

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 Open 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	
2.1. Quorum of meeting of issuer’s BoD and results of voting on the adopted decisions: 11 out 11 members of BoD participated in the meeting; quorum is present.	
On item 1: “FOR” – 10 votes “AGAINST” – 0 votes “ABSTAINED” – 1 vote	On item 5: “FOR” – 11 votes “AGAINST” – 0 votes “ABSTAINED” – 0 votes
On item 2: “FOR” – 8 votes “AGAINST” – 0 votes “ABSTAINED” – 3 votes	On item 6: “FOR” – 6 votes “AGAINST” – 2 votes “ABSTAINED” – 3 votes
On item 3: “FOR” – 10 votes “AGAINST” – 0 votes	On item 7: “FOR” – 11 votes “AGAINST” – 0 votes

“ABSTAINED” – 1 vote

“ABSTAINED” – 0 votes

On item 4:

“FOR” – 9 votes

“AGAINST” – 0 votes

“ABSTAINED” – 2 vote

Disclosure of insider information on item 1: “ On approval of reports on implementation of consolidated on the principles of RAS and consolidated on the principles of IFRS business-plan of the Group of companies IDGC of the South for the 2nd quarter and 6 months of 2016”

2.2.1 Content of decision:

To approve the reports on implementation of consolidated on the principles of RAS and consolidated on the principles of IFRS business-plan of the Group of companies IDGC of the South for the 2nd quarter and 6 months of 2016, in accordance with Appendixes 1 and 2 to this decision of Company’s BoD.

Disclosure of insider information on item 2: “On expressing the Company’s opinion on agenda items of meeting of affiliated companies’ BoDs: “On approval of reports on the results of implementation of business-plans of affiliated companies’ BoDs for the first half of 2016.”

2.2.1 Content of decision:

1. To instruct the representatives of IDGC of the South PJSC in the Board of Directors of “Recreation Centre “Energetik” JSC on the agenda item “On approval of the report on the results of implementation of the business plan for the first half of 2016” to vote “FOR” the adoption of the following resolution:

To approve the report on implementation of the business plan of “Recreation Centre “Energetik” JSC for the first half of 2016 in accordance with Appendix 3 to the present decision of the Board of Directors.

2. To instruct the representatives of IDGC of the South PJSC in the Board of Directors of “PSKH Sokolovskoye” JSC on the agenda “On approval of the report on the results of implementation of the business plan for the first half of 2016” to vote “FOR” the adoption of the following resolution:

To approve the report on implementation of the business plan of “PSKH Sokolovskoye” JSC the first half of 2016 in accordance with Appendix 4 to the present decision of the Board of Directors.

3. Instruct the representatives of IDGC of the South PJSC in the Board of Directors of “Energoservis Yuga” JSC on the agenda item “On approval of the report on the results of implementation of the business plan for the first half of 2016” to vote “FOR” the adoption of the following resolution:

3.1. To approve the report on implementation of the business plan of “Energoservis Yuga” JSC for the first half of 2016, in accordance with Appendix 5 to the present decision of the Board of Directors.

3.2. To mark the failure to achieve the net income (loss) by the results of the first half of 2016 (planned result: - 955 thousand rubles, actual result: - 5607 thousand rubles).

3.3. To instruct the Director General of “Energoservis Yuga” JSC to provide implementation of the planned financial results for 2016.

Disclosure of insider information on item 3: “ On implementation of resolution of the Company’s Board of Directors (minutes of meeting No.195/2016 dated 25.07.2016): on submission of report prepared by Director General of the Company on the causes of deviations that appeared during implementation of the approved investment programme of IDGC of the South PJSC”

2.2.3. Content of decision:

To take into consideration the report prepared by Director General of the Company on the causes of deviations that appeared during implementation of the approved investment programme of IDGC of the South PJSC by the branches “Volgogradenergo”, “Astrakhanenergo” and “Rostovenergo”, in accordance with Appendix 6 to the present decision of the Board of Directors.

Disclosure of insider information on item 4: “On taking into consideration the report prepared by Director General of the Company on the process of selling non-core assets in the first half of 2016”

2.2.4. Content of decision:

1. To take into consideration the report prepared by Director General of the Company on the process of selling non-core assets in the first half of 2016, in accordance with Appendix 7 to the present decision of the Board of Directors.
2. To exclude from the registry of non-core assets the following facilities due to their selling 1.2.51., 1.7.53.
3. To exclude from the registry of non-core assets the following facilities due to their write-off: 1.2.28., 1.2.36.
4. To set a new delaine for selling of the following facilities: 1.2.1, 1.2.4, 1.2.10, 1.2.12, 1.2.13, 1.2.20, 1.2.23, 1.2.24, 1.2.33, 1.5.1, 1.5.2, 1.5.4-1.5.6, 1.7.3, 1.7.7-1.7.11, 1.7.18, 1.7.20, 1.7.21, 1.7.39, 1.7.40, 1.7.43-1.7.46, 1.7.48-1.7.52, 1.7.54-1.7.56, 3.2.1, 3.2.2, 3.2.3, 3.2.5, 3.4.1. – 2nd quarter of 2017.

Disclosure of insider information on item 5: “On taking into consideration the proposal on introduction of amendments to Programme of perspective development of electric power metering system at Astrakhanenergo – branch of IDGC of the South PJSC, so that the branch ensures implementation of the planned indicators of electricity losses by the results of 2017”

2.2.5. Content of decision:

1. To take into consideration the proposal on introduction of amendments to Programme of perspective development of electric power metering system at Astrakhanenergo – branch of IDGC of the South PJSC, so that the branch ensures implementation of the planned indicators of electricity losses by the results of 2017.
2. To instruct Director General to submit for the nearest meeting of the BoD the suggestions on the finance sources for the Programme of perspective development of electric power metering system at Astrakhanenergo – branch of IDGC of the South PJSC, so that the branch ensures implementation of the planned indicators of electricity losses by the results of 2017.

Disclosure of insider information on item 6 “On discussion of amended project of investment programme of IDHC of the South PJSC for 2016-2022 ”

2.2.6. Content of decision:

1. To approve the amended project of investment programme of IDHC of the South PJSC for 2016-2022, in accordance with Appendix 8 to this decision of Company's BoD.

2. To instruct Director General of the Company to:

2.1. submit to the Ministry of Energy of the revised draft of the investment programme for the period 2016-2022, taking into account received comments no later than 07.10.2016 for publication on the official website of the Russian Ministry of Energy in the prescribed manner.

2.2. ensure the approval of the draft of adjusted investment programme for the period 2016-2020 by the Ministry of Energy of the Russian Federation in the manner prescribed by the RF Government Decree No.977 dated December 01, 2009.

2.3. submit a report on the implementation of paragraph 2.2 of this decision of the Board of Directors within 30 days after approval of the draft Company's investment programme for the period 2016-2020 in accordance with the requirements of the RF Government Decree No.977 dated December 01, 2009.

Disclosure of insider information on item 7 "On reelection of Chairperson of the Audit Committee under the Board of Directors of IDGC of the South PJSC"

2.2.7. Content of decision:

To defer the discussion to a later date

2.3. Date of holding the meeting of Board of Directors: **7 October 2016.**

2.4. Date of drawing up and number of the minutes of meeting: **No. 203/2016 dated 10 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 10 October 2016