**Corporate action statement on refutation or correction of information previously published in news**

Open joint stock company of power industry and electrification of Kuban informs that corporate action statement published at Interfax news (**19.12.2014 at 08:51**) “On decisions adopted by the Issuer’s Board of Directors” (disclosure of inside information) contained a technical error in paragraph 2.1. Below is the correct variant of the statement:

**Corporate action statement**

**“On decisions adopted by the Issuer’s Board of Directors”**

**(disclosure of inside information)**

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| 1. General data | |
| 1.1 Issuer’s full name | Open joint-stock company of Power and Electrification of Kuban |
| 1.2. Issuer’s short name | “Kubanenergo”, JSC |
| 1.3. Issuer’s location | 2, Stavropolskaya str., Krasnodar, Russian federation, 350033 |
| 1.4. Issuer’s PSRN | 1022301427268 |
| 1.5. Issuer’s TIN | 2309001660 |
| 1.6. Issuer’s unique code given by registering authority | 00063-A |
| 1.7. Web-page | [www.kubanenergo.ru](http://www.kubanenergo.ru)  <http://www.e-disclosure.ru/portal/company.aspx?id=2827> |
| 2. Statement content | |
| **2.1 Quorum of meeting of issuer’s BoD and results of voting on the adopted decisions:**  Number of BoD members: 11 persons  Member participated in the meeting: 9 persons  Quorum necessary for holding the meeting of Kubanenergo JSC Board of Directors is present.  Voting results:   |  |  |  |  | | --- | --- | --- | --- | | No. | Votes | | | | FOR | AGAINST | ABSTAINED | | **1** | **9** |  |  | | **2** | **9** |  |  | | **3** | **9** |  |  | | **4** | **9** |  |  | | **5** | **9** |  |  | | **6** | **9** |  |  | | **7** | **9** |  |  | | **8** | **9** |  |  | | **9** | **9** |  |  | | |
| **Disclosure of insider information on item No. 1 “On approving Plan of Procurements of Kubanenergo JSC for 2015”.** | |
| 2.2.1. Decision adopted by issuer’s Board of Directors:  To defer the discussion to a later date. | |
| **Disclosure of insider information on item No. 2 “On amending the Credit Plan of Kubanenergo JSC for the 4th quarter of 2014”.** | |
| 2.2.2. Decision adopted by issuer’s Board of Directors:  To approve the amended Credit Plan of Kubanenergo JSC for the 4th quarter of 2014 in accordance with Appendix 1 to present decision of Company’s BoD. | |
| **Disclosure of insider information on item No. 3 “On setting budgets of Committees attached to the BoD of Kubanenergo JSC”** | |
| 2.2.3. Decision adopted by issuer’s Board of Directors:  1. To approve the budget of the Committee for Strategy, Development, Investments and Reform under the BoD of Kubanenergo for the 2nd half of 2014, in accordance with Appendix 2 to present decision of Company’s BoD.  2. To approve the budget of the Personnel and Remuneration Committee under the BoD of Kubanenergo for the 2nd half of 2014, in accordance with Appendix 3 to present decision of Company’s BoD.  3. To approve the budget of the Reliability Committee under the BoD of Kubanenergo for the 2nd half of 2014, in accordance with Appendix 4 to present decision of Company’s BoD.  4. To approve the budget of the Audit Committee under the BoD of Kubanenergo for the 2nd half of 2014, in accordance with Appendix 5 to present decision of Company’s BoD.  5. To approve the budget of the Committee for Technological Connection under the BoD of Kubanenergo for the 1st and 2nd halves of 2014, in accordance with Appendix 6 to present decision of Company’s BoD | |
| **Disclosure of insider information on item No. 4 “On expressing Company’s opinion concerning the agendas of meetings held by affiliated and dependent companies of Kubanenergo JSC”** | |
| 2.2.4. Decision adopted by issuer’s Board of Directors:  1. To instruct representatives of Kubanenergo in the BoD of “Recreation Centre “Energetik” JSC regarding agenda item “On approving adjusted business plan of “Recreation Centre “Energetik” JSC for 2014” to vote for adoption of the following resolution:  1.1. To approve the adjusted business plan of “Recreation Centre “Energetik” JSC for 2014;  1.2. To note down the late introduction of the issue for discussion by the BoD.  1.3 To instruct director general of “Recreation Centre “Energetik” JSC to reduce administrative and management expenses in 2014 by 15% from its actual amount in 2013.  2. To instruct representatives of Kubanenergo in the BoD of “Energoservis Kubani” JSC regarding agenda item “On approving adjusted business plan of “Energoservis Kubani” JSC for 2014” to vote for adoption of the following resolution:  2.1. To approve the adjusted business plan of “Energoservis Kubani” JSC for 2014;  2.2. To note down the late introduction of the issue for discussion by the BoD.  2.3 To instruct director general of “Energoservis Kubani” JSC to reduce administrative and management expenses in 2014 by 15% from its actual amount in 2013. | |
| **Disclosure of insider information on item No. 5 “On incentives to Director General”** | |
| 2.2.5. Decision adopted by issuer’s Board of Directors:  In accordance with paragraph 5.2.2. of Regulations of incentives to director general of the Company and due to awarding director general with Certificate of Merit from Ministry of Energy it is decided to pay out a lump-sum bonus to Gavrilov A.I., director general of Kubanenergo JSC, in amount of one monthly salary. | |
| **Disclosure of insider information on item No. 6 “On terminating term of office of a member of the Management Board”** | |
| 2.2.6. Decision adopted by issuer’s Board of Directors:  To termination term of office of a member of the Management Board – Tyrtyshniy Ruslan Viktorovich.  Additional information of the member:  Stake in authorized capital and ordinary shares of issuer owned by the person: 0%/0% | |
| **Disclosure of insider information on item No. 7 “On discussing the report on measures taken in the 1st half of 2014 aimed at restraining the planned indicator of electricity losses”** | |
| 2.2.7. Decision adopted by issuer’s Board of Directors:  To take into consideration the report on measures taken in the 1st half of 2014 aimed at restraining the planned indicator of electricity losses, in accordance with Appendix 7 to present decision of Company’s BoD. | |
| **Disclosure of insider information on item No. 8 “On taking into consideration the report presented by Director General on insurance of the Company in the 3rd quarter of 2014”** | |
| 2.2.8. Decision adopted by issuer’s Board of Directors:  To take into consideration the report presented by Director General on insurance of the Company in the 3rd quarter of 2014, in accordance with Appendix 8 to present decision of Company’s BoD. | |
| **Disclosure of insider information on item No. 9 “On approving the list of high priority activities on ensuring financial stability of Kubanenergo JSC in 2015-2019”** | |
| 2.2.9. Decision adopted by issuer’s Board of Directors:  To defer the discussion to a later date. | |
| 2.3. Date of holding the meeting of Board of Directors: December 15, 2014  2.4. Date of making and number of minutes of meeting: December 18, 2014, minutes of meeting No.200/2014**.** | |
| 3. Signature | |

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| 3.1 Deputy director general in charge of corporate management (attorney dated 02.04.2014) |  |  | Konevets K.S. |  |
| (signature) |  |  |  |
| 3.2 Date: 19 December 2014 |  |  | | |
|  | seal |  | | |