

Minutes of the Board of Directors Meeting No. 341/2019
Public joint stock Company of power industry and electrification of Kuban
(Kubanenergo PJSC)

Date of the meeting	22 April 2019
Form of the meeting	Absentee and in presentia (as well by videoconference)
Place of vote counting	Room A7-065, Belovezhskaya str. 4, Moscow
Start time of the meeting	14:20 p.m.
End time of the meeting	14:50 p.m.
Date of drawing up minutes	25 April 2019

In accordance with the requirements of clause 7.1 of the Regulations on the Board of Directors of Public joint stock Company of power industry and electrification of Kuban approved by the decision of the Annual General Meeting of Shareholders of the Company on 25.05.2018 (Minutes No.40 of 28.05.2018), the meeting of the Board of Directors is opened by the Chairperson of the Board of Directors of Kubanenergo PJSC – **Sergeeva Olga Andreevna**.

In accordance with paragraph 7.3 of the Regulations on the Board of Directors of Public joint stock Company of power industry and electrification of Kuban, to determine the presence of a quorum for the meeting of the Board of Directors, the floor is given to the Corporate Secretary of the Company – **Rusu Olga Vladimirovna**; the quorum for holding a meeting of the Board of Directors is not less than half of the number of the elected members of the Board of Directors of the Company. According to paragraph 16.1 of the Charter of Kubanenergo PJSC, 11 (eleven) people were elected to the Company's Board of Directors.

Members of the board of directors that are present at the meeting: Gritsenko V.F., Sergeeva O.A. (Chairperson of the BoD), Medvedev M.V., Osipova Ye.N., Tyukanko A.S., Tyurkin K.V., Khokholkova K.V., Shagina I.A.

Absent members: Gavrilov A.I., Varvarin A.V., Selivanova L.V.,

Of the 11 elected members of the Board of Directors of the Company, 8 are present at the meeting, which is not less than half of the number of elected members of the Board of Directors of the Company.

The required **quorum** for the meeting of the Board of Directors **is present**.

The members of the Board of Directors that submitted questionnaires: Gavrilov A.I., Varvarin A.V.

The members of the Board of Directors that did not submit questionnaires: Selivanova L.V.

Invitees:

Ocheredko Olga Vyacheslavovna, Deputy Director General for Economic and Financial Affairs, Kubanenergo PJSC

Berezgov Ruslan Borisovich, Acting Deputy Director General for Investments, Kubanenergo PJSC

The agenda of the meeting of the Board of Directors of Kubanenergo PJSC includes the following items:

1. Discussion of the report on the results of implementation of the Business Plan of Kubanenergo PJSC in 2018
2. Approval of the report on the results of implementation of the Investment Programme of Kubanenergo PJSC in the 4th quarter and within 12 months of 2018

The first item of the agenda of the meeting of the BoD of Kubanenergo PJSC: **“Discussion of the report on the results of implementation of the Business Plan of Kubanenergo PJSC in 2018”**

Ocheredko Olga Vyacheslavovna, Deputy Director General for Economic and Financial Affairs, Kubanenergo PJSC, delivered the report on the matter.

The following persons addressed the meeting:

- Osipova Yelena Nikolaevna spoke about amount of contracts for technological connection of the preferential category of citizens; about the loss of electricity in the networks; on excess of actual expenses from the planned ones on maintenance and repair; on implementation of the risk of KOR-007 in 2018 (deviation of the volume of overdue receivables from that established in the business plan); and also with the proposed to amend the Appendix 2 to the draft decision on the issue;
- Medvedev Mikhail Vladimirovich spoke about the Company’s expenses by the results of the year

Concerning the first item of the agenda it was resolved as follows:

1. To take into consideration the report on the results of implementation of the Business Plan of Kubanenergo PJSC in 2018, in accordance with Appendix 1 to the present resolution of the Company’s Board of Directors.
2. To note that by the results of the Company activity in 2018 there is a deviation from the planned indicators, in accordance with Appendix 2 to the present resolution of the Company’s Board of Directors.

Voting results:

- | | |
|------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| FOR | - Sergeeva O.A. (Chairperson of the BoD), Varvarin A.V., Gavrilov A.I., Gritsenko V.F., Medvedev M.V., Osipova Ye.N., Tyukanko A.S., Tyurkin K.V., Khokholkova K.V., Shagina I.A. |
| AGAINST | - none |
| ABSTAINED | - none |

Thus, the BoD members participating in the meeting unanimously adopted the proposed decision on the first item.

The second item of the agenda of the meeting of the BoD of Kubanenergo PJSC: **“Approval of the report on the results of implementation of the Investment Programme of Kubanenergo PJSC in the 4th quarter and within 12 months of 2018”**

Berezgov Ruslan Borisovich, Acting Deputy Director General for Investments, Kubanenergo PJSC delivered the report on the matter.

The following persons addressed the meeting:

- Chairperson of the Board of Directors Osipova Yelena Nikolaevna spoke about the milestones of the priority projects of the Company’s Investment Programme in 2018
- Members of the Board of Directors Osipova Yelena Nikolaevna and Gritsenko Vladimir Fyodorovich spoke about the implementation of the unscheduled investment projects and investment projects that were not finances according to the plan

Concerning the second item of the agenda it was resolved as follows:

1. To take into consideration the report on the results of implementation of the Investment Programme of Kubanenergo PJSC in the 4th quarter and within 12 months of 2018, in accordance with Appendix 3 to the present resolution of the Company's Board of Directors.

2. To note deviations in implementation of the Investment Programme of Kubanenergo PJSC in the 4th quarter and within 12 months of 2018 as specified in Appendix 4 to the present resolution of the Company's Board of Directors.

3. To instruct the sole executive body of Kubanenergo PJSC:

3.1. to submit to the Board of Directors a report on the reasons for deviations of the actual performance parameters of the Investment Programme of Kubanenergo in the 4th quarter of 2018 and 2018 from the planned ones.

Deadline: within 45 days from the date of this decision.

3.2. to strengthen monitoring of the implementation of the control stages of the general network schedules of priority investment projects.

3.3. to approve as an administrative document of the Company the schedule for eliminating backlogs in priority investment projects that assigns personal responsibility of the curators for implementation of the updated deadlines.

Deadline: within 15 days from the date of this decision.

Voting results:

FOR - Sergeeva O.A. (Chairperson of the BoD), Varvarin A.V., Gavrilov A.I., Gritsenko V.F., Medvedev M.V., Osipova Ye.N., Tyukanko A.S., Tyurkin K.V., Khokholkova K.V., Shagina I.A.

AGAINST - none

ABSTAINED - none

Thus, the BoD members participating in the meeting unanimously adopted the proposed decision on the second item.

Chairperson of the BoD

Sergeeva O.A.

Corporate secretary

Russu O.V.