**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 name | Public joint-stock company of Power Industry and Electrification of Kuban |
| 1.2. Issuer’s abbreviated name | “Kubanenergo” PJSC |
| 1.3. Issuer’s location | Krasnodar, Russian Federation |
| 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 for disclosure ща information | [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 members  Members participated in the meeting: 11 members  Quorum necessary for holding the meeting of Kubanenergo PJSC Board of Directors is present.  Voting results:   |  |  |  |  | | --- | --- | --- | --- | | No. | Votes | | | | FOR | AGAINST | ABSTAINED | |  | **10** |  | **1** | |  | **10** |  | **1** | | |
| **Disclosure of insider information/Approval on internal documents**  **Item No. 1 “On approval of the business plan of Kubanenergo PJSC, which includes investment programme and information on key operational risks, for 2017 and estimates for 2018-2021”** | |
| 2.2.1. Decision adopted by issuer’s Board of Directors:  1. To approve the business plan of Kubanenergo PJSC, which includes investment programme and information on key operational risks, for 2017 and estimates for 2018-2021, in accordance with Annex 1 to the present decisions of the Company’s BoD.  2. To instruct the Sole executive body of Kubanenergo PJSC to ensure:  2.1. in 2017 the preparation and inclusion, in accordance with the current legislation, the proposals on tariffs (for the next long-term period) for the base level of operational expenses and expenses from profit; these proposals should not be lower than the ones stipulated by the Company’s business plan for 2017-2021. Deadline: 31.12.2017   * 1. unconditional implementation of the key parameters of the business plan in 2017: Debt/EBITDA, accounts payable to suppliers and contractors, payment for electricity transmission services.   2. cash flows in 2017 under contracts from the provision of services for technological connection for the purpose of financing activities for implementation of technological connection of at least 2.7 billion rubles, including grid connection agreements with Federal state institution “Rostransmodernizatsiya” in the amount of not less than 2 2 billion rubles.   3. inclusion of expenses on implementation of R&D projects at the next adjustment of the investment programme within the limits of the volumes and sources of financing the investment programme for the period of 2018-2022 with the regard of changes introduced to the investment programme of the Company for 2016-2020, that was approved by the RF Ministry of Energy on 22.12.2016 in the order No.1388, in accordance with the decision of the BoD taken on 22.02.2017, minutes of meeting No.263/2017, in accordance with Annex 2 to the present decisions of the Company’s BoD. Deadline: 31.03.2017   4. implementation of the planned for 2017 risk managements events, paying attention to the risks with significant materiality level, in accordance with Annex 3 to the present decisions of the Company’s BoD.   5. that when summing up the indicators of the Company’s business plan for 2018-2022, the Company takes into account implementation of order described in paragraph 2.1 of this resolution of the BoD.   6. if the resolution described in the paragraph 2.1 is not fulfilled, to ensure the matching of operational expenses in the business plan of Kubanenergo 2018-2022 to the level of expenses in tariff proposals for 2018. | |
| **Disclosure of insider information/Approval on internal documents**  **Item No. 2 “On approval of the adjusted credit plan of Kubanenergo PJSC for the 1st quarter of 2017”** | |
| 2.2.2. Decision adopted by issuer’s Board of Directors:  To approve the credit plan of Kubanenergo PJSC in new versions, in accordance with Annex 4 to the present decisions of the Company’s BoD. | |
| 2.3. Date of holding the meeting of Board of Directors at which the resolutions have been adopted: **28 February 2017**  2.4. Date of making and number of minutes of meeting at which the resolutions have been adopted: **3 March 2017, minutes of meeting No.264/2017.** | |

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| 3. Signature | | |
| 3.1 Acting Deputy Director General in charge of Corporate Governance (by power of attorney No.119/10-337 dated 17.01.2017) | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  (signature) | Didenko Ye.Ye. |
| 3.2 Date: 6 March 2017 | stamp |  |