**Statement of material fact**

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

**(disclosure of inside information)**

|  |  |
| --- | --- |
| 1. General data | |
| 1.1 Full business name of the issuer | Public joint-stock company of Power Industry and Electrification of Kuban |
| 1.2. Abbreviated business name of the issuer | Kubanenergo PJSC |
| 1.3. Location of the issuer | Krasnodar, Russian Federation |
| 1.4. PSRN of the issuer | 1022301427268 |
| 1.5. TIN of the issuer | 2309001660 |
| 1.6. The issuer’s unique code assigned by the registering body | 00063-A |
| 1.7. Website used by the issuer for information disclosure | [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 the issuer’s BoD and the results of voting on the proposed decisions:**  Number of the 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 | |  | **11** |  |  | |  | **11** |  |  | |  | **11** |  |  | |  | **11** |  |  | |  | **11** |  |  | | |
| **Disclosure of insider information (supervisory board) of the issuer**  **Item No. 1 “Approval of the Plan of Kubanenergo PJSC on reduction of overdue accounts receivable for electricity transmission services and settlement of disputes existing as of 01.04.2018”** | |
| 2.2.1. Decision adopted by issuer’s Board of Directors:  1. Approve the Plan of Kubanenergo PJSC on reduction of overdue accounts receivable for electricity transmission services and settlement of disputes existing as of 01.04.2018, in accordance with annex 1 to this resolution of the Company’s Board of Directors.  2. Take into consideration the Report on implementation of the Plan of Kubanenergo PJSC on reduction of overdue accounts receivable for electricity transmission services and settlement of disputes existing as of 01.04.2018, in accordance with annex 2 to this resolution of the Company’s Board of Directors.  3. Take into consideration the Report of Kubanenergo PJSC on dealing with newly accrued overdue receivables, in accordance with annex 3 to this resolution of the Company’s Board of Directors.  4. Take into consideration the Report on implementation of resolutions issued on 30.03.2018 by the Board of Directors (minutes of meeting No.305/2018) pertaining collection of receivables in 2018 in amount of 2 766 million rubles from the total receivables existing as of 01.01.2018, in accordance with annex 4 to this resolution of the Company’s Board of Directors.  5. Confidential. | |
| **Disclosure of insider information**  **Item No. 2 “Approval of contract of free of charge use of residential premises between Kubanenergo PJSC and employees of Kubanenergo PJSC”** | |
| 2.2.2. Decision adopted by issuer’s Board of Directors:  Approve contracts of free of charge use of residential premises between Kubanenergo PJSC and employees of the breach of Kubanenergo PJSC – Sochi Power Networks on conditions described in annex 5 to this resolution of the Company’s Board of Directors. | |
| **Disclosure of insider information**  **Item No.3 “Expressing opinion of Kubanenergo on agenda items for the AGMs of the Company’s subsidiaries “Recreation Centre “Energetik” JSC and “Energoservis Kuban” JSC”** | |
| 2.2.3. Decision adopted by issuer’s Board of Directors:  1. Instruct representatives of Kubanenergo PJSC at the AGM of “Recreation Centre “Energetik” JSC:  1.1. To choose “FOR” when voting on agenda item “Election of the Board of Directors”:  Elect the following persons to the Board of Directors of “Recreation Centre “Energetik” JSC:   |  |  |  | | --- | --- | --- | | 1 | Ocheredko Olga Vyacheslavovna | Deputy Director General for Economic and Financial Affairs, Kubanenergo PJSC | | 2 | Golovakha Lyudmila Alekseevna | Deputy Director General, Chief of Staff, Kubanenergo PJSС | | 3 | Didenko YekaterinaYevgenievna | Head of the Corporate Governance and Shareholder Relations Department, Kubanenergo PJSС | | 4 | Treputin Ivan Alexeevich | Head of HR and Organization Planning Department, Kubanenergo PJSС | | 5 | Fidyaeva Vera Vasilievna | Head of Property Management Department, Kubanenergo PJSС |   1.2. To choose “FOR” when voting on agenda item “Election of the Auditing Commission”:  Elect the following persons to the Auditing Commission of “Recreation Centre “Energetik” JSC:   |  |  |  | | --- | --- | --- | | 1 | Ochikov Sergey Ivanovich | Head of Internal Audit Department, Kubanenergo PJSC | | 2 | Gaidar Dmitriy Vyacheslavovich | Chief Specialist of Internal Audit Department, Kubanenergo PJSC | | 3 | Smirnov Vyacheslav Nikolaevich | Chief Specialist of Internal Audit Department, Kubanenergo PJSC |   1.3. To choose “FOR” when voting on agenda item “Distribution of profit (as well as payment of dividends) by the results of 2017 financial year” in part pertaining to distribution of profit (losses) and payment of dividends:  1.3.1. Approve the following to distribution of profit (losses) of the Company by the results of 2017 financial year:   |  |  | | --- | --- | | Indicator | (thousand rubles) | | Undistributed profit (loss) of the reporting period | 4.0 | | To be distributed to: Reserve fund | 0.2 | | Profit for development | - | | Dividends | - | | Recovery of losses of previous years | 3.8 |   1.3.2. Dividends on ordinary shares of “Recreation Centre “Energetik” JSC shall not be paid out by the results of 2017.  1.4. To choose “FOR” when voting on agenda item “Approval of the Company’s Charter in new edition”:  To approve the Company’s Charter in new edition.  2.Instruct representatives of Kubanenergo PJSC at the AGM of “Energoservis Kuban” JSC:  2.1.To choose “FOR” when voting on agenda item “Election of the Board of Directors”:  Elect the following persons to the Board of Directors of “Energoservis Kuban” JSC:   |  |  |  | | --- | --- | --- | | 1 | Armaganyan Edgar Garrievich | First Deputy Director General – Director of Sochi electric grids, branch of Kubanenergo PJSС | | 2 | Nischyuk Oleg Fyodorovich | Deputy Director General for Selling of Services, Kubanenergo PJSC | | 3 | Dvorniy Vladimir Viktorovich | Head of Department for Energy Saving and Increase of Energy Efficiency, Kubanenergo PJSC | | 4 | Abusalimov ANatoliy Lachinovich | Deputy Head of Department for Energy Saving and Increase of Energy Efficiency, Kubanenergo PJSC | | 5 | Solod Grigoriy Viktorovich | Head of Sector for Selling of Services at Department of Selling of Services and Accounting of Electric Energy, Kubanenergo PJSC | | 6 | Didenko YekaterinaYevgenievna | Head of the Corporate Governance and Shareholder Relations Department, Kubanenergo PJSС | | 7 | LebedevVladimirovich Alexandrovich | Director General, Energoservis Kuban JSC |   2.2. To choose “FOR” when voting on agenda item “Election of the Auditing Commission”:  Elect the following persons to the Auditing Commission of “Energoservis Kuban” JSC:   |  |  |  | | --- | --- | --- | | 1 | Ochikov Sergey Ivanovich | Head of Internal Audit Department, Kubanenergo PJSC | | 2 | YatsenkoIvan Alexandrovich | Deputy Head of Internal Audit Department, Kubanenergo PJSC | | 3 | Rebryaeva Viktoria Alexandrovna | Chief Specialist of Internal Audit Department, Kubanenergo PJSC |   2.3. To choose “FOR” when voting on agenda item “Distribution of profit (as well as payment of dividends) by the results of 2017 financial year” in part pertaining to distribution of profit (losses) and payment of dividends:  2.3.1. Approve the following to distribution of profit (losses) of the Company by the results of 2017 financial year:   |  |  | | --- | --- | | Indicator | (thousand rubles) | | Undistributed profit (loss) of the reporting period | 36 271 | | To be distributed to: Reserve fund | - | | Profit for development | 27 203 | | Dividends | 9 068 | | Recovery of losses of previous years | - |   2.3.2. To pay out dividends on the Company’s ordinary shares by the results of 2017 in amount of 90 677.50 rubles per one ordinary share of the Company in monetary form.  The deadline for payment of dividends is 25 business days after preparing the list of persons entitled to dividends.  The date of preparing the list of persons entitled to dividends: 19 July 2018  2.4. To choose “FOR” when voting on agenda item “Approval of the Company’s Charter in new edition”:  To approve the Company’s Charter in new edition. | |
| **Disclosure of insider information**  **Item No.4 “Discussion of a report on the process of implementing the Company’s investment projects from the list of priority facilities of Kubanenergo PJSC for the 1st quarter of 2018”** | |
| 2.2.4. Decision adopted by issuer’s Board of Directors:  1. Take note of the report on the process of implementing the Company’s investment projects from the list of priority facilities of Kubanenergo PJSC for the 1st quarter of 2018, in accordance with annex 6 to this resolution of the Company’s Board of Directors.  2. Confidential | |
| **Disclosure of insider information**  **Item No.5 “Approval of a report on the implementation of the Innovation Development Programme of Kubanenergo PJSC in 2017”** | |
| 2.2.5. Decision adopted by issuer’s Board of Directors:  Approve the report on the implementation of the Innovation Development Programme of Kubanenergo PJSC in 2017, in accordance with annex 7 to this resolution of the Company’s Board of Directors. | |
| 2.3. Date of holding the meeting of the Board of Directors which adopted the resolutions:  **28 June 2018**  2.4. Date of making and number of minutes of meeting which adopted the resolutions: **28 June 2018, minutes of meeting No.314/2018.** | |

|  |  |  |  |
| --- | --- | --- | --- |
| 3. Signature | | | |
| 3.Head of the Corporate Governance and Shareholder Relations Department (by power of attorney No.119/10-946 dated 22.02.2018) | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  (signature) | Didenko Ye.Ye. |
| 3.2 Date: 29 June 2018 | seal |  |