

Registered by:
Finances, Budget and Control Department
of the Krasnodar region

_____ Sergeev I.I.

1 February 1993

Approval by:
Deputy Chairperson of the Congress of
People's Deputies
_____ Anisimov S.V.

29 January 1993

Approved:
Staff conference dated 28.01.93

Approved:
Departments of Economics and Forecasting
of Krasnodar Region

Privatization Plan
of Production Association of Power Industry and Electrification
“Krasnodarenergo”

Krasnodar

Privatization Plan
of Production Association of Power Industry and Electrification “Krasnodarenergo”
Part One

- I. Particulars of the company (before the reform)
 1. Full and abbreviated name:
Krasnodar Production Association of Power Industry and Electrification
“Krasnodarenergo” (PA “Krasnodarenergo”)
 2. Legal address
2 K.Libknekhta street, Krasnodar, 350033
 3. Number and date of state registration of the company:
No.389; 25 December 1990
 4. Type of ownership: federal ownership
 5. Type of business: government-owned corporation (association)
 6. Full name and legal address of the corporation (association, concern, group),
which includes the association:
7 Kitaiskiy pr., Moscow 103074
 7. Number of settlement (current) and other accounts of the association:
Settlement account: 000220930 in branch Sovestkiy of Kubanbank,
Krasnodar, MFO (sort code) 014100049; correspondent account: 700161701
in RKTs Centrobank in Krasnodar, MFO (sort code) 014100049.
 8. Name and particulars of bank servicing companies:
Branch Sovetskiy of Kubanbank
5 Tramvainaya street, Krasnodar
 9. Name and address of companies established by the production association
(affiliates, small enterprise): such companies were not established.
 10. Name and address of subdivisions:
 - 10.1. Krasnodar TETs (thermal power plant)
Address: 13 Tramvainaya street, Krasnodar 3500021
 - 10.2. Repair and maintenance unit “Krasnodarenergoremont”
Address: 131 Pashkovskaya street, Krasnodar 350170
 - 10.3. Krasnodarskiye electric grids
Address: 131, Pashkovskaya street, Krasnodar 350000
 - 10.4. Sochi electric grids
Address: 42, Konstitutsii street, Sochi 354000
 - 10.5. Armavirskiy electric grids
 - 10.6. Adygheiskie electric grids
Address: 358, Shovgenova street, Maykop 352708
 - 10.7. Timashevskiy electric grids
Address: 176, Lenina street, Timashevsk 353760
 - 10.8. Tikhoretskiye electric grids
Address: 62, Dzerzhinskogo street, Tikhoretsk 352100
 - 10.9. Leningradskiy electric grids

- Address: 6, 302nd Diviziya street, Leningradskaya 353610
- 10.10. Slavyanskiye electric grids
Address: 49, Stroitel'naya str., Slavyansk-na-Kubani, 3353840
- 10.11. Yugo-Zapadnye (South-western) electric grids
Address: 1, Vostochniy mol, Novorossiysk 353962
- 10.12. Labinskiye electric grids
Address: 334, Mira str., Labinsk 352510
- 10.13. Ust-Labinskiye electric grids
Address: 4, Krasnodarskaya str., Ust-Labinsk 352300
- 10.14. Krasnodar specialized enterprise "Krasnodarenergospetsremont"
Address: 47 Novorossiyskaya str., Krasnodar 350088
- 10.15. SU "Krasnodaerenergostroy"
Address: 15 Tramvainaya str., Krasnodar 350021
- 10.16. Energonadzor
Address: 55 Voroshilova str., Krasnodar 350000
- 10.17. Administration of under-construction State District Power Plant
Pereprav'naya st. Mostovskoy district, Krasnodar region 352550
- 10.18. Recreation centre "Energetik"
Address: 4 Pionerskaya str., Divnomorskoye village, Krasnodar region 353490
- 10.19. Training school
Address: 15 Tramvainata str., Krasnodar 3500021
- 10.20. Association "Krasnodarenergo"
Address: 2 K. Libknekhta str., Krasnodar 350033

II. Main characteristics of the company

	as of 01.01.92.	as of 01.07.92
1. Average number of employees, people	9265	9903
2. Balance cost of fixed assets, thousand rubles		
3. Balance profit, thousand rubles	x	891 911
4. Post-tax profits, thousand rubles	x	574 369
5. Authorized capital (determined in accordance with the Order of the RF President from 1 July 1992 No.721), thousand rubles	x	119 126
6. Assists of privatization fund (personal current accounts of privatization), thousand rubles.	x	236 431
Including at the expense of:		
- Profit	x	236 431

- Balance after taxation as of 1 January 1992	x	none
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7. Cost of property transferred to rent – none

8. Consolidated list and cost of facilities that are not subject to privatization (balance cost), thousand rubles:

8.1. Social and cultural facilities:

Residential houses	13 504 thousand rubles
Communal facilities	88 thousand rubles
Production equipment	73 thousand rubles
Healthcare	2021 thousand rubles

Total	15 686 thousand rubles
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Notes:

Specification of social and cultural facilities and communal facilities, their address and balance cost is indicated in annexes 3 and 9.

9. Social and cultural facilities are transferred in free use with the right of selling under the contract with the State Property Fund.

10. The list of facilities (companies, banks, firms, organizations and other legal entities) in the Russian Federation and abroad, in which the company has participation interest (shares of joint stock companies, share of stocks, joint ventures):

1) Joint Stock Company “Kardiologia”

a) legal address: 167, 1st May street, Krasnodar 350086

b) authorized capital: 400000 thousand rubles

c) share of the company in the authorized capital: 0.15%, 600 thousand rubles

2) Group “Kurort” (Joint Stock Company), construction and operation of tourist, recreational and sport facilities

a) legal address: 27 Mira street, Krasnodar 350063

b) authorized capital: 125000 thousand rubles

c) share of the company in the authorized capital: 0.33%, 420 thousand rubles

3) Joint Stock Company “Kubanbank”

a) legal address: 29 Ordzhonikidze str., Krasnodar 350000

b) authorized capital: 130000 thousand rubles

c) share of the company in the authorized capital: 1.7%, 2200 thousand rubles

4) Joint Stock Company “Elektrobank”

a) legal address: 7 Kitaiskiy proezd, Moscow 103074

- b) authorized capital: 1500000 thousand rubles
- c) share of the company in the authorized capital: 0.11%, 1500 thousand rubles

5) Russian Fuel and Energy Exchange

- a) legal address: 7 Kitaiskiy proezd, Moscow 103074
- b) authorized capital: 1500000 thousand rubles
- c) share of the company in the authorized capital: 1.0%, 150 thousand rubles

6) Association “Nasos”

- a) legal address: 1, Square of 60th anniversary of USSR, Sumy
- b) authorized capital: 500 thousand rubles
- c) share of the company in the authorized capital: 1.0%, 5 thousand rubles

7) ASVO Elektrosistema, Moscow

- a) legal address: Moscow
- b) authorized capital: 1000 thousand rubles
- c) share of the company in the authorized capital: 1.0%, 10 thousand rubles

8) MP “Temp”

- a) legal address: 5 Tramvainaya str., Krasnodar
- b) authorized capital: 400 thousand rubles
- c) share of the company in the authorized capital: 12.5%, 50 thousand rubles

9) Association of power engineers of the South

- a) legal address: village “Energetik”, Pyatigorsk, 357561
- b) authorized capital: 3991 thousand rubles
- c) share of the company in the authorized capital: 49.9%, 1988 thousand rubles

10) KK NVTs Unconventional Energy

- a) legal address: Mira street, Krasnodar
- b) authorized capital: 500 thousand rubles
- c) share of the company in the authorized capital: 10%, 50 thousand rubles

11) A.O. Fish Breeder

- a) legal address: 5 Bochkova street, Moscow
- b) authorized capital: 3000 thousand rubles
- c) share of the company in the authorized capital: 3.33%, 100 thousand rubles

11. Core businesses of the company

Generation, transfer and distribution of electric and heat energy in accordance with the dispatcher’s schedule of electric and heat loads; ensuring uninterrupted supply of energy to consumers, observance of all norms and standards;
Observance of requirement of parallel operation with the regime of Unified power system of Russia within the frameworks of contractual arrangements;

Operation of grid facilities on the balance of the Company under the contracts with their owners;

Technical re-equipment, modernization and development of regional power system; Engineering supervision over safe maintenance of electrical and heat facilities of customers connected to the electric and heat networks of the Company;

Implementation of technical policy of development of the region's power industry;

12. Core production, works and services:

electric energy

heat energy

13. The list of facilities and cost of facilities under construction as of 1 July 1992, in thousand rubles:

Facility	Volume of works under the cost estimates	Actually performed works
Power lines and substations 35kV and higher	95 986	147 291
0.4kV power lines	2 421	4 903
Repair and production units	6 124	12 947
R&D works for construction	3 265	4 420
Technical re-equipment	9 384	23 004
Ancillary farm	2 972	6 286
Residential buildings	21 766	31 909
Trade	132	409
Community facilities	4 009	9 269
Education	64	1 934
Healthcare	649	1 540
Total	146 739	243 912
Advances paid to contractors and suppliers		51 277

14. The list and cost of uninstalled equipment as of 1 July 1992, in thousand rubles:

Equipment	Balance cost
power engineering equipment for installation	64 915

15. Land tax: 51 648 456 rubles

16. Total area of land plots in the Krasnodar region and Adygea according to the information of the Land Registry Committee: 2 061 hectares.

III. Information on working committee and types of benefits proposed by the workers' association

1. The working committee consists of:

a) Administration:

- Reva Igor Stepanovich – director general;
 - Maximenko Boris Alexandrovich – deputy director general for economics
 - Shevchenko Vasiliy Nikolaevich – head of planning and economics sector
 - Frolova Ira Pavlovna – chief accountant
 - b) Workers’ association:
 - Kavkaev Alexander Veniaminovich – mechanic at repair and maintenance plant “Krasnodarenergoremont”
2. Date of setting up the working committee: 31 August 1992
(order of director general #322 dated 31.08.92),
Resolution of the workers’ association (minutes #3 dated 31 August 1992)
3. Resolution on the benefits:
- 3.1. Information on the general meeting, conference of the workers’ association
- a) Number of employees of the company as of 25 September 1992: 9 956 employees
 - b) Number of employees participated in voting on the types of benefits: 9 640 employees
Minutes of the ballot committee # 2 dated 25 September 1992
Minutes of the ballots committee # 3 dated 30 September 1992
- 3.2. Voting results of the workers’ association on the types of benefits:
“FOR”: 6 669 employees or 67.0% of the total number of employees
“AGAINST”: 2 525 employees or 25.38% of the total number of employees
“ABSTAINED”: 446 employees or 4.48% of the total number of employees
Result: the second types of benefits was chosen.

IV. Distribution of shares in accordance with the type of benefits chosen by the workers’ association

1. Type 2:

1.1. Initial data:

- a) Charter capital: 1 191 296 thousand rubles
- b) Number of shares: 1 191 296 shares
- c) Par value of one share: 1 000 rubles

1.2. Ordinary shares purchased by the members of the workers’ association and employees of the company that are included in the unified technological complex with the joint stock company and other entities entitled to benefits, in accordance with the State Privatization Programme:

- a) Total sum of ordinary shares:
1191296 x 51 : 100 – 607561 thousand rubles
- b) Par value of one share – 1 000 rubles
- c) Number of shares: 607561 x 1000 : 100 = 607561 shares

- 1.3. Ordinary shares transferred to state Russian joint stock company of power industry and electrification (RAO UES of Russia) in accordance with the Order of the RF President #933 dated 14 August 1992.
- 1.4. Shares transferred to RAO UES of Russia: 49%
 - a) Total sum of ordinary shares, total:
 $1191296 \times 49 : 100 = 583735$ thousand rubles
 - b) Par value of one share – 1 000 rubles
 - c) Number of shares: $583735 \times 1000 : 1000 = 583735$ shares

Part Two

Placement of securities of joint stock company
(by the property management committee)

1. Full and abbreviated name of the joint stock company:
Open joint stock company of power industry and electrification of Kuban, “Kubanenergo” OJSC
2. Total sum of the placed shares under par value: 1191296 thousand rubles
3. Par value of one share: 1000 rubles
4. Amount and types of the placed shares:
 - 4.1. Ordinary shares: 1191296 shares
Par value: 1191296000 rubles
Share form charter capital: 100%
 - 4.2. Preference shares: none
5. Procedure, amount, terms of placement and selling of shares

Procedure of selling shares for various types of benefits provide to the members of the workers' association	Terms		Total sum of shares	
	Sales start	Sales end	Sum, thousand rubles	% of the total amount of shares
Second types of benefits:				
Shares, total:	X	X	1191296	100
Placement of ordinary shares under private subscription among the members of the workers' association	1993	1993	607531	51.0
Placement of ordinary shares transferred to state Russian joint stock company of power industry and electrification in accordance with the Order of the RF President #923 dated 15 November 1992			583785	49.0

6. Note:

Up to 51% of shares, but not more than 10% of the charter capital, that were not placed under private subscription are to be sent to the Employee Shareholding Fund. The shares left after the establishment of the Employee Shareholding Fund are transferred to property fund.

7. Requirements for shares packaging, division of shares packages into separate blocks: none.

8. Facilities that are not included in the charter capital, but indicated in the balance shall be transferred to free of change ownership and use without right of disposal under the contract with Federal Property Management Agency.

Date of submission of the plan
Chairperson of the working committee
Reva Igor Stepanovich

19 January 1993

(signature)

Members of the working committee
Kavkaev Alexander Veniaminovich

(signature)

Maximenko Boris Alexandrovich

(signature)

Shevchenko Vasiliy Nikolaevich

(signature)

Frolova Ira Pavlovna

(signature)

“Agreed”

“ _____ ” _____ 1993

“Approved”

Deputy chairperson of
the Property Management Committee
of the Krasnodar region

27 January 1993

_____ Zhitskiy V.N.
(signature)