

## 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	<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” – 11 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes	On item 6: “FOR” – 11 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes
On item 2: “FOR” – 8 votes “AGAINST” – 0 votes “ABSTAINED” – 3 votes	On item 7: “FOR” – 11 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes
On item 3: “FOR” – 11 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes	On item 8: “FOR” – 9 votes “AGAINST” – 0 votes “ABSTAINED” – 2 votes

On item 4:  
“FOR” – 11 votes  
“AGAINST” – 0 votes  
“ABSTAINED” – 0 votes

On item 5:  
“FOR” – 9 votes  
“AGAINST” – 0 votes  
“ABSTAINED” – 2 votes

On item 9:  
“FOR” – 7 votes  
“AGAINST” – 2 votes  
“ABSTAINED” – 2 votes

On item 10:  
“FOR” – 7 votes  
“AGAINST” – 0 votes  
“ABSTAINED” – 4 votes

**Disclosure of insider information on item 1: “On approval of the Plan of activities for increasing efficiency of operations and improving financial and economic state of “Kalmenergo”, branch of IDGC of the South PJSC”**

2.2.1 Content of decision:

To postpone the discussion to a later date.

**Disclosure of insider information on item 2: “On approval of the Company’s internal document: Regulations of Rosseti PJSC “On a unified technical policy in the electric grid complex”**

2.2.2 Content of decision:

1. To approve the Regulations of Rosseti PJSC “On a unified technical policy in the electric grid complex” (hereinafter – the Regulations) as the Company’s internal document, in accordance with Annex 1 to the present resolution of the Company’s Board of Directors.

2. Starting from the day of adoption of this resolution to consider as invalid the Regulations of Rosseti PJSC “On a unified technical policy in the electric grid complex” that were approved by the BoD of IDGC of the South JSC on 28.12.2013 (minutes No.123/2013 dd 31.12.2013).

**Disclosure of insider information on item 3: “On approval of the Programme of Innovative Development of IDGC of the South PJSC for the period 2016-2020 with estimates for 2025”**

2.2.3. Content of decision:

To postpone the discussion to a later date.

**Disclosure of insider information on item 4: “On implementation of the Programme of Innovative Development of IDGC of the South PJSC for the period 2016-2020 with estimates for 2025 in 2016”**

2.2.4. Content of decision:

To postpone the discussion to a later date.

**Disclosure of insider information on item 5: “On consideration of information on implementation of corrective and preventive action to eliminate violations and deficiencies identified by the Audit Commission during the audit of the Company's business activity in 2015”**

2.2.5. Content of decision:

1. To take into consideration of information on implementation of corrective and preventive action to eliminate violations and deficiencies identified by the Audit Commission during the audit of the Company's business activity in 2015, in accordance with Annex 2 to the present resolution of the Company’s Board of Directors.

2. To pay attention to comments on the activities carried out by the management of IDGC of the South PJSC by the results of audit, in accordance with Annex 3 to the present resolution of the Company’s Board of Directors

**Disclosure of insider information on item 6 “On the arrangement and functioning of the Company's internal control and risk management system, including implementation of measures to improve the internal control and risk management systems in 2016”**

2.2.6. Content of decision:

To postpone the discussion to a later date.

**Disclosure of insider information on item 7 “On consideration of the report of the Director General of IDGC of the South PJSC on the Company’s credit policy in the 4<sup>th</sup> quarter of 2016”**

2.2.7. Content of decision:

1. To take into consideration of the report of the Director General of IDGC of the South PJSC on the Company's credit policy in the 4<sup>th</sup> quarter of 2016, in accordance with Annex 4 to the present resolution of the Company's Board of Directors.
2. To note the excess of the maximum allowable limit for medium-term liquidity and the maximum permissible limit on the financial lever established by the business plan of the Company approved by the Board of Directors (Minutes No.189/2016 dd 23.05.2016).
3. To note the excess of the maximum allowable limit on the financial leverage, the target limit for covering the debt and the maximum allowable limit for debt service coverage established by the Plan of Long-term Development of the Company approved by the Board of Directors (Minutes No.129/2014 dd 03.04.2014).
4. To instruct the General Director of the Company to ensure compliance with the requirements of the Regulations for the Credit Policy approved by the Board of Directors of the Company.

**Disclosure of insider information on item 8 "On approval of the RAS and IFRS-based consolidated business plan of IDGC of the South Group 2016"**

2.2.8. Content of decision:

To approve the RAS and IFRS-based consolidated business plan of IDGC of the South Group 2016, in accordance with Annex 5 to the present resolution of the Company's Board of Directors.

**Disclosure of insider information on item 9 "On approval of the Notification on the results of the additional issue of securities of IDGC of the South PJSC"**

2.2.9. Content of decision:

To approve the Notification on the results of the additional issue of securities of Public Joint Stock Company "Interregional Distribution Grid Company of the South": 11 367 043 353 ordinary registered uncertified shares with a par value of 10 (ten) kopecks each offered by public subscription (state registration number 1-01 -34956-E of 04.08.2016), in accordance with Annex 6 to the present resolution of the Company's Board of Directors

**Disclosure of insider information on item 10 “On consideration of the updated Register (plan of sale) of the Company's non-core assets and the report on the course of sale of the Company's non-core assets in the 1<sup>st</sup> quarter of 2017”**

2.2.10. Content of decision:

1. To approve the updated Register (plan of sale) of the Company's non-core assets of the IDGC of the South as of 31.03.2017, in accordance with Annex 7 to the present resolution of the Company’s Board of Directors.

2. To take into consideration of the report of the Director General on implementation of the Register (plan of sale) of the Company's non-core assets of the IDGC of the South as of 31.03.2017, in accordance with Annex 8 to the present resolution of the Company’s Board of Directors.

2.3. Date of holding the meeting of Board of Directors: **20 April 2017.**

2.4. Date of drawing up and number of the minutes of meeting: **No. 227/2017 dated 24 April 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 24 April 2017