**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: 9 members  Quorum necessary for holding the meeting of Kubanenergo PJSC Board of Directors is present.  Voting results:   |  |  |  |  | | --- | --- | --- | --- | | No. | Votes | | | | FOR | AGAINST | ABSTAINED | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | |  | **7** |  | **2** | |  | **9** |  |  | |  | **9** |  |  | |  | **9** |  |  | | |
| **Disclosure of insider information**  **Item No. 1 “On discussion of the results of anti-corruption monitoring conducted in 2016”** | |
| 2.2.1. Decision adopted by issuer’s Board of Directors:  To take into consideration the report “On discussion of the results of anti-corruption monitoring conducted in 2016” submitted in accordance with Annex 1 to the present resolution of the Company’s BoD. | |
| **Disclosure of insider information**  **Item No. 2 “On discussion of the report on implementation of the Project of enhancement of activity and improving financial and economic state of the Company in 2016”** | |
| 2.2.2. Decision adopted by issuer’s Board of Directors:  To take into consideration the report on implementation of the Project of enhancement of activity and improving financial and economic state of the Company in 2016, in accordance with Annex 2 to the present resolution of the Company’s BoD. | |
| **Disclosure of insider information**  **Item No.3 “On approval of the updated list of projects in the field of energy saving and energy efficiency, which are advisable for implementation during conclusion of energy service contracts”** | |
| 2.2.3. Decision adopted by issuer’s Board of Directors:  1. To approve the updated list of projects in the field of energy saving and energy efficiency, which are advisable for implementation during conclusion of energy service contracts, in accordance with Annex 3 to the present resolution of the Company’s BoD.  2. To consider as invalid paragraph 1 of the resolution issued by the BoD on 20.09.2016 on item 5 (minutes No.251/2016 dd 23.09.2016). | |
| **Disclosure of insider information**  **Item No.4 “On approval of the Programme on reduction of energy losses of Kubanenergo PJSC for 2017-2021”** | |
| 2.2.4. Decision adopted by issuer’s Board of Directors:  1. To approve the Programme on reduction of energy losses of Kubanenergo PJSC for 2017-2021, in accordance with Annex 4 to the present resolution of the Company’s BoD.  2. To consider as invalid the list of activities for reduction of energy losses and enhancement of cost effectiveness, that ensure reduction of actual losses to the target indicator of losses by 2017, approved by the Company’s BoD on 20.01.2016 (minutes No.228/2016 dd 22.01.2016). | |
| **Disclosure of insider information**  **Item No.5 “On approval of the Programme on future development of electricity accounting systems of Kubanenergo PJSC for 2017-2021”** | |
| 2.2.5. Decision adopted by issuer’s Board of Directors:  1. To approve the Programme on future development of electricity accounting systems of Kubanenergo PJSC for 2017-2021, in accordance with Annex 5 to the present resolution of the Company’s BoD.  2. To consider as invalid the Programme on future development of electricity accounting systems of Kubanenergo PJSC for 2012-2018, approved by the Company’s BoD (minutes of meeting NO.153/2013 dd 20.02.2013). | |
| **Disclosure of insider information**  **Item No.6 “On approval of the Programme of energy saving and increase of energy efficiency Kubanenergo PJSC for 2017-2021”** | |
| 2.2.6. Decision adopted by issuer’s Board of Directors:  To postpone the discussion to a later date. | |
| **Disclosure of insider information**  **Item No.7 “On introducing changes to the Internal Audit Policy of the Company”** | |
| 2.2.7. Decision adopted by issuer’s Board of Directors:  To approve changes to the Internal Audit Policy of the Company, in accordance with Annex 6 to the present resolution of the Company’s BoD. | |
| **Disclosure of insider information**  **Item No.8 “On consideration of an individual programme of measures that are aimed to reduce losses of electricity in the networks of Kubanenergo PJSC”** | |
| 2.2.8. Decision adopted by issuer’s Board of Directors:  To postpone the discussion to a later date. | |
| **Disclosure of insider information**  **Item No.9 “On implementation of the decision of the Board of Directors of Kubanenergo PJSC adopted on 22.06.2016 on issue No.12, item 2 (Minutes of meeting No. 243/2016 of 24.06.2016)”** | |
| 2.2.9. Decision adopted by issuer’s Board of Directors:  To take into consideration the report on implementation of the decision of the Board of Directors of Kubanenergo PJSC adopted on 22.06.2016 on issue No.12, item 2 (Minutes of meeting No. 243/2016 of 24.06.2016), in accordance with Annex 7 to the present resolution of the Company’s BoD. | |
| **Disclosure of insider information**  **Item No.10 “On consideration of the report of the General Director of Kubanenergo PJSC on implementation of decisions taken at meetings of the Board of Directors of the Company in the 4th quarter of 2016”** | |
| 2.2.10. Decision adopted by issuer’s Board of Directors:  1.To take into consideration the report of Director General of Kubanenergo PJSC on implementation of decisions taken at meetings of the Board of Directors of the Company in the 4th quarter of 2016, in accordance with Annex 8 to the present resolution of the Company’s BoD.  2. To set a new deadline for implementation of orders the Bod from 23.12.2015 on paragraph 3 of item 18 (minutes of meeting NO.227/2017 dd 25.12.2015): 28.04.2017. | |
| **Disclosure of insider information**  **Item No.11 “On approval of the internal document of the Company: Provisions of Rosseti PJSC “On a unified technical policy in the electric grid complex”** | |
| 2.2.11. Decision adopted by issuer’s Board of Directors:  1. To approve Provisions of Rosseti PJSC “On a unified technical policy in the electric grid complex” as the Company’s internal document, in accordance with Annex 9 to the present resolution of the Company’s BoD.  2. To consider as invalid Provisions of Rosseti JSC “On a unified technical policy in the electric grid complex”, approved by the BoD on 26.12.2013 (minutes No.178/2013 dd 27.12.2013). | |
| **Disclosure of insider information**  **Item No.12 “On approval of Credit plan of Kubanenergo PJSC for the 2nd quarter of 2017”** | |
| 2.2.12. Decision adopted by issuer’s Board of Directors:  To approve the Credit plan of Kubanenergo PJSC for the 2nd quarter of 2017, in accordance with Annex 10 to the present resolution of the Company’s BoD. | |
| **Disclosure of insider information**  **Item No.13 “On approval of corporate structure of the executive office of Kubanenergo PJSC”** | |
| 2.2.13. Decision adopted by issuer’s Board of Directors:  1. To approve the corporate structure of the executive office of Kubanenergo PJSC, in accordance with Annex 11 to the present resolution of the Company’s BoD. Introduce it with regard of deadlines stipulated by the legislation of the Russian Federation for the cases of changing and terminating the labour contracts with employees.  2. Starting from the date of introduction of the new corporate structure of the executive office, the previous corporate structure that was approved by the BoD on 31.05.2016 (Minutes No.241/2016 dd 01.06.2016) shall be considered as invalid. | |
| 2.3. Date of holding the meeting of Board of Directors at which the resolutions have been adopted: **28 March 2017**  2.4. Date of making and number of minutes of meeting at which the resolutions have been adopted: **31 March 2017, minutes of meeting No.266/2017.** | |

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| 3. Signature | | |
| 3.1 Deputy Director General in charge of Corporate Governance (by power of attorney No.2-1879 dated 15.12.2016) | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  (signature) | Ivanova I.V. |
| 3.2 Date: 31 March 2017 | stamp |  |