**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) | 14.03.2019 |
| 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 | | **1** | **11** |  |  | | **2** | **11** |  |  | | **3** | **11** |  |  | | **4** | **11** |  |  | | |
| **Disclosure of insider information**  **Item No. 1 “Approval of the Programme of Kubanenergo PJSC on Reduction of Overdue Receivables for Transmission Services and Settlement of Disputes as of 01.01.2019”** | |
| 2.2.1. Decision adopted by the issuer’s Board of Directors:  1. To approve the Programme of Kubanenergo PJSC on Reduction of Overdue Receivables for Transmission Services and Settlement of Disputes as of 01.01.2019, as specified in Annex 1 to the present resolution of the Company’s Board of Directors.  2. To take note of the Report on implementation of the Programme of Kubanenergo PJSC on Reduction of Overdue Receivables for Transmission Services and Settlement of Disputes as of 01.10.2018, as specified in Annex 2 to the present resolution of the Company’s Board of Directors.  3. To take note of the Report of Kubanenergo PJSC on measures taken in respect of receivables existing as of the 4th quarter of 2018, as well as newly accrued receivables, as specified in Annex 3 to the present resolution of the Company’s Board of Directors.  4. To take note of the Report on implementation of the instructions issued the Board of Directors on 30.03.2018 (minutes No.305/2018) pertaining collection of 2 766 million rubles of overdue receivables from the sum of receivables existing as of 01.01.2018 in 2018, as specified in Annex 4 to the present resolution of the Company’s Board of Directors.  5. To instruct the CEO of the Company to:  5.1. Ensure collection of 2 942 million rubles of overdue receivables from the sum of receivables existing as of 01.01.2019 in 2019, precisely: 387 million rubles in the 1st quarter of 2019, 470 million rubles in the 2nd quarter of 2019, 970 million rubles in the 3rd quarter of 2019, 1 178 million rubles in the 4th quarter of 2019.  5.2. Ensure quarterly reporting on the process of implementation of the instructions set forth in paragraph 5.1 of this resolution (on a cumulative total from the beginning of the year). | |
| **Item No. 2 “Discussion of a report of the CEO on observance of Information Policy of the Company in 2018”** | |
| 2.2.2. Decision adopted by the issuer’s Board of Directors:  It is advised to take into consideration report of the CEO on observance of Information Policy of the Company in 2018, as specified in Annex 5 to the present resolution of the Company’s Board of Directors. | |
| **Item No. 3 “Approval of Insurers of Kubanenergo PJSC”** | |
| 2.2.3. Decision adopted by the issuer’s Board of Directors:  1. It is advised to appoint as the Company’s Insurer the candidate specified in Annex 6 to the present resolution of the Company’s Board of Directors.  2. Confidential. | |
| **Item No. 4 “Discussion of a report of the CEO on insurance protection of the Company in the 4th quarter of 2018”** | |
| 2.2.4. Decision adopted by the issuer’s Board of Directors:  It is advised to take into consideration report of the CEO on insurance protection of the Company in the 4th quarter of 2018”, as specified in Annex 7 to the present resolution of the Company’s Board of Directors. | |
| 2.3. Date of holding the meeting of the Board of Directors which adopted the resolutions:  **29 March 2019.**  2.3. Date of holding the meeting of the Board of Directors which adopted the resolutions:  **1 April 2019, minutes No.334/2019.** | |

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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: 2 April 2019 | seal |  |