

Balance sheet
30 June 2016

		Codes
Form OKUD [Russian National Classifier of Management Documentation]		0710001
	Date	30.06.2016
Organization: Kubanenergo PJSC	OKPO [Russian Classifier of Businesses and Organizations]	00104604
Taxpayer Identification Number	TIN	2309001660
Type of activity <u>electricity transmission</u>	OKVED [Russian Classifier of Types of Economic Activity]	40.10.2/40.10.3
Organizational legal form/ownership form Public Joint-Stock Company/private property	OKOPF [Russian Classifier of Organizational Legal Forms]/OKFS [Russian National Classifier of Forms of Ownership]	122/ 47 / 16
Unit: thousand rubles	OKEI [Russian Classifier of Measurement Units]	384
Address: 2A Stavropolskaya str., Krasnodar RF, 350040		

notes	Indicator	Line code	as of 30 June 2016	as of 31 December 2015	as of 31 December 2014
5.1.1.- 5.2.2.	ASSETS I. NON-CURRENT ASSETS				
	Intangible assets	1110	18 302	13 233	13 473
5.2.2.	Including purchase of intangible assets in progress	1111	-		
5.2.1.- 5.2.2	Results of researches and developments	1120	26 885	32 385	28 687
5.2.2.	Including expenditures on researches in progress	1121	26 885	32 385	27 698
	Intangible development assets	1130	-		
	Tangible development assets	1140	-	-	
5.3.1.- 5.3.6.	Fixed assets	1150	53 735 774	53 710 490	47 499 351
	land plots and environmental facilities	1151	134 136	133 257	131 142
	Buildings, vehicles, equipment, constructions	1152	49 509 427	50 143 264	43 559 421
	Other fixed assets	1153	271 974	320 007	355 213
5.3.5.	Construction in progress	1154	2 716 786	2 196 312	2 553 788
5.3.6.	Advances paid for capital construction and purchase of fixed assets	1155	108 077	16 106	248 252
	Raw materials and materials for production of fixed assets*	1156	995 374	901 544	651 535

5.3.1.	Income-bearing investments in tangible valuables	1160	-	-	-
	Property for leasing	1161	-	-	-
	Property provided under rent contract	1162	-	-	-
5.4.1.- 5.4.3.	Financial investments	1170	45 588	45 588	45 588
	Investments in affiliates	1171	45 587	45 587	45 587
	Investments in dependent companies	1172	-	-	-
	Investments in outside companies	1173	1	1	1
	Loans to organizations for more than 12 months	1174	-	-	-
	Financial investments	1175	-	-	-
5.7.2.	Deferred tax assets	1180	882 576	972 310	1 110 920
	Other non-current assets	1190	49 966	59 480	85 276
	TOTAL Section I	1100	54 759 091	54 833 486	48 783 295
	II. CURRENT ASSETS				
5.5.1.- 5.5.2.	Stock	1210	1 392 297	1 292 106	1 467 262
	Raw materials, supplies and other similar assets	1211	1 392 297	1 292 106	1 466 708
	Expenses on construction-in-progress	1212	-	-	-
	Finished products and goods for resale	1213	-	-	-
	Goods delivered	1214	-	-	554
	Other stock and expenses	1215	-	-	-
	Value added tax on valuables acquired	1220	6 187	6 199	7 896
5.6.1.- 5.6.4.	Accounts receivable	1230	6 887 004	4 900 772	3 830 295
	accounts receivable that are due beyond 12 months	1231	14 505	12 426	14 979
	Buyers and customers	123101	1 587	-	-
	Bills receivable	123102	-	-	-
	Advances paid	123103	-	-	-
	Other accounts receivable	123104	12 918	12 426	14 979
	accounts receivable that are due in the next 12 months	1232	6 872 499	4 888 346	3 815 316
	Buyers and customers	123201	6 308 158	4 601 989	3 267 641
	Bills receivable	123202	-	-	-
	Debts of affiliated and depended companies on interest	123203	-	-	-
	Debts of participants (founders) on share capital payment	123204		-	-
	Advances paid	123205	51 235	25 236	18 254
	Other accounts receivable	123206	513 106	261 121	1 529 421
5.4.1.- 5.4.3.	Financial investments	1240	-	-	-
	Loans granted to companies for a period of less	1241	-	-	-

	12 months				
	Other short-term financial investments	1242	-	-	-
f.4	Cash and equivalents	1250	820 806	2 577 455	7 070 974
	Cash bank	1251			
	Operating account	1252	809 809	2 577 358	7 070 920
	Currency account	1253	-	-	-
	Other funds	1254	10 997	97	54
	Other current assets	1260	560 764	708 381	554 863
	VAT on advance payments made for capital construction and purchasing OS	1261	19 299	2 197	44 444
	VAT on received advance payments	1262	511 477	659 128	458 349
	Others	1263	29 988	47 056	52 070
	TOTAL Section II	1200	9 667 058	9 484 912	12 931 290
	BALANCE	1600	64 426 149	64 316 396	61 714 685

	LIABILITIES	Line	as of 30 June 2016	as of December 2015	as of December 2014
1	2	3		4	5
	III. CAPITAL AND RESERVES				
3.1.	Authorized capital (reserve capital, statutory fund and partners' contributions)	1310	28 286 813	28 286 013	28 286 813
3.1.	Capital (before changes)		-		
3.1.	Treasury stock bought out at from the shareholders	1320	-	-	-
5.3.1., 5.1.1	Revaluation of non-current assets	1340	10 840 220	10 851 166	9 642 200
3.1.	Additional capital (without revaluation)	1350	6 481 916	6 481 916	6 481 916
3.1.	Reserve capital	1360	161 971	89 347	89 347
3.1.	Unallocated profit (uncovered loss)	1370	(14 361 524)	(13 378 700)	(14 879 177)
	Past years	1371	(14 585 175)	(14 831 179)	(11 246 844)
	Reported period	1372	223 651	1 452 479	(3 632 333)
	TOTAL Section III	1300	31 409 396	32 330 542	29 621 099
	IV. LONG-TERM LIABILITIES				
5.6.7- 5.6.8	Borrowed funds	1410	9 560 000	10 000 000	14900 000
	Bank credits payable in more than 12 months after the reporting date	1411	2 560 000	3 000 000	14 900 000
	Credits payable in more than 12 months after the reporting date	1412	7 000 000	7 000 000	
5.7.2.	Deferred tax liabilities	1420	121 831	122 951	124 789
5.7.1.	Reserve for contingent liabilities	1430	-	-	-
5.6.5- 5.6.6.	Other liabilities	1450	634 063	468 760	1 021 770
	TOTAL Section IV	1400	10 315 894	10 591 711	16 046 559

V. SHORT-TERM LIABILITIES					
5.6.7.- 5.6.8.	Borrowed funds	1510	7 600 182	7 071 346	2 517 000
	Bank payable in more than 12 months after the reporting date	1511	7 528 836	7 000 000	2 517 000
	Credits payable in more than 12 months after the reporting date	1512	71 346	71 346	
5.6.5.- 5.6.6.	Payables	1520	11 994 333	11 799 752	10 619 876
	Suppliers and contractors	1521	5 428 964	4 343 657	7 795 369
	Bills payable	1522	-	-	-
	Salaries payable	1523	200 089	181 165	122 577
	Debt to state extra-budgetary funds	1524	99 961	86 764	66 362
	Taxes payable	1525	620 502	1 502 989	183 786
	Advances received	1526	2 549 045	3 860 085	2 187 283
	Payable to the participants (founders) on income payment	1527	1 144 797	-	-
	Other accounts payable	1528	1 950 975	1 825 092	264 499
	Reserves for future expenses	1530	108 914	115 298	122 763
5.7.1	Estimated liability	1540	2 997 430	2 409 749	2 787 288
	Estimated liability for vacation pay	1541	279 200	226 877	201 981
	Estimated liability for accounts payable to employees	1542	214 019	275 097	275 014
	Estimated liability on controversial debt	1543	2 426 711	1 791 985	1 189 064
	Estimated liability on lawsuit	1544	77 500	11 946	706 490
	Estimated liability on tax risks	1545	-	66 148	139 406
	Miscellaneous estimated liability	1546	-	37 696	275 333
	Miscellaneous liabilities	1550	-	-	*
	TOTAL Section V	1500	22 700 859	21 396 145	16 046 927
	BALANCE (assets)	1700	64 426 149	64 318 398	61 714 585

Director _____ Ocheredko O.V.
(signature)

Chief accountant _____ Skiba I.V.
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28 July 2016

(seal)

Profit and loss statement for the first half of 2016

	Form OKUD [Russian National Classifier of Management Documentation]		Codes
		Date	0710002
Organization: Kubanenergo PJSC	OKPO [Russian Classifier of Businesses and Organizations]	Date	30.06.2016
Taxpayer Identification Number	INN [Taxpayer Identification Number]		00104604
Type of activity: electricity transmission	OKVED [Russian Classifier of Economic Activities]		2309001660
Organizational legal form/ownership form Public Joint-Stock Company / private property	OKOPF [Russian Classifier of Organizational Legal Forms]/OKFS [Russian Classifier of Forms of Ownership]		40.10.2/40.10.3
Unit: thousand rubles	OKEI [Russian Classifier of Measurement Units]		122/ 47 / 16
			384

	Indicator	Line	1 st half of 2016	1 st half of 2015
1	2	3	4	5
	Proceeds	2110	19 045 487	15 358 969
	including			
	Income from electric energy transmission	2111	17 910 935	15 120 721
	Income from technical connection	2112	1 093 549	199 810
	Income from organization and development of UES of Russia in connection with distributional power grid	2113		
	Income from reselling of electric energy and capacity	2114	-	-
	Income from participating in other organizations	2115	-	-
	Income from lease	2116	5 016	5 946
	Income from selling other products, goods, works, services of industrial type	2117	35 987	32 492
	Income from selling other products, goods, works, services of non-industrial type	2118	-	-
2.	Cost of sales	2120		
1.			(17 358 467)	(14 746 769)
	including			
	Self-cost of energy transmission	2121	(17 081 780)	(14 481 834)
	Self-cost of technical connection	2122	(258 815)	(246 466)
	Self-cost of organization and development of UES of Russia in connection with distributional power grid	2123	-	-
	Self-cost of reselling of electric energy and capacity	2124	-	-
	Self-cost of participation in other organization	2125	-	-
	Self-cost of rent	2126	(1 848)	(2 450)
	Self-cost of other products, goods, works, services of industrial type	2127	(16 024)	(16 019)
	Self-cost of other products, goods, works, services of non-industrial type	2128	-	-
	Gross profit (loss)	2100	1 687 020	612 200
2.1.	Commercial expenses	2210	-	-
2.1.	Administrative expenses	2220	(40 585)	-

	Sales profit (loss)	2200	1 646 435	612 200
	Participation incomes	2310	-	3
	Interest receivable	2320	61 419	356 033
	Interest payable	2330	(916 908)	(1 176 571)
5.1 1.	Other incomes	2340	1 052 770	1 373 597
5.1 1.	Income of past years revealed in reporting period	2341	132 319	331 763
5.1 1.	Income from reducing (write-off) of provision for doubtful debts	2342	703 119	331 626
5.1 1.	Income from reducing (write-off) of reserve for estimated liability	2343	83 993	1 599 381
5.1 1.	Other expenses	2350	(1 085 022)	(874 094)
5.1 1.	Provision for doubtful debts	2351	(326 410)	(358 641)
5.1 1.	Reserve for estimated liability	2352	(234 622)	(185 594)
5.1 1.	Losses of past years revealed in reporting period	2353	(117 519)	(116 374)
	Profit (loss) before tax	2300	758 694	291 168
2.3.	Current profit tax	2410	(415 500)	-
2.3.	Including constant tax liabilities (assets)	2421	349 338	(17 695)
2.3.	Changes in deferred tax liabilities	2430	1 112	3 629
2.3.	Changes in deferred tax assets	2450	(86 689)	(44 168)
2.3.	Other	2460	(33 966)	(35 698)
	Net profit (loss)	2400	223 651	214 931
	FOR REFERENCE:	Line	1 st half of 2016	1 st half of 2015
5.1. 1. 5.3. 1.	Results of revaluation of non-current assets not included into net profit (loss) of the period	2510	-	-
3.2	Results of other operations not included into net profit (loss) of the period	2520	-	-
	Aggregate financial result of the period	2500	223 651	214 931
2.2	Basis profit (loss) per share	2900	0,7910	0,7600
2.2.	Diluted profit (loss) per share	2910	0,7910	0,7600

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2.1. Cost of goods, services and works sold

Indicator	Code	1 st half of 2016	1 st half of 2015
1	2		3
Production costs	6510	17 358 467	14 746 769
including			
direct materials costs	6511	4 174 852	3 365 105
labour costs	6512	1 821 380	1 609 798
fringe benefit expenses	6513	549 186	485 757
depreciation	6514	1 804 043	1 545 282

miscellaneous expenditures	6515	9 009 006	7 740 827
For reference: changes in inventory and provision (augmentation [+], reduction [-]):	6520	-	-
including			
production-in-progress	6521	-	-
products for sale	6522	-	-
purchased products	6523	-	-
products shipped	6524	-	-
auxiliary material	6525	-	-
		-	-
Total cost of sold products (goods, services, works)	6500	17 358 467	14 746 769
including			
cost of goods sold	6530	-	-
management services for third parties	6540	-	-
Business expenses	6550	-	-
including			
materials costs	6551	-	-
labour costs	6552	-	-
fringe benefit expenses	6553	-	-
depreciation	6554	-	-
miscellaneous expenses	6555	-	-
Administrative expenses	6560	40 585	-
including			
materials costs	6561	-	-
labour costs	6562	-	-
fringe benefit expenses	6563	-	-
depreciation	6564	-	-
miscellaneous expenses	6565	40 585	-

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2.2 Profit per share, diluted profit per share

Indicator	Code	1 st half of 2016	1 st half of 2015
1	2	3	4
Net profit (uncovered loss) of the reporting period	6610	223 651	214 931
Dividends on preferred shares	6611		
Base earnings (loss) of the reporting period	6612	223 651	214 931

Average amount of ordinary shares in circulation within the reporting period	6613	282 868,13	282 868,13
Base earnings (loss) per share (rubles)	6620	0,791	0,760
Average market cost of one ordinary share	6621	70	47
Possible growth of profit and average amount of shares in circulation	6630	X	X
Result of conversion of preferred shares into ordinary	6631	X	X
possible growth of profit	66311	-	-
additional amount of shares	66312	-	-
Result of conversion of obligations into ordinary shares	6632	X	X
possible growth of profit	66321	-	-
additional amount of shares	66322	-	-
Result of contract on purchase-sale of shares at price lower than the market price	6633	X	X
contract price	66331	-	-
possible growth of profit	66332	-	-
additional amount of shares	66333	-	-
Diluted profit per share (rubles)	6640	0,791	0,760
adjusted base earning	6641	223 651	214 931
adjusted amount of average amount of ordinary shares in circulation	6642	282 868,13	282 868,13

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2.3. Profit taxation

Indicator	Code	1 st half of 2016	1 st half of 2015
1	2	3	4
Profit (loss) before the taxation	6710	758 694	291 168
including 20% rate	67101	758 694	291 168
other rates	67102	-	-
non-taxable	67103	-	-
Permanent difference	6711	1 746 690	(88 473)
For reference only: permanent differences, corresponding with temporary difference	67111		-
Change of deductible temporary differences	6712	(433 443)	(220 839)
Change of taxable temporary differences	6713	5 560	18 144
Tax base	6714	2 077 501	-
Expenditure (revenue) on profit tax	6720	160 693	58 232
Conventional expenditure (revenue) on profit tax	6721	151 739	58 234
Permanent tax liability (asset)	6722	349 338	(17 695)
For reference only: change of deferred taxes, posted to profits and losses	67221	(10 887)	(14 757)
Expenditure (revenue) on deferred taxes	6723	(85 577)	(40 539)
including: asset	67231	(86 689)	(44 168)

change of deferred tax liability	67232	1 112	3 629
Current profit tax	6724	(415 500)	-
Sums specification of profit tax for past tax periods	6725	8 954	(2)
Other tax payments and sanctions from profit including those on essential items	6730 6731	(42 920) -	(35 696) -
Profit (loss) from ordinary activities	6740	223 651	214 931

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3.4. Accounting of estimated value of net assets

Indicator		Line	as of 30 July 2016	as of 31 December 2015	as of 31 December 2014
1		2	3	4	5
I.	Assets				
1.	Intangible assets	123	18 302	13 233	13 473
2.	Results of researches and developments	1120	26 885	32 385	28 687
3.	Intangible development assets	1130	-	-	-
4.	Tangible development assets	1140	-	-	-
5.	Fixed assets	1150	53 735 774	53 710 490	47 499 351
6.	Income-bearing investments in tangible valuables	1160	-	-	-
7.	Long-and short-term financial investments	1170 + 1240	45 588	45 588	45 588
8.	Miscellaneous intangible assets ²	1180+1190	932 542	1 031 790	1 196 196
9.	Stock	1210	1 392 297	1 292 106	1 467 262
10.	Value added tax on valuables acquired	1220	6 187	6 198	7 896
11.	Accounts receivable ³	1230	6 887 004	4 900 772	3 830 295
12.	Cash and equivalents	1250	820 806	2 577 455	7 070 974
13.	Miscellaneous current assets ¹	1260	560 764	708 381	554 863
14.	Total assets taken for accounting, (sum of paragraphs 1-13)		64 426 149	64 318 398	61 714 585
II.	Liabilities				
15.	Long-term borrowed funds	1410	9 560 000	10 000 000	14 900 000
16.	Deferred tax liabilities	1420	121 831	122 951	124 789
17.	Estimated liability	1430+1540	2 997 430	2 409 749	2 787 288
18.	Other long-term liabilities	1450	634 063	468 760	1 021 770
19.	Short-term borrowed funds	1510	7 600 182	7 071 346	2 517 000
20.	Bills payable ⁴	1520	11 994 333	11 799 752	10 619 876
21.	Miscellaneous short-term liabilities ⁵	1550	-	-	-
22.	Total for liabilities taken for accounting (sum of paragraphs 15-21)		32 907 839	31 872 558	31 970 723

23.	Cost of net assets of joint stock company (total for assets taken for accounting (line 12) minus total liabilities taken for accounting (line 20))		31 518 310	32 445 840	29 743 862
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5.11. Other revenues and expenditures

Indicator		1 st half of 2016	1 st half of 2015
	Code		
1	2		
Other revenues total	8000	1 052 770	1 373 597
including:			
From sale of fixed assets, except for flats	8001	1 356	6 434
From sale of flats	8002	12 591	-
From sale of business inventories	8003	4 644	6 850
From sale of currency	8004	-	-
From sale of intangible assets	8005	-	-
From sale of securities	8006	-	-
From sale of other assets	8007	-	1 325
From joint activities	8008	-	-
Profit of 2011, revealed in reporting period	8009	90 039	-
Profit of 2010, revealed in reporting period	8010	2 952	312 987
Profit of 2009, revealed in reporting period	8011	26 384	5 195
Profit before 01.01.2009, revealed in reporting year	8012	12 944	13 581
Acknowledged penalties, fines and forfeits or on which court's decisions (arbitration court's decisions) are got on their collection	8013	2 596	935
Accounts payable in respect to which a limitation period has expired (over three years)	8014	771	3 613
Currency differences	8015	-	-
Property in surplus following results of inventory taking	8016	926	219
Donated assets, except for fixed assets and intangible assets	8017	313	3 152
Revenue from donated fixed assets, determined according to an established procedure	8018	8 593	8 191
Cost of material valuables, remained from writing off of assets, which are not eligible for recovery and further use	8019	2 887	365
Reassessment of financial investments on current market value	8020	-	-
Revenue from decrease (writing off) of provision	8021	703119	331 626

for doubtful debts			
Revenue from decrease (writing off) of reserve for estimated liabilities	8022	83 993	599 381
Revenue from decrease (writing off) of reserve for cost reduction of business inventories	8023	4 269	2 856
Revenues on claim assignment agreements	8024	-	-
Revenue from revealed non-contractual consumption of electric power	8025	23 155	32 359
Insurance payments receivable	8026	45 423	40 748
Revenues tied with participation in other organizations' charter capitals	8027	-	-
Recovery of accounts receivable written off earlier	8028	3	7
Discount on bills	8029	-	-
Compensation for difference in tariffs (budgetary financing)	8030	-	-
Revenue from decrease (writing off) of reserve for possible losses of financial investments	8031	-	-
Final appraisal of fixed asset	8032	-	-
Others	8033	25 812	3 773
Other expenditures total	8100	(1 085 022)	(874 094)
including:			
From sale of fixed assets, except for flats	8101	(504)	(3 882)
From sale of flats	8102	(251)	-
From sale of business inventories	8103	(2 243)	(4 699)
From sale of currency	8104	-	-
From sale of intangible assets	8105	-	-
From sale of securities	8106	-	-
From sale of other assets	8107	-	(1 060)
Other taxes	8108	-	-
Expenditures in respect to banks' services payment	8109	(268)	(3 588)
Expenditures to performance of service financial investments	8110	-	-
Provision for doubtful debts	8111	(234 622)	(185 594)
Reserve for possible losses of financial investments	8112	-	-
Reserve for cost reduction of material valuables	8113	-	(250)
Reserve for discontinuing operation	8114	-	-
Reserve for estimated liabilities	8115	(75 620)	(54 104)
Retirement of incomeless assets	8116	-	(1 554)
VAT on donated property	8117	-	-
Loss of 2011, revealed in reporting period	8118	(196 498)	-
Loss of 2010, revealed in reporting period	8119	(100 393)	(292 427)
Loss of 2009, revealed in reporting period	8120	(15 903)	(29 478)
Loss before 01.01.2009, revealed in reporting period	8121	(13 616)	(36 736)
Acknowledged penalties, fines and forfeits or on which court's decisions (arbitration court's decisions) are got on their collection	8122	(66 912)	(2 756)

State duties in respect to economic contracts	8123	(3 361)	(3 347)
Reassessment of financial investments on current market value	8124	-	-
Discount on bills	8125	-	-
Expenditures under claim assignment agreements	8126	-	-
Nonreimbursable VAT	8127	(2 170)	(10 756)
Expenditures in respect to revealed non-contractual consumption of electric power	8128	-	-
Contributions in incorporations and funds	8129	(2 225)	(2 222)
Accounts receivable in respect to which a limitation period has expired (over three years)	8130	(189)	(599)
Currency differences	8131	-	-
Court costs	8132	(463)	(148)
Plundering, deficiencies	8133	-	(1)
Costs in respect to enforcement proceedings	8134	-	(69)
Cost redemption of employees' flats	8135	(8 616)	-
Other material (financial) aid and other payments to employees	8136	(117 519)	(116 374)
Material aid to pensioners (including lump sum payments, compensations of community charges)	8137	(3 482)	(3 591)
Expenditures to carry out sporting events	8138	(447)	(2 515)
Expenditures to carry out social activities	8139	(2 615)	(1 665)
Expenditures for charity	8140	(10 000)	-
Final appraisal of fixed asset	8141	-	-
Others	8142	(227 105)	(116 679)

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