

Balance sheet					
as at <b>March 31 2020</b>					
					Codes
Form of OKUD					0710001
Date (day,month, year)					31   03   2020
Company Kubanenergo PJSC					OKPO 00104604
Taxpayer Identification Number					TIN 2309001660
Economic activity electric power transmission					OKVED 2 35.12
Legal form/form of property					OKOPF/OKFS 12247   16
Public Joint Stock Company /privately owned					OKEI 384
Unit of measurement: thousands of RUB					
Registered office (address) 350033, the Russian Federation, Krasnodar, 2A Stavropolskaya Street					
Financial Statements are audited <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO					
Name of audit organization/surname, name, patronymic (if any) of registered auditor					
Limited Liability Company Ernst & Young					
Taxpayer Identification Number of audit organization/registered auditor					TIN 7709383532
Primary State Registration Number of audit organization/registered auditor					PSRN / PSRNSP 102773970203
Note	Line item	Line code	As at March 31 2020	As at December 31 2019	As at December 31 2018
	<b>ASSETS</b>				
	<b>I. NON-CURRENT ASSETS</b>				
5.1.1.-5.2.2.	Intangible assets	1110	123,262	134,682	38,621
5.2.2.	including non-complete transactions on acquisition of intangible assets	1111	7,500	7,500	7,500
5.2.1.-5.2.2.	Research and development results	1120	36,011	33,756	107,450
5.2.2.	including expenses for non-complete research and development	1121	36,011	33,756	107,450
	Intangible development assets	1130	-	-	-
	Tangible development assets	1140	-	-	-
5.3.1.-5.3.6.	Fixed assets	1150	62,853,948	63,343,130	62,534,635
	Lands and objects of nature management	1151	136,411	136,411	136,330
	buildings, machinery and equipment, construction	1152	58,679,709	59,270,093	50,768,189
	other fixed assets	1153	244,074	262,534	207,553
5.3.5.	construction in progress	1154	3,201,333	3,069,476	10,190,196
5.3.6.	Advances issued for investment building and purchase of fixed assets	1155	31,818	30,056	341,336
	Raw materials intended to be used in case of fixed assets creation*	1156	560,603	574,560	891,031
5.3.1.	Income-bearing investments in tangible assets	1160	-	-	-
5.4.1.-5.4.3.	Financial investmens	1170	39,050	39,050	37,556
	Investments in subsidiary companies	1171	39,049	39,049	37,555
	Investments in affiliates	1172	-	-	-
	Investments in other companies	1173	1	1	1
	Loans given to companies for the period of more than 12 months	1174	-	-	-
	Financial investmens	1175	-	-	-
5.7.2.	Deferred tax assets	1180	859,298	888,357	857,928
	Other non-current assets	1190	270,337	291,676	130,725
	<b>Total non-current assets</b>	<b>1100</b>	<b>64,181,906</b>	<b>64,730,651</b>	<b>63,706,915</b>
	<b>II. CURRENT ASSETS</b>				
5.5.1-5.5.2.	Inventory	1210	2,025,885	1,835,632	1,861,538
	Raw materials and other equivalent supplies	1211	2,025,885	1,832,183	1,861,538
	Work-in-progress	1212	-	-	-
	Finished goods and goods for resale	1213	-	1,396	-
	Shipped goods	1214	-	2,053	-
	Other inventories and expenses	1215	-	-	-
	VAT on purchase assets	1220	8,510	2,558	2,450
5.6.1.-5.6.4.	Accounts receivable	1230	9,230,704	7,433,109	7,057,410
	Payments expected beyond 12 months of the reporting date	1231	27,305	25,601	22,880
	Buyers and customers	123101	968	462	1,128
	Notes receivable	123102	-	-	-
	Advances issued	123103	-	-	-
	Other accounts receivable	123104	26,337	25,139	21,752
	Payments expected within 12 months of the reporting date	1232	9,203,399	7,407,508	7,034,530
	Buyers and customers	123201	8,401,182	6,610,771	6,205,537
	Notes receivable	123202	-	-	-
	Receivables from subsidiaries and affiliates for dividends	123203	-	-	-
	Receivables from participants (shareholders) for contributions to charter capital	123204	-	-	-
	Advances issued	123205	70,325	32,700	34,489
	Other accounts receivable	123206	731,892	764,037	794,504
5.4.1-5.4.3.	Financial investments (except cash equivalents)	1240	-	-	-
	Loans given to companies for the period of less than 12 months	1241	-	-	-
	Other short-term financial investments	1242	-	-	-
F.4	Cash and cash equivalents	1250	641,444	1,699,590	2,194,482
	Cash in bank	1251	-	-	-
	Current accounts	1252	641,444	1,699,590	2,194,307
	Foreign currency accounts	1253	-	-	-
	Other cash	1254	-	-	175
	Other current assets	1260	661,717	625,747	1,179,000
	<b>Total current assets</b>	<b>1200</b>	<b>12,568,260</b>	<b>11,596,636</b>	<b>12,294,880</b>
	<b>BALANCE</b>	<b>1600</b>	<b>76,750,166</b>	<b>76,327,287</b>	<b>76,001,795</b>

Note	Line item	Line code	As at March 31	As at December 31	As at December 31
			2020	2019	2018
<b>LIABILITIES</b>					
<b>III. EQUITY AND RESERVES</b>					
3.1.	Charter capital (share capital, charter fund, contributions of partners)	1310	30,379,335	30,379,335	30,379,335
3.1.	Capital (before the amendments are registered)	1311	3,086,449	3,086,449	-
3.1.	Treasury shares	1320			
5.3.1.,5.1.1.	Revaluation of non-current assets	1340			10,736,476
3.1.	Additional paid-in capital (without revaluation)	1350	6,481,916	6,481,916	6,481,916
3.1.	Capital reserve	1360	302,820	302,820	295,260
3.1.	Accumulated profit (accumulated losses)	1370	(340,417)	(283,379)	(13,372,858)
	of past years	1371	(283,379)	(2,711,390)	(13,524,056)
	of reporting period	1372	(57,038)	2,428,011	151,198
	Total equity and reserves	1300	39,910,103	39,967,141	34,520,129
<b>IV. NON-CURRENT LIABILITIES</b>					
5.6.7.-5.6.8.	Borrowings	1410	21,382,466	19,432,911	13,283,239
	Bank loans subject to redemption beyond 12 months of the reporting date	1411	21,382,466	19,432,911	9,683,239
	Loans subject to redemption beyond 12 months of the reporting date	1412	-	-	3,600,000
5.7.2.	Deferred tax liabilities	1420	1,991,622	1,871,876	1,250,116
5.7.1.	Estimated liabilities	1430	-	-	-
5.6.5.-5.6.6.	Other liabilities	1450	1,370,550	1,161,583	1,248,675
	Total non-current liabilities	1400	24,744,638	22,466,370	15,782,030
<b>V. CURRENT LIABILITIES</b>					
5.6.7.-5.6.8.	Borrowings	1510	13,962	3,652,592	11,395,279
	Bank loans subject to redemption within 12 months of the reporting date	1511	13,962	19,652	7,915,101
	Loans subject to redemption within 12 months of the reporting date	1512	-	3,632,940	3,480,178
5.6.5.-5.6.6.	Accounts payable	1520	10,570,985	8,757,713	12,833,089
	Suppliers and contractors	1521	6,188,128	5,136,188	5,238,557
	Notes payable	1522	-	-	-
	Wages payable	1523	234,908	273,713	313,073
	Debts owed to state non-budgetary funds	1524	131,070	157,086	120,710
	Taxes and dues payable	1525	1,108,050	642,898	606,530
	Advances received	1526	1,898,081	1,876,504	5,164,803
	Delay from participants (shareholders) in paying revenues	1527	452	453	919
	Other accounts payable	1528	1,010,296	670,871	1,388,497
	Unearned revenues	1530	139,437	138,274	123,239
5.7.1.	Estimated liabilities	1540	1,360,763	1,339,596	1,348,029
	Other liabilities	1550	10,278	5,601	-
	Total current liabilities	1500	12,095,425	13,893,776	25,699,636
	<b>Balance</b>	<b>1700</b>	<b>76,750,166</b>	<b>76,327,287</b>	<b>76,001,795</b>

Chief Executive Officer

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Ocheredko O.V.

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Chief Accountant

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Skiba I.V.

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<b>2.1. Cost of good sold, works, services according to elements of costs</b>			
Indication		for January-March	for January-March
Line item	Line code	2020	2019
1	2	3	4
Cost of production	6510	11,724,585	10,596,917
including			
Material costs	6511	2,846,738	2,651,227
Labour costs	6512	1,213,454	1,052,623
Compulsory insurance, insurance against accidents at work and work-related diseases	6513	368,693	320,866
Amortization	6514	1,169,637	1,034,323
Miscellaneous Expenditures	6515	6,126,063	5,537,878
For reference: Changes in inventories and reserves (increase [+], decrease [-]):	6520	-	-
including			
work-in-progress	6521		-
finished products	6522		-
purchased goods	6523		-
goods delivered	6524		-
auxiliary materials	6525		-
<b>Total cost of sales</b>	<b>6500</b>	<b>11,724,585</b>	<b>10,596,917</b>
Selling expenses	6550	-	-
including			
Material cost	6551		
Labour costs	6552		-
Compulsory insurance, insurance against accidents at work and work-related diseases	6553		-
Amortization	6554		-
Miscellaneous Expenditures	6555		-
Administrative expenses	6560	39,881	32,897
including			
Material cost	6561		-
Labour costs	6562	5,524	165
Compulsory insurance, insurance against accidents at work and work-related diseases	6563	1,679	50
Amortization	6564	-	-
Miscellaneous Expenditures	6565	32,678	32,682

  

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## 2.2. Earnings per share, diluted earnings per share

Indication		for January-March	for January-March
Line item	Line code	2020	2019
1	2	3	4
<b>Net profit (accumulated losses) of the reporting period</b>	6610	(57,038)	(83,984)
Preferred dividends <sup>3</sup>	6611	-	-
Basic earnings (loss) of the reporting period	6612	(57,038)	(83,984)
Weighted average number of ordinary shares outstanding during the accounting period	6613	334,658	303,793
<b>Basic earnings (loss) per share</b>	6620	-0.1700	-0.2760
Weighted average market value per ordinary share	6621	76	73
<b>Possible increment in profit and weighted average number of shares outstanding</b>	6630	X	X
As a result of conversion of preferred shares into ordinary shares	6631	X	X
possible increment in profit	66311	-	-
additional number of shares	66312	-	-
As a result of conversion of the bonds into ordinary shares	6632	X	X
possible increment in profit	66321	-	-
additional number of shares	66322	-	-
As a result of performance of Share Sale and Purchase at a below-market price	6633	X	X
contract purchase price	66331	-	-
possible increment in profit	66332	-	-
additional number of shares	66333	-	-
<b>Diluted Earnings per Share</b>	6640	-0.1700	-0.2760
adjusted value of basic earnings	6641	(57,038)	(83,984)
adjusted value of weighted average the number of shares outstanding	6642	334,658	303,793

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### 2.3. Profit taxation

Line item	Line code	for January-March 2020	for January-March 2019
1	2	3	4
<b>Profit (loss) before tax</b>	6710	100,311	45,756
as well as taxed at a rate:			
20%	67101	100,311	45,756
other rates	67102	-	-
untaxed	67103	-	-
Permanent difference	6711	669,614	585,227
Changes in temporary subtractive differences	6712	(127,695)	289,830
Changes in taxable temporary differences	6713	(598,730)	(608,362)
Qualified income tax expense (benefit)	6721	20,062	9,151
Permanent tax expense (benefit)	6722	133,923	117,046
Deferred income tax, including:	6723	(145,285)	(63,706)
changes in deferred tax asset	67231	(25,539)	57,966
changes in deferred tax liability	67232	(119,746)	(121,672)
Current income tax	6725	(8,700)	(62,491)
Income tax expense (benefit)	67251	(153,985)	(126,197)
<b>Amounts of corporate income tax for prior tax periods (according to adjusted declarations, tax inspections)</b>	6726	164	-
<b>Other tax payments and penalties from income</b>	6727	(8)	(948)
<b>Write-off of deferred taxes on profit and loss</b>	6728	(3,520)	(2,595)
background information: recognition (write-off) of deferred tax assets due to the change of probability that the company will receive taxable income in subsequent reporting periods	67281	-	-
<b>Net profit (loss)</b>	6729	(57,038)	(83,984)
Chief Accountant			Skiba I.V.
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**3.3. Net assets**

Line item	Line code	As at March 31 2020	As at December 31 2019	As at December 31 2018
Net assets	3600	40,049,540	40,105,415	34,643,368

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**3.4. Calculation of appraisal  
of Net Asset Value of the Stock Company**

Line item	Balance sheet line code	As at March 31 2020	As at December 31 2019	As at December 31 2018
1	2	3	4	5
<b>I. Assets</b>				
1. Intangible assets	1110	123,262	134,682	38,621
2. Research and development results	1120	36,011	33,756	107,450
3. Intangible development assets	1130	-	-	-
4. Tangible development assets	1140	-	-	-
5. Fixed assets	1150	62,853,948	63,343,130	62,534,635
6. Income-bearing investments in tangible assets	1160	-	-	-
7. Long-term and short-term investments	1170 + 1240	39,050	39,050	37,556
8. Other non-current assets <sup>2</sup>	1180+1190	1,129,635	1,180,033	988,653
9. Inventory	1210	2,025,885	1,835,632	1,861,538
10. VAT on purchased assets	1220	8,510	2,558	2,450
11. Accounts receivable <sup>3</sup>	1230	9,230,704	7,433,109	7,057,410
12. Cash and cash equivalents	1250	641,444	1,699,590	2,194,482
13. Other current assets <sup>1</sup>	1260	661,717	625,747	1,179,000
14. Total Assets accepted to calculation (the sum of items 1 -13)		76,750,166	76,327,287	76,001,795
<b>II. Liabilities</b>				
15. Long-term borrowings	1410	21,382,466	19,432,911	13,283,239
16. Deferred tax liabilities	1420	1,991,622	1,871,876	1,250,116
17. Estimated liabilities	1430+1540	1,360,763	1,339,596	1,348,029
18. Other long-term liabilities	1450	1,370,550	1,161,583	1,248,675
19. Short-term borrowings	1510	13,962	3,652,592	11,395,279
20. Accounts payable <sup>4</sup>	1520	10,570,985	8,757,713	12,833,089
21. Other short-term liabilities <sup>5</sup>	1550	10,278	5,601	-
22. Total liabilities accepted to calculation (the sum of items 15-21)		36,700,626	36,221,872	41,358,427
23. Net Asset Value of the Stock Company (total assets accepted to calculation (page 14) by deducting total liabilities accepted to calculation (page 22))		40,049,540	40,105,415	34,643,368

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<sup>1</sup> With the exception of actual expenses for share repurchase from its shareholders

<sup>2</sup> Including the amount of deferred tax assets

<sup>3</sup> Except receivables from participants (shareholders) for contributions to charter capital

<sup>4</sup> Including delay from participants (shareholders) in paying revenues

<sup>5</sup> The amounts of reserves created in accordance with established procedure are indicated in data on the amount of other current and non-current liabilities due to the contingent liabilities and termination of activities

<sup>6</sup> year, prior to preceding year is indicated

<sup>7</sup> the prior year is indicated

<sup>8</sup> the reporting date of the reporting period is indicated

### 5.11. Other revenues and expenses

Indicaton		For January-March 2020	For January-March 2019
Line item 1	Line code 2		
<b>Other revenues total</b>	8000	327,353	478,638
including:			
From sale of fixed assets, except apartments	8001	115	-
From sale of apartments	8002	-	-
From sale of inventories	8003	1,087	2,382
From sale of currency	8004	-	-
From sale of intangible assets	8005	-	-
From sale of securities	8006	-	-
From sale of other assets	8007	-	-
From joint arrangements	8008	-	-
Profit for 2019 recognized in the reporting period	8009	24,215	-
Profit for 2018 recognized in the reporting period	8010	117	124,579
Profit for 2017 recognized in the reporting period	8011	2,492	937
Profit up to January 1, 2017 recognized in the reporting period	8012	84	605
Penalties, fines and forfeits recognized or for which the judgments (arbitration awards) for their recovery have been obtained	8013	44,966	38,213
Accounts payable for which the statute of limitations has expired (more than three years)	8014	1,983	1,042
Exchange differences	8015	-	-
Assets in surplus on the results of the inventory count	8016	-	-
Donated assets except fixed assets and intangible assets	8017	326	330
Revenue from donated fixed assets identified in accordance with established order	8018	5,431	5,137
Value of tangible assets remaining after the assets that are not subject to recovery and further use have been written off	8019	192	173
Revaluation of financial investments according to the current market value	8020	-	-
Revenue from decrease (write-off) of provision for doubtful debts	8021	188,294	181,237
Revenue from decrease (write-off) of reserve for estimated liabilities	8022	11,091	12,706
Revenue from decrease (write-off) of provision for depreciation of inventories	8023	4	57
Revenues under assignment of claim agreements	8024	-	-
Revenues from determination of freelance electric power consumption	8025	25,315	19,896
Insurance settlements receivable	8026	16,259	9,671
Revenues related to the Interest in the Charter Capital of other organizations	8027	-	-
Restoring accounts receivable previously written off	8028	-	29
Discount on promissory notes	8029	-	-
Compensations for difference in tariffs (budgetary funding)	8030	-	-
Revenue from decrease (write-off) of provision for impairment of financial investments	8031	-	-
Increase in value of items of fixed assets	8032	-	-
Revenue from increase in value of previously cut-price items of fixed assets	8033	-	-
Revenue from payment of promissory notes	8034	-	-
Other	8035	5,382	81,644

<b>Other expenses total</b>	8100	(762,538)	(1,154,518)
including:			
From sale of fixed assets, except apartments	8101	-	-
From sale of apartments	8102	-	-
From sale of inventories	8103	(925)	(2,467)
From sale of currency	8104	-	-
From sale of intangible assets	8105	-	-
From sale of securities	8106	-	-
From sale of other assets	8107	-	-
Other taxes	8108	-	-
Expenses for bank services	8109	(71)	(80)
Expenses for maintenance of financial investments	8110	-	-
Provision for doubtful debts	8111	(16,124)	(341,521)
Provision for impairment of financial investments	8112	-	-
Provision for impairment of tangible assets	8113	-	-
Provision for discontinued operations	8114	-	-
Reserve for estimated liabilities	8115	(8,017)	(27,300)
Retirement of assets without revenue	8116	-	-
VAT on donated property	8117	-	-
Loss for 2019 recognized in the reporting period	8118	(178,544)	-
Loss for 2018 recognized in the reporting period	8119	(3,500)	(187,687)
Loss for 2017 recognized in the reporting period	8120	(3,276)	(27,778)
Loss up to January 1, 2017 recognized in the reporting period	8121	(95,641)	(8,391)
Penalties, fines and forfeits recognized or for which the judgments (arbitration awards) for their recovery have been obtained	8122	(11,636)	(1,991)
State fees under the economic contracts	8123	(3,896)	(2,517)
Revaluation of financial investments according to the current market value	8124	-	-
Discount on promissory notes	8125	-	-
Expenses under assignment of claim agreements	8126	-	-
Non-refundable VAT	8127	(154)	(2,106)
Expenses for discovered non-contractual electricity consumption	8128	-	-
Contributions to associations and funds	8129	(2,089)	(2,063)
Accounts receivable for which the statute of limitations has expired (more than three years)	8130	(6)	(2,272)
Exchange differences	8131	-	-
Court costs	8132	(357)	(91)
Theft, shortages	8133	-	-
Expenses for execution proceedings	8134	-	-
Payment of the cost of employees' apartments	8135	-	-
Other financial aid and other cash payments to employees	8136	(63,827)	(56,946)
Financial aid to retired employees (including lump-sum payments, compensations for community charges)	8137	(1,728)	(1,852)
Expenses for sporting events	8138	(430)	(557)
Expenses for social activities	8139	(1,101)	(809)
Charitable expenditures	8140	-	-
Value of redeemable promissory notes	8141	-	-
Residual value of written-off fixed assets	8143	-	-
Reduction in prices of items of fixed assets	8144	-	-
Other	8145	(371,216)	(488,090)

Chief Executive Officer \_\_\_\_\_ Ocherdko O.V.  
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Chief Accountant \_\_\_\_\_ Skiba I.V.  
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(1) - the reporting date of the reporting period is indicated

(2) - period of the preceeding year that is similar to the reporting period is indicated

**Revision:**

Other revenues total

-

-

Other expenses total

-

-