

Balance sheet
30 September 2016

		Codes
Form OKUD [Russian National Classifier of Management Documentation]		0710001
	Date	30.09.2016
Organization: Kubanenergo PJSC	OKPO [Russian Classifier of Businesses and Organizations]	00014509
Taxpayer Identification Number	TIN	2309001660
Type of activity <u>electricity transmission</u>	OKVED [Russian Classifier of Types of Economic Activity]	35.12. / 35.13
Organizational legal form/ownership form Public Joint-Stock Company/private property	OKOPF [Russian Classifier of Organizational Legal Forms]/OKFS [Russian National Classifier of Forms of Ownership]	122/ 47 / 16
Unit: thousand rubles	OKEI [Russian Classifier of Measurement Units]	384
Address: 2A Stavropolskaya str., Krasnodar, RF, 350040		

notes	Indicator	Line code	as of 30 September 2016	as of 31 December 2015	as of 31 December 2014
5.1.1.- 5.2.2.	ASSETS I. NON-CURRENT ASSETS				
	Intangible assets	1110	16 721	13 233	13 473
5.2.2.	Including purchase of intangible assets in progress	1111	-		
5.2.1.- 5.2.2	Results of researches and developments	1120	30 478	32 385	28 687
5.2.2.	Including expenditures on researches in progress	1121	30 478	32 385	27 698
	Intangible development assets	1130	-		
	Tangible development assets	1140	-	-	
5.3.1.- 5.3.6.	Fixed assets	1150	54 208 395	53 710 490	47 499 351
	land plots and environmental facilities	1151	134 136	133 257	131 142
	Buildings, vehicles, equipment, constructions	1152	49 190 906	50 143 264	43 559 421
	Other fixed assets	1153	254 568	320 007	355 213
5.3.5.	Construction in progress	1154	3 336 281	2 196 312	2 553 788
5.3.6.	Advances paid for capital construction and purchase of fixed assets	1155	186 941	16 106	248 252
	Raw materials and materials for production of fixed assets*	1156	1 105 563	901 544	651 535

5.3.1.	Income-bearing investments in tangible valuables	1160	-	-	-
	Property for leasing	1161	-	-	-
	Property provided under rent contract	1162	-	-	-
5.4.1.- 5.4.3.	Financial investments	1170	45 588	45 588	45 588
	Investments in affiliates	1171	45 587	45 587	45 587
	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	-	-	-
5.7.2.	Deferred tax assets	1180	907 411	972 310	1 110 920
	Other non-current assets	1190	47 084	59 480	85 276
	TOTAL Section I	1100	55 255 685	54 833 486	48 783 295
	II. CURRENT ASSETS				
5.5.1.- 5.5.2.	Stock	1210			
			1 312 092	1 292 106	1 467 262
	Raw materials, supplies and other similar assets	1211	1 312 092	1 292 106	1 466 708
	Expenses on construction-in-progress	1212	-	-	-
	Finished products and goods for resale	1213	-	-	-
	Goods delivered	1214	-	-	554
	Other stock and expenses	1215	-	-	-
	Value added tax on valuables acquired	1220	6 077	6 199	7 896
5.6.1.- 5.6.4.	Accounts receivable	1230	6 337 506	4 900 772	3 830 295
	accounts receivable that are due beyond 12 months	1231	14 969	12 426	14 979
	Buyers and customers	123101	793	-	-
	Bills receivable	123102	-	-	-
	Advances paid	123103	-	-	-
	Other accounts receivable	123104	14 176	12 426	14 979
	accounts receivable that are due in the next 12 months	1232	6 322 537	4 888 346	3 815 316
	Buyers and customers	123201	6 050 925	4 601 989	3 267 641
	Bills receivable	123202	-	-	-
	Debts of affiliated and depended companies on interest	123203	-	-	-
	Debts of participants (founders) on share capital payment	123204		-	-
	Advances paid	123205	19 399	25 236	18 254
	Other accounts receivable	123206	259 220	261 121	1 529 421
5.4.1.- 5.4.3.	Financial investments	1240	11 090	-	-

	Loans granted to companies for a period of less 12 months	1241	-	-	-
	Other short-term financial investments	1242	11 090	-	-
f.4	Cash and equivalents	1250	1 130 179	2 577 455	7 070 974
	Cash bank	1251			
	Operating account	1252	1 129 227	2 577 358	7 070 920
	Currency account	1253	-	-	-
	Other funds	1254	952	97	54
	Other current assets	1260	301 941	708 381	554 863
	VAT on advance payments made for capital construction and purchasing OS	1261	33 482	2 197	44 444
	VAT on received advance payments	1262	322 940	659 128	458 349
	Others	1263	25 519	47 056	52 070
	TOTAL Section II	1200	9 178 885	9 484 912	12 931 290
	BALANCE	1600	64 434 570	64 318 398	61 714 585

	LIABILITIES	Line	as of 30 September 2016	as of 31 December 2015	as of 31 December 2014
1	2	3		4	5
	III. CAPITAL AND RESERVES				
3.1.	Authorized capital (reserve capital, statutory find and partners' contributions)	1310	28 286 813	28 286 813	28 286 813
3.1.	Capital (before changes)		-		
3.1.	Treasury stock bought out at from the shareholders	1320	-	-	-
5.3.1., 5.1.1	Revaluation of non-current assets	1340	10 833 256	10 851 166	9 642 200
3.1.	Additional capital (without revaluation)	1350	6 481 916	6 481 916	6 481 916
3.1.	Reserve capital	1360	161 971	89 347	89 347
3.1.	Unallocated profit (uncovered loss)	1370	(12 432 683)	(13 378 700)	(14 879 177)
	Past years	1371	(14 578 211)	(14 831 179)	(11 246 844)
	Reported period	1372	2 145 528	1 452 479	(3 632 333)
	TOTAL Section III	1300	33 331 273	32 330 542	29 621 099
	IV. LONG-TERM LIABILITIES				
5.6.7- 5.6.8	Borrowed funds	1410	12 648 836	10 000 000	14 900 000
	Bank credits payable in more than 12 months after the reporting date	1411	5 648 836	3 000 000	14 900 000
	Credits payable in more than 12 months after the reporting date	1412	7 000 000	7 000 000	
5.7.2.	Deferred tax liabilities	1420	123 625	122 951	124 789
5.7.1.	Reserve for contingent liabilities	1430	-	-	-
5.6.5-	Other liabilities	1450	605 191	468 760	1 021 770

5.6.6.					
	TOTAL Section IV	1400	13 377 652	10 591 711	16 046 559
	V. SHORT-TERM LIABILITIES				
5.6.7.- 5.6.8.	Borrowed funds	1510			
			5 276 346	7 071 346	2 517 000
	Bank payable in more than 12 months after the reporting date	1511			
			274 354	71 346	2 517 000
	Credits payable in more than 12 months after the reporting date	1512			
			71 346	71 346	-
5.6.5.- 5.6.6.	Payables	1520			
			10 258 568	11 799 752	10 619 876
	Suppliers and contractors	1521			
			5 502 157	4 343 657	7 795 369
	Bills payable	1522			
			-	-	-
	Salaries payable	1523			
			161 661	181 165	122 577
	Debt to state extra-budgetary funds	1524			
			83 697	86 764	66 362
	Taxes payable	1525			
			1 125 464	1 502 989	183 786
	Advances received	1526			
			1 308 481	3 860 085	2 187 283
	Payable to the participants (founders) on income payment	1527			
			-	-	-
	Other accounts payable	1528			
			2 077 108	1 825 092	264 499
	Reserves for future expenses	1530			
			136 706	115 298	122 763
5.7.1	Estimated liability	1540			
			2 054 025	2 409 749	2 787 288
	Estimated liability for vacation pay	1541			
			239 418	226 877	201 981
	Estimated liability for accounts payable to employees	1542			
				275 097	275 014
	Estimated liability on controversial debt	1543			
			1 704 025	1 791 985	1 189 064
	Estimated liability on lawsuit	1544			
			110 582	11 946	706 490
	Estimated liability on tax risks	1545			
			-	66 148	139 406
	Miscellaneous estimated liability	1546			
				37 696	275 333
	Miscellaneous liabilities	1550			
			-	-	*
	TOTAL Section V	1500			
			17 725 645	21 396 145	16 046 927
	BALANCE (assets)	1700			
			64 434 570	64 318 398	61 714 685

Director _____ Ocheredko O.V.
(signature)

Chief accountant _____ Skiba I.V.
(signature)

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(seal)

Profit and loss statement for January - September 2016

	Codes
Form OKUD [Russian National Classifier of Management Documentation]	0710002
Date	30.09.2016
Organization: Kubanenergo PJSC	OKPO [Russian Classifier of Businesses and Organizations] 00104509
Taxpayer Identification Number	INN [Taxpayer Identification Number] 2309001660
Type of activity: electricity transmission	OKVED [Russian Classifier of Economic Activities] 35.12 / 35.13
Organizational legal form/ownership form Public Joint-Stock Company / private property	OKOPF [Russian Classifier of Organizational Legal Forms]/OKFS [Russian Classifier of Forms of Ownership] 122/ 47 / 16
Unit: thousand rubles	OKEI [Russian Classifier of Measurement Units] 384

	Indicator	Line	Jan.– Sept.2016	Jan.– Sept. 2015
1	2	3	4	5
	Proceeds	2110	31 217 646	25 359 724
	including			
	Income from electric energy transmission	2111	28 904 244	25 007 985
	Income from technical connection	2112	2 251 758	291 011
	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	7 713	8 934
	Income from selling other products, goods, works, services of industrial type	2117	53 931	51 794
	Income from selling other products, goods, works, services of non-industrial type	2118	-	-
2.1.	Cost of sales	2120	(25 999 321)	(22 925 699)
	including			
	Self-cost of energy transmission	2121	(25 555 229)	(22 528 927)
	Self-cost of technical connection	2122	(416 261)	(367 041)
	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	(2 866)	(3 691)
	Self-cost of other products, goods, works, services of industrial type	2127	(24 965)	(26 040)
	Self-cost of other products, goods, works, services of non-industrial type	2128	-	-
	Gross profit (loss)	2100	5 218 325	2 434 025
2.1.	Commercial expenses	2210	-	-
2.1.	Administrative expenses	2220	(77 297)	-

	Sales profit (loss)	2200	5 141 028	2 434 025
	Participation incomes	2310	-	3
	Interest receivable	2320	73 246	421 423
	Interest payable	2330	(1 403 140)	(1 728 841)
5.1 1.	Other incomes	2340	1 464 240	1 769 975
5.1 1.	Income of past years revealed in reporting period	2341	157 731	367 821
5.1 1.	Income from reducing (write-off) of provision for doubtful debts	2342	814 097	419 055
5.1 1.	Income from reducing (write-off) of reserve for estimated liability	2343	110 115	662 627
5.1 1.	Other expenses	2350	(2 046 483)	(1 722 799)
5.1 1.	Provision for doubtful debts	2351	(365 013)	(417 838)
5.1 1.	Reserve for estimated liability	2352	(145 579)	(65 444)
5.1 1.	Losses of past years revealed in reporting period	2353	(189 027)	(180 767}
	Profit (loss) before tax	2300	3 228 891	1 173 786
2.3.	Current profit tax	2410	(985 925)	
2.3.	Including constant tax liabilities (assets)	2421	402 154	59 186
2.3.	Changes in deferred tax liabilities	2430	(682)	3 123
2.3.	Changes in deferred tax assets	2450	(61 325)	(297 066)
2.3.	Other	2460	(35 431)	(36 977)
	Net profit (loss)	2400	2 145 528	842 866
	FOR REFERENCE:	Line	Jan.– Sept.2016	Jan.– Sept. 2015
5.1. 1. 5.3. 1.	Results of revaluation of non-current assets not included into net profit (loss) of the period	2510	-	-
3.2	Results of other operations not included into net profit (loss) of the period	2520	-	-
	Aggregate financial result of the period	2500	2 145	842 866
2.2	Basis profit (loss) per share	2900	7.5850	2.9800
2.2.	Diluted profit (loss) per share	2910	7.5850	2.9800

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2.1. Cost of goods, services and works sold

Indicator	Code	Jan.– Sept.2016	Jan.– Sept. 2015
1	2		3
Production costs	6510	25 999 321	22 925 699
including			
direct materials costs	6511	5 760 962	4 847 897
labour costs	6512	2 945 032	2 500 892
fringe benefit expenses	6513	849 568	737 667
depreciation	6514	2 699 480	2 328 002

miscellaneous expenditures	6515	13 744 279	12 511 241
For reference: changes in inventory and provision (augmentation [+], reduction [-]):	6520	-	-
including			
production-in-progress	6521	-	-
products for sale	6522	-	-
purchased products	6523	-	-
products shipped	6524	-	-
auxiliary material	6525	-	-
		-	-
Total cost of sold products (goods, services, works)	6500	25 999 321	22 925 699
including			
cost of goods sold	6530	-	-
management services for third parties	6540	-	-
Business expenses	6550	-	-
including			
materials costs	6551	-	-
labour costs	6552	-	-
fringe benefit expenses	6553	-	-
depreciation	6554	-	-
miscellaneous expenses	6555	-	-
Administrative expenses	6560	77 297	-
including			
materials costs	6561	-	-
labour costs	6562	-	-
fringe benefit expenses	6563	-	-
depreciation	6564	-	-
miscellaneous expenses	6565	77 297	-

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2.2 Profit per share, diluted profit per share

Indicator	Code	Jan.– Sept.2016	Jan.– Sept.2015
1	2	3	4
Net profit (uncovered loss) of the reporting period	6610	2 145 528	842 866
Dividends on preferred shares	6611		
Base earnings (loss) of the reporting period	6612	2 145 528	842 866
Average amount of ordinary shares in circulation		282 868	282 868

within the reporting period	6613		
Base earnings (loss) per share (rubles)	6620	7,5850	2,9800
Average market cost of one ordinary share	6621	72	46
Possible growth of profit and average amount of shares in circulation	6630	X	X
Result of conversion of preferred shares into ordinary	6631	X	X
possible growth of profit	66311	-	-
additional amount of shares	66312	-	-
Result of conversion of obligations into ordinary shares	6632	X	X
possible growth of profit	66321	-	-
additional amount of shares	66322	-	-
Result of contract on purchase-sale of shares at price lower than the market price	6633	X	X
contract price	66331	-	-
possible growth of profit	66332	-	-
additional amount of shares	66333	-	-
Diluted profit per share (rubles)	6640	7,5850	2,9800
adjusted base earning	6641	2 145 528	842 866
adjusted amount of average amount of ordinary shares in circulation	6642	282 868	282 868

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2.3. Profit taxation

Indicator	Code	Jan.– Sept.2016	Jan.– Sept.2015
1	2	3	4
Profit (loss) before the taxation	6710	3 228 891	1 173 786
including 20% rate	67101	3 228 891	1 173 786
other rates	67102	-	-
non-taxable	67103	-	-
Permanent difference	6711	2 010 766	295 927
For reference only: permanent differences, corresponding with temporary difference	67111		-
Change of deductible temporary differences	6712	(306 624)	(1 485 329)
Change of taxable temporary differences	6713	3410	15616
Tax base	6714	4 936 443	-
Expenditure (revenue) on profit tax	6720	654 732	234 755
Conventional expenditure (revenue) on profit tax	6721	645 778	234 757
Permanent tax liability (asset)	6722	402 154	59 186
For reference only: change of deferred taxes, posted to profits and losses	67221	(11 416)	(15 946)
Expenditure (revenue) on deferred taxes	6723	(62 007)	(293 943)
including:	67231		
asset		(61 325)	(297 066)
change of deferred tax liability	67232	(682)	3 123

Current profit tax	6724	(985 925)	-
Sums specification of profit tax for past tax periods	6725	8 954	(2)
Other tax payments and sanctions from profit including those on essential items	6730 6731	(44 385) -	(36 975) -
Profit (loss) from ordinary activities	6740	2 145 528	842 866

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3.4. Estimated value of net assets

Indicator		Line	as of 30 September 2016	as of 31 December 2015	as of 31 December 2014
1		2	3	4	5
I.	Assets				
1.	Intangible assets	1110	16 729	13 233	13 473
2.	Results of researches and developments	1120	30 478	32 385	28 687
3.	Intangible development assets	1130	-	-	-
4.	Tangible development assets	1140	-	-	-
5.	Fixed assets	1150	54 208 395	53 710 490	47 499 351
6.	Income-bearing investments in tangible valuables	1160	-	-	-
7.	Long-and short-term financial investments	1170 + 1240	56 678	45 588	45 588
8.	Miscellaneous intangible assets ²	1180+1190	954 495	1 031 790	1 196 196
9.	Stock	1210	1 312 092	1 292 106	1 467 262
10.	Value added tax on valuables acquired	1220	6 077	6 198	7 896
11.	Accounts receivable ³	1230	6 337 506	4 900 772	3 830 295
12.	Cash and equivalents	1250	1 130 179	2 577 455	7 070 974
13.	Miscellaneous current assets ¹	1260	381 941	708 381	554 863
14.	Total assets taken for accounting, (sum of paragraphs 1-13)		64 434 570	64 318 398	61 714 585
II.	Liabilities				
15.	Long-term borrowed funds	1410	12 648 836	10 000 000	14 900 000
16.	Deferred tax liabilities	1420	123 625	122 951	124 789
17.	Estimated liability	1430+1540	2 054 025	2 409 749	2 787 288
18.	Other long-term liabilities	1450	605 191	468 760	1 021 770
19.	Short-term borrowed funds	1510	5 276 346	7 071 346	2 517 000
20.	Bills payable ⁴	1520	10 258 568	11 799 752	10 619 876
21.	Miscellaneous short-term liabilities ⁵	1550	-	-	-
22.	Total for liabilities taken for accounting (sum of paragraphs 15-21)		30 966 591	31 872 558	31 970 723
23.	Cost of net assets of joint stock		33 467 979	32 445 840	29 743 862

company (total for assets taken for accounting (line 12) minus total liabilities taken for accounting (line 22))				
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5.11. Other revenues and expenditures

Indicator		Jan.– Sept.2016	Jan.– Sept.2015
1	Code 2		
Other revenues total	8000	1 464 240	1 769 975
including:			
From sale of fixed assets, except for flats	8001	1 356	6 440
From sale of flats	8002	12 591	-
From sale of business inventories	8003	7 668	11 697
From sale of currency	8004	-	-
From sale of intangible assets	8005	-	-
From sale of securities	8006	-	-
From sale of other assets	8007	-	1 325
From joint activities	8008	-	-
Profit of 2011, revealed in reporting period	8009	94 159	-
Profit of 2010, revealed in reporting period	8010	4 819	332 577
Profit of 2009, revealed in reporting period	8011	45 300	12 259
Profit before 01.01.2009, revealed in reporting year	8012	13 453	22 985
Acknowledged penalties, fines and forfeits or on which court's decisions (arbitration court's decisions) are got on their collection	8013	45 597	14 803
Accounts payable in respect to which a limitation period has expired (over three years)	8014	1 126	4 117
Currency differences	8015	-	-
Property in surplus following results of inventory taking	8016	926	219
Donated assets, except for fixed assets and intangible assets	8017	952	1 453
Revenue from donated fixed assets, determined according to an established procedure	8018	12 786	12 255
Cost of material valuables, remained from writing off of assets, which are not eligible for recovery and further use	8019	4 031	5 429
Reassessment of financial investments on current market value	8020	-	-
Revenue from decrease (writing off) of provision for doubtful debts	8021	814 097	419 055
Revenue from decrease (writing off) of reserve	8022	110 115	662 627

for estimated liabilities			
Revenue from decrease (writing off) of reserve for cost reduction of business inventories	8023	4 505	3 765
Revenues on claim assignment agreements	8024	46 139	15 625
Revenue from revealed non-contractual consumption of electric power	8025	38 308	107 040
Insurance payments receivable	8026	56 528	63 576
Revenues tied with participation in other organizations' charter capitals	8027	-	-
Recovery of accounts receivable written off earlier	8028	7	7
Discount on bills	8029	-	-
Compensation for difference in tariffs (budgetary financing)	8030	-	-
Revenue from decrease (writing off) of reserve for possible losses of financial investments	8031	-	-
Final appraisal of fixed asset	8032	-	-
Others	8033	149 777	72 721
Other expenditures total	8100	(2 046 483)	(1 722 799)
including:			
From sale of fixed assets, except for flats	8101	(504)	(3 882)
From sale of flats	8102	(251)	-
From sale of business inventories	8103	(4 831)	(8 791)
From sale of currency	8104	-	-
From sale of intangible assets	8105	-	-
From sale of securities	8106	-	-
From sale of other assets	8107	-	(1 060)
Other taxes	8108	-	-
Expenditures in respect to banks' services payment	8109	(346)	(3 875)
Expenditures to performance of service financial investments	8110	-	-
Provision for doubtful debts	8111	(663 650)	(738 893)
Reserve for possible losses of financial investments	8112	-	-
Reserve for cost reduction of material valuables	8113	-	(1 0530)
Reserve for discontinuing operation	8114	-	-
Reserve for estimated liabilities	8115	(161 103)	(64 016)
Retirement of incomeless assets	8116	.	(1 554)
VAT on donated property	8117	-	-
Loss of 2011, revealed in reporting period	8118	(228 290)	-
Loss of 2010, revealed in reporting period	8119	(106 065)	(334 205)
Loss of 2009, revealed in reporting period	8120	(17 025)	(46 532)
Loss before 01.01.2009, revealed in reporting period	8121	(13 633)	(37 101)
Acknowledged penalties, fines and forfeits or on which court's decisions (arbitration court's decisions) are got on their collection	8122	(145 579)	(65 444)
State duties in respect to economic contracts	8123	(4 951)	(6 117)
Reassessment of financial investments on current	8124	-	-

market value			
Discount on bills	8125	-	-
Expenditures under claim assignment agreements	8126	(46 139)	
Nonreimbursable VAT	8127	(3 315}	(26 216)
Expenditures in respect to revealed non-contractual consumption of electric power	8128	-	-
Contributions in incorporations and funds	8129	(2 403)	(2 373)
Accounts receivable in respect to which a limitation period has expired (over three years)	8130	(347)	(713)
Currency differences	8131	-	-
Court costs	8132	(881)	(455)
Plundering, deficiencies	8133	-	(1)
Costs in respect to enforcement proceedings	8134	-	(69)
Cost redemption of employees' flats	8135	(8 616)	-
Other material (financial) aid and other payments to employees	8136	(189 027)	(180 767)
Material aid to pensioners (including lump sum payments, compensations of community charges	8137	(5 056)	(5 235)
Expenditures to carry out sporting events	8138	(446)	(2 528)
Expenditures to carry out social activities	8139	(2 712)	(1 773)
Expenditures for charity	8140	(75 000)	.
Final appraisal of fixed asset	8141	.	
Others	8142	(366 311)	(190 146)

Director _____ Ocheredko O.V.
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(1) – reporting date of the reporting period

(2) – period of the previous year similar to the reporting period