**Accounting balance sheet
for 30.06.2013**

|  |  |  |
| --- | --- | --- |
|  |  | Codes |
| Form No. 1 as per OKUD [Russian National Classifier of Management Documentation] | **0710001** |
|  | Date | **31.03.2013** |
| Organization: **Open Joint-Stock Company of Kuban Power Engineering and Electrification**  | As per OKPO [Russian National Classifier of Businesses and Organizations] | **00104604** |
| Taxpayer Identification Number | INN [Taxpayer Identification Number] | **2309001660** |
| Type of activity | as per OKVED [Russian National Classifier of Economic Activities] | **40.10.2** |
| Organizational legal form/ownership form **Open Joint-Stock Company** | As per OKOPF [Russian National Classifier of Organizational Legal Forms]/OKFS [Russian National Classifier of Forms of Ownership] | **47 / 16** |
| Unit: **thousand RUR** | As per OKEI [Russian National Classifier of Measurement Units] | **384** |
| Location (address): **2, Stavropolskaya str., Krasnodar, 350033 Russia** |  |  |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | ASSETS | Line | as of 31.06.2013  | as of 31.12.2012  | as of 31.12.2011 |
| 1 | 2 | 3 | 4 | 5 | 6 |
|  | I. NON-CURRENT ASSETS |  |  |  |  |
|  | Intangible assets | 1110 | 18 607 | 19 715 | 15 |
|  | Including operations-in-progress on purchase of intangible assets | 1111 | 27 | 54 | 15 |
|  | Results of researches and designing | 1120 | 19 097 | 17 091 | 0 |
|  | Including expenses on R&D in progress | 1121 | 16 525 | 14125 |  |
|  | Fixed assets | 1130 |  |  |  |
|  | Income-bearing investments in tangibles | 1140 |  |  |  |
|  | Financial investments | 1150 | 35 156 519 | 31 207 441 | 24 966 539 |
|  | Land plots and natural resources | 1151 | 24 794 | 24 794 | 17 408  |
|  | Buildings, vehicles and equipment, constructions | 1152 | 18 874 284 | 19 410 642 | 16 350 661 |
|  | Other fixed assets | 1153 | 148 270 | 154 953 | 188 810 |
|  | Construction-in-progress | 1154 | 13 917 954 | 10 436 102 | 6 454 127 |
|  | Advances paid for capital construction and purchase of fixed assets | 1155 | 2 391 206 | 1 180 950 | 1 956 533 |
|  | Raw materials and supplies for production of fixed assets | 1156 |  |  |  |
|  | Deferred tax assets | 1160 |  |  |  |
|  | Property for lease | 1161 |  |  |  |
|  | Property under rent contract | 1162 |  |  |  |
|  | Other non-current assets | 1170 | 45 688 | 45 688 | 45 688 |
|  | Investments in affiliates | 1171 | 45 687 | 45 687 | 45 687 |
|  | Investments in dependent companies | 1172 |  |  |  |
|  | Investments in outside companies | 1173 | 1 | 1 | 1 |
|  | Loans to organizations for more than 12 months | 1174 |  |  |  |
|  | Financial investments | 1175 |  |  |  |
|  | Deferred tax assets  | 1180 | 1 319 439 | 1 006 530 | 816 460 |
|  | Other non-current assets | 1190 | 285 318 | 269 657 | 239 230 |
|  | TOTAL Section I | 1100 | 38 824 608 | 32 566 122 | 26 067 932 |
|  | II. CURRENT ASSETS |  |  |  |  |
|  | Stocks | 1210 | 2 117 672 | 1 914 210 | 1 095 421 |
|  | Raw materials, supplies and other similar assets  | 1211 | 2 117 672 | 1 914 210 | 1 095 421 |
|  | Expenses on construction-in-progress | 1212 |  |  |  |
|  | Finished products and goods for resale | 1213 |  |  |  |
|  | Goods delivered | 1214 |  |  |  |
|  | Other stock and expenses | 1215 |  |  |  |
|  | Added value tax on valuables purchased | 1220 | 9 139 | 10 232 | 9 138 |
|  | Receivables | 1230 | 2 755 779 | 3 218 957 | 2 915 550 |
|  | accounts receivable that are due beyond 12 months | 1231 | 8 314 | 11 000 | 18 406 |
|  | Buyers and customers | 123101 |  |  | 308 |
|  | Bills receivable | 123102 |  |  |  |
|  | Advances paid | 123103 |  |  |  |
|  | Other accounts receivable  | 123104 | 8 134 | 11 000 | 16 098 |
|  | accounts receivable that are due in the next 12 months | 1232 | 2 747 465 | 3 207 957 | 2 899 144 |
|  | Buyers and customers | 123201 | 676 268 | 241 282 | 444 233 |
|  | Bills receivable | 123202 |  |  |  |
|  | Debts of affiliated and depended companies on interest  | 123203 |  |  |  |
|  | Debts of participants (founders) on share capital payment | 123204 |  |  |  |
|  | Advances paid | 123205 | 1 706 929 | 2 435 062 | 1 670 122 |
|  | Other accounts receivable  | 123206 | 364 269 | 531 613 | 784 789 |
|  | Financial investments | 1240 |  |  |  |
|  | Loans granted to companies for a period of less 12 months | 1241 |  |  |  |
|  | Other short-term financial investments | 1242 |  |  |  |
|  | Cash | 1250 | 8 188 307 | 4 292 452 | 5 692 998 |
|  | Cash bank | 1251 |  |  |  |
|  | Operating account | 1252 | 8 176 797 | 4 291 754 | 5 692 882 |
|  | Currency account | 1253 |  |  |  |
|  | Other funds | 1254 | 9 510 | 698 | 116 |
|  |  |  |  |  |  |
|  | Other current assets | 1260 | 1 302 901 | 972 097 | 766 374 |
|  | VAT on advance payments made for capital construction and purchasing OS | 1261 | 429 956 | 212 187 | 350 482 |
|  | VAT on received advance payments | 1262 | 852 473 | 713 510 | 387 652 |
|  | Others | 1263 | 20 500 | 46 400 | 28 240 |
|  | TOTAL Section II | 1200 | 14 371 828 | 10 407 948 | 10 479 481 |
|  | BALANCE (assets) | 1600 | 51 195 496 | 42 974 070 | 36 547 413 |

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| --- | --- | --- | --- | --- | --- |
|  | LIABILITIES | Line | as of 31.03.2013  | as of 31.12.2012  | as of 31.12.2011  |
| 1 | 2 | 3 | 4 | 5 | 6 |
|  | III. CAPITAL AND RESERVES |  |  |  |  |
|  | Authorized capital (reserve capital, statutory find and partners' contributions) | 1310 | 14 294 283 | 14 294 283 | 9 746 093 |
|  | Treasury stock bought out at from the shareholders | 1320 | 0 | 0 | 0 |
|  | Revaluation of non-current assets | 1340 | 8 245 172 | 8 250 871 | 8 194 372 |
|  | Additional capital (without revaluation) | 1350 | 3 428 746 | 3 428 746 | 3 272 288 |
|  | Reserve capital | 1360 | 89 347 | 89 347 | 89 347 |
|  | Unallocated profit (uncovered loss) | 1370 | -10 842 027 | -9 481 984 | -7 524 145 |
|  | Past years | 1371 | -9 476 285 | - 7 580 518 | - 5 662 363 |
|  | Reported period | 1372 | -1 365 742 | - 1 901 466 | - 1 861 782 |
|  | TOTAL Section III | 1300 | 15 215 521 | 16 581 263 | 13 777 955 |
|  | IV. LONG-TERM LIABILITIES |  |  |  |  |
|  | Borrowed funds | 1410 | 7 417 000 | 5 917 000 | 10 027 267 |
|  | Bank credits that should be repaid more than 12 months after reporting date | 1411 | 7 417 000 | 5 917 000 | 10 000 000 |
|  | Credits that should be paid more than 12 months after reporting date | 1412 |  |  |  |
|  | Deferred tax liabilities | 1420 | 133 720 | 138 702 | 149 156 |
|  | Reserve for contingent liabilities | 1430 | 0 | 0 | 0 |
|  | Other liabilities | 1450 | 277 985 | 265 752 | 59 541 |
|  | TOTAL Section IV | 1400 | 7 628 705 | 6 321 454 | 10 235 964 |
|  | V. SHORT-TERM LIABILITIES |  |  |  |  |
|  | Borrowed funds | 1510 | 8 514 100 | 10 027 267 | 5 238 151 |
|  | Bank credits that should be repaid more than 12 months after reporting date | 1511 | 8 503 333 | 10 000 000 | 5 201 466 |
|  | Credits that should be paid more than 12 months after reporting date | 1512 | 10 767 | 27 267 | 36 685 |
|  | Payables | 1520 | 17 858 485 | 8 278 698 | 5 739 087 |
|  | Suppliers and contractors | 1521 | 4 161 380 | 3 412 252 | 2 477 105 |
|  | Bills payable | 1522 |  |  |  |
|  | Salaries payable | 1523 | 158 176 | 116 545 | 125 389 |
|  | Debt to state extra-budgetary funds | 1524 | 60 217 | 57 314 | 53 012 |
|  | Taxes payable | 1525 | 73 556 | 47 243 | 63 613 |
|  | Advances received | 1526 | 5 248 659 | 4 421 527 | 2 492 689 |
|  | Payable to the participants (founders) on income payment | 1527 |  |  |  |
|  | Other accounts payable | 1528 | 8 138 468 | 223 817 | 527 152 |
|  | Reserves for future expenses | 1530 | 12 001 | 12 598 | 13 649 |
|  | Estimated liabilities | 1540 | 1 767 683 | 1 752 790 | 1 542 607 |
|  | Estimated liabilities for vacation pay | 1541 | 125 115 | 106 834 | 103 397 |
|  | estimated liabilities on controversial debt of suppliers | 1542 | 1 642 569 | 1 645 956 | 1 439 210 |
|  |  |  |  |  |  |
|  | Other liabilities | 1550 | 0 | 0 | 0 |
|  | TOTAL Section V | 1500 | 28 152 270 | 20 071 353 | 12 533 494 |
|  | BALANCE (assets) | 1700 | 51 156 496 | 42 974 070 | 36 547 413 |

**Profit and loss statement for January-June of 2013**

|  |  |  |
| --- | --- | --- |
|  |  | Codes |
| Form No. 2 as per OKUD [Russian National Classifier of Management Documentation] | **0710002** |
|  | Date | **31.03.2013** |
| Organization: **Open Joint-Stock Company of Kuban Power Engineering and Electrification**  | As per OKPO [Russian National Classifier of Businesses and Organizations] | **00104604** |
| Taxpayer Identification Number | INN [Taxpayer Identification Number] | **2309001660** |
| Type of activity | as per OKVED [Russian National Classifier of Economic Activities] | **40.10.2** |
| Organizational legal form/ownership form **Open Joint-Stock Company** | As per OKOPF [Russian National Classifier of Organizational Legal Forms]/OKFS [Russian National Classifier of Forms of Ownership] | **47 / 16** |
| Unit: **thousand RUR** | As per OKEI [Russian National Classifier of Measurement Units] | **384** |
| Location (address): **2, Stavropolskaya str., Krasnodar, 350033 Russia** |  |  |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Indicator | Line | For 6 months of 2013 | For 6 months of 2012 |
| 1 | 2 | 3 | 4 | 5 |
|  | Proceeds | 2110 | 14 278 805 | 13 630 402 |
|  | Including |  |  |  |
|  | Income from electric energy transmission | 2111 | 14 140 518 | 13 320 532 |
|  | Income from technical connection | 2112 | 110 264 | 271 773 |
|  | Income from organization and development of UES of Russia in connection with distributional power grid | 2113 |  |  |
|  | Income from reselling of electric energy and capacity | 2114 |  |  |
|  | Income from participating in other organizations | 2115 |  |  |
|  | Income from lease | 2116 | 5 092 | 6 144 |
|  | Income from selling other products, goods, works, services of industrial type | 2117 | 22 931 | 31 930 |
|  | Income from selling other products, goods, works, services of non-industrial type | 2118 |  | 23 |
|  | Cost of sales | 2120 | -14 450 967 | -14 744 034 |
|  | Including |  |  |  |
|  | Self-cost of energy transmission | 2121 | -14 343 251 | -14 616 086 |
|  | Self-cost of technical connection | 2122 | -93 225 | -106 272 |
|  | Self-cost of organization and development of UES of Russia in connection with distributional power grid | 2123 |  |  |
|  | Self-cost of reselling of electric energy and capacity | 2124 |  |  |
|  | Self-cost of participation in other organization | 2125 |  |  |
|  | Self-cost of rent | 2126 | - 1 510 | -1 565 |
|  | Self-cost of other products, goods, works, services of industrial type | 2127 | -12 981 | - 20 111 |
|  | Self-cost of other products, goods, works, services of non-industrial type | 2128 |  |  |
|  | Gross profit (loss) | 2100 | -172 162 | -1 113 632 |
|  | Commercial expenses | 2210 |  |  |
|  | Administrative expenses | 2220 |  |  |
|  | Sales profit (loss) | 2200 | -172 162 | -1 113 632 |
|  | Participation incomes | 2310 |  |  |
|  | Interest receivable | 2320 | 90 857 | 231 820 |
|  | Interest payable | 2330 | -764 963 | -710 425 |
|  | Other incomes | 2340 | 371 833 | 285 574 |
|  | Income from reducing (write-off) of provision for doubtful debts  | 2341 | 47 579 |  |
|  | Income of past years revealed in reporting period | 2342 | 51 270 | 58 |
|  | Income from asset sales (fixed assets, inventory stocks and other) | 2343 | 134 797 | 214 487 |
|  | All other incomes | 2344 | 102 186 | 11 489 |
|  | Other expenses | 2350 | -1 209 051 | - 533 772 |
|  | Provision for doubtful debts | 2351 | -643 957 | -205 212 |
|  | Losses of past years revealed in reporting period | 2352 | -160 695 | -103 593 |
|  | Losses from assets sales (fixed assets, inventory stocks and other) | 2353 | -65 441 | -61 701 |
|  | Profit (loss) before tax | 2300 | -1 683 483 | -1 840 435 |
|  | Current profit tax | 2410 | 0 | 0 |
|  | Including constant tax liabilities (assets) | 2421 | 92 791 | 68 481 |
|  | Changes in deferred tax liabilities | 2430 | 4 960 | 5 977 |
|  | Changes in deferred tax assets | 2450 | 238 946 | 293 629 |
|  | Other | 2460 | 73 835 | 77 957 |
|  | Net profit (loss) | 2400 | -1 365 742 | -1 462 872 |
|  | FOR REFERENCE: |  |  |  |
|  | Results of revaluation of non-current assets not included into net profit (loss) of the period | 2510 | 0 | 0 |
|  | Results of other operations not included into net profit (loss) of the period | 2520 | 0 | 0 |
|  | Aggregate financial result of the period | 2500 | -1 365 742 | -1 462 872 |
|  | Basis profit (loss) per share | 2900 | -8.29 | -15.01 |
|  | Diluted profit (loss) per share | 2910 | -8.29 | -15.01 |