

Corporate action statement/Disclosure of insider information

“On stages of the issuer’s securities issue”

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, the 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	
<p>2.1. Issuer's management body taking the decision on placement of securities, and when decision was taken: Annual General Meeting of Shareholders of the Issuer.</p> <p>2.2. Date and place of the meeting (session) of the Issuer's management body at which the decision on placement of securities was adopted: June 06, 2016, 147, 2nd Krasnodarskaya street, Rostov-on-Don, Russian Federation.</p> <p>2.3. Date and number of minutes of the Issuer's management body meeting (session) at which the decision on placement of securities was adopted: Minutes of meeting of the Annual General Meeting of Shareholders of “IDGC of the South” PJSC No. 15 dated 09.06.2016.</p> <p>2.4. The quorum and the results of voting for the adoption of the decision on placement of securities:</p>	
Number of votes the persons, included in the list of persons entitled to participate in general meeting, had	49 811 096 064
Number of votes provide by voting shares determined with regard of paragraph 4.20 of Order of FFMS dated 02.02.2012 No. 12-6/ПЗ-Н	49 811 096 064
Number of votes participated in the meeting	39 667 847 971

Quorum, %		79.6366
<p>The quorum for the adoption of the decision on placement of securities was present.</p> <p>The cumulative votes were distributed the following way:</p>		
Voting	Amount of votes	% from participants in the voting
FOR	27 235 241 323	68,6582
AGAINST	12 420 168 694	31,3104
ABSTAINED	2 401 409	0,0061
Did not vote		1 858 908
Number of votes that were not counted due to being declared invalid (including in part of voting on this issue)		1 858 908
<p>The decision was adopted.</p> <p>2.5. Full wording of the decision on placement of securities: To increase the authorized capital of IDGC of the South PJSC by placing additional ordinary registered uncertified shares in amount of 11 615 110 154 (eleven billion six hundred fifteen million one hundred ten thousand one hundred fifty four) shares with par value 1 161 511 015 (one billion one hundred sixty one million five hundred eleven thousand fifteen) rubles 40 kopecks on the following terms:</p> <ul style="list-style-type: none"> - method of placement – public subscription; - price of placing one ordinary registered uncertified share (including for the persons from the list persons entitled to exercise preemptive right of purchasing shares) – 10 (ten) kopecks; - method of payment – payment for ordinary registered uncertified shares shall be carried out in rubles of the Russian Federation in non-cash form by transferring the payment to the Company’s account”. <p>2.6. Fact of provision to the shareholders (participants) of the Issuer and (or) other persons of pre-emptive right to acquire securities: Issuer's shareholders in accordance with Article 40 of the Federal Law “On Joint Stock Companies” have</p>		

the preemptive right to purchase ordinary shares placed by public offering in quantity proportional to the number of ordinary shares of the Issuer held by them..

2.7. If in the course of the securities issue registration it is expected to register securities prospectus, the information about this circumstance shall be provided:

During the issue of securities it is expected to register the securities prospectus.

3. Signature

3.1 Head of corporate governance and shareholders Pavlova Ye.N.

relations department (by proxy No.45-16 dd 11.02.2016) (signature)

3.2 Date: 9 June 2016

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