**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 | |
| 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) | 11.02.2019 |
| 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** |  |  | | |
| **Disclosure of insider information**  **Item No. 1 “Approval of the budget expenses of Kubanenergo PJSC for the 1st quarter of 2019”** | |
| 2.2.1. Decision adopted by the issuer’s Board of Directors:  1. Approve the budget expenses of Kubanenergo PJSC for the 1st quarter of 2019, as specified in Annex 1 to this resolution of the Company’s Board of Directors.  2. Instruct the CEO of Kubanenergo PJSC to ensure inclusion of repair expenses in the business plan for 2019-2023, with regard of financial state of the Company and expenses set in accordance with the tariffs and balance sheet for 2019. | |
| **Disclosure of insider information**  **Item No.2 “Discussion of a report on implementation of the overdue grid connections for the 3rd quarter of 2018”** | |
| 2.2.2. Decision adopted by the issuer’s Board of Directors:  1. Take into consideration the report on the schedule of implementation of the overdue grid connections for the 3rd quarter of 2018 (hereinafter – the Schedule), as specified in Annex 2 to this resolution of the Company’s Board of Directors.  2. Note the exceeding of the Schedule due to implementation of activities that were not implemented in the 1st and 2nd quarters of 2018. | |
| **Disclosure of insider information**  **Item No.3 “Discussion of a report from the Company’s Director General on implementation of the registry of non-core assets in the 4th quarter of 2018 and 2018 and update of the registry of non-core asset of Kubanenergo PJSC”** | |
| 2.2.3. Decision adopted by the issuer’s Board of Directors:  1. Take into consideration the report on implementation of the registry of non-core assets in the 4th quarter of 2018 and 2018, as specified in Annex 3 to this resolution of the Company’s Board of Directors.  2. To approve the updated Registry of non-core asset of Kubanenergo PJSC, as specified in Annex 4 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:  **8 February 2019**  2.4. Date of making and number of minutes of meeting which adopted the resolutions: **11 February 2019, minutes of meeting No.330/2019.** | |

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| 3. Signature | | |
| 3.1 Head of Corporate Governance and Shareholder Relations Department (by power of attorney No.119/10-1406 of 19.12.2018) | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  (signature) | Didenko Ye.Ye. |
| 3.2 Date: 12 February 2019 | seal |  |