

Corporate action statement/Disclosure of insider information

“Information on decisions adopted by the Board of Directors of “IDGC of the South” PJSC

1. General information	
1.1. Full company name of the issuer	Public Joint Stock Company “Interregional Distribution Grid Company of the South”
1.2. Short company name of the issuer	“IDGC of the South” PJSC
1.3 Location of the issuer	Rostov-on-Don, Russian Federation
1.4 PSRN of the issuer	1076164009096
1.5 TIN of the issuer	6164266561
1.6 Unique issuer’s code assigned by the registration authority	34956-E
1.7 Internet website address used by the issuer for information disclosure	http://www.mrsk-yuga.ru; http://www.e-disclosure.ru/portal/company.aspx?id=11999
2. Statement content	
2.1. Quorum of meeting of issuer’s BoD and results of voting on the adopted decisions: 10 out 11 members of BoD participated in the meeting; quorum is present.	
On item 1: “FOR” – 6 votes “AGAINST” – 0 votes “ABSTAINED” – 4 votes	On item 3: “FOR” – 10 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes
On item 2: “FOR” – 10 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes	On item 4: “FOR” – 10 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes
Disclosure of insider information on item 1: “On approval of the adjusted business plan of IDGC of the South PJSC, including the investment programme and information on key operational risks in 2017 and forecast indicators for 2018-2021”	

2.2.1 Content of decision:

1. To approve the adjusted business plan of IDGC of the South PJSC, including the investment programme and information on key operational risks in 2017 and forecast indicators for 2018-2021, in accordance with Annex 1 to the present resolution of the Company's Board of Directors.

2. To instruct the Company's Director General to:

2.1. ensure that expenses stay with the level of operating expenses stipulated in tariff-balance decisions for each subject of tariff regulation starting from 2018;

2.2. ensure an increase in the revenue from electricity transmission services for each branch of the Company;

2.3. ensure implementation of activities for the preparation of the integrated security of electric grid facilities that involved in the electricity supply of the infrastructure of the World Cup in 2018 and the Confederation Cup of FIFA in 2017;

2.4. ensure during 2017 compliance with financial covenants under existing loan agreements at each reporting date, or ensure timely receipt of written consent from creditors for covenant violation under existing loan agreements;

2.5. ensure the availability of long-term credit limits in an amount sufficient to fully meet the requirements for debt financing of the Company for the period until 31.12.2017.

Deadline: 30.07.2017.

Disclosure of insider information on item 2: "On approval of the programme of measures to achieve the planned level of electricity losses by Astrakhanenergo, branch of IDGC of the South PJSC"

2.2.2 Content of decision:

1. To take into consideration the programme of measures to achieve the planned level of electricity losses by Astrakhanenergo, branch of IDGC of the South PJSC, in accordance with Annex 2 to the present resolution of the Company's Board of Directors.

2. To instruct Ebzeev B.B., the Company's Director General to:

2.1. start implementation of the programme and ensure the company achieves the planned level of electricity losses.

2.2. include the programme to the Programme of measures to reduce losses in the power grids of IDGC of the South PJSC, and ensure that the Board of Directors of the Company reviews the joint Programme of measures to reduce losses in the power grids of IDGC of the South. Deadline: within 10 working days from the date of adoption of this decision.

Disclosure of insider information on item 3: “On approval of candidates for certain executive positions at the Company, determined by the Board of Directors of the Company”

2.2.3. Content of decision:

To appoint Petukhov Akexey Vasilievich for the position of deputy director general in charge of selling of services of IDC Of the South PJSC.

Disclosure of insider information on item 4: “On transactions involving bills of exchange of third parties”

2.2.4. Content of decision:

1. To take into consideration the information of the General Director of IDGC of the South PJSC on concluding agreement on compensation, in accordance with Annex 3 to this decision of the Board of Directors of the Company.

2. To approve settlements of IDGC of the South PJSC of with the Company's creditors by common interest-free undue bills to pay for the Company's obligations at cost not lower than the a value not lower than the nominal cost of bills.

2.3. Date of holding the meeting of Board of Directors: **27 April 2017.**

2.4. Date of drawing up and number of the minutes of meeting: **No. 228/2017 dated 2 May 2017**

3. Signature

3.1 Head of Department – Corporate Secretary
(attorney dd 30.12.2016 No.215-16)

_____ Pavlova Ye.N.
(signature)

3.2. Date 2 May 2017