

**Corporate Action Statement/Disclosure of insider information**  
**“Information on decisions adopted by 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, 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	<a href="http://www.mrsk-yuga.ru;">http://www.mrsk-yuga.ru;</a> <a href="http://www.e-disclosure.ru/portal/company.aspx?id=11999">http://www.e-disclosure.ru/portal/company.aspx?id=11999</a>
2. Statement content	
2.1. Quorum of meeting of issuer’s BoD and results of voting on the adopted decisions: <b>11 out 11 members of BoD participated in the meeting; quorum is present.</b> On item 1: “FOR” – 7 votes “AGAINST” – 2 votes “ABSTAINED” – 2 votes On item 2: “FOR” – 7 votes “AGAINST” – 2 votes “ABSTAINED” – 2 votes On item 3: “FOR” – 7 votes “AGAINST” – 2 votes “ABSTAINED” – 2 votes	

On item 4:

“FOR” – 7 votes

“AGAINST” – 2 votes

“ABSTAINED” – 2 votes

**Disclosure of insider information on item 1: “On introduction of changes to the Decision on additional issue of securities of Public Joint Stock Company “Interregional Distribution Grid Company of the South”**

2.2.1 Content of decision:

Due to necessity to prolong the term of pre-emptive right for purchasing shares of IDGC of the South PJSC, it is proposed to introduce changes to changes to the Decision on additional issue of securities of Public Joint Stock Company “Interregional Distribution Grid Company of the South” (state registration number 1-01-34956-E dated 4 August 2016):

1. The passage “Preemptive Right Period” from subparagraph 8.5 “The procedure for implementing the preemptive right to acquire additional shares” of paragraph 8 “Procedure and terms for placement of securities of additional issue” of the Decision on additional issue of securities:

“Duration of the of the preemptive right:

Duration of the of the preemptive right (the period during which the application for the acquisition of shares by using pre-emptive right, as well as the document on payment for the purchased shares must be received by the Issuer), is 65 (sixty five) days from the date of publication of the notification on the website of the issuer on the Internet at [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).”

shall be replaced with:

“Duration of the of the preemptive right:

Duration of the of the preemptive right (the period during which the application for the acquisition of shares by using pre-emptive right, as well as the document on payment for the purchased shares must be received by the Issuer), is 135 (one hundred thirty five) days from the date of publication of the notification on the website of the issuer on the Internet at [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).”

2. After the passage “Duration of the of the preemptive right” from subparagraph 8.5 “The procedure for implementing the preemptive right to acquire additional shares” of paragraph 8 “Procedure and terms for placement of securities of additional issue” of the Decision on additional issue of securities, the following text shall be added:

“The procedure for notification of persons having the preemptive right to acquire securities; extension of the pre-emptive right to purchase the securities:

Notification of persons having the preemptive right to acquire securities about the extension of the pre-emptive right to purchase shares (hereinafter – the Notification on extension) shall be carried within 5 business days after the publication of information on registration of changes to the decision on the additional issue of securities and (or) the Securities Prospectus on the page of the registration authority on the Internet through the publication of the Notification on extension on the issuer's web-site on the Internet at: [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).”

**Disclosure of insider information on item 2: “On introduction of changes to the Securities Prospectus of Public Joint Stock Company “Interregional Distribution Grid Company of the South”**

2.2.1 Content of decision:

Due to necessity to prolong the term of pre-emptive right for purchasing shares of IDGC of the South PJSC, it is proposed to introduce changes to changes to the Decision on additional issue of securities of Public Joint Stock Company “Interregional Distribution Grid Company of the South” (state registration number 1-01-34956-E dated 4 August 2016):

1. The passage 5 of subparagraph “procedure for securities placement” item b) “Basic information on placed by the issuer securities in relation to which the registration of the prospectus was performed” of the Introduction chapter of the Securities Prospectus: “Duration of the of the preemptive right (the period during which the application for the acquisition of shares by using pre-emptive right, as well as the document on payment for the purchased shares must be received by the Issuer), is 65 (sixty five) days from the date of publication of the notification on the website of the issuer on the Internet at [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru)”

shall be replaced with: “Duration of the of the preemptive right (the period during which the application for the acquisition of shares by using pre-emptive right, as well as the document on payment for the purchased shares must be received by the Issuer), is 135 (one hundred thirty five) days from the date of publication of the notification on the website of the issuer on the Internet at [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).”

2. The passage “Preemptive Right Period” from subparagraph 8.8.5 “The procedure for implementing the preemptive right to acquire additional shares” of paragraph 8.8 “Procedure and terms for placement of securities of additional issue” of the Securities Prospectus:

“Duration of the of the preemptive right: Duration of the of the preemptive right (the period during which the application for the acquisition of shares by using pre-emptive right, as well as the document on payment for the purchased shares must be received by the Issuer), is 65 (sixty five) days from the date of publication of the notification on the website of the issuer on the Internet at [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).”

shall be replaced with:

“Duration of the of the preemptive right: Duration of the of the preemptive right (the period during which the application for the acquisition of shares by using pre-emptive right, as well as the document on payment for the purchased shares must be received by the Issuer), is 135 (one hundred thirty five) days from the date of publication of the notification on the website of the issuer on the Internet at [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).”

3. After the passage “Duration of the of the preemptive right” from subparagraph 8.8.5 “The procedure for implementing the preemptive right to acquire additional shares” of paragraph 8 “Procedure and terms for placement of securities of additional issue” of the Securities Prospectus, the following text shall be added:

“The procedure for notification of persons having the preemptive right to acquire securities; extension of the pre-emptive right to purchase the securities:

Notification of persons having the preemptive right to acquire securities about the extension of the pre-emptive right to purchase shares (hereinafter – the Notification on extension) shall be carried within 5 business days after the publication of information on registration of changes to the decision on the additional issue of securities and (or) the

Securities Prospectus on the page of the registration authority on the Internet through the publication of the Notification on extension on the issuer's web-site on the Internet at: [www.mrsk-yuga.ru](http://www.mrsk-yuga.ru).”

**Disclosure of insider information on item 3: “On approval of changes to the Decision on additional issue of securities of Public Joint Stock Company “Interregional Distribution Grid Company of the South”**

2.2.3. Content of decision:

To approve changes to the Decision on additional issue of securities of Public Joint Stock Company “Interregional Distribution Grid Company of the South (state registration number 1-01-34956-E dated 4 August 2016), in accordance with Appendix 1 to the present decision of the Board of Directors.

**Disclosure of insider information on item 4: “On approval of changes to the Securities Prospectus of Public Joint Stock Company “Interregional Distribution Grid Company of the South”**

2.2.4. Content of decision:

To approve changes to the Securities Prospectus of Public Joint Stock Company “Interregional Distribution Grid Company of the South (state registration number 1-01-34956-E dated 4 August 2016), in accordance with Appendix 2 to the present decision of the Board of Directors.

2.3. Date of holding the meeting of Board of Directors: **13 October 2016.**

2.4. Date of drawing up and number of the minutes of meeting: **No. 204/2016 dated 14 October 2016**

**3. Signature**

3.1 Head of corporate governance and shareholders \_\_\_\_\_ Pavlova Ye.N.  
interaction department (attorney dd 11.02.2016 No.45-16) (signature)

3.2. Date 14 October 2016