

AUDIT COMMITTEE

MINUTES OF THE COMMITTEE MEETING No. KA - 93 OAO IDGC of Urals

29 October 2018

Yekaterinburg

Meeting form:

in-absentia (by ballots)

Participants:

Aleksandr Viktorovich Shevchuk

Association of Institutional Investors' Executive Director, Chair of the Committee;

Yury Kazbekovich Zafesov

PAO Rosseti's Procurement Department Director;

Roman Avgustovich Dmitrik

OOO ESIH's General Director;

Aleksey Yuryevich Serov

PAO Rosseti's Finance Department Director.

Meeting attendance: 4 / 5. A quorum for decision-making on agenda issues is duly constituted.

Committee Secretary:

Dmitry Vyacheslavovich
Tikhanov

OAO IDGC of Urals' Head of Corporate Events Section of Corporate Governance and Stockholder Relations Department.

Agenda:

1. Examination of the Company's 9M 2018 interim accounting (financial) statements prepared under RAS.
2. Examination of specifications, essence of the contract on independent evaluation of the internal control system.

Agenda item No.1: Examination of the Company's 9M 2018 interim accounting (financial) statements prepared under RAS.

Resolution:

1. The draft of the Company's 9M 2018 RAS accounting (financial) statements being examined, to note:
 - The boost of overdue receivables;
 - The boost of the bad debt reserve.
2. To recommend the sole executive body of the Company to take steps to eliminate adverse tendencies stated in clause 1 hereof.
3. The Committee Secretary should inform the Board of Directors on key tendencies of the Company's 9M 2018 interim accounting (financial) statements, prepared under RAS, as stated in the Appendix hereof.

Voting results:

"FOR" - 5 (Five) votes: A.V. Shevchuk, S.I. Miromanov, Y.K. Zafesov, A.Y. Serov, R.A. Dmitrik.

"AGAINST" - 0 (Zero) votes.

"ABSTAIN" - 0 (Zero) votes.

PASSED UNANIMOUSLY.

Agenda item No.2: Examination of specifications, essence of the contract on independent evaluation of the internal control system.

Resolution:

1. To approve the specifications, essence of the contract on independent evaluation of the internal control system, as stated in the Appendix hereof.
2. To recommend the Company to arrange procurement procedures regarding the right to conclude the contract on independent evaluation of the internal control system by participating in a centralized open tender of PAO Rosseti.

Voting results:

"FOR" - 3 (Three) votes: Y.K. Zafesov, A.Y. Serov, R.A. Dmitrik.

"AGAINST" - 1 (One) vote: A.V. Shevchuk.

"ABSTAIN" - 0 (Zero) votes.

PASSED BY THE MAJORITY.

Appendix No.1	A draft of the Company's 9M 2018 interim accounting (financial) statements.
Appendix No.2	Specifications, essence of the contract on independent evaluation of the internal control system.
Appendix No.3	Ballot and special opinion of A.V. Shevchuk.

The Chair	A.V. Shevchuk
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The Secretary	D.V. Tikhanov
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