



Minutes of Board of Directors Meeting No. 263/2017

Public joint stock Company of power industry and electrification of Kuban

(Kubanenergo PJSC)

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| Date of meeting | 22 February 2017 |
| Form of holding the meeting | absentee voting (questionnaire) |
| Place of vote counting | office 105, building 1, 2A Stavropolskaya St., Krasnodar (postal address of Corporate Secretary of "Kubanenergo" PJSC) |
| Date of drawing up minutes | 22 February 2017 |

Board of Directors Members: 11

Questionnaires were submitted by: Mangarov Yu.N. (Chairperson of the BoD), Bogashov A.Ye. Bobkov D.A Varvarin A.V., Serov A.Yu., Yefimov A.L., Gavrilov A.I., Khokholkova K.V., Gritsenko V.F., Sofyin V.V., Shmakov I.V.

Questionnaires were not submitted by:

According to requirements of paragraph 7.3 of Regulations for the Board of Directors of Public joint stock Company of power industry and electrification of Kuban (approved by decision of annual General meeting of "Kubanenergo" PJSC shareholders dated 27.06.2016, minutes No.37), the quorum for holding the meeting should count at least half of elected members of Board of Directors.

Quorum is present

Agenda

1. On discussion of draft investment programme 2018-2022 and draft changes introduced to the Company's investment programme 2016-2020 that was approved by the RF Ministry of Energy on 22.12.2016, order No.1388.

Item 1

On discussion of draft investment programme 2018-2022 and draft changes introduced to the Company's investment programme 2016-2020 that was approved by the RF Ministry of Energy on 22.12.2016, order No.1388

The following decision is proposed:

1. To approve the draft investment programme 2018-2022 and draft changes introduced to the Company's investment programme 2016-2020 that was approved by the RF Ministry of Energy on 22.12.2016, order No.1388, in order to conduct a public hearing in accordance with paragraph 7 of the Rules for approval of investment programmes of participants of power industry, approved by the Rider of the RF Government No. 977 dd. 01.12.2009 "On investment programmes of power industry participants".
2. To instruct the sole executive officer of the Company by the results of the hearings to submit for consideration of the BoD the draft of investment programme 2018-2022 and draft changes introduced to the Company's investment programme 2016-2020 that was approved by the RF Ministry of Energy on 22.12.2016, order No.1388. The document shall be accompanied by the summary of proposals and recommendations with specification of opinion whether such proposals

or recommendations are accepted or denied, in accordance with paragraph 8 of the Rules for approval of investment programmes of participants of power industry, approved by the Rider of the RF Government No. 977 dd. 01.12.2009 “On investment programmes of power industry participants”.

Deadline: 31.03.2017

Voting results

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|----------------|---|-----------|------------------|---|-----|
| Bobkov D.A. | - | FOR | Yefimov A.L. | - | FOR |
| Bogashov A.Ye. | - | ABSTAINED | Mangarov Yu.N. | - | FOR |
| Varvarin A.V. | - | FOR | Sofyin V.V. | - | FOR |
| Gavrilov A.I. | - | FOR | Khokholkova K.V. | - | FOR |
| Gritsenko V.F. | - | FOR | Shmakov I.V. | - | FOR |
| Serov A.Yu. | - | FOR | | | |

Thus, the majority of the BoD members participating in the meeting adopted the proposed decision on the first item.

Chairperson

Mangarov Yu.N..

Corporate secretary

Russu O.V.