

AUDIT COMMITTEE

Protocol # КА - 36 Of Audit Committee session IDGC of Urals, OAO

July 30, 2014

Session form:

Ekaterinburg

absentee voting (by questionnaires)

The following Committee members took part in the session: Y.V. Yascheritsyna, M.V. Azovtsev, D.A. Malkov, S.A. Petrov, K.M. Yushkov.

Quorum for decision-taking on all agenda issues reached.

Agenda:

1. Election of the Committee Deputy Chairperson.
2. Election of the Committee Secretary.
3. Engagement of an expert to the Committee activities.
4. Preliminary review of 6M 2014 RAS financial statements prior to its disclosure.

Issue 1: Election of the Committee Deputy Chairperson.

Resolution:

To elect Mikhail Viktorovich Azovtsev, Project Director at ZAO GK Renova, the Committee Deputy Chairperson.

Voting results:

“FOR” – 5 (Five) votes: Y.V. Yascheritsyna, M.V. Azovtsev, D.A. Malkov, S.A. Petrov, K.M. Yushkov.

“AGAINST” - 0 (Zero) votes.

“ABSTAIN” - 0 (Zero) votes.

The resolution is adopted unanimously.

Issue 2: Election of the Committee Secretary.

Resolution:

To elect Dmitry Vyacheslavovich Tikhanov, Head of Corporate Events Section of Corporate Governance Department at IDGC of Urals, the Committee Secretary.

Voting results:

“FOR” – 5 (Five) votes: Y.V. Yascheritsyna, M.V. Azovtsev, D.A. Malkov, S.A. Petrov, K.M. Yushkov.

“AGAINST” - 0 (Zero) votes.

“ABSTAIN” - 0 (Zero) votes.

The resolution is adopted unanimously.

Issue 3: Engagement of an expert to the Committee activities.

Resolution:

To engage Marina Alekseevna Lelekova, Director of Internal Control and Audit Department at Rosseti, to the Committee activities.

Voting results:

“FOR” – 5 (Five) votes: Y.V. Yascheritsyna, M.V. Azovtsev, D.A. Malkov, S.A. Petrov, K.M. Yushkov.

“AGAINST” - 0 (Zero) votes.

“ABSTAIN” - 0 (Zero) votes.

The resolution is adopted unanimously.

Issue 4: Preliminary review of 6M 2014 RAS financial statements prior to its disclosure.

Resolution:

1. To note undue and poor execution of the Committee’s recommendations and re-recommend the CEO to elicit receivables growth factors and take measures on its decrease.
A progress report shall be submitted to the Audit Committee until 31.08.2014.
2. To take into account a preliminary 6M 2014 RAS financial statements prior to its disclosure according to Appendix #1 hereof.
3. The Committee Secretary should ensure submission to the BoD of information on key trends of the Company’s financial profile as of 1H 2014 according to Appendix #2 hereof.

Voting results:

“FOR” – 4 (Four) votes: Y.V. Yascheritsyna, M.V. Azovtsev, D.A. Malkov, S.A. Petrov.

“AGAINST” - 0 (Zero) votes.

“ABSTAIN” - 1 (One) vote: K.M. Yushkov.

The resolution is adopted by the majority of votes.

Appendix #1: A preliminary 6M 2014 RAS financial statements.

Appendix #2: Key trends of the Company’s financial profile as of 1H 2014.

Appendix #3-7: Questionnaires of the Committee members.

The Committee Chairperson

Y.V. Yascheritsyna

The Committee Secretary

D.V. Tikhanov

Protocol was compiled on 31.07.2014.