

QUARTERLY REPORT

Open Joint-Stock Company Interregional Distribution Grid Company of Volga (IDGC of Volga, JSC)

Issuer's Code: 04247-E

Q2, 2014

Location of the Issuer:
42/44, ul. Pervomayskaya, Saratov 410031 the Russian Federation

Information contained in this Quarterly Report is subject to disclosure in compliance with the applicable laws on securities of the Russian Federation

General Director
Date August 14, 2014

_____ V.A. Ryabikin
signature

Chief Accountant
Date August 14, 2014

_____ I.A. Tamlenova
signature

Contact person: **Burtseva Yuliya Gennadiyevna, Deputy Head of the Department – Head of the Section for Cooperation with Shareholders and Investors of the Department of Corporate Governance and Cooperation with Shareholders and Investors**

Tel.: (8452) 30-24-89

Fax: (8452) 28-34-82

E-mail: yg.burceva@mrsk-volgi.ru

Web-page used for disclosing the information contained in this Quarterly Report: www.mrsk-volgi.ru/; <http://www.e-disclosure.ru/portal/company.aspx?id=12131>

Оглавление

Оглавление.....	2
Introduction.....	5
I. Brief information on members of the Issuer’s management bodies, bank accounts, auditor, appraiser and financial advisor of the Issuer and other signatories of the Quarterly Report.....	6
1.1. Members of the Issuer’s management bodies.....	6
1.2. Information on the bank accounts of the Issuer.....	6
1.3. Details of the auditor(s) of the Issuer.....	8
1.4. Issuer’s Appraiser.....	12
1.5. Issuer’s Advisors.....	12
1.6. Other signatories of the Quarterly Report.....	12
II. Overview of the Issuer’s financial and business status.....	13
2.1. Indicators of the Issuer’s financial and business activity.....	13
2.2. Issuer’s Market Capitalization.....	13
2.3. Obligations of the Issuer.....	14
2.3.1. Borrowed funds and accounts payable.....	14
2.3.2. Issuer’s Credit Record.....	15
2.3.3. Issuer’s liabilities arising out of the Issuer’s security provided to third parties.....	25
2.3.4. Other liabilities of the Issuer.....	25
2.4. Risks of acquisition of placed issuable securities.....	25
2.4.1. Industry risks.....	26
2.4.2. Country and regional risks.....	27
2.4.3. Financial risks.....	27
2.4.4. Legal risks.....	28
2.4.5. Issuer’s Business Risks.....	28
III. Issuer’s detailed information.....	29
3.1. Issuer’s incorporation and development.....	29
3.1.1. Issuer’s firm name.....	29
3.1.2. Details on state registration of the Issuer.....	29
3.1.3. Details on the Issuer’s incorporation and development.....	29
3.1.4. Contact information.....	29
3.1.5. Taxpayer’s Identification Number.....	30
3.1.6. Branches and representative offices of the Issuer.....	30
3.2. Issuer’s core business.....	30
3.2.1. Issuer’s industry.....	30
3.2.2. Issuer’s core business.....	30
3.2.3. Issuer’s materials, goods (raw materials) and suppliers.....	32
3.2.4. Markets for the Issuer’s products (works or services).....	33
3.2.5. Issuer’s permits (licenses) for specific works.....	33
3.2.6. Activities of specific categories of issuers of issuable securities.....	33
3.2.7. Additional requirements to issuers which carry out mining operations as a core business.....	33
3.2.8. Additional requirements to issuers which deliver communication services as a core business.....	33
3.3. Issuer’s future business.....	33
3.4. Participation of the Issuer in banking groups and holdings, holding companies and associations.....	33
3.5. Significant subsidiaries and affiliates of the Issuer.....	33
3.6. Composition, structure and cost of the Issuer’s fixed assets; planned acquisition, replacement and disposal of fixed assets; and any encumbrance of the Issuer’s fixed assets.....	36
3.6.1. Fixed assets.....	37
IV. Details on financial and economic activity of the Issuer.....	37
4.1. Results of financial and economic activity of the Issuer.....	37
4.2. Issuer’s liquidity, capital and floating assets adequacy.....	38
4.3. Financial investment of the Issuer.....	39

4.4. Intangible assets of the Issuer	42
4.5. Issuer's policy and expenses associated with scientific and technical development, licenses and patents, new R&D projects	43
4.6. Analysis of development trends in the Issuer's core industry.....	43
4.6.1. Analysis of factors and conditions having effect on the Issuer's activity	45
4.6.2. Issuer's competitors	48
Detailed information on members of the Issuer's management bodies, the Issuer's bodies supervising its financial and economic activities, and brief information on the Issuer's personnel.....	48
5.1. Structure and responsibilities of the Issuer's management bodies.....	48
5.2. Members of the Issuer's management bodies	55
5.2.1. Members of the Board of Directors (Supervisory Board) of the Issuer.....	55
5.2.3. Members of the collegial executive body of the Issuer	65
5.3. Fees, allowances and/or compensations for the Issuer's management bodies	69
5.4. Structure and responsibilities of the Issuer's financial and business supervisory bodies	70
5.5. Members of the Issuer's financial and business supervisory bodies.....	70
5.6. Fees, allowances and/or compensations for financial and business supervisory bodies of the Issuer.....	83
5.7. Headcount, general information on the Issuer's personnel, Issuer's headcount changes	84
5.8. Issuer's obligations to its personnel relating to any possible participation of the personnel in the authorized (share) capital (share fund) of the Issuer	85
VI. Issuer's participants (shareholders) and related party transactions	85
6.1. Total number of the Issuer's participants (shareholders)	85
6.2. Issuer's participants (shareholders) holding at least five percent of its authorized (share) capital (share fund) or at least five percent of its ordinary shares; persons which control these participants (shareholders) or, if such persons are not available, their participants (shareholders) holding at least twenty percent of the authorized (share) capital (share fund) or at least twenty percent of their ordinary shares	85
6.3. Participation of the State or municipal unit in the authorized (share) capital (share fund) of the Issuer; availability of a special right ("golden share").....	87
6.4. Restrictions of participation in the authorized (share) capital (share fund) of the Issuer	87
6.5. Changes in structure and participation share of the Issuer's participants (shareholders) holding at least five percent of its authorized (share) capital (share fund) or at least five percent of its ordinary shares	87
6.6. Information on the interested party transactions settled by the Issuer.....	88
6.7. Receivables	89
VII. Accounting (financial) statements of the Issuer and other financial information	89
7.1. Annual accounting (financial) statements of the Issuer.....	89
7.2. Quarter accounting (financial) statements of the Issuer	89
7.4. Issuer's accounting policy	94
7.5. Total export amount and export share in total sales	94
7.6. Material changes in the structure of the Issuer's property after the end date of the previous completed financial year	94
7.7. Issuer's participation in legal proceedings (if this participation may have a material effect on the Issuer's financial and business activities).....	94
VIII. Additional information on the Issuer and its placed issuable securities	94
8.1. Additional information on the Issuer	94
8.1.1. Amount and structure of the Issuer's authorized (share) capital (share fund).....	94
8.1.2. Changes in the amount of the Issuer's authorized (share) capital (share fund).....	94
8.1.3. Procedure for convening and holding the meeting of the Issuer's highest management body.....	94
8.1.4. Profit-making organizations with at least five percent of authorized (share) capital (share fund) or with at least five percent of ordinary shares held by the Issuer.....	97
8.1.5. Information on major transactions made by the Issuer.....	98
8.1.6. Issuer's credit ratings	98
8.2. Information on each category (type) of the Issuer's shares.....	98
8.3. Previous issues of the Issuer's issuable securities, except for the Issuer's shares	98
8.3.1. Issues with redeemed securities	98
8.3.2. Issues of with unredeemed securities	98
8.4. Person(s) who provided security for the Issuer's secured bonds and conditions of securing performance of	

obligations under the Issuer's secured bonds.....	98
8.4.1. Conditions of securing performance of obligations under mortgage-backed bonds	98
8.5. Organizations in charge of recording rights to the Issuer's issuable securities	98
8.6. Legal acts governing capital export and import issues which may have effect on payment of dividends, interest and other payments to non-residents.....	98
8.7. Taxation of return on issuable securities placed (being placed) by the Issuer	98
8.8. Declared (accrued) dividends, paid off dividends on the Issuer's shares, return on the Issuer's bonds.....	98
8.8.1. Declared and paid-off dividends on the Issuer's shares	98
8.8.2. Accrued and paid-off return on the Issuer's bonds	100
8.9. Other information.....	100
8.10. Underlying securities and the Issuer of underlying securities with ownership certified by Russian depository receipts	100

Introduction

Basis for the Issuer's obligation to disclose information in the form of a quarterly report

As for the Issuer's securities, the Prospectus was registered.

Exchange-traded bonds of the Issuer have been admitted for trading on the stock exchange.

Interregional Distribution Grid Company of Volga, Open Joint-Stock Company (hereinafter – IDGC of Volga, JSC) discloses information in the form of a quarterly report pursuant to Article 30 of the Federal Law No. 39-FZ “On Securities Market” dated April 22, 1996 and sub-clause a), clause 5.1 of the Regulation on Information Disclosure by Issuers of Issuable Securities approved by the Order of the Federal Financial Markets Service of Russia No. 11-46/пз-н dated October 04, 2011 in connection with registration of the Prospectus of IDGC of Volga, JSC with the Federal Financial Markets Service on March 20, 2008.

Full firm name of the Issuer: Open Joint-Stock Company “Interregional Distribution Grid Company of Volga”, in the Russian language – Открытое акционерное общество “Межрегиональная распределительная сетевая компания Волги”.

Brief name: IDGC of Volga, JSC, in the Russian language – ОАО “МРСК Волги”.

This Quarterly Report contains estimates and forecasts made by the authorized management bodies of the Issuer for further events and/or actions, development potential of the industry of the Issuer's core business activities and results of the Issuer's activities, including the Issuer's plans, probability of occurrence of specific events and actions. However, further actual results of the Issuer's activities may differ from the predicted results for many reasons, thus investors shall not fully rely upon the above estimates and forecasts made by the Issuer's management bodies. The acquisition of the Issuer's securities is associated with risks described herein.

I. Brief information on members of the Issuer's management bodies, bank accounts, auditor, appraiser and financial advisor of the Issuer and other signatories of the Quarterly Report

1.1. Members of the Issuer's management bodies

The Board of Directors (Supervisory Board) of the Issuer:

Full name	Born in
Prokhorov Egor Vyacheslavovich (Chairman)	1982
Adler Yuri Veniaminovich	1975
Varvarin Aleksandr Viktorovich	1975
Guryanov Denis Lvovich	1977
Kulikov Denis Viktorovich	1975
Lisavin Andrey Vladimirovich	1977
Malkov Denis Aleksandrovich	1974
Mamin Viktor Viktorovich	1982
Pankstyanov Yuri Nikolaevich	1980
Rozentsvayg Aleksandr Shoylovich	1962
Ryabikin Vladimir Anatolievich	1965

Sole executive body of the Issuer:

Full name	Born in
Ryabikin Vladimir Anatolievich	1965

Collegial executive body of the Issuer:

Full name	Born in
Ryabikin Vladimir Anatolievich (Chairman)	1965
Zaretskiy Dmitriy Lvovich	1967
Kuliev Vyacheslav Igorevich	1971
Kucherenko Vladimir Ivanovich	1957
Ponomarev Vladimir Borisovich	1950
Puchkova Irina Yurievna	1963
Rebrova Natalia Leonidovna	1960
Tamlenova Irina Alekseevna	1965
Frolov Sergey Petrovich	1960

1.2. Information on the bank accounts of the Issuer

Information on the credit institution:

Full firm name: ***OPEN JOINT-STOCK COMPANY ALPHA-BANK***

Abbreviated firm name: ***ALPHA-BANK, JSC***

Location: ***27, ul. Kalanchevskaya, Moscow 107078, Russia,***

INN (Taxpayer's Id. No.): ***7728168971***

BIC (Bank Identification Code): ***042202824***

Account No. ***40702810502010000855***

Correspondent account No. ***30101810200000000824***

Type of account: ***Settlement***

Information on the credit institution:

Full firm name: ***Open Joint-Stock Company Sberbank of Russia***

Abbreviated firm name: ***Sberbank of Russia, JSC***

Location: ***19, ul. Vavilova, Moscow 117997, Russia,***

INN: ***7707083893***

BIC: ***046311649***

Account No. ***40702810256020102436***

Correspondent account No. ***30101810500000000649***

Type of account: ***Settlement***

Information on the credit institution:

Full firm name: ***Open Joint-Stock Company Sberbank of Russia***

Abbreviated firm name: ***Sberbank of Russia, JSC***

Location: ***19, ul. Vavilova, Moscow 117997, Russia,***

INN: ***7707083893***

BIC: ***046311649***

Account No. ***40702978156030000311***

Correspondent account No. ***30101810500000000649***

Type of account: ***Settlement***

Information on the credit institution:

Full firm name: ***Gazprombank (Open Joint-Stock Company)***

Abbreviated firm name: ***GPB (JSC)***

Location: ***bld. 1, ul. Nametkina 16, Moscow 117420, Russia,***

INN: ***7744001497***

BIC: ***046311763***

Account No. ***40702810100000000962***

Correspondent account No. ***30101810800000000763***

Type of account: ***Settlement***

Information on the credit institution:

Full firm name: ***Open Joint-Stock Company Joint-Stock Bank RUSSIA***

Abbreviated firm name: ***AB RUSSIA, JSC***

Location: ***ID Code: A, bld. 2, Rastrelli Square, Saint Petersburg 191124, Russia***

INN: ***7831000122***

BIC: ***044030861***

Account No. ***40702810500000005508***

Correspondent account No. ***30101810800000000861***

Type of account: ***Settlement***

Information on the credit institution:

Full firm name: ***Open Joint-Stock Company Severny Morskoy Put (Northern Sea Route)***

Bank

Abbreviated firm name: ***SMP Bank, JSC***

Location: ***bld. 11, ul. Sadovnicheskaya 71, Moscow 115035***

INN: ***7750005482***

BIC: ***044583503***

Account No. ***40702810900880000104***

Correspondent account No. ***30101810300000000503***

Type of account: ***Settlement***

Information on the credit institution:

Full firm name: ***Interregional Commercial Bank of Development of Communication and Information (Open Joint-Stock Company)***

Abbreviated firm name: ***AKB Sviaz-Bank, JSC***

Location: ***bld. 2, ul. Novoryazanskaya 31/7, Moscow 105066***

INN: ***7710301140***

BIC: ***046311823***

Account No. ***40702810600280000425***

Correspondent account No. ***30101810300000000823***

Type of account: ***Settlement***

1.3. Details of the auditor(s) of the Issuer

Information on the Auditor (Auditors) responsible for the independent audit of the accounting (financial) statements of the Issuer and consolidated accounting (consolidated financial) statements of the Issuer and (or) groups of organizations having parent and subsidiary relations or otherwise forced to prepare the above statements by the Federal Laws provided that the Issuer is at least one of the above organizations (the “Consolidated Accounting (Consolidated Financial) Statements of the Issuer”) making a part of the Quarterly Report under the audit contract, as well as information on the Auditor (Auditors) involved (selected for) in the auditing of the accounting (financial) statements of the Issuer including its consolidated accounting (consolidated financial) statements issued for the current and previous completed financial year.

1. Full firm name: ***Closed Joint-Stock Company KPMG***

Abbreviated firm name: ***KPMG, CJSC***

Location: ***office 3035, prospekt Olimpiyskiy 18/1, Moscow 129110, the Russian Federation***

INN: ***7702019950***

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

Tel.: ***(495) 937-4477***

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

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

Details of the auditor’s participation in self-regulating organizations

Full name: ***Nonprofit Partnership “Russian Audit Chamber”***

Location: ***bld. 3, third Syromyatnicheskiy pereulok 3/9, Moscow 105120, Russia***

Additional information:

Date of entering of information on self-regulatory organization of auditors into the register: October 01, 2009 (Order of the RF Ministry of Finance No. 455 dated October 01, 2009); entered into the State Register of Self-Regulatory Organizations of Auditors under registration number 01.

Financial year (years) out of previous five completed financial years and current financial year covered (to be covered) by the independent audit of the annual accounting (financial) statements of the Issuer

Accounting (financial) statements, year	Consolidated accounting statements, year	Consolidated financial statements, year
		2009
		2010
		2011
2012		2012
2013		2013

Factors which may compromise the Auditor’s independence from the Issuer, including

information on relations of material interest existing between the Auditor (Auditor's executives) and the Issuer (Issuer's executives)

Participation of the Auditor (Auditor's executives) in the authorized (share) capital (share fund) of the Issuer: ***the Auditor have no participation interest in the authorized capital of the Issuer.***

Loans provided to the Auditor (Auditor's executives) by the Issuer:

the Issuer provided no loans to the Auditor (Auditor's executives).

Close partnership (joint promotion of the Issuer's products or services, joint venturing, etc.) and family ties: ***no close partnership or family ties between the Issuer and the Auditor.***

The Issuer's executives holding offices in the Auditor's company at the same time: ***the Issuer's executives hold no offices in the Auditor's company.***

Other factors which may compromise the Auditor's independence from the Issuer: ***none.***

Measures taken by the Issuer and the Auditor to mitigate the above factors:

the Auditor holds no shares of the Issuer and the Issuer holds no shares of the Auditor; Chief Accountant of the Issuer holds no office in the Auditor's company; and the Auditor and the Issuer signed no loan/credit contracts.

The Issuer and the Auditor will act (acted) pursuant to the applicable law, including the Federal Law No. 307-FZ "On Auditing" dated December 30, 2008. According to clause 1, Article 8 of the above Federal Law, the audit shall not be performed by:

1) auditors with directors and other executives being auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements;

2) auditors with directors and other executives related to auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements (parents, spouses, brothers, sisters, children, as well as spouses' brothers, sisters, parents and children);

3) auditors being auditees' founding members (participants); by auditors for auditees being auditors' founding members (participants); for subsidiaries, branches and representatives of these auditees, as well as for organizations with the same founding members (participants) as the auditors;

4) auditors or individual auditors for auditees which were provided with services for accounting restoration and support and for preparation of accounting (financial) statements of individuals and legal entities by these auditors for previous three years before the audit;

5) auditors being auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements;

6) auditors related to auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements (parents, spouses, brothers, sisters, children, as well as spouses' brothers, sisters, parents and children).

Check of an auditor nominee for its dependence from the Issuer is the basic measure intended to prevent any dependence between the Issuer and the Auditor. Pursuant to the requirements of Article 8, Federal Law No. 307-FZ "On Auditing" dated December 30, 2008, the Auditor is fully independent from the Issuer's management bodies. The audit results had no effect on the Auditor's fee.

Issuer's Auditor selection procedure

Availability of bidding procedure for selecting the Auditor and its main conditions:

The Issuer's Auditor is nominated basing upon the results of bidding procedures. To participate in the bidding procedures, the auditors shall not:

- be subject to winding-up procedure;

- be bound by any business interruption decision made according to the Administrative Offense Code of the Russian Federation as of the date of the Bid;

- have any outstanding tax payments, charges and other contributions to budgets of any level or governmental extra-budgetary funds for the previous calendar year exceeding twenty-five percent of the participant's book value specified in the accounting statements covering the previous completed reporting period;

- be subject to the conditions (relating to the Company and subsidiaries and affiliates of Rosseti, JSC) stipulated in clause 1, Article 8, Federal Law No. 307-FZ "On Auditing" dated December 30, 2008.

Auditor nomination procedure for further approval at the meeting of shareholders (participants) including the management body involved in decision-making process:

According to sub-clause 11, clause 10.2 of the Articles of Association of the Company, the nominee auditor shall be approved by the General Meeting of Shareholders of IDGC of Volga, JSC.

Closed Joint-Stock Company KPMG (Auditor of the Company) is approved by the resolution of the General Meeting of Shareholders of IDGC of Volga, JSC on June 11, 2013 (Minutes No. 7/2013 dated June 14, 2013).

The Issuer's Auditor checks the Issuer's financial and business activity basing upon the requirements of the law of the Russian Federation under the audit contract signed for the 2013 financial year.

Works performed by the Auditor to fulfill special auditing tasks: None.

Procedure for calculating the Auditor's fee; actual fee paid by the Issuer to the Auditor basing upon the results of the previous completed financial year covered by the independent audit of the Issuer's accounting (financial) statements; and information on any postponed and outstanding payments for the Auditor's services:

The Auditor's fee and terms of payment are laid out in a contract signed by the Company and the Auditor.

Postponed and outstanding payments for the Auditor's services: None.

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

Abbreviated firm name: **Ernst & Young, LLC**

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

INN: **7709383532**

OGRN: **1027739707203**

Tel.: **+7 (495) 755-9700**

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

E-mail: **alexey.loza@ru.ey.com**

Details of the auditor's participation in self-regulating organizations

Full name: **Nonprofit Partnership "Russian Audit Chamber"**

Location: **bld. 3, third Syromyatnicheskiy pereulok 3/9, Moscow 105120, Russia**

Additional information:

Date of entering of information on self-regulatory organization of auditors into the register: October 01, 2009 (Order of the RF Ministry of Finance No. 455 dated October 01, 2009); entered into the State Register of Self-Regulatory Organizations of Auditors under registration number 01.

Financial year (years) out of previous five completed financial years and current financial year covered (to be covered) by the independent audit of the annual accounting (financial) statements of the Issuer

Accounting (financial) statements, year	Consolidated accounting statements, year	Consolidated financial statements, year
2014		2014

Factors which may compromise the Auditor's independence from the Issuer, including information on relations of material interest existing between the Auditor (Auditor's executives) and the Issuer (Issuer's executives)

Participation of the Auditor (Auditor's executives) in the authorized (share) capital (share fund) of the Issuer: ***the Auditor have no participation interest in the authorized capital of the Issuer.***

Loans provided to the Auditor (Auditor's executives) by the Issuer:

the Issuer provided no loans to the Auditor (Auditor's executives).

Close partnership (joint promotion of the Issuer's products or services, joint venturing, etc.) and family ties: ***no close partnership or family ties between the Issuer and the Auditor.***

The Issuer's executives holding offices in the Auditor's company at the same time: ***the Issuer's executives hold no offices in the Auditor's company.***

Other factors which may compromise the Auditor's independence from the Issuer: ***none.***

Measures taken by the Issuer and the Auditor to mitigate the above factors:

the Auditor holds no shares of the Issuer and the Issuer holds no shares of the Auditor; Chief Accountant of the Issuer holds no office in the Auditor's company; and the Auditor and the Issuer signed no loan/credit contracts.

The Issuer and the Auditor will act (acted) pursuant to the applicable law, including the Federal Law No. 307-FZ "On Auditing" dated December 30, 2008. According to clause 1, Article 8 of the above Federal Law, the audit shall not be performed by:

1) auditors with directors and other executives being auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements;

2) auditors with directors and other executives related to auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements (parents, spouses, brothers, sisters, children, as well as spouses' brothers, sisters, parents and children);

3) auditors being auditees' founding members (participants); by auditors for auditees being auditors' founding members (participants); for subsidiaries, branches and representatives of these auditees, as well as for organizations with the same founding members (participants) as the auditors;

4) auditors or individual auditors for auditees which were provided with services for accounting restoration and support and for preparation of accounting (financial) statements of individuals and legal entities by these auditors for previous three years before the audit;

5) auditors being auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements;

6) auditors related to auditee's founding members (participants), executives, accounting officers and other persons in charge of auditee's accounting and preparation of accounting (financial) statements (parents, spouses, brothers, sisters, children, as well as spouses' brothers, sisters, parents and children).

Check of an auditor nominee for its dependence from the Issuer is the basic measure intended to prevent any dependence between the Issuer and the Auditor. Pursuant to the requirements of Article 8, Federal Law No. 307-FZ "On Auditing" dated December 30, 2008, the Auditor is fully independent from the Issuer's management bodies. The audit results had no effect on the Auditor's fee.

Issuer's Auditor selection procedure

Availability of bidding procedure for selecting the Auditor and its main conditions:

The Issuer's Auditor is nominated basing upon the results of bidding procedures. To participate in the bidding procedures, the auditors shall not:

- be subject to winding-up procedure;

- be bound by any business interruption decision made according to the Administrative Offense Code of the Russian Federation as of the date of the Bid;

- have any outstanding tax payments, charges and other contributions to budgets of any level or governmental extra-budgetary funds for the previous calendar year exceeding twenty-five percent of

the participant's book value specified in the accounting statements covering the previous completed reporting period;

- be subject to the conditions (relating to the Company and subsidiaries and affiliates of Rosseti, JSC) stipulated in clause 1, Article 8, Federal Law No. 307-FZ "On Auditing" dated December 30, 2008.

Auditor nomination procedure for further approval at the meeting of shareholders (participants) including the management body involved in decision-making process:

According to sub-clause 11, clause 10.2 of the Articles of Association of the Company, the nominee auditor shall be approved by the General Meeting of Shareholders of IDGC of Volga, JSC.

Limited Liability Company Ernst & Young (Auditor of the Company) is approved by the resolution of the annual General Meeting of Shareholders of IDGC of Volga, JSC on June 23, 2014 (Minutes No. 8/2014 dated June 25, 2014).

The Issuer's Auditor checks the Issuer's financial and business activity basing upon the requirements of the law of the Russian Federation under the audit contract signed for the 2014 financial year.

Works performed by the Auditor to fulfill special auditing tasks: None.

Procedure for calculating the Auditor's fee; actual fee paid by the Issuer to the Auditor basing upon the results of the previous completed financial year covered by the independent audit of the Issuer's accounting (financial) statements; and information on any postponed and outstanding payments for the Auditor's services: The Auditor's fee and terms of payment are laid out in a contract signed by the Company and the Auditor.

Postponed and outstanding payments for the Auditor's services: None.

Details on the amount of remuneration payable to the auditor:

Audit of statements issued under Russian Accounting Standards (RAS)

Financial year	Auditor's name	Amount of remuneration, rubles (VAT inclusive)
2013	KPMG, CJSC	1,563,460 rubles, including VAT in the amount of 238,493.90 rubles

Audit of statements issued under International Financial Reporting Standards (IFRS)

Financial year	Auditor's name	Amount of remuneration, rubles (VAT inclusive)
2013	KPMG, CJSC	5,011,106 rubles, including VAT in the amount of 764,406 rubles

Audit of statements issued under Russian Accounting Standards (RAS) and International Financial Reporting Standards (IFRS)

Financial year	Auditor's name	Amount of remuneration, rubles (VAT inclusive)
2014	Ernst & Young, LLC	6,417,824.15 rubles, including VAT in the amount of 978,990.12 rubles

1.4. Issuer's Appraiser

No modifications were made to this information during the reporting quarter.

1.5. Issuer's Advisors

No financial advisors were engaged under this clause during 12 months until the expiry of the reporting quarter.

1.6. Other signatories of the Quarterly Report

Full name: *Tamlenova Irina Alekseevna*

Born in **1965**

Primary employment:

Company: **Open Joint-Stock Company Interregional Distribution Grid Company of Volga**

Position: **Chief Accountant**

II. Overview of the Issuer's financial and business status

2.1. Indicators of the Issuer's financial and business activity

Dynamics of the Issuer's financial and business indicators calculated basing upon its accounting (financial) statements

Standards (regulations) applicable to the accounting (financial) statements used to calculate the above indicators:

RAS

Measurement unit to calculate the Labor Efficiency Indicator: **thousand rubles**

Parameter	2013, 6 months	2014, 6 months
Labor efficiency	1,042	1,066
Debt/equity ratio	43.2	51.8
Long-term debt/equity ratio	22.4	28.7
Debt/revenue (profit) ratio	200	119.5
Overdue debt, %	3.35	1.84

Analysis of the Issuer's financial and business activity basing upon the dynamics economic analysis of the above indicators:

The labor efficiency for six months of 2014 amounted to 1,066 th. rub./person thus exceeding the efficiency observed during this period of the previous year by 24 th. rub./person.

The debt/equity ratio as of the end of the reporting period was equal to 51.8% and the long-term debt/equity ratio amounted to 28.7%. The growth of the above indicators as compared to 2013 is mainly attributed to the increase in debt from 9,950,000 th. rub. as of June 30, 2013 up to 13,700,000 th. rub. as of June 30, 2014.

The debt/revenue (profit) ratio for six months of 2014 amounted to 119.5% and the overdue debt amounted to 1.84%.

2.2. Issuer's Market Capitalization

The market capitalization is a product of quantity of shares of the relevant category (type) by single share market price disclosed by an organizer of trade on the securities market and calculated according to the Procedure for securities market pricing, estimated price of the securities and securities market price fluctuation threshold for the purpose of Chapter 23, Tax Code of the Russian Federation adopted by the Order of the Federal Financial Markets Service of Russia No. 10-65/ПЗ-Н dated November 09, 2010.

Unit of measurement: **rubles**

Parameter	2013	Q2, 2014
Market capitalization	4,082,288,534.20	3,307,260,877.22

Organizer of trade on the securities market delivering information for calculating market capitalization and other additional information on public trading of securities at the Issuer's discretion:

Shares of IDGC of Volga, JSC are added to the quotation list "A" of the first (highest) tier at MICEX SE.

This Section contains market capitalization of IDGC of Volga, JSC basing upon data of MICEX SE (<http://moex.com/a2261>).

2.3. Obligations of the Issuer

2.3.1. Borrowed funds and accounts payable

For 6 months, 2014

Structure of the borrowed funds

Unit of measurement: *thousand rubles*

Parameter	Value
Long-term loans	13,700,000
including:	
credits	13,700,000
loans except for bonded	0
bonded loans	0
Short-term loans	15,414
including:	
credits	15,414
loans except for bonded	0
bonded loans	0
Total overdue debt on the borrowed funds	0
including:	
on credits	0
on loans except for bonded	0
on bonded loans	0

Structure of the accounts payable

Unit of measurement: *thousand rubles*

Parameter	Value
Accounts payable, total	4,511,390
overdue payables	405,474
including	
to budget and governmental extra-budgetary funds	938,603
overdue payables	0
to suppliers and contractors	2,088,523
overdue payables	204,374
to the company's personnel	372,217
overdue payables	0
other	1,112,048
overdue payables	201,099

In case of any overdue payables (loans), please, state default causes and sequences which arose or may arise as a result of the Issuer's failure to discharge its obligations (including sanctions imposed on the Issuer) and pay-back period (estimated pay-back period) for overdue payables or overdue loans.

As of June 30, 2014, the overdue payables amount to 8.99%, thus the Issuer will encounter a

minor risk of one-time calling for payment of its overdue debt.

Creditors entitled to a minimum of 10 percent of total payables or 10 percent of total (long-term and short-term) loans: **none**.

2.3.2. Issuer's Credit Record

This Section contains information on fulfillment of the Issuer's obligations under credit and/or loan contracts remaining in effect during the previous completed financial year and current financial year (including those which were signed by issuing and placing bonds) with the principal amounting to 5 or more percent of the Issuer's book value as of the expiration date of the previous completed reporting period (quarter or year) preceding the date of signing of the specific contract with expired time of delivery of the accounting (financial) statements, as well as under other material credit and/or loan contracts at the Issuer's discretion.

Obligation type and characteristics	
1. Opening of revolving credit line (Contract No. 4825)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	550,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	525,000,000 RUB X 1
Credit (loan) period, year	3 years
Average credit (loan) interest, % per annum	9
Percent (coupon) periods	37
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	07.07.2015
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract; The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014; The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014; The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract; The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.

Obligation type and characteristics

2. Opening of revolving credit line (Contract No. 5369)

Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	550,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	550,000,000 RUB X 1
Credit (loan) period, year	2.9 years
Average credit (loan) interest, % per annum	8.60
Percent (coupon) periods	36
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	15.06.2016
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract;</p> <p>The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014;</p> <p>The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.</p>

Obligation type and characteristics	
3. Opening of revolving credit line (Contract No. 5371)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	600,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	600,000,000 RUB X 1
Credit (loan) period, year	2.9 years
Average credit (loan) interest, % per annum	8.60
Percent (coupon) periods	36
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period	no

(days)	
Scheduled term (date) of credit (loan) maturity	15.06.2016
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract;</p> <p>The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014;</p> <p>The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.</p>

Obligation type and characteristics	
4. Opening of revolving credit line (Contract No. 5464)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	550,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	550,000,000 RUB X 1
Credit (loan) period, year	2.9 years
Average credit (loan) interest, % per annum	8.60
Percent (coupon) periods	36
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	04.08.2016
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract;</p> <p>The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30,</p>

	<p>2014;</p> <p>The line “Percent (coupon) periods” contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line “Actual term (date) of credit (loan) maturity” contains the actual date of maturity of debt repayment obligation under the contract.</p>
--	--

Obligation type and characteristics	
5. Opening of revolving credit line (Contract No. 5466)	
Obligation conditions and status	
Creditor’s (Lender’s) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	550,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	550,000,000 RUB X 1
Credit (loan) period, year	2.9 years
Average credit (loan) interest, % per annum	8.60
Percent (coupon) periods	36
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	04.08.2016
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line “Principal amount as of the date of obligation, RUB” contains the debt limit under the existing contract;</p> <p>The line “Principal amount as of the expiration date of the reporting quarter, RUB” contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line “Average credit (loan) interest, % per annum” contains the interest rate as of June 30, 2014;</p> <p>The line “Percent (coupon) periods” contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line “Actual term (date) of credit (loan) maturity” contains the actual date of maturity of debt repayment obligation under the contract.</p>

Obligation type and characteristics	
6. Opening of revolving credit line (Contract No. 5468)	
Obligation conditions and status	
Creditor’s (Lender’s) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia

Principal amount as of the date of obligation, RUB	600,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	600,000,000 RUB X 1
Credit (loan) period, year	2.9 years
Average credit (loan) interest, % per annum	8.60
Percent (coupon) periods	36
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	04.08.2016
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract;</p> <p>The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014;</p> <p>The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.</p>

Obligation type and characteristics	
7. Opening of revolving credit line (Contract No. 5621)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	600,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	600,000,000 RUB X 1
Credit (loan) period, year	4.8 years
Average credit (loan) interest, % per annum	8.17
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	20.09.2018
Actual term (date) of credit (loan) maturity	existing

Other data on the obligation at the Issuer's discretion	<p>The line “Principal amount as of the date of obligation, RUB” contains the debt limit under the existing contract;</p> <p>The line “Principal amount as of the expiration date of the reporting quarter, RUB” contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line “Average credit (loan) interest, % per annum” contains the interest rate as of June 30, 2014;</p> <p>The line “Percent (coupon) periods” contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line “Actual term (date) of credit (loan) maturity” contains the actual date of maturity of debt repayment obligation under the contract.</p>
---	--

Obligation type and characteristics	
8. Opening of revolving credit line (Contract No. 5623)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	650,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	650,000,000 RUB X 1
Credit (loan) period, year	4.8 years
Average credit (loan) interest, % per annum	8.17
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	20.09.2018
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line “Principal amount as of the date of obligation, RUB” contains the debt limit under the existing contract;</p> <p>The line “Principal amount as of the expiration date of the reporting quarter, RUB” contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line “Average credit (loan) interest, % per annum” contains the interest rate as of June 30, 2014;</p> <p>The line “Percent (coupon) periods” contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line “Actual term (date) of credit (loan) maturity” contains the actual date of maturity of debt repayment</p>

	obligation under the contract.
--	--------------------------------

Obligation type and characteristics	
9. Opening of revolving credit line (Contract No. 5625)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	900,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	900,000,000 RUB X 1
Credit (loan) period, year	4.8 years
Average credit (loan) interest, % per annum	8.17
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	20.09.2018
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract; The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014; The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014; The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract; The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.

Obligation type and characteristics	
10. Opening of revolving credit line (Contract No. 5627)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	1,000,000,000 RUR X 1
Principal amount as of the expiration date of the reporting quarter, RUB	1,000,000,000 RUR X 1
Credit (loan) period, year	4.8 years

Average credit (loan) interest, % per annum	8.17
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	20.09.2018
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract;</p> <p>The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014;</p> <p>The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.</p>

Obligation type and characteristics	
11. Opening of revolving credit line (Contract No. 5685)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	1,000,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	1,000,000,000 RUB X 1
Credit (loan) period, year	4.8 years
Average credit (loan) interest, % per annum	7.912
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	26.10.2018
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract;</p> <p>The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June</p>

	<p>30, 2014;</p> <p>The line “Average credit (loan) interest, % per annum” contains the interest rate as of June 30, 2014;</p> <p>The line “Percent (coupon) periods” contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line “Actual term (date) of credit (loan) maturity” contains the actual date of maturity of debt repayment obligation under the contract.</p>
--	--

Obligation type and characteristics	
12. Opening of revolving credit line (Contract No. 5687)	
Obligation conditions and status	
Creditor’s (Lender’s) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	800,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	800,000,000 RUB X 1
Credit (loan) period, year	4.8 years
Average credit (loan) interest, % per annum	7.912
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	26.10.2018
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line “Principal amount as of the date of obligation, RUB” contains the debt limit under the existing contract;</p> <p>The line “Principal amount as of the expiration date of the reporting quarter, RUB” contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line “Average credit (loan) interest, % per annum” contains the interest rate as of June 30, 2014;</p> <p>The line “Percent (coupon) periods” contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line “Actual term (date) of credit (loan) maturity” contains the actual date of maturity of debt repayment obligation under the contract.</p>

Obligation type and characteristics	
13. Opening of revolving credit line (Contract No. 5689)	

Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	700,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	700,000,000 RUB X 1
Credit (loan) period, year	4.8 years
Average credit (loan) interest, % per annum	7.912
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period (days)	no
Scheduled term (date) of credit (loan) maturity	26.10.2018
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	<p>The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract;</p> <p>The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014;</p> <p>The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014;</p> <p>The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract;</p> <p>The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.</p>

Obligation type and characteristics	
14. Opening of revolving credit line (Contract No. 5691)	
Obligation conditions and status	
Creditor's (Lender's) name, address or full name	Open Joint-Stock Company Sberbank of Russia 19, ul. Vavilova, Moscow 117997, Russia
Principal amount as of the date of obligation, RUB	500,000,000 RUB X 1
Principal amount as of the expiration date of the reporting quarter, RUB	500,000,000 RUB X 1
Credit (loan) period, year	4.8 years
Average credit (loan) interest, % per annum	7.912
Percent (coupon) periods	59
Delayed credit (loan) percent (if any), total amount of delayed percent and delay period	no

(days)	
Scheduled term (date) of credit (loan) maturity	26.10.2018
Actual term (date) of credit (loan) maturity	existing
Other data on the obligation at the Issuer's discretion	The line "Principal amount as of the date of obligation, RUB" contains the debt limit under the existing contract; The line "Principal amount as of the expiration date of the reporting quarter, RUB" contains the actual debt amount under the existing contract; as of June 30, 2014; The line "Average credit (loan) interest, % per annum" contains the interest rate as of June 30, 2014; The line "Percent (coupon) periods" contains the number of percent payments occurred throughout the duration of the contract; The line "Actual term (date) of credit (loan) maturity" contains the actual date of maturity of debt repayment obligation under the contract.

2.3.3. Issuer's liabilities arising out of the Issuer's security provided to third parties

Unit of measurement: *thousand rubles*

Parameter	2014, 6 months
Total amount of the Issuer's liabilities arising out of the Issuer's security	6,832
Total amount of third party's liabilities covered by the Issuer's security with account of the Issuer's limited responsibility for the above third party's liability defined basing upon security conditions and third party's actual outstanding debt	0
Including pledge or guarantee	0

Issuer's liabilities arising out of security (including pledge or guarantee) provided to third parties during the period from the start date of the current financial year to the expiration date of the reporting quarter in the amount of at least 5 percent of the Issuer's book value as of the expiration date of the previous completed reporting period prior to the date of security granting

No liabilities arose during the above reporting period.

2.3.4. Other liabilities of the Issuer

Other liabilities uncovered by the accounting (financial) statements which may have a significant effect on the Issuer's financial status, liquidity, funding sources and conditions of availability of these funding sources, results of the Issuer's activities and expenses are not available.

2.4. Risks of acquisition of placed issuable securities

Issuer's risk management policy

Acquisition of issuable securities by the Issuer is associated with a range of risks resulting in losses for securities holders (income or investment losses and losses exceeding investments).

This Section contains information on risk factors associated with acquisition of issuable securities by the Issuer. The list of factors is not exhaustive and is based upon the Issuer's opinion and estimates.

The Issuer considers the risk management as one of critical elements of strategic management and internal control. The Issuer's risk management policy includes both potential unfavorable events (threats) and favorable events (opportunities). The Issuer detects, evaluates and controls threats and opportunities on a regular basis and adapts its activities to minimize probability and potential consequences of these threats and to benefit from the opportunities, as well as submit this information to shareholders and other interested persons.

The Issuer's risk management policy is oriented toward reducing probability and materiality of risks and, finally, toward reaching strategic goals. To this end, the Issuer introduces acceptable risk levels for each category of material risks.

The Issuer's risk management policy takes into account the relations between risks of different categories. To assess their total effect on its activities, the Issuer applies a uniform approach for evaluating financial, operational and other risks.

The Issuer's risk management policy makes allowance both for shareholders' interests and potential consequences of its activities for other related parties.

Key objectives of the Issuer's risk management policy are as follows:

- meeting requirements of the proper corporate management practice which forces the Issuer to focus on risk assessment, monitoring and management and risk information disclosure;
- preventing threats to the Company's strategic goals and taking necessary protection measures;
- coordinating and integrating risk management processes related to different aspects of the Company's financial and business activities to increase overall efficiency of the Company's management;
- benefiting from new opportunities to increase assets value and the Issuer's profitability over the long-term horizon.

The Issuer will take all necessary measures to mitigate the effect of any unfavorable changes (if any).

The Issuer's risk management policy connected with the processes of strategic and operational planning and budgeting enable the Issuer's management bodies to take most effective and economically feasible decisions.

The Risk Management Policy of IDGC of Volga, JSC adopted by the decision of the Company's Board of Directors (Minutes No. 20 dated June 18, 2010) is an organizational and legal base for operating the Issuer's risk management system. The above documents contains basic principles of organization, implementation and control of risk management processes at IDGC of Volga, JSC. The Policy outlines primary actions for building a risk management system.

Below sub-clauses 2.4.1-2.4.5 contain the analysis of the most material risks which may have effect on the Issuer's activity. In case of any risk(s) the Issuer will take all reasonable measures to mitigate negative consequences of risk effects. To eliminate some risks, the Issuer took a range of protection measures and developed risk-specific response plans.

It should be noted that the Issuer admits the existence of other unknown or minor risks. Uncertainty of the situation unfolded impedes the preliminary development of adequate risk-specific measures, thus future actions will depend on each specific scenario. However, the Issuer will not guarantee that the measures taken to eliminate unfavorable changes will remedy the situation as the above factors may be beyond its control.

2.4.1. Industry risks

The industry development forecast is based upon overall dynamics of social and economic development of the RF regions and industries.

The demand for products of the Issuer's industry remains stable without any major fluctuations. However, the recession trends observed in global and Russian economy and, as consequence, stagnation of the real sector generates risks of significant decrease in power consumption (mainly, in

the industrial sector) and thus lower revenue from grid services and degraded financial performance.

Power transmission services are the main source of the Issuer's income. These services are delivered in seven regions: Saratov, Samara, Ulyanovsk, Penza and Orenburg regions, the Republic of Mordovia and the Chuvash Republic.

Apart from the Issuer, the operation area of the regions hosts other major grid organizations operating on a specially assigned site:

- the Samara region: Samara City Electric Networks, CJSC; Samara Network Company, CJSC;
- the Saratov region: Oblkommunenergo, OJSC; Saratov City Electric Network Enterprise, CJSC; Gazpromenergo, LLC; Volga Railway, branch of Russian Railways, OJSC; Energosbyt; South-East Railway, branch of Russian Railways, OJSC; Promenergo, LLC; Balenergaset, LLC;
- the Ulyanovsk region: Municipal Unitary Enterprise Ulyanovsk City Electric Networks; Ulyanovsk Network Company, OJSC;
- the Orenburg region: State Unitary Enterprise Orenburg Municipal Electric Networks; Orenburgenergoneft, LLC;
- the Penza region: Penza Gorelektroset, CJSC; Municipal Enterprise Gorelektroset (Zarechniy); Municipal Unitary Enterprise Gorelektroset (Kuznetsk); Network Company, LLC;
- the Republic of Mordovia: Technical Firm WATT, CJSC; Life Support Systems, LLC; Elektroteploset, LLC;
- the Chuvash Republic: Municipal Technologies, LLC; Kanash City Electric Networks, OJSC; Municipal Unitary Enterprise Shumerlya City Electric Networks.

No raw material is required for core business of the Issuer, thus the Company is not affected by risks associated with fluctuation of prices of production raw materials.

However, the Company may face a high risk of increased expenses associated with electric power purchase to compensate power losses in distribution grids which will result from liberalization of prices at the electric power wholesale market.

Risks of changes in prices of materials, equipment and services involved in the Issuer's activities are mitigated by open tendering according to the Regulation for purchase of goods, works and services for the needs of IDGC of Volga, JSC.

Pursuant to the applicable law, any provider of electric power transmission services shall be deemed to be a subject of the natural monopoly eliminating any competition environment. Activities of this provider shall be subject to the state regulation.

Tariffs (prices) of the Issuer's services are fixed by regulatory bodies of concerned RF constituents (Saratov, Samara, Ulyanovsk, Penza and Orenburg regions, the Republic of Mordovia and the Chuvash Republic) basing upon powers outlined in the Federal Law No. 35-FZ "On Electric Power Industry" dated March 26, 2003. Pursuant to this law, tariffs shall be valid at least 12 months (this validity period may be changed by the Decree of RF Government). Therefore, a minor risk of tariffs change during one financial year is possible.

It should be noted that the RF Government decided to "freeze tariffs" until July 01, 2015.

2.4.2. Country and regional risks

No modifications were made to this information during the reporting quarter.

2.4.3. Financial risks

Inflation risk

The inflation dynamics has effect on the Issuer's financial status. This effect originates from the relation between the Issuer's expenses and consumer price index, plus the electricity price growth is limited by the state regulation policy (prices may not match inflation).

Starting from December 31, 2009 till June 30, 2014, the moderate inflation rate is observed in the domestic economy. The below table contains inflation indices published by the Federal State Statistics Service.

<i>Period</i>	<i>Inflation over the period*</i>
<i>1st half of 2014</i>	<i>4.8%</i>
<i>2013</i>	<i>6.5%</i>
<i>2012</i>	<i>6.6%</i>
<i>2011</i>	<i>6.1%</i>
<i>2010</i>	<i>8.8%</i>
<i>2009</i>	<i>8.8%</i>

** according to the data of the Federal State Statistics Service*

Inflation for the first six months of 2014 amounts to 4.8%. At the end of the first six months of 2013, this index was equal to 3.5%. As compared to the previous year, the inflation growth by 1.3 points is observed.

By estimates of the RF Central Bank, it is more likely that actual inflation index will exceed the target level of 0.5% by the end of 2014 as a result of higher than expected impact of the rate dynamics on consumer prices, growing inflationary expectations and unfavorable market trends for specific goods.

Article 269, RF Tax Code says that “limit value of percents considered as expenses is equal to the refinancing rate of the RF Central Bank increase by 1.1 times”, thus inflation exceeding 9.08% is a critical level for companies forced to deliver services at fixed tariffs approved for the current financial year.

This inflation level may have an adverse effect on the Issuer's capability to pay dividends on its securities.

Sensitivity of indicators specified in the Issuer’s financial statements issued under Russian Accounting Standards (RAS) to the above financial risks.

The financial risks have the highest impact on the following financial indicators:

- Net profit (decrease);
- Cash (reduced spare cash);
- Receivables (decreased receivables value);
- Payables (longer pay back period);
- Payable interests (increased cost of loan servicing).

To mitigate the above risks, the following measures were introduced:

- continuous monitoring of inflation rate, and optimization of financial flows due to improved financial discipline;
- development of budget policy and strict fulfillment of income and cost plan;
- development of efficient credit policy of the Company and credit raising to eliminate any cash shortages;
- analysis of financial activities to find solutions for boosting profitability and cost efficiency, saving financial resources and improving the Company’s financial stability;
- optimization of cost management through reduction of expenses;
- receivables and payables management;
- improvement of receivables claim administration;
- corporate control over financial and business activities of the Issuer.

2.4.4. Legal risks

No modifications were made to this information during the reporting quarter.

2.4.5. Issuer’s Business Risks

No modifications were made to this information during the reporting quarter.

III. Issuer's detailed information

3.1. Issuer's incorporation and development

3.1.1. Issuer's firm name

Full firm name of the Issuer: *Open Joint-Stock Company Interregional Distribution Grid Company of Volga*

Date of introduction of current full firm name:

29.06.2007

Abbreviated firm name of the Issuer: *IDGC of Volga, JSC*

Date of introduction of current abbreviated firm name: *29.06.2007*

Full or abbreviated firm name of the Issuer (name for non-profit organization) is similar to the name of other legal entity

Names of the above legal entities:

1. Open Joint-Stock Company Interregional Distribution Grid Company of Center (IDGC of Center, JSC);
2. Open Joint -Stock Company Interregional Distribution Grid Company of the North Caucasus (IDGC of the North Caucasus, JSC);
3. Open Joint -Stock Company Interregional Distribution Grid Company of the North-West (IDGC of the North-West, JSC);
4. Open Joint-Stock Company Interregional Distribution Grid Company of Urals (IDGC of Urals, JSC);
5. Open Joint-Stock Company Interregional Distribution Grid Company of Siberia (IDGC of Siberia, JSC);
6. Open Joint-Stock Company Interregional Distribution Grid Company of the South (IDGC of the South, JSC);
7. Open Joint -Stock Company Interregional Distribution Grid Company of Center and Volga region (IDGC of Center and Volga region).

Clarifications required to avoid any name confusion:

To avoid any confusion of the Issuer's name and names of the above interregional distribution grid companies, the Issuer asks to pay attention to geographical parts of full and abbreviated names of these companies.

Issuer's previous names registered throughout its existence:

Issuer's name remained unchanged throughout its existence.

3.1.2. Details on state registration of the Issuer

Basic state registration number of the legal entity: *1076450006280*

Date of state registration: *29.06.2007*

Name of the registering body: *Interdistrict Inspectorate of the Federal Tax Service of Russia No. 8 for the Saratov region*

3.1.3. Details on the Issuer's incorporation and development

No modifications were made to this information during the reporting quarter.

3.1.4. Contact information

Location of the Issuer: *42/44, ul. Pervomayskaya, Saratov 410031, Russia*

Tel.: *(8452) 30-26-59*

Fax: *(8452) 28-53-70, 28-54-10*

E-mail: *www.mrsk-volgi.ru*

Web-page(s) containing information on the Issuer and its securities issued or to be issued by the Issuer:

www.mrsk-volgi.ru/; <http://www.e-disclosure.ru/portal/company.aspx?id=12131>

Name of a special services of the Issuer for communication with shareholders and investors of the Issuer: **Department for Corporate Governance and Cooperation with Shareholders**

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

Tel.: **(8452) 30-24-89**

Fax: **(8452) 28-34-82**

E-mail: **yg.burceva@mrsk-volgi.ru**

No web-pages are available.

3.1.5. Taxpayer's Identification Number

6450925977

3.1.6. Branches and representative offices of the Issuer

Changes in the list of branches and representative offices of the Issuer occurred in the reporting quarter and information on changes in name and address of a branch and representative office, name of its director, duration of a Letter of Attorney given by the Issuer to the director occurred in the reporting quarter (if any).

Changes in the list of the Issuer's branches occurred in Q2, 2014:

Name of a branch/representative office	Location
Branch of IDGC of Volga, JSC – Saratov Distribution Grids	42/44, ul. Pervomayskaya, Saratov 410031, Russia
Director's name	By Order of IDGC of Volga, JSC No. 113-П dated April 28, 2014, the duties of Deputy General Director of IDGC of Volga, JSC - Director of Saratov Distribution Grids have been charged upon Puchkova Irina Yurievna.
Duration of the Power of Attorney for the Director	29.04.15

3.2. Issuer's core business

3.2.1. Issuer's industry

Issuer's core business according to All-Russian Classifier of Types of Economic Activity (OKVED): **40.10.2**

OKVED Codes
40.10.3
40.10.5
64.20.11
74.14
74.15.2
55.51
60.24.1
60.24.2
70.2

3.2.2. Issuer's core business

Types of business (types of operations and products (works, services)) generating over 10 percent of the Issuer's revenue (income) for the reporting period

Unit of measurement: **thousand rubles**

Business type: Electric power transmission services in 2008-2012 and Q1-2 of 2014; and electric power transmission services and sales of electric power and capacity in 2013.

Parameter	2013, 6 months	2014, 6 months
Revenue (sales) from this business type, th. rub.	19,078,007	22,633,104
Share of revenue (sales) from this business type in total revenue (sales) of the Issuer, %	83.47	99.1

Parameter	2013, 6 months	2014, 6 months
Revenue (sales) from this business type, th. rub.	19,078,007	22,633,104
Electricity and capacity sales, th. rub.	3,588,519	0
Share of revenue (sales) from this business type in total revenue (sales) of the Issuer, %	99.17	99.10

Changes in the Issuer's revenue (sales) from its core business by 10 and more percent as compared to the similar period of the previous year and causes of these changes

Electric power transmission sales for the first six months of 2014 amounted to 22,633,104 th. rub. This amount exceeds the revenue earned in 2013 by 3,555,097 th. rub. or 19%. In general, this can be attributed to a particular procedure for recording electric power sales in 2013.

Seasonal nature of the Issuer's core business

Company's core business, delivery of electric power transmission services, is of seasonal nature: in autumn and winter (Q4 and Q1), growing consumption boosts the electric power transmission sales. Repair and reconstruction of electric grid facilities is mainly carried out in Q2-3.

Overall structure of the Issuer's cost

Cost items	2014, 6 months
Raw materials and materials, %	2.41
Purchased components, semi-products, %	0
Outsourced production works and services, %	2.34
Fuel, %	1.02
Power, %	14.07
Labor costs, %	16.92
Interests on loans, %	0
Rental fee, %	0.65
Social payments, %	5.08
Depreciation of fixed assets, %	12.95
Taxes added to product cost, %	1.64
Other costs (specify)	
depreciation of intangible assets, %	0.08
incentives for technical improvements, %	0
compulsory insurance payments, %	0.07
hospitality expenses, %	0
other, %	1.07

Services of FGC UES, JSC	22.37
Services of distribution grid companies	17.78
Non-state pension contributions (Non-State Pension Fund of Power Industry), %	0.21
Purchased power for production and business needs, %	0.96
travel expenses, %	0.29
Leasing, %	0.07
Total: expenses for production and sale of goods (works, services) (prime cost), %	100
For reference: Proceeds from sale of products (works, services), % to the prime cost	105.1

The following cost items have a maximum share in total Company's costs for six months of 2014:

- services of FGC UES, JSC – 22.37%
- services provided by distribution grid companies – 17.78%
- labor costs – 16.92%
- power – 14.07%
- depreciation of fixed assets – 12.95%

No significant changes in the Issuer's cost structure were observed during the above periods. Significant new products (works or services) offered in the Issuer's core business market as may be generally known. State the status of these products (works or services).

No new essential products (works or services) emerged.

Standards (regulations) applicable to the accounting (financial) statements and calculations specified in this section of the Quarterly Report:

- Federal Law No. 402-FZ dated December 06, 2011 "On Accounting";
- Regulation on accounting "Accounting of inventories" RAS 5/01 approved by Order No. 44H of the RF Ministry of Finance dated June 09, 2001;
- Regulation on accounting "Accounting reporting of an organization" RAS 4/99 approved by Order No. 43H of the RF Ministry of Finance dated July 06, 1999;
- Regulation on accounting "Expenses of an organization" RAS 10/99 approved by Order No. 33H of the RF Ministry of Finance dated May 06, 1999;
- Regulation on accounting "Accounting policy of an organization" RAS 1/2008 approved by Order No. 106H of the RF Ministry of Finance dated October 06, 2008;
- Regulation on accounting "Accounting of fixed assets" RAS 6/01 approved by Order No. 26H of the RF Ministry of Finance dated March 30, 2001;
- Regulation on accounting "Events after the reporting date" RAS 7/98 approved by Order No. 56H of the RF Ministry of Finance dated November 25, 1998;
- Regulation on accounting "Accounting of expenses under loans and credits" RAS 15/08 approved by Order No. 107H of the RF Ministry of Finance dated October 06, 2008;
- Regulation on accounting "Income of an organization" RAS 9/99 approved by Order No. 32H of the RF Ministry of Finance dated May 06, 1999;
- Regulation on accounting "Accounting of intangible assets" RAS 14/07 approved by Order No. 153H of the RF Ministry of Finance dated December 27, 2007;
- Regulation on accounting "Accounting of assets and liabilities in foreign currency" RAS 3/2006 approved by Order No. 154H of the RF Ministry of Finance dated November 27, 2006.

3.2.3. Issuer's materials, goods (raw materials) and suppliers

For 6 months, 2014

Issuer's suppliers delivering at least 10 percent of total materials and goods (raw materials)

Full firm name: ***Closed Joint-Stock Company Mitep-Volga***

Location: ***9, ul. Sobornaya, Saratov 410028, the Saratov region, Russia***

INN (Taxpayer's Id. No.): ***6439073422***

OGRN (Primary State Registration Number): **1106439000348**

Share in total supplies, %: **11.2**

Changes in prices of basic materials and goods (raw materials) exceeding 10% during specific reporting period as compared to the similar reporting period of the previous year

No changes in prices of basic materials and goods (raw materials) exceeding 10% occurred during the specific reporting period.

Import share in supplies of materials and goods; expected availability of import sources in future and alternative sources

No import supplies.

3.2.4. Markets for the Issuer's products (works or services)

No modifications were made to this information during the reporting quarter.

3.2.5. Issuer's permits (licenses) for specific works

No modifications were made to this information during the reporting quarter.

3.2.6. Activities of specific categories of issuers of issuable securities

The Issuer is neither a joint-stock investment fund, insurance, credit organization nor a mortgage agent.

3.2.7. Additional requirements to issuers which carry out mining operations as a core business

Mining is not a core business of the Issuer.

3.2.8. Additional requirements to issuers which deliver communication services as a core business

Delivery of communication services is not a core business of the Issuer.

3.3. Issuer's future business

No modifications were made to this information during the reporting quarter.

3.4. Participation of the Issuer in banking groups and holdings, holding companies and associations

No modifications were made to this information during the reporting quarter.

3.5. Significant subsidiaries and affiliates of the Issuer

1. Full firm name: ***Open Joint-Stock Company Social Sphere-M***

Abbreviated firm name: ***Social Sphere-M, JSC***

Location: ***50, prospekt Lenina, Saransk, the Republic of Mordovia, Russia***

INN (Taxpayer's Id. No.): ***1326185581***

OGRN (Primary State Registration Number): ***1021300973033***

Legal basis enabling the Issuer to control affiliates or subsidiaries (participation in the Issuer's affiliate or subsidiary; entering into an agreement for property trust management; partnership agreement, agency agreement, shareholder's agreement or other agreement for exercising rights certified by shares (participation interest) of the Issuer's affiliate or subsidiary):

Participation in the Issuer's affiliate or subsidiary.

Evidence of the Issuer's control of an organization for which the Issuer acts as a controlling company: ***recognized as a subsidiary and affiliate pursuant to Articles 105 and 106 of the RF Civil Code.***

Type of control: ***direct control***

Issuer's share in the authorized capital of its subsidiary or affiliate: ***100%***

Ordinary shares held by the Issuer: ***100%***

Share of a subsidiary or affiliate in the authorized capital of the Issuer: ***0%***

Issuer's ordinary shares held by a subsidiary or affiliate: ***0%***

Core activity of the company:

Delivery of sanatorium and health resort treatment services, accommodation and meal services,

medical care and preventive treatment services.

Non-core activity.

The Board of Directors (Supervisory Board) of the Company:

Board of Directors (Supervisory Board) – N/A.

The sole (single member) executive body of the Company:

Full name	Ownership interest of the person in the authorized capital of the Issuer, %	Percentage of the Issuer's ordinary shares held by the person, %
Tikin Ivan Vasilievich	0	0

Collegial executive body of the Company

Collegial executive body – N/A.

2. Full firm name: **Open Joint-Stock Company Chuvash Autotransport Company**

Abbreviated firm name: **ChAK, JSC**

Location: **21, ul. Promyshlennaya, Novocheboksarsk, the Chuvash Republic, Russia**

INN (Taxpayer's Id. No.): **2124021783**

OGRN (Primary State Registration Number): **1042124002117**

Legal basis enabling the Issuer to control affiliates or subsidiaries (participation in the Issuer's affiliate or subsidiary; entering into an agreement for property trust management; partnership agreement, agency agreement, shareholder's agreement or other agreement for exercising rights certified by shares (participation interest) of the Issuer's affiliate or subsidiary):

Participation in the Issuer's affiliate or subsidiary.

Evidence of the Issuer's control of an organization for which the Issuer acts as a controlling company: **recognized as a subsidiary and affiliate pursuant to Articles 105 and 106 of the RF Civil Code.**

Type of control: **direct control**

Issuer's share in the authorized capital of its subsidiary or affiliate: **100% minus one share**

Ordinary shares held by the Issuer: **100% minus one share**

Share of a subsidiary or affiliate in the authorized capital of the Issuer: **0%**

Issuer's ordinary shares held by a subsidiary or affiliate: **0%**

Core activity of the company:

Delivery of transportation services; vehicle operation, maintenance and repair services.

Rendering of transportation services to Chuvashenergo, a branch of IDGC of Volga, JSC.

The Board of Directors (Supervisory Board) of the Company:

Full name	Ownership interest of the person in the authorized capital of the Issuer, %	Percentage of the Issuer's ordinary shares held by the person, %
Zaretskiy Dmitriy Lvovich (Chairman)	0.00052	0.00052
Eremina Elena Petrovna	0	0
Kakutina Irina Vladimirovna	0	0
Puchkova Irina Yurievna	0	0
Fedoseyev Aleksey Yurievich	0	0

Sole executive body of the Company:

Full name	Ownership interest of the	Percentage of the Issuer's ordinary
-----------	---------------------------	-------------------------------------

	person in the authorized capital of the Issuer, %	shares held by the person, %
Shashurin German Lvovich	0	0

Collegial executive body of the Company
Collegial executive body – N/A.

3. Full firm name: **Open Joint-Stock Company Solnechniy Sanatorium-Preventorium**
 Abbreviated firm name: **Solnechniy Sanatorium-Preventorium, JSC**
 Location: **58, ul. Turbinnaya, Orenburg, Russia**
 INN (Taxpayer's Id. No.): **5611031844**
 OGRN (Primary State Registration Number): **1045607457345**

Legal basis enabling the Issuer to control affiliates or subsidiaries (participation in the Issuer's affiliate or subsidiary; entering into an agreement for property trust management; partnership agreement, agency agreement, shareholder's agreement or other agreement for exercising rights certified by shares (participation interest) of the Issuer's affiliate or subsidiary):

Participation in the Issuer's affiliate or subsidiary.

Evidence of the Issuer's control of an organization for which the Issuer acts as a controlling company: **recognized as a subsidiary and affiliate pursuant to Articles 105 and 106 of the RF Civil Code.**

Type of control: **direct control**

Issuer's share in the authorized capital of its subsidiary or affiliate: **100% minus one share**

Ordinary shares held by the Issuer: **100% minus one share**

Share of a subsidiary or affiliate in the authorized capital of the Issuer: **0%**

Issuer's ordinary shares held by a subsidiary or affiliate: **0%**

Core activity of the Company:

Delivery of medical care services, sanatorium and health resort treatment services and fitness services.

Non-core activity

The Board of Directors (Supervisory Board) of the Company:

Full name	Ownership interest of the person in the authorized capital of the Issuer, %	Percentage of the Issuer's ordinary shares held by the person, %
Katelin Sergey Gennadievich (Chairman)	0.0000003	0.0000003
Avtonoshkina Maria Aleksandrovna	0	0
Kazhaev Viktor Fedorovich	0	0
Nisiforov Aleksey Viktorovich	0	0
Rebrova Natalia Leonidovna	0.000035	0.000035

Sole executive body of the Company:

Full name	Ownership interest of the person in the authorized capital of the Issuer, %	Percentage of the Issuer's ordinary shares held by the person, %
Chigarkova Evgeniya Vladimirovna	0	0

Collegial executive body of the Company
Collegial executive body – N/A.

4. Full firm name: **Open Joint-Stock Company Energoservice of Volga**

Abbreviated firm name: **Energoservice of Volga, JSC**

Location: **149A, ul. Moskovskaya, Saratov 410012, Russia**

INN (Taxpayer's Id. No.): **6450945684**

OGRN (Primary State Registration Number): **1116450000061**

Legal basis enabling the Issuer to control affiliates or subsidiaries (participation in the Issuer's affiliate or subsidiary; entering into an agreement for property trust management; partnership agreement, agency agreement, shareholder's agreement or other agreement for exercising rights certified by shares (participation interest) of the Issuer's affiliate or subsidiary):

Participation in the Issuer's affiliate or subsidiary.

Evidence of the Issuer's control of an organization for which the Issuer acts as a controlling company: **recognized as a subsidiary and affiliate pursuant to Articles 105 and 106 of the RF Civil Code.**

Type of control: **direct control**

Issuer's share in the authorized capital of its subsidiary or affiliate: **100%**

Ordinary shares held by the Issuer: **100%**

Share of a subsidiary or affiliate in the authorized capital of the Issuer: **0%**

Issuer's ordinary shares held by a subsidiary or affiliate: **0%**

Core activity of the Company:

Activities to support normal operation of electric power grids and heat network

The Board of Directors (Supervisory Board) of the Company:

Full name	Ownership interest of the person in the authorized capital of the Issuer, %	Percentage of the Issuer's ordinary shares held by the person, %
Kuliev Vyacheslav Igorevich (Chairman)	0	0
Buklanov Maksim Vladimirovich	0	0
Vinokurov Igor Vladimirovich	0	0
Nasyrov Sergey Yurievich	0	0
Puchkova Irina Yurievna	0	0
Rebrova Natalia Leonidovna	0.000035	0.000035
Sofinsky Aleksey Valerianovich	0.00000044	0.00000044

Sole executive body of the Company:

Full name	Ownership interest of the person in the authorized capital of the Issuer, %	Percentage of the Issuer's ordinary shares held by the person, %
Vinokurov Igor Vladimirovich	0	0

Collegial executive body of the Company
Collegial executive body – N/A.

3.6. Composition, structure and cost of the Issuer's fixed assets; planned acquisition, replacement and disposal of fixed assets; and any encumbrance of the Issuer's fixed assets

3.6.1. Fixed assets

By the end date of the reporting quarter:

Unit of measurement: *thousand rubles*

Name of group of fixed assets	Initial (replacement) cost	Amount of accumulated depreciation
Land	78,289	
Buildings	7,251,311	1,374,088
Structures (except for power transmission lines, heat networks and hydraulic structures). Hydraulic structures	2,222,436	578,179
Power transmission lines (transmission lines and cable lines)	25,422,313	8,579,335
Heat networks	14,321	4,063
Machines and equipment (except for electric power conversion equipment)	7,592,576	3,470,554
Electric power conversion equipment	31,241,301	9,258,443
Transport	2,018,843	836,351
Other	1,139,472	820,381
TOTAL	76,980,862	24,921,394

Depreciation methods for specific groups of fixed asset items:

Fixed assets are subject to depreciation equal to 1/12 annual amount on a monthly basis using a linear method for all groups of homogeneous items throughout their service life.

Reporting date: **30.06.2014**

Results of previous revaluation of fixed assets and long-term leased fixed assets performed during the previous completed financial year with the revaluation date, full and residual (net of depreciation) book value of fixed assets prior to revaluation and full and residual (net of depreciation) replacement cost of fixed assets with account of this revaluation. This information is given for specific groups of fixed asset items. Depreciation methods for specific groups of fixed asset items shall be stated.

During the reporting period fixed assets were not revaluated.

Planned acquisition, replacement and disposal of fixed assets with the value of 10 and more percent of the Issuer's book value and other fixed assets (at the Issuer's discretion), as well as any encumbrance of the Issuer's fixed assets (stating the encumbrance type, date, duration and other conditions at the Issuer's discretion): *the Issuer has no immediate plans for acquiring, replacing and disposing fixed assets with the value of 10 and more percent of the Issuer's book value. Fixed assets are free from any encumbrance.*

IV. Details on financial and economic activity of the Issuer

4.1. Results of financial and economic activity of the Issuer

Dynamics of the Issuer's financial and business indicators (including profitability and unprofitability) calculated basing upon its accounting (financial) statements

Standards (regulations) applicable to the accounting (financial) statements used to calculate the above indicators:

Unit of measurement for uncovered loss amount:

thousand rubles

Parameter	2013, 6 months	2014, 6 months
Norm of net income, %	-0.9	-0.6

Asset turnover ratio, times	0.4	0.4
Return on assets, %	-0.3	-0.2
Return on Equity (ROE), %	-0.5	-0.3
Uncovered loss as of the reporting date	-1,311,418	-1,242,537
Uncovered loss as of the reporting date/book value ratio, %	-0.02	-0.02

All indicators were calculated using recommended calculation methods.

Economical analysis of the Issuer's profitability/unprofitability basing upon dynamics of the above indicators; causes (in the opinion of management bodies) of the Issuer's loss/profit specified in the accounting (financial) statements:

Following the results of the Company's activity for 6 months of 2014, revenue from sales of services totaled 22,838,946 thousand rubles, gross profit – 1,104,533 thousand rubles, net loss – 136,344 thousand rubles.

Return on equity for the reporting period amounted to 0.3%; return on assets – 0.2%; and net profit margin – 0.6%.

Uncovered loss/total balance ratio as of the end of the reporting period amounted to 0.02%.

No degraded estimated indicators as compared to the actual figures for the first six months of 2013 were observed.

Members of the Issuer's management bodies disagree over the causes or their effect on the Issuer's financial and business results: **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 regarding the above causes and/or their effect on the Issuer's financial and business results. This dissenting opinion was specified in the minutes of the meeting of the Issuer's Board of Directors (Supervisory Board) or collegial executive body with the agenda covering these issues, and this member insists on stating this opinion in the Quarterly Report: **No**.

4.2. Issuer's liquidity, capital and floating assets adequacy

Dynamics of the Issuer's liquidity indicators calculated basing upon its accounting (financial) statements

Standards (regulations) applicable to the accounting (financial) statements used to calculate the above indicators: **RAS**

Unit of measurement for "Net Floating Capital" indicator: **thousand rubles**

Parameter	2013, 6 months	2014, 6 months
Net floating capital	515,699	2,827,543
Current liquidity ratio	1.09	1.58
Quick liquidity ratio	0.81	1.22

Note: indicators were calculated using the method recommended by the Central Bank of Russia.

Dynamics of liquidity indicators (at the Issuer's discretion) calculated basing upon consolidated accounting (consolidated financial) statement of the Issuer being part of the Quarterly Report: **No**.

Basic factor contributing to overall profitability of the Issuer is the availability of floating capital. The net floating capital considerably exceeds the 2013 indicator thus showing a high financial stability of the Issuer.

The evaluation of the Issuer's financial and business activities is based upon the liquidity of its floating assets. The liquidity ratios observed at the end of the concerned period give evidence of the

Issuer's stable financial status thus guarantying its solvency. Using its own funds, the Issuer is able to cover funds invested into its assets thus preventing any unreasonable receivables and payables and to pay off its liabilities in due time.

All indicators were calculated using recommended calculation methods: **Yes**.

Economical analysis of the Issuer's liquidity, solvency and capital adequacy for paying off its short-term liabilities and for covering current operating expenses basing upon the economical analysis of dynamics of the above indicators along with factors which, in the opinion of the Issuer's management bodies, had material effect on the Issuer's liquidity and solvency:

Structure of sources for funding floating assets:

Structure of the Issuer's liabilities basing upon the results of the reporting period:

Unit of measurement: %	
Liabilities	as of June 30, 2014
long-term liabilities	36.7%
short-term liabilities	63.3%

Sources of funding of the Issuer's floating assets:

- own sources;

- credits

Issuer's floating asset funding policy

The Issuer's floating asset funding policy implies optimization of scope and structure of funding sources with account of efficient use of the Issuer's equity and sufficient financial stability.

Factors which may change the Issuer's floating asset funding policy and estimated probability of occurrence of these factors

The policy of financing of the current assets is based on establishing a balanced budget of cash flows. At the moment, financing of the current assets is performed out of revenues from the Company's core activities, as well as through the use of borrowed resources. Thus, the factors that may adversely affect the policy of financing the Issuer's current assets are unlikely to occur, due to smart financial policy pursued by the Company's management bodies.

Members of the Issuer's management bodies disagree over the causes or their effect on the Issuer's financial and business results: **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 regarding the above causes and/or their effect on the Issuer's financial and business results. This dissenting opinion was specified in the minutes of the meeting of the Issuer's Board of Directors (Supervisory Board) or collegial executive body with the agenda covering these issues, and this member insists on stating this opinion in the Quarterly Report: **No**.

4.3. Financial investment of the Issuer

By the end date of the reporting quarter:

List of the Issuer's investments amounting to 5 and more percent of its total investments as of the end date of the reporting period

Issuable securities investments

Category of securities: **shares**

1. Full firm name of the Issuer: ***Open Joint-Stock Company Chuvash Autotransport Company***

Abbreviated firm name of the Issuer: ***ChAK, JSC***;

Location of the Issuer: ***21, ul. Promyshlennaya, Novocheboksarsk, the Chuvash Republic, Russia***

INN (Taxpayer's Id. No.): ***2124021783***

OGRN (Primary State Registration Number): ***1042124002117***

Date of state registration of the issue(s) of securities	Reg. No.	Registering body
18.06.2004	1-01-11795-E	Regional Department of the Federal Commission for the Securities Market (FCSM) of Russia in the Volga Federal District

Number of securities owned by the Issuer: **90,859**

Total nominal value of securities owned by the Issuer: **90,859,000 RUB x 1000**

Total book value of securities owned by the Issuer:

64,797,188.57

Unit of measurement: **rub.**

The Issuer of securities is a subsidiary and (or) affiliate of the Issuer which prepared this Quarterly Report.

In compliance with the resolution issued by the General Meeting of Shareholders on June 25, 2014 (Minutes No. 23 dated June 27, 2014) the dividends in specie on ordinary shares of ChAK, JSC according to the results of 2013 will be paid in the amount of 2.19 rubles per each ordinary share of the Company.

Additional information:

Dividends payable to a nominal holder and a beneficial owner being a professional security market participant shall be paid within 10 business days; dividends payable to other shareholders entered in the Shareholder Register shall be paid within 25 business days from the date of issuing the list of persons entitled to receive dividends.

2. Full firm name of the Issuer: **Open Joint-Stock Company Solnechniy Sanatorium-Preventorium**

Abbreviated firm name of the Issuer: **Solnechniy Sanatorium-Preventorium, JSC**

Location of the Issuer: **58, ul. Turbinnaya, Orenburg, Russia**

INN (Taxpayer's Id. No.): **5611031844**

OGRN (Primary State Registration Number): **1045607457345**

Date of state registration of the issue(s) of securities	Reg. No.	Registering body
27.10.2004	1-01-02935-E	Samara Regional Branch of FCSM of Russia

Number of securities owned by the Issuer: **425,399**

Total nominal value of securities owned by the Issuer: **42,539,900 RUB x 100**

Total book value of securities owned by the Issuer:

24,924,381.91

Unit of measurement: **rub.**

The Issuer of securities is a subsidiary and (or) affiliate of the Issuer which prepared this Quarterly Report.

In compliance with the resolution issued by the General Meeting of Shareholders on June 25, 2014 (Minutes No. 3/14 dated June 27, 2014) the dividends in specie on ordinary shares of ChAK, JSC according to the results of 2013 will be paid in the amount of 0.1058 rubles per each ordinary share of the Company.

Additional information:

Dividends payable to a nominal holder and a beneficial owner being a professional security market participant shall be paid within 10 business days; dividends payable to other shareholders

entered in the Shareholder Register shall be paid within 25 business days from the date of issuing the list of persons entitled to receive dividends.

3. Full firm name of the Issuer: ***Open Joint-Stock Company Social Sphere-M***
 Abbreviated firm name of the Issuer: ***Social Sphere-M, JSC***
 Location of the Issuer: ***50, prospekt Lenina, Saransk, the Republic of Mordovia, Russia***
 INN (Taxpayer's Id. No.): ***1326185581***
 OGRN (Primary State Registration Number): ***1021300973033***

Date of state registration of the issue(s) of securities	Reg. No.	Registering body
04.12.2002	1-01-10802-E	Regional Department of the Federal Commission for the Securities Market (FCSM) of Russia in the Volga Federal District

- Number of securities owned by the Issuer: ***10,807,921***
 Total nominal value of securities owned by the Issuer: ***10,807,921 RUB x 1***
 Total book value of securities owned by the Issuer:

10,807,921

Unit of measurement: ***rub.***

The Issuer of securities is a subsidiary and (or) affiliate of the Issuer which prepared this Quarterly Report.

In compliance with the resolution issued by the General Meeting of Shareholders on June 25, 2014 (Minutes No. 153/2014 dated June 27, 2014) the dividends in specie on ordinary shares of ChAK, JSC according to the results of 2013 will be paid in the amount of 0.0013 rubles per each ordinary share of the Company.

Additional information:

Dividends payable to a nominal holder and a beneficial owner being a professional security market participant shall be paid within 10 business days; dividends payable to other shareholders entered in the Shareholder Register shall be paid within 25 business days from the date of issuing the list of persons entitled to receive dividends.

4. Full firm name of the Issuer: ***Open Joint-Stock Company Energoservice of Volga***
 Abbreviated firm name of the Issuer: ***Energoservice of Volga, JSC***
 Location of the Issuer: ***149A, ul. Moskovskaya, Saratov 410012, Russia***
 INN (Taxpayer's Id. No.): ***6450945684***
 OGRN (Primary State Registration Number): ***1116450000061***

Date of state registration of the issue(s) of securities	Reg. No.	Registering body
25.03.2011	1-01-04598-E	Regional Department of the Federal Financial Markets Service of Russia in the South-East region

- Number of securities owned by the Issuer: ***1,000,000***
 Total nominal value of securities owned by the Issuer:
1,000,000 RUB x 1
 Total book value of securities owned by the Issuer:
1,000,000
 Unit of measurement: ***rub.***

The Issuer of securities is a subsidiary and (or) affiliate of the Issuer which prepared this Quarterly Report.

In compliance with the resolution issued by the General Meeting of Shareholders on June 25, 2014 (Minutes No. 153/2014 dated June 27, 2014) the dividends in specie on ordinary shares of ChAK, JSC according to the results of 2013 will be paid in the amount of 0.035 rubles per each ordinary share of the Company.

Additional information:

Dividends payable to a nominal holder and a beneficial owner being a professional security market participant shall be paid within 10 business days; dividends payable to other shareholders entered in the Shareholder Register shall be paid within 25 business days from the date of issuing the list of persons entitled to receive dividends.

Non-issuable securities investments: ***No non-issuable securities investments in the amount of 5 or more percent of total investments.***

Other financial investments: ***No other investments in the amount of 5 or more percent of total investments.***

Potential losses resulted from bankruptcy of organizations (companies) covered by the Issuer's investment projects broken down by investment categories: ***Value of the Issuer's investment is not subject to significant decrease; no potential losses resulted from bankruptcy of companies covered by the Issuer's investment projects are observed.***

The information on losses is a part of the Issuer's estimates of its investments specified in its accounting statements starting from the beginning of the reporting period until the end date of the last reporting quarter.

Accounting standards (regulations) used to calculate indicators specified in this clause of the Quarterly Report:

Investment information shall be recorded and specified in the accounting statements according to the following regulations:

- Federal Law No. 402-FZ dated December 06, 2011 "On Accounting";
- Regulation on accounting "Accounting reporting of the organization" RAS 4/99 approved by Order No. 43H of the RF Ministry of Finance dated July 06, 1999;
- Regulation on accounting "Expenses of an organization" RAS 10/99 approved by Order No. 33H of the RF Ministry of Finance dated May 06, 1999;
- Regulation on accounting "Accounting policy of an organization" RAS 1/2008 approved by Order No. 106H of the RF Ministry of Finance dated October 06, 2008;
- Regulation on accounting "Income of an organization" RAS 9/99 approved by Order No. 32H of the RF Ministry of Finance dated May 06, 1999;
- Regulation on accounting "Accounting of financial investments" RAS 19/02 approved by Order No. 126H of the RF Ministry of Finance dated December 10, 2002.

4.4. Intangible assets of the Issuer

By the end date of the reporting quarter:

Unit of measurement: ***thousand rubles***

Name of group of intangible assets	Initial (replacement) cost	Amount of accumulated depreciation
Patents, licenses, trademarks, etc.	173,720	132,649
Other types of intangible assets		
TOTAL	173,720	132,649

Accounting standards (rules) according to which the Issuer furnishes information on its

intangible assets:

- RAS 4/99 "Accounting (financial) statements of an organization" (approved by Order No. 43H of the RF Ministry of Finance dated July 06, 1999);
 - Regulation on accounting "Accounting of intangible assets" RAS 14/2007 (approved by Order No. 153H of the RF Ministry of Finance dated December 27, 2007);
 - Regulation on accounting "Accounting of research, development and engineering expenses" RAS 17/02 (approved by Order No. 115H of the RF Ministry of Finance dated November 19, 2002).
- Reporting date: **30.06.2014**

4.5. Issuer's policy and expenses associated with scientific and technical development, licenses and patents, new R&D projects

- 1. Issuer's policy related to scientific and technical development and new R&D projects is governed by the Regulation on Innovation Activities and is implemented according to the Innovation Development Program of IDGC of Volga, JSC.

Implementation of R&D and technological projects is one of the primary directions covered by the Innovation Development Program. Two R&D projects (to be brought forward to the next period) were in progress during the reporting quarter:

R&D works: "Development and fabrication of static dry-running blowout unit to compensate for capacitive currents in 6-10 kV grids";

R&D works: "Development of diagnostic equipment complex designed for remote detection of isolation defects at 35-220 kV substations";

No financing of R&D projects was planned by the Company for the reporting quarter.

2. As of the end of the reporting quarter, the Issuer holds the following Patents of the Russian Federation:

- Patent No. 120650, "Transformer oil recovery ejector unit with variable ballast within the microwave field of the resonator cavity";

- Patent No. 127536, "Device for automatic setting of compensation for line-to-ground fault capacitive currents";

- Patent No. 139774, "Overhead line long-rod ceramic insulator".

3. In the reporting quarter, the Issuer paid a patent fee for keeping in force the Useful Model Patent No.120650 "Transformer oil recovery ejector unit with variable ballast within the microwave field of the resonator cavity" for the third year in the amount of 850 rub.

The Issuer obtained the following trade (service) mark certificates registered in the Public Register of Trademarks and Service Marks.

April 29, 2008:

- Trademark Certificate No. 349047 under application No. 2007730029;

- Trademark Certificate No. 349048 under application No. 2007730031;

- Trademark Certificate No. 349049 under application No. 2007730033.

December 03, 2008:

- Trademark Certificate No. 366456 under application No. 2007730032.

December 05, 2008:

- Trademark Certificate No. 366537 under application No. 2007730028.

4.6. Analysis of development trends in the Issuer's core industry

This Section contains opinions of members of the Issuer's management bodies.

Key development trends of the Issuer's core industry:

Historically, the electric power industry became a vital economic sector in Russia. As a part of the fuel and energy complex (FEC), the industry effects the development of all business areas and indicates the economical stability of the country.

In 2000-2008, the electric power industry overcame some negative power consumption trends emerged in the middle 90s and, starting 1999, enjoyed growing electric power demand. The industrial

production boom and increased solvency of electricity and heat consumers eliminated non-payment issues observed in the power industry.

Economical advance and consequent structural changes assign a new task to the electric power industry. At this new stage, the electric power industry has to act as an infrastructural platform for launching new production facilities or expanding the existing facilities, if reasonably required. This task involves accelerated development of the network and technological structure of the electric power industry and improvement of its flexibility.

In 2002-2005, the following primary development trends in the industry were observed:

- emerging infrastructural organizations of the wholesale market: System Operator - Central Dispatch Department; UNEG Management Organization - FGC UES, JSC; Administrator of Trading System - Nonprofit Partnership "ATS";
- preparation for and starting of reorganization of "AO-Energo": launching of generating, sales and network (distribution and trunk) companies;
- launching of a free sector for electric power wholesaling "5-15";
- launching of an electric capacity wholesale sector.

The global financial and economic recession had an adverse effect on Russian economy. In Q4, 2008, the economical growth trend observed during the period from 2000 till the first six months of 2008 merged into deceleration and then into decrease in electricity consumption of major metallurgical and engineering companies.

These unfavorable trends persisted throughout 2009. In 2009, the electricity supplies to the grid of IDGC of Volga, JSC decreased by 8.2% as compared to 2008.

The growth in electricity transmission started in Q4, 2009 continued in 2013. This trend is generally attributed to the increase in electricity consumption by major industrial companies as a result of overall economic improvement in Russia.

Changes in regulatory environment at the stage of power industry reformation:

1. Starting January 01, 2006, the entrance of generating companies RAO UES of Russia, JSC founded as a result of reformation of AO-Energo and FGC UES, JSC to the electric power wholesale market entailed the review of information exchange between market participants and toughened requirements to electric power accounting in distribution grid companies (DGC).

2. Regulations for wholesale and retail electric power markets during the transitional period were adopted and introduced into effect in 2012 (Governmental Decree No. 1172 dated December 27, 2010 and No. 442 dated May 04, 2012). The above regulations altered the procedure of payment for DGC services and relations between DGC and their clients.

3. The procedure for regulating prices of services delivered by FGC UES, JSC was altered starting July 01, 2006. Due to introduction of new principles of UNEG price regulation (switching to payment under customer contract demand), DGC was enabled to plan the scope and amount of services delivered by FGC UES, JSC for 2006 and consequent years more accurately.

4. Changed procedure for regulating prices of transmission services delivered by network companies starting January 01, 2008; payment for electric power transmission services at double-rate tariff, network maintenance rate (basing upon the customer contract demand) and at loss payment rate (basing upon the actual volume of electric power transmission).

5. Introduction of uniform (boiler-based) tariffs for electric power transmission services according to the requirements of the Russian Federal Tariff Service and the Russian Government. In addition to introduction of a uniform tariff for transmission services in the region, this interaction pattern implies that DGC will enter into contracts for electric power delivery to end consumers with all regional network companies.

The following factors have most significant impact on the industry status: speed of reforming processes (availability of regulatory background); availability of solvent consumer demand; and technical condition of fixed production assets.

Overall assessment of the Issuer's performance within this industry.

IDGC of Volga, JSC succeeds in fulfilling tasks of national importance aiming at reliable and uninterrupted power supplies for all economic sectors.

In 2013, the decrease in electric power transmission (as compared to 2012) is attributed to changed boundary of the Company resulting from "direct" contracts signed between FGC UES, JSC and consumers connected to UNEG facilities.

Starting January 01, 2014, according to the adopted schedule (Order of the RF Ministry of Energy No. 403 "On approval (rejection) of offering electric grid facilities covered by the unified national (all-Russia) electric grid for rent to territorial grid organizations" dated August 24, 2012), all contracts in branches of IDGC of Volga, JSC were fully terminated.

Electric power transmission services delivered by IDGC of Volga, JSC (to compare data, this Section contains net power supply within the boundaries of the balance sheet attribution with account of deducted power supplies under "last mile" contracts terminated in 2014) during Q2, 2014 amounted to 11,832 mln kWh (5.26% lower than in 2013 and 2.30% lower than the target value).

In Q2, 2014, the profit from electricity transmission totaled 10,410 M rub. (VAT exempt) that is lower than the planned value by 59,984 M rub. (+0.58%).

In Q2, 2014 power losses amounted to 656 mln kWh as specified in the budgeted balance sheet of the Russian Federal Tariff Service. Loss compensation costs amounted to 1,068 M rub. (VAT exempt).

The reasons underlying the above operating results:

Decrease in net supplies is attributed to lower demand from such major consumers as Gazpromtransgaz Samara, LLC, Dizazh M, LLC and Rusenergoresurs, LLC.

Reduced electric energy losses in the grids of IDGC of Volga, JSC have been achieved through implementing comprehensive activities on reducing electric energy losses including organizational and technical actions aimed to improve the systems of energy accounting for technical and commercial (billing) purposes.

4.6.1. Analysis of factors and conditions having effect on the Issuer's activity

Factors and conditions having effect on the Issuer's activity and results of this activity; forecast duration of the above factors and conditions:

The reform of the electric power industry and significant governmental regulation covering the industry (including tariff regulation) are key factors having the most significant effect both on the electric power industry and the Issuer's activity.

Factors and conditions which may have a significant effect on activities of the Issuer's subsidiaries and affiliates are as follows:

- overestimated customer contract demand planned to calculate tariffs for electricity transmission services as compared to the value specified in the budgeted balance sheet of the Russian Federal Tariff Service; potential refusal of consumers to pay for capacity transmission services planned to calculate tariffs;

- lower actual electricity consumption as compared to planned values used to calculate tariffs for electricity transmission services;

- limit tariffs for electricity transmission services approved by the Russian Federal Tariff Service without taking into account total expenses incurred by the Company to ensure smooth and reliable operations and its further development;

- higher accident rate caused by capital consumption. Physical wear and obsolescence of fixed assets, tightened requirements to operating reliability and safety and growing severe accident hazard caused by deterioration of electric grid facilities dictate the necessity of paying more attention to reliability and safety of assets and funds.

The above factors are a part of a general trend of development of the Issuer's service market. In the Issuer's opinion, these factors may have a persistent effect on its activities on a mid-term horizon.

The Issuer's current and future methods for mitigating an adverse effect of factors and conditions on its activities:

In the Issuer's opinion, the following measures are and will be effective to mitigate negative factors and conditions of its activities:

- cooperation with electric power consumers for joint development of electricity budgeted balance sheets used to calculate tariffs with account of economic interests both of the network company and all participants of the electricity transmission market;
- reaching an optimal and economically feasible tariffs for energy resources basing upon the balance between the economic interests of energy companies and electricity consumers;
- inducing investments into the electric power complex;
- joint approval of the plan for development of the RF constituent entities for more accurate and clear planning of electric power industry development;
- increased efficiency of the regional electric power industry;
- formation of a uniform electric grid environment in the region to improve reliability of electric power supplies;
- reaching an optimal and economically feasible tariffs for energy resources basing upon the balance between the economic interests of energy companies and electricity consumers.

Major events/factors which may have the most significant affect on the Issuer's capability to achieve similar or higher results as compared to the results reached during the previous reporting period:

- limit tariffs for electricity transmission services approved by the Federal Tariff Service without taking into account total expenses incurred by the Company to ensure smooth and reliable operations and its further development;
- persistent financial and economic recession in global and Russian economy for indefinite period;
- speed of reforming of Russian electric power industry;
- growing cost of components, materials and equipment.

Probability of the above events (factors)

The Issuer has no impact on the above factors, thus the probability of occurrence of these factors is, in the Company's opinion, very high.

Material events/factors which may improve the Issuer's performance, probability and duration of these events/factors:

- implementation of long-term projects and attraction of long-term investments at a minimum price;
- optimal risk distribution between all interested parties;
- encouraging improvement of operating efficiency due to lower costs and investments into new technologies;
- fixing fair price of electricity transmission services basing upon reliability and quality of these services;
- boosting payment discipline of power consumers;
- achieving economically feasible tariffs for electricity transmission services allowing both to maintain a proper technical condition of fixed assets and ensure the investment potential of the industry.

Cutting costs and losses (due to replacement of obsolete and worn equipment) and increasing the scope of delivered services (through commissioning of new facilities) are key methods for increasing revenue from electricity transmission business.

Current and future measures taken (to be taken) by the Issuer to ensure efficient use of these factors and conditions.

For the purpose of efficient use of these factors and conditions, the Issuer takes and will take the following measures:

- ensuring continuous growth of efficiency of all units of the Company's organizational structure;
- pursuing an active investment policy for upgrading obsolete and worn electrical equipment, developing electrical complex and commissioning new facilities.

The Issuer's current and future methods for mitigating an adverse effect of factors and conditions on its activities

To mitigate an adverse effect of factors and conditions on its activities, the Issuer takes and will take the following measures:

- upgrading fixed assets;
- preventing non-payments by power consumers;
- enhancing financial monitoring and cutting costs.

Key factors having impact on dynamics of revenue from electricity transmission services:

- productive supply of electric power,
- average electric power output tariff.

The revenue from electricity transmission services for six months of 2014 in the amount of 22,633,104 th. rub. (higher than in 2013 by 3,555,097 th. rub. or 18,6%) resulted from:

- particularities of income and cost accounting during the first six months of 2013 basing upon activities "electricity transmission" and "electricity sales" (Penzaenergosbyt recorded the income from electricity transmission to consumers as "electricity sales" in the amount of 1,571,801 th. rub.);

- lower net supplies by 5.3% resulting from termination of power supplies to "last mile" facilities starting January 01, 2014 pursuant to the Federal Law No. 35-FZ "On Electric Power Industry" dated March 26, 2003 and lower electric power consumption by major companies.

It should be noted that setting of tariffs for core operations of the Issuer is characterized by the following key peculiarities having significant effect on incomes:

- tariffs for all branches were fixed basing upon long-term parameters of RAB regulation with account of its "reloading" in 2012;
- application of uniform (boiler) tariffs for electricity transmission services delivered to consumers of the relevant regions with account both of necessary gross revenues (GR) of the Issuer and GR of other regional distribution grid companies and FGC UES, JSC.

Thus, the incomes from the core activities gained as a result of changes in electric power transmission tariff include the schemes of mutual settlements with other grid companies basing upon adopted "boiler formation" scheme.

Apart from the factors that effect changes in revenues from provision of electric power transmission services, the core activities of the Issuer are considerably influenced by amount of expenses related to the cost of services provided.

Variable expenses took the main share in the cost of services sold (charges for services provided by grid companies, payment for the services of FGC UES, JSC, purchased electric power) which amounted to 54% according to the results of 6 months, 2014 and 59% according to the results of 6 months, 2013.

Unit of measurement: *thousand rubles*

Parameter	2013, 6 months	2014, 6 months	Deviations	
			abs.	%
Cost of products, total	21,912,717	21,734,413	-178,304	-1
Variable costs	12,888,308	11,770,017	-1,118,291	-9
including				
purchased electric power	4,532,319	3,057,539	-1,474,780	-33
including purchased to compensate losses	2,672,969	3,057,539	384,570	14
services of FGC UES, JSC	4,971,407	4,861,815	-109,592	-2
services provided by distribution grid companies	3,384,581	3,850,663	466,082	14
Semi-fixed costs	9,024,409	9,964,396	939,987	10

Based on the results of 6 months, expenditures related to purchase of electricity to compensate losses in distribution grids amounted to 3,057,539,000.00 rubles, that is 384,570,000.00 rubles (or 14%) more than the actual figures for the same period of 2013; including:

- cost reduction amounted to 92,139,000.00 rubles due to reduction of electricity losses by 67.5 million kWh (3.4%);

- growing tariffs for loss purchase and increased cost of load losses - increase in loss purchase cost by 476,709 th. rub.

Costs for payment of services provided by FGC UES, JSC (actual figures of 1 half of 2014) amounted to 4,861,815,000.00 rubles, that is 109,592,000 rubles (or 2%) less than the actual figures for the same period of 2013, including:

- increase in expenses related to operation and maintenance of the Unified National Electric Grid (UNEG) – by 41,053,000.00 rubles due to higher tariff for operation and maintenance of UNEG (+9.4%) and reduced customer contract demand (-7.8%) as a result of termination of power supplies under "last mile" contracts with FGC UES, JSC;

- lower cost of losses in UNEG (by 150,645 th. rub.) attributed to growing average tariff for losses in UNEG by (+9%) and decreased losses in UNEG (-10.6%), including higher cost of load losses (by 120,594 th. rub.)

Increase in costs related to services of distribution grid companies in the reporting period of 2014 (vs the same period of 2013) amounted to 466,082,000.00 rubles, that is both due to greater number of territorial grid organizations and changes in “boiler-based” settlement schemes in the Issuer’s catchment regions.

Increase in semi-fixed costs was primarily induced by growing depreciation (by 334,168 th. rub.) and labor cost (by 551,686 th. rub.) with account of insurance contributions.

4.6.2. Issuer’s competitors

No modifications were made to this information during the reporting quarter.

Detailed information on members of the Issuer's management bodies, the Issuer's bodies supervising its financial and economic activities, and brief information on the Issuer's personnel

5.1. Structure and responsibilities of the Issuer's management bodies

Full description of structure and responsibilities of the Issuer's management bodies basing upon the Articles of Association (constituent documents) of the Issuer:

Management bodies of the Company are as follows:

- 1) General Meeting of Shareholders
- 2) Board of Directors
- 3) Management Board
- 4) General Director

According to clause 10.2, Article 10 of the Articles of Association of IDGC of Volga, JSC the General Meeting of Shareholders is responsible for the following matters:

- 1) making modifications and amendments to the Articles of Association or approving the Articles of Association as amended;
- 2) restructuring of the Company;
- 3) winding up of the Company, appointing a liquidation committee and approving intermediate and final liquidation balance-sheets;
- 4) defining quantity, par value and category (type) of authorized shares and rights granted to holders of these shares;
- 5) increasing the Company's authorized capital through raising share par value or additional share placement;
- 6) decreasing the Company's authorized capital through lowering share par value, partial acquisition of shares by the Company to reduce share total number, and through redemption of shares purchased or bought out by the Company;

- 7) splitting and consolidation of the Company's shares;
- 8) making decision on placement of bonds convertible to stock and other issuable securities convertible to stock;
- 9) determination of number, election and early termination of powers of members of the Company's Board of Directors;
- 10) election of the members of the Internal Audit Commission of the Company and early termination of their powers;
- 11) approval of the Auditor of the Company;
- 12) making decision on transfer of powers of the Company's sole executive body to a managing company (manager) and on early termination of its powers;
- 13) approval of annual reports, annual accounting statements (including profit and loss statements/profit and loss accounts) of the Company, as well as profit distribution (including payment (declaration) of dividends, except for profit distributed as dividends basing upon the Company's performance during Q1, the first six months, nine months of the financial year) and losses of the Company basing upon the Company's performance during the financial year;
- 14) payment (declaration) of dividends based on the results of the first quarter, half year, nine months of the financial year;
- 15) approval of the procedure for the General Meeting of Shareholders of the Company;
- 16) approving transactions in cases provided in Article 83 of the Federal Law "On Joint-Stock Companies";
- 17) approving transactions in cases provided in Article 79 of the Federal Law "On Joint-Stock Companies";
- 18) making decisions on participation in financial and industrial groups, associations and other unions of profit-making organizations;
- 19) approval of the internal documents governing the activities of the Company's bodies;
- 20) decision making on remunerations and (or) compensations payable to the members of the Internal Audit Commission of the Company;
- 21) decision making on remunerations and (or) compensations payable to the members of the Board of Directors of the Company;
- 22) passing a resolution on requesting to exclude shares of the Company and (or) issuable securities of the Company convertible into its shares from the quotation list;
- 23) making decision on other issues provided by the Federal Law "On Joint-Stock Companies".

According to clause 15.1, Article 15 of the Articles of Association of IDGC of Volga, JSC the Board of Directors of the Issuer is responsible for the following matters:

- 1) determination of top-priority activities and development strategy of the Company;
- 2) convening annual and extraordinary General Meetings of the Company's shareholders, unless otherwise provided in sub-clause 14.8, Article 14 of these Articles of Association, as well as declaring a date for a new General Meeting of Shareholders to be held in case of absence of quorum;
- 3) approval of the agenda of the General Meeting of Shareholders of the Company;
- 4) election of the Secretary of the General Meeting of Shareholders of the Company;
- 5) defining the date of making a list of persons entitled to participate in the General Meeting of Shareholders; defining the date of making a list of persons entitled to receive dividends; approving a budget for the General Meeting of Shareholders of the Company and solving other issues associated with preparation and holding of the General Meeting of Shareholders of the Company;
- 6) referring issues specified in sub-clauses 2, 5, 7, 8, 12-20, clause 10.2, Article 10 of the Articles of Association, issues of reducing the Company's authorized capital through decreasing share nominal value and issue of defining a date of making a list of persons entitled to receive dividends to the General Meeting of Shareholders of the Company;
- 7) placement of additional shares by the Company into which preference shares of a specific type convertible into ordinary shares or preference shares of another type placed by the Company, if such

placement is not connected with the increase of the authorized capital of the Company, as well as placement of bonds and other issuable securities (other than shares) by the Company; issuance of Eurobonds and defining the Company's policies related to issuance of the issuable securities (other than shares) and Eurobonds;

8) approval of a resolution on issue (additional issue) of securities, a prospectus of securities and a report on the results of the issue (additional issue) of securities, a report on the results of issue (additional issue) of securities and a notification of the results of the issue (additional issue) of securities, approval of reports on the results of acquisition of shares of the Company's shareholders, reports on the results of redemption (retirement) of shares, reports on results of buyback (repurchase) of shares requested by the Company's shareholders;

9) determining the price (money value) of assets, the placing price (or procedure for determining the placing price) and the repurchase price of the issuable securities in cases provided by the Federal Law "On Joint-Stock Companies", as well as for the purposes of resolving the issues specified in sub-clauses 11, 22, 38, clause 15.1, Article 15 of these Articles of Association;

10) purchase of shares, bonds and other securities placed by the Company in cases stipulated in the Federal Law "On Joint-Stock Companies";

11) transfer (sales) of the Company's shares obtained by the Company as a result of acquisition or buying out from the Company's shareholders or otherwise as per the Federal Law "On Joint-Stock Companies";

12) election of the General Director of the Company and early termination of his powers, including by making resolution on early termination of the employment contract;

13) determination of number, election, setting fees and compensations and early termination of powers of members of the Company's Management Board;

14) giving recommendations to the General Meeting of the Company's shareholders on fees and compensations payable to members of the Company's Internal Audit Commission and determination of the Auditor's fee;

15) recommendations on the amount of dividends on shares and the procedure of payment thereof;

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

17) making decision on using the Company's funds; approving and reviewing results of fulfillment of budgets for use of special funds;

18) approving the Company's internal documents, except for internal documents to be adopted by the General Meeting of Shareholders, and other internal documents referred to the Company's executive bodies;

19) approval of the business plan (adjusted business plan), including the investment program and quarterly performance report thereon, as well as approval (adjustment) of benchmark values of Company's cash flow;

20) review of the investment program including changes therein;

21) 21) launching and winding up branches and representative offices of the Company, and making modifications to the Articles of Association of the Company related to launching and winding-up of the Company's branches and representative offices (including any changes in names and addresses of the Company's branches and representative offices);

22) making a decision on the Company's participation in other organizations (on entry in an acting organization or foundation of a new organization, including approval of any constituent documents) as well as on acquisition, disposal or encumbrance of shares and participatory interests in the authorized capital of organizations of which the Company is a member, changes in the participatory interest in the authorized capital of the certain organization and withdrawal of the Company from other organizations;

23) defining the Company's credit policy for granting loans, entering into credit and loan contracts, providing guarantees, assuming liabilities on notes (issuing a promissory and transfer notes), property pledging and making decisions on settling the above transactions when the procedure for

making decisions on these transactions is not provided by the Company's credit policy, as well as making decisions (according to the procedure provided by the Company's credit policy) on bringing Company's liability position in line with limits specified in the Company's credit policy;

24) approving major transactions as provided in Chapter X of the Federal Law "On Joint-Stock Companies";

25) approval of transactions provided by Chapter XI of the Federal Law "On Joint-Stock Companies";

26) appointing the Company's registrar, approving terms and conditions of contract with the registrar and terminating this contract;

27) election of the Chairman of the Board of Directors of the Company and early termination of his/her powers;

28) election of the Deputy Chairman of the Board of Directors of the Company and early termination of his/her powers;

29) election of the Corporate Secretary of the Company and early termination of his/her powers;

30) pre-approving decisions on the Company's transactions associated with free transfer of the Company's property or property rights (requirements) to the Company or third party; transactions associated with release from property liability to the Company or third party; transactions associated with delivery of free services (works) by the Company to third parties in cases (in the amount) determined by specific decisions made by the Company's Board of Directors, and making decisions on settlement of these transactions by the Company if the above cases (amount) were not defined;

31) decision making on suspension of powers of the Managing Company (Top Manager);

32) passing a resolution on appointment of the Acting General Director of the Company in cases provided by separate resolutions of the Board of Directors of the Company and bringing the Acting General Director to disciplinary responsibility;

33) bringing the General Director of the Company and members of the Management Board of the Company to disciplinary responsibility and their awarding in compliance with the RF labor law;

34) review of the reports of the General Director on the Company's activities (including performance of his/her duties), implementation of resolutions of the General Meeting of Shareholders and the Board of Directors of the Company;

35) approving the procedure for interaction between the Company and organizations with capital share held by the Company;

36) defining an opinion of the Company (its representatives) (including regarding participation in voting on agenda issues, voting for or against on draft decisions or abstain from voting) on the following issues on agenda of the general meetings of shareholders (participants) of subsidiaries and affiliates and on agenda of meetings of the Board of Directors of these subsidiaries and affiliates:

a) determining the agenda of the General meeting of Shareholders (participants) of subsidiaries and affiliates, except for those subsidiaries and affiliates where the Company owns one hundred percent (100%) of their authorized capital;

b) restructuring, liquidation of subsidiaries and affiliates;

c) determination of number of members of management and supervisory bodies of subsidiaries and affiliates; nomination, election of these members and early termination of their powers; nomination, election of a sole executive body of subsidiaries and affiliates and early termination of its powers;

d) determination of quantity, par value and category (type) of authorized shares of subsidiaries and affiliates and rights granted to holders of these shares;

e) increase in the authorized capital of subsidiaries and affiliates through raising share par value or additional share placement;

f) placement of securities of subsidiaries and affiliates converted into ordinary shares;

g) splitting and consolidation of shares of subsidiaries and affiliates;

h) approval of major transactions made by subsidiaries and affiliates;

i) participation of subsidiaries and affiliates in other organizations (entry in an acting organization or foundation of a new organization) as well as acquisition, disposal or encumbrance of shares and participatory interests in the authorized capital of organizations of which the subsidiaries and

affiliates are members, changes in the participatory interest in the authorized capital of the certain organization;

j) settlement of transactions (including several related transactions) associated with acquisition, disposal or possibility to dispose property deemed to be fixed assets, intangible assets, construction-in-progress facilities intended for production, transfer, dispatching and distribution of electric power and heat in cases (amounts) provided by the procedure for interaction between the Company and organizations with capital share held by the Company approved by the Board of Directors of the Company;

k) making amendments and additions to the constituent documents of subsidiaries and affiliates;

l) defining a procedure for fee payment to members of the Board of Directors and Internal Audit Commission of subsidiaries and affiliates;

m) approval of target (adjusted) key performance indicators (KPIs) (adjusted KPIs);

n) approving the report on achievement of planned level of annual and quarterly key performance indicators;

o) approval of the business plan (adjusted business plan), including the investment program and quarterly performance report thereon;

p) approval (review) of the report on the business plan completion;

q) approving profit and loss distribution basing upon the results of the financial year;

r) recommendations on the amount of dividends on shares and the procedure of payment thereof;

s) payment (declaration) of dividends based on the results of the first quarter, half year, nine months of the financial year as well as based on the results of the financial year;

t) review of the investment program including changes therein;

u) approval (review) of the report on the investment program completion;

v) decreasing the authorized capital of subsidiaries and affiliates through lowering share par value, partial acquisition of shares by subsidiaries and affiliates to reduce share total number, and through redemption of shares purchased or bought out by subsidiaries and affiliates.

37) defining an opinion of the Company (its representatives) on the following issues on agenda of the meetings of the Board of Directors of subsidiaries and affiliates (including regarding participation in voting on agenda issues, voting for or against draft decisions or abstain from voting):

a) positions of representatives of the subsidiaries and affiliates on the issues on the agenda of general meetings of shareholders (participants) and meetings of the Board of Directors of subsidiaries and affiliates regarding settlement (approval) of transactions (including several related transactions) associated with acquisition, disposal or possibility to dispose property deemed to be fixed assets, intangible assets, construction-in-progress facilities intended for production, transfer, dispatching and distribution of electric power and heat in cases (amounts) provided by the procedure for interaction between the Company and organizations with capital share held by the Company approved by the Board of Directors of the Company;

b) positions of representatives of subsidiaries and affiliates on the issues on the agenda of general meetings of shareholders (participants) and meetings of the Board of Directors of affiliated companies of subsidiaries and affiliates involved in production, transmission, dispatching, distribution and sale of electric and heat power, regarding reorganization, winding-up, increasing authorized capital of the above affiliated companies through raising share par value or additional share placement, placement of securities convertible to ordinary shares;

38) pre-approving decisions on the following Company's transactions:

a) transactions involving noncurrent assets of the Company in the amount exceeding 10 percent of the book value of these assets of the Company according to the accounting statements as of the previous reporting date;

b) transactions (including several related transactions) associated with acquisition, disposal or possibility to dispose property deemed to be fixed assets, intangible assets, construction-in-progress facilities intended for production, transfer, dispatching and distribution of electric power and heat in

cases (amounts) determined by specific decisions of the Board of Directors of the Company or if these cases (amounts) were not defined by the Board of Directors of the Company;

c) transactions (including several related transactions) associated with acquisition, disposal or possibility to dispose property deemed to be fixed assets, intangible assets, construction-in-progress facilities intended for production, transfer, dispatching and distribution of electric power and heat in cases (amounts) determined by specific decisions of the Board of Directors of the Company or if these cases (amounts) were not defined by the Board of Directors of the Company;

d) transactions involving acceptance or transfer of fixed assets for temporary possession and use for the period exceeding 5 years in cases (amounts) determined by specific decisions of the Board of Directors of the Company.

39) nominating the Company's candidates for offices of the sole executive body, members of other management and supervisory bodies and auditor of organizations with a capital share held by the Company which are involved in production, transmission, dispatching, distribution and sale of electric and heat power, as well as repair servicing activities;

40) defining the Company's policy regarding insurance, monitoring of insurance coverage of the Company, including nominating candidatures for the office of the Company's Insurers;

41) approval of organizational structure of the executive board of the Company and changes therein;

42) approval of the Regulation on the Monetary Incentive for the General Director, the Regulation on the Monetary Incentive for Top Managers of the Company; approval of the list of top managers;

43) approval of nominees for the specific posts in the executive board of the Company defined by the Board of Director of the Company;

44) passing resolutions on nomination of the General Director of the Company for the state awards;

45) pre-approving a collective agreement, agreements signed by the Company for regulation of social and labor relations, as well as approving documents on non-state pension scheme for the Company's personnel;

46) formation of the Committees of the Board of Directors of the Company, election of members of the Committees of the Board of Directors of the Company and early termination of their powers, election and early termination of powers of chairmen of the Committees of the Board of Directors of the Company;

47) approval of a nominated independent appraiser(s) selected to appraise the value of shares, property and other assets of the Company in cases specified in the Federal Law "On Joint-Stock Companies", the Articles of Association of the Company and separate resolutions of the Board of Directors of the Company;

48) approving candidatures of a financial advisor engaged under the Federal Law "On Securities Market", joint lead managers and advisor for transactions involving fund raising in the form of public borrowings;

49) pre-approval of transactions that might result in commitments expressed in a foreign currency (or commitments attached to a foreign currency), transactions with derivative financial instruments in cases and in the amounts determined by the Board of Directors of the Company in individual resolutions, or defining the Company's policy related to transactions with derivative financial instruments, if such cases (amounts) are not determined by the Board of Directors of the Company;

50) development of a procurement policy of the Company, including approval of the Regulation for purchase of goods, works and services, Director and members of the Central procurement body of the Company, as well as approval of the Purchase Plan and making other decisions in compliance with the Company's internal documents regulating procurement operations of the Company;

51) approval of target (adjusted) key performance indicators (KPIs) of the Company and progress reports;

52) development of the Company's policy aimed at improving reliability of the distribution grid complex and other electric grid facilities, including approval of the Company's strategic programs intended to improve reliability and safety of the electric grid complex and develop the electric grid complex;

53) development of the Company's housing policy intended to provide corporate support (subsidiaries, recovery of expenses, interest-free loans) to the Company's personnel for improving their living conditions and making decisions on providing the above support in cases uncovered by the housing policy of the Company;

54) filing a request for including the Company's shares and (or) issuable securities of the Company convertible into shares of the Company in the quotation list;

55) passing resolutions on the Company's commitment to adopt industry-specific and inter-industry standards, regulations and other documents applicable to electric power industry in relation to various areas of business of the Company, including technical regulation;

56) other issues referred to the Board of Directors under the Federal Law "On Joint-Stock Companies" and Articles of Association.

According to paragraph 22.2., Article 22 of the Articles of Association of IDGC of Volga, JSC the Management Board of the Issuer is responsible for the following matters:

1) preparation of the Company's development strategy and its submission for approval of the Board of Directors;

2) preparation of annual (quarterly) business plan (including the investment program) and performance report thereon, as well as approval (adjustment) of the Company's cash flow (budget);

3) preparation of the annual report on the Company's financial and business activities and implementation by the Management Board of the resolutions passed by the Company's General Meeting of Shareholders and the Board of Directors;

4) review of reports prepared by the Deputy General Directors of the Company and directors of separate structural subdivisions of the Company on implementation of the approved plans, programs and orders; review of reports, documents and other information on the activities of the Company and its subsidiaries and affiliated companies;

5) making decisions on the issues covered by the Top Management of business entities with one hundred percent (100%) of the authorized capital owned by the Company (with account of subparagraphs 36, 37, paragraph 15.1, Article 15 of these Articles of Association);

6) preparation of reports on financial and business activities of business entities with one hundred percent (100%) of the authorized capital owned by the Company and their submission for consideration by the Board of Directors;

7) passing resolutions on any transactions with property, works or services as their subject, the cost of which is from 1 to 25 percent of the book value of the Company's assets, according to the data of the accounting statements as of the last reporting date (except for the cases stipulated in subparagraph 38, paragraph 15.1 of these Articles of Association);

8) making decision on other issues related to the management of the current activities of the Company in compliance with the resolutions issued by the General Meeting of Shareholders and the Board of Directors of the Company, and on the issues submitted by the General Director of the Company for consideration by the Management Board.

Responsibilities of the General Director are outlined in Article 23, Articles of Association of the Issuer:

23.2. Responsibilities of the General Director of the Company include all matters concerning management of current operations of the Company, excluding matters assigned to the responsibility of the General Meeting of Shareholders, the Board of Directors and the Management Board of the Company.

23.3. The General Director acts on behalf of the Company without any Letter of Attorney with account of restrictions provided by the applicable law, Articles of Association and decisions of the Board of Directors of the Company:

- ensuring fulfillment of action plans of the Company required to solve his/her tasks;
- organizing accounting and reporting processes in the Company;
- disposing the Company's property, settling transactions on the Company's behalf, issuing Letters of Authority, opening settlement and other accounts of the Company in banks and other credit organizations (and in organizations being professional participants of the securities market in cases provided by the applicable law);
- issuing orders, approving (adopting) instructions, local regulations and other internal documents of the Company covering his/her functions, giving instructions deemed to be binding for the Company's personnel;
- approves Regulations on branches and representative offices of the Company;
- approving headcount and payroll plans and official salaries of the Company's personnel basing upon the organizational structure of the Company's executive body;
- exercising employer's rights and obligations provided by the labor law with respect to the Company's personnel;
- exercises functions of the Chairman of the management Board of the Company;
- distributing responsibilities among Deputy General Directors;
- referring financial and business statements of subsidiaries and affiliates of the Company and information on other organizations with a capital share held by the Company (unless otherwise specified in clause 22.2 (6), Article 22, Articles of Association) to the Board of Directors;
- submitting the annual report, annual accounting statements, profit and loss account of the Company and distribution of profit and losses of the Company to the Board of Directors of the Company no later than forty-five (45) days prior to the date of the annual General Meeting of Shareholders of the Company;
- resolve other issues concerning management of current operations of the Company, excluding issues assigned to the responsibility of the General Meeting of Shareholders, the Board of Directors and the Management Board of the Company.

The Issuer approved (adopted) the Corporate Code of Conduct or other similar document.

Information on the Corporate Code of Conduct or other similar document:

On March 04, 2013, the Board of Directors of IDGC of Volga, JSC adopted a redrafted Corporate Code of Management (Minutes No. 13 dated March 07, 2013).

Full text of the above document is available at: http://www.mrsk-volgi.ru/ru/aktsioneram_i_investoram/raskritie_informatsii_obcshestvom_i_otchetnaya_informatsiya/korporativnie_dokumenty/vnutrennie_dokumenty_obcshestva/

Any amendments made to the Articles of Association (constituent documents) of the Issuer or to internal documents governing the activities of the Issuer's bodies during the previous reporting period

Information on amendments made to the Articles of Association and internal documents of the Issuer governing the activities of the Issuer's bodies during the previous reporting period:

On June 23, 2014, the annual General Meeting of Shareholders of IDGC of Volga, JSC adopted the redrafted Articles of Association of IDGC of Volga, JSC and the following internal documents:

- Restated Regulation on Procedure for Preparation and Holding of the General Meeting of Shareholders of the Company.
- Restated Regulation on the Internal Audit Commission.

5.2. Members of the Issuer's management bodies

5.2.1. Members of the Board of Directors (Supervisory Board) of the Issuer

Full name: *Prokhorov Egor Vyacheslavovich*
(Chairman)

Born in **1982**

Education: **higher**.

Saint Petersburg State University (2004).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
09.07.2007	30.10.2009	WGC-1, JSC	Head of the Corporate Finance Section
02.11.2009	02.12.2009	INTER RAO UES, JSC	Head of the Directorate
07.12.2009	12.03.2012	FGC UES, JSC	Head of the Corporate Finance Department
13.03.2012	15.05.2013	FGC UES, JSC	Finance Director
10.07.2012	15.05.2013	IDGC Holding, JSC / Rosseti, JSC	Finance Director (concurrent position)
27.12.2011	present	Index Energetiki – FGC UES, LLC	General Director (concurrent position)
16.05.2013	12.12.2013	Rosseti, JSC	Financial Director
12.12.2013	present	Rosseti, JSC	Deputy General Director for Finance
06.2011	present	Glavsetservice UNEG, JSC	Member of the Board of Directors
2012	present	NITs UES, JSC (Realty of UES Engineering Center)	Member of the Board of Directors
06.2013	present	IDGC of Center and Volga Region, JSC	Member of the Board of Directors
06.2013	present	Yantarenergo, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: **Adler Yuri Veniaminovich**

Born in **1975**

Education: **higher**

Urals State Law Academy.

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		

07.2008	01.2010	IDGC Holding, JSC / Rosseti, JSC	Chief Expert of Section for Analysis and Control of Corporate Governance within the Department of Corporate Governance and Cooperation with Shareholders
01.2010	2013	IDGC Holding, JSC / Rosseti, JSC	Head of the Section for Standards and Methodology within the Department of Corporate Governance and Cooperation with Shareholders
2013	present	Rosseti, JSC	Head of the Section for Standards and Methodology of Corporate Relations Directorate within the Department of Corporate Governance and Cooperation with Shareholders and Investors
06.2014	present	Karachaevo-Cherkesskenergo, JSC	Member of the Board of Directors
06.2014	present	TDC, JSC	Member of the Board of Directors
06.2014	present	Moskabelsetmontazh, JSC	Member of the Board of Directors
06.2014	present	Energy Service Company of Siberia, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Varvarin Aleksandr Viktorovich***

Born in ***1975***

Education: ***higher***

A.S. Griboedov Institute of International Law and Economics (1998).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
2005	2009	Russian Union of Industrialists and Entrepreneurs	Head of the Law Department, Director of the Corporate Relations Department
2006	present	Non-Profit Partnership "Center for Development of Corporate Relations and Settlement of Economic Disputes"	General Director, member of the Board of Directors
2006	2014	Russian Union of Self-Regulating Organizations of Receivers	Deputy Chairman of the Management Board

2008	present	Non-Profit Partnership “Interregional Self-Regulating Organization of Professional Receivers”	Chairman of the Board of Directors
2009	present	Russian Union of Industrialists and Entrepreneurs	Managing Director for Corporate Relations and Legal Support
2009	present	Research and Design Institute for Oil Refining and Petrochemical Industry, JSC	Member of the Board of Directors
2009	present	All-Russian Public Opinion Research Center, JSC	Member of the Board of Directors
2011	present	Innovative Scientific and Production Center of Textile and Light Industry, JSC	Chairman of the Board of Directors
2012	2013	TransTeleCom Company, CJSC	Member of the Board of Directors
2012	present	Russian Railways, JSC	Deputy Chairman of the Internal Audit Commission
2013	present	Production and Scientific Center, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Leather and Footwear Industry, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Technological Accessories for Textile Machinery, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Integrated Automation of Light Industry, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Film Materials and Leather Substitutes, JSC	Chairman of the Board of Directors
2013	present	IDGC of the North Caucasus, JSC	Member of the Board of Directors
2013	present	Kubanenergo, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Guryanov Denis Lvovich***

Born in ***1977***

Education: ***higher***

Peoples' Friendship University of Russia (2001).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
07.2008	04.2013	IDGC Holding, JSC / Rosseti, JSC	Head of the Department of Corporate Governance and Cooperation with Shareholders, Director for Corporate Policy
04.2013	present	Rosseti, JSC	Director of the Department of Corporate Governance and Cooperation with Shareholders and Investors
25.06.2014	present	IDGC of Siberia, JSC	Member of the Board of Directors
27.06.2014	present	Sevkavkazenergo, JSC	Member of the Board of Directors
30.06.2014	present	Management of Fiber Optic Communication Lines of Power Transmission Lines, JSC	Member of the Board of Directors
30.06.2014	present	Nedvizhimost VNIPInergoprom, JSC	Member of the Board of Directors
30.06.2014	present	Energoservice of the North-West, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Kulikov Denis Viktorovich***

Born in ***1975***

Education: ***higher***

Moscow State Law Academy (2005).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
2008	present	Association for Protection of Investors' Rights	Executive Director

Ownership interest of the person in the authorized capital of the Issuer, %: ***0.00168***

Percentage of the Issuer's ordinary shares held by the person, %: **0.00168**

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name **Lisavin Andrey Vladimirovich**

Born in **1977**

Education: **higher**

Taganrog State University of Radio Engineering (2000).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
2007	2010	Regional Tariff Service for the Rostov region	Head of Fuel and Energy Complex Tariff Regulation Department
2010	2011	Regional Tariff Service for the Rostov region	Deputy Director - Head of Fuel and Energy Complex Industry Tariff Regulation Department
2011	2013	IDGC Holding, JSC / Rosseti, JSC	Deputy Head of the Center for Strategy and Development
2013	present	Rosseti, JSC	Head of the Strategy Implementation Directorate within the Strategy Development Department
2012	present	Volga Power Engineering Center, JSC	Member of the Board of Directors
2012	present	Dagestan Energy Retail Company, JSC	Member of the Board of Directors
2013	present	Kabbalkenergo, JSC	Member of the Board of Directors
2013	present	VNIPIenergoprom, JSC	Member of the Board of Directors
2013	present	IDGC of the South, JSC	Member of the Committee for Strategy, Development Investments and Reforming
2013	present	IDGC of the North Caucasus, JSC	Member of the Committee for Strategy and Development
2013	present	IDGC of Volga, JSC	Member of the Committee for Strategy and Development
2013	present	IDGC of Urals, JSC	Member of the Committee for Strategy and Development
2013	present	IDGC of Center and Volga Region, JSC	Member of the Committee for Strategy and Development
2013	present	Kubanenergo, JSC	Member of the Committee for Strategy, Development Investments and Reforming

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Malkov Denis Aleksandrovich***

Born in ***1974***

Education: ***higher***

Ural State Technical University – Ural Politechnical Institute named after B.N. Yeltsin, the first President of Russia (1996).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
01.2006	02.2013	IDGC of Urals, JSC	Head of Technical Development Department
02.2013	05.2013	FGC UES, JSC	Head of the Substations Department
05.2013	present	Rosseti, JSC	Director of the Department of Electricity Balances and Metering
06.2013	present	Energoservice Company, JSC	Member of the Board of Directors
07.2013	present	Kalmenergosbyt, JSC	Deputy Chairman of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Mamin Viktor Viktorovich***

Born in ***1982***

Education: ***higher***

State educational establishment of higher professional education Norilsk State Industrial Institute (2004).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
08.2009	10.2009	Polyus, CJSC	Advisor of the General Director
10.2009	12.2011	Mining and Metallurgical Group of Companies "Kazakhaltyn", JSC	Deputy General Director – Head of the management body
12.2011	09.2013	Krasnoyarsk business unit Polyus, CJSC	Head of the management body
09.2013	11.2013	Ministry of Energy of the Russian Federation	Advisor of the Minister of Energy
11.2013	present	Ministry of Energy of the Russian Federation	Director of the Department of Corporate Governance, Pricing Environment and Control&Audit Activities in fuel-and-power sectors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Pankstyanov Yuri Nikolaevich***

Born in ***1980***

Education: ***higher***

State University of Management (2002).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
07.2008	04.2013	IDGC Holding, JSC / Rosseti, JSC	Head of the Tariff Setting Department
04.2013	present	Rosseti, JSC	Director of the Tariff Policy Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Rozentsvayg Aleksandr Shoylovich***

Born in ***1962***

Education: ***higher***

Samara State Economic University.

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
01.02.2009	05.07.2010	United Automotive Technologies, JSC	Director of the Marketing and Sales Directorate
31.12.2010	01.02.2014	RT-Energotrading, LLC	General Director
03.02.2014	present	RT-Energotrading, LLC	Advisor of the Chairman of the Board of Directors
30.05.2014	present	Samaraenergo, JSC	Member of the Board of Directors
30.06.2014	present	Samara Network Company, CJSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Ryabikin Vladimir Anatolievich***

Born in ***1965***

Education: ***higher***

Russian State Open Technical University of Railway Transport (1996).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
12.12.2008	present	IDGC of Volga, JSC	General Director
12.12.2008	present	IDGC of Volga, JSC	Chairman of the Management Board

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Details on the committees formed under the Board of Directors of IDGC of Volga, JSC

The following committees are formed under the Board of Directors of IDGC of Volga, JSC:

- Audit Committee
- Personnel and Award Committee
- Committee for Reliability
- Committee for Strategy and Development
- Committee for Technological Connection to Electric Grids

Details on the members and functions of the Committees under the Board of Directors of IDGC of Volga, JSC are located on the following web-pages of the Company's web-site:

- Audit Committee - http://www.mrsk-volgi.ru/ru/aktsioneram_i_investoram/korporativnoe_upravlenie/sovet_direktorov/komiteti_pri_sovete_direktorov/komitet_po_auditu/

- Personnel and Award Committee - http://www.mrsk-volgi.ru/ru/aktsioneram_i_investoram/korporativnoe_upravlenie/sovet_direktorov/komiteti_pri_sovete_direktorov/komitet_po_kadram_i_voznagrazhdeniyam/

- Committee for Reliability - http://www.mrsk-volgi.ru/ru/aktsioneram_i_investoram/korporativnoe_upravlenie/sovet_direktorov/komiteti_pri_sovete_direktorov/komitet_po_nadezhnosti/

- Committee for Strategy and Development - http://www.mrsk-volgi.ru/ru/aktsioneram_i_investoram/korporativnoe_upravlenie/sovet_direktorov/komiteti_pri_sovete_direktorov/komitet_po_strategii_i_razvitiu/

- Committee for Technological Connection to Electric Grids - http://www.mrsk-volgi.ru/ru/aktsioneram_i_investoram/korporativnoe_upravlenie/sovet_direktorov/komiteti_pri_sovete_direktorov/komitet_po_tehnologicheskomu_prisoedineniu_k_elektricheskim_setyam/

5.2.2. Details on the sole executive body of the Issuer

Full name: ***Ryabikin Vladimir Anatolievich***

Born in ***1965***

Education: ***higher***

Russian State Open Technical University of Railway Transport (1996).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
12.12.2008	present	IDGC of Volga, JSC	General Director
12.12.2008	present	IDGC of Volga, JSC	Chairman of the Management Board
23.06.2014	present	IDGC of Volga, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

5.2.3. Members of the collegial executive body of the Issuer

Full name: ***Ryabikin Vladimir Anatolievich (Chairman)***

Born in ***1965***

Education: ***higher***

Russian State Open Technical University of Railway Transport (1996).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
12.12.2008	present	IDGC of Volga, JSC	General Director
23.06.2014	present	IDGC of Volga, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Zaretskiy Dmitriy Lvovich***

Born in ***1967***

Education: ***higher***

Saratov Polytechnic Institute (1991);

Saratov State Socio-Economic University (1999);

International University in Moscow (2004).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		

2009	18.06.2012	IDGC of Volga, JSC	Director for Material Supply and Logistics, Head of the Material Supply and Logistics Department
18.06.2012	present	IDGC of Volga, JSC	Deputy General Director for Capital Construction

Ownership interest of the person in the authorized capital of the Issuer, %: **0.00052**

Percentage of the Issuer's ordinary shares held by the person, %: **0.00052**

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Kuliev Vyacheslav Igorevich***

Born in ***1971***

Education: ***higher***

Russian Presidential Academy of National Economy and Public Administration(1997).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
2009	03.12.2012	IDGC of Volga, JSC	Director for Power Transmission
04.12.2012	present	IDGC of Volga, JSC	Deputy General Director for Development and Sales of Services

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Kucherenko Vladimir Ivanovich***

Born in ***1957***

Education: ***higher***

Saratov Polytechnic Institute (1980).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period	Name of organization	Position
--------	----------------------	----------

from	till		
24.02.2009	28.04.2014	IDGC of Volga, JSC	Deputy General Director for Technical Issues - Chief Engineer
01.03.2010	28.04.2014	IDGC of Volga, JSC	Acting Deputy General Director of IDGC of Volga, JSC – Director of Saratov Distribution Grids

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Ponomarev Vladimir Borisovich***

Born in ***1950***

Education: ***higher***

Saratov State University named after N.G. Chernyshevsky (1973).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
24.04.2009	present	IDGC of Volga, JSC	Deputy General Director for Security Issues

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Puchkova Irina Yurievna***

Born in ***1963***

Education: ***higher***

Saratov State Economic Institute (1985);

Russian Presidential Academy of National Economy and Public Administration(2000).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		

2007	07.02.2011	IDGC of Volga, JSC	Head of the Economy Department
07.02.2011	present	IDGC of Volga, JSC	Deputy General Director for Economics and Finance
29.04.2014	present	IDGC of Volga, JSC	Acting Deputy General Director of IDGC of Volga, JSC – Director of Saratov Distribution Grids

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Rebrova Natalia Leonidovna***

Born in ***1960***

Education: ***higher***

Saratov Polytechnic Institute (1983).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
02.03.2009	16.09.2009	IDGC of Volga, JSC	Acting Deputy General Director for Corporate Governance
17.09.2009	present	IDGC of Volga, JSC	Deputy General Director for Corporate Governance

Ownership interest of the person in the authorized capital of the Issuer, %: ***0.000035***

Percentage of the Issuer's ordinary shares held by the person, %: ***0.000035***

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Tamlenova Irina Alekseevna***

Born in ***1965***

Education: ***higher***

Saratov Polytechnic Institute (1988).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
31.03.2009	31.07.2011	IDGC of Volga, JSC	Chief Accountant, Head of the Department of Accounting and Reporting
01.08.2011	present	IDGC of Volga, JSC	Chief Accountant, Head of the Department of Fiscal and Tax Accounting and Reporting

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name ***Frolov Sergey Petrovich***

Born in ***1960***

Education: ***higher***.

Ульяновский политехнический институт (1983 г.).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
01.04.2008	present	Ulyanovsk Distribution Grids, a branch of IDGC of Volga, JSC	Deputy General Director, Branch Director

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

5.3. Fees, allowances and/or compensations for the Issuer's management bodies

Fees payable to each management body (except for an individual holding office of the Issuer's sole executive body). State all fees, including wages, bonuses, commissions, allowances and (or) compensations for expenses and other financial rewards and incentives:

Board of Directors

Unit of measurement: ***rub***.

Parameter	2014, 6 months
-----------	----------------

Fee for participation in work of the management body	5,227,200
Wages	1,782,846.62
Bonuses	1,551,136
Commission	0
Allowances	0
Compensation for expenses	0
Other incentives	1,207,795.78
TOTAL	9,768,978.40

Any agreements for the above payments having effect during this financial year:

No payment agreements were signed during this financial year.

Payment of remunerations to the members of the Board of Directors of the Issuer is governed by the Regulation on remunerations and compensations payable to the members of the Board of Directors of IDGC of Volga, JSC approved by the annual General Meeting of Shareholders of IDGC of Volga, JSC (Minutes No. 1/2008 dated June 07, 2008).

Collegial executive body

Unit of measurement: *rub.*

Parameter	2014, 6 months
Fee for participation in work of the management body	727,124.67
Wages	8,046,564.10
Bonuses	1,931,274.74
Commission	0
Allowances	0
Compensation for expenses	432,822.76
Other incentives	3,673,901.25
TOTAL	14,811,687.52

Any agreements for the above payments having effect during this financial year:

Pursuant to the Articles of Association and Regulation on the Issuer's Management Board, supplement agreements to the labor contract for exercising powers of members of the Collegial Executive Body were signed. A monthly additional fee in the amount of 15,830 rubles was provided to the members of the Company's Management Board hereunder for the period of exercising the above powers.

5.4. Structure and responsibilities of the Issuer's financial and business supervisory bodies

No modifications were made to this information during the reporting quarter.

5.5. Members of the Issuer's financial and business supervisory bodies

Name of financial and business supervisory body of the Issuer: *Internal Audit Commission*

Full name: *Guseva Elena Yurievna*

Born in *1970*

Education: *higher*

Academy of Labour and Social Relations (1992).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
05.2009	09.2013	IDGC of the South, JSC	Chief Specialist of the Internal Audit and Risk Management Department
09.2013	present	Rosseti, JSC	Leading Expert of the Investment Audit Section of the Inspection Activities and Internal Audit Directorate within the Internal Audit and Control Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

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

Born in ***1965***

Education: ***higher***

Yaroslavl Higher Military Financial School (1986).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
05.2009	04.2010	Ministry of Defense of the Russian Federation	Contract soldier
05.2010	04.2011	Financial Inspectorate of the Ministry of Defense of the Russian Federation	Leading Consultant
05.2011	12.2012	Gazpromneft-Aero, CJSC	Chief Specialist
01.2013	11.2013	FGC UES, JSC	Head of the Investment Audit Section
12.2013	present	Rosseti, JSC	Leading Expert

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of

bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: **Kim Svetlana Anatolievna**

Born in **1981**

Education: **higher**

Moscow State University of Railway Transport (2004).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
02.2008	2009	FGC UES, JSC	Leading Expert of the Financial Control and Internal Audit Directorate
2009	2010	FGC UES, JSC	Chief Expert of the Control and Audit Department
2010	06.2013	FGC UES, JSC	Manager of Investment Control Area, Control and Audit Department
06.2013	present	Rosseti, JSC	Head of the Inspection Activities and Internal Audit Directorate within the Internal Audit and Control Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: **Kirillov Artyom Nikolaevich**

Born in **1984**

Education: **higher**

Moscow Power Engineering Institute (2008).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
2009	2012	FGC UES, JSC	Chief Specialist of the Control and Audit Department
2012	2013	FGC UES, JSC	Chief Expert of the Control and Audit Department
2013	present	Rosseti, JSC	Head of the Investment Audit Section of the Inspection Activities and Internal Audit Directorate within the Internal Audit and Control Department

The member has no participation interest in the authorized capital/ordinary shares of the

Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

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

Born in ***1983***

Education: ***higher***

Krasnoyarsk State Technical University (2004);

Siberian Federal University (2007).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
04.2008	11.2009	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Controlling Department for Krasnoyarskenergo - Khakasenergo, Internal Audit and Control Department
12.2009	03.2013	IDGC of the North-West, JSC	Leading Specialist of the Sector of Risk Management and Internal Audit Organization within the Internal Audit and Risk Management Directorate
03.2013	11.2013	FGC UES, JSC	Chief Expert of the Investment Audit Section within the Internal Control and Risk Management Department
11.2013	present	Rosseti, JSC	Leading Expert of the General Audit and Inspections Section of the Inspection Activities and Internal Audit Directorate within the Internal Audit and Control Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Name of financial and business supervisory body of the Issuer: ***Audit Committee under the Board of Directors***

Full name: ***Pankstyanov Yuri Nikolaevich***

(***Chairman***)

Born in ***1980***

Education: ***higher***

State University of Management (2002).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
07.2008	04.2013	IDGC Holding, JSC / Rosseti, JSC	Head of the Tariff Setting Department
04.2013	present	Rosseti, JSC	Director of the Tariff Policy Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Varvarin Aleksandr Viktorovich***

Born in ***1975***

Education: ***higher***

A.S. Griboedov Institute of International Law and Economics (1998).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
2005	2009	Russian Union of Industrialists and Entrepreneurs	Head of the Law Department, Director of the Corporate Relations Department
2006	present	Non-Profit Partnership "Center for Development of Corporate Relations and Settlement of Economic Disputes"	General Director, member of the Board of Directors
2006	2014	Russian Union of Self-Regulating Organizations of Receivers	Deputy Chairman of the Management Board
2008	present	Non-Profit Partnership "Interregional Self-Regulating Organization of Professional Receivers"	Chairman of the Board of Directors
2009	present	Russian Union of Industrialists and Entrepreneurs	Managing Director for Corporate Relations and Legal Support
2009	present	Research and Design Institute for Oil Refining	Member of the Board of

		and Petrochemical Industry, JSC	Directors
2009	present	All-Russian Public Opinion Research Center, JSC	Member of the Board of Directors
2011	present	Innovative Scientific and Production Center of Textile and Light Industry, JSC	Chairman of the Board of Directors
2012	2013	TransTeleCom Company, CJSC	Member of the Board of Directors
2012	present	Russian Railways, JSC	Deputy Chairman of the Internal Audit Commission
2013	present	Production and Scientific Center, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Leather and Footwear Industry, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Technological Accessories for Textile Machinery, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Integrated Automation of Light Industry, JSC	Chairman of the Board of Directors
2013	present	Central Research and Development Institute of Film Materials and Leather Substitutes, JSC	Chairman of the Board of Directors
2013	present	IDGC of the North Caucasus, JSC	Member of the Board of Directors
2013	present	Kubanenergo, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Guryanov Denis Lvovich***

Born in ***1977***

Education: ***higher***

Peoples' Friendship University of Russia (2001).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
07.2008	04.2013	IDGC Holding, JSC / Rosseti, JSC	Head of the Department of Corporate Governance and Cooperation with

			Shareholders, Director for Corporate Policy
04.2013	present	Rosseti, JSC	Director of the Department of Corporate Governance and Cooperation with Shareholders and Investors
25.06.2014	present	IDGC of Siberia, JSC	Member of the Board of Directors
27.06.2014	present	Sevkavkazenergo, JSC	Member of the Board of Directors
30.06.2014	present	Management of Fiber Optic Communication Lines of Power Transmission Lines, JSC	Member of the Board of Directors
30.06.2014	present	Realty of VNIPIenergoprom, JSC	Member of the Board of Directors
30.06.2014	present	Energoservice of the North-West, JSC	Member of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Malkov Denis Aleksandrovich***

Born in ***1974***

Education: ***higher***

Ural State Technical University – Ural Politechnical Institute named after B.N. Yeltsin, the first President of Russia (1996).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
01.2006	02.2013	IDGC of Urals, JSC	Head of Technical Development Department
02.2013	05.2013	FGC UES, JSC	Head of the Substations Department
05.2013	present	Rosseti, JSC	Director of the Department of Electricity Balances and Metering
06.2013	present	Energoservice Company, JSC	Member of the Board of Directors
07.2013	present	Kalmenergosbyt, JSC	Deputy Chairman of the Board of Directors

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates

of the Issuer: *none*.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: *none*.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: *none*.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: *none*.

Name of financial and business supervisory body of the Issuer: ***Internal Audit and Risk Management Department***

Full name: ***Klimova Elena Viktorovna***

Born in ***1962***

Education: ***higher***

Saratov State Economic Institute (1983).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
24.04.2009	31.07.2011	IDGC of Volga, JSC	Head of the Internal Audit Department
01.08.2011	present	IDGC of Volga, JSC	Head of the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: *none*.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: *none*.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: *none*.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: *none*.

Full name: ***Irkhin Mikhail Viktorovich***

Born in ***1981***

Education: ***higher***

Saratov State Technical University (2003).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
28.07.2008	22.11.2010	Second Generation Company of the Wholesale Electricity Market, JSC	Chief Expert of the Audit Section of the Internal Control Directorate
26.11.2010	31.07.2011	IDGC of Volga, JSC	Deputy Head of the Internal Audit Department

01.08.2011	10.01.2012	IDGC of Volga, JSC	Deputy Head of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Deputy Head of the Internal Audit and Risk Management Department – Head of the Internal Audit and Risk Management Section within the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Geynts Ella Viktorovna***

Born in ***1962***

Education: ***higher***

Sverdlovsk Law Institute (1985).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
10.2007	30.05.2010	IDGC of Volga, JSC	Leading Lawyer of the Legal Support Department
01.06.2010	01.07.2011	IDGC of Volga, JSC	Head of Electric Grid Operations Legal Support Sector, Legal Department
01.07.2011	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Head of the Insider Information Control Service of the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of

bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: **Martianov Sergey Sergeevich**

Born in **1975**

Education: **higher**

Saratov State Technical University (2004).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
24.04.2009	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Section within the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: **Melnikova Yuliya Vadimovna**

Born in **1981**

Education: **higher**

Saratov State Economic University (2003).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
14.08.2007	28.02.2011	Inspectorate of the Federal Tax Service of Russia for Frunzensky district of Saratov	Government Tax Official, Field Audit Department
15.03.2011	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and

			Risk Management Section within the Internal Audit and Risk Management Department
--	--	--	--

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Syromlya Vasily Mikhailovich***

Born in ***1953***

Education: ***higher***

Kalinin's Saratov Agricultural Mechanization Institute (1975).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
04.08.2008	12.02.2010	Saratovelektrosetremont, CJSC	Head of Distribution Grid and Substation Repair Section
09.03.2010	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Section within the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: ***Frolova Nadezhda Mikhailovna***

Born in ***1958***

Education: ***higher***

Saratov Economic Institute (1985).

Offices held by this member in the Issuer's company and other organizations during 5 years

until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
24.04.2009	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Section within the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

Full name: ***Frolova Tatiana Vyacheslavovna***

Born in ***1978***

Education: ***higher***

Saratov State Socio-Economic University (2000);

Saratov Law Institute of the Ministry of Internal Affairs of the Russian Federation (2003).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
24.04.2009	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Section within the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market

or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: **Schelochkov Viktor Aleksandrovich**

Born in **1970**

Education: **higher**

Eastern Institute of Economics, Humanitarian Sciences and Law (2006).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
24.04.2009	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Section within the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: **none**.

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: **none**.

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: **none**.

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: **none**.

Full name: **Shmakova Natalia Vladimirovna**

Born in **1978**

Education: **higher**

Moscow State Social University (1999).

Offices held by this member in the Issuer's company and other organizations during 5 years until now in chronological order (including part-time offices)

Period		Name of organization	Position
from	till		
24.04.2009	31.07.2011	IDGC of Volga, JSC	Leading Specialist of the Internal Audit Department
01.08.2011	10.01.2012	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Department
10.01.2012	present	IDGC of Volga, JSC	Leading Specialist of the Internal Audit and Risk Management Section within the Internal Audit and Risk Management Department

The member has no participation interest in the authorized capital/ordinary shares of the Issuer.

Participation interest in the authorized (share) capital (share fund) of subsidiaries and affiliates of the Issuer: ***none.***

Family ties with other members of the Issuer's management bodies and/or financial and business supervisory bodies of the Issuer: ***none.***

Administrative actions for any offenses related to finances, taxes and duties, securities market or criminal actions (convictions) for economic crimes or offenses against the state: ***none.***

Offices held in management bodies of any profit-making organizations during the period of bankruptcy action and/or any bankruptcy proceedings brought against these organizations under the Bankruptcy Law of the Russian Federation: ***none.***

If the Issuer has an internal audit service or any financial and business supervisory body other than the Internal Audit Commission of the Issuer with membership exceeding 10 persons, state information at least on 10 members of this financial and business supervisory body of the Issuer, including its Head.

5.6. Fees, allowances and/or compensations for financial and business supervisory bodies of the Issuer

Fees of each financial and business supervisory body of the Issuer. State all fees, including wages, bonuses, commissions, allowances and (or) compensations for expenses and other financial rewards and incentives paid by the Issuer from the start date of this year until the end date of the reporting quarter:

Unit of measurement: ***rub.***

Name of financial and business supervisory body of the Issuer: ***Internal Audit Commission***

Fee for participation in work of the supervisory body

Unit of measurement: ***rub.***

Parameter	2014, 6 months
Fee for participation in work of financial and business supervisory body of the Issuer	607,500
Wages	0
Bonuses	0
Commission	0
Allowances	0
Compensation for expenses	0
Other incentives	0
TOTAL	607,500

Any agreements for the above payments having effect during this financial year:

No payment agreements were signed during this financial year.

Payment of remunerations to the members of the Internal Audit Commission of the Issuer is governed by the Regulation on remunerations and compensations payable to the members of the Internal Audit Commission of IDGC of Volga, JSC approved by resolution of the General Meeting of Shareholders of IDGC of Volga, JSC (Minutes No. 1751np/3 dated October 05, 2007), as well as by the modifications made to the Regulation on remunerations and compensations payable to the members of the Internal Audit Commission of IDGC of Volga, JSC approved by the annual General Meeting of Shareholders of IDGC of Volga, JSC (Minutes No. 1/2008 dated June 07, 2008).

Name of financial and business supervisory body of the Issuer: ***Audit Committee under the Board of Directors***

Fee for participation in work of the supervisory body

Unit of measurement: *rub.*

Parameter	2014, 6 months
Fee for participation in work of financial and business supervisory body of the Issuer	183,600
Wages	0
Bonuses	0
Commission	0
Allowances	0
Compensation for expenses	0
Other incentives	0
TOTAL	183,600

Any agreements for the above payments having effect during this financial year:

Payment of remunerations to the members of the Audit Committee under the Board of Directors of the Issuer is governed by the Regulation on remunerations and compensations payable to the members of the Audit Committee under the Board of Directors approved by the Board of Directors of IDGC of Volga, JSC (Minutes No. 6 dated November 13, 2008). No payment agreements were signed during this financial year.

Name of financial and business supervisory body of the Issuer: ***Internal Audit and Risk Management Department***

Fee for participation in work of the supervisory body

Unit of measurement: *rub.*

Parameter	2014, 6 months
Fee for participation in work of financial and business supervisory body of the Issuer	0
Wages	2,624,465.72
Bonuses	1,028,337.06
Commission	0
Allowances	0
Compensation for expenses	931,024.71
Other incentives	1,143,819.95
Total	5,727,647.44

Any agreements for the above payments having effect during this financial year:

Remunerations to the employees of the Internal Audit and Risk Management Department of IDGC of Volga, JSC shall be paid in the current fiscal year in accordance with the terms and conditions of the relevant employment contracts.

No additional agreements have been made by and between the Issuer and the employees of the Internal Audit and Risk Management Department of IDGC of Volga, JSC.

5.7. Headcount, general information on the Issuer's personnel, Issuer's headcount changes

Unit of measurement: *rub.*

Parameter	2014, 6 months
Average staffing number (persons)	22,339
Wages fund for the reporting period	3,862,440,070
Welfare payments for the reporting period	34,034,834

For information related to the Issuer's employees having significant influence on financial and economic activities of the Company (key employees) please refer to clause 5.2 of this Quarterly Report.

5.8. Issuer's obligations to its personnel relating to any possible participation of the personnel in the authorized (share) capital (share fund) of the Issuer

Issuer has no obligations to its personnel relating to participation in the authorized (share) capital (share fund) of the Issuer

VI. Issuer's participants (shareholders) and related party transactions

6.1. Total number of the Issuer's participants (shareholders)

Total number of persons with non-zero balance of personal accounts recorded in the register of the Issuer's shareholders as of the end date of the reporting quarter: **18,061**

Total number of nominal holders of the Issuer's shares: **7**

Total number of persons registered in the latest list of persons who are (were) entitled to participate in the General Meeting of Shareholders of the Issuer (other list of persons which was issued to exercise rights attached to the Issuer's share and which contains information on persons in favor of whom nominal holders held (hold) the Issuer's shares): **20,070**

Date of issue of the list of persons enrolled on the latest list of those who are (were) entitled to participate in the General Meeting of Shareholders of the Issuer (other list of persons which was issued to exercise rights attached to the Issuer's share and which contains information on persons in favor of whom nominal holders held (hold) the Issuer's shares): **May 12, 2014**

Holders of the Issuer's ordinary shares to be enrolled on the above list: **20,070**

6.2. Issuer's participants (shareholders) holding at least five percent of its authorized (share) capital (share fund) or at least five percent of its ordinary shares; persons which control these participants (shareholders) or, if such persons are not available, their participants (shareholders) holding at least twenty percent of the authorized (share) capital (share fund) or at least twenty percent of their ordinary shares

Issuer's participants (shareholders) holding at least five percent of its authorized (share) capital (share fund) or at least five percent of its ordinary shares

1. Full firm name: ***Open Joint-Stock Company Russian Grids (Rosseti, JSC)***

Abbreviated firm name: ***Rosseti, JSC***

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

INN (Taxpayer's Id. No.): ***7728662669***

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

Ownership interest of the person in the authorized capital of the Issuer, %: ***67.626%***

Percentage of the Issuer's ordinary shares held by the person, %: ***67.626%***

Persons controlling a participant (shareholder) of the Issuer:

1.1. Full firm name: ***the Russian Federation represented by the Federal Agency for State***

Property Management

Abbreviated firm name: ***Rosimuschestvo***

Location: ***9, Nikolskiy per., Moscow, 109012, Russia***

INN (Taxpayer's Id. No.): ***7710723134***

OGRN (Primary State Registration Number): ***1087746829994***

Legal basis enabling the person which controls a participant (shareholder) of the Issuer to exercise this right (participation in a legal entity being a participant (shareholder) of the Issuer; entering into a partnership agreement, agency agreement, shareholder's agreement or other agreement for exercising rights certified by shares (participation interest) of a legal entity being a participant (shareholder) of the Issuer):

Participation in a legal entity being a participant (shareholder) of the Issuer.

Sign of exercising the control right by a person which controls a participant (shareholder) of

the Issuer: ***Availability of a right to control over 50% of votes in the highest management body of the organization***

Type of control: ***direct control***

Participation interest of this person in the authorized (share) capital (share fund) of the participant (shareholder) of the Issuer, %: ***85.31***

Percentage of the ordinary shares of the Issuer's participant (shareholder) held by the person, %: ***86.32***

Additional information, at the Issuer's discretion:

2. Full firm name: ***ENERGYO SOLUTIONS RUSSIA (CYPRUS) LIMITED***

Abbreviated firm name: ***n/a***

Location: ***Lochagou Kapota, 23 ARMONIA COMPLEX BLOCK A, 4th floor, Flat/Office 401 P.C. 3020, Limassol, Cyprus.***

Ownership interest of the person in the authorized capital of the Issuer: ***11.524%***

Percentage of the Issuer's ordinary shares held by the person: ***11.524%***

Persons controlling a participant (shareholder) of the Issuer:

Information on the above persons is not available.

Participants (shareholders) of this person holding at least twenty percent of its authorized (share) capital (share fund) or at least twenty percent of its ordinary shares

Information on the above persons is not available.

Additional information, at the Issuer's discretion:

3. ***Nominee shareholder***

Details on the nominee shareholder:

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

Abbreviated firm name: ***DKT, LLC***

Location: ***bld. 1, ul. Stromynka 4, Moscow 107014, Russia***

INN (Taxpayer's Id. No.): ***7729520219***

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

Tel.: ***(495) 641-3031***

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

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

Details on the license of a professional participant of the securities market

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

Date of issuance: ***03.04.2008***

Duration: ***Unlimited***

Issuing Authority: ***Federal Commission for the Securities Market***

Number of the Issuer's ordinary shares recorded in the register of the Issuer's shareholders in favor of a nominal holder: ***120,765,085,671***

Number of the Issuer's preference shares recorded in the register of the Issuer's shareholders in favor of a nominal holder: ***0***

Additional information, at the Issuer's discretion:

4. ***Nominee shareholder***

Details on the nominee shareholder:

Full firm name: ***Non-Banking Credit Organization Closed Joint-Stock Company National Settlement Depository Institution***

Abbreviated firm name: ***NKO NRD, CJSC***

Location: ***bld. 8, ul. Spartakovskaya 12, Moscow 105066, Russia***

INN (Taxpayer's Id. No.): ***7702165310***

OGRN (Primary State Registration Number): ***1027739132563***

Tel.: ***(495) 956-2790***

Fax: **(495) 232-0275**

E-mail: **pr@nsd.ru.**

Details on the license of a professional participant of the securities market

Number: **177-12042-000100**

Date of issuance: **19.02.2009**

Duration: **Unlimited**

Issuing Authority: **Federal Financial Markets Service**

Number of the Issuer's ordinary shares recorded in the register of the Issuer's shareholders in favor of a nominal holder: **45,894,450,059**

Number of the Issuer's preference shares recorded in the register of the Issuer's shareholders in favor of a nominal holder: **0**

Additional information, at the Issuer's discretion:

6.3. Participation of the State or municipal unit in the authorized (share) capital (share fund) of the Issuer; availability of a special right ("golden share"):

Persons exercising control of state or municipal stock

Federal property

Name: **the Russian Federation represented by the Federal Agency for State Property**

Management

Location: **9, Nikolskiy per., Moscow, 109012, Russia**

Share of the authorized (share) capital (share fund) of the Issuer held by the State (at the federal level or by constituents of the Russian Federation) or municipal unit: **0.529**

Persons entitled to exercise functions of the Issuer's participant (shareholder) on behalf of the Russian Federation, constituent of the Russian Federation or municipal unit: **none.**

Availability of a special right to participate in management of the Issuer, a joint-stock company, granted to the Russian Federation, constituents of the Russian Federation or municipal units ("golden share"), and duration of this special right ("golden share"): **not applicable.**

6.4. Restrictions of participation in the authorized (share) capital (share fund) of the Issuer

None

6.5. Changes in structure and participation share of the Issuer's participants (shareholders) holding at least five percent of its authorized (share) capital (share fund) or at least five percent of its ordinary shares

Structures of participants (shareholders) of the Issuer holding at least five percent of its authorized (share) capital (share fund) and, for the issuers being joint-stock companies, at least five percent of ordinary shares of the Issuer as of the date of the list of persons entitled to participate in each General Meeting of Shareholders of the Issuer held during the previous completed financial year prior to the end date of the reporting quarter and during the period from the start date of the current year until the end date of the reporting quarter basing upon the list of persons entitled to participate in each meeting

1. Date of preparation of a list of persons entitled to participate in the General Meeting of Participants (Shareholders) of the Issuer: **30.04.2013**

List of shareholders (participants)

a) Full firm name: **Open Joint-Stock Company Russian Grids (Rosseti, JSC)**

Abbreviated firm name: **Rosseti, JSC**

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

INN (Taxpayer's Id. No.): **7728662669**

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

Ownership interest of the person in the authorized capital of the Issuer, %: **67.626**

Percentage of the Issuer's ordinary shares held by the person, %: **67.626**

b) Full firm name: **ENERGYO SOLUTIONS RUSSIA (CYPRUS) LIMITED**
 Abbreviated firm name: *n/a*
 Location: **Lochagou Kapota, 23 ARMONIA COMPLEX BLOCK A, 4th floor, Flat/Office 401 P.C. 3020, Limassol, Cyprus.**

Non RF-resident

Ownership interest of the person in the authorized capital of the Issuer, %: **11.524**

Percentage of the Issuer's ordinary shares held by the person, %: **11.524**

2. Date of preparation of a list of persons entitled to participate in the General Meeting of Participants (Shareholders) of the Issuer: **12.05.2014**

List of shareholders (participants)

a) Full firm name: **Open Joint-Stock Company Russian Grids (Rosseti, JSC)**

Abbreviated firm name: **Rosseti, JSC**

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

INN (Taxpayer's Id. No.): **7728662669**

OGRN (Primary State Registration Number): **108776000019**

Ownership interest of the person in the authorized capital of the Issuer, %: **67.626**

Percentage of the Issuer's ordinary shares held by the person, %: **67.626**

b) Full firm name: **ENERGYO SOLUTIONS RUSSIA (CYPRUS) LIMITED**
 Abbreviated firm name: *n/a*
 Location: **Lochagou Kapota, 23 ARMONIA COMPLEX BLOCK A, 4th floor, Flat/Office 401 P.C. 3020, Limassol, Cyprus.**

Non RF-resident

Ownership interest of the person in the authorized capital of the Issuer, %: **11.524**

Percentage of the Issuer's ordinary shares held by the person, %: **11.524**

6.6. Information on the interested party transactions settled by the Issuer

Number and amount of the Issuer's transactions which, pursuant to the law of the Russian Federation, are considered as related party transactions subjected to the approval by the competent management body of the Issuer during the previous reporting quarter

Unit of measurement: **rub.**

Parameter	Total quantity, pcs.	Total amount of money spent
Interested party transactions settled by the Issuer during the reporting period which required approval of the competent management body of the Issuer	40	154,134,887
Interested party transactions settled by the Issuer during the reporting period which were approved by the General Meeting of Participants (Shareholders) of the Issuer		
Interested party transactions settled by the Issuer during the reporting period which were approved by the Board of Directors (Supervisory Board) of the Issuer	40	154,134,887
Interested party transactions settled by the Issuer during the reporting period which required approval but were not approved by the competent management body of the Issuer		

Transactions (groups of interrelated transactions) valued at five or more percent of the Issuer's book value calculated basing upon its accounting statements as of the previous reporting date prior to the transaction settled by the Issuer during the previous reporting quarter: *none*.

Interested party transactions (groups of interrelated transactions) which were not approved by the Board of Directors (Supervisory Board) or General Meeting of Shareholders (participants) of the Issuer in cases when this approval was required by the law of the Russian Federation: *none*.

6.7. Receivables

By the end date of the reporting quarter:

Unit of measurement: *thousand rubles*

Parameter	Value
Receivables - buyers and customers	4,433,593
(including overdue receivables)	1,259,859
Receivables - Notes receivable	0
(including overdue receivables)	0
Receivables – Overdue contributions of participants (shareholders) to the authorized capital	0
(including overdue receivables)	0
Other receivables	333,463
(including overdue receivables)	133,250
Accounts receivable, total	4,767,056
including total overdue receivables	1,393,109

Debtors whose share in the total amount of receivables is not less than 10% for the above reporting period:

No.

VII. Accounting (financial) statements of the Issuer and other financial information

7.1. Annual accounting (financial) statements of the Issuer

Not specified in this reporting quarter.

7.2. Quarter accounting (financial) statements of the Issuer

Balance sheet as of June 30, 2014

	Form No. 1 as per OKUD	Codes
	Date	0710001
Company Open Joint-Stock Company Interregional Distribution Grid Company of Volga	as per OKPO	30.06.2014
Taxpayer's Identification Number	INN (Taxpayer's Id. No.)	96956370
Core activities: electric power transmission	as per OKVED	6450925977
Legal Form/Property Category: open joint-stock company / Joint federal and foreign property	as per OKOPF/OKFS	40.10.2
		47 / 31

Unit of measurement: **thousand rubles**as per OKEI **384**Location (address) **42/44, ul. Pervomayskaya, Saratov 410031, Russia**

Comments	ASSETS	Index code	as of June 30, 2014	as of December 31, 2013	as of December 31, 2012
1	2	3	4	5	6
	I. NON-CURRENT ASSETS				
5.1	Intangible assets	1110	41,071	43,145	62,636
5.2	Results of research and development activities	1120	37,290	49,075	46,378
	including:				
	costs related to research and development activities in progress	1121	16,279	11,041	5,932
5.3	Fixed assets	1150	56,176,021	56,900,364	53,112,750
	land plots and land use facilities	1151	78,289	78,289	58,163
	buildings, machinery, equipment and structures	1152	46,357,573	47,810,622	44,608,383
	other types of fixed assets	1153	5,623,606	6,279,159	5,665,928
	construction-in-progress	1154	2,477,152	2,182,776	2,484,612
	advances for capital construction and acquisition of fixed assets	1155	1,486,653	387,626	223,872
	materials for capital construction and acquisition of non-current assets	1156	152,748	161,892	71,792
	Income-bearing investments in tangible assets	1160	0	0	0
5.4	Long-term financial investments	1170	101,616	101,615	101,711
	investments in affiliated companies	1171	101,529	101,529	101,529
	investments in other organizations	1173	87	86	182
5.7	Deferred tax assets	1180	399,298	322,014	184,209
	Other non-current assets	1190	20,468	23,185	30,396
	TOTAL Section I	1100	56,775,764	57,439,398	53,538,080
	II. CURRENT ASSETS				
5.5	Inventories	1210	1,739,762	1,235,898	1,140,830
	raw stock, materials and other similar assets	1211	1,700,909	1,172,719	1,066,068
	work-in-progress costs	1212	228	308	0
	finished products and goods for resale	1213	64	64	75
	other inventories and costs	1215	38,561	62,807	74,687
	Value added tax on assets purchased	1220	4,256	3,727	159,833
5.6	Accounts receivable	1230	4,767,056	5,394,531	3,730,789
	Accounts receivable falling due in more	1231	19,171	19,054	25,534

	than 12 months after the balance sheet date				
	buyers and customers	123101	3,848	5,139	10,127
	bills receivable	123102	0	0	0
	prepaid expenses	123103	9,500	6,908	2,784
	other debtors	123104	5,823	7,007	12,623
	Accounts receivable falling due in less than 12 months after the balance sheet date	1232	4,747,885	5,375,477	3,705,255
	buyers and customers	123201	4,429,745	4,038,552	3,054,044
	bills receivable	123202	0	0	0
	prepaid expenses	123205	145,166	260,600	265,242
	other debtors	123206	172,974	1,076,325	385,969
	Short-term financial investments (except for money equivalents)	1240	0	0	0
	Cash assets and money equivalents	1250	819,445	1,016,421	2,056,725
	cash assets	1251	191	85	87
	settlement accounts	1252	819,219	1,012,177	2,056,638
	other monetary assets	1254	35	4,159	0
	other current assets	1260	417,712	226,138	189,025
	TOTAL Section II	1200	7,748,231	7,876,715	7,277,202
	BALANCE (asset)	1600	64,523,995	65,316,113	60,815,282

Comments	LIABILITIES	Index code	as of June 30, 2014	as of December 31, 2013	as of December 31, 2012
1	2	3	4	5	6
	III. CAPITAL AND RESERVES				
	Authorized capital	1310	17,857,780	17,857,780	17,857,780
	Re-assessment of non-current assets	1340	18,474,148	18,490,029	18,521,141
	Incremental capital (without re-assessment)	1350	0	0	0
	Reserve funds	1360	365,258	362,510	304,411
5.7	Undistributed profit (uncovered loss)	1370	5,818,911	5,959,920	6,223,736
	of prior years	1371	5,955,255	5,905,667	5,062,464
	of the reporting period	1372	-136,344	54,253	1,161,272
	TOTAL Section III	1300	42,516,097	42,670,239	42,907,068
	IV. LONG-TERM LIABILITIES				
5.6	Loans and credits	1410	13,700,000	13,900,000	10,700,000
	Bank credits with repayment periods more than 12 months after the balance sheet date	1411	13,700,000	13,900,000	10,700,000
5.7	Deferred tax liabilities	1420	3,094,673	2,857,109	1,658,323
	Estimated liabilities	1430	0	0	0

	Other liabilities	1450	311,708	271,590	385,823
	TOTAL Section IV.	1400	17,106,381	17,028,699	12,744,146
	V. SHORT-TERM LIABILITIES				
5.6	Loans and credits	1510	15,414	18,817	14,087
	Bank credits falling due in less than 12 months after the balance sheet date	1511	15,414	18,817	14,087
5.6	Accounts payable	1520	4,199,682	5,195,385	4,168,287
	suppliers and contractors	1521	2,088,523	3,478,911	2,814,664
	employee payroll liabilities	1523	372,217	408,580	353,579
	accounts payable to state non-budgetary funds	1524	185,972	172,150	145,685
	tax payables	1525	752,631	290,225	162,205
	advances received	1526	670,007	751,293	554,219
	dividends payable to participants (founding members)	1527	21,617	4,023	1,697
	other accounts payable	1528	108,715	90,203	136,238
	Deferred revenue	1530	0	0	0
5.7	Estimated liabilities	1540	435,179	316,774	952,217
	Other liabilities	1550	251,242	86,199	29,477
	TOTAL Section V	1500	4,901,517	5,617,175	5,164,068
	BALANCE (liability)	1700	64,523,995	65,316,113	60,815,282

**Profit and Loss Statement
for 6 months of 2014**

		Codes
	Form No. 2 as per OKUD	0710002
	Date	30.06.2014
Company Open Joint-Stock Company Interregional Distribution Grid Company of Volga	as per OKPO	96956370
Taxpayer's Identification Number	INN (Taxpayer's Id. No.)	6450925977
Core activities: electric power transmission	as per OKVED	40.10.2
Legal Form/Property Category: open joint-stock company / Joint federal and foreign property	as per OKOPF/OKFS	47 / 31
Unit of measurement: thousand rubles	as per OKEI	384
Location (address) 42/44, ul. Pervomayskaya, Saratov 410031, Russia		

Comments	Parameter	Index code	for months of 2014	for months of 2013
1	2	3	4	5
	Revenue	2110	22,838,946	22,856,300

	including:			
	power transmission and distribution services	2111	22,633,104	19,078,006
	technological connection services	2112	80,880	91,857
	electricity and capacity sale	2113	0	3,588,519
	property leasing	2116	40,526	40,704
	other goods, products, industrial services	2117	82,763	55,262
	other goods, products, non-industrial services	2118	1,673	1,952
6.1	Cost of goods, products, works and services sold	2120	-21,734,413	-21,912,716
	including:			
	power transmission and distribution services	2121	-21,507,608	-18,361,906
	technological connection services	2122	-77,466	-61,363
	electricity and capacity sale	2123	0	-3,422,830
	property leasing	2126	-15,650	-15,855
	other goods, products, industrial services	2127	-126,255	-42,861
	other goods, products, non-industrial services	2128	-7,434	-7,901
	Gross profit (loss)	2100	1,104,533	943,584
	Business expenses	2210	0	-133,047
6.1	Administrative expenses	2220	-537,626	-486,921
	Profit (loss) on sales	2200	566,907	323,616
6.4	Other income and expenses			
	Income from participation in other organizations	2310	0	0
	Interests receivable	2320	11,615	9,473
	Interests payable	2330	-470,145	-306,174
	Other income	2340	161,953	418,029
	Other expenses	2350	-246,259	-538,268
	Profit (loss) before tax	2300	24,071	-93,324
6.3	Current profit tax	2410	0	0
	including permanent tax liabilities (assets)	2421	57,990	130,734
6.3	Changes in deferred tax liabilities	2430	-142,465	-258,439
6.3	Changes in deferred tax assets	2450	79,660	146,370
	Other	2460	-97,610	169
	Net profit (loss)	2400	-136,344	-205,224
	FOR REFERENCE			
	Result of re-assessment of non-current assets not included in the net income (loss) of the reporting period	2510		
	Result of other transactions not included in the net profit (loss) of the reporting period	2520		
	Cumulative financial result of the reporting period	2500	-136,344	-205,224
6.2	Basic earnings (loss) per share	2900	0	0

	Diluted earnings (loss) per share	2910	0	0
--	-----------------------------------	------	---	---

7.3. Consolidated accounting (consolidated financial) statements of the Issuer

The annual consolidated accounting (consolidated financial) statements of the Issuer for the previous completed financial year was prepared prior to the end date of Q1 and entered into Q1 report, thus those statements were not entered into Q2 report.

7.4. Issuer's accounting policy

No modifications were made to this information during the reporting quarter.

7.5. Total export amount and export share in total sales

Issuer's goods (products, works and services) are not exported.

7.6. Material changes in the structure of the Issuer's property after the end date of the previous completed financial year

Material changes in the structure of the Issuer's property occurred during twelve months before the end date of the reporting quarter:

None

7.7. Issuer's participation in legal proceedings (if this participation may have a material effect on the Issuer's financial and business activities)

From the start date of the previous completed financial year till the end date of the reporting quarter, the Issuer did/does not participate in legal proceedings which had/may have effect on its financial and business activities.

VIII. Additional information on the Issuer and its placed issuable securities

8.1. Additional information on the Issuer

8.1.1. Amount and structure of the Issuer's authorized (share) capital (share fund)

Amount of the Issuer's authorized (share) capital (share fund) as of the end date of the previous reporting quarter, rub.: **17,857,780,114.60**

Ordinary shares

Total nominal value: **17,857,780,114.60**

Participation in the authorized capital, %: **100**

Preferred shares

Total nominal value: **0**

Participation in the authorized capital, %: **0**

Conformance of the above amount of the authorized capital to the Issuer's constituent documents:

The amount of the authorized capital specified herein complies with the constituent documents of IDGC of Volga, JSC.

8.1.2. Changes in the amount of the Issuer's authorized (share) capital (share fund)

None

8.1.3. Procedure for convening and holding the meeting of the Issuer's highest management body

Name of the Issuer's highest management body: according to clause 10.1., Article 10 of the Articles of Association of IDGC of Volga, JSC the highest management body of the Issuer is the General Meeting of Shareholders.

Procedure for notifying shareholders (participants) of the meeting of the Issuer's highest management body:

Pursuant to Article 52 of the Federal Law "On Joint-Stock Companies" (the "Law"), the notification of the General Meeting of Shareholders shall be provided at least twenty days before the date of the meeting or at least thirty days before the date of the meeting if the agenda contains the issue on the Company's reorganization.

The notification of the General Meeting of Shareholders shall be provided to each person on the list of persons entitled to participate in the General Meeting of Shareholders within the prescribed time by registered mail (unless other delivery method of this written notification provided in the Articles of Association of the Company) or delivered to each eligible person against signature or, if provided by the Articles of Association of the Company, disclosed in a printed publication or on a web-page specified in the Articles of Association of the Company.

If a person entered into the register of the Company's shareholders is a nominal holder of shares, the notification of the General Meeting of Shareholders shall be provided at the address of the nominal holder of shares unless the list of persons entitled to participate in the General Meeting of Shareholders contains other postal address for notifications of the General Meeting of Shareholders. Should the notification of the General Meeting of Shareholders be delivered to the nominal holder of shares, this notification shall be transferred to its clients in the manner and within the time provided by the regulations of the Russian Federation or contracts signed with these clients.

Persons (bodies) which may convene (request convening) the extraordinary meeting of the highest management body of the Issuer and procedure for making this request:

Pursuant to Article 55 of the Law, the General Meeting of Shareholders shall be held by the decision of the Board of Directors (Supervisory Board) of the Company at its discretion, upon request of the Company's Internal Audit Commission, Company's Auditor and shareholder(s) owing at least ten percent of voting shares of the Company as of the date of the request. Convening (holding) or refusal to convene (hold) a General Meeting of Shareholders upon request of the Company's Internal Audit Commission, Company's Auditor or shareholders (shareholder) owing minimum 10 percent of voting shares of the Company is performed by the Board of Directors (Supervisory Board) of the Company. The request for convening the extraordinary General Meeting of Shareholders shall contain issues for the agenda of the meeting. In addition, the request for convening the extraordinary General Meeting of Shareholders may contain resolutions on the above issues and proposal on the form of the General Meeting of Shareholders. Any nomination proposal which may appear in the request for convening the extraordinary General Meeting of Shareholders shall be governed by the provisions of Article 53 of the Law. Any request for convening the extraordinary General Meeting of Shareholders provided by any shareholder(s) shall contain the name(s) of this shareholder(s) and number and category (type) of shares held by this shareholder(s). The request for convening the extraordinary General Meeting of Shareholders shall be signed by a person(s) who requested to convene this extraordinary General Meeting of Shareholders.

Procedure for setting a date of the meeting of the Issuer's highest management body:

Pursuant to Article 47 of the Law, the annual General Meeting of Shareholders shall be held within the time specified in the Articles of Association of the Company but not earlier than in two months and not later than in six months after the end date of the financial year. Pursuant to Article 54 of the Law, while preparing for General Meeting of Shareholders the Board of Directors (Supervisory Board) of the Company shall set the date, venue and time of the General Meeting of Shareholders.

The extraordinary General Meeting of Shareholders convened upon request of the Company's Internal Audit Commission, Company's Auditor or shareholder(s) owing at least ten percent of voting shares of the Company (the "Persons entitled to convene the General Meeting of Shareholders") shall be held within 50 days from the date of the request for the extraordinary General Meeting of Shareholders.

The extraordinary General Meeting of Shareholders with the agenda containing the issue on election of members of the Board of Directors (Supervisory Board) of the Company by cumulative voting shall be held within 95 days from the date of the request for convening this extraordinary General Meeting of Shareholders.

Persons entitled to add proposals to the agenda of the meeting of the Issuer's highest management body and procedure for adding these proposals:

Shareholder(s) of the Company holding as joint owner(s) at least two (2) percent of the voting shares of the Company is(are) entitled to put the issues on the agenda of the annual General Meeting of Shareholders and propose nominees for the Board of Directors of the Company and Internal Audit

Commission of the Company; however, the number of the latter may not exceed the quantitative composition of the relevant body. These proposals shall be provided to the Company no later than in thirty days after the end date of the financial year, unless a later date is specified in the Articles of Association of the Company.

Any request for adding issues to the agenda of the General Meeting of Shareholders and nomination proposals provided by any shareholder(s) shall be made in written form and contain the name(s) of the shareholder(s) who submitted the proposal or request for convening the extraordinary meeting, as well as number and category (type) of shares held by this shareholder(s).

Should the proposed agenda of the extraordinary General Meeting of Shareholders contain the issue on election of members of the Board of Directors (Supervisory Board) of the Company by cumulative voting, the shareholder(s) of the Company together owning at least two percent of voting shares of the Company may nominate candidatures to the Board of Directors of the Company (the number of these candidatures shall not exceed membership of the Board of Directors of the Company). These proposals shall be provided to the Company at least thirty days before the date of the extraordinary General Meeting of Shareholders, unless a later date is specified in the Articles of Association of the Company.

Persons entitled to familiarize themselves with information (materials) supplied for preparing and holding the meeting of the Issuer's highest management body and procedure for familiarization with this information (materials):

The persons entitled to participate in the General Meeting of Shareholders may familiarize themselves with the information (materials) in the office of the Company's executive body and other places specified in the notice of the General Meeting of Shareholders within 20 days before the date of the General Meeting of Shareholders or, if the agenda of the General Meeting of Shareholders contains the issue of reorganization of the Company, within 30 days before the date of the General Meeting of Shareholders.

This information (materials) is made available to the persons taking part in the General Meeting of Shareholders during the meeting.

The procedure for familiarization of the persons entitled to participate in the General Meeting of Shareholders with the information (materials) on issues on the agenda of the General Meeting of Shareholders and the list of this information (materials) will be established by the Board of Directors of the Company.

Upon request of a person entitled to participate in the General Meeting of Shareholders, the Company shall provide this person with copies of the above documents. The fee imposed by the Company for delivery of these copies shall not exceed the cost of these copies.

Procedure for disclosing (notifying the Issuer's shareholders (participants)) resolutions taken by the Issuer's highest management bodies and voting results:

In case of convening the General Meeting of Shareholders of the Company in the form of a meeting (joint attendance):

Resolutions passed by the General Meeting of Shareholders and the voting results may be announced at the General Meeting of Shareholders during which the voting was held, and subsequently communicated, in the form of the Report on the voting results, to persons included in the list of persons entitled to participate in the General Meeting of Shareholders according to the procedure for informing of the convened General Meeting of Shareholders, as provided by the Articles of Association of the Company, within maximum four business days after the date of closing the General Meeting of Shareholders.

General Meeting of Shareholders of the Company held in the form of the absentee voting:

Resolutions passed by the General Meeting of Shareholders and the voting results shall be communicated, in the form of the Report on the voting results, to the persons included in the list of persons entitled to participate in the General Meeting of Shareholders according to the procedure for informing of the convened General Meeting of Shareholders within maximum four business days after the closing date for the ballot.

If on the date of making the list of persons entitled to participate in the General Meeting of

Shareholders, a person included in the Register of Shareholders of the Company was a nominee shareholder, then the Report on the voting results should be sent to such nominee shareholder using an electronic delivery method (as an electronic document authenticated by the digital signature). The nominee shareholder should communicate the content of the Report on the voting results in accordance with the procedure and within the time frame set by the applicable laws and regulations of the Russian Federation or the relevant agreement with the depositor.

8.1.4. Profit-making organizations with at least five percent of authorized (share) capital (share fund) or with at least five percent of ordinary shares held by the Issuer

List of profit-making organizations with at least five percent of authorized (share) capital (share fund) or with at least five percent of ordinary shares held by the Issuer as of the end date of the previous reporting quarter

1. Full firm name: ***Open Joint-Stock Company Social Sphere-M***

Abbreviated firm name: ***Social Sphere-M, JSC***

Location: ***50, prospekt Lenina, Saransk, the Republic of Mordovia, Russia***

INN (Taxpayer's Id. No.): ***1326185581***

OGRN (Primary State Registration Number): ***1021300973033***

Ownership interest of the Issuer in the authorized (share) capital (share fund) of a profit-making organization: ***100%***

Percentage of ordinary shares in the Joint-Stock Company held by the Issuer: ***100%***

Ownership interest of the person in the authorized capital of the Issuer: ***0%***

Percentage of the Issuer's ordinary shares held by the person: ***0%***

2. Full firm name: ***Open Joint-Stock Company Chuvash Autotransport Company***

Abbreviated firm name: ***ChAK, JSC***

Location: ***21, ul. Promyshlennaya, Novocheboksarsk, the Chuvash Republic, Russia***

INN (Taxpayer's Id. No.): ***2124021783***

OGRN (Primary State Registration Number): ***1042124002117***

Ownership interest of the Issuer in the authorized (share) capital (share fund) of a profit-making organization: ***100% minus one share***

Percentage of ordinary shares in the Joint-Stock Company held by the Issuer: ***100% minus one share***

Ownership interest of the person in the authorized capital of the Issuer: ***0%***

Percentage of the Issuer's ordinary shares held by the person: ***0%***

3. Full firm name: ***Open Joint-Stock Company Solnechniy Sanatorium-Preventorium***

Abbreviated firm name: ***Solnechniy Sanatorium-Preventorium, JSC***

Location: ***58, ul. Turbinnaya, Orenburg, Russia.***

INN (Taxpayer's Id. No.): ***5611031844***

OGRN (Primary State Registration Number): ***1045607457345***

Ownership interest of the Issuer in the authorized (share) capital (share fund) of a profit-making organization: ***100% minus one share***

Percentage of ordinary shares in the Joint-Stock Company held by the Issuer, %: ***100% minus one share***

Ownership interest of the person in the authorized capital of the Issuer: ***0%***

Percentage of the Issuer's ordinary shares held by the person: ***0%***

4. Full firm name: ***Open Joint-Stock Company Energoservice of Volga***

Abbreviated firm name: ***Energoservice of Volga, JSC***

Location: ***149A, ul. Moskovskaya, Saratov 410012, Russia***

INN (Taxpayer's Id. No.): ***6450945684***

OGRN (Primary State Registration Number): ***1116450000061***

Ownership interest of the Issuer in the authorized (share) capital (share fund) of a profit-making organization: **100%**

Percentage of ordinary shares in the Joint-Stock Company held by the Issuer: **100%**

Ownership interest of the person in the authorized capital of the Issuer: **0%**

Percentage of the Issuer's ordinary shares held by the person: **0%**

8.1.5. Information on major transactions made by the Issuer

For the reporting quarter

No major transactions were settled during this period.

8.1.6. Issuer's credit ratings

No modifications were made to this information during the reporting quarter.

8.2. Information on each category (type) of the Issuer's shares

No modifications were made to this information during the reporting quarter.

8.3. Previous issues of the Issuer's issuable securities, except for the Issuer's shares

8.3.1. Issues with redeemed securities

No modifications were made to this information during the reporting quarter.

8.3.2. Issues of with unredeemed securities

No modifications were made to this information during the reporting quarter.

8.4. Person(s) who provided security for the Issuer's secured bonds and conditions of securing performance of obligations under the Issuer's secured bonds

No Prospectus for secured bonds was registered by the Issuer. No secured exchange bonds were admitted to trading.

8.4.1. Conditions of securing performance of obligations under mortgage-backed bonds

No default mortgage-backed bonds were placed by the Issuer.

8.5. Organizations in charge of recording rights to the Issuer's issuable securities

No modifications were made to this information during the reporting quarter.

8.6. Legal acts governing capital export and import issues which may have effect on payment of dividends, interest and other payments to non-residents

No modifications were made to this information during the reporting quarter.

8.7. Taxation of return on issuable securities placed (being placed) by the Issuer

No modifications were made to this information during the reporting quarter.

8.8. Declared (accrued) dividends, paid off dividends on the Issuer's shares, return on the Issuer's bonds

8.8.1. Declared and paid-off dividends on the Issuer's shares

Dividend period

1. Year: **2011**

Period: *the whole year*

Issuer's management body which made decision on declaration of dividends: **General Meeting of Shareholders (Participants)**

Date of the meeting of the authorized management body of the Issuer at which the resolution on payment (declaration) of dividends was passed: **13.06.2012**

The date of compiling the list of persons entitled to receive dividends for this dividend period: **03.05.2012**

Date of the Minutes: **15.06.2012**

Number of the Minutes: **5/2012**

Category (type) of shares: **ordinary**

The amount of declared dividends on shares of this category (type) per one share, rubles: **0.00112**

The aggregate amount of declared dividends on all shares of this category (type), rubles: **200,007,137.28**

The total amount of paid dividends on all shares of the Issuer of one category (type), rubles:

198,435,781.68

Source of payment of declared dividends: **Company's profit for the 2011 financial year**

The share of declared dividends in the net profit for the reporting year, %: **15.32**

Paid dividend percentage of declared dividends on shares of this category (type), %: **99.21**

Time for paying declared dividends on the Issuer's shares: **no later than sixty days from the date of the payment decision**

Form and other terms of payment of declared dividends on the Issuer's shares: **in monetary form**

Declared dividends on the Issuer's shares were paid partially.

Causes of failure to pay declared dividends: **unavailable or inaccurate payment details of shareholders.**

2. Year: **2012**

Period: **the whole year**

Issuer's management body which made decision on declaration of dividends: **General Meeting of Shareholders (Participants)**

Date of the meeting of the authorized management body of the Issuer at which the resolution on payment (declaration) of dividends was passed: **11.06.2013**

The date of compiling the list of persons entitled to receive dividends for this dividend period: **30.04.2013**

Date of the Minutes: **14.06.2013**

Number of the Minutes: **7/2013**

Category (type) of shares: **ordinary**

The amount of declared dividends on shares of this category (type) per one share, rubles: **0.00163**

The aggregate amount of declared dividends on all shares of this category (type), rubles: **291,081,815.87**

The total amount of paid dividends on all shares of the Issuer of one category (type), rubles: **288,826,694.65**

Source of payment of declared dividends: **Company's profit for the 2012 financial year**

The share of declared dividends in the net profit for the reporting year, %: **25.05**

Paid dividend percentage of declared dividends on shares of this category (type), %: **99.23**

Time for paying declared dividends on the Issuer's shares: **no later than sixty days from the date of the payment decision**

Form and other terms of payment of declared dividends on the Issuer's shares: **in monetary form**

Declared dividends on the Issuer's shares were paid partially.

Causes of failure to pay declared dividends: **unavailable or inaccurate payment details of shareholders.**

3. Year: **2013**

Period: **the whole year**

Issuer's management body which made decision on declaration of dividends: **General Meeting of Shareholders (Participants)**

Date of the meeting of the authorized management body of the Issuer at which the resolution on payment (declaration) of dividends was passed: **23.06.2014**

The date of compiling the list of persons entitled to receive dividends for this dividend period: **10.07.2014**

Date of the Minutes: **23.06.2014**

Number of the Minutes: **8/2014**

Category (type) of shares: **ordinary**

The amount of declared dividends on shares of this category (type) per one share, rubles:

0.0001

The aggregate amount of declared dividends on all shares of this category (type), rubles:
1,785,778.0114

The total amount of paid dividends on all shares of the Issuer of one category (type), rubles: 0

Source of payment of declared dividends: **Company's profit for the 2013 financial year**

The share of declared dividends in the net profit for the reporting year, %: **32.5**

Paid dividend percentage of declared dividends on shares of this category (type), %: 0

Time for paying declared dividends on the Issuer's shares:

Dividends payable to a nominal holder and a beneficial owner being a professional security market participant shall be paid within 10 business days; dividends payable to other shareholders entered in the Shareholder Register shall be paid within 25 business days from the date of issuing the list of persons entitled to receive dividends.

Form and other terms of payment of declared dividends on the Issuer's shares:
in monetary form

8.8.2. Accrued and paid-off return on the Issuer's bonds

No bonds were issued by the Issuer.

8.9. Other information

Transactions (groups of interrelated transactions) with subsidiaries and affiliates; internal transactions; transactions between/with subsidiaries and affiliates; and transactions which cannot be formally considered as major transactions, but which may have effect on the Company's operations

Information on the above transactions is disclosed at the Company's web-page:
http://www.mrsk-volgi.ru/ru/osnovnie_pokazateli_deyatelnosti/svedeniya_o_sdelkah_obcshestva/.

Additional information on the Issuer's shares

In May 2008, the shares of IDGC of Volga, JSC were brought to stock markets by entering into the lists of stock exchanges "Securities accepted for circulation, but not added to quotation lists". Starting May 19, the Issuer's securities started circulating in Classical and Stock markets of Open Joint-Stock Company RTS Stock Exchange (address: building 38/1, ul. Dolgorukovskaya, Moscow 127006) with the reserve price of 0.18 rub., and starting May 23, 2008 in Closed Joint-Stock Company MICEX Stock Exchange (address: building 13, Bolshoy Kislovskiy per., Moscow 125009) with the reserve price of 0.195 rub.

By the decision of the Management Board of MICEX SE, CJSC dated June 23, 2009 (Minutes No. 93), the ordinary shares of IDGC of Volga, JSC were added to Quotation List "B" of MICEX SE, CJSC and admitted for trading during circulation with listing procedure by adding the List of securities admitted for trading in MICEX SE, CJSC to the section "Quotation List "B".

Pursuant to Order of MICEX Stock Exchange, CJSC No. 924-p dated August 10, 2011, it was decided to transfer ordinary shares of IDGC of Volga, JSC from the Quotation list "B" of MICEX Stock Exchange, CJSC to the Quotation List "A" of Tier 2 of MICEX Stock Exchange, CJSC.

As a result of merge of two stock exchanges (RTS and MICEX) in December 2011, the shares of IDGC of Volga, JSC are now added to the quotation list "A" of the second tier of the Sector "Main Market" and to the non-listed securities schedule of the Sector "Classica" in the stock market of MICEX-RTS Group - MICEX SE.

As a result of changes made to the listing level on June 09, 2014, the shares of IDGC of Volga, JSC were added to the quotation list of the first (highest) tier at MICEX SE.

8.10. Underlying securities and the Issuer of underlying securities with ownership certified by Russian depositary receipts

The Issuer is not an issuer of underlying securities with ownership certified by Russian depositary receipts.