**Statement of material fact**

**“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 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> |
| 1.8. Date of the event (material fact) that is disclosed in the statement (if applicable) | 26.10.2018 |
| 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 membersMembers participated in the meeting: 11 membersQuorum necessary for holding the meeting of Kubanenergo PJSC Board of Directors is present.Voting results:

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| --- | --- |
| No. | Votes |
| FOR | AGAINST | ABSTAINED |
|  | **11** |  |  |
|  | **11** |  |  |
|  | **11** |  |  |
|  | **11** |  |  |
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| **Disclosure of insider information** **Item No. 1 “Approval of the restated Guidelines for determining the backup power at the Company’s substations”** |
| 2.2.1. Decision adopted by issuer’s Board of Directors:To approve the restated Guidelines for determining the backup power at the Company’s substations, as per Annex 1 to the resolution of the Company’s Board of Directors. |
| **Disclosure of insider information / Approval of an internal documents of the Company****Item No. 2 “Approval of an internal documents of the Company in new edition: Regulations for placement of temporarily disposable monetary resources of Kubanenergo PJSC”** |
| 2.2.2. Decision adopted by issuer’s Board of Directors:1. To approve the Regulations for placement of temporarily disposable monetary resources of Kubanenergo PJSC, as per Annex 2 to the resolution of the Company’s Board of Directors.2. To approve the list of credit institutions and limits of placement of temporarily disposable monetary resources of Kubanenergo PJSC, as per Annex 3 to the resolution of the Company’s Board of Directors.3. To consider a no longer valid the Regulations for placement of temporarily disposable monetary resources of Kubanenergo JSC approved by the BoD on 20.06.2014 (Minutes of the Meeting No.192/2014) |
| **Disclosure of insider information / Approval of an internal documents of the Company****Item No. 3 “Approval of an internal documents of the Company in new edition: Regulations for transfer of payments of Kubanenergo PJSC”** |
| 2.2.3. Decision adopted by issuer’s Board of Directors:1. To approve the Regulations for transfer of payments of Kubanenergo PJSC, as per Annex 4 to the resolution of the Company’s Board of Directors.2. To consider a no longer valid the Regulations for transfer of payments of Kubanenergo PJSC approved by the BoD on 26.06.2015 (Minutes of the Meeting No.215/2015). |
| **Disclosure of insider information** **Item No. 4 “Recognition of the Director General of Kubanenergo PJSC for implementation of a high-profile task”** |
| 2.2.4. Decision adopted by issuer’s Board of Directors:In accordance with the paragraph 4.3.3. of the Regulations on material remunerations to the Company’s Director General, it is ordered to pay Gavrilov Alexender Ilyich, Director General of Kubanenergo PJSC, a lump sum bonus for implementation of a high-profile task: provision of reliable and high-quality power supply to the venues of the FIFA 2018 World Cup, as per Annex 5 to the resolution of the Company’s Board of Directors. |
| **Disclosure of insider information** **Item No. 5 “Approval of a report on implementation of key performance indicators of the Company in the 4th quarter of 2017”** |
| 2.2.5. Decision adopted by issuer’s Board of Directors:To approve the report on implementation of key performance indicators of the Company in the 4th quarter of 2017, as per Annex 6 to the resolution of the Company’s Board of Directors. |
| 2.3. Date of holding the meeting of the Board of Directors which adopted the resolutions: **25 October 2018**2.4. Date of making and number of minutes of meeting which adopted the resolutions: **26 October 2018, minutes of meeting No.320/2018.** |

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| 3. Signature  |
| 3.1 Head of Corporate Governance and Shareholders Relations Department (by power of attorney No. 119/10-946 of 22.02.2018) | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_(signature) | Didenko Ye.Ye. |
| 3.2 Date: 26 October 2018 | stamp  |  |