

(Stamp): Deputy Director of the Financial Market
Access Department
(Seal): The Central Bank of the Russian Federation
(Bank of Russia)

Registered on October 27, 2015
State Registration Number

1 - 01 - 55385 - E -

Bank of Russia

(name of the registration agency)

(Signed) V. A. Kuritsyn

(signature of the authorized person)

(seal of the registration agency)

DECISION ON THE ADDITIONAL SECURITIES ISSUE

Public Joint Stock Company ROSSETI

Forty-two billion, seven hundred ninety-six million, nine hundred ninety-one thousand, four hundred sixty-eight (42,796,991,468) uncertificated registered ordinary shares, each with a par value of one (1) ruble, placed through a public offering

Approved by the decision adopted by the Board of Directors of Public Joint Stock Company ROSSETI on October 13, 2015; Minutes of the Meeting No. 204 of October 15, 2015,

pursuant to the decision to increase the authorized capital of Public Joint Stock Company ROSSETI by means of the placement of additional shares as adopted by the Extraordinary General Meeting of Shareholders of Public Joint Stock Company ROSSETI on October 6, 2015; the Minutes of the Meeting of October 9, 2015.

Issuer's registered address: Moscow, Russia.

Contact telephone numbers (including area code): (495) 995-53-33 ext. 3723.

Director General

(Signed) O. M. Budargin

Date: October 15, 2015

Seal: Public Joint Stock Company ROSSETI (PJSC ROSSETI)

1. Class, category (type) of securities:

registered shares

Category of shares: ***ordinary***

These securities are inconvertible.

2. Form of securities:

uncertificated

3. Required mandatory centralized custody:

This paragraph is applicable only to certificated securities.

4. Par value of each security of the additional issue (rubles):

one (1)

5. Quantity of securities of the additional issue (pieces):

42,796,991,468

6. Total quantity of previously placed securities of this issue (pieces):

161,078,853,310

7. Rights of the holder of each security of the additional issue:

7.1. In the case of ordinary shares, the exact provisions of the joint-stock company's articles of association should be specified concerning shareholders' rights attaching to their ordinary shares: the right to receive declared dividends, the right to take part in the general meeting of shareholders with a right to vote on all issues falling within its competence, and the right to receive some of the joint-stock company's property in the event of its liquidation.

In accordance with paragraph 5.2 of the Articles of Association of PJSC ROSSETI (hereinafter also, the "Issuer" or "Company"), any holders of the Company's ordinary shares shall have the following rights:

- take part in the Company's General Meeting of Shareholders with a right to vote on all issues falling within its competence in person or by proxy;***
- receive a portion of the net profit (dividends) to be distributed among shareholders in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association;***
- receive some of the Company's property (liquidation value) in accordance with the procedure provided for in the laws of the Russian Federation and the Company's Articles of Association.***

The maximum number of votes of one shareholder is not limited by the Articles of Association.

7.2. ***Not to be specified in the case of this category of securities.***

7.3. ***Not to be specified in the case of this class of securities.***

7.4. ***Not to be specified in the case of this class of securities.***

7.5. ***Not to be specified in the case of inconvertible securities.***

7.5. ***These securities are not intended for qualified investors.***

8. Conditions and procedure for placement of securities of the additional issue:

8.1. Placement method:

public offering

8.2. Dates of the placement of securities:

Procedure for determining the start date of the placement: *The start date for the placement of securities constituting this additional issue of the Issuer's securities (hereinafter also, "shares" or "additional shares" or "securities" or "placed securities") shall be the day immediately following the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares. However, the placement start date may not be earlier than the date from which the Issuer provides access to the Securities Prospectus, and the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) day after the date of the state registration of the additional issue of securities.*

In this connection, the date when the persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right shall be deemed to be the date when the Notice of the exercisability of the preemptive right to acquire them (hereinafter, the "Preemptive Right Notice") is published through the newswire and posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

Procedure for determining the end date of the placement:

The end date for the placement of shares is the earlier of:

- *the date when the last additionally issued share is placed; or*
- *May 30, 2016 ("Placement Deadline").*

The dates of the placement of securities are determined on the basis of specifying the dates of disclosure of information concerning the additional issue of securities.

Procedure for disclosing such information:

Access to the Securities Prospectus shall be provided in accordance with the following procedure:

The Issuer shall publish the text of the registered Securities Prospectus on the Internet (<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>) not later than the start date of the placement of securities within 2 days after the date when information concerning the state registration of the Issuer's additional issue of securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the state registration of the additional issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first. The text of the Securities Prospectus published on the Internet shall specify the state registration number of the additional issue of securities covered by the registered Securities Prospectus, its state registration date, and the name of the registration agency that has conducted the registration of the Securities Prospectus.

The text of the registered Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P) (hereinafter, the "Disclosure Regulations") for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until at least 5 years after the date when the text of the registered Additional Securities Issue Report is published on the Internet or, if shares are issued without the state registration of the additional securities issue report, until at least 5 years after the date when the text of the Notice of the Additional Securities Issue Results is published on the Internet.

The Issuer shall provide any person concerned with access to information contained in the registered Securities Prospectus by means of placing its copy at the address (registered address) of the Issuer's

permanent executive body (or, in the absence of the Issuer's permanent executive body, any other body or person entitled to act for the Issuer without a power of attorney) to be used for communication with the Issuer as specified in the Uniform State Register of Juridical Persons (hereinafter, the "Issuer's registered address") and additionally, prior to the end date of the placement of securities, at the places specified in the Issuer's announcements containing information about the placement of securities.

Upon request, the Issuer shall make available copies of the Securities Prospectus to holders of the Issuer's securities and to other stakeholders for a fee not to exceed their duplication costs within seven days from the receipt (submission) of the relevant request.

The announcement about the start date for the placement of securities shall be published by the Issuer through the newswire and on the Internet (<http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>) not later than 1 day prior to the start date of the placement of securities.

8.3. Placement procedure:

Procedure and conditions for entering into agreements aimed at transferring securities to initial holders in the process of placing securities:

Shares shall be placed by means of entering into agreements aimed at acquiring placed securities (hereinafter also, the "Share Acquisition Agreement") and making credit entries for the personal accounts (custody accounts) of their initial holders. Securities shall be placed only if they are fully paid for.

The placement of shares to the persons exercising the preemptive right to acquire placed securities shall be in accordance with the procedure provided for in paragraph 8.5 of this Decision on the Additional Securities Issue in accordance with their written applications to acquire placed securities. Prior to the expiration of the Preemptive Right Period specified in paragraph 8.5 of this Decision on the Additional Securities Issue, shares may not be placed otherwise than by virtue of the exercise of the preemptive right.

The placement of shares to any persons otherwise than by virtue of the exercise of the preemptive right shall be in accordance with their written offers to acquire placed securities. Any offer shall be the potential acquirer's bid submitted to the Issuer to enter into the Share Acquisition Agreement. The Issuer's reply that any offer is accepted shall constitute the acceptance of such offer (the acceptance of the bid to enter into the Share Acquisition Agreement).

For the purposes of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right, the Issuer shall, not later than five (5) days after the date when the Issuer's sole executive body conducts the registration of the exercised preemptive right to acquire additional shares, publish through the newswire and post on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> an invitation for the general public to submit bids (offers) with respect to the acquisition of placed securities (hereinafter also, the "Invitation to Offer").

Deadline for submitting offers to acquire placed securities (hereinafter also, the "Offers"):

The Offers may be submitted to the Issuer within ten (10) days after the later of the following acts done by the Issuer: the publication of the Invitation to Offer through the newswire or the posting of the Invitation to Offer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> (hereinafter referred to as the "Offer Collection Deadline").

Any potential acquirer of placed securities (hereinafter also, the "Acquirer") may deliver the Offer from 10:00 a.m. to 2:00 p.m. (Moscow time) daily except Saturdays, Sundays, and public holidays to AO STATUS at: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1.

The Offer shall be submitted by the Acquirer in person or via the Acquirer's authorized representative having a duly issued power of attorney or any other document certifying the representative's authority.

The Offer may also be sent by the Acquirer by mail to: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1, AO STATUS.

Each Offer shall contain the following information:

- 1. Title: Offer to Acquire Shares in PJSC ROSSETI;*
- 2. Full corporate name/full name of the Acquirer;*
- 3. Taxpayer Identification Number (INN) of the Acquirer (if any);*

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4. *Place of residence (registered address) of the Acquirer;*
 5. *In the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority);*
 6. *In the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number));*
 7. *Consent of the person submitting the Offer to the acquisition of placed shares in the quantity specified in the Offer at the offering price set forth in the Decision on the Additional Securities Issue;*
 8. *Quantity of acquired securities that may be expressed in one of the following ways:*
 - *as the exact number of shares that the Acquirer undertakes to acquire;*
 - *as the minimum number of shares that the Acquirer undertakes to acquire. Where the minimum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not less than the specified minimum number of shares;*
 - *as the maximum number of shares that the Acquirer undertakes to acquire. Where the maximum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not more than the specified maximum number of shares;*
 - *as the minimum and maximum number of shares that the Acquirer undertakes to acquire. Where the minimum and maximum number of shares is specified, this means that the Acquirer submitting the Offer has offered to acquire any number of placed shares in the quantity that is not less than the specified minimum number of shares and not more than the specified maximum number of shares.*
 9. *Information about the method of payment for placed shares (in cash and/or other than in cash) and, in the case of payment other than in cash as specified in paragraph 8.6 of this Decision on the Additional Securities Issue (hereinafter also, “payment other than in cash” or “federal loan bonds”), the following information:*
 - a) *quantity and issue state registration number of the federal loan bonds transferred as payment for shares;*
 - b) *obligation of the Acquirer to transfer to the Issuer as payment other than in cash for acquired shares the federal loan bonds that are free and clear of any third-party claims, are not subject to any encumbrances, and are not subject to any dispute or attachment;*
 10. *Number and details of the Acquirer’s personal account on the Issuer’s register of holders of registered securities, which personal account shall be used for depositing acquired shares. If any shares shall be deposited in a nominee holder’s personal account of the Central Custodian or any other custodian on the Issuer’s register of holders of registered securities, then the following information shall be specified:*
 - *full corporate name,*
 - *state registration particulars (Principal State Registration Number (OGRN), state registration authority, date of state registration and registration of the Central Custodian on the Uniform State Register of Juridical Persons),*
 - *number of a nominee holder’s personal account on the Issuer’s register of holders of registered securities.*
 11. *Banking details of the Acquirer that may be used for refund purposes.*
 12. *Email address and mobile telephone number of the Acquirer for sending a reference (a code for transactions in the Central Custodian).*
 13. *Email address for sending a reply about the accepted Offer (acceptance) and a reference.*
 14. *In the case of nonresidents, information about whether the nonresident is a qualified investor in the country of residence/incorporation.*

The Offer shall be accompanied:

- *in the case of a corporate entity, by a notarized copy of constitutive documents and documents certifying the authority of the person empowered to act on behalf of the corporate entity without a power of attorney;*
- *if the person submitting the Offer is required by law to acquire the quantity of shares specified in the Offer with the prior consent of the antimonopoly authority, by a copy of the antimonopoly authority’s consent thereto;*
- *if the person submitting the Offer is required by law to acquire the quantity of shares specified in*

the Offer with the prior consent of the Acquirer's authorized management body (Board of Directors, General Meeting of Shareholders, etc.), by a copy of the resolution to approve the transaction related to the acquisition of placed securities.

The Offer shall be signed by the Acquirer (or by the Acquirer's authorized person, provided that the Offer is accompanied by the original or a notarized copy of the duly issued power of attorney or any other document confirming the representative's authority) and shall, in the case of a corporate entity, bear the corporate seal (if any).

The submitted Offers are subject to registration by the Issuer on a special register of received offers (hereinafter, the "Offer Register") on the day of their receipt.

On the basis of the Offer Register, the Issuer shall send its reply that the Offer is accepted (acceptance) to the Acquirers selected by the Issuer at its sole discretion from among the Acquirers submitting the Offers that are in accordance with the requirements set forth in the laws of the Russian Federation and paragraph 8.3 of this Decision on the Additional Securities Issue.

Such reply shall state the quantity of shares distributed to the Acquirer submitting the Offer (additionally, if shares are credited to a custody account with the Central Custodian or any other custodian, a reference for a transaction in the Acquirer's custody account). The reply that the Offer is accepted (acceptance) shall be delivered to the Acquirer in person or the Acquirer's authorized representative, or sent to the email address specified in the Offer not later than two (2) business days following the day when the Issuer decides to accept the Offer (hereinafter also, the "Acceptance Sending Deadline").

The decision to accept the Offer (on acceptance) may be made by the Issuer not later than five (5) business days after the Offer Collection Deadline ("Acceptance Deadline"). The Issuer may decide to accept the Offer only in relation to the quantity of additional shares that, at the time of the decision to accept such Offer, have not been placed and are not subject to placement under any other offer accepted by the Issuer.

The Share Acquisition Agreement shall be deemed to be entered into upon receipt by the Acquirer (or the Acquirer's authorized representative delivering the Offer) submitting the Offer of the Issuer's reply that the Offer is accepted (acceptance).

The place of the Share Acquisition Agreement shall be Moscow, Russia.

The reply that the Offer is accepted (acceptance) shall be sent to the persons selected by the Issuer at its sole discretion from among the persons submitting such Offers.

The Acquirer receiving the Issuer's reply that the Offer is accepted (acceptance) shall pay in full for acquired shares at least five (5) business days prior to the Placement Deadline (hereinafter also, the "Securities Payment Deadline").

The obligation to pay for placed shares shall be deemed to have been fulfilled upon receipt by the Issuer of the amount due in its bank account and/or upon the transfer of payment other than in cash to the Issuer in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue.

If the fulfillment of the obligation to pay for placed shares is delayed or if such obligation is fulfilled in part, the Issuer shall have the right to refuse to fulfill its reciprocal obligation to transfer shares to the Acquirer.

If the total value of the money transferred by the Acquirer as payment for acquired shares exceeds the value of the shares for which acceptance is received, then the Issuer shall, not later than thirty (30) business days after the end date of the placement of securities, return to the Acquirer the money received by the Issuer as payment for acquired shares in excess of the value of such shares into the bank account specified in the Offer.

If, in the case of payment other than in cash for shares, the total value of the property transferred by the Acquirer as payment other than in cash for shares exceeds the value of acquired shares, then the Issuer shall return to the Acquirer the difference between the amount of payment other than in cash for shares and the value of additional shares paid by the Acquirer (hereinafter, the "overpaid amount") in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue.

If the Acquirer fulfills the obligation to pay for acquired shares in part, the Issuer shall have the right to fulfill its reciprocal obligation to transfer shares to Acquirer in proportion to the quantity paid for by the Acquirer.

If the Acquirer fulfills the obligation to pay for acquired shares in part or if the Issuer refuses to fulfill its reciprocal obligation to transfer shares in full in the event that the Acquirer fails to meet the

Securities Payment Deadline to pay for shares, then the money and/or payment other than in cash received as the partial fulfillment of the obligation to pay for shares or, as applicable, all the money and/or payment other than in cash paid (delivered) by the Acquirer for shares shall be returned to the Acquirer by bank transfer (in accordance with the prescribed procedure) into the bank account specified in the Offer (in the case of payment in cash) and/or in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash) not later than thirty (30) business days from the placement end date.

The Issuer shall be entitled not to notify the Acquirer of the Issuer's refusal to fulfill its reciprocal obligation to transfer shares, but the Issuer may elect to notify the Acquirer thereof in person or via the Acquirer's authorized representative or by sending a communication to the postal address and/or fax number and/or email address specified in the Offer.

Any agreements entered into for the purposes of the placement of shares may be amended and/or terminated for the reasons and in accordance with the procedure provided for in Chapter 29 of the Civil Code of the Russian Federation.

For the purposes of the placement of securities, the preemptive right to acquire securities shall apply in accordance with Articles 40 and 41 of the Federal Law "On Joint-Stock Companies."

The securities are registered securities, and the register of holders of such securities is kept by the registrar.

Person (registrar, custodian, or initial holder) to whom the issuer issues (sends) the transfer order serving as justification for making a credit entry in the personal account or custody account of the initial holder, deadline, and other conditions for issuing the transfer order: **After the Acquirer pays for the placed securities in accordance with the procedure provided for in paragraph 8.6 of this Decision on the Additional Securities Issue, but at least three (3) business days prior to the Placement Deadline, the Issuer shall send to the Issuer's registrar (STATUS Registration Company Joint-Stock Company, Register Maintenance License No. 10-000-1-00304 issued by the Federal Financial Markets Service of the Russian Federation on March 12, 2004) the transfer order serving as justification for making a credit entry in the personal account of the Acquirer or the personal account of the Central Custodian's nominee holder as specified in the Acquirer's Offer.**

Details of the Central Custodian:

Full corporate name: **National Settlement Depository**

Short corporate name: **NSD**

Registered address: **Russia, Moscow, ul. Spartakovskaya, 12**

Postal address: **Russia, 105066, Moscow, ul. Spartakovskaya, 12**

Taxpayer Identification Number (INN): **7702165310**

Telephone: **(495) 956-27-89, (495) 956-27-90**

Custodian license number: **177-12042-000100**

Date of issue: **February 19, 2009**

Valid until: **issued for an indefinite term**

Licensing authority: **Federal Financial Markets Service of the Russian Federation**

Registration details: **registered with the Bank of Russia on June 26, 1996 (Registration Number 3294); State Registration Certificate No. 1027739132563 issued on August 30, 2002, by Interdistrict Inspectorate of the Ministry of Taxation of the Russian Federation for the City of Moscow No. 39.**

The registrar shall, within three (3) business days after the date of receipt of the transfer order and not later than the Placement Deadline, debit to the Issuer's issuer account such quantity of securities of this additional issue as stated in the transfer order and credit such quantity of securities to the personal account of the Acquirer or the personal account of a nominee holder as specified in the Acquirer's Offer.

The placement of shares shall be deemed to be completed as of the date when the crediting of securities to the personal account of the Acquirer or the personal account of the Central Custodian's nominee holder as specified in the Acquirer's Offer.

The securities are not placed through bidding-based subscription.

The Issuer (or its authorized person) does not intend to enter into preliminary agreements in relation to placed securities.

Brokers providing the Issuer with services in relation to the placement and/or organization of the placement of securities are not engaged to make the placement of the securities.

Shares of this additional issue are not intended for distribution outside the Russian Federation, including by means of the placement of any relevant foreign securities.

It is not planned, at the same time as placing the securities, to offer for acquisition, including outside the Russian Federation by means of the placement of any relevant foreign securities, any of the Issuer's previously placed (outstanding) securities of the same class or category (type).

As defined by the Federal Law "On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country's Defense and National Security," the Issuer is an economic entity that is of strategic importance to ensuring the country's defense and national security.

In accordance with the Federal Law "On the Procedure for Making Foreign Investments in Economic Entities of Strategic Importance to Ensuring the Country's Defense and National Security," entering into agreements aimed at the transfer of the Issuer's securities to their initial holders during the course of their placement requires prior consent under the above-mentioned Federal Law in the event that entering into such agreements results in a foreign investor or a foreign investor's group taking control of the Issuer.

8.4. Offering price(s) or procedure for determining the offering price(s) (rubles):

Offering price (including with respect to the persons included on the list of the persons having the preemptive right to acquire placed additional shares) of one additional share: 1 ruble.

The above-mentioned offering price of securities is determined in accordance with the requirements of the Federal Law "On Joint-Stock Companies" by the decision adopted by the Board of Directors of PJSC ROSSETI on September 3, 2015; Minutes of the Meeting No. 201 of September 4, 2015.

8.5. Procedure for exercising the preemptive right to acquire placed securities:

Date of the list of the persons having the preemptive right to acquire placed securities: *September 4, 2015.*

Procedure for notifying the persons having the preemptive right to acquire placed securities that they may exercise the preemptive right:

The persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified that they may exercise the preemptive right to acquire additional shares after the state registration of the additional issue of securities and not later than the sixth (6th) day after the date of the state registration of the additional issue of securities by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

The Preemptive Right Notice shall contain information concerning the quantity of placed additional shares; their offering price, including their offering price if the preemptive right is exercised; the procedure for determining the quantity of shares that may be acquired by each person having the preemptive right; the procedure for such persons' submitting to the Company their applications to acquire shares; and the deadline for the Issuer's receiving such applications ("Preemptive Right Period").

Procedure for exercising the preemptive right to acquire placed securities:

Preemptive Right Period:

Start date of the Preemptive Right Period: the day immediately following the date when

shareholders are notified of the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

End date of the Preemptive Right Period: April 15, 2016. However, the Preemptive Right Period may not be shorter than forty-five (45) days after the date when shareholders are notified of the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

Prior to the expiration of the Preemptive Right Period with respect to the placed Shares, the Shares may not be placed otherwise than by virtue of the exercise of this preemptive right.

In accordance with Articles 40 and 41 of the Federal Law “On Joint-Stock Companies,” shareholders owning the Issuer’s ordinary shares shall have the preemptive right to acquire the quantity of the Issuer’s additional shares in proportion to the quantity of the Issuer’s ordinary shares that they hold.

Additional shares shall be distributed to the persons having the preemptive right to acquire placed securities on the basis of the written applications (hereinafter also, the “Application(s)”) submitted by such persons (hereinafter also, the “Applicant(s)”) to acquire such placed securities.

The persons having the preemptive right to acquire placed securities shall be entitled to exercise their preemptive right in full or in part in the quantity proportional to the quantity of the Issuer’s registered ordinary shares that they hold.

In the process of exercising the preemptive right to acquire placed securities, the Share Acquisition Agreements shall be entered into with the persons having the preemptive right to acquire placed securities in accordance with the procedure described below.

Any person having the preemptive right to acquire placed securities shall submit the Application within the Preemptive Right Period.

The Applicant shall be entitled to exercise the Applicant’s preemptive right in full or in part by submitting the Application to the Issuer.

The Application shall contain the following information:

1. Title: Application to Acquire Shares in PJSC ROSSETI Through Exercising the Preemptive Right.

2. Full name (full corporate name) of the person having the preemptive right to acquire placed securities.

3. Place of residence (registered address) of the person having the preemptive right to acquire placed securities.

4. Quantity of acquired securities.

It is recommended that the following information also be included in the Application:

1. Taxpayer Identification Number (INN) of the person having the preemptive right to acquire placed securities (if any).

2. In the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority).

3. In the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number)).

4. Information about the method of payment for placed shares (in cash and/or other than in cash) and, if payment for shares is made other than in cash as specified in paragraph 8.6 of this Decision on the Additional Securities Issue (hereinafter also, “payment other than in cash” or “federal loan bonds”), information about the quantity and issue state registration number of the securities (federal loan bonds) transferred as payment for shares.

5. Number and details of the Applicant’s personal account on the Issuer’s register of holders of registered securities to be used for the transfer of acquired shares. If any shares shall be deposited in a nominee holder’s personal account of the Central Custodian on the Issuer’s register of holders of registered securities, then the following information shall be specified:

- full corporate name,

- state registration particulars (Principal State Registration Number (OGRN), state registration authority, date of state registration and registration of the Central Custodian on the Uniform State Register

of Juridical Persons),

- number of a nominee holder's personal account on the Issuer's register of holders of registered securities.

6. Bank account details of the Applicant that may be used for refund purposes.

7. Contact information of the Applicant (email address and mobile telephone number for sending a reference).

8. Email address for sending a reference.

9. Information that the Application is accompanied by a document confirming the Applicant's payment for placed securities.

10. In the case of nonresidents, information about whether the nonresident is a qualified investor in the country of residence/incorporation.

The Application shall be accompanied by a document confirming the payment for shares.

In this connection, the document confirming the payment for shares means:

- in the case of payment in cash, payment instructions (a bank transfer receipt) marked by the bank as executed;

- in the case of payment other than in cash (federal loan bonds), a document confirming the transfer of title to federal loan bonds used as payment for placed securities to the Issuer (a certificate, statement, or report containing information about the quantity of federal loan bonds deposited in the Issuer's account and accepted as payment for shares of this issue).

The Issuer may define the recommended form of the Application. In this case, the form of the Application shall be posted on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the Preemptive Right Period.

Payment for acquired shares shall be made by the Applicant in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue.

The Application shall be signed by the person having the preemptive right to acquire placed securities (or by such person's authorized person, provided that the Application is accompanied by the original or a notarized copy of the duly issued power of attorney or any other document confirming the representative's authority) and shall, in the case of a corporate entity, bear the corporate seal (if any).

The Applicant shall be responsible for the reliability of the information contained in the Application and for its being consistent with the information contained in the Issuer's shareholder register.

The Applications may be delivered from 10:00 a.m. to 2:00 p.m. (Moscow time) daily except Saturdays, Sundays, and public holidays:

1) to AO STATUS at: Moscow, ul. Novorogozhskaya, 32/1; or

2) to PJSC ROSSETI at: Moscow, ul. Belovezhskaya, 4.

The Applications may be sent by mail:

1) to AO STATUS at: Russia, 109544, Moscow, ul. Novorogozhskaya, 32/1; or

2) to PJSC ROSSETI at: Russia, 121353, Moscow, ul. Belovezhskaya, 4.

At the addresses for receipt of the Applications, registers shall be kept with respect to the Applications received at the relevant address. The Applications shall be registered on a register of received Applications, specifying the time and date of receipt of each Application.

The Issuer shall be entitled to refuse the exercise of the preemptive right by the person submitting the Application if:

- the Application fails to satisfy the requirements set forth in paragraph 8.5 of this Decision on the Additional Securities Issue;

- the Application does not allow the person on whose behalf the Application is submitted to be identified as the person having the preemptive right to acquire placed securities;

- the Application fails to be accompanied by a document confirming the payment for shares by the person having the preemptive right to acquire shares;

- the Issuer receives the Application and/or a document confirming the payment for shares after the expiration of the Preemptive Right Period.

The Applications shall be considered by the Issuer within two (2) business days after the date of their receipt by the Issuer or its registrar, AO STATUS. Based on the results of considering the Applications, AO STATUS shall, within five (5) business days after the date of their receipt by AO STATUS or the Issuer, send to the person submitting the Application a notice of accepting (refusing to accept) the Application by regular mail to the address specified in the Application and by email to the address (if any)

specified in the Application.

Any notice of refusing to accept the Application shall state the reasons for such refusal. If a notice of refusing to accept the Application is received, any person wishing to exercise the preemptive right to acquire shares may, prior to the expiration of the Preemptive Right Period, submit the Application again upon correcting the reasons that prevent the preemptive right to acquire shares from being exercised.

In the event that the Issuer refuses to accept the Application, any payment received by the Issuer in cash and/or other than in cash for shares shall be returned to the Applicant by bank transfer (in accordance with the prescribed procedure) into the bank account specified in the Application (in the case of payment in cash) and/or in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash) not later than thirty (30) business days after the expiration of the Preemptive Right Period.

If the Application states any quantity of shares that is less than such quantity of shares paid for as specified in the documents confirming the payment for placed shares, then such Application will be accepted by the Issuer with respect to the quantity of shares specified in the Application. In this connection, the Issuer shall, not later than thirty (30) business days after the expiration of the Preemptive Right Period, return to the Applicant the money received by the Issuer as payment for shares in excess of the value of such quantity of placed shares as specified in the Application into the bank account specified in the Application (in the case of payment in cash) and/or return to the Applicant the difference between the amount of payment other than in cash for shares and the value of shares whose acquisition is applied for by the Applicant (the overpaid amount) in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash).

If the Application states any quantity of shares that is more than such quantity of shares paid for as specified in the documents confirming the payment for placed shares and accompanying the Application, then the Applicant shall be deemed to exercise the Applicant's preemptive right to acquire shares with respect to the whole number of shares that are paid for.

If the Application states any quantity of shares that is more than such quantity of shares as may be acquired by the Applicant, then the Application shall, subject to fulfilling all other conditions, be accepted to the fullest possible extent with respect to the whole number of shares that may be distributed to the Applicant in accordance with the calculation procedure described below. In this connection, the Issuer shall, not later than thirty (30) business days after the expiration of the Preemptive Right Period, return to the Applicant the money received by the Issuer as payment for shares in excess of the value of such maximum quantity of shares as the Applicant may acquire into the bank account specified in the Application (in the case of payment in cash) and/or return to the Applicant the difference between the amount of payment other than in cash for shares and the value of such maximum quantity of shares as the Applicant may acquire (the overpaid amount) in accordance with the procedure set forth in paragraph 8.6 of this Decision on the Additional Securities Issue (in the case of payment other than in cash).

The maximum quantity of additional shares that may be acquired by any person through exercising the preemptive right to acquire the Issuer's additional shares is proportional to the quantity of the Issuer's registered ordinary shares held by such person as of September 4, 2015, and shall be calculated in accordance with the following formula:

$X = Y \times (42,796,991,468 / 161,078,853,310)$, where

X is the maximum quantity of shares of this additional issue that may be acquired by the person having the preemptive right to acquire placed securities;

Y is the quantity of the Issuer's registered ordinary shares held by the person having the preemptive right to acquire placed securities as of September 4, 2015;

42,796,991,468 is the quantity of additional shares placed by the Issuer in accordance with this Decision on the Additional Securities Issue;

161,078,853,310 is the quantity of the Issuer's previously placed registered ordinary shares.

If the calculation of the quantity of placed shares that may be acquired by any person having the preemptive right to acquire shares by virtue of such person's preemptive right results in a fractional number, then such person shall be entitled to acquire the portion of a placed additional share (fractional share) corresponding to the fractional part of the calculated number.

Any fractional share shall vest in the shareholder owning such share the rights attaching to the

relevant category of shares within the scope equal to the portion of a whole share constituted by such fractional share.

Fractional shares shall be traded on a par with whole shares.

In the register maintenance system, fractional shares accounted for in registered persons' personal accounts shall not be subject to rounding up or down to the nearest whole share.

The Share Acquisition Agreement with any person exercising the preemptive right to acquire placed securities shall be deemed to have been entered into at the Issuer's registered address upon receipt by the Issuer of the Application accompanied by a document confirming the payment for securities.

In this regard, if any Application accompanied by a document confirming the payment is received by the Issuer prior to the start date of the placement of additional shares, then the Share Acquisition Agreement shall be deemed to have been entered into on the start date of the placement of shares of this additional issue.

Any shares acquired as a result of exercising the preemptive right to acquire shares of this additional issue shall be credited to the Applicants' personal accounts (custody accounts) only after they are paid for in full.

The Issuer shall, not later than two (2) business days after the expiration of the Preemptive Right Period, send to the Issuer's registrar (STATUS Registration Company Joint-Stock Company, Register Maintenance License No. 10-000-1-00304 issued by the Federal Financial Markets Service of the Russian Federation on March 12, 2004) the transfer order serving as justification for making a credit entry in the personal account of the Applicant or the Central Custodian's nominee holder specified in the Applicant's Application.

The registrar shall, within three (3) business days after the date of receipt of the transfer order, debit to the Issuer's issuer account such quantity of securities of this additional issue as stated in the transfer order and credit such quantity of securities to the personal account of the Applicant or the Central Custodian's nominee holder specified in the Applicant's Application.

The placement of securities shall be deemed to be completed as of the date when the crediting of securities to the personal account of the person exercising the preemptive right or the Central Custodian's nominee holder as specified in the Applicant's Application is registered on the register of shareholders owning the Issuer's shares.

Procedure for registering the exercised preemptive right to acquire placed securities: *The registration of the exercised preemptive right to acquire additional shares shall be conducted by the Issuer's sole executive body within 5 days after the expiration of the Preemptive Right Period.*

Procedure for disclosing information concerning the exercised preemptive right to acquire placed securities: *The Issuer shall disclose information concerning the exercised preemptive right in the form of a statement within the periods listed below after the expiration of the Preemptive Right Period:*

- in the case of disclosure through the newswire, within five (5) days;*
- in the case of disclosure on the Internet, within five (5) days.*

In this connection, publication on the Internet shall follow publication through the newswire.

8.6. Terms and procedure for payment for securities:

Payment may be made in cash.

Terms and procedure for payment for the shares, including the method of payment:

Payment for placed securities shall be made in cash in the currency of the Russian Federation (Russian rubles).

Payment for additional shares shall be made by the acquirer in full at the time of their placement.

If the preemptive right to acquire placed securities is exercised, the Applicant shall pay for acquired shares in full within the Preemptive Right Period.

If shares are acquired otherwise than by virtue of the exercise of the preemptive right, payment for acquired shares shall be made in full by the Acquirer having received the Issuer's reply that the Offer is accepted (acceptance) at least five (5) business days prior to the Placement Deadline.

The obligation to pay for placed securities in the case of payment in cash shall be deemed to have been fulfilled upon receipt by the Issuer of the amount due in its account specified in this Decision on the Additional Securities Issue.

Payment may not be made in ready cash.

Payment shall be made by bank transfer.

Method of payment by bank transfer: *payment instructions, bank transfer receipts.*

Credit institution details

Full corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank of Russia*

Short corporate name: *Specialized Additional Office No. 01793, Moscow Head Office of Sberbank*

Location: *109544, Moscow, ul. B. Andronyevskaya, 6*

INN (Taxpayer Identification Number): *7707083893*

BIC (Bank Identification Code): *044525225*

Account number: *40702810838000026758*

Account type: *settlement account*

Correspondent account: *3010181040000000225*

Beneficiary's full name: *Public Joint Stock Company ROSSETI*

Beneficiary's short name: *PJSC ROSSETI*

Beneficiary's Taxpayer Identification Number (INN): *7728662669*

Credit institution details

For transfers of federal budget funds:

Payment is made, stating the personal account and using the bank details that shall be disclosed by the Issuer on the Internet not later than the start date of the placement.

Full corporate name: *Directorate of the Federal Treasury of the Russian Federation for the City of Moscow*

Short corporate name: *Directorate of the Federal Treasury of the Russian Federation for the City of Moscow*

Location: *115191, Moscow, ul. 3-ya Roshchinskaya, 3/1*

INN (Taxpayer Identification Number): *7725074789*

BIC (Bank Identification Code): *044583001*

Account type: *settlement account*

Account number: *40501810200001000179*

Beneficiary's full name: *Public Joint Stock Company ROSSETI*

Beneficiary's short name: *PJSC ROSSETI*

Beneficiary's Taxpayer Identification Number (INN): *7728662669*

Payment may be made other than in cash.

Property that may be used as payment for the issued shares:

1. Federal loan bonds (Issues 29006RMFS, 29007RMFS, 29008RMFS, 29009RMFS, and 29010RMFS) (hereinafter, the "FLB").

Payment terms and documents required for such payment:

Payment for additional shares shall be made by the Acquirers in full at the time of their placement.

If the preemptive right to acquire placed shares is exercised, the Applicant shall pay for acquired shares in full within the Preemptive Right Period.

If shares are acquired otherwise than by virtue of the exercise of the preemptive right, payment for acquired shares shall be made in full by the Acquirer having received the Issuer's reply that the Offer is accepted (acceptance) at least five (5) business days prior to the Placement Deadline.

In the event of payment for shares by transfer of securities (the FLB), the rights to the FLB shall transfer to the Issuer upon making a credit entry in the custody account of PJSC ROSSETI (the Issuer) opened with a nominee holder of Gazprombank (Joint-Stock Company). In this connection, the amount of

payment other than in cash (the quantity of the FLB transferred as payment for shares) shall be such so that the entire overpaid amount is not in excess of one unit in kind (the FLB transferred as payment for the shares).

Documents required for payment for shares other than in cash:

In the event of payment by transfer of securities (the FLB), instructions to withdraw securities from custody and/or custodial instructions.

In the event of payment for placed securities other than in cash (by transfer of the FLB), it is recommended that the Acquirer/Applicant send by email to the Issuer at Khokhlova-KV@rosseti.ru at least 5 business days prior to submitting the Application/Offer a notice of the Applicant's intention to make payment for placed shares by transfer of the FLB so that the Issuer is able to give the Issuer's custodian the instructions to credit the FLB to the custody account and send the Acquirer/Applicant a reference for such transaction. Any such notice shall contain:

- full name (full corporate name) of the Acquirer/Applicant;*
- in the case of an individual, identity document data (date and place of birth; series, number, and date of issue; issuing authority);*
- in the case of a corporate entity, incorporation particulars (including, in the case of a Russian corporate entity, information about state registration/registration on the Uniform State Register of Juridical Persons (date, registration authority, registration certificate number));*
- quantity of acquired securities;*
- quantity of the FLB planned to be transferred to the Issuer as payment for placed shares, state registration number of the FLB issue, and date of assigning the state registration number;*
- information about the place of custody of the FLB that shall be transferred as payment for placed shares (the Central Custodian or any other custodian);*
- custody account details of the Acquirer/Applicant: custody account name, custody account number, section number, and depositor code;*
- contact information of the Acquirer/Applicant (mobile telephone number and email address).*

The email address for requesting a reference for the confirmation of each transaction is Khokhlova-KV@rosseti.ru.

The documents confirming the payment for shares of this issue other than in cash (by transfer of the FLB) shall be:

- a document confirming the transfer of title to the FLB used as payment for placed securities to the Issuer (a certificate, report, or statement from the custodian responsible for storing and accounting for the Acquirer's securities with respect to withdrawing/depositing the FLB to the Issuer's custody account with Gazprombank (Joint-Stock Company)) as of the date of the transfer of the FLB used as payment for shares of this additional issue.*

The FLB that are transferred as payment for shares shall be free and clear of any third-party claims, shall not be subject to any encumbrances, and shall not be subject to any dispute or attachment.

Any overpaid amount shall be returned by the Issuer to the Acquirer/Applicant by means of returning the payment received from the Acquirer/Applicant other than in cash as follows:

a) If any payment for acquired shares is made by the Acquirer/Applicant only in kind, the Issuer shall return the overpaid amount to the Acquirer/Applicant by:

- returning such payment in kind equal to the whole number of items whose price is not in excess of the overpaid amount,*

and

- paying money in the amount calculated as the difference between the overpaid amount and the price of property that shall be returned in accordance with this subparagraph "a" by bank transfer into the bank account specified in the Application/Offer or, if such bank account is not specified in the Offer/Application, into the bank account specified in the Acquirer's/Applicant's written request to return money/property.*

b) If any payment for acquired shares is made by the Acquirer/Applicant both in cash and in kind, the Issuer shall return the overpaid amount to the Acquirer/Applicant by:

- returning such payment in kind equal to the whole number of items whose price is not in excess of*

the overpaid amount within the limits of such quantity of shares as received from the Acquirer/Applicant, and

- refunding money in the amount calculated as the difference between the overpaid amount and the price of property that shall be returned in accordance with this subparagraph "b" by bank transfer into the bank account specified in the Application/Offer or, if such bank account is not specified in the Offer/Application, into the bank account specified in the Acquirer's/Applicant's written request to return money/property.

Payment in cash as the return of the overpaid amount under these subparagraphs "a" and "b" shall be made only if the entire overpaid amount cannot be returned as a whole number of items in kind.

The return of any overpaid amount shall be subject to rounding off to the nearest whole kopeck. Amounts shall be rounded off in favor of the Issuer: even if, under the rules contained in this Decision on the Additional Securities Issue, the fractional part of the kopeck shall also be returned, the fractional part of the kopeck is not returned.

The FLB shall be credited to the Issuer's custody account opened with Gazprombank (Joint-Stock Company) at the Central Custodian (National Settlement Depository; registration particulars: State Registration Certificate No. 1027739132563 issued by Interdistrict Inspectorate of the Ministry of Taxation of the Russian Federation for the City of Moscow No. 39 on August 30, 2002) with the following details:

Full corporate name of the custodian: Gazprombank (Joint-Stock Company)

Location: 117420, Moscow, ul. Nametkina, 16, korpus 1

State registration particulars: Principal State Registration Number (OGRN) 1027700167110 of August 28, 2002; the state registration certificate issued by the Directorate of the Ministry of Taxation of the Russian Federation for the City of Moscow

Number of the professional securities market participant's license to perform custodial activities: 177-04464-000100

Date of issue: January 10, 2001

Valid until: Issued for an indefinite term

Issuing authority: Federal Financial Markets Service of the Russian Federation

Custodian code: MC 00098 00000

Number of the custodian's account: ML 9508300025

Section for crediting to the custodian's account: 00 00000 00000 00000, principal section

Custodial agreement of the Issuer: No. 416792 of April 9, 2015

Number of the Issuer's custody account: 431627

or to any other accounts disclosed by the Issuer within the following periods after the Issuer's authorized body decides on crediting securities to such accounts:

- in the case of disclosure through the newswire, not later than one (1) day;

- in the case of disclosure on the Internet, not later than two (2) days.

If payment for the placed shares is made other than in cash, namely by transfer of the FLB, then any expenses in connection with the transfer of the FLB used as payment for placed securities into the Issuer's account shall be paid by the Acquirer/Applicant.

Pursuant to paragraph 7 of Article 9 of Federal Law No. 384-FZ of December 1, 2014, "On the Federal Budget for 2015 and the Planning Period of 2016 and 2017," the money value of the FLB used as payment for the Issuer's shares is not appraised in accordance with paragraph 3 of Article 34 of Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies." Information concerning the price of the FLB accepted as payment for the Issuer's shares will be published by the Issuer not later than the start date of the placement of the shares through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

8.7. Information concerning the document that contains the actual results of the placement of securities and is submitted upon completion of the placement of securities:

The document that contains the actual results of the placement of securities and shall be submitted by the Issuer to the registration agency upon completion of the placement of securities is the Notice of the Additional Securities Issue Results.

9. Procedure and conditions of bond redemption and payment of income from bonds:

This paragraph applies to bonds only.

10. Information concerning the acquisition of bonds:

This paragraph applies to bonds only.

11. Procedure for the issuer's disclosing information concerning the additional issue of securities:

The Issuer shall disclose information in accordance with the procedure provided for in the applicable laws of the Russian Federation, including Federal Law No. 39-FZ of April 22, 1996, "On the Securities Market" (as amended and supplemented), Federal Law No. 208-FZ of December 26, 1995, "On Joint-Stock Companies" (as amended and supplemented), the Regulations for the Disclosure of Information by Issuers of Issue-Grade Securities (approved by the Bank of Russia on December 30, 2014, under No. 454-P), and other regulatory documents of the Bank of Russia.

If, at the time of occurrence of any event subject to disclosure by the Issuer in accordance with the applicable federal laws and the legal regulations of the Bank of Russia, any procedure and deadline apply to the disclosure of information concerning such event other than the procedure and deadline set forth in this Decision on the Additional Securities Issue and the Securities Prospectus, then information concerning such event shall be disclosed in accordance with the procedure and within the period provided for in the federal laws and the legal regulations of the federal executive authority in charge of the securities market in force and effect at the time of occurrence of such event.

The Issuer shall disclose information in the form of quarterly reports and statements of material fact.

If any information must be disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire

The state registration of the additional issue of securities is accompanied by the state registration of the Securities Prospectus.

Procedure for disclosing information about the issue of securities:

1) At the stage of approving the decision on the placement of securities, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the approved decision on the placement of securities within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the General Meeting of Shareholders that has adopted the decision to place securities:

- in the case of disclosure through the newswire, not later than one (1) day;

- in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

2) At the stage of approving the decision on the additional securities issue, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the approved decision on the additional securities issue within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer's Board of Directors that has resolved to approve the Decision on the Additional Securities Issue:

- in the case of disclosure through the newswire, not later than one (1) day;

- in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

3) Information about the additional securities issue at the stage of its state registration shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the state registration of the additional securities issue and in the form of a decision on the additional securities issue and a securities prospectus by means of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

disclosure.ru/portal/company.aspx?id=13806.

At the stage of the state registration of the additional securities issue, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing securities – a statement of material fact about the state registration of the additional securities issue within the periods listed below after the date when information concerning the state registration of the additional issue of the Issuer's securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the state registration of the additional issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- *in the case of disclosure through the newswire, not later than one (1) day;*
- *in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

The Issuer shall publish the text of the registered Decision on the Additional Securities Issue and the text of the registered Securities Prospectus on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the placement of securities. The text of the Decision on the Additional Securities Issue and the text of the Securities Prospectus published on the Internet shall specify the state registration number of the additional issue of securities, its state registration date, and the name of the registration agency that has conducted the state registration of the additional issue of securities.

The text of the registered Decision on the Additional Securities Issue shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the redemption of all securities of this additional issue.

The text of the registered Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until at least five (5) years after the date when the text of the Notice of the Additional Securities Issue Results given to the registration agency is published on the Internet.

4) At the stage of the placement of securities, information about the additional securities issue shall be disclosed by the Issuer in the form of:

- *a statement of the start date of the placement of securities;*
- *a statement of the changed start date of the placement of securities;*
- *a statement of the offering price (procedure for determining the offering price) of securities;*
- *statements of material fact about stages of the procedure for issuing the Issuer's issue-grade securities – a statement of material fact about the end of the placement of securities;*
- *a statement of the suspension of the placement of securities;*
- *a statement of the resumption of the placement of securities;*
- *amendments to the decision on the (additional) securities issue and/or the securities prospectus.*

A) A statement of the start date of the placement of securities shall be published by the Issuer through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than one (1) day prior to the start date of the placement of securities.

B) If the Issuer decides to delay (change) the start date of the placement of securities disclosed in accordance with subparagraph (A), then the Issuer shall publish a statement of the changed start date of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than one (1) day prior to such date.

C) If any statement of the state registration of the securities issue or any statement of the start date of the placement of securities do not specify the offering price or the procedure for determining the offering price, then information concerning the offering price of additional shares (including with respect to the

persons included on the list of the persons having the preemptive right to acquire additional shares) shall be disclosed by the Issuer through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> not later than the start date of the placement of securities.

D) Information concerning the end of the placement of securities shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing issue-grade securities – a statement of material fact about the end of the placement of securities within the periods listed below after the end date of the placement of securities (the date when the last additionally issued share is placed, but not later than May 30, 2016 (“Placement Deadline”)):

- in the case of disclosure through the newswire, not later than one (1) day;
- in the case of disclosure on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

E) In the event that, during the securities placement period, the Issuer decides to amend the Decision on the Additional Securities Issue and/or the Securities Prospectus and/or in the event that, during the share placement period, the Issuer receives from the Bank of Russia or a governmental agency (hereinafter, the “Authorized Agency”) a written request (order, prescript) to suspend the placement of securities, then the Issuer shall suspend the placement of securities and publish a statement of the suspension of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

A statement of the suspension of the placement of securities shall be published by the Issuer within the periods listed below after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer’s authorized management body that has adopted the decision to amend the Decision on the Additional Securities Issue and/or the Securities Prospectus or, in the event of any change in the terms and conditions set forth in the securities placement decision, after the date of the minutes (the expiration date of the period prescribed by the laws of the Russian Federation for issuing the minutes) of the meeting of the Issuer’s authorized management body that has adopted the decision to change such terms and conditions or after the date of receipt by the Issuer from the Authorized Agency a written request (order, prescript) to suspend the placement of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

F) During the securities placement period, after amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus are registered, after it is decided to refuse to register such amendments, or after a written notice (prescript, decision) is received during the securities placement period from the Authorized Agency stating permission to resume the placement of securities (termination of grounds for suspending the placement of securities), the Issuer shall publish a statement of the resumption of the placement of securities through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

A statement of the resumption of the placement of securities shall be published by the Issuer within the periods listed below after the date when information concerning the registration of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus or the refusal to register such amendments is posted on the registration agency’s webpage or after the date when the Issuer receives from the registration agency a written notice of the registration of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus or the refusal to register such amendments or a written notice (prescript, decision) from the Authorized Agency stating permission to resume the placement of securities (termination of grounds for suspending the placement of securities) by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.

The Issuer shall not resume the placement of securities before a statement of the resumption of the placement of securities is published through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

If any amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus are registered, the Issuer shall publish the text of such registered amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus on the Internet within two (2) days after information concerning the registration of such amendments is posted on the registration agency's webpage or after the Issuer receives from the registration agency a written notice of the registration of such amendments by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first.

The text of amendments to the Decision on the Additional Securities Issue and/or the Securities Prospectus published on the Internet shall specify the registration date of such amendments and the name of the registration agency that has conducted their registration.

The text of any registered amendments to the Decision on the Additional Securities Issue shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the expiration of the period prescribed in the Disclosure Regulations for providing access on the Internet to the text of the registered decision on the additional securities issue.

The text of any registered amendments to the Securities Prospectus shall be available on the Internet from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet until the expiration of the period prescribed in the Disclosure Regulations for providing access to the text of the registered Securities Prospectus on the Internet.

G) If the placement of securities is suspended due to the registration agency's deciding to suspend the issue of securities, then information concerning the suspended issue of securities shall be disclosed by the Issuer in the form of a statement of material fact about the suspension of the issue of securities within the periods listed below after the date when information concerning the suspended issue of the Issuer's securities is posted on the registration agency's webpage or after the date when the Issuer receives from the registration agency a written notice of the suspended issue of securities by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

H) If the placement of securities is resumed due to the registration agency's deciding to resume the issue of securities, then information concerning the resumed issue of securities shall be disclosed by the Issuer in the form of a statement of material fact about the resumption of the issue of securities within the periods listed below after the date when information that the issue of the Issuer's securities is resumed is posted on the registration agency's webpage or the date when the Issuer receives from the registration agency a written notice that the issue of securities is resumed by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

5) At the stage of giving to the registration agency the Notice of the Additional Securities Issue Results, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing the Issuer's securities – a statement of material fact about the Notice of the Additional Securities Issue Results given to the registration agency and in the form of the Notice of the Additional Securities Issue Results given to the registration agency by means of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

At the stage of giving to the registration agency the Notice of the Additional Securities Issue Results, information shall be disclosed by the Issuer in the form of a statement of material fact about stages of the procedure for issuing the Issuer's securities – a statement of material fact about the Notice of the

Additional Securities Issue Results given to the registration agency within the periods listed below after that date when the Notice of the Additional Securities Issue Results is submitted (sent) to the registration agency:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

The Issuer shall publish the text of the Notice of the Additional Securities Issue Results given to the registration agency on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> within two (2) days after the date when the Notice of the Additional Securities Issue Results is submitted (sent) to the registration agency.

The text of the Notice of the Additional Securities Issue Results shall be available on the Internet for at least 12 months from the expiration date of the period prescribed in the Disclosure Regulations for its publication on the Internet or, if published on the Internet after such expiration date, from the date of its publication on the Internet.

6) Information that the additional issue of securities is held abortive shall be disclosed by the Issuer in the form of a statement of material fact about the issue of Issuer's securities held abortive within the periods listed below after the date when information that the additional issue of the Issuer's securities is held abortive is posted on the registration agency's webpage or the date when the Issuer receives from the registration agency a written notice that the additional issue of securities is held abortive by mail, by facsimile transmission, by electronic mail, or by delivery against receipt, whichever date occurs first:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

7) Information that the additional issue of securities is held invalid shall be disclosed by the Issuer in the form of a statement of material fact about the issue of Issuer's securities held invalid within the periods listed below after the date when the Issuer receives the final judgment (judicial decision, ruling, decree) (the date of its becoming res judicata) that the additional issue of securities is held invalid:

- in the case of publication through the newswire, not later than one (1) day;*
- in the case of publication on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>, not later than two (2) days.*

8) Procedure for notification of the exercisability of the preemptive right to acquire placed securities:

After the state registration of this additional issue of securities, any persons included on the list of the persons having the preemptive right to acquire additional shares shall be notified by the Issuer that they may exercise the preemptive right by publishing the Preemptive Right Notice through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day.

The Preemptive Right Notice shall contain information concerning the quantity of placed additional shares, state that the offering price will be determined by the Issuer's Board of Directors not later than the start date of the placement of securities, and specify the procedure for determining the quantity of shares that may be acquired by each person having the preemptive right, the procedure for such persons' submitting to the Company their applications to acquire shares, and the deadline for the Company's receiving such applications ("Preemptive Right Period").

9) Procedure for disclosing information concerning the exercised preemptive right to acquire placed securities:

The Issuer shall disclose information concerning the exercised preemptive right through the newswire and on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> on the same day within three (3) days after the registration of the exercised preemptive right is conducted.

In this connection, publication on the Internet shall follow publication through the newswire.

10) Procedure for disclosing information about the possibility of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right:

The Issuer shall, on the date of disclosing information concerning the exercised preemptive right, publish through the newswire and post on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806> an invitation for the general public to submit bids (offers) with respect to the acquisition of placed securities (“Invitation to Offer”).

11) The Issuer shall provide any person concerned with access to information contained in each announcement, including each statement of material fact published by the Issuer in accordance with the Disclosure Regulations; in the registered Decision on the Additional Securities Issue and the registered Securities Prospectus with amendments thereto, the Notice of the Additional Securities Issue Results given to the registration agency; in quarterly reports; in consolidated financial statements; and in other documents that shall be disclosed under Sections VII and VIII of the Disclosure Regulations by means of placing their copies at the address (registered address) of the Issuer’s permanent executive body (or, in the absence of the Issuer’s permanent executive body, any other body or person entitled to act for the Issuer without a power of attorney) to be used for communication with the Issuer as specified in the Uniform State Register of Juridical Persons and additionally, prior to the end date of the placement of securities, at the places specified in the Issuer’s announcements containing information about the placement of securities.

The Issuer shall, upon request, make available copies of each announcement, including copies of each statement of material fact published by the Issuer in accordance with the Disclosure Regulations; copies of the registered Decision on the Additional Securities Issue and the registered Securities Prospectus with amendments thereto; copies of the Notice of the Additional Securities Issue Results given to the registration agency; copies of quarterly reports; copies of consolidated financial statements; and copies of other documents that shall be disclosed under Sections VII and VIII of the Disclosure Regulations to holders of the Issuer’s securities and other persons concerned for a fee not to exceed the duplication costs within 7 days from the receipt (submission) of the relevant request.

The details of the Issuer’s settlement account(s) for payment of the duplication costs of the above-mentioned documents and the amount (procedure for determining the amount) of such costs shall be posted by the Issuer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

If the Issuer is not required by the laws of the Russian Federation to store any documents on a perpetual basis, copies of such documents are made available to persons concerned upon request within the storage periods prescribed for such documents.

Copies provided by the Issuer are certified by the Issuer’s authorized person.

If any information is disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire.

If the last day of the period within which the Issuer is required by the Disclosure Regulations to disclose information or provide copies of documents containing information that is subject to disclosure falls on a nonbusiness day and/or a public holiday, then the immediately following business day shall be deemed to be the last day of such period.

Information concerning this additional issue of securities in accordance with the requirements set forth in the Disclosure Regulations shall not be disclosed through publication in one or more printed periodicals.

Information shall be disclosed through publication on the Internet.

<http://www.rosseti.ru/investors/emission/shares/>

<http://www.e-disclosure.ru/portal/company.aspx?id=13806>

The Preemptive Right Notice and information about the possibility of entering into the Share Acquisition Agreement otherwise than by virtue of the exercise of the preemptive right are also posted by the Issuer on the Internet at <http://www.rosseti.ru/investors/emission/shares/> and <http://www.e-disclosure.ru/portal/company.aspx?id=13806>.

The Issuer shall disclose information in the form of quarterly reports and statements of material facts and in accordance with Section VII of the Disclosure Regulations (“Mandatory Disclosure of Information by Joint-Stock Companies”).

If any information is disclosed through the newswire, then such information may not be disclosed in any other manner before it is published through the newswire.

12. Information concerning collateral for bond obligations related to the additional issue:

This paragraph applies to bonds only.

13. Information concerning the representative of bond holders:

This paragraph applies to bonds only.

14. Obligation of the issuer or the registrar keeping the issuer’s register of holders of registered securities to make, upon request, available to any person concerned a copy of this decision on the (additional) securities issue for a fee not to exceed its duplication costs:

The Issuer and/or the registrar keeping the Issuer’s register of holders of registered securities shall, upon request, make available to any person concerned a copy of this Decision on the Additional Securities Issue for a fee not to exceed its duplication costs.

15. Obligation of the issuer to ensure the exercise of the rights of holders of securities, provided that they comply with the procedure for exercising such rights set forth in the laws of the Russian Federation:

The Issuer assumes the obligation to ensure the exercise of the rights of holders of securities, provided that they comply with the procedure for exercising such rights set forth in the laws of the Russian Federation.

16. Obligation of the persons putting up collateral for bonds to ensure the performance of the issuer’s obligations to bond holders in the event that the issuer refuses to perform its obligations or delays performing its obligations related to bonds in accordance with the terms and conditions of such collateral:

This paragraph applies to bonds only.

17. Other information required by the Regulation on the Standards of Securities Issue, the Procedure for the State Registration of the Issue (Additional Issue) of Issue-Grade Securities, the State Registration of Reports on the Results of the Issue (Additional Issue) of Issue-Grade Securities, and the Registration of Prospectuses of Securities:

N/A.