

Accounting balance-sheet

Organization:: IDGC of the South JSC
 Taxpayer Identification Number
 Type of activity: electric energy transmission
 Legal form of organization / form of ownership: open joint stock company
 Unit of measurement: ths.rub.
 Location (address): 49 Bolshaya Sadovaya St., Rostov-on-Don, 344002

RNCMD ¹	0710001
Date	31.12.2011
RNCBO ²	80 380 011
TIN	6 164 266 561
RNCEA ³	40.10.2
RNCFI / RNCFO ⁴	47/16
RNCMU ⁵	384

Notes	Indicator	Line	December 31, 2011	December 31, 2010	December 31, 2009
ASSETS					
I. Non-current assets					
5.1.1.- 5.2.2.	Intangible assets, including	1110	18	20	20
5.2.2.	unaccomplished operations on intangible assets acquisition	1111	-	-	-
	rights for patents, software, trademarks (service marks), other similar to the listed rights and assets	1112	18	20	20

¹ RNCMD - Russian National Classification of Management Documentation

² RNCBO - Russian National Classifier of Business Organizations

³ RNCEA - Russian National Classifier of Economic Activities

⁴ RNCFI / RNCFO - Russian National Classifier of Forms of Incorporation (RNCFI)/ Russian National Classifier of Forms of Ownership (RNCFO)

⁵ RNCMU - Russian National Classifier of Measurement Units

	goodwill	1113	-	-	-
	other intangible assets	1114	-	-	-
5.2.1.- 5.2.2.	Results of researches and projects, including:	1120	26 133	3 304	4 406
5.2.2.	expenditures on researches and projects in progress	1121	21 267	-	-
	R&D results	112101	4 866	3 304	4 406
5.3.1.- 5.3.5.	Fixed assets	1130	28 927 577	26 680 503	27 114 066
	land plots and nature management facilities	1131	2 037	1 230	1 240
	buildings, machines and equipment, constructions	1132	25 260 976	24 675 943	25 239 066
	other fixed assets	1133	209 318	189 719	232 174
5.3.5.	Construction-in-progress	1134	3 136 531	1 706 538	1 493 351
	advances paid for capital construction	1135	314 371	106 741	143 961
	advances paid to suppliers of fixed assets	1136	4 344	332	4 274
5.3.1.	Income-bearing investments in tangible assets	1140	-	-	-
	property on lease	1141	-	-	-
	property for rent	1142	-	-	-
5.4.1.- 5.4.3.	Financial investments	1150	418 950	461 702	453 503
	investments in affiliated companies	1151	350 451	401 849	399 349
	investments in subsidiary companies	1152	-	-	-
	investments in organizations	1153	20 236	11 590	7 133
	loans to organizations due in more than 12 months	1154	-	-	-
	other long-term financial investments	1155	48 263	48 263	47 021
5.7.2.	Deferred tax assets	1160	160 929	367 050	119 031
	Other non-current assets	1170	745 779	459 513	485 049
	Total for section I	1100	30 279 386	27 972 092	28 176 075
	II Current assets				

5.5.1.- 5.5.2.	Stocks, including	1210	1 064 327	786 594	736 735
	raw materials, materials and other similar assets including	1211	1 021 057	778 919	733 382
	<i>fuel and lubricants</i>	121101	20 273	18 878	17 966
	<i>spare particles</i>	121102	140 894	124 343	109 731
	<i>other raw materials and materials</i>	121103	859 890	635 698	605 685
	<i>livestock</i>	1216	-	-	-
	production-in-progress costs	1212	-	-	-
	finished products and goods for resale	1213	43 270	7 675	3 353
	goods dispatche	1214	-	-	-
	other inventory and cost	1215	-	-	-
	Input value added tax	1220	63 758	17 751	25 182
5.6.1.- 5.6.4.	Accounts receivable	1230	8 930 446	8 665 281	10 454 496
	accounts receivable (due after 12 months from the balance sheet date)	1231	577 372	704 965	908 448
	trade receivable	123101	31 542	33 875	905 368
	bill receivable	123102	-	-	-
	advances paid	123103	853	12 990	-
	other accounts receivable	123104	544 977	658 100	3 080
	accounts receivable (due within 12 months from the balance sheet date)	1232	8 353 074	7 960 316	9 546 048
	customers and contractors, including:	123201	6 592 443	6 736 482	6 532 508
	<i>transmission of electric energy</i>	12320101	6 030 420	5 620 370	5 486 121
	services on technological connection	12320102	62 596	484 594	264 159
	<i>other customers and contractors</i>	12320103	499 427	631 518	782 228
	bill receivable	123202	-	-	-

	dividends payable by affiliated and subsidiary companies	123203	-	-	-
	share capital payments payable	123204	-	-	-
	advances paid, including	123205	700 407	140 103	226 386
	materials suppliers	12320501	14 946	28 555	86 280
	repair contractors	12320503	398	1 951	1 634
	service provider	12320504	367 850	44 852	52 494
	other advances paid	12320506	317 213	64 745	85 978
	other accounts receivable	123206	1 060 224	1 083 731	2 787 154
	finances, penalties, forfeit	12320601	11 254	7 052	61 446
	tax overpay	12320602	43 074	390 321	281 566
	overpayments to state non-budgetary funds	12320605	4 554	4 387	9 261
	settlements on shares acquisition	12320606	-	-	-
	bills	12320607	-	-	2 000
	other debtors	12320608	1 001 342	681 971	2 432 881
5.4.1.- 5.4.3.	Financial investments (except monetary assets)	1240	4 000	20 000	-
	Loans to organizations due within less than 12 months ,	1241	-	-	-
	other short-term financial investments	1242	4 000	20 000	-
φ.4	Cash and cash equivalents	1250	1 404 180	338 132	725
	cash	1251	152	114	127
	current accounts	1252	1 402 090	321 148	1 311 028
	foreign currency account	1253	-	-	-
	other cash equivalents including:	1254	1 938	16 870	88 570
	special bank accounts	125401	1 926	16 870	88 504
	monetary documents	125402	12	-	66
	transfers in transit	125403	-	-	-
	Other current assets including:	1260	102 353	170 531	189 124

	intra-organizational settlements on particular assets	126001	-	-	-
	intra-organizational settlements on current operations	126002	-	-	-
	intra-organizational settlements on construction	126003	-	-	-
	other current assets	126004	102 353	170 531	189 124
	Total for sector II	1200	11 569 064	9 998 289	12 805 262
	Balance	1600	41 848 450	37 970 381	40 981 337
Liabilities III. Capital and Reserves					
3.1.	Authorized capital (share capital, authorized fund, partner contributions)	1310	4 981 110	4 981 110	4 981 110
	Segregated property	131003	-	-	-
3.1.	Treasury stock	1320	-	-	-
5.3.1.- 5.1.1.	Revaluation of noncurrent assets	1340	14 757 652	14 829 755	14 847 987
3.1.	Incremental capital (without revaluation)	1350	-	-	-
3.1.	Reserve funds	1360	142 867	142 867	142 867
3.1.	Undistributed profit (uncovered loss)	1370	(3 321 469)	(3 510 960)	(490 015)
	of past years	1371	(3 438 857)	(471 783)	1 287 828
	of reporting period	1372	117 388	(3 039 177)	(1 777 843)
	Total for section III	1300	16 560 160	16 442 772	19 481 949
IV. Long-term liabilities					
5.6.7.- 5.6.8.	Borrowings	1410	14 062 900	12 766 736	11 719 958
	Bank credits due after 12 months from the balance sheet date	1411	9 192 322	6 100 000	5 369 000
	Loans due after 12 months from the balance sheet date	1412	4 870 578	6 666 736	6 350 958
5.7.2.	Deferred tax liabilities	1420	297 677	287 070	284 330
5.7.1.	Reserves for contingent liabilities	1430	-	-	-
5.6.5.- 5.6.6.	Other liabilities, including:	1450	2 728 379	18 862	72 322
	trade creditors	145001	4 715	18 862	72 322

	other long-term obligations	145002	2 723 664	-	-
	Total for section IV	1400	17 088 956	13 072 668	12 076 610
V .Short-term liabilities					
5.6.7.- 5.6.8.	Borrowings	1510	2 526 220	1 400 000	1 463 900
	Bank credits due after 12 months from the balance sheet date	1511	2 401 801	1 400 000	1 463 900
	Loans due after 12 months from the balance sheet date	1512	124 419	-	-
5.6.5.- 5.6.6.	Accounts payable to contractors and suppliers, including:	1520	5 405 949	6 751 434	7 648 327
	building organizations	152101	1 441 145	1 297 270	1 596 632
	repair contractor	152102	55 414	72 690	111 911
	grid companies for transmission of electric energy	152103	488 600	2 979 853	1 556 972
	service providers	152104	305 607	187 659	529 012
	Inventory providers	152105	287 136	425 146	407 133
	fixed assets providers	152106	321 507	95 183	82 678
	other contractors and suppliers	152107	67 652	255 873	1 476 903
	bills payable	1522	-	-	-
	salaries payable to staff	1523	188 665	144 119	202 548
	debts to state and non-budgetary funds	1524	84 023	66 507	53 844
	taxes payable	1525	88 363	58 657	219 871
	Advances received, including:	1526	1 801 147	927 029	372 309
	on electric energy transmission	152601	182 459	60 324	3 833
	on services of technological connection	152602	1 608 235	863 092	366 803
	other advances received	152603	10 453	3 613	1 673
	share capital payments payable	1527	-	1 894	12 492
	other accounts payable	1528	276 690	239 554	1 026 022
	Deferred revenues	1530	68 874	76 496	87 505
5.7.1.	Reserves for future expenses	1540	198 291	227 011	223 046
	Other liabilities, including:	1550	-	-	-
	intra-organizational settlements on particular assets	155001	-	-	-

	intra-organizational settlements on current operations	155002	-	-	-
	intra-organizational settlements on construction	155003	-	-	-
	other short-term liabilities	155004	-	-	-
	Total for section V	1500	8 199 334	8 454 941	9 422 778
	Balance	1700	41 848 450	37 970 381	40 981 337

Director

Chief accountant

Profit and loss statement

for 12 months of 2011

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 Legal form of organization / form of ownership: open joint stock company
 Unit of measurement: ths.rub.
 Location (address): 49 Bolshaya Sadovaya St., Rostov-on-Don, 344002

	Codes
RNCMD	0710002
Date	31.12.2011
RNCBO	80380011
TIN	6164266561
RNCEA	40.10.2
RNCFI / RNCFO	47/16
RNCMU	384

Notes	Indicator	Line	12 months of 2011	12 months of 2012
1	2	3	4	5
	Profit, including:	2110	24 356 303	21 976 494
	from transport of electric energy	2111	22 688 104	20 957 786
	from technological connection	2112	1 463 940	291 825
	income from organization of functioning and developing of Unified Energy Systems of Russia	2113	-	-
	income from resale of electric energy	2114	-	-
	income from participation in organizations	2115	-	-
	rental income	2116	51 376	55 842
	income from sale of other types of products, goods, works, services related to industry	2117	122 578	637 869
	income from sale of other types of products, goods, works, services of nonindustrial type	2118	30 305	33 172
2.1.	Cost of goods sold, including:	2120	(20 068 056)	(19 423 288)
	from transport of electric energy	2121	(19 760 114)	(18 698 651)
	Self-cost of technological connection	2122	(181 127)	(133 847)

	self-cost of organization of functioning and developing of Unified Energy Systems of Russia	2123	-	-
	self-cost of resale of electric energy	2124	-	-
	self-cost of participation in organizations	2125	-	-
	rental income	2126	(16 677)	(18 584)
	self-cost of sale of other types of products, goods, works, services related to industry	2127	(82 922)	(539 832)
	self-cost of sale of other types of products, goods, works, services of nonindustrial type	2128	(27 216)	(32 374)
	Gross profit (loss)	2100	4 288 247	2 553 206
2.1.	Business expenses	2210	-	-
2.1.	Management expenses	2220	(751 449)	(587 324)
	Profit (loss) from sales	2200	3 536 798	1 965 882
	Participation capital	2310	31	232
	Interest receivable	2320	13 681	7 216
	Interest payable	2330	(1 493 282)	(1 732 641)
5.11.	Other revenues	2340	1 056 541	772 590
5.11.	Other expenses	2350	(2 647 877)	(4 293 527)
	Profit (loss) before the taxation	2300	465 892	(3 280 248)
2.3.	Current income tax	2410	(340 145)	-
2.3.	Including tax liabilities (assets)	2421	435 181	521 475
2.3.	Changes in deferred tax liabilities	2430	(10 644)	(3 010)
2.3.	Changes in tax asset	2450	(177 571)	248 102
	Other	2460	179 856	(4 021)
	Net profit (loss)	2400	117 388	(3 039 177)

Notes	Indicator	Line	12 months of 2012	12 months of 2010
5.1.1.- 5.3.1.	for reference Balance from revaluation of non-current assets, that is not included in net profit (loss) of the period	2510	-	-
3.2.	Balance from other activities that is not included in net profit (loss) of the period	2520	-	-
	Total financial result of the period	2500	117 388	(3 039 177)
2.2.	Basic profit (loss) per share	2900	0.0023567	0,0610141
2.2.	Diluted profit (loss) per share	2910	0.0023567	0.0610141

Director

Chief accountant

**Capital statement
for 12 months of 2011**

Organization: IDGC of the South JSC
 Taxpayer Identification Number
 Type of activity: electric energy transmission
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 Unit of measurement: ths.rub.
 Location (address): 49 Bolshaya Sadovaya St., Rostov-on-Don, 344002

RNCMD
 Date
 RNCBO
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Codes
0710003
31.12.2011
80 380 011
6 164 266 561
40.10.2
47/16
384

Indicator	Line	Authorized Capital	Treasury stock	Incremental capital	Reserve Funds	Undistributed Profit (Uncovered Loss)	Total
Balance as of December 31, 2009 (1)	3100	4 981 110	-	14 847 987	142 867	(490 015)	19 481 949
for 2010 (2)							
growth of capital - total:	3210	-	-	-	-	-	-
including:							
Net profit	3211	x	x	x	x	-	-
Revaluation of fixed assets	3212	x	x	-	x	-	-
Incomes directly related to increase of capital:	3213	x	x	-	x	-	-
additional share issue	3214	-	-	-	x	x	-
increase of share premium account	3215	-	x	x	x	-	x
re-organization of a legal entity	3216	-	-	-	-	-	-
Reduce in capital - total:	3220	-	-	-	-	(3 039 177)	(3 039 177)
including:							
loss	3221	x	x	x	x	(3 039 177)	(3 039 177)

revaluation of fixed assets	3222	x	x	-	x	-	-
expenses directly related to decrease of capital	3223	x	x	-	x	-	-
decrease of share premium account	3224	-	-	x	x	-	-
reduction of number of shares	3225	-	-	x	x	-	-
re-organization of a legal entity	3226	-	-	-	-	-	-
interest	3227	x	x	x	x	-	-
changes in incremental capital	3230	x	x	(18 232)	x	18 232	x
changes in reserve funds	3240	x	x	x	-	-	x
Balance as of December 31, 2010 (2)	3200	4 981 110	-	14 829 755	142 867	(3 510 960)	16 442 772
for 2011							
(3)							
Increase of capital - total:	3310	-	-	-	-	117 388	117 388
including:							
Net profit	3311	x	x	x	x	117 388	117 388
Revaluation of fixed assets	3312	x	x	-	x	-	-
Incomes directly related to increase of capital:	3313	x	x	-	x	-	-
additional share issue	3314	-	-	-	x	x	-
increase of share premium account	3315	-	x	x	x	-	x
re-organization of a legal entity	3316	-	-	-	-	-	-
Reduce in capital - total:	3320	-	-	-	-	-	-
including:							
loss	3321	x	x	x	x	-	-
revaluation of fixed assets	3322	x	x	-	x	-	-
expenses directly related to decrease of capital	3323	x	x	-	x	-	-
decrease of share premium account	3324	-	x	x	x	-	-
reduction of number of shares	3325	-	-	x	x	-	-
re-organization of a legal entity	3326	-	-	-	-	-	-
interest	3327	x	x	x	x	-	-
changes in incremental capital	3330	x	x	(72 103)	x	72 103	x
changes in reserve funds	3340	x	x	x	-	-	x
Balance as of December 31, 2011 (3)	3300	4 981 110	-	14 757 652	142 867	(3 321 469)	16 560 160

3.2. Amendments caused by changes in accounting policy and faults correction

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Indicator	Line	December 31, 2009	Changes of cash for 2010		December 31, 2010
			due to profit (loss)	other factors	
Capital - total					
for amendments	3400	20 150 912	(3 589 843)	-	16 561 069
amendments caused by: changes in accounting policy	3410				
faults correction	3420	(179 614)	(3 482)	-	(183 096)
after amendments	3500	19 481 949	(3 039 177)	-	16 442 772
including: undistributed profit (uncovered loss) before amendments					
	3401	178 948	(3 571 611)	-	(3 392 663)
amendments caused by: changes in accounting policy	3411	(179 614)	(3 482)	-	(183 096)
faults correction	3421	(489 349)	554 148	-	64 799
after amendments	3501	(490 015)	(3 020 945)	-	(3 510 960)
other lines to which the amendments were made: before amendments					
	3402	19 971 964	(18 232)	-	19 953 732
Authorized capital		4 981 110	-	-	
Treasury stock		-	-	-	
Incremental capital		14 847 987	(18 232)	-	
Reserve fund		142 867	-	-	
		-	-	-	-
		-	-	-	-

amendments caused by: changes in accounting policy	3412	-	-	-	-
faults correction	3422	-	-	-	-
after amendments	3502	19 971 964	(18 232)	-	19 953 732

3.3. Net assets

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Indicator	Line	December 31, 2011	December 31, 2010	December 31, 2009
Net assets	3600	16 629 034	16 519 268	19 569 454

Director

Chief accountant

Cash flow statement

2011

Organization: IDGC of the South JSC
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 Location (address): 49 Bolshaya Sadovaya St., Rostov-on-Don, 344002

	Codes
RNCMD	0710001
Date	31.12.11
RNCBO	80380011
TIN	6164266561
RNCEA	40.10.2
RNCFI / RNCFO	47/16
RNCMU	383

Indicator	Line	For reporting period	For the same period of the previous year
1	2	3	4
Cash flow from current operations	4110	27 543 127	22 218 370
receipts - total	4110	27 543 127	22 218 370
including:	4111	23 723 424	19 439 143
from sales of products, works, services and goods	4111	23 723 424	19 439 143
<i>including from sales of products, works, services and goods to parent, affiliated and depended companies</i>	411101	314 608	348 346
from rental payments, license payments, royalty, commissions and other similar payments	4112	44 476	61 365
<i>including from rental payments, license payments, royalty, commissions and other similar payments to parent, affiliated and depended companies</i>	411201	6 945	8 143
from resale of financial investments	4113	-	-
<i>including from resale of financial investments to parent, affiliated and depended companies</i>	411301	-	-
other receipts	4119	3 775 227	2 717 862
<i>including other receipts from parent, affiliated and depended companies</i>	411901	-	-
Payments - total	4120	(25 039 586)	(22 463 505)

including: to contractors and suppliers for raw materials, materials, works, services	4121	(13 719 961)	(11 682 173)
<i>including to contractors and suppliers for raw materials, materials, works, services of parent, affiliated and depended companies</i>	412101	(459 360)	(203 869)
salary to staff	4122	(3 577 019)	(3 829 227)
debenture interest	4123	(1 717 772)	(1 729 809)
<i>including debenture interest to parent, affiliated and depended companies</i>	412301	-	-
VAT	4124	(81 110)	(137 157)
other payments	4129	(5 943 724)	(5 085 139)
<i>including other payments to parent, affiliated and depended companies</i>	412901	-	(106)
Net cash flow from financing activities	4100	2 503 541	(245 135)
Cash flow from investments activity			
Receipts - total	4210	8 695	660
including: from sales of non-current assets (except financial investments)	4211	7 907	228
<i>including from sales of non-current assets (except financial investments) of parent, affiliated and depended companies</i>	421101	-	-
from sale of other organizations' shares (equity share)	4212	-	-
<i>including from sale of other organizations' shares (equity share) of parent, affiliated and depended companies</i>	421201	-	-
from repayment of granted loans, from sale of debt securities (right of demanding monetary assets to third parties)	4213	-	-
<i>including from repayment of granted loans, from sale of debt securities (right of demanding monetary assets to third parties) of parent, affiliated and depended companies</i>	421301	-	-
Dividends, interests on debt financial investments and similar receipts from participation in other organizations	4214	788	232
<i>including dividends, interests on debt financial investments and similar receipts from participation in other organizations from parent, affiliated and depended companies</i>	421401	-	-
Other receipts	4219	-	200
<i>including other receipts from parent, affiliated and depended companies</i>	421901	-	-
Payments - total	4220	(4 038 590)	(1 748 154)

related to acquisition, foundation, modernization and preparation to usage of non-current assets	4221	(4 019 517)	(1 744 908)
<i>including payments to parent, affiliated and depended companies in relation to acquisition, foundation, modernization and preparation to usage of non-current assets</i>	422101	-	-
related to purchases of other organizations' shares (equity share)	4222	(2 500)	-
<i>including payments to parent, affiliated and depended companies in relation to purchases of other organizations' shares (equity share)</i>	422201	(2 500)	-
related to purchase of granted loans, from sale of debt securities (right of demanding monetary assets to third parties)	4223	-	-
<i>including payments of parent, affiliated and depended companies in relation to purchase of granted loans, from sale of debt securities (right of demanding monetary assets to third parties)</i>	422301	-	-
debenture interest included in the cost of the investments	4224	(16 573)	(3 246)
<i>including debenture interest included in the cost of the investments of parent, affiliated and depended companies</i>	422401	-	-
other payments	4229	-	-
<i>including other payments of parent, affiliated and depended companies</i>	422901	-	-
Net of cash flows from financial operations	4200	(4 029 895)	(1 747 494)
cash flows from financial operations			
Receipts - total	4310	14 362 010	9 200 004
including: получение credits and loans	4311	13 694 527	9 200 000
<i>including credits and loans received from parent, affiliated and depended companies</i>	431101	-	-
founders' (participants') investments	4312	-	-
<i>including founders' (participants') investments of parent, affiliated and depended companies</i>	431201	-	-
from issue of shares, increase of participation share	4313	-	-
including from issue of shares, increase of participation share of parent, affiliated and depended companies	431301	-	-
from issue of bonds, bills and other securities	4314	666 983	-
<i>including from issue of bonds, bills and other securities of parent, affiliated and depended companies</i>	431401	-	-
other receipts	4319	500	4
<i>including other receipts from parent, affiliated and depended companies</i>	431901	-	-

Payments - total	4320	(11 769 620)	(8 268 902)
to founders (participants) in relation to purchases of their shares (participation share) or termination of participation	4321	-	-
<i>including to founders (participants) in relation to purchases of their shares (participation share) or termination of participation of parent, affiliated and depended companies</i>	<i>432101</i>	<i>-</i>	<i>-</i>
for payment of interest and other payments on distribution of profit in favour of founders (participants)	4322	(8)	(2)
<i>including for payment of interest and other payments on distribution of profit in favour of founders (participants) of parent, affiliated and depended companies</i>	<i>432201</i>	<i>-</i>	<i>-</i>
for redemption of bills and other securities, repayment of credits and loans	4323	(11 714 794)	(8 220 000)
<i>including for redemption of bills and other securities, repayment of credits and loans of parent, affiliated and depended companies</i>	<i>432301</i>	<i>-</i>	<i>-</i>
other payments	4329	(54 818)	(48 900)
<i>including other payments of parent, affiliated and depended companies</i>	<i>432901</i>	<i>-</i>	<i>-</i>
Net cash flow from financial operations	4300	2 592 390	931 102
Cash balance at end of accounting period	4400	1 066 036	(1 061 527)
Balance of monetary assets and equivalents as of the beginning of the reporting period	4450	338 132	1 399 659
Balance of monetary assets and equivalents as of the end of the reporting period	4500	1 404 168	338 132
Effect of changes in exchange rate between foreign currency and Russian ruble	4490		

Director

Chief accountant