

RELIABILITY COMMITTEE

MEETING MINUTES No. KN - 4 4 IDGC of Urals (OAO)

15 December 2016

Yekaterinburg

Meeting form:

in-absentia (absentee ballot)

Meeting participants:

Vladimir Leonidovich Pelymsky	Deputy Chief Operating Officer at Rosseti (PAO), Chair of the Committee
Yuri Vyacheslavovich Lebedev	Adviser General Director at IDGC of Urals (OAO);
Aleksandr Arsenyevich Nasonov	Head of Production Security Oversight Section of Rosseti's Technical Oversight Center branch;
Farit Gabdulfatovich Shaydullin	Head of Analytics Directorate of Situation and Analytics Center at Rosseti (PAO);
Valentina Mikhailovna Shcherbakova	Deputy General Director for Economics and Finance at IDGC of Urals (OAO);
Dmitry Vladimirovich Vyalkov	Deputy General Director for Development and Sales at IDGC of Urals (OAO);
Igor Georgievich Polovnev	Director for Finance at Professional Director Association;
Roman Avgustovich Dmitrik	General Director at RRSK (OOO);
Sergey Aleksandrovich Shabalin	Leading expert of Energy Sector Perspective Development Section of Energy Sector Perspective Development Department at Russian Ministry of Energy.

The number of members who attended the meeting is 9 out of 9. A quorum for decision-taking on all agenda issues is duly constituted.

Agenda:

1. Evaluation of Company's preparedness for 2016-2017 autumn-winter operations.
2. Examination of the 9M 2016 repair program progress report.
3. Examination of production plans and electric grid facility URR (upgrade-refurbishment-repair) schedules for 2017 and related equipment performance evaluation findings.
4. Examination of the report with regard to analysis of changes of 6M 2016 values, compared YoY, and of reasons of variations of reliability indicators "Average shortage length" and "Average shortage frequency" in the Company's branches as well as proposals regarding 2017 target setting.

Agenda item No.1: Evaluation of Company's preparedness for 2016-2017 autumn-winter operations.

RESOLUTION:

1. To take note of the report regarding Company's preparedness for 2016-2017 autumn-winter operations, as stated by Appendix No.1 hereof.
2. To entrust D.V. Tikhanov, the Committee Secretary, to file the information, stated in clause 1 hereof, with the Board of Directors for guidance.

VOTING RESULTS:

"FOR" - 8 (Eight) votes: V.L. Pelymsky, F.G. Shaydullin, V.M. Shcherbakova, D.V. Vyalkov, Y.V. Lebedev, A.A. Nasonov, I.G. Polovnev, S.A. Shabalin.

"AGAINST" - 0 (Zero) votes.

"ABSTAIN" - 1 (One) vote: R.A. Dmitrik.

PASSED BY THE MAJORITY.

Agenda item No.2: Examination of the 9M 2016 repair program progress report.

RESOLUTION:

1. To take note of the 9M 2016 repair program progress report, as stated by Appendix No.2 hereof.
2. To entrust D.V. Tikhanov, the Committee Secretary, to file the information, stated in clause 1 hereof, with the Board of Directors for guidance.

VOTING RESULTS:

"FOR" - 7 (Seven) votes: V.L. Pelymsky, F.G. Shaydullin, V.M. Shcherbakova, D.V. Vyalkov, Y.V. Lebedev, A.A. Nasonov, I.G. Polovnev.

"AGAINST" - 0 (Zero) votes.

"ABSTAIN" - 2 (Two) votes: R.A. Dmitrik, S.A. Shabalin.

PASSED BY THE MAJORITY.

Agenda item No.3: Examination of production plans and electric grid facility URR (upgrade-refurbishment-repair) schedules for 2017 and related equipment performance evaluation findings.

RESOLUTION:

1. To take note of production plans and electric grid facility URR (upgrade-refurbishment-repair) schedules for 2017 and related equipment performance evaluation findings, as stated by Appendix No.3.
2. To entrust D.V. Tikhanov, the Committee Secretary, to file the information, stated in clause 1 hereof, with the Board of Directors for guidance.

VOTING RESULTS:

“FOR” - 7 (Seven) votes: V.L. Pelymsky, F.G. Shaydullin, V.M. Shcherbakova, D.V. Vyalkov, Y.V. Lebedev, A.A. Nasonov, I.G. Polovnev.

“AGAINST” - 0 (Zero) votes.

“ABSTAIN” - 2 (Two) votes: R.A. Dmitrik, S.A. Shabalin.

PASSED BY THE MAJORITY.

Agenda item No.4: Examination of the report with regard to analysis of changes of 6M 2016 values, compared YoY, and of reasons of variations of reliability indicators “Average shortage length” and “Average shortage frequency” in the Company’s branches as well as proposals regarding 2017 target setting.

RESOLUTION:

To defer the agenda item to a later date.

VOTING RESULTS:

“FOR” - 8 (Eight) votes: V.L. Pelymsky, F.G. Shaydullin, V.M. Shcherbakova, D.V. Vyalkov, Y.V. Lebedev, A.A. Nasonov, I.G. Polovnev, S.A. Shabalin.

“AGAINST” - 0 (Zero) votes.

“ABSTAIN” - 1 (One) vote: R.A. Dmitrik.

PASSED BY THE MAJORITY.

- | | |
|---------------|--|
| Appendix No.1 | Report regarding Company’s preparedness for 2016-2017 autumn-winter operations. |
| Appendix No.2 | 9M 2016 repair program progress report. |
| Appendix No.3 | Production plans and electric grid facility URR (upgrade-refurbishment-repair) schedules for 2017 and related equipment performance evaluation findings. |

The Chair

V.L. Pelymsky

The Secretary

D.V. Tikhanov

Minutes date: 19.12.2016