**Corporate action statement**

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

**(disclosure of inside information)**

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| 1. General data
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| 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 personsMember participated in the meeting: 8 persons Quorum necessary for holding the meeting of Kubanenergo JSC Board of Directors is present.Voting results:

|  |  |
| --- | --- |
| No. | Votes |
| FOR | AGAINST | ABSTAINED |
| 1 | 8 |  |  |
| 2 | 8 |  |  |
| 3 | 8 |  |  |
| 4 | 8 |  |  |

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| **Disclosure of insider information on item No.1 “On discussing proposals of shareholders on issues for inclusion in agenda of annual General meeting of Company’s shareholders and on nomination of candidates to Company’s management and control bodies”** |
| 2.2.1. Decision adopted by issuer’s Board of Directors:1. To include in the agenda of annual General meeting of shareholders the following issues:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Issue proposed by the shareholder | Decision proposed by shareholders | Name of shareholder(s) | Amount of voting shares owned by shareholder(s), in % |
| 1. | Approval of Company’s annual report | Is not provided | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 2. | Approval of accounting report, including profit and loss statements | Is not provided | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 3. | Approval of distribution of Company’s profit by results of 2013 | Is not provided | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 4. | On amount, terms and form od dividends by results of 2013 | Is not provided | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 5. | Election of members to Company’s Board of Directors (supervisory board) | Is not provided | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 6. | Election of members to Company’s Auditing Commission (controller) | Is not provided | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 7. | Approval of Company’s auditor | Is not provided | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |

1. To include the following person to the list of candidates for election to the Board of Directors:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Candidate proposed by shareholder | Position, place of work of candidate proposed by shareholder  | Name of shareholder(s) that proposed candidate | Amount of voting shares owned by shareholder(s), in % |
|  | Yegoshin Yuriy Vladimirovich | Head of division at Department of Russian Ministry of Energy | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Ziborova Tatiyan Valentinovna | Deputy head of Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Ostrenok Inna Alexandrovna | Deputy head of Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Hemesh Inna Vitaliyevna | Head of Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Kuprin Vitaliy Yuriyevich | Head of Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Serdyuk Yelena Evgeniyevna | Head of Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Zavodskih Yuliya Alexandrovna | Deputy head of Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Tsukanova Nataliya Konstantinovna | Chief specialist of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Balayev Avla Eldarovich | Chief specialist of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Krestiyanik Pavel Nikolayevich | Leading specialist of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Kramarenko Roman Anatoliyevich | 2nd category specialist of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
|  | Sergeyev Sergey Vladimirovich | Deputy Director General in charge of capital construction, Russian Grids JSC | Russian Grids JSC | 92.24 |
|  | Chermenteyeva Yuliya Peterovna | Head of management office for elaboration of legal documents of legal department of Russian Grids JSC  | Russian Grids JSC | 92.24 |
|  | Harin Andrey Nikolayevich | Deputy head of Department for corporate governance, price environment and control and auditing activity in spheres of Fuel and Energy Complex of RF Ministry of Energy | Russian Grids JSC | 92.24 |
|  | Gavrilov Alexandr Ilyich | Director general of Kubanenergo JSC | Russian Grids JSC | 92.24 |
|  | Lavrova Marina Aleksandrovna | Head of Directorate of Economy of Affiliates at Department for economic planning and budgeting of Russian Grids JSC | Russian Grids JSC | 92.24 |
|  | Hoholkova Xeniya Valeriyevna | Deputy head of Shoulders capital management office- head of division for provision of shareholders rights at Departmetn of corporate governance and infraction with investors and shareholders, Russian Grids JSC | Russian Grids JSC | 92.24 |
|  | Varvarin Alexandr Vladimirovich | Managing director in charge of corporate relations and legal support, RSPP | Russian Grids JSC | 92.24 |
|  | Suhov Oleg Alexandrovich | Head of situation and analytical centre of Russian Grids JSC  | Russian Grids JSC | 92.24 |
|  | Kobelyan Ashot Mihailovich | Head of office for planning, regulation and organization of purchase activity at Department of purchase activity, Russian Grids JSC | Russian Grids JSC | 92.24 |
|  | Shatokhin Arseniy Grigoriyevich | Head of office for implementation of federal programmes at Department of implementing special projects, Russian Grids | Russian Grids JSC | 92.24 |
|  | Mezhevich Valentin Yefimovich | Deputy director general in charge of strategic communications, Russian Grids | Russian Grids JSC | 92.24 |

1. To include the following persons to the list of candidates for election to Auditing Commission:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Candidate proposed by shareholder | Position, place of work of candidate proposed by shareholder  | Name of shareholder(s) that proposed candidate | Amount of voting shares owned by shareholder(s), in % |
| 1. | Yudin Andery Ivanovich | Deputy head of division in department of RF Ministry of Energy | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 2. | Lominina Anastasiya Vladimirovna | Leading specialist of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 3. | Kapral Alexandr Evgeniyevich | 3rd category specialist of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 4. | Udod Alexandr Nikolayevich  | Deputy head of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 5. | Alexandrova Yelena Vasilievna | Chief specialist of division at Local office of Federal Agency for State Property Management in Krasnodar region | Russian Federation represented by Local office of Federal Agency for State Property Management in Krasnodar region | 7.36 |
| 6. | Shmakov Igor Vladimirovich | Head of sector for control and risks at Department of internal audit and control, Russian Grids JSC | Russian Grids JSC | 92.24 |
| 7. | Kuznetsova Yelena Polikarpovna | Head of division for general audit and inspections at Office for auditing activity and internal audit under Department of internal audit and control, Russian Grids JSC | Russian Grids JSC | 92.24 |
| 8. | Guseva Yelena Yuriyevna | Leading specialist of Office for auditing activity and internal audit under Department of internal audit and control, Russian Grids JSC | Russian Grids JSC | 92.24 |
| 9. | Malyshev Sergey Vladimirovich | Leading specialist of Office for auditing activity and internal audit under Department of internal audit and control, Russian Grids JSC | Russian Grids JSC | 92.24 |
| 10. | Bunyaeva Mariya Viktorovna | Leading specialist of Office for auditing activity and internal audit under Department of internal audit and control, Russian Grids JSC | Russian Grids JSC | 92.24 |

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| **Disclosure of insider information on item No. 2 “On fixing the date of the meeting of the BoD for discussion of issues related preparation to annual General meeting of Company’s shareholders”** |
| 2.2.2. Decision adopted by issuer’s Board of Directors:To fix the date of the meeting of the BoD for discussion of issues related preparation to annual General meeting of Company’s shareholders (including issues related to setting the date, place and time of annual General meeting of Company’s shareholders, choosing agenda issues, setting the date of making the list of persons/entities entitled to participate in annual General meeting of Company’s shareholders, approving form and text of voting ballots, etc): no later than 18 April 2014 and no later than 29 April 2014 |
| **Disclosure of insider information on item No. 3 “On approving redrafted list of posts in executive body of Kubanenergo JSC, which approval is referred to competence of the Board of Directors”** |
| 2.2.3. Decision adopted by issuer’s Board of Directors:1. To approve redrafted list of posts in executive body of Kubanenergo JSC, which approval is referred to competence of the Board of Directors:- first deputies director general;- deputies director general.2. To consider as invalid deputies list of posts in executive body of Kubanenergo JSC, which approval is referred to competence of the Board of Directors that was approved by the Board of Directors on 09.04.2013 (minutes of meeting No.158/2013 dd 12.04.2013) |
| **Disclosure of insider information on item No. 4 “On approving additional purchase under the contract 407/30-1354 dated 02.12.2011 concluded by Kubanenergo JSC and “PSK Teplotsentrstroy” LLC”** |
| 2.2.4. Decision adopted by issuer’s Board of Directors:To approve the additional purchase under the contract 407/30-1354 dated 02.12.2011 concluded by Kubanenergo JSC and “PSK Teplotsentrstroy” LLC for increasing the cost of contract by 39 390 728.40 rubles, 18% Vat included. |
| 2.3. Date of holding the meeting of Board of Directors: March 6, 20142.4. Date of making and number of minutes of meeting: February 7, 2014, minutes of meeting No.182/2014**.** |
| 3. Signature |

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| --- | --- | --- | --- | --- |
| 3.1 Deputy director general in charge of corporate management (attorney dated 29.10.2013) |  |  | Kocherga V.A. |  |
| (signature) |  |  |  |
| 3.2 Date: March 11, 2014 |  |  |
|  | place of seal  |  |