

Corporate Action Statement/Disclosure of insider information “Information on decisions adopted by Board of Directors of “IDGC of the South” JSC

1. General information	
1.1. Full company name of the issuer	Open Joint Stock Company “Interregional Distribution Grid Company of the South”
1.2. Short company name of the issuer	“IDGC of the South”, JSC
1.3 Location of the issuer	49 Bolshaya Sadovaya str., Rostov-on-Don, the Russian Federation, 344002
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: 11 out of 11 members of BoD participated in the meeting, quorum is present.	
<p>On item 1:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 vote</p> <p>On item 2:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 vote</p> <p>On item 3:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 4:</p>	<p>On item 7:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 8:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 9:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 10:</p>

<p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 5:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 6:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p>	<p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 11:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p> <p>On item 12:</p> <p>“FOR” – 11 votes</p> <p>“AGAINST” – 0 votes</p> <p>“ABSTAINED” – 0 votes</p>
<p>Election (re-election) of chairperson of the board of directors (supervisory board) of the issuer, and in case of absence of such – appointment of member of the board of directors (supervisory board) of the issuer to perform functions of chairperson of the board of directors (supervisory board) of the issuer/Disclosure of insider information n item 1: “Election of Chairperson of the Board of Directors”</p>	
<p>2.2.1 Content of decision:</p> <p>To appoint Arkhipov Sergey Alexandrovich, Chief advisor, Rosseti JSC, for the position of Chairperson of IDGC of the South Board of Directors.</p>	
<p>Disclosure of insider information on item 2 “Election of deputy Chairperson of the Board of Directors”</p>	
<p>2.2.2. Content of decision:</p> <p>To appoint Pankstiyonov Yuriy Borisovich, Head of Tariff policy department, Rosseti JSC, for the position of deputy Chairperson of IDGC of the South Board of Directors.</p>	
<p>Disclosure of insider information</p> <p>On item 3 “Election of Corporate secretary and appointing person authorized to determine terms of contract with Corporate secretary and sign the contract”</p>	
<p>2.2.3. Content of decision:</p> <p>1. To appoint Pavlova Yelena Nikolaevna, head of Corporate governance and</p>	

shareholders relations department, IDGC of the South, for the position of company's Corporate Secretary.

2. To authorize Company director general Ebzeev Boris Borisovich to determine conditions of contract⁵ and sign the contract with persons elected or the position of Corporate Secretary.

Disclosure of insider information on item 4 “Approval of restated Standard and Regulations on business-planning of IDGC of the South JSC”.

2.2.4. Content of decision:

To approve restated Standard and Regulations on business-planning of IDGC of the South JSC, in accordance with appendix 1 and 2 to the resolution of IDGC of the South Board of Directors.

Disclosure of insider information on item 5 “Approval of Credit plan of IDGC of the South JSC for the 2nd quarter of 2015”

2.2.5. Content of decision:

1. To approve organizational structure of executive office of IDGC of the South JSC in accordance with appendix 3 to the resolution of IDGC of the South BoD and bring into force with regard of terms specified by legislation of Russian Federation in case of changes and termination of labour contracts with employees.

2. From the date of introduction of organizational structure of executive office of IDGC of the South JSC, in accordance with appendix 3 to the resolution of IDGC of the South Board of Directors, to consider as invalid organizational structure of executive office of IDGC of the South JSC approved by resolution of the BoD on 15.08.2014 (minutes of meeting No.141/2014 dated 18.08.2014).

Disclosure of insider information on item 6 “Approval of organizational structure of administrative office of IDGC of the South JSC”

2.2.6. Content of decision

To defer the discussion to a later date

Disclosure of insider information on item 7 “Consideration of report prepared by director general on management of key operational risks in 2014”

2.2.7. Content of decision

1. To note that agenda item does not correspond to the content of report on key risks management in 2014 submitted by the Sole executive body of the Company.
2. To take into consideration the report prepared by director general on management of key risks management in 2014, in accordance with appendix 4 to the resolution of IDGC of the South Board of Directors.

Disclosure of insider information on item 8 “Introduction of changes to the registry of non-core assets of IDGC of the South JSC”

2.2.8. Content of decision

To introduce changes to the registry of non-core assets of IDGC of the South JSC, in accordance with appendix 5 to the resolution of IDGC of the South BoD.

Disclosure of insider information on item 9 “Development of telecommunication and communication systems of the Company”

2.2.9. Content of decision

To take into consideration information on attracting investors for construction of fiber-optic communication lines at Company’s facilities, in accordance with appendix 6 to the resolution of IDGC of the South Board of Directors.

Disclosure of insider information on item 10 “Introduction of changes and additions to Regulations on purchase of goods, works and services for needs of IDGC of the South JSC”

2.2.10. Content of decision

To introduce changes and additions to Regulations on purchase of goods, works and services for needs of IDGC of the South JSC, in accordance with appendix 7 to the resolution of IDGC of the South Board of Directors.

Disclosure of insider information on item 11 “Consideration of report prepared by director general of IDGC of the South on implementation of Plan of centralization and automation of treasury function”.

2.2.11. Content of decision

To defer the discussion to a later date

Disclosure of insider information on item 12 “Consideration of report prepared by Director general on cause of degradation of financial and economic performance of the Company and measures taken in the 4th quarter of 2014 and in the 1st quarter of 2015 to provide financial stability of the Company”.

2.2.12. Content of decision

1. To take into consideration the report of Director general on cause of degradation of financial and economic performance of the Company and measures taken in the 4th quarter of 2014 and in the 1st quarter of 2015 to provide financial stability of the Company, in accordance with Appendix 8 to the resolution of IDGC of the South Board of Directors.

2. To instruct Director general of the Company:

2.1. ensure the approval by the BoD of updated plan of events aimed at increase of efficiency of company’s activity and improvement of financial and economic performance of IDGC of the South JSC.

Deadline: 30.05.2015

2.2. ensure consideration by the BoD of report on implementation of plan of events aimed at increase of efficiency of company’s activity and improvement of financial and economic performance of IDGC of the South JSC in accordance with paragraph 2.1., including report on implementation of activities on financial stability of the Company, as well as evaluation of management’s activity.

Term: quarterly, by 20th day of the second month following the reporting quarter.

2.3. Date of holding the meeting of Board of Directors: **21 April 2015.**

2.4. Date of drawing up and number of the minutes of meeting: **No. 156/2015 dated 24 April 2015**

3. Signature

3.1 Head of corporate governance and shareholders

interaction department (attorney dd 19.01.2015

No.25-15)

(signature) Pavlova Ye.N.

3.2. Date 24 April 20 15