**Corporate action statement**

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

**(disclosure of inside information)**

|  |  |
| --- | --- |
| 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 the BoD members: 11 members  Members participated in the meeting: 10 members  Quorum necessary for holding the meeting of Kubanenergo PJSC Board of Directors is present.  Voting results:   |  |  |  |  | | --- | --- | --- | --- | | No. | Votes | | | | FOR | AGAINST | ABSTAINED | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | |  | **10** |  |  | | |
| **Disclosure of insider information**  **Item No. 1 “On recommendations concerning the distribution of profits and losses of the Company by results of 2016”** | |
| 2.2.1. Decision adopted by issuer’s Board of Directors:  To instruct the annual general meeting of shareholders of the Company to approve the following allocation of profits (losses) of the Company for 2016 reporting year   |  |  | | --- | --- | |  | (thousand rubles) | | Undistributed profit (losses) of the reporting period: | 2 140 500 | | To distribute for: Reserve fund | 107 025 | | Profit for development | 1 498 350 | | Dividends | 535 125 | | Repayment of undistributed deficit of prior years | 0 | | |
| **Disclosure of insider information/On proposal to the general meeting of shareholders of the issuer, which is a joint-stock company, to determine in a decision on payment (declaration) of dividends a certain date for which persons entitled to receive dividends / on recommendations regarding the amount of dividends on the shares of the issuer, which is a joint-stock company, are determined and procedure of their payment.**  **Item No. 2 “On recommendations concerning the size of the dividends on shares, the procedure for its payment by results of 2016, and determining the date for which the persons entitled to receive dividends are determined”** | |
| 2.2.2. Decision adopted by issuer’s Board of Directors:  To recommend the Annual General Meeting of Shareholders to adopt the following decision:  1. To pay dividends on ordinary shares following the results of 2016 in the amount of 535 125 thousand rubles in monetary form. The amount of dividend paid per share is defined as the ratio of the sum of the dividend amount (535 125 thousand rubles) to the total number of ordinary shares of the Company included in the list of persons entitled to receive dividends.  The period of payment of dividends to a nominal holder and a trustee, who is a professional participant of the securities market, is no more than 10 working days, other shareholders included in the register – 25 working days from the date of drawing up the list of persons entitled to receive the dividends.  2. To determine the date of drawing up the list of persons entitled to receive dividends – 27 June 2017. | |
| **Disclosure of insider information**  **Item No.3 “On consideration of the candidacy of the Company’s auditor”** | |
| 2.2.3. Decision adopted by issuer’s Board of Directors:  To offer the annual General Meeting of Shareholders of the Company to approve “RSM RUS” LLC (INN (TIN)/KPP (tax registration reason code) 7722020834/772901001, 4 Pudovkina str., Moscow, Russia, 119285) as the Company’s auditor. | |
| **Disclosure of insider information**  **Item No.4 “On the review of the draft Charter of the Company in new edition”** | |
| 2.2.4. Decision adopted by issuer’s Board of Directors:  To offer the annual General Meeting of Shareholders of the Company to approve the Charter of the Company in a new edition, in accordance with Appendix No.1 to this decision of the Board of Directors of the Company. | |
| **Disclosure of insider information / approval of internal documents**  **Item No.5 “On consideration of the draft internal document of the Company: Regulations for the General Meeting of Shareholders of the Company in new edition”** | |
| 2.2.5. Decision adopted by issuer’s Board of Directors:  To offer the annual General Meeting of Shareholders of the Company to approve the Regulations for the General Meeting of Shareholders of the Company in new edition, in accordance with Appendix No.2 to this decision of the Board of Directors of the Company. | |
| **Disclosure of insider information/ approval of internal documents**  **Item No.6 “On consideration of the draft internal document of the Company: Regulations for the Board of Directors of the Company in new edition”** | |
| 2.2.6. Decision adopted by issuer’s Board of Directors:  To offer the annual General Meeting of Shareholders of the Company to approve the Regulations for the Board of Directors of the Company in new edition, in accordance with Appendix No.3 to this decision of the Board of Directors of the Company. | |
| **Disclosure of insider information/ approval of internal documents**  **Item No.7 “On consideration of the draft internal document of the Company: Regulations for the Audit Commission of the Company in new edition”** | |
| 2.2.7. Decision adopted by issuer’s Board of Directors:  To offer the annual General Meeting of Shareholders of the Company to approve the Regulations for the Audit Commission of the Company in new edition, in accordance with Appendix No.3 to this decision of the Board of Directors of the Company. | |
| **Disclosure of insider information**  **Item No.8 “On approval of the form and text of voting ballots for the annual general meeting of shareholders of the Company, as well as wording of decisions on the issues of the agenda of the annual General Meeting of Shareholders of the Company”** | |
| 2.2.8. Decision adopted by issuer’s Board of Directors:  1. To approve the form and text of the voting ballots for the annual General Meeting of Shareholders of the Company (Appendices No. 5-7 to this decision of the Board of Directors of the Company).  2. To use the wording of decisions specified in the voting ballots for sending in electronic form (in the form of electronic documents) to nominal holders of shares registered in the shareholder register. | |
| **Disclosure of insider information**  **Item No.9 “On approval of the estimate of costs associated with preparation and conduct of the annual General Meeting of Shareholders of the Company”** | |
| 2.2.9. Decision adopted by issuer’s Board of Directors:  1. To approve the costs estimates related to the preparation and conduct of the annual General Meeting of Shareholders of the Company, in accordance with Appendix No.8 to this decision of the Board of Directors of the Company.  2. The Director General of the Company shall, not later than two months after the annual General Meeting of Shareholders of the Company, submit to the Board of Directors a report on the expenditure of the funds allocated for preparation and conduct of the annual General Meeting of Shareholders. | |
| **Disclosure of insider information**  **Item No.10 “On approval of the terms of the contract with the Company’s registrar”** | |
| 2.2.10. Decision adopted by issuer’s Board of Directors:  1. To approve the terms and conditions of the agreement with the Company’s registrar for provision of services for organization, convocation and holding of the annual General Meeting of Shareholders, including performance of the functions of a counting commission pursuant to Appendix No.9 to this decision of the Board of Directors of the Company.  2. To instruct the General Director of the Company to sign a contract with the Company’s registrar for provision of services for organization, convening and holding of the annual General Meeting of Shareholders, including the performance of the functions of a counting commission on terms and conditions in accordance with Appendix No.9 to this decision of the Board of Directors of the Company. | |
| **Disclosure of insider information**  **Item No.11 “On the proposal to the annual General Meeting of Shareholders concerning the issue: “On termination of participation of Kubanenergo PJSC in the UNION “ENERGOSTROY”** | |
| 2.2.11. Decision adopted by issuer’s Board of Directors:  Offer the annual General Meeting of Shareholders of Kubanenergo PJSC to approve the termination of the participation of Kubanenergo PJSC in the UNION “ENERGOSTROY”. | |
| Identification characteristics of the securities of the issuer  type, category (type): **ordinary registered shares**  state registration number of the issue (additional issue) of securities and the date of its state registration (identification number of the issue (additional issue) of securities and the date of its assignment): **1-02-00063-A; 08.07.2003**  international security identification number (ISIN) (if any): **RU0009046767** | |
| 2.3. Date of holding the meeting of Board of Directors that adopted the resolutions: **23 May 2017**  2.4. Date of making and number of minutes of meeting that adopted the resolutions: **23May 2017, minutes of meeting No.274/2017.** | |

|  |  |  |
| --- | --- | --- |
| 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: 24 May 2017 | stamp |  |