL SYSTEM.....	88
5.5. INFORMATION CONCERNING INDIVIDUAL MEMBERS OF BODIES EXERCISING CONTROL OF THE ISSUER’S FINANCING AND ECONOMIC ACTIVITIES	96
5.6. INFORMATION CONCERNING THE AMOUNT OF REMUNERATION, BENEFITS AND/OR REIMBURSEMENT OF EXPENSES FOR THE BODY EXERCISING CONTROL OF THE ISSUER’S FINANCING AND ECONOMIC ACTIVITIES	102
5.7. DATA CONCERNING THE HEADCOUNT AND HIGH-LEVEL DATA CONCERNING THE COMPOSITION OF THE ISSUER’S PERSONNEL (EMPLOYEES) AND CHANGES IN THE ISSUER’S EMPLOYEE (PERSONNEL) HEADCOUNT	103
5.8. INFORMATION CONCERNING ANY OBLIGATIONS OF THE ISSUER TO ITS EMPLOYEES (PERSONNEL) REGARDING THEIR POSSIBLE PARTICIPATION IN THE AUTHORIZED (SHARE) CAPITAL (UNIT TRUST) OF THE ISSUER	103
SECTION VI. INFORMATION CONCERNING THE ISSUER’S MEMBERS (SHAREHOLDERS) AND RELATED-PARTY TRANSACTIONS COMPLETED BY THE ISSUER	103
6.1. INFORMATION CONCERNING THE TOTAL NUMBER OF THE ISSUER’S SHAREHOLDERS (MEMBERS)	103
6.2. INFORMATION CONCERNING THE ISSUER’S MEMBERS (SHAREHOLDERS) OWNING AT LEAST FIVE PERCENT OF ITS AUTHORIZED CAPITAL OR AT LEAST FIVE PERCENT OF ITS ORDINARY SHARES; INFORMATION CONCERNING PERSONS CONTROLLING SUCH MEMBERS (SHAREHOLDERS) OR, IN THE ABSENCE OF SUCH PERSONS, CONCERNING SUCH MEMBERS (SHAREHOLDERS) OWNING AT LEAST 20 PERCENT OF THE AUTHORIZED CAPITAL OR AT LEAST 20 PERCENT OF THEIR ORDINARY SHARES	104
6.3. INFORMATION CONCERNING THE STAKE HELD BY THE GOVERNMENT OR MUNICIPALITY IN THE ISSUER’S AUTHORIZED CAPITAL AND SPECIAL RIGHT (‘GOLDEN SHARE’)	104
6.4. INFORMATION CONCERNING RESTRICTIONS ON PARTICIPATION IN THE ISSUER’S AUTHORIZED CAPITAL.....	105
6.5. INFORMATION CONCERNING CHANGES IN THE COMPOSITION AND VALUE OF STAKES HELD BY THE ISSUER’S SHAREHOLDERS OWNING AT LEAST FIVE PERCENT OF ITS AUTHORIZED CAPITAL OR AT LEAST FIVE PERCENT OF ITS ORDINARY SHARES	105
6.6. INFORMATION CONCERNING RELATED-PARTY TRANSACTIONS COMPLETED BY THE ISSUER.....	107
6.7. INFORMATION CONCERNING THE VALUE OF ACCOUNTS RECEIVABLE	109
SECTION VII. ACCOUNTING (FINANCIAL) STATEMENTS OF THE ISSUER AND OTHER FINANCIAL INFORMATION	112
7.1. ANNUAL ACCOUNTING (FINANCIAL) STATEMENTS OF THE ISSUER	112
7.2. INTERIM ACCOUNTING (FINANCIAL) STATEMENTS OF THE ISSUER.....	112
7.3. CONSOLIDATED FINANCIAL STATEMENTS OF THE ISSUER	112
7.4. INFORMATION CONCERNING THE ACCOUNTING POLICY OF THE ISSUER.....	113
7.5. INFORMATION CONCERNING TOTAL EXPORTS AND EXPORTS AS A PERCENTAGE OF TOTAL SALES	113
7.6. INFORMATION CONCERNING MATERIAL CHANGES IN THE COMPOSITION OF THE ISSUER’S PROPERTY AFTER THE LAST DATE OF THE MOST RECENTLY CLOSED REPORTING YEAR	113
7.7. INFORMATION CONCERNING THE ISSUER’S BEING A PARTY TO LITIGATION IF SUCH LITIGATION MAY MATERIALLY AFFECT THE ISSUER’S FINANCIAL AND ECONOMIC ACTIVITIES.....	113
VIII. INFORMATION CONCERNING PLACED ISSUE-GRADE SECURITIES AND CONCERNING THE QUANTITY, PERIOD, CONDITIONS, AND PROCEDURE FOR THEIR PLACEMENT.....	113
8.1. CLASS, CATEGORY (TYPE) OF SECURITIES	113
8.2. FORM OF SECURITIES.....	114
8.3. REQUIRED MANDATORY CENTRALIZED CUSTODY	114
8.4. PAR VALUE OF EACH SECURITY OF THE ADDITIONAL ISSUE	114
8.5. QUANTITY OF SECURITIES OF THE ADDITIONAL ISSUE.....	114
8.6. TOTAL QUANTITY OF PREVIOUSLY PLACED SECURITIES OF THIS ISSUE	114
8.7. RIGHTS OF THE HOLDER OF EACH SECURITY OF THE ADDITIONAL ISSUE	114
8.8. CONDITIONS AND PROCEDURE FOR PLACEMENT OF SECURITIES OF THE ADDITIONAL ISSUE.....	114

8.8.1. Placement Method	114
8.8.2. Dates of the Placement Of Securities	114
8.8.3. Placement Procedure	115
8.8.4. Offering price(s) or Procedure for Determining the Offering Price(s).....	118
8.8.5. Procedure for Exercising the Preemptive Right to Acquire Placed Securities.....	118
8.8.6. Terms and Procedure for Payment for Securities.....	122
8.8.7. Information Concerning the Document That Contains the Actual Results of the Placement of Securities and Is Submitted upon Completion of the Placement of Securities	124
8.9. PROCEDURE AND CONDITIONS OF BOND REDEMPTION AND PAYMENT OF INCOME FROM BONDS	124
8.10. INFORMATION CONCERNING THE ACQUISITION OF BONDS.....	124
8.11. PROCEDURE FOR THE ISSUER’S DISCLOSING INFORMATION CONCERNING THE ADDITIONAL ISSUE OF SECURITIES	124
8.12. INFORMATION CONCERNING COLLATERAL FOR BOND OBLIGATIONS RELATED TO THE (ADDITIONAL) ISSUE	129
8.13. INFORMATION CONCERNING THE REPRESENTATIVE OF BOND HOLDERS	129
8.14. INFORMATION ABOUT DEEMING THE ACQUISITION OF BONDS TO BE HIGH-RISK INVESTMENTS	129
8.15. FURTHER INFORMATION CONCERNING PLACED RUSSIAN DEPOSITARY RECEIPTS.....	129
8.16. LIMITATIONS ON THE ACQUISITION AND TRADING OF PLACED ISSUE-GRADE SECURITIES	129
8.17. INFORMATION CONCERNING CHANGES IN PRICES OF THE ISSUER’S ISSUE-GRADE SECURITIES.....	129
8.18. INFORMATION CONCERNING SECURITIES TRADING INSTITUTORS INTENDED FOR THE PLACEMENT AND/OR TRADING OF PLACED ISSUE-GRADE SECURITIES.....	130
8.19. OTHER INFORMATION CONCERNING PLACED SECURITIES	130
IX. ADDITIONAL INFORMATION CONCERNING THE ISSUER AND THE ISSUE-GRADE SECURITIES PLACED BY THE ISSUER	130
9.1. ADDITIONAL INFORMATION CONCERNING THE ISSUER.....	130
9.1.1. Information Concerning the Value and Structure of the Issuer’s Authorized Capital.....	130
9.1.2. Information Concerning Changes in the Issuer’s Authorized Capital.....	131
9.1.3. Information Concerning the Procedure for Convening and Holding the Meeting (Session) of the Issuer’s Supreme Management Body.....	132
9.1.4. Information Concerning For-Profit Organizations in Which the Issuer Owns at Least Five Percent of Authorized Capital or at Least Five Percent of Ordinary Shares	135
9.1.5. Information Concerning Material Transactions Completed by the Issuer	141
9.1.6. Information Concerning the Issuer’s Credit Ratings.....	141
9.2. INFORMATION ABOUT EACH CATEGORY (TYPE) OF THE ISSUER’S SHARES	143
9.3. INFORMATION CONCERNING THE PREVIOUS ISSUES OF ISSUE-GRADE SECURITIES OF THE ISSUER OTHER THAN SHARES	144
9.3.1. Information Concerning the Issues All of Whose Securities Were Redeemed	144
9.3.2. Information Concerning Issuances Securities from Which Are Outstanding	144
9.4. INFORMATION CONCERNING THE PERSON(S) THAT PROVIDED COLLATERAL FOR COLLATERALIZED BONDS OF THE ISSUER AND CONCERNING COLLATERAL FOR COLLATERALIZED BONDS OF THE ISSUER	150
9.5. INFORMATION CONCERNING ENTITIES RECORDING THE RIGHTS TO THE ISSUE-GRADE SECURITIES OF THE ISSUER ..	150
9.6. INFORMATION CONCERNING LEGISLATIVE ACTS GOVERNING CAPITAL IMPORT/EXPORT ASPECTS WHICH MAY AFFECT DIVIDEND, INTEREST AND OTHER PAYMENTS TO NON-RESIDENTS	151
9.7. INFORMATION CONCERNING DECLARED (ACCRUED) AND PAID DIVIDENDS ON THE ISSUER’S SHARES AND YIELD ON THE ISSUER’S BONDS.....	151
9.7.1. Information Concerning Declared and Paid Dividends on the Issuer’s Shares.....	152
9.7.2. Information Concerning Accrued and Paid Yields on the Issuer’s Bonds.....	154
9.8. OTHER INFORMATION	154
APPENDICES:	
Appendix 1. Annual Accounting Statements of the Issuer for 2012	200
Appendix 2. Annual Accounting Statements of the Issuer for 2013	256
Appendix 3. Annual Accounting Statements of the Issuer for 2014	312
Appendix 4. Quarterly Accounting Statements of the Issuer for the 2nd Quarter of 2015	378
Appendix 5. Consolidated Financial Statements Prepared in Accordance with International Financial Reporting Standards for the Year Ended 31 December 2012 and the Auditors’ Report	381
Appendix 6. Consolidated Financial Statements Prepared in Accordance with International Financial Reporting Standards for the Year Ended 31 December 2013 and the Auditors’ Report	463
Appendix 7. Consolidated Financial Statements Prepared in Accordance with International Financial Reporting Standards for the Year Ended 31 December 2014 and the Independent Auditor’s Report	546
Appendix 8. Consolidated Interim Condensed Financial Statements for the Six-Month Period Ended 30 June 2015	620
Appendix 9. Accounting Policy of the Issuer for 2012–2015	650

Introduction

a) General information about the issuer:

Full corporate name: **Public Joint Stock Company ROSSETI**

Short corporate name: **PJSC ROSSETI**

INN (Taxpayer Identification Number): **7728662669**

OGRN (Principal State Registration Number): **1087760000019**

Location of the issuer: **Moscow, Russia**

State registration date: **July 1, 2008**

Purposes of the issuer's establishment:

- *earn profit for the Company;*
- *manage the electric grid sector;*
- *ensure the Russian Federation's control over the activities of the territorial grid organizations established in the course of reorganizing joint-stock companies for energy and electrification and over the activities of the organization managing the Unified National (All-Russian) Electric Grid;*
- *ensure the reliable functioning and development of the electric grid sector;*
- *create the necessary conditions for attracting investment with the aim of developing and enhancing the efficiency of the electric grid sector's activities;*
- *organize work on introducing advanced research results and innovative solutions into the electric grid sector.*

Core economic activities of the issuer:

In accordance with paragraph 3.2 of Article 3 of the Articles of Association, the Company's core activities are as follows:

- *exercise of the rights of a shareholder (member) of the economic entities whose shares (stakes) are held by the Company;*
- *exercise of the authority vested in executive bodies of joint-stock companies and other economic entities in accordance with the procedure provided for in law and agreements entered into by the Company;*
- *development of electric grids and other electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*
- *development of communications and remote control networks, instrumentation and metering devices, protective relaying and automated emergency control equipment, and other process equipment related to the operation of electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*
- *building inspection activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs;*
- *organization of construction, rehabilitation, and overhaul repair activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs (general contractors);*
- *activities in energy conservation and energy efficiency enhancement;*
- *asset management;*
- *provision of advisory services;*
- *securities-related transactions in accordance with the procedure set forth in the applicable laws of the Russian Federation;*
- *agency activities;*
- *design and estimate, exploration, and research and development work;*
- *foreign economic activities;*
- *forwarding services;*
- *performance of work determining the conditions of synchronous operation in accordance with the United Power System of Russia modes under contracts;*
- *operation of energy facilities that are not owned by the Company under contracts with the owners of such facilities;*
- *activities related to work associated with environment protection;*
- *activities related to environmental impact, environment protection, the use of natural resources, and the recovery, storage, and removal of industrial waste;*
- *supervision over the safe maintenance of electric and heat-consuming equipment used by customers connected to the Company's thermal and electric networks;*
- *educational activities, including extended education;*
- *training and knowledge evaluation with respect to rules, regulations, and guidelines related to operational maintenance, occupational health and safety, industrial safety, and fire protection;*
- *organization and performance of defense activities in connection with mobilization training, civil defense, emergencies, and the protection of national security information in accordance with the laws of the Russian Federation;*
- *safeguarding activities only for the purposes of the Company's own security within the Security Service of the Company whose operations shall be governed by the Law of the Russian Federation "On Private Detective and Safeguarding Activities in the Russian Federation" and the laws of the Russian Federation;*
- *support for the operation of power equipment in accordance with the applicable regulations; timely and high quality repair of power equipment; technical upgrading and rehabilitation of power facilities;*
- *energy supply to customers connected to the Company's electricity and heat networks under contracts;*

- *mastering of new equipment and technology ensuring the efficient, safe, and environmentally acceptable operation of the Company's facilities;*
- *activities related to the operation of heat networks;*
- *development of communications equipment and the provision of communications services;*
- *storage of oil and its derived products;*
- *operation of explosion-hazardous production facilities;*
- *operation of fire-hazardous production facilities;*
- *operation and maintenance of facilities supervised by the Federal Service for Environmental, Technological and Nuclear Supervision of the Russian Federation;*
- *operation of buildings and structures;*
- *metrological support for production;*
- *activities related to the treatment of hazardous waste;*
- *activities related to the operation of in-house gas networks;*
- *activities related to the repair of measuring instruments;*
- *other activities.*

b) General information about the securities to be placed by the issuer in respect of which the prospectus is registered:

Class, category (type): *uncertificated registered ordinary shares*

Quantity of placed securities: *forty-two billion, seven hundred ninety-six million, nine hundred ninety-one thousand, four hundred sixty-eight (42,796,991,468)*

Par value: *one (1) ruble*

Procedure and dates of the placement (start date and end date of the placement or procedure for determining such dates):

Procedure for determining the start date of the placement:

The start date for the placement of securities constituting this additional issue of the Issuer's securities (hereinafter also, "shares" or "additional shares" or "securities" or "placed securities") shall be the day immediately following the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares. However, the placement start date may not be earlier than the date from which the Issuer provides access to the Securities Prospectus, and the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) day after the date of the state registration of the additional issue of securities.

In this connection, the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right shall be deemed to be the date when the Notice of the exercisability of the preemptive right to acquire them (hereinafter, the "Preemptive Right Notice") is published through the newswire and posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

Procedure for determining the end date of the placement:

The end date for the placement of shares is the date when the last additionally issued share is placed, but not later than one year after the state registration date of the additional securities issue ("Placement Deadline").

Offering price or procedure for determining the offering price:

1 ruble per share (including with respect to the persons included on the list of the persons having the preemptive right to acquire placed additional shares).

c) General information about the securities previously placed by the issuer in respect of which the prospectus is registered (in the case of the subsequent registration of the securities prospectus (after the state registration of the securities issue (additional issue) report)):

This Securities Prospectus is not registered in respect of previously placed securities (after the state registration of the securities issue (additional issue) report).

This Securities Prospectus is registered in respect of the securities described in paragraph b) above and in Section VIII hereof.

d) Principal goals of the issue and ways of using the proceeds from the placement of securities:

Goals of the issue: *raise funds, including federal budget funds; receive federal loan bonds (Issues 29006RMFS, 29007RMFS, 29008RMFS, 29009RMFS, and 29010RMFS).*

Ways of using the proceeds from the placement of issue-grade securities: *the proceeds from the placement of issue-grade securities will be used as contributions to the authorized capital of subsidiaries and dependent companies (SDCs) of PJSC ROSSETI in order to:*

- *create the power supply infrastructure for the 2018 FIFA World Cup in Russia,*
- *improve their financial and economic condition.*

e) Other information

In this securities prospectus, Public Joint Stock Company ROSSETI may also be referred to as PJSC ROSSETI, JSC ROSSETI (concerning the Issuer before the registration of the restated version of the Articles of Association containing its new name), the Issuer, and the Company.

This Securities Prospectus contains estimates and forecasts of the Issuer's authorized management bodies with respect to future events and/or acts, development prospects for the economic sector where the Issuer conducts its core operations, and operating results of the Issuer, including its plans and the probability that certain events will occur and certain acts will be done. Investors should not rely solely upon estimates and forecasts of the Issuer's management bodies as actual operating results of the Issuer in the future may be different than projected for many reasons. The acquisition of the Issuer's securities may involve the risks described herein.

Section I. Details of the Issuer's Bank Accounts, Auditor (Audit Organization), Appraiser and Financial Advisor and the Individuals Who Signed the Securities Prospectus

1.1. Bank Account Details of the Issuer

1. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*
INN (Taxpayer Identification Number): 7707083893
BIC (Bank Identification Code): 044525225
Account number: 40702810138360026758
Correspondent account: 3010181040000000225
Account type: *settlement account*

2. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*
INN (Taxpayer Identification Number): 7707083893
BIC (Bank Identification Code): 044525225
Account number: 40702810838000026758
Correspondent account: 3010181040000000225
Account type: *settlement account*

3. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*
INN (Taxpayer Identification Number): 7707083893
BIC (Bank Identification Code): 044525225
Account number: 40702840438360026758
Correspondent account: 3010181040000000225
Account type: *US dollar settlement account*

4. Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*
Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*
Location: *central office: 117997, Moscow, ul. Vavilova, 19; Specialized Additional Office No. 01793: 109544, Moscow, ul. B. Andronyevskaya, 6*
INN (Taxpayer Identification Number): 7707083893
BIC (Bank Identification Code): 044525225
Account number: 40702978038360026758
Correspondent account: 3010181040000000225
Account type: *Euro settlement account*

5. Full corporate name: *Krasnye Vorota Additional Office of Gazprombank (Joint-Stock Company)*
Short corporate name: *Krasnye Vorota Additional Office of Bank GPB (JSC)*
Location: *central office: 117420, Moscow, ul. Nametkina, 16, korpus 1; Krasnye Vorota Additional Office: 101000, Moscow, ul. Myasnitskaya, 48*
INN (Taxpayer Identification Number): 7744001497
BIC (Bank Identification Code): 044525823
Account number: 40702810392000002063
Correspondent account: 30101810200000000823
Account type: *settlement account*

6. Full corporate name: *Joint-Stock Bank ROSSIYA (Open Joint-Stock Company)*
Short corporate name: *BANK ROSSIYA*
Location: *191124, Saint Petersburg, pl. Rastrelli, 2, lit. A*
INN (Taxpayer Identification Number): 7831000122
BIC (Bank Identification Code): 044030861
Account number: 40702810100000005432
Correspondent account: 30101810800000000861
Account type: *settlement account*

1.2. Information Concerning the Issuer's Auditor (Audit Organization)

Information concerning the auditor (audit organization) that independently audited the accounting (financial) statements of the issuer and the consolidated financial statements of the issuer, which statements are included in the securities prospectus, for the three most recently closed reporting years and that prepared the auditors' reports contained in the securities prospectus:

1. Full corporate name: **KPMG Joint-Stock Company**

Short corporate name: **AO KPMG**

Location: **129110, Moscow, Olimpiysky prospekt, 18/1, office 3035**

INN (Taxpayer Identification Number): **7702019950**

OGRN (Principal State Registration Number): **1027700125628**

Telephone: **(495) 937-4477**

Fax: **(495) 937-4499**

E-mail: **Moscow@kpmg.ru**

Full name of the self-regulatory audit organization of which the issuer's audit organization is a member: **Auditor Chamber of Russia Non-profit Partnership**

Location of the self-regulatory audit organization of which the issuer's audit organization is a member: **Russia, 105120, Moscow, 3-i Syromyatnichesky pereulok, 3/9**

Reporting years from among the three closed reporting years for which the auditor (audit organization) conducted an independent audit: **2012–2013**

Type of the issuer's accounting (financial) statements in relation to which the auditor (audit organization) conducted an independent audit:

- **accounting (financial) statements prepared in accordance with Russian Accounting Standards for 2012 and 2013;**

- **consolidated financial statements for 2012 and 2013.**

Factors which may affect the auditor's (audit organization's) independence from the issuer, including information about significant interests connecting the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) and the issuer (persons holding positions in the management bodies and financial and economic control bodies of the issuer):

Stakes held by the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) in the authorized capital of the issuer: **none.**

Extension of borrowings to the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) by the issuer: **none.**

Close business relationships (participation in promoting the issuer's products (services), participation in joint entrepreneurial activities, etc.) and family relationships: **none.**

Information about persons holding positions in the management bodies and/or financial and economic control bodies of the issuer simultaneously holding positions in the management bodies and/or financial and economic control bodies of the audit organization: **none.**

Measures taken by the issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors: **the principal measures taken by the Issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors are the process of the Issuer's thoroughly considering the nomination for the auditor as to its independence from the Issuer and as to the absence of such factors. The auditor is fully independent of the Issuer's management bodies in accordance with the requirements of Article 8 of Federal Law No. 307-FZ of December 30, 2008, "On Auditing."**

Procedure for selecting the issuer's auditor (audit organization):

Bidding process related to auditor (audit organization) selection and its key terms:

Audit of the consolidated financial statements.

Pursuant to Federal Law No. 208-FZ of July 27, 2010, "On Consolidated Financial Statements" and under the Regulations for the Procedure for Regulated Procurements of Goods, Work, Services for the Needs of JSC IDGC Holding, approved by the Board of Directors of JSC IDGC Holding (Minutes of the Meeting No. 72 of December 29, 2011), public bidding procedures were conducted in 2012 and 2013 to select the audit organization (Order of JSC IDGC Holding No. 138a/140 of March 1, 2013, and Order of JSC IDGC Holding No. 207 of May 12, 2012).

The principal requirements applicable to audit organizations are as follows:

- **not being liquidated;**

- **no resolution on the suspension of operation adopted in accordance with the procedure provided for by the Code of the Russian Federation on administrative offenses as of the day of consideration of the Tendering Participation Request;**

- **no overdue accrued taxes, dues and other compulsory payments to the budgets of any level or extra-budgetary public funds for the previous calendar year whose amount exceeds twenty-five percent of the book value of the member's assets based on data from the accounting statements for the most recently closed reporting period;**

- **non-applicability of the conditions listed in paragraph 1 of Article 8 of Federal Law No. 307-FZ of December 30, 2008, "On Auditing."**

Audit of the accounting (financial) statements.

Under Federal Law No. 307-FZ of December 30, 2008, "On Auditing"; Federal Law No. 94-FZ of July 21, 2005, "On the Placement of Orders for the Supply of Goods, Performance of Work, Provision of Services for Governmental and Municipal Needs"; the Federal Auditing Rules (Standards) approved by Resolution of the Government of the Russian Federation No. 696 of September 23, 2002; and Order of the Ministry of Finance of the Russian Federation

No. 46n of May 20, 2010; and pursuant to Orders of JSC IDGC Holding No. 138a/140 of March 1, 2013, and No. 91 of March 11, 2012; public bidding procedures were conducted to select the audit organization.

The principal requirements applicable to audit organizations are as follows:

- membership in any self-regulatory organization for auditors;
- not to be liquidated; no arbitration court decisions on insolvency and the initiation of bankruptcy proceedings;
- no resolutions on the suspension of operation adopted in accordance with the procedure provided for by the Code of the Russian Federation on administrative offenses as of the day of consideration of the Tendering Participation Request;

- no overdue accrued taxes, dues and other compulsory payments to the budgets of any level or extra-budgetary public funds for the previous calendar year accounting for more than twenty-five percent of the book value of the member's assets based on data from the accounting statements for the most recently closed reporting period;

- no details in the register of mala fide suppliers.

Procedure for submitting the auditor (audit organization) candidate for approval by the general meeting of shareholders, including the management body adopting the relevant decision:

Audit of the consolidated financial statements.

The auditor candidate engaged to audit the consolidated financial statements of the ROSSETI Group in accordance with International Financial Reporting Standards is not submitted for consideration by the Company's management bodies.

Audit of the accounting (financial) statements.

As specified in the Articles of Association of the Company, the Company's auditor (audit organization) shall be recommended to the General Meeting of Shareholders by the Board of Directors of the Company according to the results of a competitive selection of the audit organization for the mandatory audit of the Company, which selection is conducted in accordance with the procedure prescribed by the Board of Directors of the Company. The General Meeting of Shareholders shall approve the auditor (audit organization) of the Company. The Annual General Meeting of Shareholders of the Company annually resolves to approve the Company's auditor. The Annual General Meeting of Shareholders of JSC ROSSETI held on June 30, 2012, decided to approve ZAO KPMG as the Company's auditor. The Annual General Meeting of Shareholders of JSC ROSSETI held on June 28, 2013, decided to approve ZAO KPMG as the Company's auditor.

Information about work performed by the auditor (audit organization) as part of special engagements: *the auditor was not involved in any special engagements for the Issuer.*

Procedure for determining the amount of the auditor's (audit organization's) fee:

The amount of the auditor's (audit organization's) fee is determined by the Board of Directors.

The Company's Board of Directors resolved that the auditor's fee for the mandatory annual audit of the statements of the Company would be 10,994 thousand rubles for 2013 and 1,200 thousand rubles for 2012.

Audit of the consolidated financial statements.

The Company entered into the agreement for the audit of the consolidated financial statements of the Company and its subsidiaries prepared in accordance with International Financial Reporting Standards for 2011. Under the agreement, a fee of 6,962 thousand rubles and a fee of 13,924 thousand rubles were paid in the 4th quarter of 2011 and the 1st half of 2012 respectively. In August 2012, the Company entered into the agreement for the review and audit of the consolidated financial (accounting) statements of the IDGC Holding Group prepared in accordance with International Financial Reporting Standards for 2012. Under the agreement, a fee of 2,832 thousand rubles was paid in the 4th quarter of 2012. The final payment of 3,540 thousand rubles was made in the 2nd quarter of 2013. In August 2013, the Company entered into the agreement for audit services, including:

a) the review of the consolidated interim financial statements of the ROSSETI Group prepared in accordance with International Financial Reporting Standards for the six months ended June 30, 2013;

b) the audit of the consolidated financial statements of the ROSSETI Group prepared in accordance with International Financial Reporting Standards for the year ended December 31, 2013.

Under the agreement, a fee of 2,832 thousand rubles and a fee of 660 thousand rubles were paid in the 3rd quarter of 2013 and the 1st quarter of 2014 respectively.

Audit of the accounting (financial) statements.

In July 2012, the Company entered into the services agreement for the audit of the accounting (financial) statements prepared in accordance with Russian Accounting Standards for 2012. Under the agreement, a fee of 720 thousand rubles and a fee of 480 thousand rubles were paid in the 4th quarter of 2012 and the 1st quarter of 2013 respectively. In August 2013, the Company entered into the agreement for audit services, including the mandatory audit of the accounting (financial) statements of JSC ROSSETI prepared in accordance with Russian Accounting Standards for 2013. Under the agreement, a fee of 540 thousand rubles and a fee of 6,962 thousand rubles were paid in the 4th quarter of 2013 and the 2nd quarter of 2014 respectively.

Actual amount of the fee paid by the issuer to the auditor (audit organization) for the most recently closed reporting year for which the auditor conducted an independent audit of the annual accounting (financial) statements: *10,994 thousand rubles.*

Information concerning deferred and overdue payments for the services provided by the auditor (audit organization): *not applicable.*

2. Full corporate name: *Ernst & Young Limited Liability Company*

Short corporate name: *Ernst & Young LLC*

Location: *Russia, 115035, Moscow, Sadovnicheskaya naberezhnaya, 77, str. 1*

INN (Taxpayer Identification Number): *7709383532*

OGRN (Principal State Registration Number): *102773970203*

Telephone: *+7 (495) 755-9700*

Fax: *+7 (495) 755-9701*

E-mail: *moscow@ru.ey.com*

Full name of the self-regulatory audit organization of which the issuer's audit organization is a member: *Auditor Chamber of Russia Non-profit Partnership*

Location of the self-regulatory audit organization of which the issuer's audit organization is a member: *Russia, 105120, Moscow, 3-i Syromyatnichesky pereulok, 3/9*

Reporting years from among the three closed reporting years for which the auditor (audit organization) conducted an independent audit: *2014*

Type of the issuer's accounting (financial) statements in relation to which the auditor (audit organization) conducted an independent audit:

accounting (financial) statements prepared in accordance with Russian Accounting Standards for 2014, consolidated financial statements for 2014.

Factors which may affect the auditor's (audit organization's) independence from the issuer, including information about significant interests connecting the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) and the issuer (persons holding positions in the management bodies and financial and economic control bodies of the issuer):

Stakes held by the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) in the authorized capital of the issuer: *none.*

Extension of borrowings to the auditor (persons holding positions in the management bodies and financial and economic control bodies of the audit organization) by the issuer: *none.*

Close business relationships (participation in promoting the issuer's products (services), participation in joint entrepreneurial activities, etc.) and family relationships: *none.*

Information about persons holding positions in the management bodies and/or financial and economic control bodies of the issuer simultaneously holding positions in the management bodies and/or financial and economic control bodies of the audit organization: *none.*

Measures taken by the issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors: *the principal measures taken by the Issuer and the auditor (audit organization) to mitigate the effects of the above-mentioned factors are the process of the Issuer's thoroughly considering the nomination for the auditor as to its independence from the Issuer and as to the absence of such factors. The auditor is fully independent of the Issuer's management bodies in accordance with the requirements of Article 8 of Federal Law No. 307-FZ of December 30, 2008, "On Auditing."*

Procedure for selecting the issuer's auditor (audit organization):

Bidding process related to auditor (audit organization) selection and its key terms:

Pursuant to Federal Laws No. 307-FZ of December 30, 2008, "On Auditing"; No. 208-FZ of July 27, 2010, "On Consolidated Financial Statements"; and No. 44-FZ of April 5, 2013, "On the Contract System in Procurement of Goods, Work, and Services for the Government and Municipalities" and in accordance with the Company's Ordinance No. 56r of February 19, 2014, "On the Public Bidding Procedure for the Right to Enter into the Agreement to Conduct a Mandatory Annual Audit of the Statements of JSC ROSSETI for 2014," a public bidding procedure was conducted to select the auditing firm.

The principal requirements applicable to bidders are as follows:

- compliance with the requirements applicable under the laws of the Russian Federation to persons engaged in the supply of goods, the performance of work, and the provision of services for procurement purposes;

- not being liquidated;

- no resolution on the suspension of operation adopted in accordance with the procedure provided for by the Code of Administrative Offences of the Russian Federation as of the date of submission of the Bidding Application;

- no overdue taxes, dues and other compulsory payments to the budgets of any level or extra-budgetary public funds for the previous calendar year whose amount exceeds twenty-five percent of the book value of the member's assets according to the accounting statements for the latest reporting period;

- no details in the register of mala fide suppliers.

Procedure for submitting the auditor (audit organization) candidate for approval by the general meeting of shareholders, including the management body adopting the relevant decision:

As specified in the Articles of Association of the Company, the Company's auditor (audit organization) shall be recommended to the General Meeting of Shareholders by the Board of Directors of the Company according to the results of a competitive selection of the audit organization for the mandatory audit of the Company, which selection is conducted in accordance with the procedure prescribed by the Board of Directors of the Company. The General Meeting of Shareholders shall approve the auditor (audit organization) of the Company.

The Annual General Meeting of Shareholders of JSC ROSSETI held on June 30, 2014, decided to approve Ernst & Young LLC as the Company's auditor.

Information about work performed by the auditor (audit organization) as part of special engagements: *the auditor was not involved in any special engagements for the Issuer.*

Procedure for determining the amount of the auditor's (audit organization's) fee:

The amount of the auditor's (audit organization's) fee is determined by the Board of Directors.

The Company's Board of Directors (Minutes of the Meeting No. 155 of May 26, 2014) resolved that the auditor's fee for the mandatory annual audit of the statements of JSC ROSSETI for 2014 would be 7,080 thousand rubles. In accordance with the terms and conditions of the agreement, a fee of 3,186 thousand rubles and a fee of 3,894 thousand rubles were paid to the auditor in 2014 and 2015 respectively.

Actual amount of the fee paid by the issuer to the auditor (audit organization) for the most recently closed reporting year for which the auditor conducted an independent audit of the annual accounting (financial) statements: *7,080 thousand rubles.*

Information concerning deferred and overdue payments for the services provided by the auditor (audit organization): *not applicable.*

1.3. Information Concerning the Issuer's Appraiser

Information concerning the appraiser(s) engaged by the issuer under an appraisal agreement to appraise the market value of the issuer's placed securities: *not applicable.*

Information concerning the appraiser(s) engaged by the issuer under an appraisal agreement to appraise the market value of property that may be used as payment for the issuer's placed securities:

Pursuant to paragraph 7 of Article 9 of Federal Law No. 384-FZ of December 1, 2014, "On the Federal Budget for 2015 and the Planning Period of 2016 and 2017," the Issuer did not engage the appraiser(s) and did not enter into an appraisal agreement to appraise the market value of property that might be used as payment for the Issuer's placed securities.

Pursuant to paragraph 7 of Article 9 of Federal Law No. 384-FZ of December 1, 2014, "On the Federal Budget for 2015 and the Planning Period of 2016 and 2017," the money value of the federal loan bonds used as payment for the Issuer's additional shares is not appraised in accordance with paragraph 3 of Article 34 of Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies." Information concerning the price of the federal loan bonds accepted as payment for the Issuer's shares will be published by the Issuer not later than the start date of the placement of the shares through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

Information concerning the appraiser(s) engaged by the issuer under an appraisal agreement to appraise the market value of property used as collateral for the Issuer's collateralized bonds: *not applicable.*

Information concerning the appraiser(s) engaged by the issuer under an appraisal agreement to appraise the market value of property that is the subject matter of major transactions or other transactions that, in accordance with the issuer's articles of association, are subject to the procedure for approving major transactions or related party transactions, provided that the period from the date of such appraisal does not exceed 12 months: *not applicable.*

1.4. Information Concerning the Issuer's Advisors

Financial advisor in the securities market, other persons providing to the Issuer advisory services related to issuing securities and signing the securities prospectus: none.

1.5. Information Concerning the Individuals Who Signed the Securities Prospectus

Full name: *Oleg Mikhailovich Budargin*

Year of birth: *1960*

Primary employer: *Public Joint Stock Company ROSSETI*

Position held by the individual: *Chairman of the Management Board, Director General*

Full name: *Vladimir Vasilyevich Shchukin*

Year of birth: *1955*

Primary employer: *Public Joint Stock Company ROSSETI*

Position held by the individual: *Director of the Accounting and Reporting Department and Chief Accountant*

Section II. Basic Information Concerning the Financial and Economic Condition of the Issuer

2.1. Financial and Economic Performance Indicators of the Issuer

Changes in indicators describing the issuer's financial and economic activities for the 5 most recently closed reporting years and the most recently closed reporting period prior to the approval date of the securities prospectus.

Indicator	December 31,	December 31,	December 31,	December 31,	December 31,	June 30, 2015
-----------	--------------	--------------	--------------	--------------	--------------	---------------

	2010*	2011	2012	2013	2014	
Workforce productivity, thousand rubles/employee	11,908	12,198	12,791	15,323	9,373	9,398
Debt to equity ratio	4.4%	8.1%	14.8%	0.4%	1.2%	11.65%
Long-term debt to long-term debt plus equity	0.005%	0.008%	0.003%	0.003%	0.005%	9.32%
Debt covered by current income (profit)**	-0.08	-1.57	-6.89	-0.65	-2.03	-3.24
Share of overdue debt	0.45%	0.16%	0.05%	1.19%	0.63%	0.07%

* The indicators shown above are according to the accounting statements as of the last date of the relevant fiscal year and are exclusive of the adjustments made in 2011 and reflected in the balance sheet as at December 31, 2011, in connection with changes in the Issuer's accounting policy.

** In the calculation of the indicators for 2010–2012, cash includes cash, cash equivalents, and short-term financial investments; starting from 2013, short-term financial investments are excluded from cash.

Note 1: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Note 2: For the purposes of correctly analyzing comparable values, the calculation of the indicator "Workforce productivity" used the annualized data of the indicator "Revenue"; in the same manner, the calculation of the indicator "Debt covered by current income (profit)" used the annualized data of the indicators "Revenue," "Cost value," and "Depreciation and amortization."

The calculation of the indicators shown above is based on the Issuer's accounting statements prepared in accordance with Russian Accounting Standards as specified in the methodology recommended by the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P).

Analysis of the issuer's financial and economic activities based on an economic analysis of changes in the shown indicators:

The Issuer's workforce productivity was consistently on the rise in 2011–2013; overall, workforce productivity increased by 28.7% over those three years from 11,908 thousand rubles to 15,323 thousand rubles per employee. In 2014, workforce productivity decreased by 5,950 thousand rubles per employee, or 38.83%, to 9,373 thousand rubles. In the 1st half of 2015, workforce productivity increased by 7.38% on the 1st half of 2014 to 9,398 thousand rubles per employee.

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

The considerable increase in the indicators "Debt to equity ratio" and "Long-term debt to long-term debt plus equity" is due to the issue of bonds totaling 15,000,000 thousand rubles in the 2nd quarter of 2015. The Issuer's dependence on borrowed funds remains sufficiently low. As of June 30, 2015, debt covered by current income was (3.26). The negative value of this indicator in the 1st half of 2015 shows that the actual amount of the Company's cash exceeds its short-term liabilities.

The share of overdue accounts payable is low and, in the 1st half of 2015, is 0.07; the Issuer's debt is not related to its financial condition and is primarily due to the need to agree upon the terms of payment and amendments to agreements with counterparties. The analysis of the above-mentioned indicators shows that the Company has high financial stability and solvency.

2.2. Market Capitalization of the Issuer

Market capitalization is calculated as the product of quantity of shares of the category (type) concerned and market price per share disclosed by the securities trading institutor.

Unit of measurement: rubles in thousands

Indicator	December 31, 2010	December 31, 2011	December 31, 2012	December 31, 2013	December 31, 2014	September 30, 2015
Market capitalization	228,006,557	101,237,101	96,535,711	126,696,577	69,743,727	70,070,239

Information concerning the securities trading institutor that serves as a basis for calculating market capitalization and, at the issuer's sole discretion, other additional information concerning public securities trading:

The market capitalization of shares in PJSC ROSSETI is calculated according to the securities trading institutor, namely Closed Joint-Stock Company MICEX Stock Exchange (MICEX Stock Exchange).

Location of the securities trading institutor:

125009, Moscow, Bolshoy Kislovsky pereulok, 13

Telephone: +7 (495) 363-3232

Fax: +7 (495) 705-9622

http://moex.com/

2.3. Liabilities of the Issuer

2.3.1. Borrowings and Accounts Payable

Total value of the issuer's borrowings, specifying the total value of overdue debt in relation to borrowings for the 5 most recently closed reporting years as of the last date of each closed reporting year:

Indicator Description	December 31, 2010	December 31, 2011	December 31, 2012	December 31, 2013	December 31, 2014
Total borrowings, rubles in thousands	0	0	0	0	0
Total overdue debt in relation to borrowings, rubles in thousands	0	0	0	0	0

Breakdown of the issuer's borrowings for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

rubles in thousands

Indicator Description	Indicator Value as of December 31, 2014	Indicator Value as of December 31, 2015
Long-term borrowings	0	15,000,000
including:		
credit facilities	0	0
loans, excluding bond loans	0	0
bond loans	0	15,000,000
Short-term borrowings	0	84,450
including:		
credit facilities	0	0
loans, excluding bond loans	0	0
bond loans	0	84,450
Total overdue debt in relation to borrowings	0	0
including:		
credit facilities	0	0
loans, excluding bond loans	0	0
bond loans	0	0

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Information about the total value of the issuer's accounts payable, specifying the total value of overdue accounts payable for the 5 most recently closed reporting years as of the last date of each closed reporting year:

Indicator Description	December 31, 2010	December 31, 2011	December 31, 2012	December 31, 2013	December 31, 2014
Total accounts payable, rubles in thousands	8,368,431	9,731,699	19,965,865	432,776	515,026
Total overdue accounts payable, rubles in thousands	37,940	16,225	10,276	10,276	11,235

Breakdown of the issuer's accounts payable for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

rubles in thousands

Indicator Description	Indicator Value as of December 31, 2014	Indicator Value as of December 31, 2015
Total accounts payable	515,026	623,823
including overdue accounts payable	11,235	11,163
including		
payable to the budget and public extrabudgetary funds	141,711	135,376
including overdue accounts payable	0	0
payable to suppliers and contractors	210,385	258,727
including overdue accounts payable	3,319	3,247
payable to the entity's personnel	35,978	118,409
including overdue accounts payable	0	0
other accounts payable	126,952	111,311
including overdue accounts payable	7,916	7,916

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Information about the issuer's overdue accounts payable, including debt in relation to borrowings, the reasons for nonperformance and past or future effects of the failure to perform the relevant obligations on the issuer, including penalties imposed on the issuer and the (expected) time limits for the settlement of overdue accounts payable or overdue debt in relation to borrowings:

Overdue accounts payable belong to current debt and will be settled in 2015.

Creditors accounting for at least 10 percent of total accounts payable or at least 10 percent of total (long-term and short-term) borrowings for the most recently closed reporting period prior to the approval date of the securities prospectus:

Full corporate name: ***Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 31***

Short corporate name: ***Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 31***

Location: ***121351, Moscow, ul. Molodogvardeyskaya, 23, korp. 1***

INN (Taxpayer Identification Number): ***7731154880***

OGRN (Principal State Registration Number): ***1047731038882***

Value of debt: ***101,348 thousand rubles***

Value of and terms applicable to overdue debt (interest rate, fines, penalties): ***no overdue debt***

Whether or not the creditor is an affiliate of the issuer: ***No***

Full corporate name: ***INSURANCE COMPANY OF GAS INDUSTRY SOGAZ***

Short corporate name: ***SOGAZ INSURANCE***

Location: ***107078, Moscow, prospekt Akademika Sakharova, 10***

INN (Taxpayer Identification Number): ***7736035485***

OGRN (Principal State Registration Number): ***1027739820921***

Value of debt: ***77,015 thousand rubles***

Value of and terms applicable to overdue debt (interest rate, fines, penalties): ***no overdue debt***

Whether or not the creditor is an affiliate of the issuer: ***No***

2.3.2. Credit History of the Issuer

Description of the fulfillment by the issuer of its obligations under any loan agreements and/or credit facility agreements, including agreements involving the issue and sale of bonds, in force within the five most recently closed reporting years and the most recently closed reporting period prior to the approval date of the securities prospectus if their principal amount accounted for 5 percent or more of the book value of the issuer's assets as of the last date of the most recently closed reporting period (quarter, year) preceding the time of entering into the relevant agreements with respect to which the period prescribed for submitting accounting (financial) statements expired, and under any other loan agreements and/or credit facility agreements considered by the issuer to be material for itself:

Bond loans:

1. Type and Identification Characteristics of the Obligation	
Bonds, Identification Number 4B02-04-55385-E	
Terms of the Obligation and Information on Its Fulfillment	
Name and location of the creditor (lender)	<i>Market investors</i>
Principal debt at the time of the creation of the obligation, rubles/foreign currency	<i>10,000,000,000 rubles</i>
Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities prospectus, rubles/foreign currency	<i>10,000,000,000 rubles</i>
Credit (loan) length, years	<i>10 years</i>
Average interest on the credit (loan), % p.a.	<i>11.85%</i>
Number of interest (coupon) periods	<i>20</i>
Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears	<i>none</i>
Scheduled time (date) of credit (loan) repayment	<i>May 26, 2025</i>
Actual time (date) of credit (loan) repayment	<i>not repaid</i>
Other information on the obligation at the issuer's discretion	<i>N/A</i>

2. Type and Identification Characteristics of the Obligation	
Bonds, Identification Number 4B02-01-55385-E	
Terms of the Obligation and Information on Its Fulfillment	
Name and location of the creditor (lender)	<i>Market investors</i>
Principal debt at the time of the creation of the obligation, rubles/foreign currency	<i>5,000,000,000 rubles</i>
Principal debt on the last day of the most recently closed reporting period prior to the approval date of the securities prospectus, rubles/foreign currency	<i>5,000,000,000 rubles</i>
Credit (loan) length, years	<i>10 years</i>
Average interest on the credit (loan), % p.a.	<i>11.90%</i>
Number of interest (coupon) periods	<i>20</i>
Overdue interest on the credit (loan); if any, the total number of overdue payments and the number of days in arrears	<i>none</i>
Scheduled time (date) of credit (loan) repayment	<i>June 9, 2025</i>
Actual time (date) of credit (loan) repayment	<i>not repaid</i>
Other information on the obligation at the issuer's discretion	<i>N/A</i>

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

2.3.3. Obligations of the Issuer with Regard to Its Collateral

Information about the total value of collateral furnished by the issuer (the value (amount) of outstanding obligations with regard to collateral furnished by the issuer if, under the terms and conditions of such collateral, the relevant obligations are secured in full), specifying the value of collateral furnished by the issuer for third-party obligations (as of the last date of each of the five most recently closed reporting years and as of the last date of the most recently closed reporting period prior to the approval date of the securities prospectus): *N/A*

Information about each case of furnishing collateral if its value accounted for five percent or more of the book value of the issuer's assets as of the last date of the most recently closed reporting period (quarter, year) preceding the furnishing of such collateral: *N/A*

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

2.3.4. Other Obligations of the Issuer

Any agreements of the issuer, including forward transactions, that are not accounted for in its accounting (financial) statements and may materially affect the issuer's financial condition, liquidity, sources of financing and terms of their use, performance, and expenses: *none*

2.4. Goals of the Issue and Ways of Using Proceeds from the Issue of Issue-Grade Securities

Goals of the issue: *raise funds, including federal budget funds; receive federal loan bonds (Issues 29006RMFS, 29007RMFS, 29008RMFS, 29009RMFS, and 29010RMFS).*

Ways of using the proceeds from the placement of issue-grade securities: *the proceeds from the placement of issue-grade securities will be used as contributions to the authorized capital of subsidiaries and dependent companies (SDCs) of PJSC ROSSETI in order to:*

- *create the power supply infrastructure for the 2018 FIFA World Cup in Russia,*
- *improve their financial and economic condition.*

Shares are not placed in order to finance any specific transaction (associated transactions) or any other operation.

2.5. Risks Associated with the Acquisition of Placed Issue-Grade Securities

Investments in the Issuer's securities are associated with a certain level of risk. Potential investors, before making any investment decision with respect to the acquisition of securities placed by the Issuer, should thoroughly study the risk factors specified below and other information contained in this Securities Prospectus. Any of the factors described below may adversely impact the Issuer's economic operations and financial condition.

Risk management policy of the issuer:

PJSC ROSSETI's performance is affected by a number of external factors and risks which are under the limited control of the Company. Although these are mostly macroeconomic factors impacting the Russian economy in its entirety, certain areas of the Company's activities can be especially "sensitive" to certain risk factors. The list provided below is incomplete since there are other risk factors which are currently negligible, but later can have an adverse impact on the Company's activities, thus affecting its profit, assets, capital, liquidity, and solvency.

The Company's risk management is in accordance with the Internal Control Policy and the Risk Management Policy approved by the Company's Board of Directors and specifying the fundamental principles of the organization, implementation, and control of PJSC ROSSETI's preventive control (risk management) processes. The boards of directors of electric grid subsidiaries and dependent companies approved similar policies.

In February 2014, the Company's Board of Directors approved the Strategy for Developing and Improving the Internal Control System of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI, stating the current and targeted condition of the internal control and risk management system of PJSC ROSSETI and its subsidiaries and dependent companies (SDCs).

In accordance with the Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, PJSC ROSSETI performs strategic, coordinating, and controlling functions in relation to its subsidiaries and dependent companies (SDCs) and participates in the accomplishment of institutional goals faced by the electric power industry.

With the foregoing taken into account, the Company consolidates risk information related to the ROSSETI Group and assesses risks at PJSC ROSSETI's executive arm level.

2.5.1. Industry-Specific Risks

Since PJSC ROSSETI does not perform any direct operating activities and only carries out corporate management of its subsidiaries and dependent companies (SDCs), industry-specific risks are primarily associated with the Company's SDCs.

The Company does not conduct its core activities in any external markets; therefore, industry-specific risks associated with the Issuer's operations are described for the domestic market.

Tariff risks

The core activities of the Company's SDCs, the provision of electricity distribution and transmission services and network connection services, are subject to regulation by the government. Taking account of these special features of PJSC ROSSETI's operations, the industry-specific risks of the Company include tariff risks.

The government's tariff regulation policy is based on the need to curb inflation and provides for a change in grid organizations' regulated tariffs in 2016–2018 for the index of actual inflation with the outstripping growth of prices in the wholesale market, which reduces grid organizations' share in the structure of the final tariff (price) for electricity and may lead to a shortage of the tariff-based sources of financing SDCs' investing and operating activities.

According to the Forecast of the Socioeconomic Development of the Russian Federation for 2016 and the Planning Period of 2017 and 2018 developed by the Ministry of Economic Development of the Russian Federation, the regulated tariffs for grid organizations will grow as follows: 7.5% from July 1, 2015; 7.5–11% from July 1, 2016; 7.0% from July 1, 2017; and 6.2% from July 1, 2018. This forecast may be revised due to the current macroeconomic situation.

To minimize these risk factors, the Company and SDCs pursue a balanced policy on improving the efficiency of investing and operating activities, aimed at reducing costs and optimally planning the structure of the financing sources.

Current legislation provides for a reduction in the cross-subsidy rate for the VNI voltage level and prescribes that the Pricing Fundamentals in the Area of Regulated Prices (Tariffs) in the Electric Power Industry approved by Resolution of the Government of the Russian Federation No. 1178 of December 29, 2011, set the ceiling value of cross-

subsidies at the 2013 level. These conditions without taking into account objective reasons for exceeding the cross-subsidy value, including changes in the evolution and structure of electricity consumption, as well as in the absence of regulations ensuring the uniform redistribution of the cross-subsidy burden among all categories of customers, lead to a shortfall in SDCs' minimum regulated revenue.

With a view to minimizing these risks, PJSC ROSSETI works to develop the mechanisms agreed upon with federal executive authorities for receiving compensation for lost income, reduce cross-subsidies, and set a socially and economically feasible tariff for all categories of customers.

In addition, there is a risk of a shortfall in SDCs' income due to an incorrectly forecasted breakdown by voltage and related to overestimated requested capacity taken into consideration in making tariff and balancing decisions against the actual figures used for payments for services provided.

Amid the rising interest rates for existing and new borrowings, the approved rate of return on invested capital created after territorial grid organizations switched over to regulation based on the return on invested capital method as well as the rate of return on invested capital for the calculation of tariffs for electricity transmission services through the Unified National (All-Russian) Electric Grid in accordance with Orders of the Federal Tariff Service of the Russian Federation No. 1981-e of November 17, 2014, and No. 2049-e of November 21, 2014, do not cover the costs associated with repaying and servicing borrowed funds, which may lead to the risk of the increased debt burden of PJSC ROSSETI's SDCs.

Tariff risks also include risks associated with the provision of network connection services for electricity consumers, specifically a risk of a decrease in a requesting entity's volume of connected capacity in network connection requests due to switching over to local generation. The major factor of this risk is that the technical specifications issued to a requesting entity may include additional measures necessary to receive network connection, which will result in higher costs and extended deadlines of network connections. In order to reduce this risk, work is underway on monitoring changes in the maximum capacity requested in network connection requests and on causing SDCs of PJSC ROSSETI to assume the correct scope of obligations under network connection contracts.

Additionally, there is a risk that financing sources may be insufficient for work under network connection contracts because a regulator may approve network connection fees lower than an economically feasible level.

A potential factor contributing to a shortage of financing sources is amendments to Russian laws specifying that the investment component for covering the construction costs of electric grid facilities will be excluded from network connection fees for power-receiving equipment rated below 150 kW (a maximum of 50 percent of such costs to be excluded as of October 1, 2015; such costs to be totally excluded from network connection fees as of October 1, 2017).

To minimize the risk, SDCs form the correct scope of obligations under network connection contracts, develop project documents specifying the scope of obligations under network connection contracts, and submit to regulatory authorities additional documents to justify the economic feasibility of network connection fee rates. Approaches to organizing the Business Process "Performance of Electricity Network Connection Services" are improved.

Due to a great number of network connection requests, SDCs are not always able to fully satisfy them, which may adversely affect revenues because of the loss of potential customers and carries risks of a violation of antimonopoly laws as related to electricity distribution and network connection services and to litigation initiated by requesting entities. To facilitate new energy network connections, the Government of the Russian Federation developed the Action Plan (Road Map) "Enhancing the Affordability of the Power Infrastructure" (Ordinance of the Government of the Russian Federation No. 1144-r of June 30, 2012). In accordance with the Road Map, SDCs improve the process of processing customers' network connection requests, including by means of using information technology and template solutions in improving the business process. Simultaneously, the process of providing network connection services is explained to customers, including by using the Customer Relations Portal on the Company's website and customer service centers and call centers of PJSC ROSSETI's SDCs and publishing information on the provision of services.

There is also a risk of lost profits resulting from the failure to perform network connection contracts. The risk stems from the nonfulfillment by requesting entities of their obligations, including from their abandonment of network connections. This leads to the nonutilization of new equipment and to lost profits from electricity distribution services. In order to mitigate this risk, SDCs file claims against requesting entities for damages in relation to abandoned network connections and for damages payable to superior grid organizations if network connection contracts are entered into in favor of ultimate requesting entities. Obligations under network connection contracts, together with the implications of their nonperformance (penalties, extended deadlines of network connections), are explained to requesting entities.

Risk associated with the decreased volume of electricity distribution services

Industry-specific risks include the risk associated with the decreased volume of electricity distribution services due to the following factors:

1) Overall decline in electricity demand

Russian industrial production growth stopped in 2013. The primary reasons are Russia's contracting investment activity and adverse changes in market conditions, chiefly in the metals market. Most metallurgical companies have to mothball or curtail currently unprofitable production. For instance, according to the Federal Service for State Statistics of the Russian Federation, primary aluminum production in January–November 2014 totaled 93.6 percent of the output for the comparable period in 2013. UC RUSAL is in the process of implementing a long-term program to gradually close down inefficient facilities, aiming to reduce overall primary aluminum production. In 2014, primary aluminum production was discontinued at the Bogoslovsk, Volgograd, Volkhov, and Urals smelters; the Nadvoitsy and Novokuznetsk smelters' capacity and output were substantially reduced.

Industrial development in 2014 was determined by the following factors: stagnating production, a low growth rate of workforce productivity, a slowdown in investment activity, the weakening of the national currency, a deceleration in domestic demand, foreign political pressure, and mutual sanctions.

Statistics for January–February 2015 show the overall decline in industrial production in the Russian Federation, which, given the macroeconomic situation, will continue in 2015. Compared with January 2015, output decreased in most of the manufacturing sectors in February 2015. The largest decline occurred in the manufacture of finished metal products (–3.3% in February compared with January 2015) and the pulp and paper industry (–3.2%).

As estimated by the Ministry of Economic Development of the Russian Federation, the nonferrous metal production index in the nonferrous industry in January–February 2015 was 95.1 percent of the equivalent period in the previous year, while the production index in February 2015 was 91.7 percent of February 2014.

2) Optimization of customers' external electricity supply; decreased electricity consumption from Russia's United Power System as customers make increasingly wide use of in-house generation facilities.

The net financial result of businesses has been in decline in the entire economy since 2013. All major sectors (industrial production, construction, transportation, and telecommunications) are affected by profit decreases due to economic stagnation. In industrial production, given that its share in the real sector's total profit exceeds 50 percent, businesses have kept on experiencing profit decreases since the beginning of 2013. Overall, the net financial result of the economy in 2014 decreased by 9.1 percent compared with the corresponding period in the previous year (by 14.3 percent in 2013 compared with 2012). Two years' shrinkage was almost a third. Profits go down due to a decline in economic activity, the continuing contraction of demand (especially investment demand), a deceleration in consumer demand, and additionally, starting from late 2014, a deterioration in international hydrocarbon market conditions and a growth in costs. In January 2015 for the first time from 2010, the net financial result was negative, namely –152.5 billion rubles (+532.0 billion rubles in the previous year), including –57.1 billion rubles in industrial production.

With the aim of bringing down production costs, large energy-intensive industrial producers take measures to optimize their external electricity supply by connecting to the Unified National (All-Russian) Electric Grid (UNEG) and build their own in-house electricity generation facilities. In numerous cases, the design of new industrial facilities uses in-house generation as the main power source. In gas and oil producing areas, customers are increasingly engaged in using associated gas for power generation for business purposes.

In 2014, several large industrial producers located in the Republic of Karelia, the Volgograd Region, the Kirov Region, the Nizhni Novgorod Region, and the Sverdlovsk Region initiated measures to withdraw nearby power plants from the wholesale market's trading system and convert them to isolated generators supplying electricity directly to the industrial producers for their business purposes without paying the tariff of electricity distribution services.

Overall, the Company's SDCs' electricity distribution in 2013 was 0.20 percent down from the previous year. In 2014, electricity distribution slightly rose by 0.37 percent compared with 2013. However, a considerable increase in energy consumption occurred only in the Krasnodar Territory (about 4 percent) and the North Caucasian Federal District (about 7 percent), with the Tyumen Region showing a moderate growth rate of energy consumption (about 2 percent). The other constituent entities of the Russian Federation, especially industrialized regions, showed no growth or a decline in demand for electricity.

Overall, the Company's SDCs' electricity distribution in January–February 2015 was 1.52 percent down from the comparable period in 2014.

The facts described above increase the risk that the decline in electricity demand and the decreased volume of electricity distribution services provided by SDCs may continue. This may result in SDCs' lost income.

In order to minimize this risk, the Company and SDCs carry out measures based on macroeconomic statistics and major customers' behavior to enhance the reliability of the predicted volume of electricity distribution services for pricing and business planning purposes.

In accordance with decisions of the Russian Government and with the active participation of the Company, legislative measures are developed to reduce the number of grid organizations, thus optimizing customers' costs related to electricity distribution. The changes to legislation that came into force in 2014 will exclude expenses of one-customer grids (grid organizations that each have one customer whose property is initially used for their operations) from common (pool-based) revenues to the extent attributable to such single customers. The Government of the Russian Federation issued Resolution No. 184 of February 28, 2015, "On Deeming the Owners of Electric Grid Facilities to Be Territorial Grid Organizations," establishing the relevant criteria and setting higher requirements for the economic efficiency, qualifications, and equipment of grid organizations.

Another area of improvements to Russian legislation is to change the procedure for determining the volume and cost of provided electricity distribution services; such changes include switching over to customers' obligations based on maximum capacity at double-rate prices (tariffs) for electricity distribution services. Proposals for such changes were submitted to the Government of the Russian Federation.

Risks associated with taking on the supplier of last resort status and functions

Due to the enactment of regulatory documents in late 2012 to simplify the procedure for depriving retail companies of the supplier of last resort (SOLR) status, SDCs of PJSC ROSSETI were granted the SOLR status on a temporary basis in several Russian regions, and the Ministry of Energy of the Russian Federation subsequently conducted bidding procedures to assign the SOLR status. The SOLR status was granted to winning bidders in all regions.

There are risks associated with the transfer of the SOLR functions to winning bidders.

1. *The risk that no measures (such as restrictions on the electricity consumption mode) may be promptly taken to influence nonpayers if an energy supply contract is terminated.*

In order to manage this risk, SDCs of PJSC ROSSETI work to gain competence in collecting problem receivables and effectively participating in bankruptcy proceedings against debtors and cooperate with law enforcement agencies with the aim of exerting influence on customers that unreasonably avoid fulfilling the terms and conditions of energy supply contracts (electricity purchase and sale agreements).

2. *The risk that winning bidders of the SOLR status bidding procedures may fail to pay for provided electricity distribution services (contested and uncontested overdue receivables). This risk arises from imperfect operation mechanisms of the retail electricity market and from the unavailability of effective mechanisms for encouraging customers to make timely payments for electricity distribution services and also results from macroeconomic factors.*

Imperfect operation mechanisms of the retail electricity market, which entails disagreements between electric grid companies and retail companies over the volume of consumed electricity and capacity. This leads to contested and overdue receivables related to electricity distribution services provided by SDCs, impairing the liquidity and financial stability of the Company's SDCs. The Company and SDCs take measures to eliminate the causes of disagreements with customers, reduce contested overdue receivables for their services provided, cooperate with federal governmental authorities in preparing amendments to the rules for the operation of the retail market, form judicial practice, and set positive precedents. In addition, the Company's SDCs implement the Long-Term Development Programs for Electricity Metering Systems in the Retail Electricity Market in Distribution Grids of PJSC ROSSETI's SDCs approved by their boards of directors.

A significant factor influencing the level of payment for provided electricity distribution services is an imbalance in the existing incentives for the fulfillment of obligations in the wholesale and retail electricity markets. The risk of losing the Wholesale Electricity (Capacity) Market entity status due to failure to comply with extremely tight payment schedules motivates customers (mainly, suppliers of last resort) to give priority to the obligations to pay for electricity purchased in the Wholesale Electricity (Capacity) Market while paying for electricity distribution services on a secondary basis.

With the aim of minimizing the risk of nonpayments, the Program of PJSC ROSSETI for Improving the Efficiency of Measures to Reduce Receivables for Electricity Distribution Services was developed and approved by the Board of Directors on February 12, 2014 (Minutes of the Meeting No. 144). As part of carrying out the measures specified in the Program, the Company prepared and submitted to the Ministry of Energy of the Russian Federation its proposals to improve current laws in order to enhance payment discipline in the energy markets and reduce the risk of nonpayments for provided electricity distribution services.

Since the Company does not perform any direct operating activities and its core business is corporate management of SDCs, there are no risks associated with possible changes in any prices of raw materials and services used by the Company or associated with possible changes in any prices of the Company's products and/or services, which risks may affect the Company's activities and the performance of its securities-related obligations.

2.5.2. Country and Regional Risks

Since PJSC ROSSETI does not perform any operating activities and is only in charge of corporate management of IDGCs, country and regional risks are primarily incurred by the Company's SDCs.

Risks associated with the political and economic situation in the country and region:

Country and regional risks incurred by the Company and SDCs are determined primarily by macroeconomic factors existing globally, nationwide, and at regional level. These factors may impair the Company's and SDCs' possibilities for borrowing and adversely impact their liquidity, investment and operating efficiency, and, eventually, shareholder value. Additionally, the global economic crisis has a harmful effect on industrial production and electricity consumption, which reduces revenues of the Company and SDCs.

As is the case with the other BRICS countries, Russia is a leading emerging economy and is sensitive to global recessionary pressures. This is due to the economy's dependence on energy prices, the immaturity and volatility of the Russian financial market, and the transitional state of the national banking system.

The volatile external conditions, lower credit ratings, higher inflationary pressures contribute to economic decline in the regions and an increase in borrowing costs and lead to the risk of a potential growth in SDCs' receivables.

With the aim of mitigating the macroeconomic risk, the Company and SDCs take comprehensive measures to optimize the share of borrowings in their total capital, take out fixed interest rate loans, and enhance the efficiency of operating and investment expenses of the Company and SDCs.

The impact of macroeconomic risks on the volume of electricity distribution services provided by the Company's SDCs and measures to minimize the consequences of materialized risks are described in more detail in the section "Industry-Specific Risks."

Risks associated with possible military conflicts, imposition of the state of emergency and strikes in the country(ies) and region:

The Russian Federation is a multinational state including regions with varying levels of social and economic

development. In this regard, the likelihood of internal conflicts in Russia, including military ones, cannot be entirely ruled out. Moreover, the Company cannot fully rule out risks associated with possible imposition of the state of emergency in the regions in which the Company's SDCs are located and in Russia in general.

The operations of Russian companies, including PJSC ROSSETI, can be damaged by both domestic and international acts of terrorism, which can also adversely affect investments and the value of the Company's securities.

However, internal conflicts and the imposition of the state of emergency in the country and regions in which the Company operates are unlikely to happen. In the event of possible military conflicts or acts of terrorism, the Company's SDCs can incur the risks of failure of their fixed assets.

Risks associated with the geographical characteristics of the country(ies) and region, including high likelihood of natural disasters, possible interruption of transportation due to remoteness and/or inaccessibility, etc.:

The Company's SDCs operate in many regions with diverse climatic conditions. Emergencies may be caused by natural calamities (hurricanes, heavy rains, high water and floods, snow drifts, etc.) resulting in interruptions to the region's electricity supply and transportation. Detailed information concerning the management of operational and technological risks is contained in the Industry-Specific Risks.

Risks associated with high likelihood of natural disasters are assessed by the Company as minimal.

Risks associated with the possible interruption of transportation due to remoteness and/or inaccessibility are assessed by the Company as minimal.

2.5.3. Financial Risks

The issuer's exposure to risks associated with interest rates changes, exchange rate changes, the issuer's activities, or hedging operations conducted by the issuer in order to mitigate the adverse impacts of the above-mentioned risks.

Risks associated with exchange rate changes

Currently, all revenues and an overwhelming majority of operating and investing expenses of the Company and its SDCs are denominated in rubles. PJSC ROSSETI and its SDCs do not have any foreign currency-denominated loan debts or any investments in foreign companies whose value is exposed to risks associated with exchange rate changes.

Therefore, exchange rate changes do not considerably directly impact the financial performance of the Company. Information about the impact of currency fluctuations on the implementation of capital investment programs of PJSC ROSSETI's SDCs is contained below.

Risks associated with interest rate changes

The Company and SDCs mainly borrow to refinance debts and finance SDCs' capital investment programs.

The loan portfolio of SDCs consists mostly of fixed interest rate instruments. To reduce the risk of higher interest costs due to an increase in market interest rates, SDCs take measures to minimize the loan portfolio, including by means of optimizing their operating expenses and capital investment programs and by means of using their own funds to partially repay debts.

Therefore, the Company and SDCs assess the risks associated with an increase in the interest burden as moderate.

Risks associated with possible failure to receive money from bank accounts

The Company and its SDCs are mainly provided with payment and cash services by five key banks ranking among Russia's 20 largest banks in terms of net asset value: Sberbank, Alfa-Bank, Gazprombank, Bank Rossiya, and VTB Bank. Therefore, this risk is minimized by concentrating a large amount of the Company's and SDCs' cash turnover at Russian major banks.

The risk associated with the possible nonrepayment of fixed-term deposits is minimized by setting ceiling limits on deposits with counterparty banks (as a percentage of banks' asset value as of the latest balance sheet date) and monitoring compliance with such limits.

Given the lower liquidity of the Russian banking system, the Company and SDCs assess this risk as moderate.

Risks associated with high operating leverage

Although fixed costs have a large share in the Company's and SDCs' total costs, this risk is regarded as negligible. Even with possible adverse changes in the commodity market situation and with general economic recession, electricity distribution will not be materially changed. The main risk that profits may substantially change with slight changes in revenues is associated with the particularities of the sector's tariff regulation and adjustments to the relevant decisions of the Government of the Russian Federation and the Federal Tariff Service of the Russian Federation. Managing the risk associated with high operating leverage involves constant communication between PJSC ROSSETI's and its SDCs' representatives and federal authorities on tariff regulation.

Risks associated with impaired financial stability and financial solvency

The Company and SDCs manage the risk of impaired financial stability and financial solvency by optimizing their capital structure, monitoring compliance with debt limits under the Regulations for Credit Policy approved by the Boards of Directors of the Company and SDCs, pursuing a policy on receivables and payables management, and implementing other measures that help minimize the potential adverse impact of this risk on the Company and SDCs.

The Company and SDCs assess this risk as moderate due to changes in the macroeconomic situation and due to

instability in the financial markets.

The issuer's expected action in the event of adverse effects of exchange rate changes and interest rate changes on the issuer's activities:

In the event of one or more of the above-listed risks, PJSC ROSSETI will take all possible measures to minimize its negative effects. To partly neutralize risks, the Company has taken a number of protective measures and developed possible actions for the Company in case of some risk or other. However, it should be noted that preliminary development of adequate measures is complicated by the uncertainty of the situation and the parameters of activities to be performed will to a great extent depend on the characteristics of each particular situation. PJSC ROSSETI cannot guarantee that the actions aimed at overcoming negative changes will improve the situation since the factors described above are beyond the control of PJSC ROSSETI.

Inflation impact on the yield on securities, critical inflation rates in the issuer's opinion and the issuer's expected action aimed at mitigating the above-mentioned risk:

Changes in the consumer price index have certain effects on SDCs' interest costs, profitability, and, consequently, the financial condition of the Company and SDCs and their ability to perform obligations.

It is not possible to predict the critical inflation rate for Company and SDCs since consideration should be given not only to consumer price level but also to changes in the actual purchasing power of the ruble, situation in the electricity markets, the government's future monetary policy, and tariff regulation policy with respect to the electric grid sector.

Additionally, in accordance with Resolution of the Government of the Russian Federation No. 1178 of December 29, 2011, "On Pricing in the Area of Regulated Prices (Tariffs) in the Electric Power Industry," electricity tariff regulation takes into account the inflation rate (consumer price index) specified in the Forecast of the Socioeconomic Development of the Russian Federation.

Therefore, the Company and SDCs assess these risks as moderate.

The indicators of the issuer's financial statements exposed to the above-mentioned financial risks to the greatest extent possible, including risks, their likelihood and the nature of changes in statements:

The main indicator exposed to financial risks to the greatest extent possible is the Issuer's profit.

The opportunities of SDCs to raise the prices of electric power transportation services are restricted by government regulation, i.e. cannot be changed by companies depending on changes in inflation rates and at the same time the costs of the companies whose shares are owned by the Issuer (which are mostly denominated in rubles) change in line with inflation rates. Therefore, inflation processes may cause a drop in net profit of the companies whose shares are owned by the Issuer, resulting, in its turn, in lower net profit which is used for paying dividends collected by the Issuer.

The main factors in the low payment discipline leading to a considerable increase in receivables are the absence of effective mechanisms for dealing with nonpayers, the improper use of money received for delivered electricity by retailers, and disagreements over declared capacity in settlements with retail companies.

If these risk factors materialize, the Company's SDCs may find themselves incapable of fulfilling financial and other restrictive conditions (covenants) contained in loan agreements, specifically total debt to EBITDA, debt to equity, current ratio, and net asset value. In order to minimize this risk factor, the Company monitors SDCs' capital structure, defines the optimum parameters for borrowings, and carries out measures to streamline the working capital structure.

Nature of changes in statements: SDCs' higher expenses, SDCs' and the Issuer's reduced profit, and SDCs' increased receivables.

As assessed by the Issuer, the likelihood that financial risks will occur is moderate due to changes in the macroeconomic situation and instability in financial markets. Financial risks are at an acceptable level and cannot materially affect the Issuer's ability to perform its obligations.

2.5.4. Legal Risks

The Company does not conduct its core activities in any external markets; therefore, legal risks associated with the Issuer's operations are described for the domestic market.

The Company builds its activities on compliance with the applicable legal regulations of the Russian Federation, including currency, tax, and customs laws, and monitors amendments thereto on an ongoing basis.

The Company does not expect any short-term major risk in its financial and economic activities associated with changes in tax law and currency control or changes in the rules of customs control and duties.

The Company's legal risks can be caused by the characteristics of the applicable laws and court system, manifesting itself, in particular, in different court practices on the same issues and the interpretation of laws in general, the collision of legal norms, resulting in the risk of subjective and arbitrary assessment by court authorities of the Company's business facts and tax payments made by the Issuer.

In general, to minimize various legal risks the Company, on a mandatory basis, conducts preliminary legal review of planned corporate procedures, conducted transactions and other aspects of financial and economic activities provided for by the applicable laws and/or Articles of Association of the Company. Additionally, the Company updates local

regulatory documents with respect to claim-related work. Specifically, the Schedule of Interaction Between PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI in Court Proceedings was approved (Order of PJSC ROSSETI No. 132 of July 14, 2014).

Compliance risk:

Frequent changes in the laws of the Russian Federation under conditions where the industry is subject to governmental regulation, together with a wide range of regulatory requirements and restrictions, are sources of the risk associated with the failure by the Company and SDCs to comply with laws and other legal regulations, or the requirements established by regulators and supervisors and set forth in internal documents of the Company and its SDCs that determine internal policies, rules, and procedures (compliance risk).

Activities of the Company and SDCs are governed and overseen by Russian authorities and agencies, such as the Federal Antimonopoly Service, Federal Tariff Service, Federal Taxation Service, Ministry of Energy, Ministry of Regional Development, Bank of Russia Financial Markets Service, and Federal Service for Environmental, Technological and Nuclear Supervision. Furthermore, as government-linked companies, the Company and SDCs implement ordinances and instructions issued by the Government of the Russian Federation, and their proper use of budgetary funds allocated for significant capital investment projects is supervised by the Accounts Chamber of the Russian Federation.

The Federal Antimonopoly Service supervises activities of the ROSSETI Group, whose SDCs are natural monopoly entities, in relation to compliance with antimonopoly laws applicable to procurement, network connection services, and information disclosed about services provided by SDCs.

Legal regulation and control of the Company's SDCs in the application of tariffs and network connection fees come within the purview of the Federal Tariff Service.

The Federal Taxation Service oversees whether the ROSSETI Group complies with taxation laws and makes correct tax calculations and payments.

The Ministry of Energy regulates and supervises activities of the ROSSETI Group in relation to energy conservation, energy efficiency enhancement, and the implementation of ordinances and instructions issued by the Government of the Russian Federation.

The Ministry of Regional Development regulates and supervises activities of the Company's SDCs in relation to the construction and rehabilitation of electric grid facilities.

The Bank of Russia's divisions regulate and supervise activities of the Company and SDCs in relation to compliance with Russian laws on joint-stock companies, the securities market, the protection of investors' rights and legitimate interests in the securities market, combating insider information misuse and market manipulation, and insolvency (bankruptcy).

The Federal Service for Environmental, Technological and Nuclear Supervision oversees activities of the Company and SDCs in relation to compliance with electrical safety requirements.

Due to the placement of the Company's financial instruments on Russian and UK trading floors, the Company satisfies the requirements laid down in Federal Law No. 224-FZ of July 27, 2010, "On Combating Insider Information Misuse and Market Manipulation and on Amendments to Certain Legislative Acts of the Russian Federation," Federal Law No. 39-FZ of April 22, 1996, "On the Securities Market," Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies," regulations of the Bank of Russia, and Directive 2003/6/EC of the European Parliament and of the Council on insider dealing and market manipulation (market abuse) as incorporated into English law.

2.5.5. Reputational Risk

Activities of the Company and SDCs are aimed at fulfilling all of their obligations to customers and counterparties. The Company and SDCs are constantly working to secure a reliable and uninterrupted power supply, improve the quality of their services, and increase their customer focus, i.e. achieve the goals defined by the Strategy for Development of the Electric Grid Sector of the Russian Federation. The successful accomplishment of these goals and objectives determines the Company's reputation to a great extent.

Since SDCs of PJSC ROSSETI are natural monopolies, it is unlikely that they will be affected by a considerable outflow of customers and suppliers or by a decrease in the volume of services due to the possible impact of adverse reputational factors.

2.5.6. Strategic Risk

The long-term development areas of the entire electric power industry as a key industry and the Company and SDCs are determined by the government. Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, approved the Strategy for Development of the Electric Grid Sector of the Russian Federation.

The Strategy provided the basis for formulating the Company's Long-Term Development Program (approved by the decision adopted by the Board of Directors of the Company on December 19, 2014; Minutes of the Meeting No. 174 of December 22, 2014).

In order to minimize possible strategic risks associated with potential changes in the internal and external environments of the Company's and SDCs' operations, the Company regularly audits the implementation of its Long-Term Development Program; for this purpose, the Board of Directors of the Company approved the Standard for Auditing the Implementation of the Long-Term Development Program of PJSC ROSSETI (Minutes of the Meeting No.

2.5.7. Risks Associated with the Issuer's Activities

Issuer-specific risks or risks associated with the issuer's core financial and economic activities, including:

Risks associated with pending legal proceedings in which the issuer participates:

There were no risks associated with pending legal proceedings in which the Issuer participated on the approval date of this Securities Prospectus.

Risks associated with the impossibility of extending the issuer's license to perform a certain type of activity or use constrained assets (including natural resources):

License Series GT No. 0078032, registered under No. 4970 of August 29, 2014, valid until October 28, 2017, to perform work associated with the use of national security information. The license will be renewed in accordance with the procedure specified in Resolution of the Government of the Russian Federation No. 333 of April 15, 1997;

License LSZ No. 0011836, registered under No. 14389 N of June 25, 2015, issued for an indefinite term, to design, manufacture, and distribute encryption (cryptographic) tools, information systems and telecommunication systems with encryption (cryptographic) protection, and perform work and provide services in relation to data encryption and in relation to the maintenance of encryption (cryptographic) tools, information systems and telecommunication systems protected with encryption (cryptographic) protection.

The probability that such risks occur is low.

Risks associated with the possible liability of the issuer for third-party debts, including the issuer's subsidiaries:

Currently, the Company is not liable for any third-party debts since the Company did not collateralize their obligations.

Risks associated with the possible liability of the issuer for third-party debts are assessed by the Company as negligible.

The Company can assume liability for the debts owed by its SDCs if the Company's instructions binding upon SDCs cause losses or bankruptcy to such SDCs. However, the Company uses its best efforts to prevent such situations and maintain SDCs' financial stability. The above-mentioned risks are unlikely to occur.

Risks associated with the possible loss of customers accounting for at least 10 percent of total revenue from the sale of the Company's products (work, services):

Since the Company's core business is the corporate management of SDCs, the Company does not incur the risk of customer loss.

The Company does not conduct direct operating activities, and its core business is the corporate management of SDCs. The principal risks associated with SDCs' activities are as follows:

- operational and technological risk;*
- investment (project) risk.*

Operational and technological risk

Since PJSC ROSSETI does not perform any operating activities and is only in charge of corporate management, the operational and technological risk is incurred by the Company's SDCs.

Activities of the Company's SDCs cover the major part of the Russian Federation with different climates. There is likelihood of emergencies caused by natural disasters (hurricanes, heavy and freezing rain, freshets and floods, snowdrifts, etc.), which may result in system-wide failures of the operability and performance of electricity distribution equipment and in power outages suffered by customers of the Company's SDCs.

Operational and technological risks affecting power supply reliability are associated with the impact of the following factors:

- natural and anthropogenic emergencies;*
- the high physical deterioration and obsolescence of electric grid assets;*
- failure to implement the required repair program;*
- factors related to equipment operation, including nonfulfillment of regulatory and technical requirements, failure to conform to the permissible values of the process parameters of electric grid equipment's operation, mistakes made by operating personnel, and failure to comply with operational discipline.*

If these risks materialize, this may have material economic and reputational consequences. In addition, these risk factors affect the volume of electricity network losses, increasing expenses incurred by SDCs in relation to the purchase of electricity to compensate for losses.

In order to reduce the probability that operational and technological risks occur, the Company and SDCs take measures to make the power supply more reliable and prevent process failure risks. These measures include:

- clearing and expanding the pathways of overhead lines rated 0.4 kV and above;*
- rehabilitating electric grid facilities;*
- expanding the stock of reserve power supply equipment and the stock of vehicles and special equipment for accident recovery work;*
- modernizing switching equipment;*
- optimizing operational process control systems in the electric grid sector;*
- developing and improving IT-based operational process and situation control systems in the electric grid sector;*

- modernizing and creating automated process control systems;
- improving data exchange systems, analyzing process failures, and forecasting the consequences of process failures, including the implementation of the Automated Management System for Distributed Resources for Accident Recovery Work;
- improving the emergency reserve management system;
- increasing the number of mobile accident recovery crews and improving the quality of their personnel;
- building up cooperation with electricity industry entities, the Ministry of Energy of the Russian Federation, the Ministry of Civil Defense, Emergencies and Disaster Relief of the Russian Federation, the Hydrometeorological Centre of the Russian Federation (including in such areas as wildfire suppression, control of critical changes in water body levels, glaze ice control, control of excess wind loads, and control of abnormal weather conditions), executive authorities of constituent entities of the Russian Federation, and Electricity Distribution Security Headquarters;
- using the Geographic Information Management System for Distributed Resources for Accident Recovery Work and a GLONASS-based monitoring system for motor vehicles;
- ensuring that executives of PJSC ROSSETI, SDCs, and SDCs’ branches are on 24-hour duty on nonworking days and public holidays;
- carrying out the programs to reduce injury risks of electric grid facilities;
- carrying out the programs to eliminate bottlenecks in the electric grid sector;
- carrying out the programs to prevent glaze ice from damaging power lines that are prone to glaze ice;
- ensuring the training, control, and certification of personnel operating process equipment;
- carrying out the insurance program;
- implementing the energy conservation and energy efficiency enhancement program.

The Procedure for Organizing Accident Recovery Work at Electric Grid Facilities of SDCs and Allied Electricity Industry Entities, the Regulations for the Operation of Electric Grid Sector Headquarters, and the Procedure for Managing the Emergency Reserve and Using Backup Power Sources of Subsidiaries and Dependent Companies of PJSC ROSSETI came into effect.

For the first time, the Company issued an order in 2014 with scenarios enabling the primary production programs and work in special periods to be planned systematically over many years, namely Ordinance of PJSC ROSSETI No. 17r of January 28, 2014, “On Measures to Ensure the Reliability of Electric Grids.”

The main particularities of formulating the 2014 repair program as specified in the ordinance are as follows:

- procurement procedures are conducted and contracts for the supply of materials, goods, and services are entered into to implement the repair program in the 1st quarter and the 2nd quarter on or prior to December 31 in the year immediately preceding the planning year and in the 3rd quarter and the 4th quarter on or prior to January 15 in the current planning period;
- long-term contracts (for 3–5 years) with contractors are introduced for work under SDCs’ repair programs;
- multiyear repair programs and programs to bring the pathways of overhead lines into compliance with standards, replace equipment, and provide flood and mudslide protection for electric grid facilities are formulated (adjusted).

In spite of the zero growth of electricity distribution tariffs related to electric grids, the Company managed to retain and even increase the physical volume of work on clearing and expanding the pathways of overhead lines. Overall, PJSC ROSSETI’s clearing plan was up by 9,170 hectares (from 122,437 hectares to 131,607 hectares), or 7.5%. Work on expanding the pathways increased by 44%, or 9,650 hectares (from 21,847 hectares to 31,497 hectares). In the 4th quarter of 2014, 105% and 96% of the annual plan were completed in the case of clearing and expanding respectively.

With the purpose of mitigating operational and technological risks and the risk of using inefficient technologies, the Board of Directors of the Company resolved (Minutes of the Meeting No. 64 of October 7, 2011) to approve the Regulations for the Uniform Technical Policy of JSC IDGC Holding (currently, PJSC ROSSETI) in the Distribution Grid Sector. Furthermore, SDCs are in the process of implementing the production asset administration system based on the actual condition index for equipment.

Additionally, in order to improve the efficiency of managerial decision making related to accident recovery work for electric grid facilities of PJSC ROSSETI’s SDCs, monitor the implementation of such decisions, and inform management of the Company and SDCs, federal and regional executive authorities, and other relevant organizations and agencies about progress in these efforts, the Company developed the terms of reference and worked out plans to expand the functionality of the automated Management System for Distributed Resources for Accident Recovery Work (MSDRARW) implemented by SDCs and PJSC ROSSETI. The project is chiefly aimed at:

- preventing accidents and contingencies at electric grid facilities,
- reducing the number and duration of power outages,
- accelerating accident management,
- improving distributed resource management.

As part of their efforts to update information concerning process failures at electric grid facilities of PJSC ROSSETI’s SDCs, detect power outages on a real-time basis, and synchronize outage log data with the Company’s special purpose software system, SDCs carry out measures to verify process failure data transmitted to PJSC ROSSETI and implement a special-purpose software system (Avariynost) for recording process failures (accidents) at electric grid facilities of PJSC ROSSETI’s SDCs and consolidating these data at PJSC ROSSETI.

With due consideration to the functionality of the Avariynost software system, the Organization Standard “Procedure for Investigating into and Recording Process Failures (Accidents) at Electric Grid Facilities” was developed and approved.

In order to improve the efficiency of organizing and performing PJSC ROSSETI's accident recovery work, including as related to establishing and using the emergency reserve, forming and using backup power sources, enabling PJSC ROSSETI's SDCs to cooperate in accident recovery work, the Company formed a working group composed of the most competent employees of the Company and its SDCs and drafted the Organization Standard "Rules for Preparing and Holding Exercises to Practice Teamwork Skills in Remediating Emergency Situations in the Electric Grid Sector."

PJSC ROSSETI created a common database relating to the available resources and preparedness for remediating emergency situations in the electric grid sector: the availability of the emergency reserve, backup power sources, mobile accident recovery crews, and mobile substations and factory-assembled outdoor switchgear units; agreements with the Ministry of Civil Defense, Emergencies and Disaster Relief of the Russian Federation, the Federal Service for Hydrometeorology and Environmental Monitoring of the Russian Federation, contractors, PJSC ROSSETI's SDCs and their branches, and territorial grid organizations; participation in the Federal and Regional Headquarters; information on significant accidents, remedied large-scale power outages, joint exercises, members of the Headquarters, and contact persons; schematic maps of operated electric grid facilities, emergency preparedness certificates; workflows for organizing accident recovery work at substations (overhead lines).

To optimize information flows, improve interaction, increase the efficiency of transmitting operational information on process failures, emergency situations, and other contingencies at electric grid facilities of PJSC ROSSETI's SDCs, and ensure prompt response and managerial decision making with respect to the coordination of measures to prevent and remedy process failures and emergency situations, the Company approved the Procedure for Conveying Operational Information on Process Failures, Operating Troubles of Electric Grid Elements, Operational Scheme Status Changes, and Accidents at Electric Grid Facilities of the United Power System of Russia.

As part of measures to develop and streamline the operational process and situation control system for electric grid facilities of subsidiaries and dependent companies of PJSC ROSSETI, the Situation Analysis Center of PJSC ROSSETI works to set a series of the organization standards and concepts establishing uniform requirements for the principal aspects of activities conducted by SDCs of PJSC ROSSETI in the area of operational process control and situation management. For instance, the Company drafted the Concept of Developing Relay Protection for Electric Grid Facilities of PJSC ROSSETI. Additionally, the Situation Analysis Center of PJSC ROSSETI works to develop and approve target-oriented models for operational process control for electric grid facilities of PJSC ROSSETI's SDCs.

Investment (project) risk

Since PJSC ROSSETI does not perform any operating activities and is only in charge of corporate management, the investment (project) risk is incurred by the Company's SDCs.

The implementation of SDCs' capital investment programs makes it necessary to mobilize both internal and borrowed considerable financial resources conforming to the RAB regulation parameters. Additionally, some SDCs carry out socially important investment projects that are often unprofitable.

In this connection, one of the investment risks is the risk of decreased financing sources for the capital investment programs of PJSC ROSSETI's SDCs. At present, this risk results from the external environment in which the electric power industry operates, specifically:

- a decrease in the ruble exchange rate;*
- a rise in forecasted inflation;*
- an increase in borrowing costs;*
- the low liquidity of financial markets;*
- a decrease in net delivery of electricity.*

As part of efforts to mitigate the investment risk, the capital investment programs of PJSC ROSSETI's SDCs take account of the following key efficiency criteria:

- raising the reliability and affordability of the grid infrastructure;*
- reducing the physical deterioration of electric grid facilities and modernizing them;*
- achieving a high utilization rate of commissioned facilities;*
- optimizing technical solutions based on the necessity of excluding the use of imported equipment and materials whose value is highly dependent on foreign exchange rates.*

Priorities in planning capital investment programs are set in accordance with regularly updated scenarios approved by the Management Board of PJSC ROSSETI. Based on these scenarios, optimizing the capital investment programs of SDCs may involve reducing the financing of capital investment in the distribution sector in relation to automation, metering, acquisition, and development of electric grids.

Pursuant to the Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, as related to achieving the target of reducing investment costs by 30 percent against 2012 (in rubles per physical unit (kilometer, MVA)), and in accordance with the Strategy for Development of PJSC ROSSETI approved by the Board of Directors of PJSC ROSSETI (Minutes of the Meeting No. 122 of June 7, 2013), the Technique for Planning the Reduction of Investment Costs by 30 Percent Against 2012 in Formulating Investment Programs for Subsidiaries and Dependent Companies of PJSC ROSSETI was approved (Ordinance No. 69r of September 12, 2013). As part of measures to reduce unit investment costs, the Company conducts the annual monitoring of unit construction costs of investment projects as part of the benchmarking and comparative analysis of unit construction cost indicators of subsidiaries and dependent companies of subsidiaries/subsidiary subsidiaries and dependent companies of PJSC ROSSETI and their branches (Order of PJSC ROSSETI No. 504 of August 16, 2013).

Due to the fact that investment costs include a substantial proportion of the cost of imported equipment, which is materially affected by exchange rate fluctuations and inflation, there is a risk of failing to reduce unit investment costs as planned. In order to reduce PJSC ROSSETI's dependence on imported equipment, technical devices, components, etc., work is underway on implementing the import substitution plan approved by Order of PJSC ROSSETI No. 195 of October 14, 2014; these measures include formulating the Import Substitution Program of Subsidiaries and Dependent Companies of PJSC ROSSETI Until 2018.

In addition, the inadequate financing of capital investment programs and the need to optimize such programs increase the risk that regulatory authorities may apply the provisions that reduce tariff revenues in the event of failure to carry out capital investment programs.

Even if financial resources are sufficient for investment program implementation, there is some likelihood of the delayed commissioning of facilities covered by SDCs' investment programs, including due to nonperformance or delayed performance by our contractors and suppliers of their obligations.

In order to improve the quality of investment project implementation, the Company approved the Concept of Capital Construction Quality Management (Ordinance of PJSC ROSSETI No. 356r of August 19, 2014) and the Model Procedure for Examining the Preparedness of Construction Contractors for the Performance of Construction Contracts at Electric Grid Facilities of Subsidiaries and Dependent Companies of PJSC ROSSETI.

2.5.8. Bank Risks

Not applicable since the Issuer is not a credit institution.

Section III. Detailed Information Concerning the Issuer

3.1. Establishment History and Development of the Issuer

3.1.1. Data Concerning the Issuer's Corporate Name

Full corporate name of the issuer in Russian: *Публичное акционерное общество «Российские сети»*

Full corporate name of the issuer in English: *Public Joint Stock Company ROSSETI*

Effective from: *July 17, 2015*

Short corporate names of the issuer in Russian: *ПАО «Россети»*

Short corporate names of the issuer in English: *PJSC ROSSETI*

Effective from: *July 17, 2015*

The issuer's corporate name (in the case of a nonprofit organization, name) is registered as a trademark or service mark.

Registration details of the above-mentioned trademarks:

On November 27, 2014, the Federal Service for Intellectual Property of the Russian Federation registered on the State Register of Trademarks and Service Marks a trademark (service mark) in the name of JSC ROSSETI in Russian (РОССЕТИ) and English (ROSSETI) (Trademark (Service Mark) Certificates No. 527876 and No. 527877). The registration is valid until July 31, 2023.



Previous full and short corporate names and legal forms of ownership, specifying the dates of and grounds for changes:

Full corporate name: *Открытое акционерное общество «Холдинг МРСК», Joint Stock Company Holding MRSK*

Short corporate name: *ОАО «Холдинг МРСК», JSC Holding MRSK*

Name introduction date: *July 1, 2008*

Name introduction grounds:

On July 1, 2008, the establishment of Joint Stock Company Holding MRSK as a result of reorganization through a spin-off was registered on the Uniform State Register of Juridical Persons.

Full corporate name: *Открытое акционерное общество «Холдинг межрегиональных распределительных сетевых компаний»*, JSC Interregional Distribution Grid Companies Holding

Short corporate name: *ОАО «Холдинг МРСК»*, JSC IDGC Holding

Name introduction date: *June 30, 2009*

Name introduction grounds:

On December 30, 2008, pursuant to the resolution of the Extraordinary General Meeting of Shareholders of JSC IDGC Holding, a restated version of the Articles of Association of the Company was approved renaming the Company JSC Interregional Distribution Grid Companies Holding. The restated version of the Articles of Association was registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on June 30, 2009.

Full corporate name: *Открытое акционерное общество «Российские сети»*, Joint Stock Company Russian Grids

Short corporate name: *ОАО «Россети»*, JSC Russian Grids

Name introduction date: *April 4, 2013*

Name introduction grounds:

On March 23, 2013, the Extraordinary General Meeting of Shareholders of JSC IDGC Holding resolved to approve amendments to the Company's Articles of Association, renaming JSC IDGC Holding Joint Stock Company Russian Grids (JSC Russian Grids). The corresponding amendments to the Articles of Association were registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on April 4, 2013.

Full corporate name of the issuer: *Открытое акционерное общество «Российские сети»*, Joint Stock Company **ROSSETI**

Short corporate name: *ОАО «Россети»*, JSC **ROSSETI**

Name introduction date: *April 4, 2013; July 25, 2014*

Name introduction grounds:

On March 23, 2013, the Extraordinary General Meeting of Shareholders of JSC IDGC Holding resolved to approve amendments to the Company's Articles of Association, renaming JSC IDGC Holding Joint Stock Company Russian Grids (JSC Russian Grids). The corresponding amendments to the Articles of Association were registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on April 4, 2013.

On June 30, 2014, the Annual General Meeting of Shareholders of JSC Russian Grids resolved to approve a restated version of the Company's Articles of Association, changing the Company's corporate name in English. The corresponding amendments to the Articles of Association were registered by Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46 on July 25, 2014.

3.1.2. Information Concerning the Issuer's State Registration

Principal State Registration Number of the Corporate Entity: *1087760000019*

Registration date: *July 1, 2008*

Registration authority: *Interdistrict Inspectorate of the Federal Taxation Service of the Russian Federation for the City of Moscow No. 46.*

3.1.3. Information Concerning the Issuer's Establishment and Development

The period of the Issuer's duration is perpetual.

Overview of establishment and development of the issuer. Goals of the issuer's establishment, mission of the issuer (if applicable) and other information about the issuer's activities which is of importance for the adoption of decision on purchasing the issuer's securities:

On July 1, 2008, the incorporation of Joint Stock Company Holding MRSK was registered on the Uniform State Register of Juridical Persons.

JSC Holding MRSK (later, JSC IDGC Holding) was established as part of the reorganization of RAO UES of Russia (the resolution of the Extraordinary General Meeting of Shareholders of RAO UES of Russia of October 26, 2007) on completion of one of the stages of electric power industry reform with the Russian Federation holding a 52.68% stake in the new company's authorized capital.

On December 30, 2008, the Company was renamed JSC Interregional Distribution Grid Companies Holding (JSC IDGC Holding).

In order to improve the efficiency and further the development of the Russian electric grid sector, coordinate work on the management of the electric grid sector, and keep down tariffs for ultimate electricity consumers, Decree of President of the Russian Federation Vladimir Putin No. 1567 of November 22, 2012, specifies the principal goals of reforming the sector, including establishing JSC Russian Grids (later renamed JSC ROSSETI).

On April 4, 2013, the information that JSC IDGC Holding was renamed Joint Stock Company Russian Grids (JSC Russian Grids) was registered on the Uniform State Register of Juridical Persons.

On June 14, 2013, a stake in Open Joint-Stock Company Federal Grid Company of Unified Energy System (JSC FGC UES) was contributed by the Russian Federation, represented by the Federal Agency for State Property Management, to the authorized capital of JSC Russian Grids. The stake held by the Russian Federation in the Company's authorized capital was increased to 85.31%.

On September 11, 2013, the Board of Directors of the Company resolved to establish Technical Supervision Center, a branch of Joint Stock Company ROSSETI (TSC, a branch of JSC ROSSETI). TSC, a branch of JSC ROSSETI, was established as part of measures to accomplish the goal of formulating the electric grid sector's uniform technical policy defined by the Strategy for Development of JSC ROSSETI and contributes to securing a reliable electricity supply, ensuring the efficiency and safety of electric grid facilities, implementing a unified approach to technical supervision at electric grid facilities, implementing the principles of independent technical supervision, and improving the quality of technical supervision.

On April 4, 2014, with the aim of ensuring energy security and securing an uninterrupted electricity supply for the Crimean Federal District, the Board of Directors of the Company resolved to open the Representative Office of Joint Stock Company ROSSETI in the Crimean Federal District in Simferopol.

At present, PJSC ROSSETI holds controlling interests in the federal grid company (FGC UES, PJSC), 11 interregional distribution grid companies (IDGC of North-West, PJSC; IDGC of Center and Volga Region, PJSC; IDGC of Centre, PJSC; IDGC of South, PJSC; IDGC of Northern Caucasus, PJSC; PJSC IDGC of Siberia; IDGC of Volga, PJSC; IDGC of Urals, PJSC; PJSC LENENERGO; PJSC MOESK; and JSC Tyumenenergo), and four distribution grid companies (JSC Yantarenergo; Kubanenergo; PSC TDC; and NURENERGO, JSC) operating in specific regions.

Additionally, the Company holds controlling interests in entities engaged in power retail, R&D, and construction.

Goals of the issuer's establishment:

As specified in paragraph 3.1 of Article 3 of the Articles of Association of the Company, the principal purposes of the Company's activities are as follows:

- earn profit for the Company;*
- manage the electric grid sector;*
- ensure the Russian Federation's control over the activities of the territorial grid organizations established in the course of reorganizing joint-stock companies for energy and electrification and over the activities of the organization managing the Unified National (All-Russian) Electric Grid;*
- ensure the reliable functioning and development of the electric grid sector;*
- create the necessary conditions for attracting investment with the aim of developing and enhancing the efficiency of the electric grid sector's activities;*
- organize work on introducing advanced research results and innovative solutions into the electric grid sector.*

Core activities of the issuer:

As specified in paragraph 3.2 of Article 3 of the Articles of Association of the Company, the Company's core activities are as follows:

- exercise of the rights of a shareholder (member) of the economic entities whose shares (stakes) are held by the Company;*
- exercise of the authority vested in executive bodies of joint-stock companies and other economic entities in accordance with the procedure provided for in law and agreements entered into by the Company;*
- development of electric grids and other electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*
- development of communications and remote control networks, instrumentation and metering devices, protective relaying and automated emergency control equipment, and other process equipment related to the operation of electric grid facilities, including design, engineering research, construction, rehabilitation, re-equipment, installation, and equipment adjustment;*
- building inspection activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs;*
- organization of construction, rehabilitation, and overhaul repair activities as a property developer or owner under contracts with engaged corporate entities or individual entrepreneurs (general contractors);*
- activities in energy conservation and energy efficiency enhancement;*
- asset management;*
- provision of advisory services;*
- securities-related transactions in accordance with the procedure set forth in the applicable laws of the Russian Federation;*
- agency activities;*
- design and estimate, exploration, and research and development work;*
- foreign economic activities;*
- forwarding services;*
- performance of work determining the conditions of synchronous operation in accordance with the United Power System of Russia modes under contracts;*
- operation of energy facilities that are not owned by the Company under contracts with the owners of such facilities;*

- activities related to work associated with environment protection;
- activities related to environmental impact, environment protection, the use of natural resources, and the recovery, storage, and removal of industrial waste;
- supervision over the safe maintenance of electric and heat-consuming equipment used by customers connected to the Company's thermal and electric networks;
- educational activities, including extended education;
- training and knowledge evaluation with respect to rules, regulations, and guidelines related to operational maintenance, occupational health and safety, industrial safety, and fire protection;
- organization and performance of defense activities in connection with mobilization training, civil defense, emergencies, and the protection of national security information in accordance with the laws of the Russian Federation;
- safeguarding activities only for the purposes of the Company's own security within the Security Service of the Company whose operations shall be governed by the Law of the Russian Federation "On Private Detective and Safeguarding Activities in the Russian Federation" and the laws of the Russian Federation;
- support for the operation of power equipment in accordance with the applicable regulations; timely and high quality repair of power equipment; technical upgrading and rehabilitation of power facilities;
- energy supply to customers connected to the Company's electricity and heat networks under contracts;
- mastering of new equipment and technology ensuring the efficient, safe, and environmentally acceptable operation of the Company's facilities;
- activities related to the operation of heat networks;
- development of communications equipment and the provision of communications services;
- storage of oil and its derived products;
- operation of explosion-hazardous production facilities;
- operation of fire-hazardous production facilities;
- operation and maintenance of facilities supervised by the Federal Service for Environmental, Technological and Nuclear Supervision of the Russian Federation;
- operation of buildings and structures;
- metrological support for production;
- activities related to the treatment of hazardous waste;
- activities related to the operation of in-house gas networks;
- activities related to the repair of measuring instruments;
- other activities.

Other information concerning the issuer's activities that is of importance for making a decision to acquire the issuer's securities: *N/A*.

3.1.4. Contact Details

Location of the issuer: **Moscow, Russia**

Address of the issuer as specified in the Uniform State Register of Juridical Persons:

Russia, 121353, Moscow, ul. Belovezhskaya, 4

Postal address of the issuer: **Russia, 121353, Moscow, ul. Belovezhskaya, 4**

Telephone of the issuer: **(495) 995-5333**

Fax of the issuer: **(495) 664-81-33**

E-mail of the issuer: **info@rosseti.ru**

Information about the issuer and the securities (being) placed by the issuer is available on the Internet at **www.rosseti.ru and http://www.e-disclosure.ru/portal/company.aspx?id=13806**

Notices of the General Meeting of Shareholders of the Issuer are published on the Internet at **www.rosseti.ru**

Information concerning the issuer's (third party's) special function (if any) interacting with the issuer's shareholders and investors:

Name of the issuer's special function interacting with the issuer's shareholders and investors: **Shareholder and Investor Relations Division of the Department for Corporate Governance and Shareholder and Investor Relations**

Address: **Russia, 121353, Moscow, ul. Belovezhskaya, 4**

Telephone: **(495) 995-5333 (ext. 39-43), (495) 974-87-40 (hot line for the shareholders of PJSC ROSSETI)**

Fax: **(495) 664-81-33**

E-mail: **ir@rosseti.ru**

Webpage: **www.rosseti.ru/investors/**

3.1.5. Taxpayer Identification Number

Taxpayer Identification Number: **7728662669**

3.1.6. Branches and Representative Offices of the Issuer

Name: **Technical Supervision Center, a branch of Public Joint Stock Company ROSSETI (TSC, a branch of PJSC ROSSETI)**

Location: **Russia, 107996, Moscow, Ulansky pereulok, 26**

Date of opening: *September 25, 2013*
 Head of the branch: *Vitaly Pavlovich Bobrov*
 Term of the power of attorney: *valid until January 30, 2017*

Name: *Representative Office of Public Joint Stock Company ROSSETI in the Crimean Federal District*
 Location: *Russia, 295011, Simferopol, ul. Samokisha, 16*
 Date of opening: *April 23, 2014*
 Head of the representative office: *Sergey Nikolayevich Frolov*
 Term of the power of attorney: *valid until July 27, 2016*

3.2. Core Business Activities of the Issuer

3.2.1. Core Economic Activities of the Issuer

Code of the issuer's type of core economic activity: *74.15.2*
 Other economic activity type codes assigned to the issuer: *29.24.9; 40.10.1; 40.10.11; 40.10.2; 40.10.3; 40.10.5; 40.30.11; 40.30.2; 40.30.3; 40.30.5; 45.21.53; 51.56.4; 63.40; 64.20; 65.23; 73.10; 74.14; 80.30.3*

3.2.2. Core Business Activities of the Issuer

Principal types of business activity (types of activity, types of products (work, services) accounting for at least 10 percent of the issuer's revenue (sales) for the 5 most recently closed reporting years and the most recently closed reporting period prior to the approval date of the securities prospectus.

Unit of measurement: *rubles in thousands*

Type of business activity: *income from interests in other entities*

Indicator Description	2010	2011	2012	2013	2014	June 30, 2015
Type(s) of business activity: Income from interests in other entities						
Revenues (sales) from this type of business activity, rubles in thousands	728,950	1,623,659	1,635,520	3,646,331	3,064,127	3,336,468
Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %	18.22	36.57	35.42	59.8	49.1	76.4

Indicator Description	June 30, 2014	June 30, 2015
Type(s) of business activity: Income from interests in other entities		
Revenues (sales) from this type of business activity, rubles in thousands	2,980,330	3,336,468
Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %	69.6	76.4

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Changes in revenues (sales) of the issuer from core business activities by 10 percent or more year-on-year and reasons for such changes:

Income from interests in other entities in 2014 was accrued according to the operating results of PJSC ROSSETI's SDCs for 2013 subject to the implementation of Ordinance of the Government of the Russian Federation No. 774-r of May 29, 2006 (as amended by Ordinance of the Government of the Russian Federation No. 2083-r of November 12, 2012).

The increase in dividends payable to the Issuer in 2013 compared with 2012 is due to the implementation of Ordinance of the Government of the Russian Federation No. 774-r of May 29, 2006, whereby at least 25 percent of a joint-stock company's net profit (net of income from the revaluation of financial investments) shall be used for dividend payment unless otherwise prescribed by the Government of the Russian Federation.

The increase in income from interests in other entities in 2010 and 2011 compared with 2009 is due to dividends distributed by subsidiaries and dependent companies to the Issuer.

Type of business activity: *services in relation to organizing the operation of and to developing electric grid facilities*

Indicator Description	2010	2011	2012	2013	2014	June 30, 2015
Type(s) of business activity: Services in relation to organizing the operation of and to developing electric grid facilities						
Revenues (sales) from this type of business activity, rubles in thousands	3,260,880	2,771,186	2,771,186	2,324,502	2,806,502	876,197
Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %	81.5	62.41	60.01	38.1	45	20.1

Indicator Description	June 30, 2014	June 30, 2015
Type(s) of business activity: Services in relation to organizing the operation of and to developing electric grid facilities		
Revenues (sales) from this type of business activity, rubles in thousands	1,162,251	876,197
Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %	27.1	20.1

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Changes in revenues (sales) of the issuer from core business activities by 10 percent or more year-on-year and reasons for such changes:

Revenues from services in relation to organizing the operation of and to developing electric grid facilities in the 6 months of 2015 decreased by 286,054 thousand rubles (or 24.6%) compared with the corresponding period in 2014 due to postponing the execution of agreements to the 2nd half of 2015.

The decrease in revenues from services in relation to organizing the operation of and to developing electric grid facilities in 2011–2013 compared with 2010 is due to optimizing the service fees under agreements and due to the increased share of income from dividends.

Revenues from services in relation to organizing the operation of and to developing electric grid facilities in 2014 increased by 482,000 thousand rubles (or 20.7%) compared with 2013 due to entering into the supplementary agreement with PJSC ROSSETI's subsidiary.

Type of business activity: *technical supervision services*

Indicator Description	2010	2011	2012	2013	2014	June 30, 2015
Type(s) of business activity: Technical supervision services						
Revenues (sales) from this type of business activity, rubles in thousands	-	-	-	1,984	362,240	153,042
Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %	-	-	-	0.03	5.8	3.5

Indicator Description	June 30, 2014	June 30, 2015
Type(s) of business activity: Technical supervision services		
Revenues (sales) from this type of business activity, rubles in thousands	135,797	153,042

Share of revenues (sales) from this type of business activity in total revenues (sales) of the issuer, %	3.2	3.5
--	-----	-----

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Changes in revenues (sales) of the issuer from core business activities by 10 percent or more year-on-year and reasons for such changes:

Revenues from technical supervision services in the 6 months of 2015 increased by 17,245 thousand rubles compared with the corresponding period in 2014 due to entering into additional technical supervision services contracts with other outside organizations in 2015.

Revenues from technical supervision services in 2014 increased by 360,256 thousand rubles compared with 2013 due to organizing a new type of the Company's activity in late 2013 in relation to technical supervision services performed by TSC, a branch of PJSC ROSSETI, in accordance with the decision adopted by the Board of Directors of PJSC ROSSETI on September 11, 2013.

General breakdown of the issuer's production costs for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus with regard to the items shown below as a percentage of total production costs.

Cost Item Description	2014	June 30, 2015
Raw materials and materials, %	0.7	0.9
Component parts and intermediate products purchased, %	0	0
Production-related work and services performed by outside organizations, %	16.1	16.3
Fuel, %	0	0
Power, %	0	0
Labor costs, %	58.2	56.9
Loan interest, %	0	0
Rent, %	9.5	9.9
Allocations for social needs, %	8.4	12.5
Fixed asset depreciation, %	0.5	0.6
Taxes included in production costs, %	0.02	0.01
Other costs, %, including:		
intangible asset amortization, %	0.03	0.2
remuneration for improvement suggestions, %	0	0
compulsory insurance payments, %	0.1	0.1
official entertainment expenses, %	0.2	0.2
travel expenses, %	6.2	2.4
Total: Expenses related to production and sale of products (work, services) (production costs), %	100	100
For reference: Revenue from sale of products (work, services) as a percentage of production costs	161.59	241.6

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Significant new types of products (work, services) offered by the issuer in the market for its core business to the extent that they correspond to public information about such products (work, services).

No significant new types of products (work, services).

Standards (rules) applicable to the preparation of the issuer's accounting (financial) statements and calculations reflected in this subparagraph.

Regulations for Accounting 1/2008 "Accounting Policy of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 106n of October 6, 2008;

Regulations for Accounting 9/99 "Income of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 32n of May 6, 1999;

Regulations for Accounting 10/99 "Expense of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 33n of May 6, 1999;

Regulations for Accounting 4/99 "Accounting Statements of Organizations" approved by Order of the Ministry of Finance of the Russian Federation No. 43n of July 6, 1999.

In accordance with the Company's accounting policy, income from ordinary activities is:

- revenues from interests in other entities;
- revenues from services in relation to organizing the operation of and to developing electric grid facilities;
- revenues from the fee-based provision of assets for temporary use (temporary possession and use) under lease agreements (lease payments);
- revenues from technical supervision services.

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

Information about of the names, the location, the Taxpayer Identification Number (INN) (if any), and the Principal State Registration Number (OGRN) (if any) of the issuer's suppliers accounting for at least 10 percent of total supplies of materials and goods and their share in total supplies for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus:

No suppliers accounting for at least 10 percent of total supplies of materials and goods and their share in total supplies for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of this Securities Prospectus.

No changes in the prices of principal materials and goods for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of this Securities Prospectus.

Import as a percentage of the issuer's supplies for these periods:

No import in the Issuer's supplies for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of this Securities Prospectus.

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

3.2.4. Target Markets for the Issuer's Products (Work, Services)

Principal markets in which the issuer operates:

The Company operates in the Russian Federation.

The current core business of the Company is corporate management of a transmission grid company and interregional and regional distribution grid companies.

The core business of PJSC ROSSETI's companies is to provide customers with electricity distribution and transmission services. The principal markets for its products are the regions where the Company's SDCs operate. The activities are performed in natural monopoly conditions.

Consumers of electricity distribution and transmission services are the persons that own by virtue of ownership or otherwise by operation of law the power receiving devices and/or power facilities duly connected to the electric grid (including indirectly), as well as power retailers and suppliers of last resort operating in the interests of their customers.

Electricity distribution and transmission services are provided by electric grid organizations under agreements for paid electricity distribution and transmission services.

Possible factors which can adversely affect the sales of the issuer's products (work, services):

The main factors that materially affect the core business of the Company are the government's policy on tariff regulation and changes in electricity demand.

The main factors that may adversely affect the development of SDCs and the Company are restrictions on tariff growth rates, a higher cross-subsidy level, economic decline in the regions, and increased borrowing costs.

Possible actions of the issuer aimed at mitigating such effect:

The Issuer is not able to mitigate the effect of such factors.

3.2.5. Information Concerning the Issuer's Permits (Licenses) or Authorizations for Specific Work Types

The Issuer does not hold any licenses applicable to banking operations; insurance activities; activities of a professional securities market participant; activities of an equity investment fund; activity types having strategic importance for national defense and state security in accordance with the laws of the Russian Federation on foreign investment in legal entities having strategic importance for national defense and state security; or other activity types of material financial and economic importance to the Issuer.

3.2.6. Information Concerning Activities of Certain Categories of Issuers of Issue-Grade Securities

The issuer is not an equity investment fund, insurance undertaking, credit institution, mortgage agent, or a specialist organization.

3.2.7. Additional Information Concerning Issuers Whose Core Activities Are Mining Operations

The issuer's core activities are not mining operations.

3.2.8. Additional Information Concerning Issuers Whose Core Activities Are Telecommunications Services

The issuer's core activities are not telecommunications services.

3.3. Plans for Future Activities of the Issuer

Overview of the issuer's future plans of future activities and sources of future income, including plans concerning the organization of new production, expansion or curtailment of production, development of new types of products, upgrading and rehabilitation of fixed assets, possible changes in core business.

Plans for future activities of PJSC ROSSETI are contained in the Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, (hereinafter, the "Strategy for Development of the Electric Grid Sector") and specified in the Long-Term Development Program of PJSC ROSSETI approved by the Government Commission on the Development of the Electric Power Industry and by the Board of Directors of the Company on December 19.

The Issuer does not plan to change its core business.

The Issuer plans that future income will come from profits resulting from its business operations.

3.4. Membership of the Issuer in Banking Groups, Banking Holding Companies, Holding Companies and Associations

The Issuer is not a member of any banking groups, banking holding companies or associations.

3.5. Subsidiaries and Dependent Business Entities of the Issuer

1. Full corporate name: **Public Joint-Stock Company Moscow United Electric Grid Company**

Short corporate name: **PJSC MOESK**

INN (Taxpayer Identification Number): **5036065113**

OGRN (Principal State Registration Number): **105774655811**

Location: **Russia, 115114, Moscow, 2-y Paveletsky proezd, 3, str. 2**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **50.9**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **50.9**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.0084**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

2. Full corporate name: **PUBLIC JOINT-STOCK COMPANY LENENERGO**

Short corporate name: **PJSC LENENERGO**

INN (Taxpayer Identification Number): **7803002209**

OGRN (Principal State Registration Number): **1027809170300**

Location: **Russia, 196247, Saint Petersburg, Ploshchad Konstitutsii, 1**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **64.49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **68.12**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

3. Full corporate name: **Joint Stock Company Tyumenenergo**

Short corporate name: **JSC Tyumenenergo**

INN (Taxpayer Identification Number): **8602060185**

OGRN (Principal State Registration Number): **1028600587399**

Location: **Russia, 628412, Surgut, Tyumen Region, Khanty-Mansijsk Autonomous District – Yugra, ul. Universitetskaya, 4**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.003061**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

4. Full corporate name: **Interregional Distribution Grid Company of Urals, Joint Stock Company**

Short corporate name: **IDGC of Urals, JSC**

INN (Taxpayer Identification Number): **6671163413**

OGRN (Principal State Registration Number): **1056604000970**

Location: **Russia, 620026, Yekaterinburg, ul. Mamina-Sibiryaka, 140**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **51.52**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **51.52**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

5. Full corporate name: ***Interregional Distribution Grid Company of Centre, Public Joint-Stock Company***

Short corporate name: ***IDGC of Centre, PJSC***

INN (Taxpayer Identification Number): **6901067107**

OGRN (Principal State Registration Number): **1046900099498**

Location: **Russia, 127018, Moscow, 2-ya Yamskaya, 4**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **50.23**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **50.23**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

6. Full corporate name: ***Interregional Distribution Grid Company of Center and Volga Region, Public Joint Stock Company***

Short corporate name: ***IDGC of Center and Volga Region, PJSC***

INN (Taxpayer Identification Number): **5260200603**

OGRN (Principal State Registration Number): **1075260020043**

Location: **Russia, 603950, Nizhni Novgorod, ul. Rozhdestvenskaya, 33**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **50.4**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **50.4**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.001275**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.001292**

7. Full corporate name: ***Public Joint Stock Company Interregional Distribution Grid Company of Siberia***

Short corporate name: ***PJSC IDGC of Siberia***

INN (Taxpayer Identification Number): **2460069527**

OGRN (Principal State Registration Number): **1052460054327**

Location: **Russia, 660021, Krasnoyarsk, ul. Bograda, 144a**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **55.59**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **55.59**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.000323**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.000327**

8. Full corporate name: ***Interregional Distribution Grid Company of North-West, Public Joint Stock Company***

Short corporate name: ***IDGC of North-West, PJSC***

INN (Taxpayer Identification Number): **7802312751**

OGRN (Principal State Registration Number): **1047855175785**

Location: **Russia, 188300, Leningrad Region, Gatchina, ul. Sobornaya, 31**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **55.38**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **55.38**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

9. Full corporate name: ***Interregional Distribution Grid Company of Volga, Public Joint-Stock Company***

Short corporate name: ***IDGC of Volga, PJSC***

INN (Taxpayer Identification Number): **6450925977**

OGRN (Principal State Registration Number): **1076450006280**

Location: **Russia, 410031, Saratov, ul. Pervomaiskaya, 42/44**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **67.63**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **67.63**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.000006**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.000006**

10. Full corporate name: ***Interregional Distribution Grid Company of South, Public Joint Stock Company***

Short corporate name: ***IDGC of South, PJSC***

INN (Taxpayer Identification Number): **6164266561**

OGRN (Principal State Registration Number): **1076164009096**

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

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **51.66**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **51.66**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

11. Full corporate name: ***Kuban Power and Electrification Public Joint Stock Company***

Short corporate name: ***Kubanenergo***

INN (Taxpayer Identification Number): **2309001660**

OGRN (Principal State Registration Number): **1022301427268**

Location: **Russia, 350033, Krasnodar, ul. Stavropolskaya, 2**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **92.24**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **92.24**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

12. Full corporate name: ***Interregional Distribution Grid Company of Northern Caucasus, Public Joint-Stock Company***

Short corporate name: ***IDGC of Northern Caucasus, PJSC***

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **92**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **92**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

13. Full corporate name: ***Yantarenergo Joint-Stock Company***

Short corporate name: ***JSC Yantarenergo***

INN (Taxpayer Identification Number): **3903007130**

OGRN (Principal State Registration Number): **1023900764832**

Location: **Russia, 236000, Kaliningrad, ul. Teatralnaya, 34**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

14. Full corporate name: ***Public-Stock Company Tomsk Distribution Company***

Short corporate name: ***PSC TDC***

INN (Taxpayer Identification Number): **7017114672**

OGRN (Principal State Registration Number): **1057000127931**

Location: **Russia, 634041, Tomsk, pr. Kirova, 36**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **85.77**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **94.58**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

15. Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

Short corporate name: **FGC UES, PJSC**

INN (Taxpayer Identification Number): **4716016979**

OGRN (Principal State Registration Number): **1024701893336**

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

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **80.13**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **80.13**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

16. Full corporate name: **Joint-Stock Company Karachaevo-Cherkesskenergo**

Short corporate name: **JSC Karachaevo-Cherkesskenergo**

INN (Taxpayer Identification Number): **0901000327**

OGRN (Principal State Registration Number): **1020900510784**

Location: **Russia, 369000, Karachay-Cherkess Republic, Cherkessk, ul. Osmana Kasayeva, 3**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.000072**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.000073**

17. Full corporate name: **Kalmenergosbyt Joint-Stock Company**

Short corporate name: **AO Kalmenergosbyt**

INN (Taxpayer Identification Number): **0814166090**

OGRN (Principal State Registration Number): **1050866787982**

Location: **Russia, 358000, Republic of Kalmykia, Elista, ul. Lermontova, 7a**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

18. Full corporate name: **Tyvaenergoby Joint-Stock Company**

Short corporate name: **AO Tyvaenergoby**

INN (Taxpayer Identification Number): **1701040660**

OGRN (Principal State Registration Number): **1061701024065**

Location: **Russia, 667010, Republic of Tyva, Kyzyl, ul. Zavodskaya, 2a**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

19. Full corporate name: **Joint-Stock Company Research Engineering Centre of IDGC**

Short corporate name: **JSC REC IDGC**

INN (Taxpayer Identification Number): **7701025510**

OGRN (Principal State Registration Number): **1027700051653**

Location: **Russia, 105062, Moscow, ul. Chaplygina, 6**

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

20. Full corporate name: ***Joint-Stock Company Association VNIPIENERGOPROM***

Short corporate name: ***JSC VNIPIENERGOPROM***

INN (Taxpayer Identification Number): ***7701027557***

OGRN (Principal State Registration Number): ***1027739059248***

Location: ***Russia, 105094, Moscow, Semyonovskaya naberezhnaya, 2/1***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

21. Full corporate name: ***Special Design Bureau of Heat Power Engineering Equipment VTI Open Joint-Stock Company***

Short corporate name: ***OAO SKB VTI***

INN (Taxpayer Identification Number): ***7725055144***

OGRN (Principal State Registration Number): ***1027700095444***

Location: ***Russia, 115280, Moscow, 3 Avtozavodsky pr., 4, korp. 1***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

22. Full corporate name: ***Joint Stock Company Power Grid Optical Networks Engineering***

Short corporate name: ***JSC Power Grid Optical Networks Engineering***

INN (Taxpayer Identification Number): ***7705307770***

OGRN (Principal State Registration Number): ***1027739252496***

Location: ***Russia, 107023, Moscow, Semyonovsky per., 15***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0.00041**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0.000415**

23. Full corporate name: ***Engineering Center UES Real Estate Joint-Stock Company***

Short corporate name: ***AO Engineering Center UES Real Estate***

INN (Taxpayer Identification Number): ***7729589570***

OGRN (Principal State Registration Number): ***1077763377834***

Location: ***Russia, 125993, Moscow, Volokolamskoye sh., 2***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **100**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **100**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

24. Full corporate name: ***Chechenenergo, Joint-Stock Company***

Short corporate name: ***Chechenenergo, JSC***

INN (Taxpayer Identification Number): ***2016081143***

OGRN (Principal State Registration Number): ***1082031002503***

Location: ***Russia, 364051, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **72.66**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **72.66**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

25. Full corporate name: ***Kabardino-Balkaria Energy and Electrification Company, Public Joint-Stock Company***

Short corporate name: ***Kabbalkenergo, PJSC***

INN (Taxpayer Identification Number): **0711008455**

OGRN (Principal State Registration Number): **1020700746901**

Location: ***Russia, 360000, Kabardino-Balkarian Republic, Nalchik, ul. Shchorsa, 6***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **65.27**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **68.42**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

26. Full corporate name: ***Dagestan Energy Supply Company, Public Joint-Stock Company***

Short corporate name: ***Dagestan Energy Supply Company, PJSC***

INN (Taxpayer Identification Number): **0541031172**

OGRN (Principal State Registration Number): **1050562009926**

Location: ***Russia, 367020, Republic of Dagestan, Makhachkala, ul. Dakhadaeva, 73***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a subsidiary since the Issuer holds a predominant stake (of more than 50 percent) in its authorized capital.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **51**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **51**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

27. Full corporate name: ***Ingushenergo, Joint-Stock Company***

Short corporate name: ***Ingushenergo, JSC***

INN (Taxpayer Identification Number): **0602013494**

OGRN (Principal State Registration Number): **1020600986042**

Location: ***Russia, 366720, Republic of Ingushetia, Nazran, ul. Mutaliev, 23***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **49**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

28. Full corporate name: ***JOINT STOCK COMPANY NORTH-WEST ENERGY MANAGING COMPANY***

Short corporate name: ***JSC NWEMC***

INN (Taxpayer Identification Number): **7841322263**

OGRN (Principal State Registration Number): **1057812496873**

Location: ***Russia, 191186, Saint Petersburg, Marsovo pole, 1***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **57.4**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

29. Full corporate name: ***Sevkavkazenergo Energy and Electrification Company, Public Joint-Stock Company***

Short corporate name: ***Sevkavkazenergo, PJSC***

INN (Taxpayer Identification Number): **1502002701**

OGRN (Principal State Registration Number): **1021500580090**

Location: ***Russia, 362040, Republic of North Ossetia-Alania, Vladikavkaz, ul. Tamaeva, 19***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **49**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

30. Full corporate name: ***Joint Stock Company NURENERGO***

Short corporate name: ***NURENERGO, JSC***

INN (Taxpayer Identification Number): ***2020004046***

OGRN (Principal State Registration Number): ***1022002546136***

Location: ***Russia, 364000, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **23**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **23**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

31. Full corporate name: ***Grozenergo Open Joint-Stock Company for Energy and Electrification of the Chechen Republic***

Short corporate name: ***AO Grozenergo***

INN (Taxpayer Identification Number): ***2020000186***

OGRN (Principal State Registration Number): ***1022002551944***

Location: ***Russia, 364000, Grozny, Staropromyslovskoye shosse, 6***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **49**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **49**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

32. Full corporate name: ***Joint-Stock Company G. M. Krzhizhanovsky Power Engineering Institute***

Short corporate name: ***JSC ENIN***

INN (Taxpayer Identification Number): ***7725054454***

OGRN (Principal State Registration Number): ***1027739431752***

Location: ***Russia, 119991, Moscow, Leninsky prospekt, 19***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **31.34**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **31.34**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

33. Full corporate name: ***Joint Stock Company North-West Power Engineering Center***

Short corporate name: ***ОАО СевЗап NTC***

INN (Taxpayer Identification Number): ***7808042325***

OGRN (Principal State Registration Number): ***1027809176196***

Location: ***Russia, 191036, Saint Petersburg, Nevsky prospekt, 111/3***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **25**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **25**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

34. Full corporate name: ***Joint-Stock Company Volga Power Engineering Center***

Short corporate name: ***JSC VPEC***

INN (Taxpayer Identification Number): ***6315347487***

OGRN (Principal State Registration Number): ***1026300964425***

Location: ***Russia, 443001, Samara, ul. Samarskaya, 203B***

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **25**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **25**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

35. Full corporate name: *Urals Power Engineering Company Joint-Stock Company – URALVNIPIENERGOPROM, Uralselenergoproekt, UralTEP, UralORGRES, UralVTI, Uralenergoseiproekt, Chelyabenergoseiproekt*

Short corporate name: *Urals Power Engineering Company*

INN (Taxpayer Identification Number): **6660002245**

OGRN (Principal State Registration Number): **1026604943683**

Location: *Russia, 620075, Yekaterinburg, ul. Pervomaiskaya, 56*

Grounds for recognizing the company as subsidiary or dependent company of the issuer:

The company is recognized as a dependent company since the Issuer holds more than 20 percent of voting shares in the company.

Stake held by the issuer in the authorized capital of the subsidiary and/or dependent company (%): **25**

Percentage of ordinary shares held by the issuer in the subsidiary and/or dependent company (%): **25**

Stake held by the subsidiary and/or dependent company in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the subsidiary and/or dependent company in the issuer (%): **0**

3.6. Composition, Breakdown and Value of the Issuer's Fixed Assets, Information Concerning Plans for the Acquisition, Replacement, Retirement of Fixed Assets and All Evidence of Encumbrance of the Issuer's Fixed Assets

Information concerning the original (replacement) value of fixed assets and the amount of accumulated depreciation. Information refers to the 5 most recently closed reporting years as of the last date of the relevant closed reporting year:

Group of Fixed Assets	Original (Replacement) Value, rubles in thousands	Amount of Accumulated Depreciation, rubles in thousands
Reporting Date: December 31, 2010		
Buildings	5,069	371
Structures and transfer equipment		
Plant and equipment		
Transportation vehicles		
Other types of fixed assets	59,825	14,597
Total:	64,894	14,968
Reporting Date: December 31, 2011		
Buildings	5,069	525
Structures and transfer equipment		
Plant and equipment		
Transportation vehicles		
Other types of fixed assets	94,061	28,326
Total:	99,130	28,851
Reporting Date: December 31, 2012		
Buildings	5,069	678
Structures and transfer equipment		
Plant and equipment		
Transportation vehicles		
Other types of fixed assets	106,693	45,435
Land and natural resources		
Total:	111,762	46,113
Reporting Date: December 31, 2013		
Buildings	5,069	832
Structures and transfer equipment		
Plant and equipment		
Transportation vehicles		
Other types of fixed assets	135,378	57,825
Land and natural resources		
Total:	140,447	58,657

Reporting Date: December 31, 2014		
Buildings	5,069	985
Structures and transfer equipment		
Plant and equipment		
Transportation vehicles		
Other types of fixed assets	135,399	54,428
Land and natural resources		
Total:	140,468	55,413

Methods for accumulating depreciation on fixed asset groups:

In accordance with the Company's accounting policy, the straight-line method is used for depreciation.

Results of the most recent revaluation of fixed assets and fixed assets under long-term lease for the 5 most recently closed reporting years, including the date of revaluation, full and replacement book value (net of depreciation) of fixed assets before revaluation and full and replacement book value (net of depreciation) of fixed assets after revaluation:

Fixed assets were not revalued in the period.

Plans for the acquisition, replacement, retirement of fixed assets accounting for 10 percent or more of the issuer's fixed asset value and other fixed assets at the issuer's discretion:

As payment for the Issuer's placed securities in relation to which this Securities Prospectus is registered, it is planned to use the following property whose value accounts for 10 percent or more of PJSC ROSSETI's fixed asset value (more than 12,406 thousand rubles):

- property used for the electricity supply for Valaam Island, Republic of Karelia, and put into operation and registered in accordance with the prescribed procedure;

- substations and electricity networks rated 10 kV and 0.4 kV and used for the electricity supply for construction in the Adler District, Sochi;

- electricity supply networks rated 10 kV and 0.4 kV in the Imeretinsky Valley, Sochi.

There are no other plans.

Information concerning all evidence of encumbrance of the issuer's fixed assets (specifying the nature of encumbrance, the initial date of encumbrance, its duration and other conditions at the issuer's sole discretion) as of the approval date of the securities prospectus:

none.

3.7. Issuer-Controlled Entities of Material Importance to the Issuer

Full corporate name: ***Public Joint-Stock Company Moscow United Electric Grid Company***

Short corporate name: ***PJSC MOESK***

Location ***Russia, 115114, Moscow, 2-y Paveletsky proezd, 3, str. 2***

INN (Taxpayer Identification Number): ***5036065113***

OGRN (Principal State Registration Number): ***1057746555811***

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): ***50.9***

Percentage of ordinary shares held by the issuer (%): ***50.9***

Stake held by the controlled entity in the authorized capital of the issuer (%): ***0***

Percentage of ordinary shares held by the controlled entity in the issuer (%): ***0***

Description of the controlled company's core business:

Fee-based provision of electricity distribution services in Moscow and the Moscow Region by means of a package of organizationally and technologically interrelated operations ensuring electricity distribution via engineering devices of the company's own electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Oleg Mikhailovich Budargin	0	0
Andrey Aleksandrovich Dyomin	0	0
Anatoly Anatolievich Gavrilenko	0	0
Sergey Yurievich Lebedev	0	0

Pavel Anatolievich Livinsky	0	0
Sergey Aleksandrovich Nikitin	0	0
Aleksey Viktorovich Nuzhdov	0	0
Vyacheslav Mikhailovich Kravchenko	0	0
Andrey Anatolyevich Kokin	0	0
Sergei Valentinovich Grishchenko	0	0
Yury Nikolayevich Mangarov	0	0
Pyotr Alekseyevich Sinyutin	0	0
Denis Aleksandrovich Malkov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Pyotr Alekseyevich Sinyutin	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Pyotr Alekseyevich Sinyutin (Chairman)	0	0
Anatoly Vasilyevich Chegodaev	0	0
Mark Leonidovich Budyko	0	0
Alexander Valeryevich Inozemtsev	0	0
Aleksey Sergeyevech Starostin	0	0
Alexander Mikhailovich Pyatigor	0	0
Viktor Ivanovich Ivanov	0	0
Vladimir Anatolyevich Kimerin	0	0
Alexander Valentinovich Filin	0	0
Vsevolod Yevgenyevich Ivanov	0	0

Full corporate name: **PUBLIC JOINT-STOCK COMPANY LENENERGO**

Short corporate name: **PJSC LENENERGO**

Location **Russia, 196247, Saint Petersburg, Ploshchad Konstítutsii, 1**

INN (Taxpayer Identification Number): **7803002209**

OGRN (Principal State Registration Number): **1027809170300**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **64.49**

Percentage of ordinary shares held by the issuer (%): **68.12**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services and other services directly related to supplying electricity to customers, connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Yegor Vyacheslavovich Prokhorov	0	0
Sergey Yurievich Lebedev	0	0
Pavel Nikolayevich Snikkars	0	0
Yuri Kazbekovich Zafesov	0	0
Svetlana Semyonovna Zholnerchik	0	0
Andrey Sergeevich Kolyada	0	0
Yevgenia Yevgenyevna Rozova	0	0
Oleg Yurievich Zotov	0	0
Dmitry Viktorovich Koptin	0	0
Andrey Sergeevich Bondarchuk	0	0
Alexander Sergeevich Kalinin	0	0
Vladimir Vladimirovich Sofyin	0	0
Khasan Mushtafaevich Likhov	0	0
Vasily Vladislavovich Nikonov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Andrey Andreyevich Sizov	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Andrey Andreyevich Sizov (Chairman)	0	0
Maksim Sergeevich Artemyev	0	0
Alexander Dmitryevich Nikonov	0	0
Alexander Yevgenyevich Ganin	0	0
Marianna Borisovna Kobyakova	0	0

Additional company information:

Type of control: direct and indirect control through an entity controlled by the issuer.

All entities controlled by the issuer (the chain of the entities directly or indirectly controlled by the issuer) through which the issuer acquired the right to indirectly control a certain number of votes attaching to the voting shares (stakes) in the authorized capital of the entity:

Interregional Distribution Grid Company of Urals, Joint Stock Company (IDGC of Urals, JSC).

Registered address: Russia, 620026, Yekaterinburg, ul. Mamina-Sibiryaka, 140.

Taxpayer Identification Number (INN): 6671163413.

Principal State Registration Number (OGRN): 1056604000970.

Stake held by the issuer in the authorized capital of PJSC LENENERGO, including the indirect control right (%): 70.42.

Percentage of ordinary shares held by the issuer in PJSC LENENERGO, including the indirect control right (%): 73.01.

Full corporate name: **Joint Stock Company Tyumenenergo**

Short corporate name: **JSC Tyumenenergo**

Location **Russia, 628412, Surgut, Tyumen Region, Khanty-Mansijsk Autonomous District – Yugra, ul. Universitetskaya, 4**

INN (Taxpayer Identification Number): **8602060185**

OGRN (Principal State Registration Number): **1028600587399**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **100**

Percentage of ordinary shares held by the issuer (%): **100**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0.003061**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Pavel Alexandrovich Mikheyev	0	0
Dmitry Aleksandrovich Chevkin	0	0
Svetlana Alexandrovna Balaeva	0	0
Dmitry Borisovich Gvozdev	0	0
Yuri Vladimirovich Goncharov	0	0
Konstantin Vladimirovich Zavizenov	0	0
Valentin Yefimovich Mezhevich	0	0
Viktor Korneyevich Yavorsky	0	0
Eduard Vitalyevich Novomlinsky	0	0
Konstantin Sergeyeovich Serebryakov	0	0
Tatiana Alexandrovna Ivanova	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Pavel Alexandrovich Mikheyev	0	0

Members of the collegial executive body of the company

The collegial executive body does not exist.

Full corporate name: **Interregional Distribution Grid Company of Urals, Joint Stock Company**

Short corporate name: **IDGC of Urals, JSC**

Location **Russia, 620026, Yekaterinburg, ul. Mamina-Sibiryaka, 140**

INN (Taxpayer Identification Number): **6671163413**

OGRN (Principal State Registration Number): **1056604000970**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **51.52**

Percentage of ordinary shares held by the issuer (%): **51.52**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services; operational process control; provision of services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks; performance of functions in relation to collection, transmission, and processing of process information, including measuring and metering data; supervision over safe operation of electrical installations by customers connected to the company's electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Nikolayevich Fadeyev	0	0
Natalia Aleksandrovna Ozhe	0	0
Yakov Savelyevich Tesis	0	0
Yuri Vladimirovich Goncharov	0	0
Yulia Vitalyevna Yashcheritsyna	0	0
Sergey Viktorovich Verkhoturov	0	0
Yevgeny Rudolfovich Villevald	0	0
Sergey Georgyevich Dregval	0	0
Sergey Mikhailovich Kataev	0	0
Pavel Nikolayevich Snikkars	0	0
Roman Nikolayevich Shulginov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Sergey Georgyevich Dregval	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Sergey Georgyevich Dregval (Chairman)	0	0
Olga Mikhailovna Abrosimova	0	0
Sergei Mikhailovich Zolotarev	0	0
Yury Vyacheslavovich Lebedev	0	0
Oleg Borisovich Moshinsky	0	0
Igor Vladimirovich Butakov	0	0
Oleg Mikhailovich Zhdanov	0	0
Valentina Mikhailovna Shcherbakova	0	0
Alla Aleksandrovna Nikitushina	0	0
Alexander Mikhailovich Krivyakov	0	0

Full corporate name: *Interregional Distribution Grid Company of Centre, Public Joint-Stock Company*
Short corporate name: *IDGC of Centre, PJSC*

Location **Russia, 127018, Moscow, 2-ya Yamskaya, 4**

INN (Taxpayer Identification Number): **6901067107**

OGRN (Principal State Registration Number): **1046900099498**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **50.23**

Percentage of ordinary shares held by the issuer (%): **50.23**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Markovich Branis	0	0
Oleg Yurievich Isaev	0	0
Maxim Mikhailovich Saukh	0	0
Roman Alexeyevich Filkin	0	0
Yury Nikolayevich Mangarov	0	0
Natalia Ilyinichna Erpsher	0	0
Tatiana Petrovna Dronova	0	0
Denis Aleksandrovich Malkov	0	0
Yuri Nikolayevich Pankstyanov	0	0
Andrey Nikolayevich Kharin	0	0
Alexander Viktorovich Shevchuk	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Oleg Yurievich Isaev	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Oleg Yurievich Isaev (Chairman)	0	0
Ivan Petrovich Kleymenov	0	0
Igor Viktorovich Maksimov	0	0
Sergey Yurievich Rummyantsev	0	0
Alexander Viktorovich Pilyugin	0	0
Lyudmila Alexeyevna Sklyarova	0	0
Konstantin Aleksandrovich Mikhaylik	0	0

Inna Vitalyevna Gromova	0	0
-------------------------	---	---

Full corporate name: **Interregional Distribution Grid Company of Center and Volga Region, Public Joint Stock Company**

Short corporate name: **IDGC of Center and Volga Region, PJSC**

Location **Russia, 603950, Nizhni Novgorod, ul. Rozhdestvenskaya, 33**

INN (Taxpayer Identification Number): **5260200603**

OGRN (Principal State Registration Number): **1075260020043**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **50.4**

Percentage of ordinary shares held by the issuer (%): **50.4**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0.001275**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0.001292**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Markovich Branis	0	0
Nikolay Nikolayevich Varlamov	0	0
Evgeny Viktorovich Ushakov	0.00008	0.000081
Roman Alexeyevich Filkin	0	0
Vladimir Sergeyevich Chistyakov	0	0
Alexander Viktorovich Shevchuk	0	0
Alexander Nikolayevich Fadeyev	0	0
Yegor Borisovich Grinkevich	0	0
Denis Lvovich Guryanov	0	0
Ashot Mikhailovich Kobelyan	0	0
Sergey Aleksandrovich Petrov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Evgeny Viktorovich Ushakov	0.00008	0.000081

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
-----------	--	--

Evgeny Viktorovich Ushakov (Chairman)	0.00008	0.000081
Sergei Timofeyevich Andrus	0	0
Evgeny Vladimirovich Nikitushkin	0	0
Olga Vladimirovna Tikhomirova	0.000035	0.000035
Alexander Vasilievich Prepodobny	0	0
Lada Alexandrovna Podolskaya	0.000077	0.000078
Vladimir Viktorovich Shits	0	0
Irina Viktorovna Yashanina	0	0
Andrei Yurievich Vedernikov	0	0

Full corporate name: **Public Joint Stock Company Interregional Distribution Grid Company of Siberia**

Short corporate name: **PJSC IDGC of Siberia**

Location **Russia, 660021, Krasnoyarsk, ul. Bograda, 144a**

INN (Taxpayer Identification Number): **2460069527**

OGRN (Principal State Registration Number): **1052460054327**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **55.59**

Percentage of ordinary shares held by the issuer (%): **55.59**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0.000323**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0.000327**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Vladimir Valerievich Rashevsky	0	0
Kirill Andreyevich Trubitsyn	0	0
Mikhail Varfolomeyevich Kuznetsov	0	0
Yegor Vyacheslavovich Prokhorov	0	0
Mikhail Aleksandrovich Bychko	0	0
Denis Lvovich Guryanov	0	0
Vitaly Pavlovich Bobrov	0	0
Vyacheslav Mikhailovich Kravchenko	0	0
Alexander Nikolayevich Fadeyev	0	0
Yekaterina Andreyevna Kosogova	0	0
Yuri Vladimirovich Sheybak	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Konstantin Yurievich Petukhov	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Konstantin Yurievich Petukhov (Chairman)	0	0
Ruslan Anatolyevich Yakovlev	0	0
Andrey Valeryevich Abramov	0	0
Yevgeny Vladimirovich Mitkin	0	0
Aleksey Vasilyevich Petukhov	0	0
Aleksey Vladimirovich Leontyev	0	0
Vladimir Alekseyevich Leontyev	0	0

Full corporate name: **Interregional Distribution Grid Company of North-West, Public Joint Stock Company**
Short corporate name: **IDGC of North-West, PJSC**

Location **Russia, 188300, Leningrad Region, Gatchina, ul. Sobornaya, 31**

INN (Taxpayer Identification Number): **7802312751**

OGRN (Principal State Registration Number): **1047855175785**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **55.38**

Percentage of ordinary shares held by the issuer (%): **55.38**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks. Support for the efficient management of distribution grid facilities in seven regions of the Northwestern Federal District of Russia.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Tatiana Petrovna Dronova	0	0
Aleksey Nikolayevich Zharikov	0	0
Svetlana Semyonovna Zholnerchik (Chairperson)	0	0
Marina Alexandrovna Lavrova	0	0
Sergey Vadimovich Pokrovsky	0	0
Roman Alexeyevich Filkin	0	0
Anton Aleksandrovich Erdyniev	0	0
Maria Dmitryevna Stepanova	0	0
Mikhail Aleksandrovich Bychko	0	0
Alexander Vyacheslavovich Letyagin	0	0
Andrey Klavdyevich Mamontov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized	Percentage of ordinary shares held by the individual in
-----------	--	---

	capital of the issuer (%)	the issuer (%)
Alexander Vyacheslavovich Letyagin	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Vyacheslavovich Letyagin (Chairman)	0	0
Alexander Vladimirovich Mikhalkov	0	0
Viktor Yevgenievich Lutskovich	0	0
Dmitry Sergeyeovich Nikiforov	0	0
Denis Aleksandrovich Orlov	0	0
Ivan Vladimirovich Medvedev	0.000001	0.000001
Vladimir Valeryevich Nesterenko	0	0
Dmitry Ivanovich Nikonov	0	0
Vladimir Sergeyeovich Gusev	0	0

Full corporate name: **Interregional Distribution Grid Company of Volga, Public Joint-Stock Company**

Short corporate name: **IDGC of Volga, PJSC**

Location **Russia, 410031, Saratov, ul. Pervomaiskaya, 42/44**

INN (Taxpayer Identification Number): **6450925977**

OGRN (Principal State Registration Number): **1076450006280**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **67.63**

Percentage of ordinary shares held by the issuer (%): **67.63**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0.000006**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0.000006**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Vladimir Anatolievich Ryabikin	0	0
Yury Veniaminovich Adler	0	0
Alexander Viktorovich Varvarin	0	0
Denis Viktorovich Kulikov	0.000215	0.000217
Alexander Shoylovich Rozentsvayg	0	0
Valentin Yefimovich Mezhevich	0	0
Alexander Leonidovich Dyuzhinov	0	0
Konstantin Sergeyeovich Serebryakov	0	0
Alan Fyodorovich Khadziev	0	0

Andrey Nikolayevich Kharin	0	0
Farit Gabdulfatovich Shaydullin	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Vladimir Anatolievich Ryabikin	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Vladimir Anatolievich Ryabikin (Chairman)	0	0
Vladimir Borisovich Ponomarev	0	0
Irina Yurievna Puchkova	0	0
Natalia Leonidovna Rebrova	0.0000004	0.0000004
Irina Alekseyevna Tamlenova	0	0
Sergei Petrovich Frolov	0	0
Dmitry Lvovich Zaretsky	0	0
Vyacheslav Igorevich Kuliev	0	0
Oleg Grigoryevich Pavlov		

Full corporate name: ***Interregional Distribution Grid Company of South, Public Joint Stock Company***

Short corporate name: ***IDGC of South, PJSC***

Location ***Russia, 344002, Rostov-on-Don, ul. Bolshaya Sadovaya, 49***

INN (Taxpayer Identification Number): ***6164266561***

OGRN (Principal State Registration Number): ***1076164009096***

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): ***51.66***

Percentage of ordinary shares held by the issuer (%): ***51.66***

Stake held by the controlled entity in the authorized capital of the issuer (%): ***0***

Percentage of ordinary shares held by the controlled entity in the issuer (%): ***0***

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Markovich Branis	0	0
Roman Alexeyevich Filkin	0	0
Alexander Viktorovich Shevchuk	0	0

Nikolay Borisovich Piotrovich	0.00000012	0.00000006
Andrey Nikolayevich Kharin	0	0
Sergey Aleksandrovich Arkhipov	0	0
Vladimir Vladimirovich Dudchenko	0	0
Yuri Nikolayevich Pankstyanov	0	0
Boris Borisovich Ebzeev	0	0
Igor Vladimirovich Shmakov	0	0
Alexander Nikolayevich Fadeyev	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Boris Borisovich Ebzeev	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Boris Borisovich Ebzeev (Chairman)	0	0
Timur Ulyumdzhievich Alayev	0	0
Yegor Vladimirovich Kalenyuk	0	0
Pavel Viktorovich Goncharov	0	0
Grigory Grigorievich Savin	0	0
Oleg Petrovich Kiyok	0	0
Aleksey Aleksandrovich Rybin	0	0
Sergey Alekseyevich Chekmarev	0	0
Alexander Aleksandrovich Chasovskoy	0	0

Full corporate name: ***Kuban Power and Electrification Public Joint Stock Company***

Short corporate name: ***Kubanenergo***

Location ***Russia, 350033, Krasnodar, ul. Stavropolskaya, 2***

INN (Taxpayer Identification Number): ***2309001660***

OGRN (Principal State Registration Number): ***1022301427268***

Grounds for the issuer's control of the controlled entity (interest in the issuer-controlled entity, asset management agreement, ordinary partnership agreement, agency agreement, shareholder agreement, any other agreement to exercise the rights attaching to shares (interests) in the issuer-controlled entity):

Interest in the controlled entity.

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): ***92.24***

Percentage of ordinary shares held by the issuer (%): ***92.24***

Stake held by the controlled entity in the authorized capital of the issuer (%): ***0***

Percentage of ordinary shares held by the controlled entity in the issuer (%): ***0***

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Viktorovich Varvarin	0	0
Marina Alexandrovna Lavrova	0	0
Andrey Nikolayevich Kharin	0	0
Alexander Ilyich Gavrilov	0	0
Kseniya Valerievna Khokholkova	0	0
Yury Nikolayevich Mangarov	0	0
Yelena Viktorovna Bogach	0	0
Anton Mikhailovich Kislyakov	0	0
Artur Kamilovich Niyazmetov	0	0
Sergey Mikhailovich Kataev	0	0
Fyodor Alekseyevich Terebkov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Ilyich Gavrilov	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Alexander Ilyich Gavrilov (Chairman)	0	0
Andrey Valeryevich Golov	0	0
Vyacheslav Yurievich Kostetsky	0	0
Lyudmila Alexeyevna Golovakha	0	0
Dmitry Nikolayevich Golovakha	0	0
Vladislav Andreyevich Statuev	0	0
Yevgeny Viktorovich Rud	0	0
Dmitry Yurievich Ryazantsev	0	0
Kirill Sergeevich Konevets	0	0
Olga Vyacheslavovna Ocheredko	0	0
Edgar Garrievich Armaganyan	0	0

Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Public Joint-Stock Company**
Short corporate name: **IDGC of Northern Caucasus, PJSC**

Location **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **92**

Percentage of ordinary shares held by the issuer (%): **92**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks; connection of customers to the network infrastructure in the North Caucasian Federal District.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Arman Mushegovich Airapetyan	0	0
Yury Nikolayevich Mangarov	0	0
Sergey Aleksandrovich Arkhipov	0	0
Konstantin Vladimirovich Zavizenov	0	0
Aleksey Aleksandrovich Ozherelyev	0	0
Yuri Viktorovich Zaytsev	0	0
Nikolay Nikolayevich Pronin	0	0
Aleksey Viktorovich Rakov	0	0
Farit Gabdulfatovich Shaydullin	0	0
Olga Nikolayevna Doroshenko	0	0
Aleksey Igorevich Pavlov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Yuri Viktorovich Zaytsev	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Boris Khyzyrovich Misirov	0	0
Yuri Viktorovich Zaytsev (Chairman)	0	0
Vladimir Vladimirovich Shuvalov	0	0
Mukhamed Khamzetovich Medaliev	0	0
Pavel Borisovich Dynkin	0	0

Full corporate name: ***Yantarenergo Joint-Stock Company***

Short corporate name: ***JSC Yantarenergo***

Location ***Russia, 236000, Kaliningrad, ul. Teatralnaya, 34***

INN (Taxpayer Identification Number): ***3903007130***

OGRN (Principal State Registration Number): **1023900764832**

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): **100**

Percentage of ordinary shares held by the issuer (%): **100**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Yury Nikolayevich Mangarov (Chairman)	0	0
Yuri Vladimirovich Goncharov	0	0
Igor Vladimirovich Makovsky	0	0
Vyacheslav Sergeyeovich Skulkin	0	0
Roman Alekseyevich Belenko	0	0
Mikhail Aleksandrovich Kolesnikov	0	0
Dmitry Aleksandrovich Chevkin	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Igor Vladimirovich Makovsky	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Igor Vladimirovich Makovsky (Chairman)	0	0
Natalia Aleksandrovna Danilova	0	0
Vladimir Anatolyevich Kopylov	0	0
Gennady Aleksandrovich Zimin	0	0
Irina Veniaminovna Redko	0	0

Full corporate name: ***Public-Stock Company Tomsk Distribution Company***

Short corporate name: ***PSC TDC***

Location ***Russia, 634041, Tomsk, pr. Kirova, 36***

INN (Taxpayer Identification Number): **7017114672**

OGRN (Principal State Registration Number): **1057000127931**

Criterion for the issuer's control of the issuer-controlled entity: ***the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity***

Type of control: ***direct control***

Stake held by the issuer in the authorized capital of the controlled entity (%): **85.77**

Percentage of ordinary shares held by the issuer (%): **94.58**

Stake held by the controlled entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the controlled entity in the issuer (%): **0**

Description of the controlled company's core business:

Provision of electricity distribution services and services in relation to connection of power receiving devices (power installations) of corporate entities and individuals to electricity networks.

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Eric Pierre Beaugent	0	0
Oleg Leonidovich Bindar	0	0
Yury Veniaminovich Adler	0	0
Sergey Aleksandrovich Arkhipov	0	0
Yegor Vyacheslavovich Prokhorov	0	0
Pavel Nikolayevich Snikkars	0	0
Jean-Louis Rene Roger Cronfalt	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Oleg Valentinovich Petrov	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Eric Pierre Beaugent (Chairman)	0	0
Oleg Valentinovich Petrov	0	0
Alexander Valeryevich Cherpinsky	0	0
Irina Nikolayevna Razmanova	0	0
Jean-Louis Rene Roger Cronfalt	0	0
Laurent Claude Noel Marie Berthier	0	0

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

Short corporate name: **FGC UES, PJSC**

Location **Russia, 117630, Moscow, ul. Akademika Chelomeya, 5A**

INN (Taxpayer Identification Number): **4716016979**

OGRN (Principal State Registration Number): **1024701893336**

Criterion for the issuer's control of the issuer-controlled entity: **the right to control over 50 percent of votes in the highest management body of the issuer-controlled entity**

Type of control: **direct control**

Stake held by the issuer in the authorized capital of the controlled entity (%): **80.13**

Percentage of ordinary shares held by the issuer (%): **80.13**

Stake held by the controlled entity in the authorized capital of the issuer (%): 0

Percentage of ordinary shares held by the controlled entity in the issuer (%): 0

Description of the controlled company's core business:

Provision of electricity transmission services via the Unified National (All-Russian) Electric Grid (UNEG).

Members of the Board of Directors (Supervisory Board) of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Oleg Mikhailovich Budargin (Chairman)	0	0
Maksim Sergeevich Bystrov	0	0
Andrey Aleksandrovich Dyomin	0	0
Boris Yurievich Kovalchuk	0	0
Vyacheslav Mikhailovich Kravchenko	0	0
Sergei Nikolaevich Mironosetsky	0	0
Andrey Yevgenyevich Murov	0	0
Sergey Ivanovich Shmatko	0	0
Nikolay Grigoryevich Shulginov	0.00062	0.000628
Pavel Sergeevich Grachev	0	0
Mikhail Aleksandrovich Kolesnikov	0	0

Sole executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Andrey Yevgenyevich Murov	0	0

Members of the collegial executive body of the company

Full Name	Stake held by the individual in the authorized capital of the issuer (%)	Percentage of ordinary shares held by the individual in the issuer (%)
Andrey Yevgenyevich Murov (Chairman)	0	0
Alexander Vasilyevich Vasilyev	0	0
Andrey Valentinovich Kazachenkov	0	0
Valery Anatolyevich Goncharov	0	0
Maria Gennadyevna Tikhonova	0	0
Vladimir Petrovich Dikoy	0	0
Dmitry Lvovich Shishkin	0	0
Alexander Arkadyevich Zaragatsky	0	0
Nikolay Igorevich Pozdnyakov	0	0

Additional company information:

Type of the control right: direct control.

Attribute of the control right: joint control shared with other persons.

Full corporate name, registered address, Taxpayer Identification Number (INN), and Principal State Registration Number (OGRN) of the corporate entity with which the issuer acquired the right to jointly control a certain number of votes attaching to the voting shares (stakes) in the authorized capital of the organization: Russian Federation represented by the Federal Agency for State Property Management.

Registered address: Russia, 109012, Moscow, Nikolsky per., 9.

Taxpayer Identification Number (INN): 7710723134.

Principal State Registration Number (OGRN): 1087746829994.

Grounds: entering into the shareholders' agreement for the procedure for controlling and voting shares in FGC UES, PJSC.

Stake held by the issuer in the authorized capital of FGC UES, PJSC, including the indirect control right (%): 80.72.

Percentage of ordinary shares in FGC UES, PJSC, including the indirect control right (%): 80.72.

Section IV. Information Concerning the Financing and Economic Activities of the Issuer

4.1. Financial and Economic Performance of the Issuer

Changes in indicators describing the issuer's financial and economic performance, including making a profit/loss, for the 5 most recently closed reporting years.

Standard (rules) applicable to the accounting (financial) statements used for calculating such indicators: **Russian Accounting Standards**

Unit of measurement for uncovered loss amounts: **rubles in thousands**

Indicator Description	2010	2011	2012	2013	2014
Net profit margin, %	25.39	64.21	85.65	67.64	51.22
Asset turnover ratio, times	0.02	0.03	0.03	0.03	0.04
Return on assets, %	0.51	2.10	2.50	2.11	2.21
Return on equity, %	0.53	2.27	2.88	2.12	2.24
Uncovered loss at balance sheet date, rubles	0	0	0	0	0
Ratio of uncovered loss at balance sheet date to book value of assets, %	0	0	0	0	0

Note: The calculation used the amount of net profit less the revaluation of financial investments.

The calculation of the indicators shown above is based on the Issuer's accounting statements prepared in accordance with Russian accounting standards as specified in the methods recommended by the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P).

Economic analysis of the issuer's profit/loss based on changes in the above-mentioned indicators. Information concerning the reasons that are believed by the issuer's management bodies to have brought about the issuer's profit/loss recognized in its accounting (financial) statements for the 5 closed reporting years preceding the approval date of the securities prospectus:

In the five most recently closed reporting years, the net profit margin increased from 25.39% in 2010 to 51.22 in 2014. The change is primarily due to a rise in the Issuer's adjusted net profit.

The return on assets and the return on equity in 2014 are also higher than in 2010. The more than fourfold increase is due to the higher growth rate of net profit compared with the growth of assets.

Factors Affecting Changes in Profits (Losses) of the Company

Income from ordinary activities for the Company is proceeds under agreements for services in relation to organizing the operation and development of electricity distribution grid facilities, income from interests in other entities, and revenues from leases and technical supervision services.

In 2014, the Company made a loss of 52,346,370 thousand rubles. However, the adjusted net profit excluding expenses associated with the revaluation of financial investments in 2014 was 3,197,406 thousand rubles. The decreased value of financial investments was the main factor affecting the change in the financial result in 2014 compared with 2010.

Main performance indicators of the Issuer:

Indicator (rubles in thousands)	2010	2011	2012	2013	2014
Revenues	4,001,16	4,440,280	4,617,705	6,098,726	6,242,392
Production costs	-1,849,241	-2,910,333	-2,567,030	-3,257,429	-3,863,080
Other income	52,170,947	5,528,208	9,187,826	299,882	5,642,564
Other expense	-6,033,862	-80,753,289	-15,502,700	-255,264,375	-61,386,464
Profit tax	-400,013	-358,571	-441,417	-281,376	-296,307
Net profit	48,295,542	-73,185,837	-3,099,641	-250,551,763	-52,346,370

Assessment of factors affecting the change in net profit

Indicator	Indicator Deviation (2014 Actuals from 2010 Actuals) (rubles in thousands)	Level of Factor Affecting Change in Net Profit (2014 Actuals from 2010 Actuals) (%)
Revenues	6,242,392	-11.93%
Production costs	-3,863,080	7.38%
Other income	5,642,564	-10.78%
Other expense	-61,386,464	117.27%
Profit tax	-296,307	0.57%
Net profit	-52,346,370	100.00%

The issuer's management bodies have different opinions about reasons or the degree of their influence on the issuer's financial and economic performance: *No*

A member of the issuer's Board of Directors (Supervisory Board) or a member of the issuer's collegial executive body has a dissenting opinion about the above-mentioned reasons and/or the degree of their influence on the issuer's financial and economic performance, which opinion is contained in the minutes of a meeting of the issuer's Board of Directors (Supervisory Board) or the issuer's collegial executive body that dealt with the relevant issues, and insists that this opinion be included in the securities prospectus: *No*

4.2. Liquidity of the Issuer, Capital and Current Asset Adequacy

Changes in indicators describing the issuer's liquidity for the 5 most recently closed reporting years:

Standard (rules) applicable to the accounting (financial) statements used for calculating such indicators: **Russian Accounting Standards**

Unit of measurement for uncovered loss amounts: **rubles in thousands**

Indicator Description	2010	2011	2012	2013	2014
Net working capital, rubles in thousands	6,501,904	11,457,165	17,612,468	15,047,572	17,101,802
Current ratio	1.79	2.13	1.86	18.56	22.53
Quick ratio	1.75	2.08	1.85	18.53	22.49
Liquid ratio	1.02	1.78	1.70	14.85	20.37

Note: Liquid Ratio = (Cash and Cash Equivalents + Short-Term Financial Investments) / (Current Liabilities Less Deferred Income).

Economic analysis of the issuer's liquidity and solvency and the adequacy of the issuer's equity for settling short-term liabilities and covering current operating expenses based on the economic analysis of changes in the above-mentioned indicators, describing the factors that are believed by the issuer's management bodies to have had the greatest effect on the issuer's liquidity and solvency in the reporting period:

The Company's net working capital in 2014 is equal to 17,101,802 thousand rubles. The positive value of this indicator means that the Company's current assets are considerably in excess of short-term liabilities.

As of December 31, 2014, the current ratio was 22.53, and the quick ratio was 22.49; this means that the value of the Company's most liquid current assets is over 22 times the size of short-term liabilities.

The liquid ratio as of December 31, 2014, went up to 20.37; therefore, the value of the Company's cash, cash equivalents, and deposits is over 20 times the size of current liabilities.

The positive changes in the liquidity ratios primarily result from additional share issues in 2012–2013.

No member of the Issuer's Board of Directors has a dissenting or different opinion concerning any factors specified above.

4.3. Value and Structure of the Issuer's Capital and Current Assets

4.3.1. Value and Structure of the Issuer's Capital and Current Assets

Information about the value and structure of the issuer's capital and current assets for the 5 most recently closed reporting years:

Indicator Description	2010	2011	2012	2013	2014
Authorized capital, rubles in thousands	43,116,903	45,039,216	49,946,844	163,154,003	163,154,003
Conformity of the issuer's authorized capital specified in this paragraph to the constitutive documents of the issuer	yes	yes	yes	yes	yes

Total value of the issuer's shares (stakes) repurchased by the issuer for further resale (transfer), including the value of such shares (stakes) as a percentage of the issuer's outstanding shares (authorized capital), rubles in thousands/%	0/0	0/0	0/0	(1,779,140)/1	(1,779,140)/1
Operating surplus of the issuer, rubles in thousands	2,155,845	2,155,845	2,155,845	2,155,845	2,155,845
Additional paid-in capital of the issuer reflecting asset value increment identified through revaluation and the amount of difference between the selling price (offer price) and par value of shares (stakes) in the company resulting from the sale of shares (stakes) at a price exceeding their par value, rubles in thousands	0	6,036,063	16,243,928	212,978,109	212,978,109
Undistributed net profit (loss) of the issuer, rubles in thousands	145,695,509(*)	72,403,510	69,158,609	(181,559,166)	(233,901,922)
Total capital, rubles in thousands	190,968,257(*)	125,634,634	137,505,226	194,949,651	142,606,895

* The indicators shown above are according to the accounting statements as of the last date of the relevant fiscal year and are exclusive of the adjustments made in 2011 and reflected in the balance sheet as at December 31, 2011, in connection with changes in the Issuer's accounting policy.

Structure and value of the issuer's current assets according to the issuer's accounting (financial) statements:

Indicator Description	2010	2011	2012	2013	2014
Total inventories, rubles in thousands	63,346(*)	15,804	6,326	18,026	16,338
Value added tax, rubles in thousands	254,754	568,740	258,402	7,444	14,348
Accounts receivable (due after 12 months from balance sheet date), rubles in thousands	859,660	577,590	858,299	0	1,559,035
Accounts receivable (due within 12 months from balance sheet date), rubles in thousands	6,037,691(*)	2,945,637	3,075,090	3,132,237	1,511,380
Financial investments (except for cash equivalents), rubles in thousands	8,000,000(*)	5,500,000	31,247,082	5,741,874	9,662,947
Cash, rubles in thousands	454,962(*)	12,520,714	3,379,176	6,981,543	6,640,452
Other current assets,	-	3,986	28,737	23,424	50,763

rubles in thousands					
Total current assets, rubles in thousands	15,670,413	22,132,471	38,853,112	15,904,548	19,455,263

* The indicators shown above are according to the accounting statements as of the last date of the relevant fiscal year and are exclusive of the adjustments made in 2011 and reflected in the balance sheet as at December 31, 2011, in connection with changes in the Issuer's accounting policy.

Sources of capital funding used by the issuer (equity, loans, advances): *The principal source of capital funding is the Issuer's equity.*

Capital funding policy of the issuer: *Seeking to maintain liquidity, payables and receivables turnover and solvency of the Issuer so as to ensure the timely performance of obligations to creditors without raising borrowings from credit institutions for capital funding purposes.*

Factors which can cause changes in capital funding policy and assessment of their likelihood: *Possible factor which can cause changes in capital funding policy is the deterioration of the issuer's financial standing, necessitating borrowings from creditors for capital funding purposes. This event is unlikely to occur.*

4.3.2. Financial Investments of the Issuer

List of financial investments of the issuer accounting for 10 percent or more of its total financial investments as of the last date of the most recent reporting year prior to the approval date of the securities prospectus.

Investments of the issuer in securities:

As of December 31, 2014

Investments in issue-grade securities

1. Type of securities: *shares*

Full corporate name of the issuer: *Federal Grid Company of Unified Energy System, Public Joint-Stock Company*

Short corporate name of the issuer: *FGC UES, PJSC*

Location of the issuer: *Russia, 117630, Moscow, ul. Akademika Chelomeya, 5A*

INN (Taxpayer Identification Number): *4716016979*

OGRN (Principal State Registration Number): *1024701893336*

Date of state registration of issue(s)	Registration number	Registration authority
September 10, 2002	1-01-65018-D	Federal Commission for the Securities Market of the Russian Federation

Number of securities owned by the issuer: *1,021,359,045,392*

Total par value of securities owned by the issuer: *510,679,522.696 rubles*

Total book value of securities owned by the issuer: *44,960,225*

Unit of measurement: *rubles in thousands*

The issuer of securities is a subsidiary and/or dependent company of the Issuer.

The Annual General Meeting of Shareholders of JSC FGC UES (Minutes No. 16 of June 30, 2015) decided to pay dividends based on performance results in the financial year 2014 in the amount of 0.0006647883 ruble per ordinary share in JSC FGC UES in cash. The date for determining the persons entitled to dividends based on performance results in the financial year 2014 is July 16, 2015.

2. Type of securities: *shares*

Full corporate name of the issuer: *Public Joint-Stock Company Moscow United Electric Grid Company*

Short corporate name of the issuer: *PJSC MOESK*

Location of the issuer: *Russia, 115114, Moscow, 2-y Paveletsky proezd, 3, str. 2*

INN (Taxpayer Identification Number): *5036065113*

OGRN (Principal State Registration Number): *1057746555811*

Date of state registration of issue(s)	Registration number	Registration authority
May 31, 2005	1-01-65116-D	Federal Financial Markets Service of the Russian Federation

Number of securities owned by the issuer: *24,794,187,558*

Total par value of securities owned by the issuer: *12,397,093.779 rubles*

Total book value of securities owned by the issuer: *32,976,269*

Unit of measurement: *rubles in thousands*

The issuer of securities is a subsidiary and/or dependent company of the Issuer.

The Annual General Meeting of Shareholders of JSC MOESK (Minutes No. 17 of June 29, 2015) decided to pay dividends on ordinary shares in JSC MOESK based on performance results in 2014 in the amount of 0.0422 ruble per ordinary share in the company in cash. The dividend payment period is at most 10 business days for a nominee holder and an asset manager that is a professional participant in the securities market and 25 business days for other shareholders registered on the register after the date of the list of the persons entitled to dividends. The date of the list of the persons entitled to dividends is July 6, 2015.

3. Type of securities: *shares*

Full corporate name of the issuer: *Kuban Power and Electrification Public Joint Stock Company*

Short corporate name of the issuer: *Kubanenergo*

Location of the issuer: *Russia, 350033, Krasnodar, ul. Stavropolskaya, 2*

INN (Taxpayer Identification Number): *2309001660*

OGRN (Principal State Registration Number): *1022301427268*

Date of state registration of issue(s)	Registration number	Registration authority
July 8, 2003	1-02-00063-A	Federal Commission for the Securities Market of the Russian Federation

Number of securities owned by the issuer: *260,921,912*

Total par value of securities owned by the issuer: *26,092,191.200 rubles*

Total book value of securities owned by the issuer: *11,219,642*

Unit of measurement: *rubles in thousands*

The issuer of securities is a subsidiary and/or dependent company of the Issuer.

The Annual General Meeting of Shareholders of Kubanenergo (Minutes No. 36 of June 11, 2015) decided to pay no dividends on ordinary shares in the company based on performance results in 2014.

Information about established reserves for impairment of financial investments in securities:

The Issuer established a reserve for impairment of financial investments in securities.

Value of the reserve for impairment of financial investments in securities as of the beginning and end of the most recently closed reporting year prior to the approval date of the securities prospectus:

Reserves for impairment of financial investments in securities were as follows:

3,465,909 thousand rubles as of December 31, 2013;

3,456,377 thousand rubles as of December 31, 2014.

Information concerning the value of potential losses associated with the bankruptcy of entities (enterprises) in which investments were made by type of the above-mentioned investment:

None

Investments in non-issue-grade securities

Investments in non-issue-grade securities accounting for 10 percent or more of total financial investments: none.

Other financial investments accounting for 10 percent or more of total financial investments as of the last date of the most recent reporting year prior to the approval date of the securities prospectus:

None

Accounting standards (rules) in accordance with which the issuer made calculations recognized in this paragraph of the securities prospectus:

Accounting records of financial investments are kept in accordance with Regulations for Accounting 19/02 "Financial Investment Accounting" approved by Order of the Ministry of Finance of the Russian Federation No. 126n of December 10, 2002 (as amended and supplemented).

4.3.3. Intangible Assets of the Issuer

Information concerning the composition of intangible assets, initial (replacement) value of intangible assets, and amount of accumulated depreciation for the 5 most recently closed reporting years.

As of December 31, 2010

Unit of measurement: *rubles in thousands*

Group of Intangible Assets	Initial (Replacement) Value	Amount of Accumulated
----------------------------	-----------------------------	-----------------------

		Depreciation
JSC IDGC Holding logo	920	-
TOTAL	920	-

As of December 31, 2011

Unit of measurement: *rubles in thousands*

Group of Intangible Assets	Initial (Replacement) Value	Amount of Accumulated Depreciation
JSC IDGC Holding logo	920	-
TOTAL	920	-

As of December 31, 2012

Unit of measurement: *rubles in thousands*

Group of Intangible Assets	Initial (Replacement) Value	Amount of Accumulated Depreciation
JSC IDGC Holding logo	920	-
TOTAL	920	-

As of December 31, 2013

Unit of measurement: *rubles in thousands*

Group of Intangible Assets	Initial (Replacement) Value	Amount of Accumulated Depreciation
www.rosseti.ru domain name	1,600	
Avariynost software	657	44
JSC ROSSETI trademark	2,894	
TOTAL	5,151	44

As of December 31, 2014

Unit of measurement: *rubles in thousands*

Group of Intangible Assets	Initial (Replacement) Value	Amount of Accumulated Depreciation
www.rosseti.ru domain name	1,600	
Exclusive right to use the base of the Customer Relations Portal	14,742	983
Avariynost software	657	175
JSC ROSSETI trademark	3,021	
Exclusive right to use the system of remote access to JSC ROSSETI corporate resources	4,846	
Exclusive right to use the automated system of electronic procurement procedures (Electronic Trading Floor)	18,998	
TOTAL	43,864	1,158

Intangible assets were neither contributed to the authorized capital of the Company nor received free of charge.

Accounting standards (rules) in accordance with which the issuer provides information about its intangible assets:

Regulations for Accounting 14/2007 "Intangible Asset Accounting" approved by Order of the Ministry of Finance of the Russian Federation No. 153n of December 27, 2007.

4.4. Information Concerning the Policy and Expenses Incurred by the Issuer in the Area of Scientific and Technological Development, in Respect of Licenses and Patents, New Developments and Research

The Company operates a management system for innovation and scientific and technical development at PJSC ROSSETI and PJSC ROSSETI's SDCs.

Within the management system, research and development (R&D) are financed at the level of PJSC ROSSETI's SDCs. Consequently, the rights to intellectual property obtained as a result of R&D are also secured and maintained by PJSC ROSSETI's SDCs.

The Company carries out the Innovative Development Program, containing measures for the development, design, and introduction of innovative projects, solutions, and approaches into its activities. A significant part of the Innovative Development Program is the R&D Program.

The R&D Program contains measures to develop breakthrough technologies aimed at creating fundamentally new products, techniques, and methods and covers practical areas of improving existing technologies. The

implementation of the R&D Program allowed the Company to obtain registration for 279 titles of protection (patents and certificates) as of December 31, 2014.

In the course of operating the created management system, the Company built a system for collecting and evaluating proposals for the R&D Program, approved the Innovative Development, Energy Conservation, and Energy Efficiency Enhancement Policy of PJSC ROSSETI, the Schedule of Formulating and Implementing the R&D Program, the Concept of Managing the Intellectual Property of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI, and the rules and procedure for introducing innovative solutions into PJSC ROSSETI, developed the concept of the Center for Technology Monitoring and Transfer and the concept of the R&D Foundation, established the Innovation Commission of PJSC ROSSETI, and organized the work of the Scientific and Technical Council of PJSC ROSSETI.

On November 27, 2014, the Federal Service for Intellectual Property of the Russian Federation registered on the State Register of Trademarks and Service Marks a trademark (service mark) in the name of the Issuer in Russian (РОССТЕИ) and English (ROSSETI) (Trademark (Service Mark) Certificates No. 527876 and No. 527877). The registration is valid until July 31, 2023.



The Issuer does not believe that any material risks may occur in relation to the possible expiration of patents or trademark licenses.

Detailed information concerning the R&D Program of PJSC ROSSETI and PJSC ROSSETI's SDCs is posted on the Company's website at <http://www.rosseti.ru/investment/niokr/>.

Risk factors associated with possible expiration of the issuer's principal patents and licenses for trademark use: none.

4.5. Analysis of Trends in the Issuer's Core Business

The core business of PJSC ROSSETI is corporate management of a transmission grid company and interregional and regional distribution grid companies. In this connection, it is advisable to consider development trends from the perspective of the Company's SDCs.

The growth in demand for electricity is one of the main trends in the development of the energy sector, determining the parameters of the electric grid sector's development. According to expert estimates, due to the low projected rate of economic growth and a gradual increase in energy efficiency, 2014–2016 will see the continued slow growth in demand for electricity at less than 0.6% per year.

Over the next 10–15 years, Russia will have to introduce technologies that are already used in the grid sectors of developed countries. Specifically, it is necessary to introduce smart grid technology that improves transmission capacity and energy supply stability, reduces electricity losses, and enables customers to cut costs of electricity metering and billing metering.

Russia's demand for electricity considerably shifts among regions and populated places. With the reduction of electricity consumption in the rural areas of many regions, consumption substantially grows in large cities. At the same time, the reduction of electricity consumption in urban industrial areas is offset by its growth in areas where office and commercial properties or houses are built. Changes in the geography of electricity demand create the problems related to setting economically feasible tariffs because of the underutilization of electric grids and insufficient investments for building electric grids in the regions with increasing power consumption.

Insufficient investment in the electric grid sector has resulted in the substantial physical and technological obsolescence of electricity networks.

In accordance with the Strategy for Development of the Electric Grid Sector, a separate area of the development of Russia's modern energy industry is the construction of distributed generation.

The Issuer's management bodies are of the same opinion about the above-mentioned factors and/or the degree of their impact on the Issuer's financial and economic activities.

No member of the Issuer's Board of Directors has a dissenting or different opinion concerning any factors specified above.

4.6. Analysis of Factors and Conditions Affecting the Issuer's Activities

Factors and conditions (effects of inflation, changes in foreign exchange rates, decisions of governmental authorities, and other economic, financial, political and other factors) affecting the issuer's activities and making changes to the issuer's revenue from the sale of goods, products, work, and services and the issuer's operating profits (losses). Forecast of duration of the above-mentioned factors and conditions.

The main factors and conditions affecting PJSC ROSSETI's operational results are determined by:

– the Forecast of the Socioeconomic Development of the Russian Federation for 2015 and the Planning Period of 2016 and 2017 developed by the Ministry of Economic Development of the Russian Federation, scenarios, basic parameters of the Forecast of the Socioeconomic Development of the Russian Federation, and ceiling prices (tariffs) of infrastructure companies' services for 2015 and the planning period of 2016 and 2017 with due consideration to the objectives set in the President's Addresses to the Federal Assembly of the Russian Federation;

– the overall economic activity of customers and the socioeconomic development of Russia's specific regions;
– the condition of companies' industrial assets, the necessity of modernizing and renewing such assets;
– the General Layout of Electric Power Facilities and the development schemes and programs for the electric power industry of constituent entities of the Russian Federation;

– payment discipline in the industry as a whole and in Russian specific regions;

– institutional problems in the industry, including cross-subsidy issues;

– governmental initiatives of prime importance, including the Action Plan (Road Map) "Enhancing the Affordability of the Power Infrastructure" approved by Ordinance of the Government of the Russian Federation No. 1144-r of June 30, 2012, and the Plan of High Priority Measures to Ensure Sustained Economic Development and Social Stability in 2015 approved by Ordinance of the Government of the Russian Federation No. 98-r of January 27, 2015.

The operation of the electric grid sector is affected by the following adverse systemic factors: restrictions on the tariff growth rate for electricity distribution services; a decreased share of grid organizations in the structure of the ultimate electricity tariff (price); the approval of economically unfeasible tariff and balancing decisions; an increase in lost income from network connections on preferential terms; an increase in cross-subsidies as a result of setting a fixed value of cross-subsidies without giving consideration to factors that objectively affect such value; the failure to ensure that the "leveled" minimum regulated revenue is returned in tariff decisions; the formation of balancing indicators different from actual indicators. The financial condition of electric grid companies is also impaired by the impact of the economic crisis: decreased electricity consumption, a reduction in customers' financial solvency, a rise in borrowing costs.

The Strategy for Development of the Electric Grid Sector of the Russian Federation approved by Ordinance of the Government of the Russian Federation No. 511-r of April 3, 2013, sets strategic goals (targets) for the electric grid sector and defines the principal functions of PJSC ROSSETI.

To ensure the achievement of strategic goals and objectives, PJSC ROSSETI works to improve its operating efficiency and reduce its costs under the Operating Efficiency Management Program of PJSC ROSSETI, which is the main instrument for improving the ROSSETI Group's operating efficiency.

The main areas of the Program are as follows:

- improve operating efficiency (reduce general and administrative expenses, increase workforce productivity, optimize the structure of repairs, reduce network electricity losses, improve the efficiency of receivables management, introduce the benchmarking system, etc.);

- improve the efficiency of investing activities (reduce specific investing expenses by 30% compared with 2012, conduct the price and technological audit of investment projects worth over 1.5 billion rubles, develop the institution of prioritizing capital investment projects, import substitution, increase the share of purchases using the auction procedure of decreasing prices (reverse auctions), create a centralized electronic trading floor, etc.);

- improve the efficiency of financing and other non-operatizing activities (take measures aimed at stabilizing the financial condition and maintaining credit ratings, optimize borrowing costs, find favorable financing terms, establish and monitor limits on the debt position, sell noncore assets, etc.).

4.7. Competitors of the Issuer

Due to the particularities of operations of PJSC ROSSETI as a company engaged in corporate management of electric grid companies, PJSC ROSSETI has no competitors.

In accordance with applicable laws, FGC UES, PJSC and the interregional and regional distribution grid companies that are part of the ROSSETI Group are natural monopolies and have no direct competitors.

The principles of benchmarking-based incentives for improving operating efficiency introduced by the Strategy for Development of the Electric Grid Sector create the conditions for including the benchmarking results in tariffs.

Additionally, the Strategy for Development of the Electric Grid Sector specifies that the number of territorial grid organizations will be decreased by 50 percent by 2017 compared with 2012.

Section V. Detailed Information Concerning Individual Members of the Issuer's Management Bodies, the Issuer's Bodies Controlling Its Financial and Economic Activities and Brief Information Concerning the Issuer's Employees (Personnel)

5.1. Details of the Structure and Jurisdiction of the Issuer's Management Bodies

Structure of the issuer's management bodies and their jurisdiction as specified in the Articles of Association

(constitutive documents) of the issuer.

In accordance with the Company's Articles of Association, the management bodies of the Company are as follows:

- *General Meeting of Shareholders;*
- *Board of Directors of the Company;*
- *Management Board of the Company (collegial executive body);*
- *Director General of the Company (sole executive body).*

The Company's highest management body is the General Meeting of Shareholders.

As specified in Article 10 of the Company's Articles of Association, the competence of the General Meeting of Shareholders shall include the following issues:

1) amendments and supplements to the Company's Articles of Association or approval of a restated version of the Company's Articles of Association;

2) reorganization of the Company in accordance with the procedure provided for in federal law and these Articles of Association;

3) liquidation of the Company, appointment of a liquidation commission, and approval of an interim and final liquidation balance sheets;

4) election of members of the Company's Board of Directors and early termination of their powers, determination of the size of remuneration and compensation for members of the Company's Board of Directors;

5) determination of the quantity, par value, category (type) of authorized shares and rights attaching thereto;

6) increase in the Company's authorized capital by raising the par value of the shares or by placing additional shares of the Company where specified in these Articles of Association;

7) decrease in the Company's authorized capital by reducing the par value of the shares, by the Company's purchase of some shares in order to reduce their total quantity, and by retirement of the shares acquired or bought back by the Company;

8) election of members of the Company's Internal Audit Commission and early termination of their powers, determination of the size of remuneration and compensation for members of the Company's Internal Audit Commission;

9) approval of the Company's Auditor;

10) approval of annual reports, annual financial statements, including profit and loss statements (profit and loss accounts) of the Company; distribution of profits, including payment (declaration) of dividends except for any profits distributed as dividends based on the results of the first quarter, half, or nine months of the financial year, and losses of the Company for the financial year;

11) establishment of the procedure for holding the General Meeting of Shareholders;

12) share splitting and consolidation;

13) decisions to authorize transactions as specified in Article 83 of the Federal Law "On Joint-Stock Companies";

14) decisions to authorize major transactions as specified in Article 79 of the Federal Law "On Joint-Stock Companies";

15) decisions on the Company's participation in financial industrial groups, associations, and other groupings of commercial entities;

16) approval of internal documents governing the activities of the Company's bodies;

17) payment (declaration) of dividends based on the results of the first quarter, half, or nine months of the financial year;

18) decisions on any application for the delisting of the Company's shares and/or the Company's issue-grade securities convertible into its shares;

19) other issues specified in the Federal Law "On Joint-Stock Companies."

Issues falling within the competence of the General Meeting of Shareholders may not be delegated to the Board of Directors of the Company, the Management Board of the Company, and the Director General of the Company.

The General Meeting of Shareholders shall not be entitled to discuss or adopt decisions on any issues falling beyond its competence as specified in the Federal Law "On Joint-Stock Companies."

The competence of the Company's Board of Directors shall include the general management of the Company's activities except for any issues that, in accordance with the Articles of Association of the Company, fall within the competence of the General Meeting of Shareholders.

The competence of the Board of Directors shall include the following issues (Article 11 of the Articles of Association):

1. determine the priority areas of the Company's activities;

2. convene the Annual and Extraordinary General Meetings of Shareholders, except where otherwise specified in paragraph 10.7.8 of these Articles of Association;

3. approve the agenda of the General Meeting of Shareholders;

4. define the date of the list of the persons entitled to participate in the General Meeting of Shareholders, and other matters falling within the competence of the Company's Board of Directors in accordance with the provisions of Chapter VII of the Federal Law "On Joint-Stock Companies" and associated with the preparation and holding of the General Meeting of Shareholders;

5. *submit for review by the General Meeting of Shareholders the issues specified in subparagraphs 2, 6, and 12–16 of paragraph 10.2 of these Articles of Association, the issue related to a decrease in the authorized capital of the Company by reducing the par value of shares, and the issue in relation to determining the date of the list of the persons entitled to dividends;*

6. *increase the authorized capital of the Company by means of the Company's placement of additional shares where specified in these Articles of Association;*

7. *approve decisions on the issue (additional issue) of securities, issue prospectus, report on the issue of securities; approve reports on the purchase of shares from the Company's shareholders, reports on the retirement of shares, and reports on the Company's shareholders' requests to purchase their shares;*

8. *decide on the Company's placement of additional shares into which the Company's outstanding preference shares of a certain type are converted, which shares are convertible into ordinary or preference shares of other types, provided that such placement does not involve any increase in the Company's authorized capital, on the Company's placement of bonds, including the approval of a bond program (the first part of a decision on the issue of bonds) containing the generally determined rights of bondholders and other general terms and conditions of one or more bond issues, and on the Company's placement of other issue-grade securities except for shares;*

9. *determine the value (money value) of the property and the offering price, or the procedure for determining the offering price, and the buyback price of issue-grade securities where specified in the Federal Law "On Joint-Stock Companies";*

10. *acquire shares, bonds, and other issue-grade securities placed by the Company where specified in the Federal Law "On Joint-Stock Companies";*

11. *appoint the person authorized to define the terms and conditions and sign the employment contracts with the Company's Director General and the members of the Company's Management Board;*

12. *make recommendations concerning the size of remuneration and compensation payable to members of the Company's Internal Audit Commission and set the size of the Auditor's fees;*

13. *make recommendations as to the size of dividends on shares and the procedure for dividend payment;*

14. *prescribe the procedure for forming and using the Company's funds;*

15. *approve the Company's internal documents, except for internal documents that, in accordance with these Articles of Association, shall be approved by the General Meeting of Shareholders or the Company's executive bodies;*

16. *set up (liquidate) branch offices and open (liquidate) representative offices of the Company; amend the Company's Articles of Association accordingly;*

17. *decide on the Company's participation in other organizations except for those specified in paragraph 10.2.15 of these Articles of Association (on joining an operating organization or establishing a new organization) and on the acquisition, disposal, and encumbrance of their shares and stakes and change in the ownership interest in the said organizations;*

18. *authorize major transactions as specified in Chapter X of the Federal Law "On Joint-Stock Companies";*

19. *authorize transactions specified in Chapter XI of the Federal Law "On Joint-Stock Companies";*

20. *define a policy and adopt decisions concerning the obtaining and granting (extending) of loans, advances, guarantees, pledges and suretyship in accordance with the procedure defined by the Company's Board of Directors;*

21. *approve the procedure for the Company's interaction with economic entities whose shares and stakes are held by the Company ("Interaction Procedure") and adopt decisions falling within its competence in accordance therewith;*

22. *define the position of the Company (representatives of the Company), including instructions to participate or not participate in voting on the items on the agenda, vote for or against or abstain from voting, on the following items on the agendas of general meetings of shareholders (members) of subsidiaries and dependent companies ("SDCs") and meetings of boards of directors of SDCs, including for the purposes of the Company controlling the decisions adopted by subsidiaries and dependent companies of SDCs:*

a) *define agendas of General Meetings of Shareholders (Members) of SDCs;*

b) *reorganize or liquidate SDCs;*

c) *determine the number of members of the boards of directors of SDCs, nominate and elect such members and decide on early termination of their powers;*

d) *determine the quantity, par value, category (type) of the authorized shares of SDCs and rights attaching thereto;*

e) *increase the authorized capital of SDCs by increasing the par value of shares or placing additional shares;*

f) *place SDCs' securities convertible into ordinary shares;*

g) *decide on the splitting and consolidation of SDCs' shares;*

h) *approve major transactions entered into by SDCs;*

i) *decide on participation of SDCs in other organizations (on joining an operating organization or establishing a new organization) and (subject to the provisions of subparagraphs "j" and "k") on the acquisition, disposal, and encumbrance of shares and stakes in the authorized capital of organizations in which SDCs participate, and on the change in the ownership interest in the relevant organization;*

j) *decide on entering into transactions by SDCs (including acquiring, disposing of, pledging or otherwise encumbering by entering into one or more associated transactions) in relation to shares and stakes in subsidiaries and dependent companies of SDCs which are engaged in the generation, transmission, dispatching, distribution, and sale of electricity and heat, irrespective of the number of shares (amount of interests in the authorized capital) of such companies;*

k) *decide on entering into transactions by SDCs (including acquiring, disposing of, pledging or otherwise encumbering by entering into one or more associated transactions) in relation to shares and stakes in subsidiaries and*

dependent companies of SDCs which are not engaged in the generation, transmission, dispatching, distribution, or sale of electricity and heat;

l) decide on entering into transactions by SDCs (including several associated transactions) in relation to the acquisition, disposal, or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities intended for the generation, transmission, dispatching, and distribution of electricity and heat;

m) decide on entering into transactions by SDCs (including several associated transactions) in relation to the acquisition, disposal, or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities not intended for the generation, transmission, dispatching, or distribution of electricity and heat;

n) define the position of SDCs' representatives on the items on the agendas of general meetings of shareholders (members) and meetings of the boards of directors of subsidiaries and dependent companies of SDCs in relation to entering into (approving) transactions (including several associated transactions) connected with the acquisition, disposal, or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities intended for the generation, transmission, dispatching, and distribution of electricity and heat;

o) define the position of SDCs' representatives on the items on the agendas of general meetings of shareholders of (members) and meetings of the boards of directors of subsidiaries and dependent companies of SDCs engaged in the generation, transmission, dispatching, distribution, and sale of electricity and heat with respect to the reorganization of, liquidation of, and increase in the authorized capital of such companies by increasing the par value of the shares or by placing additional shares, and placing of securities convertible into ordinary shares.

The Board of Directors of the Company shall adopt decisions on issues provided for in items "i," "k," "l," "m," and "n" of subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association in the instances (to the extent) defined by the Interaction Procedure approved by the Board of Directors of the Company in accordance with subparagraph 21 of paragraph 11.1 of Article 11 of these Articles of Association.

In the absence of any decision adopted by the Board of Directors of the Company to define the position of the Company (representatives of the Company) on such items on the agendas of meetings of SDCs' management bodies as specified in subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association, the Company's representative shall vote "against" or forbear from voting on items on the agendas of meetings of SDCs' management bodies.

The Board of Directors of the Company is not required to decide on defining the position of the Company (representatives of the Company) on such items on the agendas of meetings of SDCs' management bodies as specified in subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association if the size of any stake held by the Company in SDCs or the number of the Company's representatives in SDCs' management bodies does not allow the Company to influence the decisions adopted by SDCs' management bodies.

In the event that any issues are required to be included on the agenda of annual general meetings of shareholders (members) of SDCs under law and in the event that any issues are required to be included on the agenda of annual general meetings of shareholders (members) of SDCs as requested by internal audit commissions of SDCs, auditors of SDCs, and shareholders of SDCs, then the Board of Directors of the Company is not required to decide on defining the position of the Company (representatives of the Company) on the issue specified in item "a" of subparagraph 22 of paragraph 11.1 of Article 11 of these Articles of Association.

23. give prior approval to decisions to enter into transactions involving the Company's non-current assets constituting from ten (10) percent to twenty-five (25) percent of the book value of such assets according to the accounting statements as of the latest reporting date;

24. give prior approval to decisions on the Company entering into transactions (including several associated transactions) in connection with the disposal or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities intended for the generation, transmission, dispatching, and distribution of electricity and heat in the instances (to the extent) defined by separate decisions of the Board of Directors of the Company;

25. give prior approval to decisions on the Company entering into transactions (including several associated transactions) in connection with the disposal or possible disposal of the property that is capital assets, intangible assets, and construction-in-progress facilities not intended for the generation, transmission, dispatching, or distribution of electricity and heat in the instances (to the extent) defined by separate decisions of the Board of Directors of the Company;

26. approve the Company's registrar and the terms and conditions of the contract therewith and the termination thereof;

27. decide on the election (appointment) of the Company's Director General and the members of the Company's Management Board and on the early termination of their powers;

28. approve and change the organizational structure of the Company's executive arm (Director General, members of the Management Board, Departments);

29. give consent to nominations for the Deputy Director General and the Chief Accountant of the Company;

30. decide on the suspension of the powers of a management organization (manager);

31. decide on the acquisition of the Company's own shares as provided for in law and on the disposal of the Company's treasury shares;

32. review the consolidated investment program of the Holding Company;

33. review the consolidated income and expenditure budget of the Holding Company;

34. approve the system of key performance indicators for the Director General of the Company;

35. make an application for the listing of the Company's shares and/or the Company's issue-grade securities convertible into its shares;

36. establish the Committees of the Company's Board of Directors, appoint members of the Committees of the Company's Board of Directors, elect the Chairmen of the Committees of the Company's Board of Directors, and approve

the Regulations for the Committees of the Company's Board of Directors (including the approval of amendments and supplements thereto and restated versions of the Regulations);

37. *give consent to the appointment and dismissal of the Company's Corporate Secretary, decide on additional remuneration paid to the Corporate Secretary, and approve the Regulations for the Corporate Secretary of the Company;*

38. *approve uniform standards, regulations, and other documents related to the electric power industry with respect to various areas of the Company's activities;*

39. *review on an annual basis the reports of the Director General and the Management Board on the organization, functioning, and effectiveness of the risk management and internal control system, evaluate the functioning of this system, and formulate recommendations for its improvement;*

40. *approve the risk management and internal control policies of the Company;*

41. *approve the internal audit policy of the Company;*

42. *approve the Internal Audit Action Plan and the budget of the internal audit division;*

43. *give consent to the appointment and dismissal of the chief internal audit executive and determine his or her remuneration;*

44. *examine substantial constraints on the powers of the internal audit division or any other constraints that can adversely affect internal audit;*

45. *resolve other issues specified in the Federal Law "On Joint-Stock Companies" and the Company's Articles of Association.*

The collegial executive body, the Management Board of the Company, and the sole executive body, the Director General of the Company, shall be in charge of the Company's day-to-day activities.

The Management Board of the Company shall be the Company's collegial executive body.

The competence of the Management Board shall include the following issues (Article 13 of the Articles of Association):

1) *develop the priority areas of the Company's activities and long-term implementation plans and submit them for approval by the Board of Directors;*

2) *prepare a report on the Company's financial and economic activities and on the organization, functioning, and effectiveness of the Company's risk management and internal control system;*

3) *exercise the powers of general meetings of shareholders (members) of the Company's wholly-owned SDCs;*

4) *nominate persons as chairmen of boards of directors, sole executive bodies, and the Company's representatives on boards of directors and in internal audit commissions of organizations of any legal form of ownership in which the Company participates (except where the functions of general meetings of shareholders of SDCs are performed by the Company's Management Board and except where (with respect to nominating persons as chairmen of boards of directors and sole executive bodies of SDCs) the size of any stake (interest) held by the Company in SDCs or the number of votes of any nonprofit organizations to which the Company is entitled does not allow the Company to influence the decisions adopted by SDCs' or nonprofit organizations' management bodies on the election of chairmen of boards of directors and sole executive bodies of SDCs and nonprofit organizations from among the persons nominated by the Company);*

5) *define the position of the Company (the Company's representatives), including the instructions to vote or not to vote on any issues on the agendas of general meetings of shareholders and meetings of boards of directors of SDCs provided for in subparagraphs "i," "k," "l," "m," and "n" of paragraph 11.1.22 of these Articles of Association, unless, pursuant to the Interaction Procedure, the Company's Board of Directors shall decide on such issues;*

6) *resolve other issues related to the Company's activities pursuant to decisions adopted by the General Meeting of Shareholders or the Board of Directors, and other issues submitted by the Company's Director General for its review.*

The members of the Management Board shall act to the benefit of the Company and exercise their rights and perform their obligations in good faith, reasonably, and in the best way to the benefit of the Company.

The Director General of the Company shall be in charge of the Company's day-to-day activities pursuant to decisions adopted by the General Meeting of Shareholders and the Board of Directors of the Company within their competence.

The competence of the Director General of the Company shall include all matters related to the management of the Company's day-to-day activities, except for any issues falling within the competence of the General Meeting of Shareholders, the Board of Directors, or the Management Board of the Company (Article 14 of the Articles of Association of the Company).

The Director General of the Company shall act on behalf of the Company without a power of attorney, including subject to the restrictions specified in the applicable laws, these Articles of Association, and decisions adopted by the Company's Board of Directors:

1) *ensure the implementation of the Company's action plans necessary to attain its objectives;*

2) *arrange for keeping the Company's records and accounts;*

3) *dispose of the Company's property, enter into transactions on behalf of the Company, issue powers of attorney, and open the Company's settlement and other accounts with banks and other credit institutions (and, as provided for in law, with organizations that are professional participants in the securities market) except where subject to a decision to be adopted by the Management Board, the Board of Directors, or the General Meeting of Shareholders of the Company;*

- 4) *issue orders, approve directives, local regulatory documents, and other internal documents of the Company, give instructions which shall be binding upon all employees of the Company;*
- 5) *approve the Regulations for the Company's branch offices and representative offices;*
- 6) *approve the staffing table and official salaries of the Company's employees in accordance with the organizational structure of the Company's executive staff;*
- 7) *perform the functions of the Chairman of the Company's Management Board;*
- 8) *exercise the rights and perform the obligations of an employer in relation to the Company's employees as provided for in labor law;*
- 9) *organize the work of the Company's Management Board and preside at its meetings;*
- 10) *submit for review by the Board of Directors the proposals for the nomination and dismissal of members of the Management Board;*
- 11) *distribute duties among the deputies of the Company's Director General;*
- 12) *submit for review by the Company's Board of Directors the reports on financial and economic activities of the Company and on the organization, functioning, and effectiveness of the Company's risk management and internal control system;*
- 13) *appoint the persons representing the Company at meetings of members of the economic entities whose shares and stakes are held by the Company;*
- 14) *develop the target values of key performance indicators (KPI) for the Company's business units (officers);*
- 15) *submit for approval by the Board of Directors a nominee for the chief internal audit executive and submit for consideration by the Board of Directors the issue related to dismissing the chief internal audit executive and the issue related to determining his or her remuneration;*
- 16) *approve a document (the second part of a decision on the issue of bonds) containing the terms and conditions of a specific bond issue under a bond program;*
- 17) *resolve other issues related to the Company's day-to-day activities, except for any issues falling within the competence of the General Meeting of Shareholders, the Board of Directors, and the Management Board of the Company.*

Information concerning the availability of the code of corporate conduct (governance) of the issuer or another similar document:

The Corporate Governance Code of the Issuer was approved by the Board of Directors of the Company on November 29, 2012 (Minutes of the Meeting No. 101).

The primary objectives of the Corporate Governance Code are to improve and systemize corporate governance, ensure more transparent Company governance and confirm the Company's ongoing willingness to follow the standards of good corporate governance.

Information concerning the availability of the internal documents of the issuer governing the activities of its management bodies:

Regulations for the General Meeting of Shareholders of PJSC ROSSETI

Regulations for the Board of Directors of PJSC ROSSETI

Regulations for the Management Board of PJSC ROSSETI

Regulations for Remuneration and Compensation for Members of the Board of Directors of PJSC ROSSETI

All of the documents listed above were approved by the General Meeting of Shareholders of the Company on June 30, 2015.

Webpages on which the full text of the most recent version of the Articles of Association of the issuer, the internal documents governing the activities of the issuer's bodies, and the Corporate Governance Code is publicly available:

<http://www.rosseti.ru/about/documents/>

<http://www.e-disclosure.ru/portal/files.aspx?id=13806&type=1>

5.2. Information Concerning Individual Members of the Issuer's Management Bodies

Members of the Board of Directors of the Issuer:

1. Full Name: *Stanislav Olegovich Ashirov*

Year of Birth: *November 8, 1973*

Education: *higher education*. Sergo Ordzhonikidze State Academy of Management, majoring in Management; State University of Management; Candidate of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
August 8, 2008	present	OAo Mezhhregionenergosbyt	Director General
2008	present	OAo Tyumen Power Sales Company (part-time)	Deputy Director General for Strategic Development

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Strategy Committee; Nomination and Remuneration Committee; Audit Committee**

2. Full Name: **Boris Ilyich Ayuyev**

Year of Birth: **April 16, 1957**

Education: **higher education.** Ural Polytechnic Institute, majoring in Power Plants

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2013	present	Public Joint Stock Company ROSSETI	Member of the Board of Directors
2012	2015	JSC RusHydro	Member of the Board of Directors
2009	2010	GruzRosenergo	Member of the Supervisory Board
2009	present	Russian National Committee of the Council on Large Electric Systems (CIGRE)	Chairman
2008	2013	Financial Settling Center	Member of the Board of Directors
2008	2013	JSC TSA	Member of the Board of Directors
2005	2011	Energy Forecasting Agency	Member of the Board of Directors
2004	2013	JSC FGC UES	Member of the Board of Directors
2004	present	SO UPS, JSC	Chairman of the Management Board
2004	present	SO UPS, JSC	Member of the Board of Directors

Stake held by the individual in the authorized capital of the issuer (%): **0.0055**

Percentage of ordinary shares held by the individual in the issuer (%): **0.00557**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

Full corporate name: **Federal Grid Company of Unified Energy System, Public Joint-Stock Company**

Stake held by the individual in the authorized capital of the entity (%): **0.00064**

Percentage of ordinary shares held by the individual in the entity (%): **0.00064**

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Investment, Technical Policy, Reliability, Energy Efficiency, and Innovation Committee**

3. Full Name: **Oleg Gennadyevich Barkin**

Year of Birth: **August 20, 1975**

Education: **higher education.** Moscow Power Engineering Institute (Technical University), majoring in Applied Mechanics; master's degree

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		

August 2008	February 2012	NP Market Council	Member of the Board, Deputy Chairman of the Board for Market Development
February 2012	May 2014	NP Market Council	Member of the Board, Deputy Chairman of the Board for Market Development
May 2014	present	NP Market Council	Member of the Board, Deputy Chairman of the Board for Market Development
July 2014	June 2015	Joint Stock Company ROSSETI	Deputy Director General for Strategic Development

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***Strategy Committee; Investment, Technical Policy, Reliability, Energy Efficiency, and Innovation Committee***

Independent director on the Board of Directors

4. Full Name: ***Vasily Mikhailovich Belov***

Year of Birth: ***August 24, 1981***

Education: ***higher education.*** Faculty of Computational Mathematics and Cybernetics, Lomonosov Moscow State University

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
September 2013	present	Non-Profit Organization the Fund for Development of the Center for Elaboration and Commercialization of New Technologies	Senior Vice-President for Innovations
December 2011	September 2013	Non-Profit Organization the Fund for Development of the Center for Elaboration and Commercialization of New Technologies	Executive Director of the Energy-Efficient Technology Cluster
January 2010	November 2011	OAO Interdepartmental Analytical Center	Project Office Director

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***Strategy Committee; Investment, Technical Policy, Reliability, Energy Efficiency, and Innovation Committee; Nomination and Remuneration Committee; Audit Committee***

Independent director on the Board of Directors

5. Full Name: **Andrey Yurievich Ivanov**

Year of Birth: **November 23, 1975**

Education: **higher education**. Krasnoyarsk State University, majoring in Law; Russian Presidential Academy of National Economy and Public Administration, majoring in Management and Business Administration

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2008	2011	Ministry of Finance of the Russian Federation	Deputy Director of the Department for Budgetary Policy in Economic Sectors
2011	2012	Ministry of Finance of the Russian Federation	Director of the Department for Budgetary Policy in Innovation, Civil Industry, Energy, Communications and Public-Private Partnership
2012	present	Ministry of Finance of the Russian Federation	Deputy Minister
2012	present	Internet Initiatives Development Fund of the Agency for Strategic Initiatives	Member of the Executive Board
2013	present	United Aircraft Corporation	Member of the Board of Directors
2012	present	Skolkovo Institute of Science and Technology	Chairman of the Finance and Investment Committee of the Board of Trustees
2012	present	State Corporation Bank for Development and Foreign Economic Affairs (Vnesheconombank)	Member of the Working Group on Consideration of Materials for the Supervisory Board
			Member of the Nomination and Remuneration Committee the Supervisory Board
			Member of the Working Group of the Contest for Bonuses for Contributions to Russian Socioeconomic Development
2012	present	Innopolis	Member of the Board of Directors
2013	present	Innopolis Special Economic Zone	Member of the Board of Directors
2012	present	Special Economic Zones	Member of the Board of Directors
2013	present	Non-Profit Organization the Fund for Development of the Center for Elaboration and Commercialization of New Technologies	Member of the Skolkovo Foundation Board
2014	present	Public Joint Stock Company ROSSETI	Member of the Board of Directors
2014	present	OJSC ROSNEFTEGAZ	Member of the Board of Directors
2014	present	Russian Agricultural Bank	Member of the Supervisory Board
2014	present	JSC RPC URALVAGONZAVOD	Member of the Board of Directors
2014	present	Russian Railways	Member of the Board of Directors
2013	present	State Company Russian Highways	Member of the Supervisory Board
2014	present	Monotowns Development Fund	Member of the Supervisory Board
2015	present	Northern Caucasus Resorts	Member of the Board of Directors
2015	present	National Export Center	Member of the Board of Directors

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures

provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): *N/A*

6. Full Name: **Alexander Sergeyevich Kalinin**

Year of Birth: **November 11, 1966**

Education: **higher education**. Chelyabinsk Polytechnic Institute, majoring in Robotics

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
October 2003	October 2014	OOO Granitny Bereg	Director
2005	November 2014	Chelyabinsk Regional Branch of OPORA RUSSIA	Chairman of the Board
October 2014	present	OPORA RUSSIA All-Russian Public Organization of Small and Medium Business	President

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Strategy Committee; Nomination and Remuneration Committee; Audit Committee**

Independent director on the Board of Directors

7. Full Name: **Alexei Aleksandrovich Makarov**

Year of Birth: **July 1, 1937**

Education: **higher education**. Kalinin Leningrad Polytechnic Institute, majoring in Energy Economics and Organization; Doctor of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
1985	2013	Energy Research Institute of the Russian Academy of Sciences	Director
2013	present	Energy Research Institute of the Russian Academy of Sciences	Chief Research Associate

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Nomination and Remuneration Committee; Audit Committee**

Independent director on the Board of Directors

8. Full Name: **Denis Stanislavovich Morozov**

Year of Birth: **March 30, 1973**

Education: **higher education**. Lomonosov Moscow State University, majoring in Political Economics; Lomonosov Moscow State University, majoring in Law; Swiss Banking School; postgraduate school of the Moscow State Institute of International Relations (University) of the Ministry of Foreign Affairs of the Russian Federation (MGIMO), majoring in International Economic Relations; Harvard Business School under the Advanced Management Program; Columbia University's School of International and Public Affairs as a Master of Public Administration under the Program in Economic Policy Management

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2014	present	Russian Agricultural Bank	Member of the Supervisory Board
2013	present	Public Joint Stock Company ROSSETI	Member of the Board of Directors
2013	present	PJSC RusHydro	Member of the Board of Directors
2012	June 2015	OJSC ALROSA	Member of the Supervisory Board
2011	2014	Russian Agency for Export Credit and Investment Insurance	Member of the Board of Directors
2011	present	European Bank for Reconstruction and Development (EBRD)	Executive Director for the Russian Federation, Belarus and Tajikistan
2010	2010	Uralkali	President and CEO, member of the Board of Directors
2010	2010	Belarusian Potash Company	Member of the Board of Directors
2009	2010	United Grain Company	Member of the Board of Directors

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations.**

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none.**

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none.**

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **N/A**

Independent director on the Board of Directors

9. Full Name: **Andrey Yevgenyevich Murov**

Year of Birth: **March 26, 1970**

Education: **higher education**. Faculty of Law of the Saint Petersburg State University, majoring in Law; professional retraining in Financial Management from the Interbranch Institute of Advanced Training and Retraining of Executive Personnel; Saint Petersburg State University of Civil Aviation, majoring in Transportation Organization and Management (Air Transportation); Doctor of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
March 2007	January 2012	Pulkovo Airport	Director General
January 2012	July 2012	JSC IDGC Holding	Deputy Director General
June 2012	August 2012	IDGC of Urals, JSC	Member of the Board of Directors
June 2012	March 2014	IDGC of North-West	Chairman of the Board of Directors
July 2012	July 2012	JSC IDGC Holding	Acting Director General
July 2012	June 2013	Joint Stock Company ROSSETI (before April 4, 2013, JSC IDGC Holding)	Executive Director
July 2012	November 2013	JSC FGC UES	First Deputy Chairman of the Management Board

August 2012	June 2013	IDGC of Volga, JSC	Chairman of the Board of Directors
August 2012	June 2013	IDGC of Centre, JSC	Chairman of the Board of Directors
August 2012	June 2013	Kubanenergo	Member of the Board of Directors
August 2012	June 2013	JSC LENENERGO	Chairman of the Board of Directors
August 2012	June 2013	JSC MOESK	Member of the Board of Directors
September 2012	November 2013	JSC FGC UES	Member of the Management Board
October 2012	November 2013	Joint Stock Company ROSSETI (before April 4, 2013, JSC IDGC Holding)	Member of the Management Board
June 2013	present	Public Joint Stock Company ROSSETI	Member of the Board of Directors
June 2013	present	FGC UES, PJSC	Member of the Board of Directors
November 2013	present	FGC UES, PJSC	Chairman of the Management Board
May 2014	present	PJSC Inter RAO	Member of the Board of Directors
June 2015	present	SO UPS, JSC	Member of the Board of Directors

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): ***N/A***

10. Full Name: ***Alexander Valentinovich Novak***

Year of Birth: ***August 23, 1971***

Education: ***higher education.*** Norilsk Industrial Institute, majoring in Economics and Management in Metallurgic Engineering; Lomonosov Moscow State University, majoring in Management

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
July 2008	September 2008	Government of the Krasnoyarsk Territory	First Deputy Governor of the Krasnoyarsk Territory and Chairman of the Government of the Krasnoyarsk Territory
September 2008	May 2012	Ministry of Finance of the Russian Federation	Deputy Minister and, from October 2, 2008, member of the Collegium of the Ministry of Finance of the Russian Federation

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of

economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): *N/A*

11. Full Name: **Oleg Romanovich Fyodorov**

Year of Birth: **August 30, 1968**

Education: **higher education**. Lomonosov Moscow State University, majoring in Mathematics and Applied Mathematics

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
June 2009	August 2012	VTB Capital	Head of the Government and Government-Linked Company Relations Division
September 2012	September 2014	Federal Agency for State Property Management of the Russian Federation	Advisor to the Head

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): **Strategy Committee; Nomination and Remuneration Committee**

12. Full Name: **Andrey Nikolayevich Shishkin**

Year of Birth: **March 13, 1959**

Education: **higher education**. Moscow Institute of Petrochemistry and Gas, majoring in Industrial Thermal Power Engineering

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
June 2008	December 2009	Integrated Energy Systems	First Vice President and Operations Director
January 2010	June 2012	Ministry of Energy of the Russian Federation	Deputy Minister
July 2012	present	Rosneft	Vice President for Energy

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures

provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: *none*.

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): *N/A*

13. Full Name: ***Sergey Ivanovich Shmatko***

Year of Birth: ***September 26, 1966***

Education: ***higher education***. Faculty of Political Economics of the Ural State University; Military Academy of the General Staff of the Russian Armed Forces, majoring in Defense and Security Protection of the Russian Federation; Candidate of Science (Engineering)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2008	2012	Ministry of Energy of the Russian Federation	Minister
2008	2011	JSC IDGC Holding	Chairman of the Board of Directors
2008	2011	JSC FGC UES	Chairman of the Board of Directors
2008	2011	JSC RusHydro	Chairman of the Board of Directors
2008	2011	JSC Transneft	Chairman of the Board of Directors
2008	2011	Zarubezhneft	Chairman of the Board of Directors
2008	2011	JSC Inter RAO	Member of the Board of Directors
2009	2011	SO UPS, JSC	Chairman of the Board of Directors
2009	2011	OAo Gazprom	Member of the Board of Directors
2009	2012	ROSATOM	Member of the Supervisory Board
2013	2014	JSC Transneft	Member of the Board of Directors
2012	present	Presidential Commission for Strategic Development of the Fuel and Energy Sector and Environmental Security of the Russian Federation	Member of the Commission
2013	present	Presidential Executive Office of the Russian Federation	Special Representative of the President of the Russian Federation on International Cooperation in the Electric Power Industry
2013	present	Public Joint Stock Company ROSSETI	Member of the Board of Directors
2013	present	FGC UES, PJSC	Member of the Board of Directors
2013	present	Scientific and Technical Council of Unified Energy System Non-profit Partnership	Chairman of the Supervisory Board

Stake held by the individual in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the individual in the issuer (%): **0**

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer:

none.

The Issuer did not issue options.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financing and economic activities: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: ***none.***

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: ***none.***

Information about serving on the committees of the board of directors (supervisory board), specifying the committee name(s): *N/A*

Sole Executive Body of the Issuer:

Full Name: ***Oleg Mikhailovich Budargin***

Year of Birth: ***November 16, 1960***

Education:

higher education. Norilsk Industrial Institute, majoring in Industrial and Civil Construction; Candidate of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

Period	Entity	Title
--------	--------	-------

From	To		
2009	2013	JSC FGC UES	Chairman of the Management Board
2010	2011	Energy Forecasting Agency	Member of the Board of Directors
2010	present	FGC UES, PJSC	Member of the Board of Directors
2011	present	Russian Regional Development Bank	Member of the Supervisory Board
2011	2015	JSC Inter RAO	Member of the Board of Directors
2011	present	Association of Solar Energy Enterprises Nonprofit Partnership	Chairman of the Supervisory Board
2012	present	Public Joint Stock Company ROSSETI	Chairman of the Management Board
2012	2013	Kubanenergo	Chairman of the Board of Directors
2012	present	PJSC MOESK	Chairman of the Board of Directors
2012	2013	IDGC of Siberia, JSC	Chairman of the Board of Directors
2012	present	North-Caucasus Federal University	Member of the Supervisory Board
2012	present	Moscow Power Engineering Institute (National Research University)	Member of the Board of Trustees, member of the Scientific Council
2012	present	Association of Polar Explorers	Member of the Board and Vice President for Environmental Issues
2013	present	Public Joint Stock Company ROSSETI	Director General
2013	present	Public Joint Stock Company ROSSETI	Member of the Board of Directors
2013	present	World Energy Council (WEC)	Vice Chair, Responsibility for Regional Development
2013	present	Mariinsky Theatre	Member of the Board of Trustees
2014	present	Primorsky Opera and Ballet Theater	Member of the Board of Trustees
2014	present	PJSC FTC	Chairman of the Board of Directors

***No stake/ordinary shares held in the authorized capital of the issuer
The Issuer did not issue options.***

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

Full corporate name: ***Federal Grid Company of Unified Energy System, Public Joint-Stock Company***
 INN (Taxpayer Identification Number): ***4716016979***
 OGRN (Principal State Registration Number): ***1024701893336***

Stake held by the individual in the authorized capital of the entity (%): ***0.00064***
 Percentage of ordinary shares held by the individual in the entity (%): ***0.00064***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

None of such family relations

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

None of such sanctions were imposed against the individual

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

The individual did not hold any of the above-mentioned positions

Members of the Collegial Executive Body of the Issuer:

1. Full Name: ***Oleg Mikhailovich Budargin (Chairman)***
Year of Birth: ***1960***

Education:

higher education, Candidate of Science (Economics)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

Period		Entity	Title
From	To		
2009	2013	JSC FGC UES	Chairman of the Management Board
2010	2011	Energy Forecasting Agency	Member of the Board of Directors
2010	present	FGC UES, PJSC	Member of the Board of Directors
2011	present	Russian Regional Development Bank	Member of the Supervisory Board
2011	2015	JSC Inter RAO	Member of the Board of Directors
2011	present	Association of Solar Energy Enterprises Nonprofit Partnership	Chairman of the Supervisory Board
2012	present	Public Joint Stock Company ROSSETI	Chairman of the Management Board
2012	2013	Kubanenergo	Chairman of the Board of Directors
2012	present	PJSC MOESK	Chairman of the Board of Directors
2012	2013	IDGC of Siberia, JSC	Chairman of the Board of Directors
2012	present	North-Caucasus Federal University	Member of the Supervisory Board
2012	present	Moscow Power Engineering Institute (National Research University)	Member of the Board of Trustees, member of the Scientific Council
2012	present	Association of Polar Explorers	Member of the Board and Vice President for Environmental Issues
2013	present	Public Joint Stock Company ROSSETI	Director General
2013	present	Public Joint Stock Company ROSSETI	Member of the Board of Directors
2013	present	World Energy Council (WEC)	Vice Chair, Responsibility for Regional Development
2013	present	Mariinsky Theatre	Member of the Board of Trustees
2014	2016	Primorsky Opera and Ballet Theater	Member of the Board of Trustees
2014	present	PJSC FTC	Chairman of the Board of Directors

No stake/ordinary shares held in the authorized capital of the issuer

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

Full corporate name: ***Federal Grid Company of Unified Energy System, Public Joint-Stock Company***

INN (Taxpayer Identification Number): **4716016979**
OGRN (Principal State Registration Number): **1024701893336**

Stake held by the individual in the authorized capital of the entity (%): **0.00064**
Percentage of ordinary shares held by the individual in the entity (%): **0.00064**

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

None of such family relations

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

None of such sanctions were imposed against the individual

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

The individual did not hold any of the above-mentioned positions

2. Full Name: ***Nikolay Nikolayevich Varlamov***
Year of Birth: ***1974***

Education:

higher education

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

Period		Entity	Title
From	To		
January 20, 2015	present	Public Joint Stock Company ROSSETI	Deputy Director General and Head of the Administrative Office
2013	January 19, 2015	Public Joint Stock Company ROSSETI	Deputy Director General for Controlling and Internal Inspection
2013	present	IDGC of Center and Volga Region, PJSC	Member of the Board of Directors
2013	2015	IDGC of Northern Caucasus, JSC	Member of the Board of Directors
2012	2013	JSC FGC UES	Member of the Management Board
2011	2013	JSC FGC UES	Deputy Chairman of the Management Board
2008	2011	Federal Service for Financial Monitoring	Secretary of State and Deputy Head

No stake/ordinary shares held in the authorized capital of the issuer

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

The individual does not hold such stakes

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

None of such family relations

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

None of such sanctions were imposed against the individual

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

The individual did not hold any of the above-mentioned positions

3. Full Name: **Roman Nikolaevich Berdnikov**

Year of Birth: **1973**

Education:

higher education

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

Period		Entity	Title
From	To		
2003	2010	JSC FGC UES	Deputy Head of the Strategic Planning Department, Head of the Strategic Planning Department, Head of the Customer and Market Relations Department, Development and Customer Relations Director
2009	2013	JSC FGC UES	Member of the Management Board
2010	2012	JSC FGC UES	Deputy Chairman of the Management Board
2012	2013	JSC FGC UES	First Deputy Chairman of the Management Board
2010	2014	GruzRosenergo	Chairman of the Supervisory Board
2010	2012	JSC ENIN	Member of the Board of Directors
2011	2014	Nonprofit Partnership Council for Organizing Efficient System of Trading at Wholesale and Retail Electricity and Capacity Market (Market Council)	Member of the Supervisory Board
2012	2014	ZAO EnergoRynok	Member of the Board of Directors
2012	2013	JSC Tyumenenergo	Member of the Board of Directors
2012	2013	IDGC of Urals, JSC	Member of the Board of Directors
2012	2013	IDGC of Northern Caucasus, JSC	Member of the Board of Directors
July 2012	October 2012	JSC IDGC Holding	First Deputy Executive Director
2012	present	Public Joint Stock Company ROSSETI	Member of the Management Board
2013	2015	Public Joint Stock Company ROSSETI	First Deputy Director General for Technical Policy
2013	2014	IDGC of Siberia, JSC	Member of the Board of Directors
2013	present	Russian National Committee of the Council on Large Electric Systems (CIGRE)	Member of the Presidium
2013	present	Scientific and Technical Council of Unified Energy System Non-profit Partnership	Member of the Supervisory Board
2013	present	Noncommercial Partnership of Territorial Power Grid Organizations	Chairman of the Supervisory Board
2014	present	AO Engineering Center UES Real Estate	Member of the Board of Directors
2014	present	PJSC FTC	Member of the Board of

		Directors
--	--	-----------

No stake/ordinary shares held in the authorized capital of the issuer

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

Full corporate name: ***Federal Grid Company of Unified Energy System, Public Joint-Stock Company***

INN (Taxpayer Identification Number): ***4716016979***

OGRN (Principal State Registration Number): ***1024701893336***

Stake held by the individual in the authorized capital of the entity (%): ***0.000000195***

Percentage of ordinary shares held by the individual in the entity (%): ***0.000000195***

Information concerning any family relations with other individual members of the issuer's management bodies and/or bodies exercising control of the issuer's financial and economic activities:

None of such family relations

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

None of such sanctions were imposed against the individual

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

The individual did not hold any of the above-mentioned positions

4. Full Name: ***Andrey Aleksandrovich Dyomin***

Year of Birth: ***1974***

Education:

higher education

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

Period		Entity	Title
From	To		
2009	2010	JSC FGC UES	Member of the Management Board
2010	2012	OOO Mezhhregionsbyt	Advisor to the Director General
2012	2013	JSC FGC UES	Advisor to the Chairman of the Management Board
2013	2015	Public Joint Stock Company ROSSETI	First Deputy Director General for Economic Affairs and Finance
2013	present	Public Joint Stock Company ROSSETI	Member of the Management Board
2013	2015	JSC Tyumenenergo	Member of the Board of Directors
2013	2014	JSC TDC	Chairman of the Board of Directors
2013	2015	FEEMC, JSC	Member of the Board of Directors
2014	present	PJSC MOESK	Member of the Board of Directors
2014	present	FGC UES, PJSC	Member of the Board of Directors

No stake/ordinary shares held in the authorized capital of the issuer

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

The individual does not hold such stakes

Information concerning any family relations with other individual members of the issuer’s management bodies and/or bodies exercising control of the issuer’s financial and economic activities:

None of such family relations

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

None of such sanctions were imposed against the individual

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

The individual did not hold any of the above-mentioned positions

5. Full Name: ***Valentin Yefimovich Mezhevich***

Year of Birth: ***1947***

Education:

higher education, Candidate of Science (Engineering)

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions

Period		Entity	Title
From	To		
2008	2014	Nonprofit Partnership Council for Organizing Efficient System of Trading at Wholesale and Retail Electricity and Capacity Market (Market Council)	Deputy Chairman of the Supervisory Board
2013	2014	Joint Stock Company ROSSETI	Deputy Director General for Strategic Communications
2012	present	Public Joint Stock Company ROSSETI	Member of the Management Board
2014	May 2015	IDGC of Northern Caucasus, JSC	Member of the Board of Directors
2014	June 2015	IDGC of Siberia, JSC	Member of the Board of Directors
2014	June 2015	Kubanenergo	Member of the Board of Directors
2014	present	Public Joint Stock Company ROSSETI	Chief Advisor

No stake/ordinary shares held in the authorized capital of the issuer

Stakes held by the individual in the authorized (share) capital (unit trust) of the subsidiaries and dependent companies of the issuer

The individual does not hold such stakes

Information concerning any family relations with other individual members of the issuer’s management bodies and/or bodies exercising control of the issuer’s financial and economic activities:

None of such family relations

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state:

None of such sanctions were imposed against the individual

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced:

The individual did not hold any of the above-mentioned positions

5.3. Information Concerning the Amount of Remuneration, Benefits and/or Reimbursement of Expenses for Each Management Body of the Issuer

Information concerning the amount of remuneration, benefits, and/or reimbursement of expenses paid to members of the Board of Directors:

Remuneration

Board of Directors

Unit of measurement: *rubles in thousands*

Indicator Description	2014	June 30, 2015
Remuneration for participation in the work of the management body		0
Salary		0
Bonuses		0
Commission fees		0
Benefits		0
Other remuneration		0
TOTAL		0

Information concerning the existing agreements for such payments in the present fiscal year:

On June 30, 2015, the Annual General Meeting of Shareholders of the Company resolved in accordance with the Regulations for Remuneration and Compensation for Members of the Board of Directors of the Company approved by the Annual General Meeting of Shareholders of the Company on June 30, 2014, to pay no remuneration to members of the Company's Board of Directors for serving on the Company's Board of Directors.

The amount and procedure for paying remuneration and compensation to new members of the Board of Directors of PJSC ROSSETI are defined by the Regulations for Remuneration and Compensation for Members of the Board of Directors of PJSC ROSSETI (restated version) approved by the Annual General Meeting of Shareholders of the Company on June 30, 2015:

1. Remuneration and compensation shall be paid by the Company in cash.
 2. These Regulations shall not apply to any members of the Board of Directors of the Company who are simultaneously members of the Company's collegial executive body or the Company's sole executive body (Director General).

3. No remuneration shall be accrued or paid to the Chairman or members of the Board of Directors of the Company who are persons falling within the purview of such restriction or ban on the receipt of any payments from business entities as imposed by federal law.

4. Payment of remuneration.

4.1. Remuneration shall be paid to members of the Board of Directors of the Company for their work for the period from their election to the Board of Directors of the Company until the election of new members of the Board of Directors of the Company.

Remuneration shall be paid to members of the Board of Directors of the Company as a lump sum in Russian rubles.

4.2. Each member of the Board of Directors of the Company shall be paid remuneration in the amount calculated by the following formula taking account of the total number of meetings of the Board of Directors of the Company in the previous corporate year and taking account of the number of meetings in which such member of the Board of Directors takes part:

$$S(1) = R_{base} \times 100/130 \left(\frac{n}{m} \right), \text{ where}$$

$S(1)$ is the amount of remuneration payable for serving on the Board of Directors of the Company;

R_{base} is the remuneration base amount determined in accordance with the procedure set forth in paragraph 4.3 of these Regulations;

n is the number of meetings of the Board of Directors (irrespective of the form of such meetings) in which the member of the Board of Directors takes part within the period between the Annual General Meetings of Shareholders;

m is the total number of meetings of the Board of Directors (irrespective of the form of such meetings) within the period between the Annual General Meetings of Shareholders.

4.3. The remuneration base amount (R_{base}) shall be based on the revenues calculated in accordance with Russian Accounting Standards and received by the Company in the financial year and is as follows:

Revenues	R_{base}
above 200 billion rubles	1,000,000 rubles
above 30 billion rubles	900,000 rubles
above 10 billion rubles	800,000 rubles

above 1 billion rubles	700,000 rubles
above 600 million rubles	600,000 rubles
below 600 million rubles	on a case-by-case basis

4.4. The remuneration specified in paragraph 4.2 of these Regulations shall be paid from net profit within 60 days after the Annual General Meeting of Shareholders of the Company that decides to pay remuneration to members of the Board of Directors of the Company.

4.5. On top of the remuneration specified in paragraph 4.2 of these Regulations, the following premiums shall apply:

4.5.1 - 30% of $S(1)$ payable to the Chairman of the Board of Directors of the Company;

4.5.2 - 20% of $S(1)$ payable to the chairman of a specialized committee of the Board of Directors of the Company;

4.5.3 - 10% of $S(1)$ payable to a member of a specialized committee of the Board of Directors of the Company.

No premium for holding office as chairman and/or a member of a specialized committee shall be paid if such committee of the Board of Directors holds less than three meetings in the corporate year.

4.6. The total amount of the remuneration specified in paragraph 4.2 of these Regulations, including the premiums specified in paragraph 4.5 of these Regulations, may not be in excess of R_{base} .

4.7. No remuneration shall be paid to any member of the Board of Directors of the Company if such member fails to participate in more than 50% of the meetings held (from the election of such member until the termination of such member's powers).

4.8. Any member of the Board of Directors of the Company may decline to receive the remuneration provided for in these Regulations, in full or in part, by notice thereof to the sole executive body (Director General) of the Company.

5. Payment of compensation.

5.1. Any member of the Board of Directors shall be compensated for expenses in connection with participation in a meeting of the Board of Directors in accordance with the rates applied by the Company to reimbursement for travel expenses at the time of such meeting.

5.2. Compensation shall be paid by the Company within three business days after the submission of documents supporting expenses incurred.

The members of the Board of Directors on the staff of the joint-stock company are paid salaries in accordance with the payroll plan and can be eligible for bonuses and other remuneration. Information concerning these payments to members of the Board of Directors of the Company is specified in payment documents related to remuneration for the collegial executive body.

Collegial executive body

Unit of measurement: ***rubles in thousands***

Indicator Description	2014	September 30, 2015
Remuneration for participation in the work of the management body	8,333	4,856
Salary	104,591	91,097
Bonuses	161,922	109,852
Commission fees	0	0
Benefits	0	0
Other remuneration	2,203	2,771
TOTAL	277,049	208,576

Information concerning the existing agreements for such payments in the present fiscal year:

The members of the Management Board as the Company's staff members receive pay according to their job positions under employment contracts; additionally, members of the Management Board can be eligible for bonuses and other remuneration.

5.4. Information Concerning the Structure and Jurisdiction of Bodies Exercising Control of the Issuer's Financial and Economic Activities and Concerning the Organization of the Risk Management and Internal Control System

Structure of bodies exercising control of the issuer's financing and economic activities and their authority as specified in the Articles of Association (constitutive documents) and internal documents of the issuer:

In accordance with Article 16 of the Articles of Association of the Company, the General Meeting of Shareholders elects the Internal Audit Commission of the Company to exercise control of the Company's financial and economic activities.

The Company's Internal Audit Commission shall be elected annually by the General Meeting of Shareholders of the Company and shall consist of five (5) members.

The Company's Internal Audit Commission shall act within the limits of the powers specified in the Federal Law "On Joint-Stock Companies."

The Company's Internal Audit Commission shall act in accordance with the procedure set forth in an internal document of the Company approved by the General Meeting of Shareholders.

Audits (inspections) of the financial and economic activities of the Company shall be carried out after the end of the Company's annual performance, and at any time on the initiative of the Company's Internal Audit Commission, pursuant to a decision adopted by the General Meeting of Shareholders or the Company's Board of Directors, or at the request of the Company's shareholder(s) holding an aggregate of at least ten (10) percent of the Company's voting shares.

At the request of the Company's Internal Audit Commission, officers of the Company's management bodies shall provide documents about the Company's financial and economic activities.

The Company's Internal Audit Commission shall be entitled to request the convocation of the Extraordinary General Meeting of Shareholders.

The main objectives of the Internal Audit Commission of the Company are as follows:

- a) conduct audits of the financial and economic activities of the Company;*
- b) make an independent assessment of information contained in the Company's annual report and the Company's annual accounting statements;*
- c) provide information about noncompliance with the accounting and financial reporting procedure set forth in the laws and regulations of the Russian Federation and about noncompliance with the laws and regulations of the Russian Federation in the course of financial and economic activities;*
- d) prepare proposals/recommendations to improve the effectiveness of managing the Company's assets and improve the risk management and internal control system;*
- e) monitor the correction of deficiencies and the implementation of recommendations contained in reports on the previous audits (inspections);*
- f) ensure supervision of the compliance of the Company's financial and economic transactions with the laws of the Russian Federation and the Articles of Association of the Company.*

Members of the Company's Internal Audit Commission may not be members of the Company's Board of Directors or hold other positions in the Company's management bodies at the same time.

Shares held by members of the Company's Board of Directors or officers of the Company's management bodies may not participate in voting on the election of members of the Company's Internal Audit Commission.

Pursuant to a decision adopted by the General Meeting of Shareholders, remuneration and/or reimbursement for expenses associated with the performance of their duties may be paid to members of the Company's Internal Audit Commission during their office. The size of such remuneration and reimbursement shall be determined by the General Meeting of Shareholders.

Information concerning the organization of the risk management and internal control system for the issuer's financing and economic activities (internal audit), including:

- information about the existence of the audit committee of the board of directors (supervisory board) of the issuer and about the Audit Committee's functions, members, and composition:

The Company has the Audit Committee of the Board of Directors, consisting of 3 members.

Principal functions of the Audit Committee:

The Audit Committee of the Board of Directors was established in accordance with the Regulations for the Board of Directors of the Company for the purposes of rendering assistance to the Board of Directors of the Company in the accomplishment of its objectives.

The activities of the Committee shall be governed by the laws and legal regulations of the Russian Federation, the Articles of Association of the Company, local regulatory documents of the Company, decisions of the Board of Directors of the Company, and the Regulations for the Audit Committee of the Board of Directors of JSC ROSSETI approved by the decision adopted by the Board of Directors of PJSC ROSSETI on October 21, 2013 (Minutes of the Meeting No. 137).

The competence of the Committee shall include preliminary consideration, analysis, and recommendations on the following issues:

- taking part in developing the terms and conditions of bidding for audit firms for the performance of the functions of the auditor(s);*
- giving preliminary consideration to the scope of and to the fee for audit services and audit-related services;*
- considering a nominee for the external auditor(s) of the Company and its subsidiaries and dependent companies;*
- preparing recommendations for the Board of Directors regarding a nominee for the auditor(s) of the Company and regarding a draft of the agreement with the auditor, including with respect to the fee payable by the Company;*
- giving preliminary consideration to and analyzing annual financial (accounting) statements prepared in accordance with Russian Accounting Standards (RAS) and International Financial Reporting Standards (IFRS) in order to determine whether they provide a true, fair, and complete view of the Company's performance;*
- giving preliminary consideration to and analyzing RAS and IFRS interim statements (for the first six or nine months) in order to determine whether they provide a true, fair, and complete view of the Company's performance;*
- reviewing the external audit results of the Company's RAS annual statement and assessing the external auditors' report;*

- giving preliminary consideration to the Company's internal regulatory documents that govern the organization and development of the Company's internal control and risk management systems prior to their approval by the Board of Directors of the Company;
- assessing the efficiency of the internal control system and the internal audit function;
- reviewing and analyzing reports of the Company's external auditor on the condition of the internal control system;
- assessing the efficiency of the risk management system, including reviewing regular risk management reports;
- reviewing the annual action plan of the internal audit and risk management division and related performance reports;
- considering a nominee for the head of the internal audit and risk management division and the material terms and conditions of the employment contract with him/her;
- considering issues related to the organization of compliance by the Company with laws on the prevention of insider information misuse and market manipulation and related to the efficiency of control procedures applicable to the use of insider information;
- considering issues related to the organization by the Company of measures to prevent and resolve conflicts of interest;
- submitting the Committee's performance reports to the Board of Directors at least once a year;
- other issues falling within the competence of the Board of Directors as instructed by the Board of Directors.

In order for the Committee to exercise its powers, it interacts with:

- the division performing the Company's internal audit functions;
- the Company's Internal Audit Commission;
- the Company's external auditor;
- the Company's Director General, executive bodies, and officers.

Members of the audit committee of the board of directors

<i>Full Name</i>	<i>Chairman</i>
<i>Alexander Sergeyevich Kalinin</i>	<i>Yes</i>
<i>Alexei Aleksandrovich Makarov</i>	<i>No</i>
<i>Sergei Nikolaevich Mironosetsky</i>	<i>No</i>

Information concerning the existence of the issuer's special risk management and internal control division(s) (a function (division) different from the internal audit commission (internal auditor) and responsible for the internal control of the issuer's financial and economic activities):

Pursuant to the approved Internal Control Policy and Risk Management Policy and in accordance with job descriptions and existing regulatory documents, the direct implementation of control procedures, risk management, and the organization of the effective control environment of supervised processes (areas of activities) are entrusted to process owners, namely the managers of the Company's units and divisions.

The Company has the Controlling Department, which is entrusted under the Internal Control Policy, the Risk Management Policy, and the Regulations for the Controlling Department with the functions related to developing and introducing into the Company and PJSC ROSSETI's subsidiaries unified approaches to internal control and risk management, coordinating the activities of participants in internal control and risk management, and consolidating risk information.

Information concerning the existence of the issuer's special internal audit division (function) and concerning its objectives and functions:

For the purpose of complying with the Corporate Governance Code and the Recommended Guidelines of the Federal Agency for State Property Management of the Russian Federation for Organizing Internal Audit in Russian Government-Linked Joint-Stock Companies, the internal audit function was made a special division: on January 19, 2015, the Company set up the Directorate for Internal Audit, which was fully staffed on March 1, 2015. Before March 2015, the functions of internal audit were performed by the Internal Audit and Control Department.

Principal objectives and functions of the Directorate for Internal Audit:

1. Pursuing the objective to ensure the effective functioning of internal audit in the Company and SDCs, the Directorate performs the following functions:

1.1. As related to standardizing the Company's and SDCs' internal audit:

- develop, update, and ensure compliance by the Company and its SDCs with the Internal Audit Policy, the Code of Ethics for Internal Auditors, regulations, procedures, model regulatory documents, and local regulatory relating to the Company' and SDCs' internal audit;
- formulate and introduce the programs to evaluate and improve the quality of the Company' and SDCs' internal audit;
- coordinate the Company's and SDCs' measures to implement a unified internal audit system;

- monitor the Company's and SDCs' regulatory and methodological documents on internal audit for compliance with the International Standards for the Professional Practice of Internal Auditing and Russian and foreign best practices;

- formulate proposals for the form and the organizational structure of implementing the Company's and SDCs' internal audit function;

- organize and carry out measures to automate the Company's and SDCs' internal audit.

1.2. As related to conducting audits of the Company's and SDCs' activities:

- plan, organize, and conduct internal audits of the Company's business units and separate divisions, business processes, projects, and activities with respect to:

1) compliance with legal requirements, the industry's regulations, internal procedures, standards, and other regulatory documents (compliance audit), except for any technical regulations, standards, and rules governing the operation of electric grid facilities;

2) implementation of the instructions issued by Russian governmental authorities in relation to the functioning and development of the electric grid sector;

3) implementation of management bodies' decisions, the Company's regulations and orders, and instructions (directives) issued by the sole executive body;

4) efficiency, cost effectiveness, and productivity of operations, including:

- analysis of the efficiency of building up processes, and the achievement of the goals of processes; the analysis of whether the goals of business processes, projects, and business units and separate divisions correspond to the Company's goals;

- proper, efficient, and effective use of resources;

- safeguarding of assets;

- timeliness and reliability of preparing and implementing plans and budgets, and achievement of targets;

- identification of the causes of deviations from plans and targets, and the identification of the causes of hidden losses in the use of resources;

5) reliability, accuracy, and completeness of financial reporting and management reporting;

- coordinate SDCs' measures to carry out end-to-end focused audits (audits conducted by all electric grid SDCs on a specific subject);

- participate in special (internal) investigations into irregularities (fraud), damage caused to the Company and SDCs, and improper or inefficient use of resources;

- carry out expert and analytical measures as instructed by the Director General of the Company;

- conduct inspections as instructed by the Board of Directors (the Audit Committee of the Board of Directors and/or executive bodies of the Company) on the issues falling within the competence of the Directorate;

- make a summary analysis of the results, prepare reports and opinions on the results of internal audits and end-to-end focused audits of SDCs;

- prepare and hold meetings dealing with the results of internal audits, inspections, and other measures;

- organize the issue of regulations and orders, prepare and distribute of reviews and information materials concerning the results of internal audits, inspections, and other measures;

- make a summary analysis of the Company's and SDCs' activities related to the development of corrective actions aimed at correcting shortcomings and implementing recommendations and directives issued by external controlling (supervisory) authorities;

- monitor the implementation of corrective measures according to the results of internal audits of the Company and end-to-end focused audits of SDCs:

1) monitoring of the implementation of instructions (decisions, directives) issued by the Director General and the Management Board of the Company to correct violations and shortcomings found by internal audits;

2) monitoring of the implementation of action plans to correct violations and shortcomings found by internal audits;

3) verification checks with respect to the implementation of corrective actions planned according to the results of previous audits;

4) analysis of completed corrective actions according to the results of the Company's and SDCs' internal audit;

- conduct post-audits of business units and separate divisions, business processes, projects, and areas of activities of the Company;

- analyze SDCs' reports regarding consideration given to inspections conducted by external controlling (supervisory) authorities, the inspection results, and the implementation of corrective actions and prepare the ROSSETI Group's consolidated report on completed inspections;

- ensure that the Company's management bodies are informed of the audit results and submit proposals to improve the operating efficiency of the electric grid sector;

- participate in audits of financial and economic activities (specific areas of activities) of SDCs, their separate divisions, officers, and management bodies and units of SDCs' executive arm if staff members of the Directorate are elected to SDCs' internal audit commissions or engaged as experts.

2. Pursuing the objective to provide independent and objective assurances regarding the effectiveness of the Company's and SDCs' internal control, risk management, and corporate governance, the Directorate performs the following functions:

2.1. As related to evaluating compliance with the generally accepted (best) concepts and practices of the current Internal Control System and assessing the existing approaches to its construction and improvement, including as follows:

- evaluate the state of the Company's internal (control) environment (including assessing such elements of the control environment as the philosophy of internal control, integrity and ethical values, the organizational structure, the distribution of authority and responsibilities, personnel management);
- evaluate the effectiveness of internal control policy implementation;
- evaluate the Company's process of setting goals, including determining the adequacy of the criteria, in order to analyze the degree of accomplishing (achieving) goals;
- identify the internal control system's shortcomings that have not allowed (do not allow) the Company and SDCs to achieve their goals;
- evaluate the risk management process;
- evaluate issues related to organizing, building up, and implementing internal controls (control procedures) embedded in processes;
- evaluate issues related to organizing communication (information exchange) within the Company;
- evaluate the process of organizing the Company's monitoring, including monitoring the results of the introduction (implementation) of measures to correct violations and shortcomings and monitoring the results of improving the internal control system.

2.2. As related to evaluating the Risk Management System (RMS):

- verify the adequacy and maturity of the Company's and SDCs' RMS elements to ensure effective risk management, including with respect to organizing processes, setting goals and objectives, implementing the risk management policy, automating processes, providing regulatory and methodological support, ensuring interaction among divisions within the RMS, reporting, building up infrastructure, including the organizational structure, etc.;
- verify the completeness of identifying and the correctness of assessing risks at all levels of the Company and SDCs;
- verify the effectiveness of the Company's and SDCs' control procedures and other risk management measures, including the effectiveness of using the resources allocated for this purpose;
- analyze information on risks that occur in the Company and SDCs (including violations, unachieved goals, litigation, etc. found by inspections).

2.3. As related to evaluating corporate governance:

- verify compliance with the Company's ethical principles and corporate values;
- verify the Company's procedure for setting goals and monitoring/supervising their achievement;
- verify the level of regulatory support and procedures of information exchange (including with respect to risk management and internal control) at all management levels of the Company, including stakeholder relations;
- verify the protection of shareholder rights, including controlled companies' rights, and the effectiveness of stakeholder relations;
- verify procedures for disclosing information about the Company and SDCs.

2.4. Prepare recommendations to increase the efficiency and effectiveness of the Company's and the ROSSETI Group's activities and improve corporate governance, the effectiveness of internal controls and risk management processes in the electric grid sector.

2.5. Advise the Company's management on the issues falling within the competence of the Directorate, participate in the work of commissions, working groups, and collegial bodies, provided that internal audit remains independent and objective and is not involved in the Company's operating activities.

3. Pursuing the objective to organize effective interaction and provide support for activities of the Company's Internal Audit Commission, the Directorate performs the following functions:

- organize and coordinated interaction between the Company's divisions and the Company's Internal Audit Commission;
- cooperate with the Internal Audit Commission of the Company, including in relation to preparing and providing information and opinions within the competence of the Directorate for Internal Audit;
- provide organizational support for activities of the Company's Internal Audit Commission;

- organize the development of corrective actions based on internal audits of the Company and aimed at correcting shortcomings and implementing recommendations issued by the Internal Audit Commission of the Company;
- monitor the implementation of corrective actions based on internal audits of the Company and aimed at correcting shortcomings and implementing recommendations issued by the Internal Audit Commission of the Company.

4. Pursuing the objective to organize the Company's interaction with the external auditor, the Directorate performs the following functions:

- participate in establishing selection and qualification criteria, considering bid documents, and defining the material terms and conditions of agreements and conducting public bidding procedures for the selection of the external auditor of the Company and SDCs;
- render assistance to the external auditor by providing information about the state of the Company's and SDCs' internal control and risk management system;
- approve the external auditor's conclusions about the state of the internal control and risk management system;
- participate in the settlement of disputes arising from the external audits;
- evaluate the quality of the external auditor's services, prepare opinions on such quality evaluation, and ensure that the persons concerned are informed thereof.

5. Pursuing the objective to interact with the Audit Committee of the Company's Board of Directors and with the Company's Board of Directors in relation to the implementation of the Company's internal audit function, the Directorate performs the following functions:

- give preliminary consideration to materials submitted to meetings of the Audit Committee of the Company's Board of Directors;
- organize measures to receive from the Audit Committee of the Company's Board of Directors the agreement of plans and the approval of reports related to the activities of the Directorate;
- submit for consideration by the Audit Committee of the Company's Board of Directors the results of evaluating the status and effectiveness of internal control, risk management and corporate governance; the main trends in the Company's and SDCs' activities revealed by audits; and the practice of implementing the Company's internal audit function, including information about the presence/absence of restrictions on activities and about independence and the adequacy of resources;
- ensure that the Directorate's action plan and budget are submitted for consideration by the Board of Directors of the Company in order for the Company's internal audit policy to be approved.

Information concerning the risk management and internal control policy of the issuer:

The effectiveness of the Company's internal control system relies on the interrelationship of the following constituent management processes:

- *Organization of effective internal control over business processes.*
- *Risk management.*
- *Internal audit and independent evaluation.*
- *Auditorial control.*

To provide reasonable assurances that the goals and objectives of developing the electric grid sector will be achieved, the Board of Directors approved the Strategy for Developing and Improving the Internal Control System of JSC ROSSETI and Subsidiaries and Dependent Companies of JSC ROSSETI (as resolved on February 10, 2014; Minutes of the Meeting No. 143), which contains the current and intended state of the internal control and risk management system of the Company and its subsidiaries and dependent companies.

For the purpose of implementing the Strategy for Developing and Improving the Internal Control System of JSC ROSSETI and Subsidiaries and Dependent Companies of JSC ROSSETI, PJSC ROSSETI developed a schedule (road map), which was approved by the Director General of PJSC ROSSETI on March 31, 2014.

The measures contained in the schedule (road map) are aimed at developing the internal control and risk management system at all levels (PJSC ROSSETI and PJSC ROSSETI's SDCs) and in all processes (areas of activities). The measures contained in the road map will be carried out in 2014–2018, aiming to achieve by 2018 the maximum maturity level of internal control and risk management as specified in the Strategy for Developing and Improving the Internal Control System of JSC ROSSETI and Subsidiaries and Dependent Companies of JSC ROSSETI.

The decision adopted by the Board of Directors on April 28, 2014, (Minutes of the Meeting No. 151) approved the Risk Management Policy of JSC ROSSETI. The Policy defines the goals of risk management, the operating principles of the risk management system, approaches to risk identification and assessment, the main functions and responsibilities of participants in the risk management system. Similar risk management policies are approved by the boards of directors of PJSC ROSSETI's electric grid subsidiaries.

The basic operating principles of the Company's risk management system are as follows:

- *systematic approach;*
- *senior management's support for developing the corporate culture of risk management;*
- *integration into strategic and operational administration;*
- *separated decision-making levels;*

- responsibility for risk management;
- common information channel;
- cost effectiveness.

The Policy defines the following main risk management methods: risk reduction (minimization), risk transfer (sharing), risk acceptance, risk avoidance (aversion).

The decision adopted by the Board of Directors on April 28, 2014, (Minutes of the Meeting No. 151) approved the Internal Control Policy of JSC ROSSETI. The Policy defines the goals, operating principles, and procedures of internal control, the elements of the internal control system, participants in the internal control system, their main functions and responsibilities, and the requirements for evaluating the effectiveness of the internal control system. Similar internal control policies are approved by the boards of directors of PJSC ROSSETI's electric grid subsidiaries.

The Internal Control Policy defines the basic principles of building up and operating the internal control system: integration, comprehensiveness, continuity, uniform methodological framework, timeliness, delineation of responsibilities, delineation of powers, documentation of procedures, etc.

The internal control system incorporates the following types of control: preventive (proactive) control, routine control, and follow-up control.

The main internal control procedures are as follows:

- building up the control environment of processes; developing, introducing, and formalizing control procedures;
- carrying out control procedures;
- evaluating the effectiveness of control procedures and the internal control system for processes as a whole;
- responding (implementing recommendations based on the evaluation of the effectiveness of control procedures and the internal control system for processes as a whole, and monitoring the implementation of such recommendations).

In order to ensure that the internal control system is effective and meets the objectively changing requirements and conditions, the Company periodically evaluates the effectiveness of the internal control system for being consistent with the intended state and maturity level.

The Company's key internal regulatory documents governing the operation of bodies that control the financial and economic activities of PJSC ROSSETI are publicly available on the Company's website at

<http://www.rosseti.ru/about/documents/>

<http://www.e-disclosure.ru/portal/company.aspx?id=13806>

Information concerning the availability of an internal document that lays down the rules for preventing the misuse of proprietary (insider) information:

The Board of Directors of the Company approved a restated version of the Regulations for Insider Information of PJSC ROSSETI (Minutes of the Meeting No. 162) on August 25, 2014, complying with the basic provisions of Federal Law No. 224-FZ of July 27, 2010, "On Combating Insider Information Misuse and Market Manipulation and on Amendments to Certain Legislative Acts of the Russian Federation," Federal Law No. 251-FZ of July 23, 2013, "On Amendments to Specific Legislative Acts of the Russian Federation in Connection with the Transfer of the Authority to Regulate, Control, and Supervise Financial Markets to the Central Bank of the Russian Federation," Federal Law No. 149-FZ of July 27, 2006, "On Information, Information Technology, and Information Protection", regulatory documents of the Bank of Russia, Federal Law No. 39-FZ of April 22, 1996, "On the Securities Market," Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies," and Directive 2003/6/EC of the European Parliament and of the Council on insider dealing and market manipulation (market abuse) as incorporated into English law and applicable to the Company in connection with admitting the global depository receipts issued for the Company's shares to trading in the regulated market of the London Stock Exchange.

Information for PJSC ROSSETI insiders is available on the Company's website at

<http://www.rosseti.ru/investors/info/insider/>.

Starting from 2013, the Issuer uses a uniform strategic document, namely the Anti-Corruption Policy of JSC ROSSETI and Subsidiaries and Dependent Companies of JSC ROSSETI (approved by the Board of Directors (Minutes of the Meeting No. 142 of December 30, 2013) as amended by Minutes of the Meeting No. 171 on November 28, 2014) (hereinafter, the "Anti-Corruption Policy"), which defines a unified approach to compliance with the requirements set forth in Article 13.3 of Federal Law 273-FZ of December 25, 2008, "On Combating Corruption" (hereinafter, the "Anti-Corruption Law") with respect to the Issuer's obligation to develop and take measures to prevent and combat corruption: establishing and subsequently eliminating the causes of corruption (avoiding corruption); identifying, preventing, and curbing corruption offenses and other offenses; minimizing and/or remedying the consequences of corruption offenses and other offenses, including those specified in Article 19.28 of the Code of Administrative Offences of the Russian Federation (liability for illegal gratification on behalf of a corporate entity).

The Anti-Corruption Policy is the basic document of PJSC ROSSETI and PJSC ROSSETI's SDCs in combating corruption and contains a set of interrelated principles, procedures, and measures provided for in an official document, namely the Recommended Guidelines of the Ministry of Labor and Social Protection of the Russian Federation approved on November 8, 2013.

Main areas of the Anti-Corruption Policy:

- appoint divisions responsible for avoiding corruption offenses and combating corruption;
- assess corruption risks;
- identify and resolve conflicts of interest;
- develop and implement standards and procedures aimed at ensuring good faith work;
- study and act on information about possible corruption;
- provide advice and training for an organization's employees;
- conduct internal control and audit procedures;
- carry out measures to combat and avoid corruption in cooperation with counterparties;
- interact with governmental supervisory authorities;
- cooperate with law enforcement agencies in combating corruption;
- take part in collective initiatives to combat and avoid corruption.

The Issuer developed and approved the List of Anti-Corruption Measures of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI, providing for the implementation of measures and practices and defining the procedure for carrying them out.

All this imposes special obligations on the Issuer in building a uniform, vertically integrated system for the implementation of the Anti-Corruption Policy in the ROSSETI Group, whose controlling shareholder is the government.

In this connection, the Issuer not only independently implements measures to prevent and combat corruption, but also takes part in collective anti-corruption initiatives:

- on September 23, 2014, PJSC ROSSETI acceded to the Anti-Corruption Charter of the Russian Business (Certificate No. 496 of September 23, 2014);

- uses standard contractual clauses on anti-corruption;

- was included on the Register of Reliable Partners on May 5, 2015 (Certificate No. 01009-000 of May 5, 2015);

- interacts with such associations as the Chamber of Commerce and Industry of the Russian Federation and the Russian Union of Industrialists and Entrepreneurs.

Pursuing the Anti-Corruption Policy, the Issuer extensively cooperates with governmental authorities and ensures the publicity of its anti-corruption efforts. PJSC ROSSETI actively participates in the interdepartmental working group under the General Prosecutor's Office, dealing with legal issues related to ensuring the transparency of financial and economic activities and removing administrative barriers to the development of the electric grid sector; in the expert group under the Federal Service for Financial Monitoring on combating illegal financial transactions in order to determine the mechanism for identifying beneficiaries as related to verifying the reliability of information about corporate entities and individuals; in the expert group of the Joint Committee of the Chamber of Commerce and Industry of the Russian Federation in order to effectively implement the provisions of the Anti-Corruption Charter of the Russian Business.

PJSC ROSSETI gives much attention to forming the standards of transparent business. The Company created an automated analysis and collection system for information on beneficiaries. The system makes it possible to accumulate data from multiple sources into a unified information space, verifying information about corporate entities and individuals and detecting affiliation, conflicts of interest, pre-conflicts of interest, and other abuses.

The Company's function responsible for avoiding and combating corruption performs the following functional duties:

- carry out measures aimed at implementing the principles and requirements of the Anti-Corruption Policy;
- formulate anti-corruption programs for the implementation of the areas of the Anti-Corruption Policy;
- conduct monitoring activities aimed at identifying corruption offenses and other offenses;
- organize the assessment of corruption risks;
- consider reports on enticing employees into corruption offenses and other offenses in the interests or on behalf of any other organization and on possible corruption offenses and other offenses committed by employees and counterparties of PJSC ROSSETI and PJSC ROSSETI's SDCs or other persons;
- organize the completion and consideration of conflict of interest declarations;
- organize training sessions on avoiding and combating corruption and individual advice for employees;
- assist the authorized representatives of supervisory and law enforcement agencies in their inspections of activities of PJSC ROSSETI and PJSC ROSSETI's SDCs with respect to preventing and combating corruption;
- assist the authorized representatives of law enforcement agencies in their activities in relation to curbing or investigating corruption crimes, including investigative measures;
- evaluate the results of anti-corruption work and prepare reports thereon for an organization's management;
- carry out measures to prevent and combat corruption offenses and other offenses and conflicts of interest;
- develop anti-corruption standards and provide guidance on the implementation of measures to combat and avoid corruption and provide legal education for employees;
- coordinate the activities of divisions in the implementation of the Anti-Corruption Policy;
- participate in Russian- and international-level summits, workshops, seminars, and conferences on combating and avoiding corruption;
- interact with governmental authorities and local government authorities, scientific and educational organizations and institutions in the area of combating and avoiding corruption;
- organize and carry out the monitoring of Russian, applicable foreign, and international anti-corruption legislation and track changes thereto, as well as the relevant court practices;

- conduct scheduled and unscheduled inspections of compliance with the principles of the Anti-Corruption Policy and prepare reports on the results of such inspections;
- develop documents on combating and avoiding corruption and initiate the updating of documents due to changes to Russian anti-corruption legislation.

Specifically, the Issuer approved the Procedure for Receiving, Considering, and Acting on Reports from Whistleblowers (Employees and Counterparties of PJSC ROSSETI and Subsidiaries and Dependent Companies of PJSC ROSSETI and Other Individuals and Corporate Entities) with Allegations of Corruption and the Order “On Measures to Prevent Corruption and Avoid and Settle Conflicts of Interest in PJSC ROSSETI” and updated the Regulations for the Central Commission on Corporate Ethics Compliance and Conflict of Interest Resolution of PJSC ROSSETI and the Regulations for Conflict of Interest Resolution of PJSC ROSSETI, including the Model Regulations for Conflict of Interest Resolution of Subsidiaries and Dependent Companies of PJSC ROSSETI and the Model Regulations for the Commission on Corporate Ethics Compliance and Conflict of Interest Resolution of Subsidiaries and Dependent Companies of PJSC ROSSETI.

The Issuer updated the composition of the Commission on Corporate Ethics Compliance and Conflict of Interest Resolution of PJSC ROSSETI, started work on preventing corruption, providing legal education, inculcating law-abiding behavior into the electric grid sector’s employees, and implementing many other anti-corruption procedures, and launched an online whistleblower reporting channel via its corporate website and a whistleblower hotline for allegations of corruption.

Information concerning PJSC ROSSETI’s activities in the area of avoiding and combating corruption is available on the Company’s website at <http://www.rosseti.ru/about/anticorruptionpolicy/policy/index.php>.

5.5. Information Concerning Individual Members of Bodies Exercising Control of the Issuer’s Financing and Economic Activities

Details of Members of the Internal Audit Commission of the Issuer:

1. Full Name: *Vladimir Vasilyevich Khvorov*
Year of Birth: 1947

Education:
higher education

Positions held by the member of the issuer’s body exercising control over its financing and economic activities within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2007	2008	Ministry of Economic Development and Trade of the Russian Federation	Administrative Assistant, Unit for Energy Industry Restructuring and Utility Services, Department for Governmental Tariff Regulation and Infrastructural Reforms
2008	2008	Ministry of Economic Development and Trade of the Russian Federation	Administrative Assistant, Unit for Energy Industry Restructuring, Department for Governmental Tariff Regulation, Infrastructural Reforms and Economic Management of Natural Resources
2008	2012	Ministry of Economic Development of the Russian Federation	Administrative Assistant, Unit for Electricity Industry Development, Department for Governmental Tariff Regulation, Infrastructural Reforms and Energy Efficiency
2012	present	Ministry of Economic Development of the Russian Federation	Lead Expert, Unit for Electricity Industry Development, Department for Governmental Tariff Regulation, Infrastructural Reforms and Energy

			Efficiency
2013	present	Public Joint Stock Company ROSSETI	Member of the Internal Audit Commission

Stake held by the individual in the authorized capital of the issuer: **none**.

Percentage of ordinary shares held by the individual in the issuer: **none**.

The Issuer did not issue options.

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

Percentage of ordinary shares held by the individual in the subsidiaries or dependent companies of the issuer: **none**.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other members of the issuer's bodies exercising control over its financing and economic activities, members of the issuer's board of directors (supervisory board), members of the issuer's collegial executive body, or the person acting as (performing the functions of) the issuer's sole executive body: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

2. Full Name: **Polina Sergeyevna Tsodikova**

Year of Birth: **1987**

Education:

higher education

Positions held by the member of the issuer's body exercising control over its financing and economic activities within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
August 2010	August 2012	VTB Bank	Senior Auditor, Unit for Control Audits of Subsidiaries and Dependent Entities, Internal Control Department, Division for VTB Group Internal Control System Coordination
August 2012	January 2013	Federal Agency for State Property Management of the Russian Federation	Advisor, Division for Social and Cultural Organizations and Foreign Property
January 2013	December 2014	Federal Agency for State Property Management of the Russian Federation	Chief Specialist and Expert, Unit for Methodology and Analysis, Internal Control Division; Acting Advisor, Internal Control Division
December 2014	present	Federal Agency for State Property Management of the Russian Federation	Advisor, Internal Control Division

Stake held by the individual in the authorized capital of the issuer: **none**.

Percentage of ordinary shares held by the individual in the issuer: **none**.

The Issuer did not issue options.

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

Percentage of ordinary shares held by the individual in the subsidiaries or dependent companies of the issuer: **none**.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other members of the issuer's bodies exercising control over its financing and economic activities, members of the issuer's board of directors (supervisory board), members of the issuer's collegial executive body, or the person acting as (performing the functions of) the issuer's sole executive body: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law

in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

3. Full Name: **Igor Vladimirovich Shmakov**
Year of Birth: **1974**

Education:

higher education

Positions held by the member of the issuer's body exercising control over its financing and economic activities within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2008	2012	IDGC of South, JSC	Head of the Internal Audit and Risk Management Department
2012	2013	JSC FGC UES	Head of the Internal Control Directorate
2013	2015	Joint Stock Company ROSSETI	Head of the Control and Risk Division, Internal Audit and Control Department
2015	present	Public Joint Stock Company ROSSETI	Head of the Directorate for Internal Audit
2014	present	Kubanenergo	Member of the Internal Audit Commission
2014	2015	JSC Yantarenergo	Member of the Internal Audit Commission
2014	2015	IDGC of South, JSC	Member of the Internal Audit Commission
2014	2015	JSC VNIPIENERGOPROM	Member of the Internal Audit Commission
2014	2015	AO Engineering Center UES Real Estate	Member of the Internal Audit Commission
2014	2015	OAo South Center of Power Engineering Real Estate	Member of the Internal Audit Commission
2015	present	IDGC of Urals, JSC	Member of the Internal Audit Commission
2015	present	PJSC MOESK	Member of the Internal Audit Commission

Stake held by the individual in the authorized capital of the issuer: **none**.

Percentage of ordinary shares held by the individual in the issuer: **none**.

The Issuer did not issue options.

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

Percentage of ordinary shares held by the individual in the subsidiaries or dependent companies of the issuer: **none**.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other members of the issuer's bodies exercising control over its financing and economic activities, members of the issuer's board of directors (supervisory board), members of the issuer's collegial executive body, or the person acting as (performing the functions of) the issuer's sole executive body: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

4. Full Name: **Andrey Nikolayevich Kharin**
Year of Birth: **1979**

Education:

higher education

Positions held by the member of the issuer's body exercising control over its financing and economic activities within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2010	2012	IDGC of Northern Caucasus, JSC	Director for Corporate Governance; Deputy Director General for Corporate Governance
2013	2014	FEEMC, JSC	Advisor to the Director General
2014	present	Ministry of Energy of the Russian Federation	Deputy Director, Department for Corporate Governance, Price Conditions and Auditing in Fuel and Energy Industry Branches
2014	2015	IDGC of Center and Volga Region, JSC	Member of the Board of Directors
2014	2015	AO Engineering Center UES Real Estate	Member of the Board of Directors
2014	present	CGE JSC	Member of the Board of Directors
2014	present	AO VNIMI	Member of the Board of Directors
2014	present	IDGC of South, PJSC	Member of the Board of Directors
2014	present	Kubanenergo	Member of the Board of Directors
2015	present	AO Arktikshelfneftegaz	Member of the Board of Directors
2015	present	IDGC of Centre, PJSC	Member of the Board of Directors
2015	present	IDGC of Volga, PJSC	Member of the Board of Directors

Stake held by the individual in the authorized capital of the issuer: **none**.

Percentage of ordinary shares held by the individual in the issuer: **none**.

The Issuer did not issue options.

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: **none**.

Percentage of ordinary shares held by the individual in the subsidiaries or dependent companies of the issuer: **none**.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other members of the issuer's bodies exercising control over its financing and economic activities, members of the issuer's board of directors (supervisory board), members of the issuer's collegial executive body, or the person acting as (performing the functions of) the issuer's sole executive body: **none of such family relations**.

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: **none**.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: **none**.

5. Full Name: **Andrey Ivanovich Yudin**

Year of Birth: **1986**

Education:

higher education

Positions held by the member of the issuer's body exercising control over its financing and economic activities within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2010	2011	OOO Consulting Services	Assistant Specialist, Tax Consulting Unit
2011	present	Ministry of Energy of the Russian Federation	Head of the Auditing Unit
2014	present	SO UPS, JSC	Member of the Internal Audit Commission
2014	2015	JSC RusHydro	Member of the Internal Audit Commission
2014	2015	JSC SCP	Member of the Internal Audit Commission
2014	2015	Zarubezhneft	Member of the Internal Audit Commission
2014	2015	OAO Rostopprom	Member of the Internal Audit Commission
2014	2015	Kubanenergo	Member of the Internal Audit Commission
2014	2015	OAO Anapskoye Lesotoplivnoye Predpriyatiye	Member of the Board of Directors
2014	2015	OAO Korenovsky Raytop	Member of the Board of Directors
2014	2015	OAO Kotelnichskoe Fuel Supply Enterprise	Member of the Board of Directors
2014	2015	OAO Krylovsky Raytop	Member of the Board of Directors
2014	2015	OAO Kushevsky Raytop	Member of the Board of Directors
2014	2015	OAO Lazarevsky Raytop	Member of the Board of Directors
2014	2015	OAO Novopokrovsky Raytop	Member of the Board of Directors
2014	2015	OAO Pereslavskoye Fuel Enterprise	Member of the Board of Directors
2014	2015	OAO Priozyorsky Gortopsbyt	Member of the Board of Directors
2014	2015	OAO Rodnikovskoye Fuel Enterprise	Member of the Board of Directors
2014	2015	OAO Rostovskoye Fuel Enterprise	Member of the Board of Directors
2014	2015	OAO Saratovlestopprom	Member of the Board of Directors
2014	2015	OAO Seversky Raytop	Member of the Board of Directors
2014	2015	OAO Slavyansky Raytop	Member of the Board of Directors
2014	2015	OAO Tbilissky Raytop	Member of the Board of Directors
2014	2015	OAO Temryuksky Raytop	Member of the Board of Directors
2014	2015	OAO Tikhvinsky Gortopsbyt	Member of the Board of Directors
2014	2015	OAO Tikhoretsky Raytop	Member of the Board of Directors
2014	2015	OAO Tsilninsky Raytopsybt	Member of the Board of Directors
2014	2015	OAO Shuyskoye Fuel Enterprise	Member of the Board of Directors
2014	2015	OAO Yaranskoye Fuel Enterprise	Member of the Board of Directors
2014	2015	OAO Yaroslavskoye Fuel Enterprise	Member of the Board of Directors
2014	2015	OAO Vyborgsky Gortopsbyt	Member of the Board of

			Directors
2014	2015	OAO Vyatsko-Polyansky Gortopsbyt	Member of the Board of Directors
2015	present	OAO VNIKTIneftekhimoborudovaniye	Member of the Board of Directors
2015	present	FEEMC, JSC	Member of the Internal Audit Commission

Stake held by the individual in the authorized capital of the issuer: *none*.

Percentage of ordinary shares held by the individual in the issuer: *none*.

The Issuer did not issue options.

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: *none*.

Percentage of ordinary shares held by the individual in the subsidiaries or dependent companies of the issuer: *none*.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other members of the issuer's bodies exercising control over its financing and economic activities, members of the issuer's board of directors (supervisory board), members of the issuer's collegial executive body, or the person acting as (performing the functions of) the issuer's sole executive body: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: *none*.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: *none*.

Body exercising control of the issuer's financial and economic activities: ***Other Directorate for Internal Audit***

Information concerning the head of the issuer's special division (body)

Title of the head of the division: ***Head of the Directorate for Internal Audit***

Full Name: ***Igor Vladimirovich Shmakov***

Year of Birth: ***1974***

Education:

higher education

All positions held by the individual within the issuer and other entities during the past 5 years and currently in chronological order, including part-time positions:

Period		Entity	Title
From	To		
2008	2012	IDGC of South, JSC	Head of the Internal Audit and Risk Management Department
2012	2013	JSC FGC UES	Head of the Internal Control Directorate
2013	2015	Joint Stock Company ROSSETI	Head of the Control and Risk Division, Internal Audit and Control Department
2015	present	Public Joint Stock Company ROSSETI	Head of the Directorate for Internal Audit
2014	present	Kubanenergo	Member of the Internal Audit Commission
2014	2015	JSC Yantarenergo	Member of the Internal Audit Commission
2014	2015	IDGC of South, JSC	Member of the Internal Audit Commission
2014	2015	JSC VNIPIENERGOPROM	Member of the Internal Audit Commission
2014	2015	AO Engineering Center UES Real Estate	Member of the Internal Audit Commission
2014	2015	OAO South Center of Power Engineering Real Estate	Member of the Internal Audit Commission
2015	present	IDGC of Urals, JSC	Member of the Internal Audit

			Commission
2015	present	PJSC MOESK	Member of the Internal Audit Commission

Stake held by the individual in the authorized capital of the issuer: *none*.

Percentage of ordinary shares held by the individual in the issuer: *none*.

The Issuer did not issue options.

Stake held by the individual in the authorized capital of the subsidiaries or dependent companies of the issuer: *none*.

Percentage of ordinary shares held by the individual in the subsidiaries or dependent companies of the issuer: *none*.

The subsidiaries and dependent companies of the Issuer did not issue options.

Information concerning any family relations with other members of the issuer's bodies exercising control over its financing and economic activities, members of the issuer's board of directors (supervisory board), members of the issuer's collegial executive body, or the person acting as (performing the functions of) the issuer's sole executive body: ***none of such family relations.***

Information concerning the imposition of administrative sanctions against the individual for the violations of law in the area of finance, taxes and dues, securities market or criminal sanctions (criminal record) for crimes in the field of economics or offences against the state: *none*.

Information concerning the positions held by the individual in the management bodies of business entities when bankruptcy proceedings were initiated against the above-mentioned entities and/or one of the bankruptcy procedures provided for by the insolvency (bankruptcy) laws of the Russian Federation was introduced: *none*.

5.6. Information Concerning the Amount of Remuneration, Benefits and/or Reimbursement of Expenses for the Body Exercising Control of the Issuer's Financing and Economic Activities

Information concerning all types of remuneration paid by the issuer to members of the internal audit commission:

Unit of measurement: *rubles in thousands*

Body exercising control of the issuer's financial and economic activities: ***Internal Audit Commission***

Remuneration for participation in the work of the control body

Unit of measurement: *rubles in thousands*

Indicator Description	2014	September 30, 2015
Remuneration for participation in the work of the body exercising control of the issuer's financial and economic activities	607	0
Salary	1,216	698
Bonuses	901	949
Commission fees	0	0
Benefits	0	0
Other remuneration	65	200
TOTAL	2,789	1,847

Information concerning decisions adopted by the issuer's authorized management bodies and/or concerning the existing agreements with respect to the amount of remuneration subject to payment and/or the amount of expenses subject to reimbursement:

Members of the Internal Audit Commission are paid remuneration for participation in the audits (inspections) of the Company's financial and economic activities in accordance with the Regulations for Remuneration and Compensation for Members of the Internal Audit Commission of PJSC ROSSETI approved by the decision adopted by the Annual General Meeting of Shareholders of the Company on June 30, 2015.

Information concerning pay received by the members of the Internal Audit Commission on the staff of the Company is specified according to their positions under the employment contracts from their election to the Internal Audit Commission.

Reimbursement

Unit of measurement: *rubles in thousands*

Control Body (Division)	2014	September 30, 2015
Internal Audit Commission	0	0

5.7. Data Concerning the Headcount and High-Level Data Concerning the Composition of the Issuer's Personnel (Employees) and Changes in the Issuer's Employee (Personnel) Headcount

Indicator Description	2010	2011	2012	2013	2014
Average headcount, persons	336	364	361	398	666
Gross payroll for the reporting period, rubles in thousands	1,155,936	1,457,755,3	1437,243.1	1,449,156	2,407,170.7
Social payments for the reporting period, rubles in thousands	24,325	28,812,8	110,673,6	108,494	35,457.6

If changes in the issuer's employee (personnel) headcount in the disclosed period are of material importance to the issuer, specify the factors which, in the issuer's opinion, caused such changes and the implications of changes in the issuer's employee (personnel) headcount for the issuer's financing and economic activities: *The increase in the headcount in 2014 is due to the establishment of TSC, a branch of PJSC ROSSETI, (hereinafter, the "Branch") and the Representative Office of Public Joint Stock Company ROSSETI in the Crimean Federal District (hereinafter, the "Representative Office").*

Employee benefits increased in 2014 due to the fact that, in the reporting periods (2012 and 2013), the powers of the Issuer's sole executive body were exercised by the management organization (JSC FGC UES), and employee benefits were partly transferred to the price of the management agreement and were not included in the Issuer's expenses. Additionally, employee benefits for the Branch and the Representative Office were recognized in 2014.

Employees (personnel) of the issuer who have a material impact on the issuer's financing and economic activities (key employees): *Oleg Mikhailovich Budargin, Director General of the Issuer.*

Information concerning the labor union established by the issuer's employees (personnel): *N/A*

5.8. Information Concerning Any Obligations of the Issuer to Its Employees (Personnel) Regarding Their Possible Participation in the Authorized (Share) Capital (Unit Trust) of the Issuer

Agreements or obligations of the issuer concerning the possibility of participation of the issuer's employees (personnel) in its authorized capital:

On November 9, 2010, the Board of Directors of the Company approved the Program of Incentives for Managers of JSC IDGC Holding and Its Subsidiaries and Dependent Companies (hereinafter, the "Incentive Program").

Starting from March 2011, the management company of the mutual fund established for the purpose of implementing the Incentive Program and the Incentive Program participants entered into the agreements for the purchase and sale of the Company's treasury shares with the deferred performance of the obligations to transfer such shares and the Incentive Program participants' obligations to pay for such shares in cash (hereinafter, the "Agreement(s)"). Subject to the terms and conditions of the Agreements, the Incentive Program participants may exercise their right to purchase the shares not earlier than three years after the effective date of the Agreement and shall continue to have such right for a period of five years after the effective date of the Agreement.

Information concerning the issuer's options which are available to or can be issued to the issuer's employees (staff members). *The Issuer did not issue options.*

Section VI. Information Concerning the Issuer's Members (Shareholders) and Related-Party Transactions Completed by the Issuer

6.1. Information Concerning the Total Number of the Issuer's Shareholders (Members)

Total number of the issuer's members as of the approval date of the securities prospectus: **282,281**

Total number of persons having non-zero balances in their personal accounts and registered on the issuer's shareholder register as of the approval date of the securities prospectus: **282,281**

Total number of nominee holders of the issuer's shares: **13**

Total number of persons included on the latest list of the persons entitled to participate in the issuer's general meeting of shareholders (any other list of persons that is prepared for the purposes of exercising the rights attaching to the issuer's shares and for the preparation of which the nominee holders of the issuer's shares provided details of the persons on whose behalf they held (hold) the issuer's shares): **315,801**

Category (type) of the issuer's shares whose holders were to be included on such list: **registered ordinary shares and registered preference shares**

Date of the list: **September 4, 2015**

Information concerning the number of treasury shares on the issuer's balance sheet as of the last date of the reporting quarter, specifying each category (type) of shares: **none**

Number of ordinary treasury shares on the issuer's balance sheet as of the last date of the reporting quarter: **none**

Number of preference treasury shares on the issuer's balance sheet as of the last date of the reporting quarter: **none**

Information concerning the number of the issuer's shares held by controlled entities, specifying each category (type) of shares:

Number of the issuer's ordinary shares held by controlled entities: **3,403,996**

Number of the issuer's ordinary shares held by controlled entities: **4,993,960**

6.2. Information Concerning the Issuer's Members (Shareholders) Owning at Least Five Percent of Its Authorized Capital or at Least Five Percent of Its Ordinary Shares; Information Concerning Persons Controlling Such Members (Shareholders) or, in the Absence of Such Persons, Concerning Such Members (Shareholders) Owning at Least 20 Percent of the Authorized Capital or at Least 20 Percent of Their Ordinary Shares

Persons owning at least five percent of its authorized capital or at least five percent of its ordinary shares:

Full corporate name: **Russian Federation represented by the Federal Agency for State Property Management**
Short corporate name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the person in the authorized capital of the issuer (%): **85.31**

Percentage of ordinary shares held by the person in the issuer (%): **86.32**

Persons controlling the member (shareholder) of the issuer

N/A

Members (shareholders) of the entity owning at least 20 percent of its authorized capital or at least 20 percent of its ordinary shares

N/A

Other information specified by the issuer at its discretion: **none**

The Issuer's shares constituting at least 5 percent of the authorized capital or at least 5 percent of ordinary shares are registered on the Issuer's shareholder register in the names of nominee holders.

Nominee holder details:

Full corporate name: **National Settlement Depository**

Short corporate name: **NSD**

Location: **Russia, 105066, Moscow, Spartakovskaya, 12**

INN (Taxpayer Identification Number): **7702165310**

OGRN (Principal State Registration Number): **1027739132563**

Telephone: **+7 (495) 234-4827**

Fax: **+7 (495) 232-0275**

E-mail: **info@nsd.ru**

Details of the license of the professional participant in the securities market

Number: **177-12042-000100**

Issued on: **February 19, 2009**

Valid until:

Issued for an indefinite term

Issuing authority: **Bank of Russia**

Quantity of ordinary shares registered on the issuer's shareholder register in the name of their nominee holder:

13,993,456,989

Quantity of preference shares registered on the issuer's shareholder register in the name of their nominee holder:

1,354,096,684

6.3. Information Concerning the Stake Held by the Government or Municipality in the Issuer's Authorized Capital and Special Right ('Golden Share')

Information concerning the stake held by the government (municipality) in the authorized capital of the issuer and special rights ("golden share"):

Stake in the authorized capital of the issuer held as the government's (at federal level or at constituent entity level) or a municipality's property: **85.31%**.

Person managing the stake held as the government's or a municipality's property:

N/A

Name of the person that, on behalf of the Russian Federation, a constituent entity of the Russian Federation, or a municipality, performs the functions of a member (shareholder) of the issuer: **Russian Federation represented by the Federal Agency for State Property Management of the Russian Federation**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

Special right of participation of the Russian Federation, constituent entities of the Russian Federation and municipalities in managing the issuer (joint-stock company) (“golden share”), duration of special right (“golden share”).
N/A

6.4. Information Concerning Restrictions on Participation in the Issuer’s Authorized Capital

The Articles of Association of the Issuer do not provide for any restrictions on the quantity of shares per shareholder and/or their cumulative par value and/or the maximum number of votes per shareholder.

In accordance with Federal Law No. 57-FZ of April 29, 2008, “On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country’s Defense and National Security,” any transactions and other acts entailing a foreign investor’s or investor group’s control of the Issuer require prior approval for such transactions and acts to be granted in accordance with the above-mentioned Federal Law.

6.5. Information Concerning Changes in the Composition and Value of Stakes Held by the Issuer’s Shareholders Owning at Least Five Percent of Its Authorized Capital or at Least Five Percent of Its Ordinary Shares

List of the issuer’s shareholders owning at least 5 percent of the issuer’s authorized capital and at least 5 percent of the issuer’s ordinary shares as of the date of the list of the persons entitled to participate in each General Meeting of Shareholders of the issuer held for the 5 most recently closed reporting years preceding the approval date of the securities prospectus based on data from the list of the persons entitled to participate in each of such meetings.

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 11, 2010**
Shareholders owning at least 5 percent of the issuer’s authorized capital and at least 5 percent of the issuer’s ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **52.6831%**

Percentage of ordinary shares held by the entity in the issuer: **54.9923%**

2) Full corporate name: **Gazprom Energoholding Limited Liability Company**

Short corporate name: **OOO Gazprom Energoholding**

Location: **Russia, 119526, Moscow, Vernadskogo pr-kt, 101, 3**

INN (Taxpayer Identification Number): **7703323030**

OGRN (Principal State Registration Number): **1037739465004**

Stake held by the entity in the authorized capital of the issuer: **10.4898%**

Percentage of ordinary shares held by the entity in the issuer: **11.0201%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 17, 2011**
Shareholders owning at least 5 percent of the issuer’s authorized capital and at least 5 percent of the issuer’s ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **53.6935%**

Percentage of ordinary shares held by the entity in the issuer: **55.9481%**

2) Full corporate name: **Gazprom Finance B.V.**

Short corporate name: **Gazprom Finance B.V.**

Location: **Locatellikade 1, 1076AZ Amsterdam, The Netherlands**

INN (Taxpayer Identification Number): **N/A because the entity is not a resident of the Russian Federation**

OGRN (Principal State Registration Number): **N/A because the entity is not a resident of the Russian Federation**

Stake held by the entity in the authorized capital of the issuer: **5.69%**

Percentage of ordinary shares held by the entity in the issuer: **5.96%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **October 25, 2011**
Shareholders owning at least 5 percent of the issuer’s authorized capital and at least 5 percent of the issuer’s ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**

Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**

INN (Taxpayer Identification Number): **7710723134**

OGRN (Principal State Registration Number): **1087746829994**

Stake held by the entity in the authorized capital of the issuer: **53.6935%**

Percentage of ordinary shares held by the entity in the issuer: **55.9481%**

2) Full corporate name: **Gazprom Finance B.V.**

Short corporate name: **Gazprom Finance B.V.**

Location: **Locatellikade 1, 1076AZ Amsterdam, The Netherlands**

INN (Taxpayer Identification Number): *N/A because the entity is not a resident of the Russian Federation*
OGRN (Principal State Registration Number): *N/A because the entity is not a resident of the Russian Federation*
Stake held by the entity in the authorized capital of the issuer: **5.69%**
Percentage of ordinary shares held by the entity in the issuer: **5.96%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 25, 2012**
Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***

Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***

INN (Taxpayer Identification Number): ***7710723134***

OGRN (Principal State Registration Number): ***1087746829994***

Stake held by the entity in the authorized capital of the issuer: **54.52%**

Percentage of ordinary shares held by the entity in the issuer: **56.58%**

2) Full corporate name: ***Gazprom Finance B.V.***

Short corporate name: ***Gazprom Finance B.V.***

Location: ***Locatellikade 1, 1076AZ Amsterdam, The Netherlands***

INN (Taxpayer Identification Number): *N/A because the entity is not a resident of the Russian Federation*

OGRN (Principal State Registration Number): *N/A because the entity is not a resident of the Russian Federation*

Stake held by the entity in the authorized capital of the issuer: **5.13%**

Percentage of ordinary shares held by the entity in the issuer: **5.35%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **October 8, 2012**
Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***

Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***

INN (Taxpayer Identification Number): ***7710723134***

OGRN (Principal State Registration Number): ***1087746829994***

Stake held by the entity in the authorized capital of the issuer: **54.52%**

Percentage of ordinary shares held by the entity in the issuer: **56.58%**

2) Full corporate name: ***Gazprom Finance B.V.***

Short corporate name: ***Gazprom Finance B.V.***

Location: ***Locatellikade 1, 1076AZ Amsterdam, The Netherlands***

INN (Taxpayer Identification Number): *N/A because the entity is not a resident of the Russian Federation*

OGRN (Principal State Registration Number): *N/A because the entity is not a resident of the Russian Federation*

Stake held by the entity in the authorized capital of the issuer: **5.13%**

Percentage of ordinary shares held by the entity in the issuer: **5.35%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **February 15, 2013**
Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***

Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***

INN (Taxpayer Identification Number): ***7710723134***

OGRN (Principal State Registration Number): ***1087746829994***

Stake held by the entity in the authorized capital of the issuer: **61.70%**

Percentage of ordinary shares held by the entity in the issuer: **63.67%**

2) Full corporate name: ***Gazprom Finance B.V.***

Short corporate name: ***Gazprom Finance B.V.***

Location: ***Locatellikade 1, 1076AZ Amsterdam, The Netherlands***

INN (Taxpayer Identification Number): *N/A because the entity is not a resident of the Russian Federation*

OGRN (Principal State Registration Number): *N/A because the entity is not a resident of the Russian Federation*

Stake held by the entity in the authorized capital of the issuer: **5.13%**

Percentage of ordinary shares held by the entity in the issuer: **4.48%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **March 29, 2013**
Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: ***Russian Federation represented by the Federal Agency for State Property Management***

Location: ***Russia, 109012, Moscow, Nikolsky pereulok, 9***

INN (Taxpayer Identification Number): ***7710723134***

OGRN (Principal State Registration Number): ***1087746829994***

Stake held by the entity in the authorized capital of the issuer: **61.70%**

Percentage of ordinary shares held by the entity in the issuer: **63.67%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 23, 2013**
Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**
Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**
INN (Taxpayer Identification Number): **7710723134**
OGRN (Principal State Registration Number): **1087746829994**
Stake held by the entity in the authorized capital of the issuer: **61.70%**
Percentage of ordinary shares held by the entity in the issuer: **63.69%**

Date of the list of the persons entitled to participate in the General Meeting of Shareholders: **May 26, 2014**
Shareholders owning at least 5 percent of the issuer's authorized capital and at least 5 percent of the issuer's ordinary shares:

1) Name: **Russian Federation represented by the Federal Agency for State Property Management**
Location: **Russia, 109012, Moscow, Nikolsky pereulok, 9**
INN (Taxpayer Identification Number): **7710723134**
OGRN (Principal State Registration Number): **1087746829994**
Stake held by the entity in the authorized capital of the issuer: **85.31%**
Percentage of ordinary shares held by the entity in the issuer: **86.32%**

6.6. Information Concerning Related-Party Transactions Completed by the Issuer

Information concerning the quantity and monetary value of transactions completed by the issuer recognized as related-party transactions in accordance with the laws of the Russian Federation, which required approval by the duly authorized management body of the issuer for the 5 most recently closed reporting years:

Indicator Description	2010	2011	2012		
Total quantity/total monetary value of related-party transactions completed by the issuer in the reporting period which required approval by the duly authorized management body of the issuer, quantity of transactions/rubles	26/ 6,737,401,509	13/ 6,526,855,373	35/ 12,362,316,622	24/ 22,098,462,257 ¹	25/ 3,480,061,479
Quantity/monetary value of related-party transactions completed by the issuer in the reporting period which were approved by the General Meeting of Shareholders (Members) of the issuer, quantity of transactions/rubles	0	2/ 4,702,459,566	3/ 4,704,958,030	5/ 18,376,771,237 ²	2/ 7,765,699
Quantity/monetary value of related-party transactions completed by the issuer in the reporting period which were approved by the Board of Directors (Supervisory Board) of the issuer, quantity of transactions/rubles	26/ 6,737,401,509	11/ 1,824,395,807	32/ 7,657,358,592	19/ 3,721,691,020	23/ 3,472,295,780
Quantity/monetary value of related-party transactions completed by the issuer in the reporting period which required approval but were disapproved by the duly authorized	0	0	0	0	0

¹ The total value of transactions completed by the Issuer in the reporting period does not include the value of Agreement for the Procedure for Controlling and Voting Shares in JSC FGC UES No. 1990 of June 17, 2013 (Shareholders' Agreement) approved by the Extraordinary General Meeting of Shareholders of JSC ROSSETI on May 6, 2015 (the Minutes of May 8, 2013), because the price of the Shareholders' Agreement was determined by the Board of Directors of JSC ROSSETI (Minutes of the Meeting No. 112 of April 5, 2013) in accordance with Article 77 of the Federal Law "On Joint-Stock Companies" as the price (appraised money value) of JSC FGC UES shares representing the rights in relation to which the parties entered into the Shareholders' Agreement.

² See the previous footnote.

management body of the issuer, quantity of transactions/rubles					
---	--	--	--	--	--

Information concerning each transaction (group of interrelated transactions) whose price accounts for 5 percent or more of the book value of the issuer's assets determined based on data from its accounting statements as of the most recent balance sheet date prior to the transaction completed by the issuer for the 5 most recently closed reporting years and the period preceding the approval date of the securities prospectus:

1	Agreement for the Procedure for Controlling and Voting Shares in JSC FGC UES No. 1990 of June 17, 2013 (Shareholders' Agreement)	
1.1.	Transaction date	June 17, 2013
1.2.	Subject matter of the transaction and other material terms and conditions	<p>Subject matter of the Shareholders' Agreement: Under the Shareholders' Agreement, the parties agree to exercise JSC FGC UES shareholders' rights represented by shares in JSC FGC UES and participate in managing JSC FGC UES in accordance with the terms and conditions of the Shareholders' Agreement.</p> <p>Price of the Shareholders' Agreement: The price of the Shareholders' Agreement (not in relation to the direct or indirect acquisition, disposal, or possible disposal of the property by the Company) is equal, as determined by the Board of Directors of the Company in accordance with Article 77 of the Federal Law "On Joint-Stock Companies," to the price (market value appraised in money terms) of shares in JSC FGC UES that represent the rights covered by the Shareholders' Agreement between the parties. The price of the Shareholders' Agreement is determined by the Board of Directors of JSC ROSSETI (Minutes of the Meeting No. 112 of April 5, 2013).</p> <p>Term of the Shareholders' Agreement: The Shareholders' Agreement is deemed to be entered into as of its execution by both parties but becomes effective and binding upon the parties, and the parties' rights and obligations arise, as of the date when the Company acquires title to shares in JSC FGC UES.</p>
1.3.	Parties to the transaction	JSC ROSSETI; Federal Agency for State Property Management of the Russian Federation.
1.4.	Full and short corporate name (in the case of a nonprofit organization, its name) of the corporate entity or the given name, middle name (if any), and family name of the individual deemed to be the related party to the transaction under the laws of the Russian Federation, and grounds for deeming the person to be the related party to the transaction	The Russian Federation represented by the Federal Agency for State Property Management holding more than 20% of voting shares in JSC ROSSETI and acting as a party to the transaction.
1.5.	Value of the transaction (in money terms and as a percentage of the book value of the issuer's assets as of the last date of the most recently closed reporting period preceding the transaction date and, if the transaction (group of interrelated transactions) is the placement by subscription or the sale of ordinary shares, as a percentage of ordinary shares placed before the transaction date and of ordinary shares into which the securities convertible into shares placed before the transaction date can be converted)	The price of the Shareholders' Agreement (not in relation to the direct or indirect acquisition, disposal, or possible disposal of the property by the Company) is equal, as determined by the Board of Directors of the Company in accordance with Article 77 of the Federal Law "On Joint-Stock Companies," to the price (market value appraised in money terms) of shares in JSC FGC UES that represent the rights covered by the Shareholders' Agreement between the parties. The price of the Shareholders' Agreement is determined by the Board of Directors of JSC ROSSETI (Minutes of the Meeting No. 112 of April 5, 2013).
1.6.	Deadline for fulfilling the transaction obligations, and information concerning the fulfillment of the obligations	From the effective date: the transaction became effective when the Company acquired title to shares in JSC FGC UES (June 14, 2013).
1.7.	Management body of the issuer that adopted the decision to approve the transaction and the date of the	General Meeting of Shareholders of JSC ROSSETI (the Minutes of the Extraordinary General Meeting of

	relevant decision (date and number of the minutes of the meeting)	Shareholders of May 8, 2013).
1.8.	Other information concerning the transaction at the issuer's discretion	-

Related-party transactions (groups of interrelated transactions) disapproved by the board of directors (supervisory board) or the general meeting of shareholders (members) of the issuer when such approval is obligatory by operation of law of the Russian Federation:

N/A

6.7. Information Concerning the Value of Accounts Receivable

Information concerning the total value of the issuer's accounts receivable specifying the total value of overdue receivables for the 5 most recently closed reporting years:

Indicator Description	2010	2011	2012	2013	2014
Total accounts receivable of the issuer (rubles in thousands)	6,916,825	3,523,227	3,933,389	3,132,237	3,070,415
Overdue accounts receivable of the issuer (thousand rubles)	1,737,595	247,632	17,939	1,963,069	2,092,061

Breakdown of the issuer's accounts receivable for the most recently closed reporting year and the most recently closed reporting period prior to the approval date of the securities prospectus

Indicator Description	December 31, 2014	June 30, 2015
Accounts receivable from buyers and customers, rubles in thousands	289,857	260,760
including overdue receivables, rubles in thousands	125,035	141,082
Notes receivable, rubles in thousands	0	0
including overdue receivables, rubles in thousands	0	0
Contributions to authorized capital receivable from members (founders), rubles in thousands	0	0
including overdue receivables, rubles in thousands	0	0
Other accounts receivable, rubles in thousands	2,780,558	6,442,135
including overdue receivables, rubles in thousands	1,967,026	1,866,761
Total accounts receivable, rubles in thousands	3,070,415	6,702,895
including total overdue receivables, rubles in thousands	2,092,061	2,007,843

Note: Since the approval date of this Securities Prospectus is earlier than the deadline for submitting the Issuer's interim accounting statements for the 9 months of 2015 and since such statements are not prepared by the Issuer, this paragraph of this Securities Prospectus contains information based on the interim accounting statements for the 6 months of 2015.

Debtors accounting for at least 10 percent of total accounts receivable for the 5 most recently closed reporting years:

December 31, 2010

Full corporate name: **Joint Stock Company NURENERGO**

Short corporate name: **NURENERGO, JSC**

Location: **Russia, 364000, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6**

INN (Taxpayer Identification Number): **2020004046**

OGRN (Principal State Registration Number): **1022002546136**

Value of accounts receivable (rubles in thousands): **1,510,799**

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

Overdue accounts receivable are 1,510,799 thousand rubles; overdue accounts receivable belong to current debt and are not subject to any terms, fines, or penalties.

Whether or not the debtor is an affiliate of the issuer: **Yes**

Stake held by the issuer in the authorized capital of the entity: **23%**

Percentage of ordinary shares held by the issuer in the entity: **23%**

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

Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: *Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company*
Short corporate name: *IDGC of Northern Caucasus, JSC*
Location: *Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18*
INN (Taxpayer Identification Number): *2632082033*
OGRN (Principal State Registration Number): *1062632029778*
Value of accounts receivable (rubles in thousands): *1,552,458*
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
No overdue accounts receivable.
Whether or not the debtor is an affiliate of the issuer: *Yes*
Stake held by the issuer in the authorized capital of the entity: *58.25%*
Percentage of ordinary shares held by the issuer in the entity: *58.25%*
Stake held by the entity in the authorized capital of the issuer: *0%*
Percentage of ordinary shares held by the entity in the issuer: *0%*

Full corporate name: *Kuban Power and Electrification Open Joint Stock Company*
Short corporate name: *Kubanenergo*
Location: *Russia, 350033, Krasnodar, ul. Stavropolskaya, 2*
INN (Taxpayer Identification Number): *2309001660*
OGRN (Principal State Registration Number): *1022301427268*
Value of accounts receivable (thousand rubles): *2,384,042*
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
No overdue accounts receivable.
Whether or not the debtor is an affiliate of the issuer: *Yes*
Stake held by the issuer in the authorized capital of the entity: *40.63%*
Percentage of ordinary shares held by the issuer in the entity: *40.63%*
Stake held by the entity in the authorized capital of the issuer: *0%*
Percentage of ordinary shares held by the entity in the issuer: *0%*

December 31, 2011

Full corporate name: *Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company*
Short corporate name: *IDGC of Northern Caucasus, JSC*
Location: *Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18*
INN (Taxpayer Identification Number): *2632082033*
OGRN (Principal State Registration Number): *1062632029778*
Value of accounts receivable (thousand rubles): *1,546,967*
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
Overdue accounts receivable are 80 thousand rubles; overdue accounts receivable belong to current debt and are not subject to any terms, fines, or penalties.
Whether or not the debtor is an affiliate of the issuer: *Yes*
Stake held by the issuer in the authorized capital of the entity: *58.25%*
Percentage of ordinary shares held by the issuer in the entity: *58.25%*
Stake held by the entity in the authorized capital of the issuer, %: *0*
Percentage of ordinary shares held by the entity in the issuer, %: *0*

Full corporate name: *ENERGO-finance Limited Liability Company*
Short corporate name: *OOO ENERGO-finance*
Location: *Russia, 127051, Moscow, Bolshoy Sukharevsky pereulok, 21, str. 1*
INN (Taxpayer Identification Number): *7702689634*
OGRN (Principal State Registration Number): *5087746480201*
Value of accounts receivable (thousand rubles): *490,616*
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
No overdue accounts receivable.
Whether or not the debtor is an affiliate of the issuer: *No*

December 31, 2012

Full corporate name: *Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company*
Short corporate name: *IDGC of Northern Caucasus, JSC*
Location: *Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18*
INN (Taxpayer Identification Number): *2632082033*
OGRN (Principal State Registration Number): *1062632029778*
Value of accounts receivable (thousand rubles): *1,546,894*
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
No overdue accounts receivable.
Whether or not the debtor is an affiliate of the issuer: *Yes*
Stake held by the issuer in the authorized capital of the entity: *78.01%*

Percentage of ordinary shares held by the issuer in the entity: **78.01%**
Stake held by the entity in the authorized capital of the issuer, %: **0**
Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **ENERGO-finance Limited Liability Company**
Short corporate name: **OOO ENERGO-finance**
Location: **Russia, 127051, Moscow, Bolshoy Sukharevsky pereulok, 21, str. 1**
INN (Taxpayer Identification Number): **7702689634**
OGRN (Principal State Registration Number): **5087746480201**
Value of accounts receivable (thousand rubles): **815,616**
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
No overdue accounts receivable.
Whether or not the debtor is an affiliate of the issuer: **No**

December 31, 2013

Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company**
Short corporate name: **IDGC of Northern Caucasus, JSC**
Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**
INN (Taxpayer Identification Number): **2632082033**
OGRN (Principal State Registration Number): **1062632029778**
Value of accounts receivable (thousand rubles): **1,547,055**
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
Overdue accounts receivable are 1,541,035 thousand rubles and are not subject to any terms, fines, or penalties.
Whether or not the debtor is an affiliate of the issuer: **Yes**
Stake held by the issuer in the authorized capital of the entity: **92%**
Percentage of ordinary shares held by the issuer in the entity: **92%**
Stake held by the entity in the authorized capital of the issuer, %: **0**
Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **Joint-Stock Company Moscow United Electric Grid Company**
Short corporate name: **JSC MOESK**
Location: **Russia, 115114, Moscow, 2-y Paveletsky proezd, 3, str. 2**
INN (Taxpayer Identification Number): **5036065113**
OGRN (Principal State Registration Number): **1057746555811**
Value of accounts receivable (thousand rubles): **425,371**
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
No overdue accounts receivable.
Whether or not the debtor is an affiliate of the issuer: **Yes**
Stake held by the issuer in the authorized capital of the entity: **50.9%**
Percentage of ordinary shares held by the issuer in the entity: **50.9%**
Stake held by the entity in the authorized capital of the issuer, %: **0**
Percentage of ordinary shares held by the entity in the issuer, %: **0**

December 31, 2014

Full corporate name: **Interregional Distribution Grid Company of Northern Caucasus, Joint-Stock Company**
Short corporate name: **IDGC of Northern Caucasus, JSC**
Location: **Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18**
INN (Taxpayer Identification Number): **2632082033**
OGRN (Principal State Registration Number): **1062632029778**
Value of accounts receivable (thousand rubles): **1,545,550**
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
Overdue accounts receivable are 1,541,035 thousand rubles and are not subject to any terms, fines, or penalties.
Whether or not the debtor is an affiliate of the issuer: **Yes**
Stake held by the issuer in the authorized capital of the entity: **92%**
Percentage of ordinary shares held by the issuer in the entity: **92%**
Stake held by the entity in the authorized capital of the issuer, %: **0**
Percentage of ordinary shares held by the entity in the issuer, %: **0**

Full corporate name: **Professional Football Club CSKA Closed Joint-Stock Company**
Short corporate name: **ZAO PFC CSKA**
Location: **Russia, 125167, Moscow, Leningradsky pr-t, d. 39, str. 1**
INN (Taxpayer Identification Number): **7734046851**
OGRN (Principal State Registration Number): **1027739880893**
Value of accounts receivable (thousand rubles): **356,500**
Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):
No overdue accounts receivable.

Whether or not the debtor is an affiliate of the issuer: *No*

Full corporate name: *Interregional Distribution Grid Company of South, Joint Stock Company*

Short corporate name: *IDGC of South, JSC*

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

INN (Taxpayer Identification Number): *6164266561*

OGRN (Principal State Registration Number): *1076164009096*

Value of accounts receivable (thousand rubles): *312,900*

Value of and terms applicable to overdue accounts receivable (interest rate, fines, penalties):

Overdue accounts receivable are 312,900 thousand rubles and are not subject to any terms, fines, or penalties.

Whether or not the debtor is an affiliate of the issuer: *Yes*

Stake held by the issuer in the authorized capital of the entity: *51.66%*

Percentage of ordinary shares held by the issuer in the entity: *51.66%*

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

Percentage of ordinary shares held by the entity in the issuer, %: *0*

Section VII. Accounting (Financial) Statements of the Issuer and Other Financial Information

7.1. Annual Accounting (Financial) Statements of the Issuer

a) Composition of the issuer's annual accounting (financial) statements attached to the securities prospectus:

1) The Annual Accounting Statements of the Issuer for 2012 in accordance with the requirements of the Russian laws, including the accompanying Auditors' Report, (Appendix 1) consist of:

- Balance Sheet;*
- Statement of Financial Performance;*
- Statement of Changes in Capital;*
- Cash Flow Statement;*
- Notes to the Balance Sheet and Statement of Financial Performance;*
- Auditors' Report.*

2) The Annual Accounting Statements of the Issuer for 2013 in accordance with the requirements of the Russian laws, including the accompanying Auditors' Report, (Appendix 2) consist of:

- Balance Sheet;*
- Statement of Financial Performance;*
- Statement of Changes in Capital;*
- Cash Flow Statement;*
- Notes to the Balance Sheet and Statement of Financial Performance;*
- Auditors' Report.*

3) The Annual Accounting Statements of the Issuer for 2014 in accordance with the requirements of the Russian laws, including the accompanying Auditors' Report, (Appendix 3) consist of:

- Balance Sheet;*
- Statement of Financial Performance;*
- Statement of Changes in Capital;*
- Cash Flow Statement;*
- Notes to the Balance Sheet and Statement of Financial Performance;*
- Auditors' Report.*

b) Information concerning annual accounting (financial) statements prepared in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS:

The Issuer does not prepare standalone (nonconsolidated) annual accounting (financial) statements in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS.

7.2. Interim Accounting (Financial) Statements of the Issuer

Composition of the issuer's interim accounting (financial) statements attached to the securities prospectus:

a) The Accounting (Financial) Statements for January–June 2015 in accordance with the requirements of the Russian laws (Appendix 4) consist of:

- Balance Sheet;*
- Statement of Financial Performance.*

b) The Issuer does not prepare standalone (nonconsolidated) quarterly accounting statements in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS.

b) Information concerning quarterly accounting (financial) statements prepared in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS: *The Issuer does not prepare quarterly accounting statements in accordance with International Financial Reporting Standards (IFRS) or any internationally recognized rules other than IFRS.*

7.3. Consolidated Financial Statements of the Issuer

a) Composition of the issuer's consolidated financial statements attached to the securities prospectus:

1) *Consolidated Financial Statements of the Issuer and its subsidiaries in accordance with International Financial Reporting Standards for the year ended 31 December 2012 (Appendix 5):*

- *Auditors' Report;*
- *Consolidated Statement of Comprehensive Income;*
- *Consolidated Statement of Financial Position;*
- *Consolidated Statement of Changes in Equity;*
- *Consolidated Statement of Cash Flows;*
- *Notes to the Consolidated Financial Statements.*

2) *Consolidated Financial Statements of the Issuer and its subsidiaries in accordance with International Financial Reporting Standards for the year ended 31 December 2013 (Appendix 6):*

- *Auditors' Report;*
- *Consolidated Statement of Comprehensive Income;*
- *Consolidated Statement of Financial Position;*
- *Consolidated Statement of Changes in Equity;*
- *Consolidated Statement of Cash Flows;*
- *Notes to the Consolidated Financial Statements.*

3) *Consolidated Financial Statements of the Issuer and its subsidiaries in accordance with International Financial Reporting Standards for the year ended 31 December 2014 (Appendix 7):*

- *Independent Auditor's Report;*
- *Consolidated Statement of Profit and Loss and Other Comprehensive Income;*
- *Consolidated Statement of Financial Position;*
- *Consolidated Statement of Changes in Equity;*
- *Consolidated Statement of Cash Flows;*
- *Notes to the Consolidated Financial Statements.*

4) *Consolidated Interim Condensed Financial Statements of the Issuer and its subsidiaries for the six-month period ended 30 June 2015 (Appendix 8):*

- *Report on Review of Consolidated Interim Condensed Financial Statements;*
- *Consolidated Interim Condensed Statement of Profit and Loss and Other Comprehensive Income;*
- *Consolidated Interim Condensed Statement of Financial Position;*
- *Consolidated Interim Condensed Statement of Cash Flows;*
- *Consolidated Interim Condensed Statement of Changes in Equity;*
- *Notes to the Consolidated Interim Condensed Financial Statements.*

The Issuer is not obligated to prepare consolidated interim financial statements for three- or nine-month periods.

7.4. Information Concerning the Accounting Policy of the Issuer

Basic provisions of the issuer's accounting policy independently defined by the issuer in accordance with the accounting laws of the Russian Federation and approved by an order or directive of the person in charge of the organization and state of the issuer's accounting with respect to the present reporting year the quarterly accounting (financial) statements for which are included in the securities prospectus and with respect to each closed reporting year the annual accounting (financial) statements for which are included in the securities prospectus.

The Accounting Policy of the Issuer for 2012–2015 is contained in Appendix 9 to this Securities Prospectus.

7.5. Information Concerning Total Exports and Exports as a Percentage of Total Sales

The Issuer is not engaged in the exportation of products (goods, work, services).

7.6. Information Concerning Material Changes in the Composition of the Issuer's Property After the Last Date of the Most Recently Closed Reporting Year

Information concerning material changes in the issuer's property occurring after the last date of the most recently closed reporting year the annual accounting (financial) statements for which are included in the securities prospectus and prior to the approval date of the securities prospectus: *N/A.*

7.7. Information Concerning the Issuer's Being a Party to Litigation if Such Litigation May Materially Affect the Issuer's Financial and Economic Activities

Information concerning the issuer's being a party to litigation as a claimant or respondent (specifying sanctions imposed by a court on the respondent) if such litigation may materially affect the issuer's financial and economic activities for the three most recently closed reporting years preceding the approval date of the securities prospectus:

Over the three most recently closed reporting years preceding the approval date of this Securities Prospectus, the Issuer was not and is not a party to any litigation that affected or may affect its financing and economic activities.

VIII. Information Concerning Placed Issue-Grade Securities and Concerning the Quantity, Period, Conditions, and Procedure for Their Placement

8.1. Class, Category (Type) of Securities

Class of securities: *shares (registered)*

Category (type) of securities: *ordinary*
Other identification characteristics: *inconvertible*

8.2. Form of Securities

Form of placed securities: *uncertificated*

8.3. Required Mandatory Centralized Custody

This paragraph is applicable only to certificated securities.

8.4. Par Value of Each Security of the Additional Issue

Par value of each security of the additional issue: *one (1) ruble*

8.5. Quantity of Securities of the Additional Issue

Quantity of placed securities of the additional issue: *42,796,991,468 securities*

8.6. Total Quantity of Previously Placed Securities of This Issue

Total quantity of previously placed securities of this issue: *161,078,853,310 securities*

8.7. Rights of the Holder of Each Security of the Additional Issue

Exact provisions of the joint-stock company's articles of association should be specified concerning shareholders' rights attaching to their ordinary shares: the right to receive declared dividends, the right to take part in the general meeting of shareholders with a right to vote on all issues falling within its competence, and the right to receive some of the joint-stock company's property in the event of its liquidation.

In accordance with paragraph 5.2 of the Articles of Association of PJSC ROSSETI (hereinafter also, the "Issuer" or "Company"), any holders of the Company's ordinary shares shall have the following rights:

- take part in the Company's General Meeting of Shareholders with a right to vote on all issues falling within its competence in person or by proxy;*
- receive a portion of the net profit (dividends) to be distributed among shareholders in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association;*
- receive some of the Company's property (liquidation value) in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association.*

The maximum number of votes of one shareholder is not limited by the Articles of Association.

These securities are not intended for qualified investors.

8.8. Conditions and Procedure for Placement of Securities of the Additional Issue

8.8.1. Placement Method

Placement method in accordance with the laws of the Russian Federation: *public offering*

8.8.2. Dates of the Placement Of Securities

Procedure for determining the start date of the placement: *The start date for the placement of securities constituting this additional issue of the Issuer's securities (hereinafter also, "shares" or "additional shares" or "securities" or "placed securities") shall be the day immediately following the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares. However, the placement start date may not be earlier than the date from which the Issuer provides access to the Securities Prospectus, and the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) day after the date of the state registration of the additional issue of securities.*

In this connection, the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right shall be deemed to be the date when the Notice of the exercisability of the preemptive right to acquire them (hereinafter, the "Preemptive Right Notice") is published through the newswire and posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

Procedure for determining the end date of the placement:

The end date for the placement of shares is the earlier of:

- the date when the last additionally issued share is placed; or*
- May 30, 2016 ("Placement Deadline").*

The dates of the placement of securities are determined on the basis of specifying the dates of disclosure of information concerning the additional issue of securities.

Procedure for disclosing such information:

Access to the Securities Prospectus shall be provided in accordance with the following procedure:

The Issuer shall publish the text of the registered Securities Prospectus on the Internet

(<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>) not later than the start date of the placement of securities within 2 days after the date when information concerning the state registration of the Issuer's additional issue of securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the state registration of the additional issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first. The text of the Securities Prospectus published on the Internet shall specify the state registration number of the additional issue of securities covered by the registered Securities Prospectus, its state registration date, and the name of the registration agency that has conducted the registration of the Securities Prospectus.

The text of the registered Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P) (hereinafter, the "Disclosure Regulations") for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until at least 5 years after the date when the text of the registered Additional Securities Issue Report is published on the Internet or, if shares are issued without the state registration of the additional securities issue report, until at least 5 years after the date when the text of the Notice of the Additional Securities Issue Results is published on the Internet. The Issuer shall provide any person concerned with access to information contained in the registered Securities Prospectus by means of placing its copy at the address (registered address) of the Issuer's permanent executive body (or, in the absence of the Issuer's permanent executive body, any other body or person entitled to act for the Issuer without a power of attorney) to be used for communication with the Issuer as specified in the Uniform State Register of Juridical Persons (hereinafter, the "Issuer's registered address") and additionally, prior to the end date of the placement of securities, at the places specified in the Issuer's announcements containing information about the placement of securities.

Upon request, the Issuer shall make available copies of the Securities Prospectus to holders of the Issuer's securities and to other stakeholders for a fee not to exceed their duplication costs within seven days from the receipt (submission) of the relevant request.

The announcement about the start date for the placement of securities shall be published by the Issuer through the newswire and on the Internet (<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>) not later than 1 day prior to the start date of the placement of securities.

8.8.3. Placement Procedure

Procedure and conditions for entering into agreements aimed at transferring securities to initial holders in the process of placing securities:

Shares shall be placed by means of entering into agreements aimed at acquiring placed securities (hereinafter also, the "Share Acquisition Agreement") and making credit entries for the personal accounts (custody accounts) of their initial holders. Securities shall be placed only if they are fully paid for.

The placement of shares to the persons exercising the preemptive right to acquire placed securities shall be in accordance with the procedure provided for in paragraph 8.5 of this Decision on the Additional Securities Issue in accordance with their written applications to acquire placed securities. Prior to the expiration of the Preemptive Right Period specified in paragraph 8.5 of this Decision on the Additional Securities Issue, shares may not be placed otherwise than by virtue of the exercise of the preemptive right.

The placement of shares to any persons otherwise than by virtue of the exercise of the preemptive right shall be in accordance with their written offers to acquire placed securities. Any offer shall be the potential acquirer's bid submitted to the Issuer to enter into the Share Acquisition Agreement. The Issuer's reply that any offer is accepted shall constitute the acceptance of such offer (the acceptance of the bid to enter into the Share Acquisition Agreement).

For the purposes of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right, the Issuer shall, not later than five (5) days after the date when the Issuer's sole executive body conducts the registration of the exercised preemptive right to acquire additional shares, publish through the newswire and post on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> an invitation for the general public to submit bids (offers) with respect to the acquisition of placed securities (hereinafter also, the "Invitation to Offer").

Deadline for submitting offers to acquire placed securities (hereinafter also, the "Offers"):

The Offers may be submitted to the Issuer within ten (10) days after the later of the following acts done by the Issuer: the publication of the Invitation to Offer through the newswire or the posting of the Invitation to Offer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> (hereinafter referred to as the "Offer Collection Deadline").

Any potential acquirer of placed securities (hereinafter also, the "Acquirer") may deliver the Offer from 10:00 a.m. to 2:00 p.m. (Moscow time) daily except Saturdays, Sundays, and public holidays to AO STATUS at: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1.

The Offer shall be submitted by the Acquirer in person or via the Acquirer's authorized representative having a duly issued power of attorney or any other document certifying the representative's authority.

The Offer may also be sent by the Acquirer by mail to: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1, AO STATUS.

Each Offer shall contain the following information:

- 1. Title: Offer to Acquire Shares in PJSC ROSSETI;*
- 2. Full corporate name/full name of the Acquirer;*
- 3. Taxpayer Identification Number (INN) of the Acquirer (if any);*
- 4. Place of residence (registered address) of the Acquirer;*
- 5. In the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority);*
- 6. In the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number));*
- 7. Consent of the person submitting the Offer to the acquisition of placed shares in the quantity specified in the Offer at the offering price set forth in the Decision on the Additional Securities Issue;*
- 8. Quantity of acquired securities that may be expressed in one of the following ways:*
 - as the exact number of shares that the Acquirer undertakes to acquire;*
 - as the minimum number of shares that the Acquirer undertakes to acquire. Where the minimum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not less than the specified minimum number of shares;*
 - as the maximum number of shares that the Acquirer undertakes to acquire. Where the maximum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not more than the specified maximum number of shares;*
 - as the minimum and maximum number of shares that the Acquirer undertakes to acquire. Where the minimum and maximum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not less than the specified minimum number of shares and not more than the specified maximum number of shares.*
- 9. Information about the method of payment for placed shares (in cash and/or other than in cash) and, in the case of payment other than in cash as specified in paragraph 8.6 of this Decision on the Additional Securities Issue (hereinafter also, "payment other than in cash" or "federal loan bonds"), the following information:*
 - a) quantity and issue state registration number of the federal loan bonds transferred as payment for shares;*
 - b) obligation of the Acquirer to transfer to the Issuer as payment other than in cash for acquired shares the federal loan bonds that are free and clear of any third-party claims, are not subject to any encumbrances, and are not subject to any dispute or attachment;*
- 10. Number and details of the Acquirer's personal account on the Issuer's register of holders of registered securities, which personal account shall be used for depositing acquired shares. If any shares shall be deposited in a nominee holder's personal account of the Central Custodian or any other custodian on the Issuer's register of holders of registered securities, then the following information shall be specified:*
 - full corporate name,*
 - state registration particulars (Principal State Registration Number (OGRN), state registration authority, date of state registration and registration of the Central Custodian on the Uniform State Register of Juridical Persons),*
 - number of a nominee holder's personal account on the Issuer's register of holders of registered securities.*
- 11. Banking details of the Acquirer that may be used for refund purposes.*
- 12. Email address and mobile telephone number of the Acquirer for sending a reference (a code for transactions in the Central Custodian).*
- 13. Email address for sending a reply about the accepted Offer (acceptance) and a reference.*
- 14. In the case of nonresidents, information about whether the nonresident is a qualified investor in the country of residence/incorporation.*

The Offer shall be accompanied:

- in the case of a corporate entity, by a notarized copy of constitutive documents and documents certifying the authority of the person empowered to act on behalf of the corporate entity without a power of attorney;*
- if the person submitting the Offer is required by law to acquire the quantity of shares specified in the Offer with the prior consent of the antimonopoly authority, by a copy of the antimonopoly authority's consent thereto;*
- if the person submitting the Offer is required by law to acquire the quantity of shares specified in the Offer with the prior consent of the Acquirer's authorized management body (Board of Directors, General Meeting of Shareholders, etc.), by a copy of the resolution to approve the transaction related to the acquisition of placed securities.*

The Offer shall be signed by the Acquirer (or by the Acquirer's authorized person, provided that the Offer is accompanied by the original or a notarized copy of the duly issued power of attorney or any other document confirming the representative's authority) and shall, in the case of a corporate entity, bear the corporate seal (if any).

The submitted Offers are subject to registration by the Issuer on a special register of received offers (hereinafter, the "Offer Register") on the day of their receipt.

On the basis of the Offer Register, the Issuer shall send its reply that the Offer is accepted (acceptance) to the Acquirers selected by the Issuer at its sole discretion from among the Acquirers submitting the Offers that are in accordance with

the requirements set forth in the laws of the Russian Federation and paragraph 8.3 of this Decision on the Additional Securities Issue.

Such reply shall state the quantity of shares distributed to the Acquirer submitting the Offer (additionally, if shares are credited to a custody account with the Central Custodian or any other custodian, a reference for a transaction in the Acquirer's custody account). The reply that the Offer is accepted (acceptance) shall be delivered to the Acquirer in person or the Acquirer's authorized representative, or sent to the email address specified in the Offer not later than two (2) business days following the day when the Issuer decides to accept the Offer (hereinafter also, the "Acceptance Sending Deadline").

The decision to accept the Offer (on acceptance) may be made by the Issuer not later than five (5) business days after the Offer Collection Deadline ("Acceptance Deadline"). The Issuer may decide to accept the Offer only in relation to the quantity of additional shares that, at the time of the decision to accept such Offer, have not been placed and are not subject to placement under any other offer accepted by the Issuer.

The Share Acquisition Agreement shall be deemed to be entered into upon receipt by the Acquirer (or the Acquirer's authorized representative delivering the Offer) submitting the Offer of the Issuer's reply that the Offer is accepted (acceptance).

The place of the Share Acquisition Agreement shall be Moscow, Russia.

The reply that the Offer is accepted (acceptance) shall be sent to the persons selected by the Issuer at its sole discretion from among the persons submitting such Offers.

The Acquirer receiving the Issuer's reply that the Offer is accepted (acceptance) shall pay in full for acquired shares at least five (5) business days prior to the Placement Deadline (hereinafter also, the "Securities Payment Deadline").

The obligation to pay for placed shares shall be deemed to have been fulfilled upon receipt by the Issuer of the amount due in its bank account and/or upon the transfer of payment other than in cash to the Issuer in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue.

If the fulfillment of the obligation to pay for placed shares is delayed or if such obligation is fulfilled in part, the Issuer shall have the right to refuse to fulfill its reciprocal obligation to transfer shares to the Acquirer.

If the total value of the money transferred by the Acquirer as payment for acquired shares exceeds the value of the shares for which acceptance is received, then the Issuer shall, not later than thirty (30) business days after the end date of the placement of securities, return to the Acquirer the money received by the Issuer as payment for acquired shares in excess of the value of such shares into the bank account specified in the Offer.

If, in the case of payment other than in cash for shares, the total value of the property transferred by the Acquirer as payment other than in cash for shares exceeds the value of acquired shares, then the Issuer shall return to the Acquirer the difference between the amount of payment other than in cash for shares and the value of additional shares paid by the Acquirer (hereinafter, the "overpaid amount") in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue.

If the Acquirer fulfills the obligation to pay for acquired shares in part, the Issuer shall have the right to fulfill its reciprocal obligation to transfer shares to Acquirer in proportion to the quantity paid for by the Acquirer.

If the Acquirer fulfills the obligation to pay for acquired shares in part or if the Issuer refuses to fulfill its reciprocal obligation to transfer shares in full in the event that the Acquirer fails to meet the Securities Payment Deadline to pay for shares, then the money and/or payment other than in cash received as the partial fulfillment of the obligation to pay for shares or, as applicable, all the money and/or payment other than in cash paid (delivered) by the Acquirer for shares shall be returned to the Acquirer by bank transfer (in accordance with the prescribed procedure) into the bank account specified in the Offer (in the case of payment in cash) and/or in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash) not later than thirty (30) business days from the placement end date.

The Issuer shall be entitled not to notify the Acquirer of the Issuer's refusal to fulfill its reciprocal obligation to transfer shares, but the Issuer may elect to notify the Acquirer thereof in person or via the Acquirer's authorized representative or by sending a communication to the postal address and/or fax number and/or email address specified in the Offer.

Any agreements entered into for the purposes of the placement of shares may be amended and/or terminated for the reasons and in accordance with the procedure provided for in Chapter 29 of the Civil Code of the Russian Federation.

For the purposes of the placement of securities, the preemptive right to acquire securities shall apply in accordance with Articles 40 and 41 of the Federal Law "On Joint-Stock Companies."

The securities are registered securities, and the register of holders of such securities is kept by the registrar.

Person (registrar, custodian, or initial holder) to whom the issuer issues (sends) the transfer order serving as justification for making a credit entry in the personal account or custody account of the initial holder, deadline, and other conditions for issuing the transfer order:

After the Acquirer pays for the placed securities in accordance with the procedure provided for in paragraph 8.6 of this Decision on the Additional Securities Issue, but at least three (3) business days prior to the Placement Deadline, the Issuer shall send to the Issuer's registrar (STATUS Registration Company Joint-Stock Company, Register Maintenance License No. 10-000-1-00304 issued by the Federal Financial Markets Service of the Russian Federation on March 12, 2004) the transfer order serving as justification for making a credit entry in the personal account of the Acquirer or the personal account of the Central Custodian's nominee holder as specified in the Acquirer's Offer.

Details of the Central Custodian:

Full corporate name: *National Settlement Depository*

Short corporate name: *NSD*

Registered address: *Russia, Moscow, ul. Spartakovskaya, 12*

Postal address: *Russia, 105066, Moscow, ul. Spartakovskaya, 12*

Taxpayer Identification Number (INN): *7702165310*

Telephone: *(495) 956-27-89, (495) 956-27-90*

Custodian license number: *177-12042-000100*

Date of issue: *February 19, 2009*

Valid until: *issued for an indefinite term*

Licensing authority: *Federal Financial Markets Service of the Russian Federation*

Registration details: *registered with the Bank of Russia on June 26, 1996 (Registration Number 3294); State Registration Certificate No. 1027739132563 issued on August 30, 2002, by Interdistrict Inspectorate of the Ministry of Taxation of the Russian Federation for the City of Moscow No. 39.*

The registrar shall, within three (3) business days after the date of receipt of the transfer order and not later than the Placement Deadline, debit to the Issuer's issuer account such quantity of securities of this additional issue as stated in the transfer order and credit such quantity of securities to the personal account of the Acquirer or the personal account of a nominee holder as specified in the Acquirer's Offer.

The placement of shares shall be deemed to be completed as of the date when the crediting of securities to the personal account of the Acquirer or the personal account of the Central Custodian's nominee holder as specified in the Acquirer's Offer.

The securities are not placed through bidding-based subscription.

The Issuer (or its authorized person) does not intend to enter into preliminary agreements in relation to placed securities.

Brokers providing the Issuer with services in relation to the placement and/or organization of the placement of securities are not engaged to make the placement of the securities.

Shares of this additional issue are not intended for distribution outside the Russian Federation, including by means of the placement of any relevant foreign securities.

It is not planned, at the same time as placing the securities, to offer for acquisition, including outside the Russian Federation by means of the placement of any relevant foreign securities, any of the Issuer's previously placed (outstanding) securities of the same class or category (type).

As defined by the Federal Law "On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country's Defense and National Security," the Issuer is an economic entity that is of strategic importance to ensuring the country's defense and national security.

In accordance with the Federal Law "On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country's Defense and National Security," entering into agreements aimed at the transfer of the Issuer's securities to their initial holders during the course of their placement requires prior consent under the above-mentioned Federal Law in the event that entering into such agreements results in a foreign investor or a foreign investor's group taking control of the Issuer.

8.8.4. Offering price(s) or Procedure for Determining the Offering Price(s)

Offering price (including with respect to the persons included on the list of the persons having the preemptive right to acquire placed additional shares) of one additional share: 1 ruble.

The above-mentioned offering price of securities is determined in accordance with the requirements of the Federal Law "On Joint-Stock Companies" by the decision adopted by the Board of Directors of PJSC ROSSETI on September 3, 2015; Minutes of the Meeting No. 201 of September 4, 2015.

8.8.5. Procedure for Exercising the Preemptive Right to Acquire Placed Securities

Date of the list of the persons having the preemptive right to acquire placed securities: *September 4, 2015.*

Procedure for notifying the persons having the preemptive right to acquire placed securities that they may exercise the preemptive right:

The persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) day after the date of the state registration of the additional issue of securities by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

The Preemptive Right Notice shall contain information concerning the quantity of placed additional shares; their offering price, including their offering price if the preemptive right is exercised; the procedure for determining the quantity of shares that may be acquired by each person having the preemptive right; the procedure for such persons' submitting to the Company their applications to acquire shares; and the deadline for the Issuer's receiving such applications ("Preemptive Right Period").

Procedure for exercising the preemptive right to acquire placed securities:

Preemptive Right Period:

Start date of the Preemptive Right Period: the day immediately following the date when shareholders are notified of the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

End date of the Preemptive Right Period: April 15, 2016. However, the Preemptive Right Period may not be shorter than forty-five (45) days after the date when shareholders are notified of the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

Prior to the expiration of the Preemptive Right Period with respect to the placed Shares, the Shares may not be placed otherwise than by virtue of the exercise of this preemptive right.

In accordance with Articles 40 and 41 of the Federal Law "On Joint-Stock Companies," shareholders owning the Issuer's ordinary shares shall have the preemptive right to acquire the quantity of the Issuer's additional shares in proportion to the quantity of the Issuer's ordinary shares that they hold.

Additional shares shall be distributed to the persons having the preemptive right to acquire placed securities on the basis of the written applications (hereinafter also, the "Application(s)") submitted by such persons (hereinafter also, the "Applicant(s)") to acquire such placed securities.

The persons having the preemptive right to acquire placed securities shall be entitled to exercise their preemptive right in full or in part in the quantity proportional to the quantity of the Issuer's registered ordinary shares that they hold. In the process of exercising the preemptive right to acquire placed securities, the Share Acquisition Agreements shall be entered into with the persons having the preemptive right to acquire placed securities in accordance with the procedure described below.

Any person having the preemptive right to acquire placed securities shall submit the Application within the Preemptive Right Period.

The Applicant shall be entitled to exercise the Applicant's preemptive right in full or in part by submitting the Application to the Issuer.

The Application shall contain the following information:

- 1. Title: Application to Acquire Shares in PJSC ROSSETI Through Exercising the Preemptive Right.*
- 2. Full name (full corporate name) of the person having the preemptive right to acquire placed securities.*
- 3. Place of residence (registered address) of the person having the preemptive right to acquire placed securities.*
- 4. Quantity of acquired securities.*

It is recommended that the following information also be included in the Application:

- 1. Taxpayer Identification Number (INN) of the person having the preemptive right to acquire placed securities (if any).*
- 2. In the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority).*
- 3. In the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number)).*
- 4. Information about the method of payment for placed shares (in cash and/or other than in cash) and, if payment for shares is made other than in cash as specified in paragraph 8.6 of this Decision on the Additional Securities Issue (hereinafter also, "payment other than in cash" or "federal loan bonds"), information about the quantity and issue state registration number of the securities (federal loan bonds) transferred as payment for shares.*
- 5. Number and details of the Applicant's personal account on the Issuer's register of holders of registered securities to be used for the transfer of acquired shares. If any shares shall be deposited in a nominee holder's personal account of the Central Custodian or any other custodian on the Issuer's register of holders of registered securities, then the following information shall be specified:
- full corporate name,
- state registration particulars (Principal State Registration Number (OGRN), state registration authority, date of state registration and registration of the Central Custodian on the Uniform State Register of Juridical Persons),
- number of a nominee holder's personal account on the Issuer's register of holders of registered securities.*
- 6. Bank account details of the Applicant that may be used for refund purposes.*
- 7. Contact information of the Applicant (email address and mobile telephone number for sending a reference).*
- 8. Email address for sending a reference.*
- 9. Information that the Application is accompanied by a document confirming the Applicant's payment for placed securities.*

10. In the case of nonresidents, information about whether the nonresident is a qualified investor in the country of residence/incorporation.

The Application shall be accompanied by a document confirming the payment for shares.

In this connection, the document confirming the payment for shares means:

- **in the case of payment in cash, payment instructions (a bank transfer receipt) marked by the bank as executed;**
- **in the case of payment other than in cash (federal loan bonds), a document confirming the transfer of title to federal loan bonds used as payment for placed securities to the Issuer (a certificate, statement, or report containing information about the quantity of federal loan bonds deposited in the Issuer's account and accepted as payment for shares of this issue).**

The Issuer may define the recommended form of the Application. In this case, the form of the Application shall be posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the Preemptive Right Period.

Payment for acquired shares shall be made by the Applicant in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue.

The Application shall be signed by the person having the preemptive right to acquire placed securities (or by such person's authorized person, provided that the Application is accompanied by the original or a notarized copy of the duly issued power of attorney or any other document confirming the representative's authority) and shall, in the case of a corporate entity, bear the corporate seal (if any).

The Applicant shall be responsible for the reliability of the information contained in the Application and for its being consistent with the information contained in the Issuer's shareholder register.

The Applications may be delivered from 10:00 a.m. to 2:00 p.m. (Moscow time) daily except Saturdays, Sundays, and public holidays:

1) to AO STATUS at: Moscow, ul. Novorogozhskaya, 32/1; or

2) to PJSC ROSSETI at: Moscow, ul. Belovezhskaya, 4.

The Applications may be sent by mail:

1) to AO STATUS at: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1; or

2) to PJSC ROSSETI at: Russia, 121353, Moscow, ul. Belovezhskaya, 4.

At the addresses for receipt of the Applications, registers shall be kept with respect to the Applications received at the relevant address. The Applications shall be registered on a register of received Applications, specifying the time and date of receipt of each Application.

The Issuer shall be entitled to refuse the exercise of the preemptive right by the person submitting the Application if:

- the Application fails to satisfy the requirements set forth in paragraph 8.5 of this Decision on the Additional Securities Issue;

- the Application does not allow the person on whose behalf the Application is submitted to be identified as the person having the preemptive right to acquire placed securities;

- the Application fails to be accompanied by a document confirming the payment for shares by the person having the preemptive right to acquire shares;

- the Issuer receives the Application and/or a document confirming the payment for shares after the expiration of the Preemptive Right Period.

The Applications shall be considered by the Issuer within two (2) business days after the date of their receipt by the Issuer or its registrar, AO STATUS. Based on the results of considering the Applications, AO STATUS shall, within five (5) business days after the date of their receipt by AO STATUS or the Issuer, send to the person submitting the Application a notice of accepting (refusing to accept) the Application by regular mail to the address specified in the Application and by email to the address (if any) specified in the Application.

Any notice of refusing to accept the Application shall state the reasons for such refusal. If a notice of refusing to accept the Application is received, any person wishing to exercise the preemptive right to acquire shares may, prior to the expiration of the Preemptive Right Period, submit the Application again upon correcting the reasons that prevent the preemptive right to acquire shares from being exercised.

In the event that the Issuer refuses to accept the Application, any payment received by the Issuer in cash and/or other than in cash for shares shall be returned to the Applicant by bank transfer (in accordance with the prescribed procedure) into the bank account specified in the Application (in the case of payment in cash) and/or in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash) not later than thirty (30) business days after the expiration of the Preemptive Right Period.

If the Application states any quantity of shares that is less than such quantity of shares paid for as specified in the documents confirming the payment for placed shares, then such Application will be accepted by the Issuer with respect to the quantity of shares specified in the Application. In this connection, the Issuer shall, not later than thirty (30) business days after the expiration of the Preemptive Right Period, return to the Applicant the money received by the Issuer as payment for shares in excess of the value of such quantity of placed shares as specified in the Application into the bank account specified in the Application (in the case of payment in cash) and/or return to the Applicant the difference between the amount of payment other than in cash for shares and the value of shares whose acquisition is applied for by the Applicant (the overpaid amount) in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash).

If the Application states any quantity of shares that is more than such quantity of shares paid for as specified in the documents confirming the payment for placed shares and accompanying the Application, then the Applicant shall be

deemed to exercise the Applicant's preemptive right to acquire shares with respect to the whole number of shares that are paid for.

If the Application states any quantity of shares that is more than such quantity of shares as may be acquired by the Applicant, then the Application shall, subject to fulfilling all other conditions, be accepted to the fullest possible extent with respect to the whole number of shares that may be distributed to the Applicant in accordance with the calculation procedure described below. In this connection, the Issuer shall, not later than thirty (30) business days after the expiration of the Preemptive Right Period, return to the Applicant the money received by the Issuer as payment for shares in excess of the value of such maximum quantity of shares as the Applicant may acquire into the bank account specified in the Application (in the case of payment in cash) and/or return to the Applicant the difference between the amount of payment other than in cash for shares and the value of such maximum quantity of shares as the Applicant may acquire (the overpaid amount) in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash).

The maximum quantity of additional shares that may be acquired by any person through exercising the preemptive right to acquire the Issuer's additional shares is proportional to the quantity of the Issuer's registered ordinary shares held by such person as of September 4, 2015, and shall be calculated in accordance with the following formula:

$X = Y \times (42,796,991,468 / 161,078,853,310)$, where

X is the maximum quantity of shares of this additional issue that may be acquired by the person having the preemptive right to acquire placed securities;

Y is the quantity of the Issuer's registered ordinary shares held by the person having the preemptive right to acquire placed securities as of September 4, 2015;

42,796,991,468 is the quantity of additional shares placed by the Issuer in accordance with this Decision on the Additional Securities Issue;

161,078,853,310 is the quantity of the Issuer's previously placed registered ordinary shares.

If the calculation of the quantity of placed shares that may be acquired by any person having the preemptive right to acquire shares by virtue of such person's preemptive right results in a fractional number, then such person shall be entitled to acquire the portion of a placed additional share (fractional share) corresponding to the fractional part of the calculated number.

Any fractional share shall vest in the shareholder owning such share the rights attaching to the relevant category of shares within the scope equal to the portion of a whole share constituted by such fractional share.

Fractional shares shall be traded on a par with whole shares.

In the register maintenance system, fractional shares accounted for in registered persons' personal accounts shall not be subject to rounding up or down to the nearest whole share.

The Share Acquisition Agreement with any person exercising the preemptive right to acquire placed securities shall be deemed to have been entered into at the Issuer's registered address upon receipt by the Issuer of the Application accompanied by a document confirming the payment for securities.

In this regard, if any Application accompanied by a document confirming the payment is received by the Issuer prior to the start date of the placement of additional shares, then the Share Acquisition Agreement shall be deemed to have been entered into on the start date of the placement of shares of this additional issue.

Any shares acquired as a result of exercising the preemptive right to acquire shares of this additional issue shall be credited to the Applicants' personal accounts (custody accounts) only after they are paid for in full.

The Issuer shall, not later than two (2) business days after the expiration of the Preemptive Right Period, send to the Issuer's registrar (STATUS Registration Company Joint-Stock Company, Register Maintenance License No. 10-000-1-00304 issued by the Federal Financial Markets Service of the Russian Federation on March 12, 2004) the transfer order serving as justification for making a credit entry in the personal account of the Applicant or the Central Custodian's nominee holder specified in the Applicant's Application.

The registrar shall, within three (3) business days after the date of receipt of the transfer order, debit to the Issuer's issuer account such quantity of securities of this additional issue as stated in the transfer order and credit such quantity of securities to the personal account of the Applicant or the Central Custodian's nominee holder specified in the Applicant's Application.

The placement of securities shall be deemed to be completed as of the date when the crediting of securities to the personal account of the person exercising the preemptive right or the Central Custodian's nominee holder as specified in the Applicant's Application is registered on the register of shareholders owning the Issuer's shares.

Procedure for registering the exercised preemptive right to acquire placed securities: The registration of the exercised preemptive right to acquire additional shares shall be conducted by the Issuer's sole executive body within 5 days after the expiration of the Preemptive Right Period.

Procedure for disclosing information concerning the exercised preemptive right to acquire placed securities: The Issuer shall disclose information concerning the exercised preemptive right in the form of a statement within the periods listed below after the expiration of the Preemptive Right Period:

- in the case of disclosure through the newswire, within five (5) days;

*- in the case of disclosure on the Internet, within five (5) days.
In this connection, publication on the Internet shall follow publication through the newswire.*

8.8.6. Terms and Procedure for Payment for Securities

Payment may be made in cash.

Terms and procedure for payment for the shares, including the method of payment:

Payment for placed securities shall be made in cash in the currency of the Russian Federation (Russian rubles).

Payment for additional shares shall be made by the Acquirer in full at the time of their placement.

If the preemptive right to acquire placed securities is exercised, the Applicant shall pay for acquired shares in full within the Preemptive Right Period.

If shares are acquired otherwise than by virtue of the exercise of the preemptive right, payment for acquired shares shall be made in full by the Acquirer having received the Issuer's reply that the Offer is accepted (acceptance) at least five (5) business days prior to the Placement Deadline.

The obligation to pay for placed securities in the case of payment in cash shall be deemed to have been fulfilled upon receipt by the Issuer of the amount due in its account specified in this Decision on the Additional Securities Issue.

Payment may not be made in ready cash.

Payment shall be made by bank transfer.

Method of payment by bank transfer: ***payment instructions, bank transfer receipts.***

Credit institution details

Full corporate name: ***Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia***

Short corporate name: ***Specialized Additional Office No. 01793, Moscow Head Office of Sberbank***

Location: ***109544, Moscow, ul. B. Andronyevskaya, 6***

INN (Taxpayer Identification Number): ***7707083893***

BIC (Bank Identification Code): ***044525225***

Account number: ***4070281083800026758***

Account type: ***settlement account***

Correspondent account: ***3010181040000000225***

Beneficiary's full name: ***Public Joint Stock Company ROSSETI***

Beneficiary's short name: ***PJSC ROSSETI***

Beneficiary's Taxpayer Identification Number (INN): ***7728662669***

Credit institution details

For transfers of federal budget funds:

Payment is made, stating the personal account and using the bank details that shall be disclosed by the Issuer on the Internet not later than the start date of the placement.

Full corporate name: ***Directorate of the Federal Treasury of the Russian Federation for the City of Moscow***

Short corporate name: ***Directorate of the Federal Treasury of the Russian Federation for the City of Moscow***

Location: ***115191, Moscow, ul. 3-ya Roshchinskaya, 3/1***

INN (Taxpayer Identification Number): ***7725074789***

BIC (Bank Identification Code): ***044583001***

Account type: ***settlement account***

Account number: ***40501810200001000179***

Beneficiary's full name: ***Public Joint Stock Company ROSSETI***

Beneficiary's short name: ***PJSC ROSSETI***

Beneficiary's Taxpayer Identification Number (INN): ***7728662669***

Payment may be made other than in cash.

Property that may be used as payment for the issued shares:

1. Federal loan bonds (Issues 29006RMFS, 29007RMFS, 29008RMFS, 29009RMFS, and 29010RMFS) (hereinafter, the "FLB").

Payment terms and documents required for such payment:

Payment for additional shares shall be made by the Acquirers in full at the time of their placement.

If the preemptive right to acquire placed shares is exercised, the Applicant shall pay for acquired shares in full within the Preemptive Right Period.

If shares are acquired otherwise than by virtue of the exercise of the preemptive right, payment for acquired shares shall be made in full by the Acquirer having received the Issuer's reply that the Offer is accepted (acceptance) at least five (5) business days prior to the Placement Deadline.

In the event of payment for shares by transfer of securities (the FLB), the rights to the FLB shall transfer to the Issuer upon making a credit entry in the custody account of PJSC ROSSETI (the Issuer) opened with a nominee holder of Gazprombank (Joint-Stock Company). In this connection, the amount of payment other than in cash (the quantity of the

FLB transferred as payment for shares) shall be such so that the entire overpaid amount is not in excess of one unit in kind (the FLB transferred as payment for the shares).

Documents required for payment for shares other than in cash:

In the event of payment by transfer of securities (the FLB), instructions to withdraw securities from custody and/or custodial instructions.

In the event of payment for placed securities other than in cash (by transfer of the FLB), it is recommended that the Acquirer/Applicant send by email to the Issuer at Khokholkova-KV@rosseti.ru at least 5 business days prior to submitting the Application/Offer a notice of the Acquirer's/Applicant's intention to make payment for placed shares by transfer of the FLB so that the Issuer is able to give the Issuer's custodian the instructions to credit the FLB to the custody account and send the Acquirer/Applicant a reference for such transaction. Any such notice shall contain:

- full name (full corporate name) of the Acquirer/Applicant;*
- in the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority);*
- in the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number));*
- quantity of acquired securities;*
- quantity of the FLB planned to be transferred to the Issuer as payment for placed shares, state registration number of the FLB issue, and date of assigning the state registration number;*
- information about the place of custody of the FLB that shall be transferred as payment for placed shares (the Central Custodian or any other custodian);*
- custody account details of the Acquirer/Applicant: custody account name, custody account number, section number, and depositor code;*
- contact information of the Acquirer/Applicant (mobile telephone number and email address).*

The email address for requesting a reference for the confirmation of each transaction is Khokholkova-KV@rosseti.ru.

The documents confirming the payment for shares of this issue other than in cash (by transfer of the FLB) shall be:

- a document confirming the transfer of title to the FLB used as payment for placed securities to the Issuer (a certificate, report, or statement from the custodian responsible for storing and accounting for the Acquirer's securities with respect to withdrawing/depositing the FLB to the Issuer's custody account with Gazprombank (Joint-Stock Company)) as of the date of the transfer of the FLB used as payment for shares of this additional issue.*

The FLB that are transferred as payment for shares shall be free and clear of any third-party claims, shall not be subject to any encumbrances, and shall not be subject to any dispute or attachment.

Any overpaid amount shall be returned by the Issuer to the Acquirer/Applicant by means of returning the payment received from the Acquirer/Applicant other than in cash as follows:

a) If any payment for acquired shares is made by the Acquirer/Applicant only in kind, the Issuer shall return the overpaid amount to the Acquirer/Applicant by:

- returning such payment in kind equal to the whole number of items whose price is not in excess of the overpaid amount,*

and

- paying money in the amount calculated as the difference between the overpaid amount and the price of property that shall be returned in accordance with this subparagraph "a" by bank transfer into the bank account specified in the Application/Offer or, if such bank account is not specified in the Offer/Application, into the bank account specified in the Acquirer's/Applicant's written request to return money/property.*

b) If any payment for acquired shares is made by the Acquirer/Applicant both in cash and in kind, the Issuer shall return the overpaid amount to the Acquirer/Applicant by:

- returning such payment in kind equal to the whole number of items whose price is not in excess of the overpaid amount within the limits of such quantity of shares as received from the Acquirer/Applicant,*

and

- refunding money in the amount calculated as the difference between the overpaid amount and the price of property that shall be returned in accordance with this subparagraph "b" by bank transfer into the bank account specified in the Application/Offer or, if such bank account is not specified in the Offer/Application, into the bank account specified in the Acquirer's/Applicant's written request to return money/property.*

Payment in cash as the return of the overpaid amount under these subparagraphs "a" and "b" shall be made only if the entire overpaid amount cannot be returned as a whole number of items in kind.

The return of any overpaid amount shall be subject to rounding off to the nearest whole kopeck. Amounts shall be rounded off in favor of the Issuer: even if, under the rules contained in this Decision on the Additional Securities Issue, the fractional part of the kopeck shall also be returned, the fractional part of the kopeck is not returned.

The FLB shall be credited to the Issuer's custody account opened with Gazprombank (Joint-Stock Company) at the Central Custodian (National Settlement Depository; registration particulars: State Registration Certificate No. 1027739132563 issued by Interdistrict Inspectorate of the Ministry of Taxation of the Russian Federation for the City of Moscow No. 39 on August 30, 2002) with the following details:

Full corporate name of the custodian: *Gazprombank (Joint-Stock Company)*

Location: *117420, Moscow, ul. Nametkina, 16, korpus 1*

State registration particulars: *Principal State Registration Number (OGRN) 1027700167110 of August 28, 2002; the state registration certificate issued by the Directorate of the Ministry of Taxation of the Russian Federation for the City of Moscow*

Number of the professional securities market participant's license to perform custodial activities: *177-04464-000100*

Date of issue: *January 10, 2001*

Valid until: *Issued for an indefinite term*

Issuing authority: *Federal Financial Markets Service of the Russian Federation*

Custodian code: *MC 00098 00000*

Number of the custodian's account: *ML 9508300025*

Section for crediting to the custodian's account: *00 00000 00000 00000, principal section*

Custodial agreement of the Issuer: *No. 416792 of April 9, 2015*

Number of the Issuer's custody account: *431627*

or to any other accounts disclosed by the Issuer within the following periods after the Issuer's authorized body decides on crediting securities to such accounts:

- *in the case of disclosure through the newswire, not later than one (1) day;*

- *in the case of disclosure on the Internet, not later than two (2) days.*

If payment for the placed shares is made other than in cash, namely by transfer of the FLB, then any expenses in connection with the transfer of the FLB used as payment for placed securities into the Issuer's account shall be paid by the Acquirer/Applicant.

Pursuant to paragraph 7 of Article 9 of Federal Law No. 384-FZ of December 1, 2014, "On the Federal Budget for 2015 and the Planning Period of 2016 and 2017," the money value of the FLB used as payment for the Issuer's shares is not appraised in accordance with paragraph 3 of Article 34 of Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies." Information concerning the price of the FLB accepted as payment for the Issuer's shares will be published by the Issuer not later than the start date of the placement of the shares through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

8.8.7. Information Concerning the Document That Contains the Actual Results of the Placement of Securities and Is Submitted upon Completion of the Placement of Securities

The document that contains the actual results of the placement of securities and shall be submitted by the Issuer to the registration agency upon completion of the placement of securities is the Notice of the Additional Securities Issue Results.

8.9. Procedure and Conditions of Bond Redemption and Payment of Income from Bonds

This paragraph applies to bonds only.

8.10. Information Concerning the Acquisition of bonds

This paragraph applies to bonds only.

8.11. Procedure for the Issuer's Disclosing Information Concerning the Additional Issue of Securities

The Issuer shall disclose information in accordance with the procedure provided for in the applicable laws of the Russian Federation, including Federal Law No. 39-FZ of April 22, 1996, "On the Securities Market" (as amended and supplemented), Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies" (as amended and supplemented), the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P), and other regulatory documents of the Bank of Russia.

If, at the time of occurrence of any event subject to disclosure by the Issuer in accordance with the applicable federal laws and the legal regulations of the Bank of Russia, any procedure and deadline apply to the disclosure of information concerning such event other than the procedure and deadline set forth in this Decision on the Additional Securities Issue and the Securities Prospectus, then information concerning such event shall be disclosed in accordance with the procedure and within the period provided for in the federal laws and the legal regulations of the federal executive authority in charge of the securities market in force and effect at the time of occurrence of such event.

The Issuer shall disclose information in the form of quarterly reports and statements of material fact.

If any information must be disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire

The state registration of the additional issue of securities is accompanied by the state registration of the Securities Prospectus.

Procedure for disclosing information about the issue of securities:

1) At the stage of approving the decision on the placement of securities, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the approved decision on the placement of securities within the periods listed below after the date of the minutes

(the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the General Meeting of Shareholders that has adopted the decision to place securities:

- *in the case of disclosure through the newswire, not later than one (1) day;*
- *in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

2) At the stage of approving the decision on the additional securities issue, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the approved decision on the additional securities issue within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer’s Board of Directors that has resolved to approve the Decision on the Additional Securities Issue:

- *in the case of disclosure through the newswire, not later than one (1) day;*
- *in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

3) Information about the additional securities issue at the stage of its state registration shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the state registration of the additional securities issue and in the form of a decision on the additional securities issue and a securities prospectus by means of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

At the stage of the state registration of the additional securities issue, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the state registration of the additional securities issue within the periods listed below after the date when information concerning the state registration of the additional issue of the Issuer’s securities is posted on the registration agency’s webpage or after the date when the Issuer receives from the registration agency a written notice of the state registration of the additional issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- *in the case of disclosure through the newswire, not later than one (1) day;*
- *in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

The Issuer shall publish the text of the registered Decision on the Additional Securities Issue and the text of the registered Securities Prospectus on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the placement of securities. The text of the Decision on the Additional Securities Issue and the text of the Securities Prospectus published on the Internet shall specify the state registration number of the additional issue of securities, its state registration date, and the name of the registration agency that has conducted the state registration of the additional issue of securities.

The text of the registered Decision on the Additional Securities Issue shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the redemption of all securities of this additional issue.

The text of the registered Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until at least five (5) years after the date when the text of the Notice of the Additional Securities Issue Results given to the registration agency is published on the Internet.

4) At the stage of the placement of securities, information about the additional securities issue shall be disclosed by the Issuer in the form of:

- *a statement of the start date of the placement of securities;*
- *a statement of the changed start date of the placement of securities;*
- *a statement of the offering price (procedure for determining the offering price) of securities;*
- *statements of material fact about stages of the procedure for issuing the Issuer’s issue-grade securities – a statement of material fact about the end of the placement of securities;*
- *a statement of the suspension of the placement of securities;*
- *a statement of the resumption of the placement of securities;*
- *amendments to the decision on the (additional) securities issue and/or the securities prospectus.*

A) A statement of the start date of the placement of securities shall be published by the Issuer through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than one (1) day prior to the start date of the placement of securities.

B) If the Issuer decides to delay (change) the start date of the placement of securities disclosed in accordance with subparagraph (A), then the Issuer shall publish a statement of the changed start date of the placement of securities

through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than one (1) day prior to such date.

C) If any statement of the state registration of the securities issue or any statement of the start date of the placement of securities do not specify the offering price or the procedure for determining the offering price, then information concerning the offering price of additional shares (including with respect to the persons included on the list of the persons having the preemptive right to acquire additional shares) shall be disclosed by the Issuer through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the placement of securities.

D) Information concerning the end of the placement of securities shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing issue-grade securities – a statement of material fact about the end of the placement of securities within the periods listed below after the end date of the placement of securities (the date when the last additionally issued share is placed, but not later than May 30, 2016 (“Placement Deadline”)):

- in the case of disclosure through the newswire, not later than one (1) day;
- in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

E) In the event that, during the securities placement period, the Issuer decides to amend the Decision on the Additional Securities Issue and/or the Securities Prospectus and/or in the event that, during the share placement period, the Issuer receives from the Bank of Russia or a governmental agency (hereinafter, the “Authorized Agency”) a written request (order, prescript) to suspend the placement of securities, then the Issuer shall suspend the placement of securities and publish a statement of the suspension of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>. A statement of the suspension of the placement of securities shall be published by the Issuer within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer’s authorized management body that has adopted the decision to amend the Decision on the Additional Securities Issue and/or the Securities Prospectus or, in the event of any change in the terms and conditions set forth in the securities placement decision, after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer’s authorized management body that has adopted the decision to change such terms and conditions or after the date of receipt by the Issuer from the Authorized Agency a written request (order, prescript) to suspend the placement of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

F) During the securities placement period, after amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus are registered, after it is decided to refuse to register such amendments, or after a written notice (prescript, decision) is received during the securities placement period from the Authorized Agency stating permission to resume the placement of securities (termination of grounds for suspending the placement of securities), the Issuer shall publish a statement of the resumption of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

A statement of the resumption of the placement of securities shall be published by the Issuer within the periods listed below after the date when information concerning the registration of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus or the refusal to register such amendments is posted on the registration agency’s webpage or after the date when the Issuer receives from the registration agency a written notice of the registration of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus or the refusal to register such amendments or a written notice (prescript, decision) from the Authorized Agency stating permission to resume the placement of securities (termination of grounds for suspending the placement of securities) by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

The Issuer shall not resume the placement of securities before a statement of the resumption of the placement of securities is published through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

If any amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus are registered, the Issuer shall publish the text of such registered amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus on the Internet within two (2) days after information concerning the registration of such amendments is posted on the registration agency’s webpage or after the Issuer receives from the registration agency a written notice of the registration of such amendments by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first.

The text of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus published on the Internet shall specify the registration date of such amendments and the name of the registration agency that has conducted their registration.

The text of any registered amendments to the Decision on the Additional Securities Issue shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the expiration of the period prescribed in the Disclosure Regulations for providing access on the Internet to the text of the registered decision on the additional securities issue.

The text of any registered amendments to the Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the expiration of the period prescribed in the Disclosure Regulations for providing access to the text of the registered Securities Prospectus on the Internet.

G) If the placement of securities is suspended due to the registration agency's deciding to suspend the issue of securities, then information concerning the suspended issue of securities shall be disclosed by the Issuer in the form of a statement of material fact about the suspension of the issue of securities within the periods listed below after the date when information concerning the suspended issue of the Issuer's securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the suspended issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

H) If the placement of securities is resumed due to the registration agency's deciding to resume the issue of securities, then information concerning the resumed issue of securities shall be disclosed by the Issuer in the form of a statement of material fact about the resumption of the issue of securities within the periods listed below after the date when information that the issue of the Issuer's securities is resumed is posted on the registration agency's webpage or the date when the Issuer receives from the registration agency a written notice that the issue of securities is resumed by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

5) At the stage of giving to the registration agency the Notice of the Additional Securities Issue Results, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing the Issuer's securities – a statement of material fact about the Notice of the Additional Securities Issue Results given to the registration agency and in the form of the Notice of the Additional Securities Issue Results given to the registration agency by means of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

At the stage of giving to the registration agency the Notice of the Additional Securities Issue Results, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing the Issuer's securities – a statement of material fact about the Notice of the Additional Securities Issue Results given to the registration agency within the periods listed below after that date when the Notice of the Additional Securities Issue Results is submitted (sent) to the registration agency:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

The Issuer shall publish the text of the Notice of the Additional Securities Issue Results given to the registration agency on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> within two (2) days after the date when the Notice of the Additional Securities Issue Results is submitted (sent) to the registration agency.

The text of the Notice of the Additional Securities Issue Results shall be available on the Internet for at least 12 months from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet.

6) Information that the additional issue of securities is held abortive shall be disclosed by the Issuer in the form of a statement of material fact about the issue of Issuer's securities held abortive within the periods listed below after the date when information that the additional issue of the Issuer's securities is held abortive is posted on the registration agency's webpage or the date when the Issuer receives from the registration agency a written notice that the additional issue of securities is held abortive by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

7) Information that the additional issue of securities is held invalid shall be disclosed by the Issuer in the form of a statement of material fact about the issue of Issuer's securities held invalid within the periods listed below after the date when the Issuer receives the final judgment (judicial decision, ruling, decree) (the date of its becoming res judicata) that the additional issue of securities is held invalid:

- in the case of publication through the newswire, not later than one (1) day;

- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

8) Procedure for notification of the exercisability of the preemptive right to acquire placed securities:

After the state registration of this additional issue of securities, any persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified by the Issuer that they may exercise the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

The Preemptive Right Notice shall contain information concerning the quantity of placed additional shares, state that the offering price will be determined by the Issuer's Board of Directors not later than the start date of the placement of securities, and specify the procedure for determining the quantity of shares that may be acquired by each person having the preemptive right, the procedure for such persons' submitting to the Company their applications to acquire shares, and the deadline for the Company's receiving such applications ("Preemptive Right Period").

9) Procedure for disclosing information concerning the exercised preemptive right to acquire placed securities:

The Issuer shall disclose information concerning the exercised preemptive right through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day within three (3) days after the registration of the exercised preemptive right is conducted.

In this connection, publication on the Internet shall follow publication through the newswire.

10) Procedure for disclosing information about the possibility of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right:

The Issuer shall, on the date of disclosing information concerning the exercised preemptive right, publish through the newswire and post on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> an invitation for the general public to submit bids (offers) with respect to the acquisition of placed securities ("Invitation to Offer").

11) The Issuer shall provide any person concerned with access to information contained in each announcement, including each statement of material fact published by the Issuer in accordance with the Disclosure Regulations; in the registered Decision on the Additional Securities Issue and the registered Securities Prospectus with amendments thereto; the Notice of the Additional Securities Issue Results given to the registration agency; in quarterly reports; in consolidated financial statements; and in other documents that shall be disclosed under Sections VII and VIII of the Disclosure Regulations by means of placing their copies at the address (registered address) of the Issuer's permanent executive body (or, in the absence of the Issuer's permanent executive body, any other body or person entitled to act for the Issuer without a power of attorney) to be used for communication with the Issuer as specified in the Uniform State Register of Juridical Persons and additionally, prior to the end date of the placement of securities, at the places specified in the Issuer's announcements containing information about the placement of securities.

The Issuer shall, upon request, make available copies of each announcement, including copies of each statement of material fact published by the Issuer in accordance with the Disclosure Regulations; copies of the registered Decision on the Additional Securities Issue and the registered Securities Prospectus with amendments thereto; copies of the Notice of the Additional Securities Issue Results given to the registration agency; copies of quarterly reports; copies of consolidated financial statements; and copies of other documents that shall be disclosed under Sections VII and VIII of the Disclosure Regulations to holders of the Issuer's securities and other persons concerned for a fee not to exceed the duplication costs within 7 days from the receipt (submission) of the relevant request.

The details of the Issuer's settlement account(s) for payment of the duplication costs of the above-mentioned documents and the amount (procedure for determining the amount) of such costs shall be posted by the Issuer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

If the Issuer is not required by the laws of the Russian Federation to store any documents on a perpetual basis, copies of such documents are made available to persons concerned upon request within the storage periods prescribed for such documents.

Copies provided by the Issuer are certified by the Issuer's authorized person.

If any information is disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire.

If the last day of the period within which the Issuer is required by the Disclosure Regulations to disclose information or provide copies of documents containing information that is subject to disclosure falls on a nonbusiness day and/or a public holiday, then the immediately following business day shall be deemed to be the last day of such period.

Information concerning this additional issue of securities in accordance with the requirements set forth in the Disclosure Regulations shall not be disclosed through publication in one or more printed periodicals.

Information shall be disclosed through publication on the Internet.

<http://www.rosseti.ru/investors/emission/shares/>

<http://www.e-disclosure.ru/portal/company.aspx?id=13806>

The Preemptive Right Notice and information about the possibility of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right are also posted by the Issuer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

The Issuer shall disclose information in the form of quarterly reports and statements of material facts and in accordance with Section VII of the Disclosure Regulations (“Mandatory Disclosure of Information by Joint-Stock Companies”). If any information is disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire.

8.12. Information Concerning Collateral for Bond Obligations Related to the (Additional) Issue

This paragraph applies to bonds only.

8.13. Information Concerning the Representative of Bond Holders

This paragraph applies to bonds only.

8.14. Information about Deeming the Acquisition of Bonds to be High-Risk Investments

This paragraph applies to bonds only.

8.15. Further Information Concerning Placed Russian Depository Receipts

Russian depository receipts are not placed.

8.16. Limitations on the Acquisition and Trading of Placed Issue-Grade Securities

In accordance with the Federal Law “On the Securities Market”:

1. Transactions entailing the transfer of title to issue-grade securities (trading of issue-grade securities) may be conducted after the state registration of the issue (additional issue) or after an identification number is assigned to their issue (additional issue), except where otherwise provided for in the Federal Law “On the Securities Market.”

Any transfer of title to issue-grade securities is prohibited before they are paid for in full and, if the procedure for issuing securities involves the state registration of the securities issue (additional issue) report, before the state registration of such report.

2. A public trading of issue-grade securities, including offering them to the general public (including the use of advertising), is allowed, provided that the following conditions are simultaneously fulfilled:

1) the securities prospectus has been registered (exchange-traded bonds or Russian depository receipts have been admitted to organized trading with the related securities prospectus to be submitted to the exchange) or issue-grade securities have been admitted to organized trading without their inclusion on quotation lists;

2) the issuer has disclosed information as specified by this Federal Law or, if issue-grade securities are admitted to organized trading without the state registration of the securities prospectus, as required by the trading institutor.

3. Starting any placement through an offering of an issue (additional issue) of issue-grade securities is prohibited if its state registration is accompanied by the registration of a securities prospectus earlier than the date when the issuer provides access to the securities prospectus.

Limitations placed by the issuer (joint-stock company) under its articles of association on the maximum quantity or par value of shares owned by one shareholder. Separately, limitations placed by the issuer’s articles of association and the laws of the Russian Federation or potential nonresident acquirers, including limitations on the size of foreign persons’ stake in the authorized capital of the issuer.

The Issuer’s Articles of Association place no limitations on the maximum quantity or par value of shares owned by one shareholder.

Neither the Issuer’s Articles of Association nor the laws of the Russian Federation place any limitations applicable to potential nonresident acquirers, including any limitations on the size of foreign persons’ stake in the authorized capital of the Issuer.

8.17. Information Concerning Changes in Prices of the Issuer’s Issue-Grade Securities

The Issuer’s securities of the same class as the securities to be placed are admitted by the securities trading institutor to trading in the securities market.

*Class, category (type) and other identification characteristics of securities:
uncertificated registered ordinary shares*

2012

Indicator	1Q12	2Q12	3Q12	4Q12
Highest price of one security	3.810	3.385	2.500	2.486
Lowest price of one security	2.306	1.341	1.612	1.753
Market price of one security(*)	3.036	2.144	1.992	2.010

2013

Indicator	1Q13	2Q13	3Q13	4Q13
Highest price of one security	2.222	1.739	1.285	0.982
Lowest price of one security	1.562	0.984	0.947	0.658
Market price of one security(*)	1.994	1.250	1.101	0.784

2014

Indicator	1Q14	2Q14	3Q14	4Q14
Highest price of one security	0.833	0.568	0.584	0.549
Lowest price of one security	0.421	0.410	0.472	0.290
Market price of one security(*)	0.628	0.493	0.524	0.464

(*) – The market price of one security disclosed by the securities trading institutor and determined in accordance with the Procedure for Measuring the Market Value of Securities, the Calculated Price of Securities, and the Margin of Fluctuations in the Market Value of Securities for the Purposes of Chapter 23 of the Tax Code of the Russian Federation approved by Order of the Federal Financial Markets Service of the Russian Federation No. 10-65/pz-n of November 9, 2010;

Information concerning the securities trading institutor through which transactions were conducted on the basis of which the information about changes in prices of securities is specified:

Full corporate name: ***Closed Joint-Stock Company MICEX Stock Exchange***

Registered address of the securities trading institutor through which transactions were conducted on the basis of which the information about changes in prices of securities is specified. ***Russia, 125009, Moscow, Bolshoy Kislovsky per., 13***

8.18. Information Concerning Securities Trading Instructors Intended for the Placement and/or Trading of Placed Issue-Grade Securities

The securities are not placed through planned trading-based subscription instituted by a stock exchange or any other securities trading institutor.

The securities of the issue in relation to which the securities to be placed are an additional issue are admitted to regulated trading on an exchange or through another securities trading institutor.

The shares of the additional issue will be admitted to regulated trading on an exchange or through another securities trading institutor after the Bank of Russia decides to cancel the individual code of the additional issue.

8.19. Other Information Concerning Placed Securities

None

IX. Additional Information Concerning the Issuer and the Issue-Grade Securities Placed by the Issuer

9.1. Additional Information Concerning the Issuer

9.1.1. Information Concerning the Value and Structure of the Issuer's Authorized Capital

Value of the issuer's authorized capital as of the approval date of the securities prospectus (rubles): **163,154,002,694**

Ordinary shares

Total par value (rubles): **161,078,853,310**

Percentage of the authorized capital (%): **98.728104**

Preference shares

Total par value (rubles): **2,075,149,384**

Percentage of the authorized capital (%): **1.271896**

Information about whether the authorized capital specified in this paragraph corresponds to the issuer's constitutive documents:

As specified in this paragraph, the authorized capital corresponds to the Company's constitutive documents.

Trading in the issuer's shares is organized outside the Russian Federation by means of trading in securities (a foreign issuer's securities that represent ownership of the above-mentioned shares in the Russian issuer).

Category (type) of shares with trading organized outside the Russian Federation

Type of security: **shares**

Category of shares: **ordinary shares**

Shares with trading organized outside the Russian Federation as a percentage of the total number of shares of the category (type) concerned: **0.028**

Foreign issuer whose securities certify the rights in respect of the issuer's shares of the category (type) concerned

Full corporate name: **The Bank of New York Mellon.**

Place of business: **One Wall Street, New York, New York 10286, USA.**

Overview of the program (type of program) of issuing the foreign issuer's depository securities that represent ownership of shares of the relevant category (type):

JSC ROSSETI-sponsored Regulation S and Rule 144A programs of issuing global depository receipts that represent ownership of ordinary shares in the Company.

The ratio of GDRs to the issuer's ordinary shares is 1:200.

Information concerning the permission received from the Bank of Russia and/or the authorized governmental agency (authority) of the Russian Federation for the placement of and/or organizing the trading of the issuer's shares of the relevant category (type) outside the Russian Federation:

The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 09-566/pz-i of February 27, 2009) permitted one hundred two million, four hundred twenty-eight thousand, one hundred (102,428,100) uncertificated registered ordinary shares in the Company to be traded outside the Russian Federation.

The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 11-1308/pz-i of May 31, 2011) permitted ten billion, one hundred fifty-eight million, ten thousand, three hundred ninety-six (10,158,010,396) uncertificated registered ordinary shares in the Company to be traded outside the Russian Federation, but not more than 25 percent of the total number of outstanding uncertificated registered ordinary shares.

Name of the foreign trading institutor through which the issuer's shares (depository securities that represent ownership of the issuer's shares) are traded (if applicable):

The Regulation S global depository receipts that represent ownership of ordinary shares in JSC ROSSETI are traded on the London Stock Exchange.

Other information concerning the issuer's shares with trading organized outside the Russian Federation (to be specified at the issuer's option): **N/A.**

Type of security: **shares**

Category of shares: **preference shares**

Type of shares:

Shares with trading organized outside the Russian Federation as a percentage of the total number of shares of the category (type) concerned: **0.031**

Foreign issuer whose securities certify the rights in respect of the issuer's shares of the category (type) concerned:

Full corporate name: **The Bank of New York Mellon**

Place of business: **One Wall Street, New York, New York 10286, USA**

Overview of the program (type of program) of issuing the foreign issuer's depository securities that represent ownership of shares of the relevant category (type):

JSC ROSSETI-sponsored Regulation S and Rule 144A programs of issuing non-listed global depository receipts that represent ownership of preference shares in the Company.

The ratio of GDRs to the issuer's preference shares is 1:200.

Information concerning the permission received from the Bank of Russia and/or the authorized governmental agency (authority) of the Russian Federation for the placement of and/or organizing the trading of the issuer's shares of the relevant category (type) outside the Russian Federation:

The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 09-566/pz-i of February 27, 2009) permitted six hundred fifty thousand (650,000) uncertificated registered preference shares in the Company to be traded outside the Russian Federation.

The decision of the Federal Financial Markets Service of the Russian Federation (Order No. 11-1308/pz-i of May 31, 2011) permitted five hundred eighteen million, one hundred thirty-seven thousand, three hundred forty-six (518,137,346) uncertificated registered preference shares in the Company to be traded outside the Russian Federation, but not more than 25 percent of the total number of outstanding uncertificated registered preference shares.

Name of the foreign trading institutor through which the issuer's shares (depository securities that represent ownership of the issuer's shares) are traded (if applicable):

not traded through a foreign trading institutor.

Other information concerning the issuer's shares with trading organized outside the Russian Federation (to be specified at the issuer's option): **N/A.**

9.1.2. Information Concerning Changes in the Issuer's Authorized Capital

In 2010, the authorized capital did not change.

1. On March 16, 2011, amendments to the Articles of Association of JSC IDGC Holding were registered in relation to an increase in the authorized capital.

Amount and structure of the issuer's authorized capital prior to change: *The Issuer's authorized capital is 43,116,903,368 rubles, consisting of 41,041,753,984 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

Name of the issuer's management body that decided to change the issuer's authorized capital: **Board of Directors.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **March 29, 2010; No. 30.**

Amount and structure of the issuer's authorized capital after change: *The Issuer's authorized capital is 45,039,216,465 rubles, consisting of 42,964,067,081 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

2. On June 28, 2012, amendments to the Articles of Association of JSC IDGC Holding were registered in relation to an increase in the authorized capital.

Amount and structure of the issuer's authorized capital prior to change: *The Issuer's authorized capital is 45,039,216,465 rubles, consisting of 42,964,067,081 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

Name of the issuer's management body that decided to change the issuer's authorized capital: **Board of Directors.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **October 3, 2011; No. 63.**

Amount and structure of the issuer's authorized capital after change: *The Issuer's authorized capital is 49,946,843,800 rubles, consisting of 47,871,694,416 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

3. On April 2, 2013, amendments to the Articles of Association of the Issuer were registered in relation to an increase in the authorized capital.

Amount and structure of the issuer's authorized capital prior to change: *The Issuer's authorized capital is 49,946,843,800 rubles, consisting of 47,871,694,416 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

Name of the issuer's management body that decided to change the issuer's authorized capital: **General Meeting of Shareholders.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **November 16, 2012.**

Amount and structure of the issuer's authorized capital after change: *The Issuer's authorized capital is 59,322,451,849 rubles, consisting of 57,247,302,465 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

4. On December 12, 2014, amendments to the Articles of Association of the Issuer were registered in relation to an increase in the authorized capital.

Amount and structure of the issuer's authorized capital prior to change: *The Issuer's authorized capital is 59,322,451,849 rubles, consisting of 57,247,302,465 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

Name of the issuer's management body that decided to change the issuer's authorized capital: **General Meeting of Shareholders.**

Date and number of the minutes of the meeting of the issuer's management body that decided to change the issuer's authorized capital: **May 8, 2013.**

Amount and structure of the issuer's authorized capital after change: *The Issuer's authorized capital is 163,154,002,694 rubles, consisting of 161,078,853,310 uncertificated registered ordinary shares and 2,075,149,384 uncertificated registered preference shares.*

9.1.3. Information Concerning the Procedure for Convening and Holding the Meeting (Session) of the Issuer's Supreme Management Body

Supreme management body of the issuer: **General Meeting of Shareholders**

Procedure for notifying shareholders (members) of the upcoming meeting (session) of the supreme management body of the issuer:

In accordance with paragraph 10.5 of Article 10 of the Company's Articles of Association, notices of the General Meeting of Shareholders shall be posted on the Company's website at www.rosseti.ru at least thirty (30) days before the date of the General Meeting of Shareholders.

In the instances specified in paragraph 10.6.2 of the Articles of Association and paragraphs 2 and 8 of Article 53 of the Federal Law "On Joint-Stock Companies," the date of the Extraordinary General Meeting of Shareholders shall be announced at least seventy (70) days before the scheduled date.

Any notice of the General Meeting of Shareholders shall specify as follows:

- *full corporate name of the Company and the registered address of the Company;*
- *form of the General Meeting of Shareholders (in person or in absentia);*

- date, place (including the particulars of the premises), time of the General Meeting of Shareholders and the postal address to which completed ballots may be sent or, if the General Meeting of Shareholders is held in absentia, the deadline date for receipt of ballots and the postal address to which completed ballots shall be sent;
- date of the list of the persons entitled to participate in the General Meeting of Shareholders;
- agenda of the General Meeting of Shareholders;
- procedure of access to information (materials) to be provided during preparations for the General Meeting of Shareholders, and the address(es) where it is available;
- information about the documents required for entrance to the premises where the General Meeting of Shareholders will be held if entrance to the premises is not free.

The list of the persons entitled to participate in the General Meeting of Shareholders shall be made according to the information in the Company's shareholder register.

The date of the list of the persons entitled to participate in the General Meeting of Shareholders may not be earlier than ten (10) days after the date of adopting a decision to hold the General Meeting of Shareholders or later than fifty (50) days before the date of the General Meeting of Shareholders or, in the event specified in paragraph 10.6.2 of the Articles of Association, later than eighty (80) days before the date of the General Meeting of Shareholders.

The date of the list of the persons entitled to participate in the Company's General Meeting of Shareholders shall be disclosed at least seven (7) prior to such date.

At the request of persons included on the list and holding at least one (1) percent of the votes, the Company shall provide access to the list for the persons entitled to participate in the General Meeting of Shareholders. The document details and postal addresses of the individuals on that list shall be provided only with the consent of the persons concerned.

Persons (bodies) entitled to convene (request the convening of) the extraordinary meeting (session) of the issuer's supreme management body and the procedure for submitting (making) such requests:

In accordance with paragraph 10.7.1 of Article 10 of the Articles of Association, the Extraordinary General Meeting of Shareholders shall be held pursuant to a decision adopted by the Board of Directors on its own initiative or at the request of the Company's Internal Audit Commission, the Company's Auditor, and any shareholder(s) holding at least ten (10) percent of the Company's voting shares as of the date of the request.

The Extraordinary General Meeting of Shareholders requested by the Company's Internal Audit Commission, the Company's Auditor, or any shareholder(s) holding at least ten (10) percent of the Company's voting shares shall be convened by the Company's Board of Directors.

The Extraordinary General Meeting of Shareholders requested by the Company's Internal Audit Commission, the Company's Auditor or any shareholder(s) holding at least ten (10) percent of the Company's voting shares shall be held within fifty (50) days from the date of the request to hold the Extraordinary General Meeting of Shareholders.

Any request to hold the Extraordinary General Meeting of Shareholders shall contain the wording of the items to be included on the agenda. Any request to hold the Extraordinary General Meeting of Shareholders may contain the wording of decisions on each of the items and specify the proposed form of the General Meeting of Shareholders.

The Company's Board of Directors may not make any changes in the wording of any items on the agenda, any decisions on such items or change the proposed form of the Extraordinary General Meeting of Shareholders convened at the request of the Company's Internal Audit Commission, the Company's Auditor, or any shareholder(s) holding at least ten (10) percent of the Company's voting shares.

In the event that the convocation of the Extraordinary General Meeting of Shareholders is requested by any shareholder(s), the request shall contain the name(s) of the shareholder(s) requesting such convocation and specify the number and category (type) of shares that they hold.

Any request to convene the Extraordinary General Meeting of Shareholders shall be signed by the person(s) requesting the convocation of such Extraordinary General Meeting of Shareholders.

Procedure for determining the date of a meeting (session) of the issuer's supreme management body:

In accordance with paragraph 10.1 of Article 10 of the Articles of Association, once a year, the Annual General Meeting of Shareholders shall be held, not earlier than five months and not later than six months after the end of the financial year. The date and procedure of the General Meeting of Shareholders, the list of materials (information) provided for shareholders during preparations for the General Meeting of Shareholders shall be determined by the Company's Board of Directors in accordance with the provisions of the Federal Law "On Joint-Stock Companies," other laws and regulations, and the Articles of Association.

Any General Meeting of Shareholders other than the Annual General Meeting of Shareholders shall be extraordinary.

The Extraordinary General Meeting of Shareholders requested by the Company's Internal Audit Commission, the Company's Auditor or any shareholder(s) holding at least ten (10) percent of the Company's voting shares shall be held within fifty (50) days from the date of the request to hold the Extraordinary General Meeting of Shareholders.

In accordance with paragraph 10.7.3 of Article 10 of the Articles of Association, in the event that the Company's Board of Directors shall be obliged to decide to hold the Extraordinary General Meeting of Shareholders to elect members of the Company's Board of Directors pursuant to the Federal Law "On Joint-Stock Companies," such General Meeting of Shareholders shall be held within ninety (90) days from the date of the relevant decision of the Company's Board of Directors.

Persons entitled to make proposals for the agenda of a meeting (session) of the issuer's supreme management body and the procedure for making such proposals:

In accordance with paragraph 10.6 of Article 10 of the Articles of Association, any shareholder(s) of the Company holding an aggregate of at least two (2) percent of the Company's voting shares shall have the right to include items on the agenda of the Annual General Meeting of Shareholders and nominate persons for the Board of Directors of the Company or the Internal Audit Commission of the Company, the number of such nominees not to exceed the number of members of the Company's relevant body. Such proposals shall arrive at the Company not later than ninety (90) days after the end of the financial year.

If any proposed agenda of the Extraordinary General Meeting of Shareholders includes the election of the Company's Board of Directors, any shareholder(s) of the Company holding an aggregate of at least two (2) percent of the Company's voting shares shall have the right to nominate up to as many directors as there are on the Board of Directors of the Company. Such proposals shall arrive at the Company not later than thirty (30) days before the date of the Extraordinary General Meeting of Shareholders.

Proposals to include any items on the agenda of the Company's General Meeting of Shareholders and nomination proposals shall be in writing, specifying the name of the proposing shareholder(s), the quantity and category (type) of shares that they hold, and shall be signed by the shareholder(s).

Any proposal to include items on the agenda of the Company's General Meeting of Shareholders shall contain the wording for each proposed item, and any nomination proposal shall contain the name of each nominee and the details of each nominee's identity document (document series and/or number, date and place of issue, issuing authority), the name of the body for which such nominee is proposed, and any other information about the nominees as provided for in the Regulations for the Preparation and Holding Procedure for the General Meeting of Shareholders of the Company. Any proposal to include items on the agenda of the Company's General Meeting of Shareholders may contain the wording of a decision on each proposed item.

The Company's Board of Directors shall consider any incoming proposals and decide either to include them on the agenda of the General Meeting of Shareholders or to refuse to do so not later than five (5) days after the end of the periods specified in paragraphs 10.6.1 and 10.6.2 of the Articles of Association. Any item proposed by the shareholder(s) shall be included on the agenda of the General Meeting of Shareholders, and nominees shall be included on the list of nominees for the relevant body of the Company to be put to a vote, unless:

- the deadlines specified in paragraphs 10.6.1 and 10.6.2 of the Articles of Association are not met by the shareholder(s);*
- the shareholder(s) do not hold the required number of voting shares of the Company as specified in paragraphs 10.6.1 and 10.6.2 of the Articles of Association;*
- the proposal does not satisfy the requirements specified in paragraphs 10.6.3 and 10.6.4 of the Articles of Association;*
- the proposed item on the agenda for the Company's General Meeting of Shareholders falls beyond its competence and/or does not comply with the requirements of the Federal Law "On Joint-Stock Companies" or any other laws and regulations of the Russian Federation.*

A substantiated decision of the Company's Board of Directors to refuse to include any proposed item on the agenda of the General Meeting of Shareholders or include any nominee on the list of nominees for the Company's Board of Directors or Internal Audit Commission shall be sent to the proposing or nominating shareholder(s) within three (3) days from the date of the decision.

Apart from items proposed by shareholders for the agenda of the General Meeting of Shareholders, and if there are no such proposals, or none or an insufficient number of the nominees are proposed by shareholders for the relevant body of the Company, the Board of Directors shall be entitled to include items on the agenda of the Company's General Meeting of Shareholders or include nominees on the list of nominees at its discretion.

Persons entitled to access to information (materials) provided for the preparation and holding of a meeting (session) of the issuer's supreme management body and the procedure for providing access to such information (materials):

In accordance with paragraph 3 of Article 52 of the Federal Law "On Joint-Stock Companies", 20 days or (if the agenda of the General Meeting of Shareholders to be held contains the issue of the Company's reorganization) 30 days prior to the General Meeting of Shareholders, information (materials) shall be made available to the persons entitled to participate in the General Meeting of Shareholders in the office of the Company's executive body and other places at the addresses specified in the notice of the General Meeting of Shareholders.

The above-mentioned information (materials) shall be available to the persons entitled to participate in the General Meeting of Shareholders during the meeting.

At the request of any person entitled to participate in the General Meeting of Shareholders, the Company shall provide copies of the above-mentioned documents to such person. The fee charged by the Company for the provision of these copies may not exceed their duplication costs.

Procedure for announcing (communicating to the issuer's shareholders (members)) the decisions adopted by the issuer's supreme management body and voting results:

In accordance with paragraph 10.13 of Article 10 of the Company's Articles of Association, the decisions adopted by the General Meeting of Shareholders and the voting results may be announced at the General Meeting of Shareholders during which such voting takes place and shall be communicated as the Voting Report to the persons

included on the list of the persons entitled to participate in the General Meeting of Shareholders in accordance with the same procedure as prescribed for publishing the notice of the General Meeting of Shareholders (as specified in paragraph 10.5 of Article 10 of the Articles of Association, notices of the General Meeting of Shareholders shall be posted on the Company's website at www.rosseti.ru) within four (4) business days after the General Meeting of Shareholders is declared closed or, if the General Meeting of Shareholders is held in absentia, after the deadline date for receipt of ballots.

If, on the date of the list of the persons entitled to participate in the General Meeting of Shareholders, any nominee shareholder is registered on the Company's shareholder register, then the Voting Report shall be sent electronically (as electronic documents certified with a digital signature) to such nominee shareholder. The nominee shareholder shall make the Voting Report received in accordance with this paragraph of the Company's Articles of Association available to its depositors in accordance with the procedure and within the period set forth in legal regulations of the Russian Federation or the agreements with its depositors.

9.1.4. Information Concerning For-Profit Organizations in Which the Issuer Owns at Least Five Percent of Authorized Capital or at Least Five Percent of Ordinary Shares

List of for-profit organizations in which the issuer as of the approval date of the securities prospectus owns at least 5 percent of authorized capital or at least 5 percent of ordinary shares.

1. Full corporate name: Federal Grid Company of Unified Energy System, Public Joint-Stock Company
Short corporate name: **FGC UES, PJSC**

Location

Russia, 117630, Moscow, ul. Akademika Chelomeya, 5A
INN (Taxpayer Identification Number): **4716016979**
OGRN (Principal State Registration Number): **1024701893336**
Stake held by the issuer in the authorized capital of the for-profit organization (%): **80.13**
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **80.13**
Stake held by the entity in the authorized capital of the issuer (%): **0**
Percentage of ordinary shares held by the entity in the issuer (%): **0**

2. Full corporate name: Joint Stock Company Tyumenenergo
Short corporate name: **JSC Tyumenenergo**

Location

Russia, 628412, Surgut, Tyumen Region, Khanty-Mansijsk Autonomous District – Yugra, ul. Universitetskaya, 4
INN (Taxpayer Identification Number): **8602060185**
OGRN (Principal State Registration Number): **1028600587399**
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**
Stake held by the entity in the authorized capital of the issuer (%): **0.003061**
Percentage of ordinary shares held by the entity in the issuer (%): **0**

3. Full corporate name: Yantarenergo Joint-Stock Company
Short corporate name: **JSC Yantarenergo**

Location

Russia, 236000, Kaliningrad, ul. Teatralnaya, 34
INN (Taxpayer Identification Number): **3903007130**
OGRN (Principal State Registration Number): **1023900764832**
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**
Stake held by the entity in the authorized capital of the issuer (%): **0**
Percentage of ordinary shares held by the entity in the issuer (%): **0**

4. Full corporate name: Joint-Stock Company Karachaevo-Cherkesskenergo
Short corporate name: **JSC Karachaevo-Cherkesskenergo**

Location

Russia, 369000, Karachay-Cherkess Republic, Cherkessk, ul. Osmana Kasayeva, 3
INN (Taxpayer Identification Number): **0901000327**
OGRN (Principal State Registration Number): **1020900510784**
Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**
Stake held by the entity in the authorized capital of the issuer (%): **0.000072**
Percentage of ordinary shares held by the entity in the issuer (%): **0.000073**

5. Full corporate name: Kalmenergosbyt Joint-Stock Company
Short corporate name: **AO Kalmenergosbyt**

Location

Russia, 358000, Republic of Kalmykia, Elista, ul. Lermontova, 7a

INN (Taxpayer Identification Number): **0814166090**

OGRN (Principal State Registration Number): **1050866787982**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

6. Full corporate name: Tyvaenergoby Joint-Stock Company

Short corporate name: **AO Tyvaenergoby**

Location

Russia, 667010, Republic of Tyva, Kyzyl, ul. Zavodskaya, 2a

INN (Taxpayer Identification Number): **1701040660**

OGRN (Principal State Registration Number): **1061701024065**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

7. Full corporate name: Joint-Stock Company Research Engineering Centre of IDGC

Short corporate name: **JSC REC IDGC**

Location

Russia, 105062, Moscow, ul. Chaplygina, 6

INN (Taxpayer Identification Number): **7701025510**

OGRN (Principal State Registration Number): **1027700051653**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

8. Full corporate name: Joint-Stock Company Association VNIPIENERGOPROM

Short corporate name: **JSC VNIPIENERGOPROM**

Location

Russia, 105094, Moscow, Semyonovskaya naberezhnaya, 2/1

INN (Taxpayer Identification Number): **7701027557**

OGRN (Principal State Registration Number): **1027739059248**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

9. Full corporate name: Special Design Bureau of Heat Power Engineering Equipment VTI Open Joint-Stock Company

Short corporate name: **OAO SKB VTI**

Location

Russia, 115280, Moscow, 3 Avtozavodsky pr., 4, korp. 1

INN (Taxpayer Identification Number): **7725055144**

OGRN (Principal State Registration Number): **1027700095444**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

10. Full corporate name: Joint Stock Company Power Grid Optical Networks Engineering

Short corporate name: **JSC Power Grid Optical Networks Engineering**

Location

Russia, 107023, Moscow, Semyonovsky per., 15

INN (Taxpayer Identification Number): **7705307770**

OGRN (Principal State Registration Number): **1027739252496**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0.00041**

Percentage of ordinary shares held by the entity in the issuer (%): **0.000415**

11. Full corporate name: Engineering Center UES Real Estate Joint-Stock Company

Short corporate name: **AO Engineering Center UES Real Estate**

Location

Russia, 125993, Moscow, Volokolamskoye sh., 2

INN (Taxpayer Identification Number): **7729589570**

OGRN (Principal State Registration Number): **1077763377834**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **100**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **100**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

12. Full corporate name: Interregional Distribution Grid Company of Volga, Public Joint-Stock Company

Short corporate name: **IDGC of Volga, PJSC**

Location

Russia, 410031, Saratov, ul. Pervomaiskaya, 42/44

INN (Taxpayer Identification Number): **6450925977**

OGRN (Principal State Registration Number): **1076450006280**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **67.63**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **67.63**

Stake held by the entity in the authorized capital of the issuer (%): **0.000006**

Percentage of ordinary shares held by the entity in the issuer (%): **0.000006**

13. Full corporate name: Interregional Distribution Grid Company of North-West, Public Joint Stock Company

Short corporate name: **IDGC of North-West, PJSC**

Location

Russia, 188300, Leningrad Region, Gatchina, ul. Sobornaya, 31

INN (Taxpayer Identification Number): **7802312751**

OGRN (Principal State Registration Number): **1047855175785**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **55.38**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **55.38**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

14. Full corporate name: Interregional Distribution Grid Company of Urals, Joint Stock Company

Short corporate name: **IDGC of Urals, JSC**

Location

Russia, 620026, Yekaterinburg, ul. Mamina-Sibiryaka, 140

INN (Taxpayer Identification Number): **6671163413**

OGRN (Principal State Registration Number): **1056604000970**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **51.52**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **51.52**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

15. Full corporate name: Public Joint Stock Company Interregional Distribution Grid Company of Siberia

Short corporate name: **PJSC IDGC of Siberia**

Location

Russia, 660021, Krasnoyarsk, ul. Bograda, 144a

INN (Taxpayer Identification Number): **2460069527**

OGRN (Principal State Registration Number): **1052460054327**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **55.59**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **55.59**

Stake held by the entity in the authorized capital of the issuer (%): **0.000323**

Percentage of ordinary shares held by the entity in the issuer (%): **0.000327**

16. Full corporate name: Interregional Distribution Grid Company of South, Public Joint Stock Company

Short corporate name: **IDGC of South, PJSC**

Location

Russia, 344002, Rostov-on-Don, ul. Bolshaya Sadovaya, 49

INN (Taxpayer Identification Number): **6164266561**

OGRN (Principal State Registration Number): **1076164009096**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **51.66**
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **51.66**
Stake held by the entity in the authorized capital of the issuer (%): **0**
Percentage of ordinary shares held by the entity in the issuer (%): **0**

17. Full corporate name: Interregional Distribution Grid Company of Centre, Public Joint-Stock Company
Short corporate name: **IDGC of Centre, PJSC**

Location

Russia, 127018, Moscow, 2-ya Yamskaya, 4

INN (Taxpayer Identification Number): **6901067107**

OGRN (Principal State Registration Number): **1046900099498**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **50.23**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **50.23**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

18. Full corporate name: Interregional Distribution Grid Company of Center and Volga Region, Public Joint Stock Company

Short corporate name: **IDGC of Center and Volga Region, PJSC**

Location

Russia, 603950, Nizhni Novgorod, ul. Rozhdestvenskaya, 33

INN (Taxpayer Identification Number): **5260200603**

OGRN (Principal State Registration Number): **1075260020043**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **50.4**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **50.4**

Stake held by the entity in the authorized capital of the issuer (%): **0.001275**

Percentage of ordinary shares held by the entity in the issuer (%): **0.001292**

19. Full corporate name: Interregional Distribution Grid Company of Northern Caucasus, Public Joint-Stock Company

Short corporate name: **IDGC of Northern Caucasus, PJSC**

Location

Russia, 357506, Stavropol Territory, Pyatigorsk, village of Energetik, ul. Podstantsionnaya, 18

INN (Taxpayer Identification Number): **2632082033**

OGRN (Principal State Registration Number): **1062632029778**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **92**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **92**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

20. Full corporate name: PUBLIC JOINT-STOCK COMPANY LENENERGO

Short corporate name: **PJSC LENENERGO**

Location

Russia, 196247, Saint Petersburg, Ploshchad Konstitutsii, 1

INN (Taxpayer Identification Number): **7803002209**

OGRN (Principal State Registration Number): **1027809170300**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **64.49**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **68.12**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

21. Full corporate name: Public Joint-Stock Company Moscow United Electric Grid Company

Short corporate name: **PJSC MOESK**

Location

Russia, 115114, Moscow, 2-y Paveletsky proezd, 3, str. 2

INN (Taxpayer Identification Number): **5036065113**

OGRN (Principal State Registration Number): **1057746555811**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **50.9**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **50.9**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

22. Full corporate name: Kuban Power and Electrification Public Joint Stock Company

Short corporate name: **Kubanenergo**

Location

Russia, 350033, Krasnodar, ul. Stavropolskaya, 2

INN (Taxpayer Identification Number): **2309001660**

OGRN (Principal State Registration Number): **1022301427268**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **92.24**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **92.24**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

23. Full corporate name: Public-Stock Company Tomsk Distribution Company

Short corporate name: **PSC TDC**

Location

Russia, 634041, Tomsk, pr. Kirova, 36

INN (Taxpayer Identification Number): **7017114672**

OGRN (Principal State Registration Number): **1057000127931**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **85.77**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **94.58**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

24. Full corporate name: Chechenenergo, Joint-Stock Company

Short corporate name: **Chechenenergo, JSC**

Location

Russia, 364051, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6

INN (Taxpayer Identification Number): **2016081143**

OGRN (Principal State Registration Number): **1082031002503**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **72.66**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **72.66**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

25. Full corporate name: Kabardino-Balkaria Energy and Electrification Company, Public Joint-Stock Company

Short corporate name: **Kabbalkenergo, PJSC**

Location

Russia, 360000, Kabardino-Balkarian Republic, Nalchik, ul. Shchorsa, 6

INN (Taxpayer Identification Number): **0711008455**

OGRN (Principal State Registration Number): **1020700746901**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **65.27**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **68.42**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

26. Full corporate name: Dagestan Energy Supply Company, Public Joint-Stock Company

Short corporate name: **Dagestan Energy Supply Company, PJSC**

Location

Russia, 367020, Republic of Dagestan, Makhachkala, ul. Dakhadaeva, 73

INN (Taxpayer Identification Number): **0541031172**

OGRN (Principal State Registration Number): **1050562009926**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **51**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **51**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

27. Full corporate name: Ingushenergo, Joint-Stock Company

Short corporate name: **Ingushenergo, JSC**

Location

Russia, 386101, Republic of Ingushetia, Nazran, ul. Chechenskaya, 5

INN (Taxpayer Identification Number): **0602013494**

OGRN (Principal State Registration Number): **1020600986042**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **49**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **49**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): 0

28. Full corporate name: Sevkvkazenergo Energy and Electrification Company, Public Joint-Stock Company

Short corporate name: *Sevkvkazenergo, PJSC*

Location

Russia, 362040, Republic of North Ossetia-Alania, Vladikavkaz, ul. Tamaeva, 19

INN (Taxpayer Identification Number): 1502002701

OGRN (Principal State Registration Number): 1021500580090

Stake held by the issuer in the authorized capital of the for-profit organization (%): 49

Percentage of ordinary shares held by the issuer in the joint-stock company (%): 49

Stake held by the entity in the authorized capital of the issuer (%): 0

Percentage of ordinary shares held by the entity in the issuer (%): 0

29. Full corporate name: Joint Stock Company NURENERGO

Short corporate name: *NURENERGO, JSC*

Location

Russia, 364000, Chechen Republic, Grozny, Staropromyslovskoye shosse, 6

INN (Taxpayer Identification Number): 2020004046

OGRN (Principal State Registration Number): 1022002546136

Stake held by the issuer in the authorized capital of the for-profit organization (%): 23

Percentage of ordinary shares held by the issuer in the joint-stock company (%): 23

Stake held by the entity in the authorized capital of the issuer (%): 0

Percentage of ordinary shares held by the entity in the issuer (%): 0

30. Full corporate name: Grozenergo Open Joint-Stock Company for Energy and Electrification of the Chechen Republic

Short corporate name: *AO Grozenergo*

Location

Russia, 364000, Grozny, Staropromyslovskoye shosse, 6

INN (Taxpayer Identification Number): 2020000186

OGRN (Principal State Registration Number): 1022002551944

Stake held by the issuer in the authorized capital of the for-profit organization (%): 49

Percentage of ordinary shares held by the issuer in the joint-stock company (%): 49

Stake held by the entity in the authorized capital of the issuer (%): 0

Percentage of ordinary shares held by the entity in the issuer (%): 0

31. Full corporate name: JOINT STOCK COMPANY NORTH-WEST ENERGY MANAGING COMPANY

Short corporate name: *JSC NWEMC*

Location

Russia, 191167, Saint Petersburg, pl. Aleksandra Nevskogo, 2, lit. B

INN (Taxpayer Identification Number): 7841322263

OGRN (Principal State Registration Number): 1057812496873

Stake held by the issuer in the authorized capital of the for-profit organization (%): 49

Percentage of ordinary shares held by the issuer in the joint-stock company (%): 57

Stake held by the entity in the authorized capital of the issuer (%): 0

Percentage of ordinary shares held by the entity in the issuer (%): 0

32. Full corporate name: Joint-Stock Company G. M. Krzhizhanovsky Power Engineering Institute

Short corporate name: *JSC ENIN*

Location

Russia, 119991, Moscow, Leninsky prospekt, 19

INN (Taxpayer Identification Number): 7725054454

OGRN (Principal State Registration Number): 1027739431752

Stake held by the issuer in the authorized capital of the for-profit organization (%): 31.34

Percentage of ordinary shares held by the issuer in the joint-stock company (%): 31.34

Stake held by the entity in the authorized capital of the issuer (%): 0

Percentage of ordinary shares held by the entity in the issuer (%): 0

33. Full corporate name: Joint Stock Company North-West Power Engineering Center

Short corporate name: *OAO SevZap NTC*

Location

Russia, 191036, Saint Petersburg, Nevsky prospekt, 111/3

INN (Taxpayer Identification Number): 7808042325

OGRN (Principal State Registration Number): **1027809176196**
Stake held by the issuer in the authorized capital of the for-profit organization (%): **25 plus one share**
Percentage of ordinary shares held by the issuer in the joint-stock company (%): **25 plus one share**
Stake held by the entity in the authorized capital of the issuer (%): **0**
Percentage of ordinary shares held by the entity in the issuer (%): **0**

34. Full corporate name: Joint-Stock Company Volga Power Engineering Center

Short corporate name: **JSC VPEC**

Location

Russia, 443001, Samara, ul. Krasnoarmeyskaya, 1

INN (Taxpayer Identification Number): **6315347487**

OGRN (Principal State Registration Number): **1026300964425**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **25 plus one share**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

35. Full corporate name: Urals Power Engineering Company Joint-Stock Company – URALVNIPIENERGOPROM, Uralseenergoproekt, UralTEP, UralORGRES, UralVTI, Uralenergoproekt, Chelyabenergoproekt
Short corporate name: **Urals Power Engineering Company**

Location

Russia, 620075, Yekaterinburg, ul. Pervomaiskaya, 56

INN (Taxpayer Identification Number): **6660002245**

OGRN (Principal State Registration Number): **1026604943683**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **25 plus one share**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **25 plus one share**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

36. Full corporate name: Joint-Stock Company ZARUBEZHENERGOSTROY

Short corporate name: **OAO ZES**

Location

Russia, 101928, Moscow, Potapovsky per., 5, str. 3

INN (Taxpayer Identification Number): **7701033416**

OGRN (Principal State Registration Number): **1027700348169**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **9.51**

Percentage of ordinary shares held by the issuer in the joint-stock company (%): **9.51**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

37. Full corporate name: IT Energy Service Limited Liability Company

Short corporate name: **OOO IT Energy Service**

Location

Russia, 109074, Moscow, Kitaygorodsky proezd, 7, str. 5

INN (Taxpayer Identification Number): **7729403949**

OGRN (Principal State Registration Number): **1037700018751**

Stake held by the issuer in the authorized capital of the for-profit organization (%): **19.99**

Stake held by the entity in the authorized capital of the issuer (%): **0**

Percentage of ordinary shares held by the entity in the issuer (%): **0**

9.1.5. Information Concerning Material Transactions Completed by the Issuer

Information concerning each material transaction (group of interrelated transactions) whose price accounts for 10 or more of the book value of the issuer's assets according to its accounting statements for the most recently closed reporting period consisting of 3, 6, 9, or 12 months prior to the transaction completed by the issuer for the 5 most recently closed reporting years preceding the approval date of the securities prospectus: **none**

9.1.6. Information Concerning the Issuer's Credit Ratings

Rating applicable to: **issuer**

Credit rating agency

Full corporate name: **Standard & Poor's Credit Market Services Europe Limited (acting through its affiliate location in Moscow)**

Short corporate name: **Standard and Poor's**

Location: *registered at 20 Canada Square, Canary Wharf, London, E14 5LH, United Kingdom. Affiliate location address: Russia, 125009, Moscow, ul. Vozdvizhenka, 4/7, str. 2, Mokhovaya Business Center*

Description of credit rating methodologies or the webpage where information about credit rating methodologies is freely accessible (published):

http://www.standardandpoors.com/ru_RU/web/guest/home in the section “Criteria and methodology”

Credit rating as of the last date of the reporting quarter: **Long-term foreign currency credit rating: BB+ (outlook: negative); long-term local currency credit rating: BB+ (outlook: negative); short-term foreign currency credit rating: B; short-term local currency credit rating: B; long-term national scale credit rating: ruAA+**

History of changes in the credit rating for the 5 most recently closed reporting years preceding the approval date of the securities prospectus, specifying the credit rating value and the date when the credit rating is assigned (changed)

Rating Date	Credit Rating Value
March 27, 2014	BBB-/A-3/ruAAA
February 4, 2015	BB+/B/ruAA+

On February 4, 2015, Standard and Poor’s downgraded by one notch the credit ratings of JSC ROSSETI due to the unfavorable economic situation and due to the corresponding lowering of the sovereign ratings of the Russian Federation.

Rating applicable to: *issuer*

Credit rating agency

Full corporate name: *Moody's Investors Service, Inc.*

Short corporate name: *Moody’s*

Location: *registered at 7 World Trade Center at 250 Greenwich Street, New York, NY 10007, USA. Affiliate location address: ul. 1-ya Tverskaya-Yamskaya, 21, 125047, Moscow, Russian Federation*

Description of credit rating methodologies or the webpage where information about credit rating methodologies is freely accessible (published):

<http://www.moody.com> in the section “Rating methodologies”

Credit rating as of the last date of the reporting quarter: **Long-term global scale rating: Ba2 (outlook: negative); probability of default rating: Ba2-PD (outlook: negative)**

History of changes in the credit rating for the 5 most recently closed reporting years preceding the approval date of the securities prospectus, specifying the credit rating value and the date when the credit rating is assigned (changed)

Rating Date	Credit Rating Value
July 14, 2010	Ba1/Ba1-PD
February 25, 2015	Ba2/Ba2-PD

On February 25, 2015, Moody’s downgraded by one notch the credit rating of JSC ROSSETI to Ba2 on the global scale due to the unfavorable economic situation and due to the corresponding lowering of the sovereign ratings of the Russian Federation.

Rating applicable to: *issuer*

Credit rating agency

Full corporate name: *Moody’s Interfax Rating Agency*

Short corporate name: *Moody’s Interfax*

Location: *ul. 1-ya Tverskaya-Yamskaya, 21, 125047, Moscow, Russian Federation*

Description of credit rating methodologies or the webpage where information about credit rating methodologies is freely accessible (published):

<http://www.moody.com> in the section “Rating methodologies”

Credit rating as of the last date of the reporting quarter: **Long-term national scale rating: Aa2.ru (outlook: negative); probability of default rating: Ba2-PD (outlook: negative)**

History of changes in the credit rating for the 5 most recently closed reporting years preceding the approval date of the securities prospectus, specifying the credit rating value and the date when the credit rating is assigned (changed)

Rating Date	Credit Rating Value
July 14, 2010	Aa1.ru
February 26, 2015	Aa2.ru

On February 26, 2015, Moody’s Interfax downgraded by one notch the credit rating of JSC ROSSETI to Aa2.ru on the national scale due to the unfavorable economic situation and due to the corresponding lowering of the sovereign ratings of the Russian Federation.

9.2. Information About Each Category (Type) of the Issuer's Shares

Category of shares: **ordinary shares**

Par value per share (rubles): **1**

Quantity of outstanding shares (quantity of shares which were neither redeemed nor canceled): **161,078,853,310**

Quantity of additional shares that can be placed or are in the process of being placed (quantity of shares of the additional issue that received state registration but, in relation to which, the additional issue report did not receive state registration or the notice of the additional issue results was not given if, in accordance with the Federal Law "On the Securities Market," the additional issue report is not subject to state registration): **0**

Quantity of authorized shares: **57,234,889,930**

Quantity of shares made available to (recorded on the balance sheet) of the issuer: **0**

Quantity of additional shares which may be offered as a result of conversion of outstanding securities convertible into shares or performing obligations related to the issuer's options: **0**

Issues of this category (type) of shares:

Date of State Registration	State Registration Number of the Issue
July 29, 2008	1-01-55385-E
May 6, 2010	1-01-55385-E-001D (added to the principal issue)
November 10, 2011	1-01-55385-E-002D (added to the principal issue)
December 3, 2012	1-01-55385-E-003D (added to the principal issue)
June 4, 2013	1-01-55385-E

Rights of owners of these shares:

Each ordinary share of the Company shall have the same par value and provide its holder with the same scope of rights.

In accordance with paragraph 5.2 of Article 5 of the Articles of Association of the Company, any holders of the Company's ordinary shares shall have the following rights:

- take part in the Company's General Meeting of Shareholders with a right to vote on all issues falling within its competence in person or by proxy;*
- receive a portion of the net profit (dividends) to be distributed among shareholders in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association;*
- receive some of the Company's property (liquidation value) in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association.*

Other information specified by the issuer at its discretion about the shares: *N/A*

Category of shares: **preference shares**

Type of shares:

Par value per share (rubles): **1**

Quantity of outstanding shares (quantity of shares which were neither redeemed nor canceled): **2,075,149,384**

Quantity of additional shares that can be placed or are in the process of being placed (quantity of shares of the additional issue that received state registration but, in relation to which, the additional issue report did not receive state registration or the notice of the additional issue results was not given if, in accordance with the Federal Law "On the Securities Market," the additional issue report is not subject to state registration): **0**

Quantity of authorized shares: **0**

Quantity of shares made available to (recorded on the balance sheet) of the issuer: **0**

Quantity of additional shares which may be offered as a result of conversion of outstanding securities convertible into shares or performing obligations related to the issuer's options: **0**

Issues of this category (type) of shares:

Date of State Registration	State Registration Number of the Issue
July 29, 2008	2-01-55385-E

Rights of owners of these shares:

Each preference share of the Company shall have the same par value and provide its holder with the same scope of rights.

In accordance with paragraphs 5.3–5.7 of the Company's Articles of Association, preference share holders shall be entitled to a fixed annual dividend. The total amount to be paid as a dividend on each preference share shall be equal to ten (10) percent of the Company's net profit for the financial year divided by the number of shares constituting twenty-five (25) percent of the Company's authorized capital. If the amount of dividends payable by the Company on

each ordinary share in a certain year exceeds the amount payable as a dividend on each preference share, the size of the dividend payable on the latter shall be increased to the size of the dividend payable on ordinary shares.

Dividends shall be paid to preference share holders annually within the time periods specified in paragraph 8.5 of the Articles of Association and, additionally, on the date of dividend payment for ordinary shares if the size of the dividend on preference shares shall be increased to the size of the dividend payable on ordinary shares.

The Company shall not be entitled to pay dividends on preference shares following a procedure different from the procedure provided for in these Articles of Association.

The Company shall not have the right to pay dividends on ordinary shares before it pays dividends on preference shares.

Preference share holders shall be entitled to attend General Meetings of Shareholders with a right to vote on all issues falling within its competence, starting from the meeting following the Annual General Meeting of Shareholders which, for any reason, does not decide to pay dividends or decides to pay partial dividends on preference shares. Preference share holders' right to attend General Meetings of Shareholders shall terminate from the date of the first full payment of dividends on such shares.

Preference share holders shall attend the Company's General Meeting of Shareholders with a right to vote on issues pertaining to the Company's reorganization and liquidation.

Preference share holders shall acquire a right to vote when the Company's General Meeting of Shareholders discusses amendments to the Company's Articles of Association restricting the rights of holders of preference shares of such type and providing holders of preference shares of other types with advantages in terms of dividend payment priority and/or liquidation value of shares. Any decision on such amendments shall be deemed adopted if supported by at least three-fourths of votes held by the voting share holders attending the General Meeting of Shareholders, except for the votes of preference share holders, and three-fourths of votes held by all preference share holders.

Preference share holders owning a certain type of preference share shall acquire a right to vote when the Company's General Meeting of Shareholders discusses an application for the delisting of such type of preference share. Any decision on such issues shall be deemed adopted if supported by at least three-fourths of votes held by the voting share holders attending the General Meeting of Shareholders, except for the votes of preference share holders owning such type of preference share, and three-fourths of votes held by all preference share holders owning such type of preference share.

In the event that the Company is liquidated, the Company's property remaining after the creditors' claims are met shall be used for payments in the following order of priority:

first, payments for shares which shall be bought back pursuant to Article 75 of the Federal Law "On Joint-Stock Companies";

second, payment of accrued and unpaid dividends on preference shares and the liquidation value payable in relation to preference shares as specified in the Articles of Association of the Company;

third, distribution of the property among ordinary share holders and holders of all types of preference shares.

Other information specified by the issuer at its discretion about the shares: *N/A*

9.3. Information Concerning the Previous Issues of Issue-Grade Securities of the Issuer Other than Shares

9.3.1. Information Concerning the Issues All of Whose Securities Were Redeemed

No such securities

9.3.2. Information Concerning Issuances Securities from Which Are Outstanding

Information on the total quantity and par value (if this type of security has a par value) of all of the issuer's securities of each type, except for shares in relation to which the state registration of their issue(s) was conducted (an identification number was assigned if, in accordance with the Federal Law "On the Securities Market," the issue(s) of securities is not subject to state registration) and which were not redeemed (can be placed, are being placed, were placed, and/or are outstanding).

Total quantity of the issuer's bonds in relation to which the state registration of their issue(s) was conducted (an identification number was assigned if, in accordance with the Federal Law "On the Securities Market," the issue(s) of securities is not subject to state registration) and which were not redeemed (can be placed, are being placed, were placed, and/or are outstanding): **100,000,000 bonds**

Total par value of the issuer's bonds: **100,000,000,000 rubles**

1. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-01, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: <i>exchange-traded/commercial bonds</i> Form of security: <i>certificated bearer bonds</i> Series: <i>BO-01</i> Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-01, subject to mandatory centralized</i>
---	--

	custody
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: 4B02-01-55385-E Identification number date: April 28, 2014
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: MICEX Stock Exchange
Quantity of securities of the issue	5,000,000 securities
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	5,000,000,000 rubles
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	The placement is complete
State registration date of the securities issue report (submission date of the notice of the securities issue results)	Not applicable to this type of security
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	20
Maturity (redemption date) of the issue of securities	on the 3,640th day after the start date of the placement of exchange-traded bonds (June 9, 2025)
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	www.rosseti.ru/investors/emission/exchange_bonds/

2. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-02, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: exchange-traded/commercial bonds Form of security: certificated bearer bonds Series: BO-02 Other identification characteristics of securities: exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-02, subject to mandatory centralized custody
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: 4B02-02-55385-E Identification number date: April 28, 2014
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: MICEX Stock Exchange
Quantity of securities of the issue	5,000,000 securities
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	5,000,000,000 rubles
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	The placement is pending
State registration date of the securities issue report (submission date of the notice of the securities issue results)	Not applicable because bonds are not placed
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	20
Maturity (redemption date) of the issue of securities	on the 3,640th day after the start date of the placement of exchange-traded bonds
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	www.rosseti.ru/investors/emission/exchange_bonds/

3. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-03, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: <i>exchange-traded/commercial bonds</i> Form of security: <i>certificated bearer bonds</i> Series: <i>BO-03</i> Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-03, subject to mandatory centralized custody</i>
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: <i>4B02-03-55385-E</i> Identification number date: <i>April 28, 2014</i>
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: <i>MICEX Stock Exchange</i>
Quantity of securities of the issue	<i>5,000,000 securities</i>
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	<i>5,000,000,000 rubles</i>
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	<i>The placement is pending</i>
State registration date of the securities issue report (submission date of the notice of the securities issue results)	<i>Not applicable because bonds are not placed</i>
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	<i>20</i>
Maturity (redemption date) of the issue of securities	<i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i>
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	<i>www.rosseti.ru/investors/emission/exchange_bonds/</i>

4. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-04, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: <i>exchange-traded/commercial bonds</i> Form of security: <i>certificated bearer bonds</i> Series: <i>BO-04</i> Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-04, subject to mandatory centralized custody</i>
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: <i>4B02-04-55385-E</i> Identification number date: <i>April 28, 2014</i>
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: <i>MICEX Stock Exchange</i>
Quantity of securities of the issue	<i>10,000,000 securities</i>
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	<i>10,000,000,000 rubles</i>
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	<i>The placement is complete</i>
State registration date of the securities issue report (submission date of the notice of the securities issue results)	<i>Not applicable to this type of security</i>

Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	20
Maturity (redemption date) of the issue of securities	<i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i>
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	<i>www.rosseti.ru/investors/emission/exchange_bonds/</i>

5. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-05, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: <i>exchange-traded/commercial bonds</i> Form of security: <i>certificated bearer bonds</i> Series: <i>BO-05</i> Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-05, subject to mandatory centralized custody</i>
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: <i>4B02-05-55385-E</i> Identification number date: <i>April 28, 2014</i>
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: <i>MICEX Stock Exchange</i>
Quantity of securities of the issue	<i>10,000,000 securities</i>
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	<i>10,000,000,000 rubles</i>
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	<i>The placement is pending</i>
State registration date of the securities issue report (submission date of the notice of the securities issue results)	<i>Not applicable because bonds are not placed</i>
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	20
Maturity (redemption date) of the issue of securities	<i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i>
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	<i>www.rosseti.ru/investors/emission/exchange_bonds/</i>

6. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-06, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: <i>exchange-traded/commercial bonds</i> Form of security: <i>certificated bearer bonds</i> Series: <i>BO-06</i> Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-06, subject to mandatory centralized custody</i>
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: <i>4B02-06-55385-E</i> Identification number date: <i>April 28, 2014</i>
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: <i>MICEX Stock Exchange</i>
Quantity of securities of the issue	<i>10,000,000 securities</i>

Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	10,000,000,000 rubles
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	The placement is pending
State registration date of the securities issue report (submission date of the notice of the securities issue results)	Not applicable because bonds are not placed
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	60
Maturity (redemption date) of the issue of securities	on the 10,920th day after the start date of the placement of exchange-traded bonds
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	www.rosseti.ru/investors/emission/exchange_bonds/

7. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-07, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: exchange-traded/commercial bonds Form of security: certificated bearer bonds Series: BO-07 Other identification characteristics of securities: exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-07, subject to mandatory centralized custody
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: 4B02-07-55385-E Identification number date: April 28, 2014
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: MICEX Stock Exchange
Quantity of securities of the issue	10,000,000 securities
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	10,000,000,000 rubles
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	The placement is pending
State registration date of the securities issue report (submission date of the notice of the securities issue results)	Not applicable because bonds are not placed
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	60
Maturity (redemption date) of the issue of securities	on the 10,920th day after the start date of the placement of exchange-traded bonds
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	www.rosseti.ru/investors/emission/exchange_bonds/

8. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-08, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: exchange-traded/commercial bonds Form of security: certificated bearer bonds Series: BO-08 Other identification characteristics of securities: exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-08, subject to mandatory centralized custody
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On	Identification number of the issue: 4B02-08-55385-E Identification number date: April 28, 2014

the Securities Market,” the securities issue is not subject to state registration)	
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law “On the Securities Market,” the securities issue is not subject to state registration)	Identification number assigned by: <i>MICEX Stock Exchange</i>
Quantity of securities of the issue	<i>15,000,000 securities</i>
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	<i>15,000,000,000 rubles</i>
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	<i>The placement is pending</i>
State registration date of the securities issue report (submission date of the notice of the securities issue results)	<i>Not applicable because bonds are not placed</i>
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	<i>20</i>
Maturity (redemption date) of the issue of securities	<i>on the 3,640th day after the start date of the placement of exchange-traded bonds</i>
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	<i>www.rosseti.ru/investors/emission/exchange_bonds/</i>

9. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-09, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: <i>exchange-traded/commercial bonds</i> Form of security: <i>certificated bearer bonds</i> Series: <i>BO-09</i> Other identification characteristics of securities: <i>exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-09, subject to mandatory centralized custody</i>
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law “On the Securities Market,” the securities issue is not subject to state registration)	Identification number of the issue: <i>4B02-09-55385-E</i> Identification number date: <i>April 28, 2014</i>
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law “On the Securities Market,” the securities issue is not subject to state registration)	Identification number assigned by: <i>MICEX Stock Exchange</i>
Quantity of securities of the issue	<i>15,000,000 securities</i>
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	<i>15,000,000,000 rubles</i>
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	<i>The placement is pending</i>
State registration date of the securities issue report (submission date of the notice of the securities issue results)	<i>Not applicable because bonds are not placed</i>
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	<i>40</i>
Maturity (redemption date) of the issue of securities	<i>on the 7,280th day after the start date of the placement of exchange-traded bonds</i>
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	<i>www.rosseti.ru/investors/emission/exchange_bonds/</i>

10. Exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-10, subject to mandatory centralized custody

Class, series (type) and other identification characteristics of securities	Type of security: <i>exchange-traded/commercial bonds</i> Form of security: <i>certificated bearer bonds</i>
---	---

	Series: BO-10 Other identification characteristics of securities: exchange-traded inconvertible interest-bearing certificated bearer bonds, Series BO-10, subject to mandatory centralized custody
State registration number of the securities issue and its state registration date (identification number of the issue and its assignment date if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number of the issue: 4B02-10-55385-E Identification number date: April 28, 2014
Registration agency that conducted the state registration number of the securities issue (organization that assigned an identification number to the securities issue if, in accordance with the Federal Law "On the Securities Market," the securities issue is not subject to state registration)	Identification number assigned by: MICEX Stock Exchange
Quantity of securities of the issue	15,000,000 securities
Total par value of the securities issue or information that, under the laws of the Russian Federation, this type of security has no par value	15,000,000,000 rubles
Status of securities of the issue (the placement is pending; in the process of placement; the placement is complete; outstanding)	The placement is pending
State registration date of the securities issue report (submission date of the notice of the securities issue results)	Not applicable because bonds are not placed
Quantity of interest (coupon) periods for which income (coupons, interest) is paid in relation to securities of the issue (in the case of bonds)	40
Maturity (redemption date) of the issue of securities	on the 7,280th day after the start date of the placement of exchange-traded bonds
Webpage containing the text of the Decision on the Securities Issue and the text of the Securities Prospectus	www.rosseti.ru/investors/emission/exchange_bonds/

9.4. Information Concerning the Person(s) That Provided Collateral for Collateralized Bonds of the Issuer and Concerning Collateral for Collateralized Bonds of the Issuer

The issuer did not apply for registration of the prospectus for collateralized bonds; collateralized bonds were not admitted for regulated trading.

9.5. Information Concerning Entities Recording the Rights to the Issue-Grade Securities of the Issuer

The register of owners of the registered securities of the Issuer is maintained by the registrar.

Registrar details

Full corporate name: **STATUS Registration Company Joint-Stock Company**

Short corporate name: **AO STATUS**

Location: **Russia, 109544, Moscow, ul. Novorogozhskaya, 32, str. 1**

INN (Taxpayer Identification Number): **7707179242**

OGRN (Principal State Registration Number): **1027700003924**

Details of the license to perform activities related to maintaining the register of securities owners

Number: **10-000-1-00304**

Issued on: **March 12, 2004**

Valid until:

Issued for an indefinite term

Issuing authority: **Federal Financial Markets Service of the Russian Federation**

The registrar has maintained the register of owners of the issuer's securities since: **July 1, 2008**

Information about AO STATUS and transfer agents is posted on the Company's website in the section "Registrar Information" at <http://www.rosseti.ru/investors/information/>.

If the issuer's certificated securities subject to mandatory centralized custody are outstanding, specify that this is the case and the following information concerning each depository responsible for mandatory centralized custody in relation to the issuer's securities subject to mandatory centralized custody:

The Issuer has outstanding Series BO-01 and Series BO-04 exchange-traded bonds subject to mandatory centralized custody.

Depository responsible for mandatory centralized custody:

Full corporate name: *National Settlement Depository*

Short corporate name: *NSD*

Location: *Russia, 105066, Moscow, Spartakovskaya, 12*

Postal address: *Russia, 105066, Moscow, Spartakovskaya, 12*

Telephone: *(495) 956-27-90, (495) 956-27-91*

Fax: *(495) 956-09-38*

E-mail: *info@nsd.ru*

OGRN (Principal State Registration Number): *1027739132563*

INN (Taxpayer Identification Number)/KPP (Taxpayer Registration Justification Code): *7702165310/775001001*

License of the professional participant in the securities market for depository activities

Number: *177-12042-000100*

Issued on: *February 19, 2009*

Valid until:

Issued for an indefinite term

Issuing authority: *Bank of Russia*

9.6. Information Concerning Legislative Acts Governing Capital Import/Export Aspects Which May Affect Dividend, Interest and Other Payments to Non-residents

Name and details of the legislative acts of the Russian Federation effective as of the approval date of the securities prospectus which govern capital import and export issues and may affect the payment of dividends on the issuer's shares to non-residents:

- *Tax Code of the Russian Federation (Part One No. 146-FZ of July 31, 1998; Part Two No. 117-FZ of August 5, 2000).*
- *Federal Law of the Russian Federation No. 208-FZ of December 26, 1995, "On Joint-Stock Companies."*
- *Federal Law of the Russian Federation No. 173-FZ of December 10, 2003, "On Currency Regulation and Currency Control."*
- *Federal Law of the Russian Federation No. 39-FZ of April 22, 1996, "On the Securities Market."*
- *Federal Law of the Russian Federation No. 86-FZ of July 10, 2002, "On the Central Bank of the Russian Federation (Bank of Russia)."*
- *Federal Law of the Russian Federation No. 115-FZ of August 7, 2001, "On Anti-Money Laundering and Combating the Financing of Terrorism."*
- *Federal Law of the Russian Federation No. 160-FZ of July 9, 1999, "On Foreign Investment in the Russian Federation."*
- *Federal Law of the Russian Federation No. 39-FZ of February 25, 1999, "On Investing Activities in the Russian Federation in the Form of Foreign Capital Investments."*
- *Federal Law of the Russian Federation No. 57-FZ of April 29, 2008, "On the Procedure for Facilitating Foreign Investment in Legal Entities Having Strategic Importance for National Defense and State Security."*
- *Federal Law of the Russian Federation No. 46-FZ of March 5, 1999, "On the Protection of Rights and Legitimate Interests of Investors in the Securities Market."*
- *Decree of the President of the Russian Federation No. 1184 of June 10, 1994, "On the Improvement of Operation of the Banking System of the Russian Federation."*
- *Decree of the President of the Russian Federation No. 1924 of November 17, 1993, "On Activities of Foreign Banks and Joint Banks with Nonresident Participation in the Russian Federation."*
- *Regulation of the Central Bank of the Russian Federation No. 269-P of May 4, 2005, "On Bank Accounts Opened by the Bank of Russia for Nonresidents in the Currency of the Russian Federation and on Transactions Conducted Through Such Accounts."*
- *International conventions of the Russian Federation on double taxation avoidance.*
- *Instruction of the Bank of Russia No. 138-I of June 4, 2012, "On the Procedure for the Submission by Residents and Nonresidents of Documents and Information to Authorized Banks in Relation to Currency Operations, on the Procedure for Issuing Transaction Certificates, and on the Procedure for Accounting for and Supervising Currency Operations by Authorized Banks."*
- *Other legislative acts of the Russian Federation.*

9.7. Information Concerning Declared (Accrued) and Paid Dividends on the Issuer's Shares and Yield on the Issuer's Bonds

9.7.1. Information Concerning Declared and Paid Dividends on the Issuer's Shares

Information concerning declared and/or paid dividends on the issuer's shares for the five most recently closed reporting years for each category (type) of the issuer's shares:

Dividend period: **2010**

The Annual General Meeting of Shareholders decided (the Minutes of June 24, 2011) to pay no dividends on the Company's ordinary shares based on performance results in 2010.

Indicator Description	Indicator Value for the Relevant Reporting Periods
Category of shares, type of preference shares	<i>Preference shares</i>
Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of the meeting of the issuer's management body that approved such decision	<i>Annual General Meeting of Shareholders of JSC IDGC Holding; June 22, 2011 (the Minutes of June 24, 2011)</i>
Amount of declared dividends on a per share basis, rubles	<i>0.05</i>
Total amount of declared dividends on all shares of this category (type), rubles	<i>103,757,469.2</i>
Date for determining the persons entitled to dividends	<i>May 17, 2011</i>
Reporting period (year, quarter) for which the payment of declared dividends is (was) made	<i>2010, year</i>
Payment period (date) for declared dividends	<i>Dividends are paid within 60 days after the decision to pay such dividends is adopted.</i>
Payment method for declared dividends (cash, other property)	<i>Cash</i>
Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)	<i>Profit based on performance results in 2010</i>
Declared dividends as a percentage of the reporting year's net profit, %	<i>0.21</i>
Total amount of paid dividends on shares of this category (type), rubles	<i>100,141,741.05</i>
Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), %	<i>96.5</i>
If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends	<i>Declared dividends on the issuer's shares are partly paid. Dividends based on performance results in 2010 were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate and complete details as necessary for dividend payment. In accordance with the version of Article 42 of the Federal Law "On Joint-Stock Companies" in effect at the time of this decision, any person failing to receive declared dividends shall have the right to submit a request to pay such dividends within three years after the expiration of the dividend payment period. Upon the expiration of such period, the declared dividends that have not been claimed shall be restored as part of the Company's undistributed profit, and the obligation to pay such dividends shall terminate. The Company ordered that the payment of dividends based on performance results in 2010 be terminated on September 12, 2014. Unclaimed dividends of 3,614,214.15 rubles were restored as part of the Company's undistributed profit.</i>
Other information specified by the issuer at its discretion about declared and/or paid dividends	<i>N/A</i>

Dividend period: **2011**

The Annual General Meeting of Shareholders decided (the Minutes of July 4, 2012) to pay no dividends on the Company's ordinary shares based on performance results in 2011.

Indicator Description	Indicator Value for the Relevant Reporting Period
Category of shares, type of preference shares	<i>Preference shares</i>
Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of	<i>Annual General Meeting of Shareholders of JSC IDGC Holding; June 30, 2012 (the Minutes of July</i>

the meeting of the issuer's management body that approved such decision	4, 2012)
Amount of declared dividends on a per share basis, rubles	0.07
Total amount of declared dividends on all shares of this category (type), rubles	145,260,456.88
Date for determining the persons entitled to dividends	May 25, 2012
Reporting period (year, quarter) for which the payment of declared dividends is (was) made	2011, year
Payment period (date) for declared dividends	Dividends are paid within 60 days after the decision to pay such dividends is adopted.
Payment method for declared dividends (cash, other property)	Cash
Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)	Undistributed profits of previous years. Declared dividends as a percentage of undistributed net profits of previous years, %: 0.1
Declared dividends as a percentage of the reporting year's net profit, %	0
Total amount of paid dividends on shares of this category (type), rubles	139,852,054.54
Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), %	96.28
If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends	Dividends based on performance results in 2011 were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate and complete details as necessary for dividend payment.
Other information specified by the issuer at its discretion about declared and/or paid dividends	The Annual General Meeting of Shareholders decided (the Minutes of July 4, 2012) as follows: 1. Dividends on the Company's preference and ordinary shares based on performance results in 2011 shall not be paid. 2. Dividends on the Company's preference shares shall be paid out of undistributed profits of prior years in the amount of 0.07 ruble per preference share in the Company within 60 days after the decision to pay such dividends is adopted. Dividends on preference shares in JSC IDGC Holding are paid in cash.

Dividend period: **2012**

The Annual General Meeting of Shareholders decided to pay no dividends on the Company's ordinary shares out of the Company's net profit based on performance results in 2012.

Indicator Description	Indicator Value for the Relevant Reporting Period
Category of shares, type of preference shares	preference shares
Issuer's management body that approved the decision to declare dividends, date of such decision, date and number of the minutes of the meeting of the issuer's management body that approved such decision	Annual General Meeting of Shareholders; June 28, 2013 (the Minutes of July 1, 2013)
Amount of declared dividends on a per share basis, rubles	0.08
Total amount of declared dividends on all shares of this category (type), rubles	166,011,950.72
Date for determining the persons entitled to dividends	May 23, 2013
Reporting period (year, quarter) for which the payment of declared dividends is (was) made	2012, year
Payment period (date) for declared dividends	Dividends are paid within 60 days after the decision to pay such dividends is adopted.
Payment method for declared dividends (cash, other property)	Cash
Payment source for declared dividends (reporting year's net profit, undistributed net profit of previous years, special fund)	Undistributed profits of previous years. Declared dividends as a percentage of undistributed net profits of previous years, %: 0.23
Declared dividends as a percentage of the reporting year's net profit, %	0
Total amount of paid dividends on shares of this category (type), rubles	159,609,743.48

Paid dividends as a percentage of the total amount of declared dividends on shares of this category (type), %	96.14
If declared dividends are not paid or are partly paid, reasons for failure to pay declared dividends	<i>Dividends based on performance results in 2012 were paid to all of the persons included on the dividend payee list, excluding the persons failing to provide such accurate and complete details as necessary for dividend payment.</i>
Other information specified by the issuer at its discretion about declared and/or paid dividends	<i>The Annual General Meeting of Shareholders decided (the Minutes of July 1, 2013) as follows: 1. Dividends on the Company's preference and ordinary shares based on performance results in 2012 shall not be paid. 2. Dividends on the Company's preference shares shall be paid out of undistributed profits of prior years in the amount of 0.08 ruble per preference share in the Company within 60 days after the decision to pay such dividends is adopted. Dividends on preference shares in JSC ROSSETI are paid in cash.</i>

Dividend period: **2013**
It was not decided to pay dividends.

Dividend period: **2014**
It was not decided to pay dividends.

9.7.2. Information Concerning Accrued and Paid Yields on the Issuer's Bonds

Information concerning each issue of bonds the yield on which was paid for the five most recently closed reporting years or, if the issuer has operated for less than five years, for each closed reporting year and over the period from the first date of the current year to the last date of the reporting quarter.

No yield was paid on the Issuer's bonds because the bond yield payment date has not come.

9.8. Other Information

N/A