

# QUARTERLY REPORT

**Public Joint-Stock Company Federal Hydrogeneration Company**

**RusHydro**

**Code of the Issuer: 55038-E**

**for Q2 2017**

Address of the issuer: **43 Dubrovinskogo St., bldg. 1, Krasnoyarsk, Krasnoyarsk Krai, 660017**

**The information contained herein is subject to disclosure pursuant to the securities legislation of the Russian Federation**

Chairman of the Management Board - Chief Executive Officer (CEO) Date: 14. August 2017	_____ N.G. Shulginov
Director of Department of Corporate Accounting and Reporting - Chief Accountant Date: 14. August 2017	_____ Yu.G. Medvedeva

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## Introduction

Grounds for the Issuer's obligation to disclose information in the form of a quarterly report:

**The Offering memorandum with regard to the Issuer's securities has been registered ;**

**State registration of at least one issue (additional issue) of securities of the Issuer accompanied by the registration of the Offering memorandum of the securities in the course of placement of securities through public offering;**

**The Issuer's exchange-traded bonds have been admitted to stock trading organized alongside with presentation of the Offering memorandum of the exchange-traded bonds to the stock exchange for such admission.**

This Quarterly Report contains evaluations and expectancies of the Issuer's authorized management entities with regard to future events and (or) actions, development prospects of the economic sector where the Issuer is carrying out its primary activities, and results of the Issuer's activities, including the Issuer's plans, likelihood of certain events and performance of certain actions. Investors shall not rely entirely upon the evaluations and expectancies of the Issuer's management entities, since, in future actual results of the Issuer's activities may differ from the expected results for various reasons. Acquisition of the Issuer's securities is connected with the risks described herein.

# I. Information on Bank Accounts, Auditor (Audit Organisation), Appraiser, and Financial Advisor of the Issuer, as well as on Persons who Have Signed the Quarterly Report

## 1.1 Information on the Issuer's Bank Accounts

The information is described in Quarterly report for Q1 of 2017, there were no changes in the Information for Q2 of 2017.

## 1.2 Information on the Issuer's Auditor (Audit Organisation)

**Information on audit organization, which conducted an independent audit of Accounting (Financial) Statements of the Issuer, as well as Consolidated Financial Statements of the Issuer, which is part of Quarterly Report, as well as audit organization, approved for auditing of annual Accounting (Financial) Statements of the Issuer and annual Consolidated Financial Statements of the Issuer for the present and the last completed financial year:**

**The information about the auditor - JSC PwC Audit**

Full corporate name: **Joint-stock company PricewaterhouseCoopers Audit**

Abbreviated corporate name: **JSC PwC Audit**

Location: **10, Butyrski Val Str., 125047, Moscow**

TIN (Taxpayer Identification Number) **7705051102**

BSRN (Basic State Registration Number) **1027700148431**

Phone: **+7 495 967 6000**

Fax: **+7 495 967 6001**

E-mail: **none**

Information about membership of **JSC PwC Audit** in self-regulated organizations of auditors:

Full name: **Non-commercial partnership "Audit Chamber of Russia"**

Location: **3rd Syromyatnicheski lane 3/9, bld. 3, city of Moscow, 105120, Russia**

Additional information: **Registration number in the register of members of the non-commercial partnership 'Audit Chamber of Russia': 870. Basic State Registration Number in the register of audit organizations: 102010003683**

**Reporting year(s) from the last five completed reporting years and current year, for which the JSC PwC Audit (audit organization) carried out (will carry out) an independent audit of the Issuer's statements:**

Accounting (financial) statements, year	Consolidated financial statements, year
2012	2012
2013	2013
2014	2014
2015	2015
2016	2016
2017	2017

Additional information:

**JSC PwC Audit does not perform independent audit of the consolidated interim financial statements of the Issuer; JSC PwC Audit performs review of the consolidated interim financial statements of the Issuer for six months ended on June 30 of the reporting year. According to the results of the above reviews, JSC PwC Audit submits a report on review of the consolidated interim financial statements for the relevant period.**

**Reporting periods from the last five completed reporting years and current year, for which JSC PwC Audit performed (will perform) review of the interim consolidated financial statements of the Issuer:**

Consolidated interim financial statements, period
six months ended on June 30, 2012
six months ended on June 30, 2013

six months ended on June 30, 2014
six months ended on June 30, 2015
six months ended on June 30, 2016
six months ended on June 30, 2017

**Factors which can influence the independence of JSC PwC from the Issuer, including information on the availability of material interests connecting JSC PwC Audit (persons holding posts in the management bodies and bodies controlling financial and economic activities of JSC PwC Audit) with the Issuer (persons holding posts in the management bodies and bodies controlling financial and economic activities of the Issuer)**

There are no factors which can influence the independence of JSC PwC Audit from the Issuer, as well as material interests connecting JSC PwC Audit (persons holding posts in the management bodies and bodies controlling financial and economic activities of JSC PwC Audit) with the Issuer (persons holding posts in the management bodies and bodies controlling financial and economic activities of the Issuer)

**The Issuer's auditor (audit organization) selection procedure:**

**The tender procedure connected with the auditor's (audit organization's) selection, and its key conditions:**

**Selection of the audit organization which performed independent audit of the accounting (financial) statements of the Issuer for 2012–2014:**

In accordance with Federal Law No. 307-FZ dated December 30, 2008 'On Audit Activities', tender selection of the Company's Auditor for 2012–2014 was performed on the basis of Federal Law No. 94-FZ dated July 21, 2005 'On Placing Orders for Supplies of Goods, Performance of Work, and Rendering of Services for State and Municipal Needs'.

The competitive documentation of an open tender for the right to conclude the Agreement for carrying out audit of the financial statements of PJSC RusHydro which was prepared in accordance with the Russian Accounting Standards (RAS) for 2012-2014. (hereinafter referred to as "Tender Documentation") was elaborated in accordance with Federal Law No. 94-FZ of July 21, 2005 "On Placement of Orders for Supply of Goods, Works, and Services for State and Municipal Needs".

The Tender Documentation of the open tender concerning entry into a services agreement for the audit of PJSC RusHydro accounting statements, prepared in accordance with RAS for 2012–2014 was approved by decision of the Buying Committee dated December 09, 2011.

Based on the approved tender documentation during January-February 2012 the Competitive Commission carried out the appropriate procedures for selecting the Company's Auditor for 2012-2014. In accordance with the minutes of the Tender Committee on Assessment and Comparison of Bids concerning concluding the services agreement for the audit of PJSC RusHydro accounting (financial) statements drafted in accordance with RAS for 2012–2014 (Minutes No. 3 dated February 03, 2012) Joint-Stock Company PricewaterhouseCoopers Audit won the open tender.

**Selection of the audit organization which performed the independent audit of the consolidated financial statements of the Issuer for 2012–2014:**

In order to apply funds of PJSC RusHydro effectively and economically, as well as pursuant to the Regulations on Procurement of Goods for use of PJSC RusHydro, approved by decision No. 241 of the Board of Directors of the Company, upon decision of the Central Buying Committee of PJSC RusHydro dated August 30, 2011, the scheduled procurement procedure was arranged and carried out concerning entry into services agreement for the audit (review) of the consolidated financial statements of PJSC RusHydro Group, RAO 'Energy Systems of East' Group, Yakutskenergo Group, Far East Energy Company Group and separate financial statements of JSC 'Far-Eastern Distribution Company', JSC 'Far East Generating Company', CJSC Non-Bank Financial Company Interbank Settlement Center, prepared in concordance with International Financial Reporting Standards (IFRS) for 2012–2014 through open single-stage multi-lot request for proposals without prequalification of bidders

The procurement documentation on an open single-stage multi-lot request for proposals without prequalification of bidders concerning entry into a services agreement for the audit (review) of the consolidated financial statements of PJSC RusHydro Group, RAO Energy Systems of East Group, Yakutskenergo Group, Far East Energy Company Group and separate financial statements of JSC Far-Eastern Distribution Company, JSC Far East Generating Company, CJSC Non-Bank Financial Company Interbank Settlement Center, drafted in accordance with International Financial Reporting Standards (IFRS) for 2012–2014, was approved by decision of the Buying Audit Committee dated November 16, 2011.

In accordance with the minutes of the Buying Committee (No. 2 dated December 22, 2011), Joint-Stock Company PricewaterhouseCoopers Audit won the open single-stage multi-lot request for proposals without prequalification of bidders.

**Selection of the audit organization for independent audit of accounting (financial) statements and consolidated financial statements of the Issuer for 2015-2017:**

In accordance with Federal Law No. 307-FZ dated December 30, 2008 'On Audit Activities', tender selection of the Company's Auditor for 2015-2017 was performed on the basis of Federal Law No. 44-FZ dated April 05, 2013 'On Contract System in the Area of Procurement of Goods, Works, and Services for State and Municipal Needs'.

In order to apply funds of PJSC RusHydro effectively and economically as well as pursuant to the Regulations for Procedure for Scheduled Procurement of Goods, Works, Services, approved by the decision of the Board of Directors of the Company, upon decision of the Central Buying Committee of PJSC RusHydro No. 470 dated December 04, 2014, scheduled procurement was arranged and carried out concerning entry into services agreement for financial statements audit of PJSC RusHydro prepared in concordance with Russian Accounting Standards (hereinafter referred to as RAS) and consolidated financial statements audit (review) of PJSC RusHydro Group prepared in concordance with International Financial Reporting Standards (hereinafter referred to as IFRS) for 2015, 2016 and 2017 through open tender.

Tender documentation of the open tender concerning entry into a services agreement to audit the accounting (financial) statements of PJSC RusHydro prepared in concordance with RAS and to audit (review) the consolidated financial statements audit (review) of PJSC RusHydro Group prepared in concordance with IFRS for 2015-2017 (hereinafter referred to as the Tender Documentation) was prepared in accordance with Federal Law No. 44-FZ dated April 05, 2013 On Contract System in the Area of Procurement of GoodPJSC s, Works, and Services for State and Municipal Requirements

The Tender Documentation of the open tender concerning concluding a services agreement to audit the financial statements audit of PJSC RusHydro prepared in concordance with RAS and to audit (review) the consolidated financial statements of PJSC RusHydro Group prepared in concordance with IFRS for 2015, 2016 and 2017 was approved by the decision of the Buying Audit Committee dated February 27, 2015.

In accordance with the minutes of the Buying Committee (No. 2 dated April 08, 2015), Joint Stock Company PricewaterhouseCoopers Audit won the open tender.

**The auditor (audit organization) nomination procedure for approval by the meeting of shareholders (participants), including the management body taking the relevant decision:**

The Board of Directors of the Issuer nominates the auditor to be approved by the General Meeting of Shareholders of the Company.

In accordance with legislation, the Issuer shall audit its financial statements on an annual basis. In order to audit and confirm the annual financial statements, the General Meeting of Shareholders shall approve the auditor of the Company on an annual basis.

JSC PwC Audit was approved as an auditor of the Issuer under the decision of the General Meeting of Shareholders of the Company (Minutes No. 16 dated June 26, 2017).

The Issuer's auditor shall, under the agreement entered into with it, audit the Issuer's financial and business activity in accordance with the legislation of the Russian Federation.

**Information on works performed by JSC PwC Audit within special audit assignments:**

No work was performed within special audit assignments during audit governed by Federal Law On Audit Activities No. 307-FZ dated December 30, 2008.

**The procedure for determination of remuneration of JSC PwC Audit**

The payment procedure and remuneration of the audit organizations and individual auditors for audit (including mandatory) and associated services are specified in the audit services agreements and cannot depend on any requirements of the audited entities with regard to the content of conclusions which can be made during the audit

The remuneration for the Issuer's auditor, approved by the Annual General Meeting of Shareholders of the Issuer, for mandatory annual audit and confirmation of the Issuer's annual financial statements, shall be determined by the Board of Directors of the Issuer

The auditor's remuneration shall be determined according to the tender results when the Company's auditor is selected.

**Information on actual amount of remuneration paid by the Issuer to JSC PwC Audit according to the results of the last completed reporting year, for which JSC PwC Audit performed independent audit of accounting (financial) statements of the Issuer and annual consolidated financial statements of the Issuer:**

Actual amount of remuneration to be paid by the Issuer to JSC PwC Audit according to the results of 2016, for which JSC PwC Audit performed an independent audit of accounting (financial) statements of the Issuer and annual consolidated financial statements of the Issuer, is 119,999,805 Russian rubles (including VAT), including



the cost of services for review of the consolidated interim financial statements of the Issuer for six months ending June 30 of the reporting year equal to 23,966,685 Russian rubles (including VAT).

In accordance with schedule of payments under contracts with JSC PwC Audit, an amount of 33,569,997 Russian rubles was paid by the Issuer in 2016 and an amount of 86,429,808 Russian rubles was paid by the Issuer in April 2017.

**Information on the availability of deferred and overdue payments for services rendered by PwC Audit JSC:**

Deferred and overdue payments for services rendered by PwC Audit JSC are absent.

### ***1.3. Information on the Issuer's Appraiser(s)***

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

### ***1.4. Information on the Issuer's Consultants***

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

### ***1.5. Information on Persons who Have Signed the Quarterly Report***

Name: **Shulginov Nikolay Grigoryevich**

Year of birth: **1951**

Primary employment:

Organization: **PJSC RusHydro**

Title: **Chairman of the Management Board - Chief Executive Officer (CEO)**

Name: **Medvedeva Yuliya Gennadievna**

Year of birth: **1975**

Primary employment:

Organization: **PJSC RusHydro**

Title: **Director of Department of Corporate Accounting and Reporting - Chief Accountant**

## II. Key Information on Financial and Economic Performance of the Issuer

### 2.1. The Issuer's Financial and Economic Performance Indicators

Dynamics of indicators, which characterize Issuer's Financial and Economic Performance.

Standard (rules) in accordance with which the Accounting (Financial) Statements was drawn up, on the basis of which the indicators were calculated: **RAS**

Standard unit for the calculation of working efficiency indicators: **thousand rub. per person**

Name of indicator	6 months 2016	6 months 2017
Working efficiency	10,742	10,886
Debt amount to net worth ratio	0.20	0.23
Long-term debt amount to long-term debt amount and net worth ratio	0.15	0.11
Degree of debt cover by current income (profit)	-0.70	0.62
Degree of overdue amount, %	0	0.27

All indicators are calculated on the basis of recommended calculation procedure.

#### **Analysis of financial and economic activities of the issuer on the basis of economic analysis of dynamics of the presented indicators:**

Increase of the indicator Labor productivity in 2017 (6 months) compared with 2016 (6 months) is insignificant.

Debt amount to net worth ratio characterizes relations between external and internal sources of funding . Increase of the indicator in 2017 (6 months) in comparison to the year 2016 (3 months) is caused by increase of current liabilities against the payment of own shares till the date of change of the authorized capital in the constituent documents. Registration of increase in the authorized capital and corresponding changes of the constituent documents are expected in the 3rd quarter of 2017.

Decrease of the ratio 'long-term debt to long-term debt and equity in 2017 (6 months) compared to 2016 (6 months)' is due to decrease in the volume of long-term borrowed funds.

Debt coverage ratio shows the extent of current liabilities which may be covered by funds available or expected in the nearest future. The negative value of the indicator for 2016 (6 months) is due to excess of cash on short-term liabilities. Increase of this indicator for the year 2017 (6 months) to 0.62 from -0.70 for 2016 (6 months) is caused by increase of short-term liabilities related to additional issue of stocks of PJSC RusHydro equal to RUB 40 million .

In general, the analysis of indicators of paying capacity allows to acknowledge that the Issuer's financial state as of the period under report was stable.

### 2.2. The Issuer's Market Capitalization

Market capitalization is calculated as the product of the number of shares of the relevant category (type) and the market value of one share disclosed by the market operator.

Unit of measure: : **RUB**

**Issue 1-01-55038-E**

Issuer's equity shares are eligible for on ex-change trading on the exchange JSC Moscow Exchange.

Name of indicator	December 31, 2016	June 30, 2017
Market capitalization	356,166,164,175.07	307,073,094,587.55

Information on the securities market operator providing the data for calculation of the market capitalization,

as well as any other additional information on public trading of securities at the Issuer's discretion:

Source of information: JSC Moscow Exchange bulletin at the end of trading of securities (Market transactions T+): <http://moex.com/a3882>, <http://www.moex.com/a4094>.

The market capitalization was determined without taking into account the additional issue of shares **1-01-55038-E-42D**.

## 2.3 The Issuer's Liabilities

### 2.3.1 Borrowed Funds and Accounts Payable

For 6 months of 2017.

Loan funds structure

Standard unit: RUB

Name of indicator	Indicator value
Long-term loan funds	<b>76,542,755,194.29</b>
including:	
credits	35,558,900,239.72
loan facilities, excluding bonded loans	702,415,954.57
bonded loans	40,281,439,000.00
Short-term loan funds	<b>33,954,165,124.20</b>
including:	
credits	1,021,651,299.06
loan facilities, excluding bonded loans	817,000,000.00
bonded loans	32,115,513,825.14
Total overdue amount of loan funds	0
including:	0
credits	0
Loans, excluding bonded loans	0
bonded loans	0

Loan funds structure

Standard unit: RUB

Name of indicator	Indicator value
Total amount of accounts payable	54,865,306,262.66
of which: overdue accounts payable	488,169,219.87
including	
accounts payable to the budget and state non-budgetary funds	5,413,027,240.08
of which: overdue accounts payable	0
accounts payable to the suppliers and contractors	6,915,978,350.71
of which: overdue accounts payable	406,449,107.03
to employees of organization	299,634,311.36
of which: overdue accounts payable	0
other	42,236,666,360.51
of which: overdue accounts payable	81,720,112.84

**If the overdue accounts payable, including overdue accounts payable, exist, the reasons of non-performance and the consequences, that occurred or can occur in the future for the issuer due to the non-performance of relevant liabilities, including sanctions imposed against the issuer and term (estimated term) for payment of accounts payable or loan funds debt shall be indicated:**

**Primary reasons for non-performance of relative liabilities:**

- commercial disputes of the Issuer related to the breach of contractual schedules of performance of works, provision of services, delivery of goods by the contractors of the Company;
- inability of the Company to timely perform liabilities due to non-provision by the creditors of correct details for the payment.

**Consequences, that occurred or can occur in the future for the Issuer due to the non-performance of relevant liabilities, including sanctions imposed against the Issuer:**

there were no financial consequences and sanctions related to accounts payable and Issuer does not expect any financial or administrative consequences related to said debt. In case of judgment, obliging the Issuer to pay accounts payable (with regard to debt, in respect of which the Issuer leads commercial disputes), Issuer shall pay the respective debt. In case of entry of correct payment details from the counterparts (with regard to debt which cannot be paid due to absence of details) the Issuer shall pay the respective debt;

**Term (estimated term) for credit debt payment:**

In accordance with approved local normative acts on credit debt management of the Issuer during the quarter from the date of discovery, the overdue credit debt depending on the reasons of its creation either is paid by the Company or claim-related work is initiated in relation to such credit debt.

**The creditors having the right to not less than 10 per cent from the total amount of the accounts payable or not less than 10 per cent from the total loan (long-term and short-term) funds:**

Full corporate name: **Public Joint-Stock Company “Sberbank of Russia [Saving Bank of Russia]**

Abbreviated corporate name: **PJSC Sberbank**

Location: **Russian Federation, Moscow.**

TIN (Taxpayer Identification Number) **7707083893**

BSRN (Basic State Registration Number) **1027700132195**

Debt amount **5,229,222,911.69 rubles**

Amount and terms and conditions of the overdue debt (interest rate, fine sanctions, penalties): **Absent**

Is the Creditor the issuer’s affiliated person **No**

Full corporate name: **Public Joint-Stock Company “VTB Bank”**

Abbreviated corporate name: **VTB Bank (PJSC)**

Location: **190000, city of Saint-Petersburg, Bolshaya Morskaya street, 29**

TIN (Taxpayer Identification Number) **7702070139**

BSRN (Basic State Registration Number) **1027739609391**

Debt amount **40 000 000 000,00 rubles.**

Amount, terms and conditions of the overdue debt (interest rate, fine sanctions, penalties): **Absent**

Is the Creditor the issuer’s affiliated person **None**

### ***2.3.2 Credit History of the Issuer***

Performance by the Issuer of its obligations under the facility agreements and/or loan agreements which were in force within the last completed reporting year and current year, including those concluded due to issue and sale of bonds, the principal debt under which is 5 and more per cent of the Issuer’s balance sheet assets as of the end of the last completed reporting period consisting of 3, 6, 9 or 12 months preceding conclusion of the relevant agreement as well as other facility agreements and/or loan agreements, which the Issuer deems material for it.

Type and Identification Characteristics of Liabilities
1. Bonds series 01 State registration number and registration date: 4-01-55038-E dated September 23, 2010
Terms and conditions of liability and information on its execution

Name and location or surname, name, patronymic of the creditor (lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, RUB/foreign currency <sup>2</sup>	RUB 10,000,000,000
Principal debt as at the end of the reporting quarter, RUB/foreign currency	RUB 89,179,000,000
Credit (loan) period, (years)	10
The average interest rate on credit (loan), per cent per year	8.75
Number of interest (coupon) periods	20
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	April 12, 2021*
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	* Maturity of PJSC RusHydro bonds is 10 years. Tender offer for purchase of the bonds at the request of their holders for the period of 5 years from the beginning of placement is possible in respect of the mentioned securities. April 8, 2016 Issuer decided to set a new interest rate for eleventh-twelfth coupon periods. April 22, 2016 Acquisition of bonds was held at the owner's request

Type and Identification Characteristics of Liabilities	
2. Bonds series 02 State registration number and registration date: 4-02-55038-E dated September 23, 2010	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, RUB/foreign currency <sup>2</sup>	RUB 5,000,000,000
Principal debt as at the end of the reporting quarter, RUB/foreign currency	RUB 160,760,000,000
Credit (loan) period, (years)	10
The average interest rate on credit (loan), per cent per year	8.75
Number of interest (coupon) periods	20
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	April 12, 2021*
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	* Maturity of PJSC RusHydro bonds is 10 years. Tender offer for purchase of the bonds at the request of their holders for the period of 5 years from the beginning of placement is possible in respect of the mentioned securities. On April 8, 2016 Issuer decided to set a new interest rate for eleventh-twelfth coupon periods. On April 22, 2016 Acquisition of bonds held at the owner's request

Type and Identification Characteristics of Liabilities	
3. Credit, Open Joint-Stock Company Sberbank of Russia, Credit Agreement No. 5486 dated November 18, 2011	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Public Joint-Stock Company Sberbank of Russia, Moscow, the Russian Federation
Principal debt as at the date of liabilities, RUB/foreign currency <sup>2</sup>	40, 000,000,000 rubles
Principal debt as at the end of the reporting quarter, rubles/foreign currency	20,000,000,000 rubles
Credit (loan) period, (years)	9
The average interest rate on credit (loan), per cent per year	8.28
Number of interest (coupon) periods	36
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None

Scheduled credit (loan) payment period (date)	November 17, 2020
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

Type and Identification characteristics of liabilities	
4. Credit, Unicredit Bank Austria AG, Credit Agreement dated December 12, 2011	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Unicredit Bank Austria AG, 1010 Wien, Schottengasse 6 — 8, Austria
Principal debt as at the date of liabilities, RUB/foreign currency <sup>2</sup>	EUR 127,796,550
Principal debt as at the end of the reporting quarter, RUB/foreign currency	EUR 86,208,239
Credit (loan) period, (years)	15
The average interest rate on credit (loan), per cent per year	3.10
Number of interest (coupon) periods	60
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	August 28, 2026
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

Type and Identification characteristics of liabilities	
5. Credit, European Bank for Reconstruction and Development, Credit Agreement dated December 7, 2011	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	European Bank for Reconstruction and Development, One Exchange Square, London EC2A 2JN, United Kingdom
Principal debt as at the date of liabilities, RUB/foreign currency	RUB 8,000,000,000
Principal debt as at the end of the reporting quarter, RUB/foreign currency	-
The term of credit (loan), (years)	15
The average interest rate on credit (loan), per cent per year	12.79
Number of interest (coupon) periods	60
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	March 10, 2026
Actual credit (loan) payment period (date)	07/12/2016
Other information on liability specified at the Issuer's discretion	None

Type and Identification characteristics of liabilities	
6. Credit, Bayerische Landesbank, Credit Agreement dated October 15, 2012	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Bayerische Landesbank, Brienner Str. 18 80333 Munich, Germany
Principal debt as at the date of liabilities, roubles/foreign currency	EUR 16,485,731.83
Principal debt as at the end of the reporting quarter, RUB/foreign currency	-
The term of credit (loan), (years)	12.5
The average interest rate on credit (loan), per cent per year	1.02
Number of interest (coupon) periods	26
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	April 30, 2025
Actual credit (loan) payment period (date)	October 31, 2016
Other information on liability specified at the Issuer's discretion	None

Type and Identification characteristics of liabilities	
7. Credit, Public Joint-Stock Company Sberbank of Russia, Credit Agreement No. 5685 dated December 4, 2013	

Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Public Joint-Stock Company 'Sberbank of Russia', Moscow, the Russian Federation
Principal debt as at the date of liabilities, roubles/foreign currency	10,612.754 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	10 612,754 mln of roubles
Credit (loan) period, (years)	5
The average interest rate on credit (loan), per cent per year	7.99
Number of interest (coupon) periods	20
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	December 04, 2018
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

Type and Identification characteristics of liabilities	
8. Credit, European Bank for Reconstruction and Development, Credit Agreement dated December 5, 2013	
Terms and conditions of liability and information on its execution	
Name and location or full name of the creditor (lender)	European Bank for Reconstruction and Development One Exchange Square, London EC2A 2JN, United Kingdom
Principal debt as at the date of liabilities, roubles/foreign currency	4,400 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	-
Credit (loan) period, (years)	12
Average interest on credit, loan, % per annum	14.52
Number of interest (coupon) periods	47
Delays in payments of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	October 14, 2025
Actual credit (loan) payment period (date)	October 14, 2016
Other information on liabilities specified at the Issuer's discretion	None

Type and Identification characteristics of liabilities	
9. Bonds, series 07 State registration number and registration date: 4-07-55038-E dated December 27, 2012	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, roubles/foreign currency	10,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	10,000 mln roubles
Credit (loan) period, (years)	10
The average interest rate on credit (loan), per cent per year	8.50
Number of interest (coupon) periods	20
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	February 02, 2023*
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	* Maturity of bonds of series 07 is 10 years. The offer for the period of 5 years is provided for in respect of the securities.

Type and identification characteristics of liabilities	
10. Bonds, series 08 State registration number and registration date: 4-08-55038-E dated December 27, 2012	

Terms and conditions of liability and information on its execution	
Name and location or full name of the creditor (lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, roubles/foreign currency	10,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	10,000 mln roubles
Credit (loan) period, (years)	10
Average interest on credit, loan, % per annum	8.50
Number of interest (coupon) periods	20
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	February 02, 2023*
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	*The circulation term of the bonds of series 08 shall be 10 years. The offer for the period of 5 years is provided for in respect of the securities.

Type and identification characteristics of liabilities	
11. Credit, Open Joint-Stock Company Sberbank of Russia, Credit Agreement No. 5724 dated April 8, 2014	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Public Joint-Stock Company Sberbank of Russia, Moscow, the Russian Federation
Principal debt as at the date of liabilities, roubles/foreign currency	RUB 2,776,363,638.11
Principal debt as at the end of the reporting quarter, RUB/foreign currency	RUB 2,776,363,638.11
Credit (loan) period, (years)	8
The average interest rate on credit (loan), per cent per year	14.31
Number of interest (coupon) periods	32
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	April 7, 2022
Actual credit (loan) payment period (date)	May 10, 2017
Other information on liability specified at the Issuer's discretion	None

Type and identification characteristics of liabilities	
12. Credit, Crédit Agricole Corporate and Investment Bank Deutschland / ING BANK, a Branch of ING-DiBa AG, Credit Agreement dated March 4, 2014	
Terms and conditions of liability and information on its execution	
Name and location or surname, name, patronymic of the creditor (lender)	Crédit Agricole Corporate and Investment Bank, France, Taunusanlage 14, 60325 Frankfurt am Main, Federal Republic of Germany / ING BANK, a Branch of ING-DiBa AG, Hamburger Allee 1, 60486 Frankfurt am Main, Federal Republic of Germany
Principal debt as at the date of liabilities, roubles/foreign currency	EUR 190,284,359
Principal debt as at the end of the reporting quarter, RUB/foreign currency	EUR 86,998,547.17
Credit (loan) period, (years)	15
The average interest rate on credit (loan), per cent per year	0.73
Number of interest (coupon) periods	30
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	July 4, 2029
Actual credit (loan) payment period (date)	June 06, 2017
Other information on liability specified at the Issuer's discretion	None

Type and identification characteristics of liabilities	
13. Bonds, series 09 State registration number and registration date: 4-09-55038-E dated December 27, 2012	
Terms and conditions of liability and information on its execution	



Name and location or full name of the creditor (lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, roubles/foreign currency	10,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	10,000 mln roubles
Credit (loan) period, (years)	10
Average interest on credit, loan, % per annum	12.75
Number of interest (coupon) periods	20
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	April 15, 2025*
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	*The circulation term of the bonds of series 09 shall be 10 years. Tender offer for the period of 2.5 years is possible in respect of the securities.

Type and identification characteristics of liabilities	
14. Bonds, series БО-П01 State registration number and registration: 4B02-01-55038-E-001P dated July 03, 2015	
Terms and conditions of liability and information on its execution	
Name and location or full name of the creditor (the lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, roubles/foreign currency	5,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	5,000 mln roubles
Credit (loan) period, (years)	3
Average interest on credit, loan, % per annum	11.85
Number of interest (coupon) periods	6
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	July 4, 2018
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

Type and identification characteristics of liabilities	
15. Bonds, series БО-П02 State registration number and registration date: 4B02-02-55038-E-001P dated July 03, 2015	
Terms and conditions of liability and information on its execution	
Name and location or full name of the creditor (the lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, roubles/foreign currency	5,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	5,000 mln roubles
Credit (loan) period, (years)	3
Average interest on credit, loan, % per annum	11.85
Number of interest (coupon) periods	6
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	July 4, 2018
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

Type and identification characteristics of liabilities	
16. Bonds, series БО-П03 State registration number and registration date: 4B02-03-55038-E-001P dated July 03, 2015	
Terms and conditions of liability and information on its execution	
Name and location or full name of the creditor (the lender)	Purchasers of securities of the issue

Principal debt as at the date of liabilities, roubles/foreign currency	5,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	5,000 mln roubles
Credit (loan) period, (years)	3
Average interest on credit, loan, % per annum	11.85
Number of interest (coupon) periods	6
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	July 4, 2018
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

Type and identification characteristics of liabilities	
17. Bonds, series BO-II04 State registration number and registration date: 4B02-04-55038-E-001P as of April 01, 2016	
Terms and conditions of liability and information on its execution	
Name and location or full name of the creditor (the lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, roubles/foreign currency	15,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	15,000 mln roubles
Credit (loan) period, (years)	3
Average interest on credit, loan, % per annum	10.35
Number of interest (coupon) periods	6
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	April 4, 2019
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

1. Bonds, series BO-II05 State registration number and registration date: 4B02-05-55038-E-001P as of June 09, 2017	
Terms and conditions of liability and information on its execution	
Name and location or full name of the creditor (the lender)	Purchasers of securities of the issue
Principal debt as at the date of liabilities, roubles/foreign currency	10,000 mln roubles
Principal debt as at the end of the reporting quarter, RUB/foreign currency	10,000 mln roubles
Credit (loan) period, (years)	3
Average interest on credit, loan, % per annum	8.2
Number of interest (coupon) periods	6
Delays in payment of interest on credit (loan), and total number of such delays and duration thereof in days (if any)	None
Scheduled credit (loan) payment period (date)	June 12, 2020
Actual credit (loan) payment period (date)	existing
Other information on liabilities specified at the Issuer's discretion	None

### ***2.3.3 Liabilities of the Issuer under Security it provides***

Standard unit: RUB

Name of indicator	Indicator as of June 30, 2017
Total amount of security provided by the Issuer (amount of outstanding	82,024,208,261.41

obligations for which the Issuer provided security if, in accordance with conditions of the security provided, performance of the relevant obligations is secured in full) specifying separately the amount of the security provided by the Issuer for obligations of third parties.	
The amount of security that is provided by the issuer for the obligations of third parties	82,024,208,261.41
The amount of security provided by the issuer in the form of a pledge	25,642,903,370.59
Including for third-party obligations	25,642,903,370.59
The amount of security provided by the issuer in the form of sureties	56,381,304,890.82
Including for third-party obligations	56,381,304,890.82

Information on each case of the provision of a security, the amount of which is five or more per cent of the balance value of the Issuer's assets as at the end of the relevant reporting period: Such liabilities at the reporting date are not available. **There are no such obligations as at the reporting date.**

Issuer's exposure to risk inherent to non-performance or improper performance of secured obligations by third party shall be evaluated as negligible.

### ***2.3.4 Other Liabilities of the Issuer***

There are no other obligations (including any agreements of the Issuer, including forward deals) which are not recognized in the accounting (financial) statements that could materially affect the Issuer's financial status, liquidity, sources of financing, and terms and conditions of use thereof, performance results and expenses.

## ***2.4. Risks Inherent to Acquisition of Equity Securities Being Placed (Placed)***

### **The Issuer's risk management policy:**

#### **Detailed analysis of risk factors related to acquisition of the placed equity securities, in particular:**

#### **Industry risks**

#### **Country and regional risks**

#### **Financial risks**

#### **Legal risks**

#### **Reputation risk**

#### **Strategic risk**

#### **Risks related to the Issuer's activities**

Emerging wholesale and retail electricity and capacity markets have a higher risk level than developed markets of other products and services and include significant legal, economic, and, because of high social significance for country, political risks. Dynamic development of these markets allows us to suppose, with a high probability, that information contained herein can be promptly outdated. Current information uncertainty because of the dynamic change of factors can influence the Issuer's future activity, possibility of asset sale, and meeting of repayment deadlines. The investors shall take that uncertainty into account in estimating of own risks and taking a decision on investment feasibility. In addition, some risks that are not substantial at the moment may become substantial in future.

In order to optimize risks, the Issuer performs regular work on their recognition, assessment and control, as well as development and application of risk response measures, business continuity management, and aspires to meet international and national risk management standards and best practices (National State Standard R ISO 31000-2010, COSO ERM 2004, Corporate Governance Code of the Central Bank of the Russian Federation, guidelines of Federal Property Management Agency and the Ministry of Finance in the field of risk management and internal control etc.).

External estimation of efficiency of enterprise system of internal control and risk management and is conducted regularly in course of audit of Long-term development program RusHydro Group sale, external audit of financial statements, conduction of surveyor of the RusHydro Group objects, obligatory due diligence within the framework of the assessment of the merger and acquisition transactions risks, as well as the conduction of

comprehensive assessments of system effectiveness of internal control and risks management of the Company, invited by the independent experts.

Quality of the risk management system of the Issuer are regularly confirmed by an independent jury of international competitions. In particular, the Issuer was previously recognized the winner in such categories as the Best Risk Management Comprehensive Program, the Best Risk Manager of Russia, conducted by Russian Risk Management Society RusRisk, Russian National Association of Risk Managers, being a member of the Federation of European Risk Management Association (FERMA). In June 2015 within the framework of the 13th International professional forum "Risk Management in Russia and CIS" the program of RusHydro risk management has become a winner of the annual competition "Best Risk Management 2015" in the category "Production organization". In November 2015, the Company participated in the KPMG research: 'Risk-management practices in Russia: Strengths and Opportunities for Development'. Results of the study are presented under the following web-link: [https://assets.kpmg.com/content/dam/kpmg/pdf/2015/11/S\\_CG\\_10r.pdf](https://assets.kpmg.com/content/dam/kpmg/pdf/2015/11/S_CG_10r.pdf). As it was demonstrated by this study many of the best practices of corporate risk management are assessed on major Russian companies and are used in PJSC RusHydro (the integration of risk management in the company's development strategy, the collection and accumulation of statistical data, the interaction between departments, the involvement and active participation of key interested parties (stakeholders) as well as improving quality of information on key risks.

By the Decision of the Management Board of the Company dated November 28, 2014, No. 884, the Development Program for Corporate Internal Control and the Risk Management System of RusHydro Group was approved.

The Issuer's risk management activities are connected to the need to reconstruct operating and construct new generating facilities, including:

- improving reliability, safety and cost effectiveness of the equipment through complete renovating the main and auxiliary equipment which reached the end of its useful life;

- increase of technical and economic characteristics of hydropower plants (HPP) for operation on the competitive electrical energy market reduce of repair expenses, improving operational efficiency by implementing programs to reduce production costs and economy; increase in operating performance through implementation of the program to reduce operating costs and making savings;

- implementing the weighted financial policy;

- continuous analysis of electric power market conditions;

- competitive environment in the area of procurement, works, and services.

**The Issuer's risk management policy ::**

The Issuer's risk management policy implies timely recognition and prevention of possible risks in order to minimize losses. In October 2015 the Audit Committee of PJSC RusHydro approved "POLICY in the area of internal control and risk management of PJSC RusHydro in the new version, which was approved by the Board of Directors of PJSC RusHydro (Minutes number No. 227 as of November 16, 2015). The Issuer's activities on management of specific risks are described in Clauses 2.4.1. - 2.4.7 below.

## **2.4.1 Industry Risks**

Impact of possible decline in the Issuer's industry on its activities and fulfilment of the obligations under securities. Major (according to the Issuer's opinion) possible changes in the sector (separately in domestic and foreign markets) as well as prospective actions of the Issuer in this care shall be given herein:

Foreign Market:

The Issuer is exposed to comparatively moderate external industry risks. According to Moody's international rating agency, annual default frequency in the electricity sector is projected at 7,3% within last ten years. (See Moody's Investors Service, Special comment): Annual Default Study: Corporate Default and Recovery Rates, 1920-2015).

In 2016 PJSC RusHydro took the 127th position (compared to the 137th position in 2015) in the ranking of 250 leading energy companies of the world according to Platts (2016 Platts Top 250 Global Energy Company Rankings).

While composing the ranking, the financial performance of public enterprises of the energy sector with total assets of more than 5 million US dollars was used. Assessment is based on the following financial metrics: asset value, revenues, profits and return on invested capital for the last fiscal year.

Domestic Market:

The Issuer is exposed to industry risks mainly due to the possible changes in the electric power industry.

On the one hand, it is to be noted that decrease in uncertainty of work of the Issuer on the wholesale market power associated with the transition in 2015 on a long-term model for competitive selection of power required by Rules of the wholesale electricity and capacity market (Approved by regulation of the Government of the Russian Federation No. 1172 dated December 27, 2010). As a result of competitive selection of power held in 2015-2016

the price of power for the period to 2020 (inclusive) was defined. The increase predictability of prices for future periods reduces the level of industry risk.

At the same time as part of the continuing reforming of the energetics, the norms governing the Russian power market, as well as the norms applied to market liberalization, specification of power tariffs, functioning of the capacity market, and relationships between power manufacturers and consumers are subject constant changes. Since the official beginning of the reformation in July 2001, the implementation term of the reformation stages and the scope of these stages have changed several times.

As part of the risk management industry Issuer undertakes the necessary measures to create a favourable legal framework for electricity and capacity market for the Issuer. To realize this goal, the Issuer is involved as an expert in the process of drafting legal acts in the field of electricity at the sites of the Ministry of Energy of the Russian Federation, the Association "NP Market Council" and the Federal Antimonopoly Service.

Along with the existing risks inherent to the Russian electric power and capacity market, a large number of operational, commercial, engineering, management, regulatory, and other risks may arise, which are difficult or impossible to foresee at present and which are outside the control of the Issuer. Such changes and associated uncertainty may have a material, adverse effect on the Issuer's business activity, its income, and results of its operations.

The Issuer is exposed to the competitive expansion risk on the retail market due to activation of power supply companies aspiring to render services to large consumers. In order to manage that risk, the Issuer is focused on the work with the customer base. Measures on risk elimination related to loss of consumers are following:

- - Individual relationship building with large consumers;
- - Promotion of the company on key consumer markets;
- - Transfer to new relations with consumers: increase of consumer services, considering needs and expectations of customers, and with strict observance of obligations
- - Continued status of guaranteeing supplier for concentration of the customer base and reduction of costs per energy unit by trade companies of the Issuer.

According to the Issuer's assessment, the decline in the industry may be related to the following groups of risks:

1 Operational (production) risks related to wear and tear, infringement of operational conditions, and critical changes in equipment working conditions. Realization of such risks may result in equipment breakdown (emergency cases) and destruction of facilities. Systematic emergencies may result in power system separation, rolling blackouts of consumers, and operation of capital equipment under critical conditions.

Hydroelectric power plants are essential for provision of the required quality of power supply covering uneven sections of daily load curves and being a short term operative and emergency power reserve.

Unsatisfactory equipment conditions due to its wear and tear are one of the central causes of operational risks, which are, but are not limited to:

- Decrease in the operational and economic indicators of hydropower plants;
- Risk of emergency resulting in a lack of electric power and grave environmental and social consequences
- Operation of engineering devices at hazardous production facilities (operation of pressurized lifting installations and equipment) of the branches and PJSC RusHydro beyond the normative period that significantly increases the risk of emergency and accidents occurring at hazardous production facilities
- risk of personnel injury and death

Moreover, the Issuer's equipment is to a large extent subject to natural disasters, technical failures, etc. These factors can lead to decrease in reliability of equipment, an increase in the likelihood of failures and the cost of maintenance.

Action plan for management of these risks:

Industrial operational risk management of PJSC RusHydro branches forms the basis for decision making on technical and engineering issues by the Issuer when planning equipment technical influence programs (within prospective technical reconstruction and modernization, repair, and maintenance program).

To manage the risks related to production assets' reliability more effectively, PJSC RusHydro actively implements various methods of risk management, including implementation of technical policy requirements.

The probability of equipment failure is assessed as standing referring industry average. All the Issuer's main production facilities are insured. In addition, a set of measures is implemented to ensure the reliability of the equipment and facilities at the adequate level, i.e.:

- planned repair works are carried out in full extent;
- The Technical Policy, approved by the Board of Directors (Minutes No. 133 dated September 05, 2011), is applied in the Company, and it is based on the principle of achieving of the Company's strategic aims, integrated management of the Issuer's engineering system, transparency and economic feasibility of adopted engineering decisions. In 2011, the Board of Directors approved the Comprehensive Modernization Program (hereinafter

referred to as 'CMP\') for Generating Facilities for 2012–2025. The aim thereof is to maintain the long-term reliability and safety of generating facilities of PJSC RusHydro in the long run. In 2016 the capacity gain due to PTP realization was 66, 5 MW. Modernization of the equipment is accompanied by improvement of operational and environmental performance. The new turbines and generators, designed and manufactured in accordance with the current level of power engineering have a higher efficiency, longer run and require lower repair costs, more reliable and secure.

- Modern diagnostics methods without equipment shut down are implemented.
- The structure and volumes of spare parts are optimized.
- A tender selection of service and supply organisations is performed to improve the quality of services and materials provided, increase contractors' responsibility, and reduce the cost per unit.

Risk management within compliance with the industrial safety requirements throughout the production risk management structure of PJSC RusHydro branches is ensured on the basis of the effective system of production control over compliance with the requirements of industrial safety at hazardous production facilities at the branches of PJSC RusHydro developed on the basis of industrial safety requirements of the federal legislation.

2 Environmental risks expressed in the form of oil leakage to water bodies from the hydroelectric generating set of HPPs and the exceeding of dam (storage reservoir) benchmarks in the upstream and downstream pools.

Fines for possible oil leakages will not affect the creditworthiness of the Issuer, so this risk may be considered to be insignificant. Furthermore, during implementation of actions stipulated by the prospective technical reconstruction and modernization program, the Issuer replaces the elements and units of the hydroturbines with modern facilities, the design of which ensures high ecological compatibility of the production process. An example was introduced in September 2015 for use on the Cheboksary GES RusHydro of reconstructed hydraulic unit (GA) number 2. Water turbines of Cheboksary GES are environmentally friendly designed with oil-free bushings impellers. This prevents even the hypothetical possibility of oil entering the water.

The rising of water level in storage reservoir in the upper or lower benchmarks could result in the flooding of coastal areas where the production/residential facilities and natural complexes are located.

Action plan for management of these risks:

The storage reservoir level control is carried out in strict compliance with the schedule issued by the Inter-Agency Operational Team. To prevent waterlogging, protective dams and installations are used. It is the owners' responsibility to ensure their proper condition and timely fortification of disintegrating dam sections. The Issuer shall for its part timely inform water consumers based on meteorological forecasts for the period of flood inflows on possible river levels to allow them to adopt the necessary protection measures.

To improve the environmental protection management process further, PJSC RusHydro implements on the basis of gained experience on implementation of the provisions of international standard ISO 14001 on the range of objects of the RusHydro Group the development of the Regulation on environment control of RusHydro Group.

The environment audits of affiliate branches are conducted on the regularly basis. Recommendations issued based on the results of environmental audit are implemented in accordance with the Inconsistencies Elimination Action Plans.

On November 2016 PJSC RusHydro was the winner of the Second All-Russian competition "MediaTEK" in the category "Social and environmental initiative". PJSC RusHydro has become the winner of the Russian competition "MediaTEK" for the second time. In 2015, PJSC RusHydro charity projects in the field of environmental protection were awarded in the category "Environmental standard."

PJSC RusHydro is among the top ten leaders of rating "Environmental Initiative of Russian companies in the media. Mining and metallurgy" prepared by the Institute of Modern Media (Modern Media Research Institute) in collaboration with the TV channel "Living Planet" on the results of the 1st half of 2016.

3 Risks related to construction of own power supply facilities by large consumers.

One of the objectives of the reformation of the Russian power industry is to create competition within Russian power generation and power supply sectors. Construction of own power supply facilities by large consumers may result in competitive expansion and reduction of the Issuer's future power production and sales volumes.

To decrease this risk, the Issuer performs active work with its consumers aimed at establishing mutually advantageous and long-term relations.

Additional actions by the Issuer for mitigation of the said risks:

- Increase in operating performance through implementation of a program to reduce operating costs and make savings.
- Work on increasing the share of long-term contracts for power supply in the total volume of executed contracts.

- Implementation by the Issuer of a balanced financial policy.

#### 4 Risks related to uncertainty of power generation ("water content" risk) and demand forecast.

The risk of power generation uncertainty for the Issuer involves the impossibility of precise forecasting of the volumes of power generated in the mid-term and long-term. This risk basically affects fulfilment of the Issuer's obligations on power supply on the wholesale electricity (and capacity) market. The Issuer may face the inability to supply the electricity required by generation agreements and, as a consequence, may have to buy additional volumes at higher prices on the wholesale market.

The Issuer may also face the risk of annual, seasonal, and daily fluctuations of energy demand owing to weather conditions and other factors. Demand for electricity is usually higher from October to March because of more prolonged nights and colder weather, within days during office hours. Taking into account the production flexibility of HPP results in a maximum production capacity of the Issuer's participate in the regulation for the periods indicated resulting in a complete workload of the Issuer's capacity within the stated periods. In this connection, the Issuer may face the risk of economically inefficient capacity utilization during the high demand for electricity and the inability to compensate for lost income over the period of diminution in the demand for electricity due to the limited amount of drawdown of reservoirs.

The Issuer's action plan for management of these risks:

This risk is minimized within the framework of conducting production and marketing activities of PJSC RusHydro, including through the following activities

- Protection of the HPP's interests at the Interdepartmental Operating Groups of the Federal Water Resources Agency
- Execution of hedging bilateral agreements for the day-ahead market (including purchase of electric power as collateral for obligations).

In accordance with the foregoing, the Issuer believes that the possible decline in the Issuer's industry, adverse changes in the operation and production process, and construction of own power supply facilities by large consumers may affect the Issuer, but shall not substantially affect fulfilment of its obligations under its securities.

#### 5 Risks related to possible changes of prices for raw materials and services used by the Issuer (separately on domestic and foreign markets) and their influence on the Issuer's activities and fulfilment of the obligations under securities:

Foreign Market:

Risks inherent in the volatility of global prices for raw materials and services used by the Issuer in its activity have no impact on the Issuer's activity, as the share of import deliveries for the Issuer is insignificant.

Domestic Market:

Since the key raw material for the Issuer during electricity generation is water resources, and no increase in the water tax rate over the price for electricity is forecast, risks inherent in a possible change in the raw material price are insignificant.

#### 6 Risks inherent in a rise in prices for equipment and other material and technical resources used by the Issuer in its activity:

Foreign Market:

Risks inherent in volatility of global prices for equipment and other material and technical resources used by the Issuer in its activity have no impact on the Issuer's activity, as the share of imports in equipment cost is insignificant.

Domestic Market:

These risks are principally due to inflation processes in the national economy and may be minimized by the following measures:

- Improvement of operational efficiency by implementation of programs on reducing production costs and making savings (creation of competition in the works and services procurement sector, contracting with a firm contract price, optimization of repair and maintenance, capital construction costs, etc.)
- Implementation of a balanced financial policy as regards compliance with the payment discipline to mitigate insolvency risks and procurement of financial stability of the Issuer and compliance with standards of business planning

The risk shall not materially influence performance of the Issuer's obligations under securities.

#### 7 Risks related to possible changes of prices for the Issuer's products and/or services (separately on the domestic and foreign markets), their influence on the Issuer's activities and fulfilment of the obligations under

securities:

Foreign Market:

The Issuer does not export electricity on the foreign market, so in this respect, risks inherent in a possible change in prices for products and/or services on the foreign market are absent.

Domestic Market:

The most significant risks for the Issuer are those related to possible decrease in sales prices for electric power and capacity on the wholesale market. Realization of these risks leads to a decrease in revenue of the Issuer.

In present the above mentioned risk is assessed as being insignificant.

8 The influence of a possible decline in situation in the Issuer's industry on its activities and fulfilment of obligations under securities:

Foreign Market:

The Issuer does not export electricity to the external market, and therefore the risks associated with a possible worsening of the situation in the global power industry, which do not affect the Russian market, are missing for the Issuer.

Domestic Market:

The Issuer is the largest hydropower company in Russia. The Issuer believes that the possible decline in the Issuer's industry, adverse changes in the operation, and production process, construction of own power supply facilities by large consumers may affect the Issuer but shall not substantially affect fulfilment of its obligations under securities.

## ***2.4.2 Country and Regional Risks***

**Risks inherent in the political and economic situation in a country (countries) and region, where the Issuer is registered as a taxpayer and/or performs its primary activity, provided that primary activity of the Issuer in such a country (region) brings 10 and more per cent of income for the last complete reporting period preceding the Offering memorandum approval date.**

### **Country Risks**

The economy of the Russian Federation has no protection against market recessions or a slowdown in global economic development. The volume decrease of foreign investments in the Russian economy and vulnerability of the Russian economy for changes in international prices for energy products may lead to vital limitation of the Company's access to capital and adversely affect the purchasing ability of the Company's consumers

Furthermore, due to the world financial market crisis and a slump in industrial production, there is a risk of a drop in demand for power, which may lead to a reduction in sales volumes and in the Issuer's proceeds, as well as a risk of accounts receivable growth due to non-payment by power consumers.

Exposure to country risk may be indirectly assessed by credit rating with some assumptions (without political risks for business). The international rating agency Standard & Poors Global Ratings (S&P) improved the outlook on the sovereign rating of the Russian Federation from "stable" to "positive". S&P has left unchanged the long-term rating of Russia for foreign currency obligations at the level of BB +, in national currency - BBB-. At the same time, the rating outlook was upgraded from "stable" to "positive". According to analysts, the external risks for the Russian Federation decreased, the Russian economy is adapted to low world market prices for raw materials. The downgrade of ratings can occur if geopolitical developments will lead to a tightening of sanctions foreign states against the Russian Federation.

### **Political Risks**

Due to the tightening of control on the part of energy sector regulatory agencies, the Issuer is taking steps necessary to avoid a detrimental effect of the above-mentioned risks on its activity. In particular, key attention is paid to ensuring transparency and reliability of control procedures for expenditure of budgetary funds under implementation of the Issuer's investment program, as well as implementation of risk management measures, as described in this section.

### **Regional Risks**

The Issuer is registered as a taxpayer in Krasnoyarsk Territory (Krasnoyarsk Krai) but the productive assets and the operations themselves are carried out in many regions of the Russian Federation. In this respect it is possible to define specific risk in two regions: risks inherent in potential terrorist activity are a burning problem for the North Caucasus, and the Far East is characterized by seismic activity and inaccessibility of certain areas. Measures are being taken in respect of these risks and they are described in the following two sections. The risk



on the whole is assessed as insignificant.

**Assumed actions of the Issuer in the event of an adverse effect of changes in the situation in the country (countries) and the region (regions) on its activities.**

In the event of a significant restriction of access to the capital of the Issuer, the Issuer intends to carry out all actions aimed at reducing the impact of such events on their activities, by optimizing the use of leverage.

In order to diversify the country risk the Company, co-operation with European, Asian, and Latin American partners is developing in accordance with previously-signed inter-company agreements.

It is also worth noting the following: the growing volume of interaction of the Russian Federation with the partners in the SCO and BRICS, the establishment of new financial institutions and the arrival to the country capital data partners that influence country risk in the direction of its decline.

In order to ensure maximum transparency of expenditure of budgetary funds allocated by the state for the development of power industry of the Far East, PJSC RusHydro has formed a mechanism to Ministry of Economic Development, Ministry of Energy and the Accounts Chamber of the Russian Federation continuously assess and analyse the progress of the project, check the effectiveness of capital investments and monitor targeted use of funds. Transparency of use of funds shall be ensured by PJSC 'Sberbank' through the system of separate bank accounts, which are opened for each participant of the building. Independent of price and technology audit of design and estimate documentation for each project are carried out by engineering companies, selected by OJSC Sberbank on a competitive basis. For more information on the parameters of the target budget spending control system can be found in a special section of the RusHydro's website "Development of the Far East Energy" at the following weblink: [http://www.rushydro.ru/activity/razvitiye\\_energetiki\\_dalnego\\_vostoka/](http://www.rushydro.ru/activity/razvitiye_energetiki_dalnego_vostoka/).

Changes in the situation in the country and regions of the Issuer's activities, the nature and frequency of such changes, and risks inherent thereto are difficult to predict, as it is the case with their effect on the future activities of the Issuer. Most of these risks are beyond the control of the Issuer due to their global scale. In case of disruption in the situation in the Russian Federation or the regions, which may adversely affect the Issuer's activities, the Issuer's management will undertake a number of actions for crisis management to mitigate to the greatest possible extent the adverse effect of the situation on the company.

**Risks related to possible military conflicts, imposition of a state of emergency or strikes in the country and region where the Issuer is a tax resident and/or carries out its principal activities.**

In case of possible military conflicts, as well as a threat of terrorist exposure to the Issuer's facilities (including under conditions of an aggravated international situation), there are possible risks of personnel death and capital asset breakdown. The Issuer's region of registration and many regions of the Issuer's activities are characterized by a peaceful political situation. The probability of military conflicts, a declaration of a state of emergency and strikes in these regions is minimal, except for constituent entities of the Russian Federation located on the border with Ukraine and in the North Caucasian Federal District. In connection with possible escalation of the Georgian-Ossetian conflict, the described risk may arise in the region of the Issuer's activities — the Republic of North Ossetia-Alania.

According to the results of sabotage at the Baksanskaya HPP (July 21, 2010) and detection of an explosive device at the Irganayskaya HPP (September 7, 2010), the Issuer carried out comprehensive reassessment of safety systems at every facility. According to its results, a comprehensive plan for protection enhancement at the Issuer's facilities has been implemented, within which changes in the safety program at the Issuer's plants, including those in progress, have been introduced.

In case of this risk occurrence, the Issuer will take actions to mitigate the consequences thereof, including:

- Evacuation of personnel and construction equipment located in close proximity;
- Enhancement of security of the Issuer's facilities by engaging additional forces of the Ministry of Internal Affairs of the Russian Federation in order to prevent risks.

**Risks related to geographic features of the country and region where the Issuer is registered as a tax resident and/or carries out its principal activities, including the heightened danger of natural disasters, possible cessation of transportation due to remoteness and/or inaccessibility, etc.**

Generally, the regions of the Issuer's activity are characterized by a well-developed transport infrastructure and are not exposed to risks connected with termination of transport connection. In this respect, some generating assets of the Issuer are located in remote areas with a severe, harsh climate, including in Krasnoyarsk Territory (Krasnoyarsk Krai) and some areas of the Far Eastern Federal District. The Issuer constantly advances technologies of access to and work in severe weather conditions of these areas. However, there is no guarantee that the Issuer will not incur additional expenses in overcoming technical difficulties associated with climate and accessibility of these areas, which may exert a negative influence on the Issuer's business, income, financial standing, performance, and prospects. In the foreseeable future, these risks are assessed by the Issuer as insignificant.

Risks also related to geographic features of regions also may include the risk of losses (for instance, lay up of fixed assets) in connection with seismic activity, avalanches and mudslides, possible landslides and rain-caused

floods, as well as other adverse weather conditions (tornadoes, strong snowfalls and frost, etc.). The majority of the Company's facilities is located in seismically quiet regions, however, such facilities as the Pauzhetskaya GeoPC and the Verkhne-Mutnovskaya GeoPC are located in an earthquake zone with potential earthquake strength up to 9 on the Richter Scale. An emergency action plan has been developed in the event of earthquakes with continuous monitoring of the situation. Transport connection is being elaborated in advance with a focus on the aforesaid risk, cargo and personnel delivery scheme being optimized.

### **2.4.3 Financial risks**

**Exposure of the Issuer to risks inherent in a change in interest rates, foreign currency exchange rates, due to activity of the Issuer or due to hedging performed by the Issuer with a view to reduce adverse effects of the above risks.**

**Exposure of the Issuer's financial standing, its liquidity, sources of funding, performance, etc., to a change in currency exchange rate (exchange risks).**

The financial status of the Issuer, its liquidity, sources of financing and performance results do not depend heavily on foreign exchange differences and interest rate changes.

The Issuer sells power on the domestic market of the Russian Federation. The settlements with suppliers of the resources, accrual and receipt of payments from power consumers are performed mostly in the Russian currency: Russian roubles. Influence of volatility of the exchange rate of the national currency of the Russian Federation on the Issuer's financial status is assessed as insignificant.

The Issuer's obligations are also primarily denominated in rubles. Therefore, the Issuer's exposure to risk of changes in foreign currency exchange rates is estimated by the Issuer as insignificant.

**Expected actions of the Issuer in the event of a negative impact of changes in currency exchange rate and interest rate on the Issuer's activity.**

Due to the deteriorating of international situation, economic sanctions and other force majeure could increase the risk of the Issuer's access to credit difficulties foreign counterparts, more expensive debt issuer, losses due to increased foreign exchange rates and interest rates. Controlling these risks is to reduce the limits for counterpart banks to lower the ratings of stress-testing of possible losses due to the growth of currency rate and interest rates on the Issuer approved the procedure of currency control and interest rate risks, legal support of contractual base.

Loan portfolio of PJSC RusHydro is represented mainly by borrowings with a fixed interest rate.

04.24.2017 international rating agency S & P Global Ratings has raised RusHydro's long-term credit rating on the international scale to the level of the sovereign rating of the Russian Federation ("BB +" / Positive).

09.06.2017 international rating agency Fitch Ratings has raised the outlook to stable, confirming RusHydro's long-term credit rating on the international scale at "BB +". The Fitch Ratings report notes that the increase in the company's credit rating reflects improved operating performance, creditworthiness and financial strength of RusHydro Group, as well as expectations for maintaining their positive dynamics. Analysts at Fitch Ratings have assessed the company's high liquidity level, incl. Confirmed limits to financing from the largest Russian banks and access to the capital market, RusHydro's strong market positions in the industry, as well as maintaining a high level of support from the state.

**Influence of inflation on payments on securities.**

The inflation level directly depends on the political and economic situation in the country. The inflation rate dynamics is connected with general change dynamics in interest rates.

The adverse effect of inflation on financial and economic activities of the Issuer may result from the following risks:

- risk of loss related to a decrease in the actual cost of accounts receivable in case of significant deferral or delay in payment;
- risk of increase in the cost of Issuer's obligations;
- risk of increase in product, works and services cost due to an increase in prices for energy resources, transport expenses and salaries, etc.;
- risk of decrease of actual cost of funds raised for financing the investment program.

Inflation growth significantly affects the financial performance results of the Issuer. It may lead to an increase in the Issuer's costs as a consequence to a fall in profits and in the profitability of activities. In addition, the rise in inflation is connected with increasing of borrowing costs for the Issuer, which is characterised by risk of lack of working capital.

**According to the Issuer, inflation has a critical influence on securities payments, inflation levels as well as expected actions of the Issuer with regard to a decrease in the above risk.**

Taking into account the level of potential earnings of the Issuer's activity, the critical inflation level under which the Issuer would have difficulties, is equal to at least 20 % per annum.

According to data of Federal Statistics Service of Russia (Rosstat), the annual inflation rate in the Russian Federation (CPI) in 2016 reached its lowest level since 1991 - 5.4% vs. 12.9% in 2015. According to the forecast of socio-economic development of the Russian Federation for 2017 and the planning period of 2018 and 2019's, the Russian Ministry of Economic Development published, the rate of annual inflation no higher than 4.5% estimated in 2017 for all forecast variants.

In the event of a rise in inflation, the Issuer plans to raise working capital turnover by amending contractual relations with its consumers.

**Indicators of the Issuer's financial statements subject to change to a greater extent as a result of the aforesaid financial risks. Risks, probability and nature of changes in statements.**

Risk	Probability	Indicators of financial statements subject to change to a greater extent as a result of the said financial risks	Nature of changes in statements
Increase in loan rates of banks	Low	Balance sheet (form No. 1): Accounts payable (other creditors) Statement of Financial Performance (form No. 2): 1) Interest payable 2) Net profit	Profit decrease, increase of debt service costs
Exchange risk	Average	Balance sheet (form No. 1): 1) Accounts receivable 2) Accounts payable 3) Cash Statement of Financial Performance (form No. 2): 1) Other income and expenses 2) Net profit 3) Interest payable	Growth in investment costs, increase in accounts payable, growth in other expenses, increase in expenditures connected with interest and reduction of net profit
Inflation risks	Low	Statement of Financial Performance (form No. 2): 1) Other expenses 2) Cost of goods, products, works, services sold 3) Net profit	Profit decrease

#### ***2.4.4 Legal Risks***

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

#### ***2.4.5 Risks of loss of goodwill (reputation risk)***

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

#### ***2.4.6 Strategic Risk***

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

#### ***2.4.7 Risks Related to the Issuer's Activities***

##### **Risks inherent in current litigation, in which the Issuer is involved.**

There are no litigation, involvement in which may dramatically affect financial and economic activities of the Issuer.

##### **Risks of the inability to renew any of the Issuer's licenses for any specific type of activity or to use**

**any facilities that have limited transferability (including natural resources).**

The Issuer does not use in its activity facilities which are limited in turnover (including natural resources), does not engage in banking, insurance activities, is not a professional securities trader or investment fund. The Issuer likewise does not extract commercial minerals and does not render communication services.

After establishment of the institution of self-regulated organisations (SRO), licensing of construction activities has been replaced since January 01, 2010, with a competency certificate to be granted by the SRO. Subsidiaries of PJSC RusHydro joined NP ENERGOPROJECT (self-regulating organisation in the field of project activities), NP ENERGOSTROY (self-regulating organisation in building activities), and NP AISS (self-regulating organisation in engineering surveys). The Issuer is a member of SRO NP “EnergoStroiAllians” Association.

Work permits for activities involved in building, refurbishment, and overhaul of capital construction projects, front-end engineering design of capital construction projects, and engineering surveys of capital construction projects have been received by construction, repair, design, and research and development subsidiaries and affiliates of PJSC RusHydro Subsidiaries Company.

The Issuer shall meet all license requirements in full and on time, the Issuer does not foresee any difficulty in renewal of current licenses (the complete list of the Issuer's licenses is disclosed in Clause 3.2.5. “Information on the Issuer's Authorizations (Licenses) or Permits for Separate Types of Works”) of the present quarterly report), is not projected by the Issuer.

These risks are assessed by the Issuer as insignificant.

**Risks related to potential liability of the Issuer for debts of third parties, including subsidiaries of the Issuer.**

Liability for debts of subsidiaries may be incurred as stipulated by the applicable laws of the Russian Federation, namely, if the Issuer's instructions binding on subsidiaries result in losses or bankruptcy of subsidiaries. The probability of these risks is low.

Due to acquisition during the course of the issuance in 2011–2013 of PJSC “RAO Energy Systems of East” shares by the Issuer, the Issuer integrated all business processes of two companies in order to detect and manage new risks. As a result the project has been implemented for creation of the corporate risk management system of “RAO ES of East” Holding in accordance with the Issuer's Risk Management Policy.

In Q. 1, 2017 the procedure of integration of executive branches of PJSC RusHydro and PJSC RAO ES of the East was implemented aimed to rise in rates of manageability to the better practices.

In Q. 1, 2017 the Issuer also closed a transaction with PJSC Bank VTB on provision of equity financing to the Issuer in the amount of RUB 55 million . Funds attached from PJSC Bank VTB were completely allocated for refunding of credit debt and loan funds of Holding Company PJSC RAO ES of the East, resulting in decrease of the external debt of the companies of Holding Company PJSC RAO ES of the East for more than 60 per cent.

**Risks related to loss of possible consumers, providing turnover amounting to at least 10 per cent of the total revenues from sales of the Issuer's products (works, services):**

Due to the fact that the Issuer sells practically all produced electricity on the wholesale market, this risk is insignificant.

**Other risks related to the issuer's activities**

The Company is actively working on prevention of corruption. Under Resolution No. RP-39 of the President of Russian Union of Industrialists and Entrepreneurs (hereinafter RUIE) dated June 07, 2013, No RP-39 the Issuer was included in the Consolidated Register of Participants in the Anti-Corruption Charter of Russian Business. The essence of this instrument is implementation of special anti-corruption programs and practices by companies that affect not only the situation in the company, but also relationships with business partners and with the state. The Charter provides for the waiver of preferences, procurement through open bidding, financial control, training and work with personnel, assistance to law enforcement agencies, and other measures. In autumn 2014 the RSPP experts acknowledged efforts to prevent corruption in the PJSC RusHydro one of the best among the companies participating in the Anti-Corruption Charter of Russian Business. This conclusion is made on the basis of monitoring the implementation of the Charter. The assessment conducted by the Issuer detected full compliance of JSC RusHydro with the provisions of the Charter. The Issuer improves the internal control and risk management system on a regular basis. In May 2017, PJSC RusHydro sent to the Russian Union of Industrialists and Entrepreneurs (RUIE) the Declaration on Compliance with the provisions of the Anti-Corruption Charter of Russian Business. The anti-corruption measures which are in force towards to the company are named in the declaration. It was noted that the internal documents of JSC “RusHydro” adopted for the purpose of prevention and combating corruption correspond to the Charter. The business processes with increased corruption risks are detected and regulated within the organization; anti-corruption measures are carried out by the management of the Company, work aimed at preventing conflicts of interest is carried out within the Company. Potential economic partners in the course of their selection are tested for compliance with anti-corruption requirements

As a result of the consideration of the Declaration, the company's participation in the Charter has been

extended for two years.

Pursuant to Regulation No. 883 of the Government of the Russian Federation dated October 07, 2013, specifying the list of companies, directors of which shall submit information on income, expenses, property, and property obligations, which includes PJSC RusHydro, the company set itself the task of optimizing such work both in relation to efforts and accuracy of submitted information. As a result, the algorithm for detection of concealment of information and conflict of interest (declared or secret participation in legal entity having relations with any company from the RusHydro Group) was automated, information collection was automated for due diligence concerning revelation of a conflict of interest within RusHydro Group, statement preparation within the declared campaign was also automated, and the number of errors was decreased when completing declarations on account of built-in protection from input errors. The program was called "Client of Affiliates" and certificate thereto No. 2014617320 dated July 17, 2014, was issued by Rospatent.

The Code of Corporate Ethics, Regulations on notification of the employer regarding facts of inducing employees to commit illegal actions, Regulations on notification of gifts received by the employees due to hospitality events, business trips, and other formal events, and Regulations on prevention and settlement of conflicts of interest have been implemented. In October 2015 the Anti-corruption policy of PJSC RusHydro, of the Board of Directors of PJSC RusHydro was approved. Information and campaign materials were developed and coordinated, warning about the responsibility for illegal actions. Trust Line operates on an ongoing basis. Uninterrupted operation of the telephone line for Trust Line is ensured. Mechanisms for periodic performance checks of the communication line for Trust Line with recording of information about its faults have been developed and implemented. Trust Line webpages at the Company's official website are improved.

#### **Risks related to the actions of third parties:**

1 Failure to fulfil obligations within the term stipulated by a contract may result in untimely commissioning of power generating equipment and that will affect power generation.

2 If default under contracts takes on massive proportions as regards the term of completion of works, this may lead to an extension of the term for completion of repair works and lead to depreciation of capital funds, that may adversely affect operational reliability of power plant equipment.

3 Contractors, due to their substandard management and performance of works, may impair plant equipment, which may result in equipment emergency stops potentially affecting power generation.

4 Risks inherent in trade unions and retention of qualified managerial personnel.

These risks are assessed as insignificant due to the significant efforts undertaken by the Issuer with respect to staff retention and development, in particular, creation of a specific order for specialist training, recovery of human resources of the hydropower industry with secondary technical education, creation of "Young Hydropower Workers" circles based on youth technical creativity centres within the corporate footprint of the Issuer, enhancement of interaction with educational specialized universities and scientific institutes.

Special attention is paid to increasing motivation, material and moral incentives, and social protection of staff.

The PJSC RusHydro policy in relation to employees is based on the following principles:

- - Increase in qualification of the employees through implementation of training programs
- - Granting the best social packages in the electric power industry to its employees
- - Development of the employee motivation/stimulation system for the purposes of growth in efficiency of staff and the Issuer as a whole

Due to the need for staffing provision for commissioning capacity of major new construction projects in the framework of the investment program of the Issuer and the implementation of key objectives of the Issuer's production plan, such as maintenance of reliable and uninterrupted operation of facilities and increase in operating performance, mitigation of human factor risks by means of better professional training and staff accountability at all levels, in September 2010, Chairman of the PJSC RusHydro Management Board, approved the Human Resources Priority Development Concept within the campaign From New School to Work Area and program of its Implementation. The primary objective of the program is to develop technical education and increase the prestige of technical professions creating conditions to satisfy the needs of PJSC "RusHydro in professionals educated in a quality manner, who are expected to operate the PJSC RusHydro capacities, both current and planned for commissioning, and to maintain their reliable and uninterrupted operation.

The risks of it being impossible to conclude an agreement under terms and conditions acceptable for employees is assessed by the Issuer as insignificant in the medium term. The risk of it being impossible to select qualified managerial personnel is minimized by the Issuer's measures on creation of a candidate pool and training of newcomers in specialized professions. In this respect a number of partner agreements with specialized universities have been concluded.

5 Covenants in credit agreements.

In accordance with the terms and conditions of certain credit agreements, the Issuer is obliged to execute imposed financial and other conditions limiting its ability, among other things, to pledge property or create other encumbrance, acquire assets, or invest, sell, transfer, or otherwise dispose of its assets or accounts receivable, carry

out a merger or acquisition, or insert amendments to its business or dividend payment policy. The terms and conditions of credit agreements require that the Issuer achieve certain financial ratios. The necessity to adhere to financial ratios and other restrictions may prevent the Issuer from executing its business strategies. Moreover, any restriction violation indicated in credit agreements by the Issuer may cause a default of such obligation and, correspondingly, immediate debt repayment. The consequence thereof may be a significant adverse effect on business, income, financial standing, performance of the Issuer and its ability to fulfil obligations, as well as pay dividends.

The Issuer has formalized a control process concerning covenant observance (the relevant local normative act is in force); when management decisions are made, these risks are assessed on a permanent basis. Therefore, the Issuer considers these risks to be insignificant.

6. Observance of terms and conditions of credit agreements with SC Vnesheconombank.

On their part RUSAL and PJSC RusHydro control observance of established projected timetables, they also monitor observance of indicators stipulated by credit agreements.

7. Occupational Health and safety.

Powers, responsibilities, and accountability in the occupational health, safety, and security management system at facilities are distributed from the site manager to employees in accordance with administrative and functional subordination under local administrative and regulatory documents of the facilities (orders, regulations, procedures).

In PJSC RusHydro strict observance of occupational safety standard are of all employees performing work at the Issuer's facilities are carried out.

Monitoring of compliance with safety standards in PJSC RusHydro is entrusted to occupational safety and health division and production supervision, monitoring of compliance with safety standards in the production of specific activities is entrusted to the responsible supervisors.

Facilities have the full, necessary regulatory technical and legal base, and local normative documents (occupational safety regulations) for all professions and types of work have been elaborated.

Blue-collar employees have monthly briefings on 3–4 health and safety matters as a whole and also on profession and types of performed work in particular.

Blue-collar employees pass an annual test of their knowledge of health and safety standards.

Management of all levels involved in production is also briefed and their knowledge are tested.

Workplace employment conditions compliance certification is carried out at all facilities of the Issuer.

The special assessment of working conditions (certification of workplaces) involves independent specialized organizations.

Specialized medical institutions are engaged for mandatory periodic medical professional examination.

Independent specialized organisations are engaged to assess safety of hydraulic structures and equipment.

PJSC RusHydro has an effective alert system which immediately inform about all undesirable events (incidents).

Each and every incident is subject to investigation.

Hazardous production facilities of the Issuer are operated in accordance with the legislation pertaining to production safety: a system is used for industrial control over compliance with the industrial safety requirements, the necessary authorization documents are available on operation of hazardous production facilities (hereinafter referred to as 'HPF'), risk of civil liability during operation of hazardous production facilities is insured, and the personnel of the Issuer facilities is certified in the area of production safety.

Fire safety declaration have been elaborated. Activities in the field of fire safety in the Issuer's production facilities is carried out strictly in accordance with the requirements in the field of fire safety legislation.

In all of the Issuer's facilities, the declarations of safety of hydraulic structures are designed and maintained to date.

The Issuer's action plan for management of these risks:

- - Tightening of control over activity of the Issuer's contractors and subcontractors at facilities;
- - Insuring the power plant equipment against damage by third-party operations
- - Granting work permits only to qualified personnel
- - Claim administration works with contractors who have violated works performance timeframes as regards payment of discharge for default under a contract
- - Monitoring progress of works performance at the plants on a monthly basis

*This section covers only risks which the Issuer deems to be insignificant. Other risks not covered by this section are also possible. Any other risks unknown to or insignificant for the Issuer at the moment potentially may also negatively affect the Issuer's business activities and fulfilment of its obligations, as well as dividend payments.*

## III. Detailed Information on the Issuer

### 3.1. History of the Issuer's Foundation and Development

#### 3.1.1. Information on the Issuer's Corporate Name (Name)

Full corporate name of the issuer

- in Russian: **Публичное акционерное общество «Федеральная гидрогенерирующая компания - РусГидро» (Publichnoye aktsionernoye obshchestvo «Federal'naya hydrogeneriruyushchaya kompaniya - RusHydro»);**

- in English: **'Public Joint-Stock Company Federal Hydro-Generating Company – RusHydro;**

Date of introduction of the current full corporate name: **July 06, 2015 .**

Abbreviated corporate name of the issuer

- in Russian: **PJSC 'RusHydro'**

- in English: **PJSC RusHydro**

Date of introduction of the current full corporate name: **July 06, 2015**

*The full or abbreviated corporate name of the issuer is not similar to the name of another legal entity.*

*The Issuer shall use the full company name, location (legal address), taxpayer's identification number and/or assigned individual basic state registration numbers in official contracts and documents for its own identification.*

Corporate name of the Issuer (name for non-profit organisation) registered as trademark or service mark.

**Information on registration of the specified trademarks:**

**Certificate of trademark (service mark):**

No. 454339, registered with the Public Register of Trademarks and Service Marks of the Russian Federation on February 20, 2012, the registration will expire on July 02, 2019;

No. 454053, registered with the Public Register of Trademarks and Service Marks of the Russian Federation on February 16, 2012, the registration will expiry on February 16, 2021;

No. 440951, registered with the Public Register of Trademarks and Service Marks of the Russian Federation on July 13, 2011, the registration will expiry on February 16, 2021;

No. 453894, registered with the Public Register of Trademarks and Service Marks of the Russian Federation on February 15, 2012, the registration will expiry on February 16, 2021.

*The corporate name of the Issuer used to be changed within its existence period.*

*The organizational and legal form of the Issuer was never changed.*

**The list of all previous, entire or abbreviated, company names of the Issuer with**

**Indication of date and bases of change:**

Full corporate name in Russian: **Открытое акционерное общество «Федеральная гидрогенерирующая компания - РусГидро» (Otkrytoye aktsionernoye obshchestvo «Federal'naya hydrogeneriruyushchaya kompaniya - RusHydro»)**

- in English: **'Public Joint-Stock Company Federal Hydro-Generating Company – RusHydro';**

Abbreviated corporate name: **OJSC RusHydro**

Effective date of the name: **July 13, 2011**

Reasons for coming the name into effect: **State registration of new version the Issuer's Articles of Association on July 13, 2011, approved by the decision of the Annual General Meeting of Shareholders of the Issuer dated June 30, 2011 (Minutes No. 7 dated July 04, 2011) and Resolution No. 1322-r of the Ministry of Justice of the Russian Federation dated June 17, 2011.**

Full corporate name in Russian: **Public joint stock company "Federal hydrogenerating company**

Abbreviated corporate name: **OJSC RusHydro**

Effective date of the name: **July 14, 2010**

Reasons for coming the name into effect: **State registration of new version the Issuer's Articles of Association on July 14, 2010, approved by the decision of the Annual General Meeting of Shareholders of the Issuer dated June 30, 2010 (Minutes No. 5 dated June 30, 2010) and Resolution No. 5006-r of the Ministry of Justice of the Russian Federation dated June 28, 2010.**

Full corporate name in Russian: **Open Joint-Stock Company Corporation 'RusHydro'**

Abbreviated corporate name: **OJSC RusHydro**

Effective date of the name: **July 04, 2008**

Reasons for coming the name into effect: **State registration of new version of the Issuer's Articles of Association on July 04, 2008, approved by the decision of the Annual General Meeting of Shareholders of the Issuer dated June 25, 2008 (Minutes No. 1 dated June 26, 2008).**

Full corporate name in Russian: **Public joint stock company "Federal hydrogenerating company**

Abbreviated corporate name: **OJSC 'HydroOGK'**

Effective date of the name: **December 26, 2004**

Reasons for coming the name into effect: **State registration of the legal entity on December 26, 2004**

### ***3.1.2. Information on State Registration of the Issuer***

Basic state registration number of the legal entity: **1042401810494**

Date of state registration (date of making entry on establishment of the legal entity in the Unified State Register of Legal Entities): **December 26, 2004**

Name of the registering authority that made an entry on the establishment of the Issuer in the Unified State Register of Legal Entities: **Name of the registering authority: Inspectorate of the Ministry of Taxation of the Russian Federation for Zheleznodorozhnyi District of Krasnoyarsk, Krasnoyarsk Territory (Krasnoyarsk Krai).**

### ***3.1.3. Information on Foundation and Development of the Issuer***

The Issuer is created for an indefinite period.

**Short description of the history of issuer's foundation and development. Goals of issuer's foundation, issuer's mission (if any), and other information on issuer's performance, that has the meaning for the decision making on buying of the issuer's securities:**

PJSC RusHydro was established in accordance with Resolution No. 526 of the Government of the Russian Federation dated July 11, 2001 "Main Directions of Electrical Power Industry Reform in the Russian Federation" and Directive No. 1254-p of the Government of the Russian Federation (as amended on October 25, 2004, No. 1367-p) as a wholly-owned subsidiary of OAO RAO UES of Russia.

The state registration of the Issuer took place on December 26, 2004.

In 2005, The Board of Directors of OJSC RAO ES of Russia approved the destination model of PJSC RusHydro in the form of the Operation company, that run the affiliates, that are the part of such company, and that are founded on the basis of SC-HPP in the process of reorganization of affiliates and subsidiaries (AS) in the form of merger into PJSC RusHydro (Minutes No. 204 of September 30, 2005- October 04, 2005).

On April 27, 2007 the Board of Directors of OJSC RAO ES of Russia approved the scheme of accelerated consolidation of the Issuer into unified Operation company, which provides the merger of SC-HPP affiliates into PJSC RusHydro (without construction and infrastructural affiliates), other SC-HPP, as well as OJSC State Holding Company Hydro-OHK and OJSC Minority Holding Company Hydro-OHK, founded as a result of reorganization of OJSC RAO ES of Russia in the form of spin-off (Minutes No. 250 as of April 27, 2007). Formation of Issuer's Operation company with direct participation in charter capital of Issuer of shareholders of affiliates and subsidiaries (AS), as well as shareholders of OJSC RAO ES of Russia (through OJSC Minority Holding Company Hydro-OGK and OJSC State Holding Company Hydro-OGK) was carried out during 2007-2008 through the reorganization in the form of merger into PJSC RusHydro of the following joint stock companies (hereinafter referred to as the "Transferring companies"):

OJSC Bureiskaya HPP, OJSC Volzhskaya HPP, OJSC Votkinskaya HPP, OJSC Dagestanian regional generating company, OJSC Zhyhulevskaya HPP, OJSC Zagorskaya PSPP, OJSC Zeiskaya HPP, OJSC Zelenchukskiye HPP, OJSC Kabardino-Balkarskaya Hydrogeneration Company, OJSC KabbalkHPP, OJSC Kamskaya HPP, OJSC Kaskad VV HPP, OJSC Kaskad NChHPP, OJSC Nizhegorodskaya HPP, OJSC Saratovskaya HPP, OJSC Severo-Osetinskaya GGK, OJSC Savropolskaya Electric Generating Company, OJSC Sulakenergo, OJSC Cheboksarskaya HPP, OJSC SShHPP named after P.S. Neporozhnyi", CJSC EOZ, OJSC Irganaiskaya HPP, OJSC State Holding Company Hydro-OGK and OJSC Minority Holding Company Hydro-OGK'.

Thus, in July 2008 destination model of the Company was reached. In the same year the Company's stocks were brought to the Russian stock market. For the purposes of upsurge of liquidity, market capitalization increase and attraction of new investors, as well as the observance of the interests of former holders of depository receipts of OJSC RAO ES of Russia, the Company opened the depository receipts program, depository bank was Bank of New York Mellon.

Based on the results of the consolidation the Company joined more than 50 HPP in 18 districts of the subjects of Russian Federation.



In 2011 the control block of stocks of PJSC RAO ES of East was included into charter capital of PJSC RusHydro by the Russian Federation, followed by the increase of installed capacity of RusHydro Group from 26,1 to 35,2 GW. During 2015-2016 in accordance with the decision of the Board of Directors of PJSC RusHydro (Minutes No. 223 as of October 07, 2015) the actions on consolidation to 100 per cent of stocks of PJSC RAO ES of East, owned by RusHydro Group.

In 2012 the first aggregate of Bohuchanskaya HPP was issued, in 2014 HPP reached full capacity. In 2012 start-up facility Ust – Srednekanskaya HPP was brought into operation. In 2015 the Gotsatlinskaya HPP was put into operation; in 2016, Zelenchukskaya HPP-HPPP and Zaragizhskaya HPP were put into operation.

In accordance with the Decree of the President of the Russian Federation as of November 22, 2012 No. 1564 on the development of the Far Eastern energy sector, the RusHydro Group started implementing four priority projects in the Far Eastern Federal District: On TPP in Sovetskaya Havan city in Khabarovsk Krai, the first order of Sakhalinskaya SDPP-2 and the first stage of Yakutskaya SDPP-2 and the second stage of Blagoveshchensk HPP. The second stage of Blagoveshchensk HPP was put into operation in 2015. On TPP in Sovetskaya Havan city in Khabarovsk Krai, the first order of Sakhalinskaya SDPP-2 and the first stage of Yakutskaya SDPP-2 the construction works are in process.

The installed capacity of the RusHydro Group's power plants as of January 01, 2017 is 38.9 GW (including the Holding Company RAO ES Vostok, Boguchanskaya HPP), which corresponds to 16% of the total installed electric capacity in Russia.

In June 2016 the Company's Board of Directors approved the Holding development strategy for the period until 2020 with an outlook for 2025 (Minutes No. 238 as of June 08, 2016).

In accordance with the Strategy the Company's activity will be focused on the efficient use of water resources, provision of the reliability of the Unified Energy System of Russia, as well as providing conditions for social and economic development of the Far East due to the energy infrastructure availability to consumers.

The Issuer's mission: Efficient use of water resources, creation of conditions to ensure the reliability of Russia's Unified Energy System, as well as the ensuring of proper conditions for social and economic development of the Far East regions by providing access to the energy infrastructure for existing and prospective users.

Strategic targets of Issuer are:

- Provision of the secure and safe operation of the Company's objects;
- Sustainable development of power generation;
- Far East power industry development;
- Increase of Company's value proposition.

Other information on issuer's performance, which is important for the decision making on issuer's securities buying: none.

### **4.1.3. Contact Information**

Location of the Issuer

**Krasnoyarsk city , Krasnoyarsk Territory (Krasnoyarsk Krai)**

Address of the Issuer specified in the Unified State Register of Legal Entities: **43 Dubrovinskogo St., bldg. 1, Krasnoyarsk, Krasnoyarsk Krai, 660017.**

Other address for correspondence: **7, Malaya Dmitrovka str., Moscow, 127006, Russia**

Phone: **+7 800 333 8000**

Fax: **+7 (495) 225 37 37**

E-mail: [office@rushydro.ru](mailto:office@rushydro.ru)

Address of website (websites) where information on the Issuer, its securities issued or being issued is available:

[www.rushydro.ru](http://www.rushydro.ru), <http://www.e-disclosure.ru/portal/company.aspx?id=8580>

Name of the Issuer's special division working with shareholders and investors of the Issuer: **Strategy and IR Department**

Location of the Issuer's unit **7, Malaya Dmitrovka str., Moscow, 127006, Russia**

Phone: **+7 800 333 8000**

Fax: **+7 (495) 225-37-37**

E-mail: [ir@rushydro.ru](mailto:ir@rushydro.ru)

Website address: [www.rushydro.ru](http://www.rushydro.ru)

Name of the Issuer's special division working with shareholders and investors of the Issuer: **Department of Corporate Governance and Property Management**

Location of the Issuer's unit **7, Malaya Dmitrovka str., Moscow, 127006, Russia**

Phone: +7 800 333 8000  
 Fax: +7 (495) 225-37-37  
 E-mail: [office@rushydro.ru](mailto:office@rushydro.ru)  
 Website address: [www.rushydro.ru](http://www.rushydro.ru)

### 3.1.5. Taxpayer Identification Number

Taxpayer Identification Number granted to the issuer by the tax authorities **2460066195**

### 3.1.6. Branches and Representative Offices of the Issuer

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

## 3.2 Core Business Activity of the Issuer

### 3.2.1. The Issuer's Major Economic Sectors

Codes of major economic sectors of the Issuer according to OKVED (All-Russian Classifier of of Economic Activities - in Russian: Общероссийский Классификатор Видов Экономической Деятельности - Obshcherossiyskiy Klassifikator Vidov Ekonomicheskoy Deyatel'nosti): **35.11.2**

Other codes of All-Russian Classifier of of Economic Activities granted to the Issuer: **35.11.4, 35.14, 70.22, 71.12.53, 77.39, 85.42**

### 3.2.2. Core Business Activity of the Issuer

Core business activities (business activities, types of products (works, services)), which provided not less than 10 per cent of sales revenue (sales volume) of the issuer for each of accounting period:

Standard unit: RUB

Economic activities: **Business activity – production and sale of electrical power (capacity)**

Name of indicator	Reporting Period: 6 months 2016	Reporting Period: 6 months 2017
Sales revenue volume (sales volume) related to this business activity, RUB.	56,715,855,489	58,031,382,972
Sales revenue share (sales volume) related to this business activity in total sales revenue volume (sales volume) of the issuer, %	99.1%*	99.7%

Increase of revenues in 2017 (6 months) compared with 2016 (6 months) is insignificant.

**Changes in the sales revenue (sales volume) of the Issuer from its core business activity by 10 and more per cents as compared with the same reporting period of the previous year and reasons therefore:** No.

The general structure of the issuer's cost for these items as a percentage of total cost:

Expenditure item	6 months 2016	6 months 2017
Raw materials and materials, %	0.6	0.7
Purchased assembly parts, semi-products, %	-	-
Works and services of manufacturing nature, made by external companies, %	7.3	6.2
Oil, %	-	-
Energy, %	13.2	12.2
Labor costs, %	12.2	12.2
Credit interests, %	-	-

Rent, %	2.4	2.7
Social security contributions, %	3.4	3.2
Capital consumption (amortization of fixed assets), %	28.4	29.5
Taxes included in production cost, %	15.6	15.4
Other expenses	16.9	17.9
Amortization of intangible assets, %	0.5	0.7
Remuneration for rationalization proposals, %	-	-
Mandatory insurance premium, %	2.9	2.8
Representational expenses, %	0.03	0.02
Other (specify), % *	13.5	14.4
Total amount: production and goods (works, services) sell costs, %	100.0	100.0
For reference: Goods (works, services) sell revenue, per cent to self-cost	220.0	212.5

Including expenses for ensuring functioning of the electricity market and in 2016 (6 months). – 5,4%, в 2017 г. (6 months) – 5,4%; costs for the protection of facilities in 2016 (6 months). – 3,4%, в 2017 г. (6 months) – 3.1%

**New types of products (works, services), which have substantial significance and offered by issuer on the market of its primary activity, to the extent that it is comply with the public information of such types of products (works, services). The condition of development of such types of products (works, services) shall be indicated:** There are no new types of products (works, services), which have substantial significance.

Standards (rules) in accordance with which the Accounting (Financial) Statements of the issuer were drafted and the calculations were conducted, which are presented in this sub-clause.

The accounting Statements of the issuer were made on the basis of current accounting and reporting requirements of the Russian Federation, established by the Federal Law No. 402-FL dated December 06, 2011 'On Accounting, Provision on Accounting and Reporting Regulation in Russian Federation', approved by the order of Ministry of Finance of the Russian Federation No.34н, dated July 29, 1998, as well as other normative acts included into system of regulation of accounting and preparation of accounting of organizations in the Russian Federation.

### ***3.2.3. Materials, Goods (Raw Materials) and Suppliers of the Issuer***

Name, location, TIN (if any), OGRN (if any) of issuer's suppliers, which account for not less than 10 per cent of all deliveries of materials and goods and their shares in the total volume of deliveries for the last completed financial year and for accounting period, which includes three months of the current year.

#### **For 6 months 2017**

**The issuer's suppliers, which account for not less than 10 per cent of all deliveries of materials and goods (raw materials)**

Full corporate name: **JSC "Center for Financial Settlements"**

Abbreviated corporate name: **JFC CFS**

Location: **12, Krasnopresnenskaya nab., entrance 7, floor 7-8, Moscow, Russian Federation**

TIN (Taxpayer Identification Number) **7705620038**

BSRN (Basic State Registration Number) **1047796723534**

Share in the total delivery volume, %: 89,28 **89.43**

**Information on change in prices of more than 10 per cent for primary materials and goods (raw materials) during the relevant accounting period compared to accounting period of the previous financial year or lack of such change.**

The price for basic materials and goods (raw materials) was not adjusted by more than 10 % within the relevant reporting period

**Import ratio in deliveries of materials and goods, forecast of import sources availability in future and possible similar sources.**

There are no import deliveries.

### ***3.2.4. Sales Markets for Products (Works, Services) of the Issuer***

### **Key markets where the Issuer conducts its business:**

The Issuer conducts its business within several constituent entities of the Russian Federation. The Issuer's current core business is electricity (capacity) production and sale.

In accordance with Regulation of the Government of the Russian Federation No. 1172 dated December 27, 2010 "On Approval of Regulations for Wholesale Electricity and Capacity Market and Introduction of Amendments to Certain Acts of the Government of the Russian Federation Regarding Functioning of the Wholesale Electricity and Capacity Market" (hereinafter referred to as the Wholesale Market Regulations), the Issuer carries out its activities connected with sale of electricity (capacity) in the following segments of the wholesale market:

#### Regulated Contracts (RC):

Electricity (capacity) is traded under terms and conditions of regulated contracts concluded on the wholesale electricity (capacity) market at regulated prices (rates), approved by the Federal Antimonopoly Service of Russia. The cumulative volume of electric energy and the cumulative volume of capacity supplied by the Issuer under RC in the relevant calendar year shall not exceed 35 per cent of the overall electric energy and capacity production specified in the budgeted balance sheet for the Issuer's period of regulation.

#### Competitive trade in generating capacity, competitive capacity out-take (CCO):

There are several mechanisms for implementing capacity on the wholesale market:

- purchase /sale of capacity, selected on the basis of competitive selection of power.

On the purchase and sale contracts of power, concluded on the basis of competitive selection of power;

- purchase /sale of capacity under free agreements of purchase and sale of power (SDM);
- purchase/sale of capacity under agreements for capacity and contracts for the sale of power of new nuclear power plants and hydropower plants, the same DP;
- purchase/sale of power generating facilities, related to the generation facilities that supply power in forced mode;
- purchase/sale of capacity under regulated contracts (in the scope of supply to the population and equivalent categories);
- purchase/sale of the power produced by qualified generating facilities that operate through the use of renewable energy sources (hereinafter referred to as 'RES'), on contracts for supply of power, concluded as a result of competitive selection of investment projects for the construction of generating facilities operating on the basis of renewable energy sources.

Competitive selection of capacity (CSC), conducted by the system operator, is the basis of the power of the market and determines how much power will be paid on the wholesale market.

By 2015, CSC was conducted only 1 year in advance (for next year). Under the Regulation of the Government of the Russian Federation No. 893 of August 27, 2015 the new rules of the CSC and the principles of trade improved capacity on the wholesale market were approved. Beginning in 2016 under the CSC power annually selected for the year, coming in three calendar years after the year of the CSC. In 2015 the CSC for 2016-2019 were selected. In 2016 the CSC for 2020 year were selected.

CSC is conducted in price zones without separation of free power transfer zones (FTZ). Indexing is made when the CSC was carried out for more than 1 year in advance. The price of CSC indexed for the period from January 1 of the year following the year of the CSC, until January 1 of the year of delivery, in accordance with the CPI, decreased by 1%.

In the long term capacity market demand volume in the competitive selection of power given the dependence of the volume of demand on the price of power: at a lower price buyers are willing to purchase a larger amount of power at a higher price - lower. Graph of the demand function is a straight line segment passing through two points, the values of which are set separately for each price zone, and for each CSC. The first point of the volume of demand is determined by the procedure of the Ministry of Energy on the basis of the forecast peak demand in the price zone and the planned reserve ratio, the price is set at 150 thousand rubles / MWh for the CSC 2017 for the first price zone and 210 rubles / MW for the second price zone. In the second point of the demand volume increased by 12% relative to the value at the first point, the price for the CSC 2016 is set at 110 thousand rubles / MWh for the first price zone and 150 rubles / MW for the second price zone.

The price of CSC corresponds to a maximum of prices in selected applications and the price at which the demand function takes a value equal to the total volume of the selected power (including power, paid regardless of the results of CSC). The CSC price for each zone is the same for all the selected generating facilities. The power which has not passed the competitive selection is not paid.

As we approach the year of delivery in case of exceeding the adjusted demand for power over the amount payable generating capacity possible corrective competitive capacity selection. A mandatory fee that does not depend on the results of CSC, subject to the power introduced by PDM and PDM similar agreements with new nuclear power plants and hydropower plants, as well as generating units, whose work is essential for maintaining the technological modes of operation of the power or thermal energy supply (forced generators).

Payment for power delivered by internally generators, carried out at the price established by the authorized federal agency (or the Government of the Russian Federation) is not higher than the power price in the previous year, the sale as a result of competitive selection of power or forced mode. The decision to classify the generator to internally accepted prior to the CSC. As an exception can only be the generating facilities for which after the CSC has been stated about the intention of decommissioning, while the Ministry of Energy was demanded the postponement of the output due to the threat of attack power deficit. Power generators operating in forced mode, and power introduced by the Democratic Party and similar contracts with new nuclear power plants and hydropower plants, during the CSC is included in the spot price acceptance of the offer.

Payment capacity is distributed as follows: the financial burden to pay for power generating facilities selected CSC and power facilities, receiving payment on the PDM is distributed to all users of the price zone. Power objects related to forced

generators to the threat of attack power shortage is paid by consumers the corresponding WSP. Power objects related to forced generators to the threat of attack heat deficit are paid by consumers of the corresponding subject of the Russian Federation.

Federal Law as of December 28, 2016 No. 508-FZ 'On Amendments to the Federal Law 'On Electric Power Industry' introduced increase the price of power in the I and II price zones, due to which the prices in the Far East will be reduced to the average level. This law is the law of indirect action. July 31, 2017 came into force the Russian Federation Government Decree of 28.07.2017, No. 895 "On the achievement in the territories of the Far Eastern Federal District of the basic levels of prices (tariffs) for electricity (capacity)" for the implementation of this support mechanism.

Day-Ahead Market (DAM):

The volume of electricity generated above the RD volumes is sold at free prices on the day-ahead market and shortages are purchased on the DAM so as to provide for RC. The rules of the wholesale market provide for the possibility of electricity sale/purchase under free bilateral contracts (FBC). Participants in the wholesale market independently determine counter-agents under contracts, as well as prices and volumes of deliveries within free bilateral contracts.

Balancing Market (BM):

Deviations of the actual electricity production volume from the planned production volume are traded on the balancing market at prices formed on the basis of competitive selection of price bids of participants.

The Issuer sells a share of electricity produced on the wholesale market at free prices.

**Factors that may have a negative impact on sale of the Issuer's products (works, services):**

Change in the regulatory and legal framework in the electric power industry associated with liberalization of the electricity and capacity market.

**The Issuer's measures on minimization of negative factors:**

Formation of a regulatory and legal framework favourable to the Issuer for electricity and capacity market performance. For the purposes thereof the Issuer is fully engaged in processes pertaining to development of laws and regulations in the electric power industry performed by the Ministry of Energy of the Russian Federation, NP Market Council Association and Federal Antimonopoly Service of the Russian Federation.

### ***3.2.5. Information on the Issuer's Authorizations (Licenses) or Permits for Separate Types of Works***

The body (the organization) that issued the relevant permit (license) or admission to certain types of work: **Federal Environmental, Industrial and Nuclear Supervision service of Russia.**

Number of authorization (license) or document evidencing the receipt of permit for separate types of works: **BX-00-015161**

Type of activity (works), in relation to which the Issuer has received the relevant authorization (license) or permit: Certificate of Registration of Hazardous Industrial Facilities: **Operation of explosive and chemically hazardous production facilities of I, II and III hazard classes**

Date of issue of the authorization (license) or permit for separate types of works **December 16, 2014**

Validity period of the authorization (license) or permit for separate types of works: **Indefinitely**

The body (the organization) that issued the relevant permit (license) or admission to certain types of work: **Yenisey Directorate of Federal Environmental, Industrial and Nuclear Supervision service of Russia.**

Number of authorization (license) or document evidencing the receipt of permit for separate types of works: **A66-02932**

Type of activity (works), in relation to which the Issuer has received the relevant authorization (license) or permit: Certificate of Registration of Hazardous Industrial Facilities: **Certificate of registration of hazardous production facilities.**

Date of issue of the authorization (license) or permit for separate types of works **June 07, 2017**

Validity period of the authorization (license) or permit for separate types of works: **Indefinitely**

The body (the organization) that issued the relevant permit (license) or admission to certain types of work: **Center for Licensing, Certification and Protection of State Secrets of the Federal Security Service of Russia**

Number of authorization (license) or document evidencing the receipt of permit for separate types of works: **FTN№ 008552 Registration Number: 5269**

Type of activity (works), in relation to which the Issuer has received the relevant authorization (license) or permit: Certificate of Registration of Hazardous Industrial Facilities: **carrying out works related to the use of information constituting state secrets**

Date of issue of the authorization (license) or permit for separate types of works **August 10, 2015**

Expiry date: **August 09, 2020**

The body (the organization) that issued the relevant permit (license) or admission to certain types of work: **Center for Licensing, Certification and Protection of State Secrets of the Federal Security Service of Russia**

Number of authorization (license) or document evidencing the receipt of permit for separate types of works: **ГТ № 0085518 Registration Number 5277**

Type of activity (works), in relation to which the Issuer has received the relevant authorization (license) or permit: Certificate of Registration of Hazardous Industrial Facilities: **The right to carry out measures and (or) provide services in the field of state secrets protection**

Date of issue of the authorization (license) or permit for separate types of works **August 10, 2015**

Validity period of the authorization (license) or permit for separate types of works: **August 09, 2020**

Upon expiry of the validity period of the above-mentioned licenses, the Issuer plans to take all possible steps in order to prolong them or to obtain new licenses. The impossibility to prolong licenses or to obtain new ones can have a materially adverse effect on the activities and financial results of the Issuer's operations. The possibility of such risk is low.

### ***3.2.6. Information on Activities of Certain Kinds of Issuers***

The Issuer is not a Joint-Stock investment fund, insurance or credit organisation, mortgage agent, or specialized company.

### ***3.2.7. Additional Information on Issuers, the Primary Line of Business of which is Mining Operation***

Mining is not the main activity of the issuer.

The organization controlled by the Issuer, JSC "LUR", carries out activities for the extraction of minerals.

a) Mineral reserves

The list of mineral deposits which has significant financial and economic importance for the Issuer, the right to use of which belong to the issuer or is under his control organizations.

#### ***1. Deposit name: Name of the field: Bikin brown coal mine, mine "Luchegorsky - 1"***

Owner of the field

Full corporate name: *Joint-stock company "Luchegorsky coal mine"*

Abbreviated corporate name: *JSC 'LCM'*

Location: *Russian Federation, Primorski (Maritime) Territory, Pozharski district, urban settlement Luchegorsk*

TIN (Taxpayer Identification Number) *2526006224*

BSRN (Basic State Registration Number) *1152721004963*

Type of mineral: *brown coal grade B1*

Amount of proved reserves: *226 919 000 tons*

Production rate for the relevant reporting period(s) for 6 months 2017

*1 229 528 tons*

#### ***2. Deposit name: Bikin brown coal mine, mine "Luchegorsky - -2"***

Owner of the field

Full corporate name: *Joint-stock company "Luchegorsky coal mine"*

Abbreviated corporate name: *JSC 'LCM'*

Location: *Russian Federation, Primorski (Maritime) Territory, Pozharski district, urban settlement Luchegorsk*

TIN (Taxpayer Identification Number) *2526006224*

BSRN (Basic State Registration Number) *1152721004963*

Type of mineral: *brown coal grade B1*

Amount of proved reserves: *272,020,000 tons*

Production rate for the relevant reporting period(s) for 6 months 2017

*1,239,066 tons*

#### ***3. Deposit name: Luchegorsky deposit of andesite porphyrites (building stone), quarry "Southern"***

Owner of the field

Full corporate name: *Joint-stock company "Luchegorsky coal mine"*

Abbreviated corporate name: *JSC 'LCM'*

Location: *Russian Federation, Primorski (Maritime) Territory, Pozharski district, urban settlement Luchegorsk*

TIN (Taxpayer Identification Number) *2526006224*

BSRN (Basic State Registration Number) *1152721004963*

Type of mineral: *Andesite porphyrite*

Proved reserves: *2,757,000 m3*

Production rate for the relevant reporting period(s) for 6 months 2017: *33,841.92 m3.*

Licenses for subsoil use, obtained by the issuer or its controlled organizations for the use of fields of the issuer's significant financial and economic value

**1. License: VLV number 02503 TЭ**

Subsoil object: *Section "Luchegorsky-1"*

Legal entity that obtained a license *JSC 'LCM'*

Date of issue of license: *10/07/2015 Date of issue: January 14, 2016 (as amended on June 20, 2016)*

Expiration date of the license: *December 31, 2034*

*When the license conditions are fulfilled, the license will be extended in accordance with the current legislation.*

Reason for issuance of the license: *Right to use field section "Luchegorsky-1" Bikin brown coal deposit was granted to JSC "LUR" in accordance with Clause 7 of Article 10.1, Paragraph 5 of Part 1 of Section 17.1. Law of the Russian Federation "On Subsoil" dated February 21, 1992 № 2395-1, in connection with the reorganization of the legal entity - the subsoil user (JSC "Far Eastern Generating Company" (hereinafter - JSC "DGC")) by isolating it from another entity ( JSC "LUR"), based on the decision of the Commission of the Federal agency for subsoil use for consideration of applications for amendments and additions to the license and renewal of licenses for subsoil areas within the competence of the Federal agency for subsoil Use (minutes of November 19, 2015 No. 470), in order to renew the license number 14549 VLV TE (Order of Department for Subsoil Use in the Far Eastern Federal District from January 12, 2016 No. 2).*

Description of the subsurface allotted for use: *Field of the "Luchegorsky-1", section of the Bikin brown coal deposit. The subsurface site is located in the territory of Primorski Krai, Pozharsky municipal district.*

Type of license: *For exploration and mining of mineral deposit, including the use of waste mining and related processing plants.*

Main provisions of the license concerning subsoil user obligations indicating the period of performance of these obligations:

*- Geologic information concerning subsoil resources is subject to be presented in federal and territorial funds of geological information according to established procedure.*

*- The Subsoil User is obliged to ensure safety of primary geological information obtained in the course of works on the subsoil.*

*- The Subsoil User is obliged annually, not later than 15 February of the following reporting year, to represent in proper local agency of the Federal Subsurface Management Agency an information report on conducted works on provided for use sites of subsoil resources in accordance with Federal Subsurface Management Agency and its local agencies.*

*- The Subsoil User is obliged to fulfil requirements established by legislation on conservation of subsoil resources and environment, safe work practices related to subsoil resources use.*

*- Production level of materials and date of reaching of project capacity is determined by detailed development plan of mineral deposit.*

*All obligations are satisfied by the Subsoil User at a stated time.*

Obligatory payments to be made by the user of subsoil under the terms of the license: *The Subsoil User is obliged to pay payments, tax and fees for subsoil use, land and water established by the legislation of the Russian Federation.*

Performance by the Issuer, its subsidiaries and affiliates obligations resulting from the licenses, as well as any factors that may adversely affect fulfilment of license obligations with the probability of their occurrence: *the obligations resulting from the license are fulfilled. Factors which may have adverse effect on the performance of obligations under the license are not observed.*

**2. License: B/JB number 02502 TЭ**

Subsoil object: *Plot No. 4 of the Bikinsky brown coal deposit (section "Luchegorsky-2")*

Legal entity that obtained a license *JSC 'LCM'*

Date of issue of license: *10/07/2015 Date of issue: January 14, 2016 (as amended on June 20, 2016)*

Expiration date of the license: *December 31, 2034*

*When the license conditions are fulfilled, the license will be extended in accordance with the current legislation.*

Reason for issuance of the license: *The right to use subsoil fields in the area No. 4 of Bikin brown coal deposit (box cut*

“Luchegorsky-2”) was given to JSC “LUR” in accordance with Clause 7 of Article 10.1, Paragraph 5 of Part 1 of Section 17.1. Law of the Russian Federation “On Subsoil” dated February 21, 1992 № 2395-1, in connection with the reorganization of the legal entity - the subsoil user (JSC “Far Eastern Generating Company” (hereinafter - JSC “DGC”)) by isolating it from another entity ( JSC “LUR”), based on the decision of the Commission of the Federal agency for subsoil use for consideration of applications for amendments and additions to the license and renewal of licenses for subsoil areas within the competence of the Federal agency for subsoil Use (Minutes as of November 19, 2015 No. 470), in order to renew the license number 14514 BJB TE (Order of Department for Subsoil Use in the Far Eastern Federal District from January 12, 2016 No. 3).

Description of the subsurface allotted for use: *Area No. 4 of Bikin brown coal deposit, Pozharskiy municipal district. The subsurface site is located in the territory of Primorski Krai.*

Type of license: *For exploration and mining of mineral deposit, including the use of waste mining and related processing plants.*

Main provisions of the license concerning subsoil user obligations indicating the period of performance of these obligations:

- *Geologic information concerning subsoil resources is subject to be presented in federal and territorial funds of geological information according to established procedure.*

- *The Subsoil User is obliged to ensure safety of primary geological information obtained in the course of works on the subsoil resources including rock samples, core, and reservoir fluids. According to federal and territorial funds of geological information, the Subsoil User is obliged to provide free temporary storage of geological information, of which he is the owner, including the temporary storage of samples of rocks, core of reservoir fluids.*

- *The Subsoil User is obliged annually, not later than 15 February of the following reporting year, to represent in proper local agency of the Federal Subsurface Management Agency an information report on conducted works on provided for use sites of subsoil resources in accordance with Federal Subsurface Management Agency and its local agencies.*

- *The Subsoil User is obliged to fulfil requirements established by legislation on conservation of subsoil resources and environment, safe work practices related to subsoil resources use.*

- *Production level of materials and date of reaching of project capacity is determined by detailed development plan of mineral deposit.*

*All obligations are satisfied by the Subsoil User at a stated time.*

Obligatory payments to be made by the user of subsoil under the terms of the license:

*The Subsoil User is obliged to pay established by legislation of Russian Federation payments, tax and fees for subsoil use, land and water.*

Performance by the Issuer, its subsidiaries and affiliates obligations resulting from the licenses, as well as any factors that may adversely affect fulfilment of license obligations with the probability of their occurrence: *the obligations resulting from the license are fulfilled. Factors which may have adverse effect on the performance of obligations under the license are not observed.*

### **3. License: ИОЖ 00787 ОИИ**

Legal entity that obtained a license

Full corporate name: *Joint-stock company “Luchegorsky coal mine”*

Abbreviated corporate name: *JSC ‘LCM’*

Location: *Russian Federation, Primorski (Maritime) Territory, Pozharski district, urban settlement Luchegorsk*

TIN (Taxpayer Identification Number) *2526006224*

BSRN (Basic State Registration Number) *1152721004963*

*Number of license ИОЖ 00787 ОИИ*

Date of issue of license: *October 07, 2015*

Expiration date of the license: *September 15, 2024*

*When the license conditions are fulfilled, the license will be extended in accordance with the current legislation.*

Grounds for License issue: *Order of the Department of Natural Resources and Environmental Protection of the Primorsky Krai (Primorski (Maritime) territory) as of October 07, 2015, No. 114*

Description of the subsurface allotted for use:

The site *is located in the territory of Pozharskiy municipal region, in 6 km to the south of the village Luchegorsk.*

Type of license: *for subsoil use with the purpose and types of work: mining andesite porphyries (building stone) on Luchegorsky deposit (Southern Section).*

Main provisions of the license concerning subsoil user obligations indicating the period of performance of these obligations: *To provide annual production of up to 500 thousand m<sup>3</sup>. Production quota is agreed annually.*

*All obligations are satisfied by the Subsoil User at a stated time.*

Obligatory payments to be made by the user of subsoil under the terms of the license: *Obligatory payments shall be made by the user of subsoil under the terms of the license: Subsoil user is obliged to pay tax on the extraction of minerals - the size*



*of the tax rate determined in accordance with the Tax Code, as well as other charges and fees, a fee for the land and pay for the negative impact on the environment, in the amount and terms set by the legislation of the Russian Federation.*

Performance by the Issuer, its subsidiaries and affiliates obligations resulting from the licenses, as well as any factors that may adversely affect fulfilment of license obligations with the probability of their occurrence: *the obligations resulting from the license are fulfilled. Factors which may have adverse effect on the performance of obligations under the license are not observed.*

b) Mineral processing

Description of fixed assets used for processing: *JSC "LUR" does not perform coal processing. Crushing and grading plant JSC "LUR" is designed to produce rubble products.*

*The issuer, its subsidiaries or affiliates do not engage any contractors to process mineral resources*

b) Product sales

Information on permits of authorized state bodies for the sale of minerals and products of their processing, quotas, including for export: *Permits of authorized state bodies for the sale of minerals and products of their processing, quotas, including for export are not required by federal law.*

### ***3.2.8. Additional Information on Issuers, the Primary Line of Business of which is Rendering Services***

The primary line of business of the Issuer is not rendering services

### ***3.3 Plans for the Issuer's Future Activities***

#### **Brief description of the Issuer's plans for future activities:**

In accordance with the Articles of Association, the Issuer's objectives are:

- - Creation of conditions for ensuring the reliability and safety of generating facilities;
- - Realization of state policy in the field of hydropower;
- Creation of conditions for effective functioning of the wholesale electricity (capacity) market;
- implementation of effective operation and centralized technological management of hydropower facilities; realization of a unified strategy in the field of investment and capital raising to address the system-wide challenges of hydropower development;
- - Development and implementation of scientific and technical policy and introduction of new advanced equipment and technology, including the development of renewable sources of electricity;
- Receiving profit.

#### **Sources of future income:**

The Issuer plans to continue to profit from the main activity - production and sale of electricity and capacity on the wholesale and retail electricity and capacity markets.

#### **Plans for organization of new production, expansion or curtailment of production, product development, modernization and reconstruction of fixed assets:**

*Actual execution of investment program of the Company in the 2 st quarter 2017 came to RUB 9,602,68 million , and RUB 4,245,9 million related to the objects implemented by affiliates and research and development (R&D)*

Actual financing in the amount of RUB 9,602,68 million developed into following directions:

- - Upgrade project - RUB 4,285,03 million ;
- - priority projects in Far East (TPP in Sovetskaya Havan, Sakhalin SDPP-2 (1st stage), Yakutia SDPP-2 (1st stage), Blagoveshchensk TPP (2nd stage), implemented in execution of Decree of President of the Russian Federation No. 1564 as of November 22, 2012 On further development of Public Joint-Stock Company Federal Hydro-Generating Company RusHydro – RUB 5,130,05 million ;
- project Zelenchukskaya HPP-SDPP – RUB 87,61 million ;
- for the comprehensive rehabilitation project at Sayano-Shushenskaya HPP - 26.52 million rubles
- other projects – RUB 73,46 million

In accordance with the investment program of the RusHydro Group approved by the Management Board of PJSC RusHydro of March 06, 2017 (Minutes No. 1029pr of March 06, 2017) and taken into account by the Board of Directors of PJSC RusHydro on April 04, 2017 (Minutes No. 249 as of April 07, 2017) In 2017, it is planned to commission additional capacities in the amount of 235.98 MW and 469.6 Gcal / h, including the commissioning of the investment project "Construction of the Yakutia SDPP-2 (Phase 1)" - 193.48 MW and 469, 6 Gcal / h; For technical re-equipment and reconstruction projects - 42.5 MW.

At the same time, investment projects implemented by the subsidiaries of PJSC "RusHydro" are planned to include capacity

of 321.26 MW, including the Nizhnee-Bureyskaya HPPs - 320.0 MW and MHPP Zelenchuk - 1.26 MW.

Financing of the Company's investment projects of the Company in 2017 is planned in the amount of RUB 46,912,5 million, including:

- - projects of technical re-equipment and total reconstruction - 24,499,2 million ;
- - complex reconstruction of Sayano-Shushenskaya HPP – RUB 150,0 million ;
- - priority projects in Far East (TPP in Sovetskaya Havan, Sakhalin SDPP-2 (1st stage), Yakutsk SDPP-2 (1st stage), Blagoveshchensk TPP (2nd stage), implemented in execution Federation Presidential Decree No. 1564 as of November 22, 2012 'On further development of Public Joint-Stock Company Federal Hydro-Generating Company 'RusHydro' – RUB 21,334,2 million ;
- project Zelenchukskaya HPP-SDPP – RUB 343,8 million ;
- other projects – RUB 585,3 million

*In addition, in 2017 the Company plans to finance in the amount of 31,647.9 million rubles for the implementation of investment projects carried out by subsidiaries, as well as research and development.*

**Information on the possible change of the main activity:**

The Issuer does not plan to change its core activities.

### **3.4. The Issuer's Participation in Banking Groups, Banking Holdings, Holdings, and Associations**

The Issuer does not participate in banking groups, banking holdings and holdings.

The Issuer participates in associations and non-commercial partnerships, which also refer by civil legislation to associations.

**Summary information on non-profit partnerships and associations of PJSC RusHydro»**

<b>Item No.</b>	<b>Name of a non-commercial organization/associations</b>	<b>Role and functions of an Issuer in an organization</b>	<b>NP's (noncommercial partnership's) sphere of activity/functions of an Issuer in an organization</b>	<b>Issuer's term of participation</b>
<b>Non-residents of the Russian Federation</b>				
1	International Hydropower Association, IHA		Support and sharing of knowledge on issues of hydropower under the aegis of the International Hydrological Programme of UNESCO	<b>since 2006</b>
2	Global Sustainable Energy Partnership, GSEP	associate	Development of joint political platforms and realization of relative initiatives both on internal markets and internationally	<b>since 2008</b>
<b>Residents of the Russian Federation</b>				
July	Non-Commercial Partnership 'NP 'Sovyet Rynka' (Market Council)	Member of Association	Organization of buying and selling of electric power in the electric power wholesale market	<b>since 2008</b>
4	Non-Commercial Partnership Proprietaries and Investors of Land and Immovable Property Association (NP "APIIP")		Partnership is a platform, where the promotion of interest is carries out PJSC RusHydro and the dialogue is constructed with government bodies on the issues of development of legislation respecting land and property.	<b>since 2012</b>
5	'Hydropower of Russia' Association		Enhancement of efficiency of hydropower facilities functioning and use of hydropower resources of Russia	<b>since 2008</b>

6	All-Russian Employers' Association Russian Union of Industrialists and Entrepreneurs (AREA RUIE)		Protection of economical and social interests and statutory rights common for associates, which are necessary for stable development of companies and market economy in general	<b>since 2006</b>
7	NP Council of Electric Power Veterans	associate	Assistance for the members of Partnership in implementation of activities, oriented on provision of multifaceted assistance for the veterans of power industry	<b>since 2008</b>
8	NP Russian-Chinese Business Council (NP RCBC)	associate	RCBC is founded aimed to advance the joint projects of the Russia and China, protection of mutual investments and settlement of corporate disputes, as well as for assistance in development of cooperation between Russian and Chinese business circles.	<b>since 2015</b>
9	Non-commercial partnership 'Club of Directors for Science and Innovation'	associate	Club is communication platform for professional community in sphere of research, invention and implementation of innovations	<b>Since 2013</b>
10	Non-Commercial Partnership 'Energostroiolyans'	associate	Fostering an enabling environment for enterprises which carry out work in the field of construction, reconstruction, overhaul of capital construction facilities, and protection of the power industry from unfair foreign and domestic organizations and enterprises	<b>Since 2010</b>
11	NP UES Scientific and Technical Council	associate	Assistance to the members of Partnership in the formation of scientific and technical and economic policy in Unified Energy System of Russian Federation	<b>since 2008</b>
12	NP RAEL	associate	Assistance to business development in power industry through representation and protection of the employees' interests in social-labour, economic and other spheres, in relationships with the employee associations, government bodies, local government bodies, formulation and adopting of agreed socially responsible policy of the organizations – members of Association	<b>since 2006</b>
13	NP KONTZ UES	associate	Assistance in knowledge acquisition and promotion of business qualities of employees, employed in power industry, as well as experts, employed in branches, which provide the normal functioning of generating companies (educational activities); development and improvement of the system of education of employed, employed in power industry	<b>since 2008</b>

### 3.5. Companies Controlled by the Issuer and Having Substantial Significance for it

1. Full corporate name: **Joint-Stock Company “Zagorsk GAES-2”**

Abbreviated corporate name: **JSC "Zagorsk GAES-2"**

Location of the Issuer **Russian Federation, Moscow region, Sergiev Posad district, working urban settlement Bogorodskoye.**

TIN (Taxpayer Identification Number) **5042086312**

BSRN (Basic State Registration Number) **1065042071137**

Type of control over the organisation in relation to which the Issuer is a controlling entity (direct control, indirect control): **direct control**

Nature of control over the organisation in relation to which it is a controlling entity (the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer’s controlled company, the right to appoint (elect) the sole executive body of the Issuer’s controlled company, the right to appoint (elect) over 50 per cent of the collective management body of the Issuer’s controlled company: the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer’s controlled company **the right to dispose of more than 50 votes in the supreme management body of an organization controlled by the issuer**

the amount of the issuer’s share in the charter capital of the controlled entity: **100%\***

portion of the controlled company's equity shares held by the Issuer: **100%\***

share of the controlled company in the authorized capital of the Issuer: **0%\***

portion of the Issuer’s equity shares held by the controlled company: **0%\***

Description of the controlled company’s core business: **performance of customer's functions in reconstruction projects of electric power facilities and new construction of power industry facilities, as well as of other industrial and civilian facilities**

#### Members of the controlled company's Board of Directors

Full name	Share of the person in the authorized capital of the Issuer, %	Share of the ordinary shares of the Issuer Owned by the entity, per cent
Zotova Olga Stanislavovna (Chairman)	0,000023	0,000023
Gorina Galina Viktorovna	0	0
Charikov Alexander Sergeevich	0	0
Magruk Vladimir Ivanovich	0.000036	0.000036
Kalinin Alexey Nikodimovich	0	0

#### Members of the Collective Executive Body

The collective executive body is not provided for by the Charter

**Powers of the Company's sole executive body are transferred to the management company**

Full corporate name: **Joint-stock company ‘Managing Company ‘HydroOHK’**

Abbreviated corporate name: **JSC “MC HydroOHK”**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **5260096381**

BSRN (Basic State Registration Number) **1025203040136**

Share of the Issuer in the authorized capital of the management company, %: **100**

Portion of the management company’s equity shares held by the Issuer, %: **100**

Share of the management company (manager) in the Issuer’s authorized (reserve) capital (unit fund): **0**

Portion of the Issuer’s equity shares held by the management company, %: **0**

2. Full corporate name: **Public Joint-Stock Company “RAO Energy Systems of the East”**

Abbreviated corporate name: **PJSC RAO ES of the East**  
Location: **Khabarovsk Krai** (

**Khabarovsk Territory), city of Khabarovsk**

TIN (Taxpayer Identification Number) **2801133630**

BSRN (Basic State Registration Number) **1087760000052**

Type of control over the organisation in relation to which the Issuer is a controlling entity (direct control, indirect control): **direct control**

Indicator of control over the organisation in relation to which it is a controlling entity (the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company, the right to appoint (elect) the sole executive body of the Issuer's controlled company, the right to appoint (elect) over 50 per cent of the collective management body of the Issuer's controlled company: the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company: **The right to dispose of more than 50 votes in the supreme management body of an organization controlled by the issuer**

The amount of the issuer's share in the charter capital of the controlled entity: **84,39%**

Share of common shares of the controlled entity owned by the issuer: **85.163759%\***

share of the controlled company in the authorized capital of the Issuer: **0,011386%**

The amount of the percentage of the issuer's ordinary shares held by the controlled entity: **0,011402%**

Description of the controlled company's core business: **Management of generating companies to satisfy demand for electrical and thermal power in the Far-Eastern Federal District and in the neighbouring territories effectively and with quality; agency activities; investment activities.**

#### **Members of the controlled company's Board of Directors**

Full name	Share of the person in the authorized capital of the Issuer, %	Portion of the Issuer's equity shares held by the person, %
Tolstoguzov Sergey Nikolaevich	0,000379	0.000379
Perminov Dmitry Vitalyevich	0	0
Kazachenkov Andrey Valentinovich (Chairman)	0	0
Perveeva Bairta Nikolaevna	0	0
Khmarin Viktor Viktorovich	0	0

#### **Members of the Collective Executive Body**

The collective executive body is not provided for by the Articles of Association

**Powers of the Company's sole executive body are transferred to the management company**

Full corporate name: **Public Joint-Stock Company Federal Hydro-Generating Company – RusHydro**

Abbreviated corporate name: **PJSC 'RusHydro'**

Location: **city of Krasnoyarsk**

TIN (Taxpayer Identification Number) **2460066195**

BSRN (Basic State Registration Number) **1042401810494**

Share of the Issuer in the authorized capital of the management company, %: **0**

Portion of the management company's equity shares held by the Issuer, %: **0**

Share of the management company (manager) in the Issuer's authorized (reserve) capital (unit fund): **0**

Portion of the Issuer's equity shares held by the management company, %: **0**

Abbreviated corporate name: **Public Joint-Stock Company 'Far East Energy Company'**

Abbreviated corporate name: **PJSC FEEC**

Location: **Russian Federation, city of Vladivostok.**

TIN (Taxpayer Identification Number) **2723088770**

BSRN (Basic State Registration Number) **1072721001660**

Type of control over the organisation in relation to which the Issuer is a controlling entity (direct control, indirect control): **Indirect control**

Indicator of control over the organisation in relation to which it is a controlling entity (the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company, the right to appoint (elect) the sole executive body of the Issuer's controlled company, the right to appoint (elect) over 50 per

cent of the collective management body of the Issuer's controlled company: the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company: **The right to dispose of more than 50 votes in the supreme management body of an organization controlled by the issuer**

The amount of the issuer's share in the charter capital of the controlled entity: **1.037643%\***  
 portion of the controlled company's equity shares held by the Issuer: **1.037643%\***

In case of indirect control—successively all the Issuer's controlled companies (chain of companies under direct or indirect control of the Issuer), through which the Issuer controls the company, in relation to which it is a controller. Full name, location, INN (if applicable), and OGRN (if applicable) shall be specified for each such company:

**Public Joint-Stock Company RAO Energy Systems of East, Khabarovsk, Khabarovsk Krai, INN 2801133630, OGRN 108776000052.**

**Public Joint-Stock Company RAO Energy Systems of East is a company controlled by the Issuer (direct control). Public Joint-Stock Company Far East Energy Company is a controlled company of Public Joint-Stock Company RAO Energy Systems of East (direct control).**

Share of Public Joint-Stock Company RAO Energy Systems of East in the authorized capital of the controlled company PJSC FEEC: **51.03%\***

Portion of equity shares of PJSC FEEC held by RAO Energy Systems of East: **51.03%;**

share of the controlled company in the authorized capital of the Issuer: **0,017146%**

The amount of the percentage of the issuer's ordinary shares held by the controlled entity: **0,017146%**

Description of the controlled company's core business:

- **Acquisition of electric energy on wholesale and retail electricity (capacity) markets;**
- **Sale of electric energy on wholesale and retail electricity (capacity) markets to consumers (including civilians);**
- **Rendering services to third parties, including on collection of payments for sold goods and rendered services;**
- **Diagnostics, operation, repair, replacement, and check of electricity and heat measuring devices.**

#### **Members of the controlled company's Board of Directors**

Full name	Share of the person in the authorized capital of the Issuer, %	Portion of the Issuer's equity shares held by the person, %
Vlasov Alexey Valeryevich (Chairman)	0	0
Milush Viktor Vladimirovich	0	0
Linker Lada Alexandrovna	0	0
Storozhuk Sergey Konstantinovich	0	0
Kozlova Evgeniya Aleksandrovna	0	0
Kovaleva Natalia Gennadievna	0	0
Yakovlev Aleksey Dmitrievich	0	0
Vasilyev Sergey Vyacheslavovich	0	0
Belchenko Anton Leonidovich	0	0
Kuznetsov Mikhail Varfolomeevich	0	0
Akulshin Vladimir Grigoryevich	0	0
Bay Aleksey Evgenevich	0	0
Tverdokhleby Sergey Anatolyevich	0	0
Trubitsyn Kirill Andreevich	0	0
Kovalenko Alexey Alexandrovich	0	0

#### **Members of the controlled company's collective executive body**

Full name	Share of the person in the authorized capital of the Issuer, %	Portion of the Issuer's equity shares held by the person, %
Viktor Vladimirovich Milush (Chairman)	0	0
Aleksandr Sergeevich Efremov	0	0
Elena Yurevna Tyurina	0	0

Sergey Andreevich Khitun	0.000011	0.000011
Vitaliy Ivanovich Pravilo	0	0

**Sole executive body of the controlled company**

Full name	Share of the person in the authorized capital of the Issuer, %	Share of the ordinary shares of the Issuer common shareholders. of the Issuer, %
Milush Viktor Vladimirovich	0	0

Abbreviated corporate name: **Public Joint-Stock Company 'Far East Energy Company'**

Abbreviated corporate name: **JSC DGK**

Location: **Russian Federation, Khabarovsk city**

TIN (Taxpayer Identification Number) **1434031363**

BSRN (Basic State Registration Number) **1051401746769**

Type of control over the organisation in relation to which the Issuer is a controlling entity (direct control, indirect control): **Indirect control**

Indicator of control over the organisation in relation to which it is a controlling entity (the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company, the right to appoint (elect) the sole executive body of the Issuer's controlled company, the right to appoint (elect) over 50 per cent of the collective management body of the Issuer's controlled company: the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company: **The right to dispose of more than 50 votes in the supreme management body of an organization controlled by the issuer**

The amount of the issuer's share in the charter capital of the controlled entity: **0%\***  
portion of the controlled company's equity shares held by the Issuer: **0%\***

In case of indirect control—successively all the Issuer's controlled companies (chain of companies under direct or indirect control of the Issuer), through which the Issuer controls the company, in relation to which it is a controller. Full name, location, INN (if applicable), and OGRN (if applicable) shall be specified for each such company:

**Public Joint-Stock Company RAO Energy Systems of East, Khabarovsk, Khabarovsk Krai, INN 2801133630, OGRN 1087760000052.**

**Public Joint-Stock Company Far East Energy Company, Vladivostok, Russian Federation, INN 2723088770, OGRN 1072721001660**

**Public Joint-Stock Company RAO Energy Systems of East is a company controlled by the Issuer (direct control).**

**Public Joint-Stock Company Far East Energy Company is a controlled company of the Issuer (indirect control).**

Share of Public Joint-Stock Company Far East Energy Company in the authorized capital of the controlled company JSC FEGC: 100 % - 1 share **100%-1 share**

Portion of equity shares of JSC FEGC held by OJSC Far East Energy Company: 100% - 1 share **100%+1 share**

share of the controlled company in the authorized capital of the Issuer: **0%\***

The amount of the percentage of the issuer's ordinary shares held by the controlled entity: **0%\***

Description of the controlled company's core business:

- **Supply (sale) of electric and heat power under the set rates and in accordance with electrical and heat load dispatch schedules;**
- **Electric and heat energy generation;**
- **Arrangement of power-saving mode of equipment operation at power plants, and energy delivery according to agreements;**
- **Sale of heat energy at retail heat markets to consumers (including citizens).**

**Members of the controlled company's Board of Directors**

Full name	Share of the person in the authorized capital of the Issuer, %	Portion of the Issuer's equity shares held by the person, %
Vasilyev Sergey Vyacheslavovich	0	0
Borodin Viktor Nikolaevich	0	0
Kabanova Larisa Vladimirovna	0	0

Koptyakov Stanislav Sergeevich	0	0
Toropov Denis Vladimirovich	0	0
Churilov Dmitry Viktorovich	0	0
Shukaylov Mihail Innokentevich	0.000002	0.000002

#### Members of the controlled company's collective executive body

The collective executive body is not provided for by the Charter

#### Sole executive body of the controlled company

Full name	Share of the person in the authorized capital of the Issuer, %	Share of the ordinary shares of the Issuer owned by the person, per cent
Shukaylov Mihail Innokentevich	0.000002	0.000002

5. Full corporate name: **Public Joint-Stock Company 'Krasnoyarskenergosbyt'**

Abbreviated corporate name: **PJSC "Krasnoyarskenergosbyt"**

Location: **city of Krasnoyarsk**

TIN (Taxpayer Identification Number) **2466132221**

BSRN (Basic State Registration Number) **1052460078692**

Type of control over the organisation in relation to which the Issuer is a controlling entity (direct control, indirect control): **indirect control**

Indicator of control over the organisation in relation to which it is a controlling entity (the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company, the right to appoint (elect) the sole executive body of the Issuer's controlled company, the right to appoint (elect) over 50 per cent of the collective management body of the Issuer's controlled company: the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company: **The right to dispose of more than 50 votes in the supreme management body of an organization controlled by the issuer**

The amount of the issuer's share in the charter capital of the controlled entity: **0%\***

portion of the controlled company's equity shares held by the Issuer: **0%\***

In case of indirect control—successively all the Issuer's controlled companies (chain of companies under direct or indirect control of the Issuer), through which the Issuer controls the company, in relation to which it is a controller. Full name, location, INN (if applicable), and OGRN (if applicable) shall be specified for each such company:

**Joint-Stock Company ESC RusHydro, Moscow, INN 7804403972, OGRN 1089848039973**

**Joint-Stock Company ESC RusHydro is a subsidiary of the Issuer.**

Share of Joint-Stock Company ESC RusHydro in the authorized capital of the controlled company PJSC Krasnoyarskenergosbyt, % **51.75**

Portion of equity shares of OJSC Krasnoyarskenergosbyt held by JSC ESC RusHydro, %: 66.33 **66.33**

**Joint-Stock Company Hydroinvest, Russia, Republic of Sakha (Yakutia), Yakutsk TIN 7814382859, OGRN 1077847558381**

**Joint-Stock Company Hydroinvest is a subsidiary of the Issuer**

Share of Joint-Stock Company ESC RusHydro in the authorized capital of the controlled company PJSC Krasnoyarskenergosbyt, % **14.06**

Portion of equity shares of OJSC Krasnoyarskenergosbyt held by JSC Hydroinvest, %: **3.06.**

share of the controlled company in the authorized capital of the Issuer: **0%**

The amount of the percentage of the issuer's ordinary shares held by the controlled entity: **0%**

Description of the controlled company's core business:

- **Sale of electric energy in Krasnoyarsk Krai;**
- **Acquisition and/or sale (supply) of electric energy on the wholesale electricity and capacity market;**
- **Acquisition and/or sale (supply) of capacity on the wholesale electricity and capacity market;**
- **Sale (supply) of electric energy (capacity) on the retail electricity and capacity market to electric energy (capacity) consumers, including energy services to electrical (capacity) users, including conclusion of a services agreement for power transfer to consumers with network organisations on behalf of electrical (capacity) users or on its own behalf, but in the interests of electrical (capacity) users;**
- **Acquisition of electric energy (capacity) on retail electricity (capacity) markets.**

#### Members of the controlled company's Board of Directors

Full name	Share of the person in the authorized capital	Portion of the Issuer's equity shares held by the
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	of the Issuer, %	person, %
Aleksandr Olegovich Muravyev (Chairman)	0	0
Aleksandr Yuryevich Arkhipchenko	0	0
Galina Viktorovna Gorina	0	0
Marina Alexandrovna Morozova	0	0
Anton Leonidovich Belchenko	0	0
Vadim Vladislavovich Nedotko	0	0
Anatoliy Vladimirovich Slyusar	0	0
Oleg Vladimirovich Dyachenko	0	0
Mihail Yurevich Hardikov	0	0

#### **Members of the controlled company's collective executive body**

The collective executive body is not provided for by the Charter

#### **Powers of the Company's sole executive body are transferred to the management company**

Full corporate name: **Joint-stock company "Energy-distributing company RusHydro"**

Abbreviated corporate name: **JSC 'ESC RusHydro'**

Location: city of Moscow

TIN (Taxpayer Identification Number) **7804403972**

BSRN (Basic State Registration Number) **1089848039973**

share of participation of the Issuer in the authorized capital of the management company, %: **99.99**

portion of the management company's equity shares held by the Issuer, %: **99.99**

share of the management company (manager) in the Issuer's authorized (reserve) capital (unit fund): **0**

Portion of the Issuer's equity shares held by the management company, %: **0**

6.Full corporate name: **Public Joint-Stock Company "Yakutskenergo"**

Abbreviated corporate name: **PJSC Yakutskenergo**

Location: **Russian Federation, city of Yakutsk**

**TIN (Taxpayer Identification Number) 1435028701**

**BSRN (Basic State Registration Number) 1021401047260**

Type of control over the organisation in relation to which the Issuer is a controlling entity (direct control, indirect control): **indirect control**

Indicator of control over the organisation in relation to which it is a controlling entity (the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company, the right to appoint (elect) the sole executive body of the Issuer's controlled company, the right to appoint (elect) over 50 per cent of the collective management body of the Issuer's controlled company: the right to dispose of over 50 per cent of votes in the supreme management body of the Issuer's controlled company: **The right to dispose of more than 50 votes in the supreme management body of an organization controlled by the issuer**

The amount of the issuer's share in the charter capital of the controlled entity: **29.795104%**

portion of the controlled company's equity shares held by the Issuer: **29.002941%**

In case of indirect control—successively all the Issuer's controlled companies (chain of companies under direct or indirect control of the Issuer), through which the Issuer controls the company, in relation to which it is a controller. Full name, location, INN (if applicable), and OGRN (if applicable) shall be specified for each such company:

**Public Joint-Stock Company RAO Energy Systems of East, Khabarovsk, Khabarovsk Krai, INN 2801133630, OGRN 1087760000052.**

**Public Joint-Stock Company RAO Energy Systems of East is a company controlled by the Issuer (direct control).**

Share of Public Joint-Stock Company RAO Energy Systems of East in the authorized capital of the controlled company PJSC Yakutskenergo, %: **49.37**

Portion of equity shares of PJSC FECC held by RAO Energy Systems of East, % **57.63.**

share of the controlled company in the authorized capital of the Issuer: **0,000013%**

The amount of the percentage of the issuer's ordinary shares held by the controlled entity: **0,000013%**

Description of the controlled company's core business: **Electric and heat energy generation, transportation and sale**

**Members of the controlled company's Board of Directors**

Full name	Share of the person in the authorized capital of the Issuer, %	Portion of the Issuer's equity shares held by the person, %
Viktor Nikolaevich Borodin	0	0
Sergey Vyacheslavovich Vasilyev (Chairman)	0	0
Nikolay Nikiforovich Duraev	0	0
Evgeniya Aleksandrovna Kozlova	0	0
Elena Vladimirovna Kolmogorova	0	0
Stanislav Sergeevich Koptyakov	0	0
Oleg Vladimirovich Tarasov	0	0
Denis Vladimirovich Toropov	0	0
Dmitry Viktorovich Churilov	0	0

**Members of the controlled company's collective executive body**

Full name	Share of the person in the authorized capital of the Issuer, %	Portion of the Issuer's equity shares held by the person, %
Irina Petrovna Sysolyatina	0.000003	0.000003
Sergey Yuryevich Gavrilov	0	0
Alexander Stepanovich Sloik (Chairman)	0	0
Oksana Leonidovna Sologub	0	0
Yuriy Stepanovich Savchuk	0	0
Petr Mikhaylovich Dyakonov	0	0
Andrey Fedorovich Sanachev	0	0

**Sole executive body of the controlled company**

Full name	Share of the person in the authorized capital of the Issuer, %	Share of the ordinary shares of the Issuer common shareholders of the Issuer, %
Alexander Stepanovich Sloik	0	0

**3.6 Composition, Structure and Value of the Issuer's Fixed Assets, Information on Plans for Acquisition, Replacement, and Retirement of Fixed Assets, as well as on All Encumbrances on the Issuer's Fixed Assets**

As of June 30, 2017

Standard unit: RUB

Name of object group of basic assets	Initial (current) cost	Depreciation charges amount
Buildings	45,307,120,049.58	6,136,987,590.98
Constructions	226,497,932,159.18	36,099,309,849.41
Machines and equipment	208,390,825,130.66	63,449,598,953.04
Other	1,507,033,448.74	1,044,302,853.86
<b>TOTAL AMOUNT</b>	<b>481,702,910,788.16</b>	<b>106,730,199,247.29</b>

**Information on methods of depreciation in accordance with the object groups of the current assets is specified. Joint-stock company "Energy-distributing company RusHydro"**

**Results of the last fixed assets and long-term leased fixed assets reassessment performed within the last complete financial year, with specification of the reassessment date, total and residual (net of depreciation) balance value of fixed asset before reassessment, and total and depreciated replacement value (net of depreciation) of fixed asset taking into account reassessment. The specified information is given by groups of fixed asset items.** Information on methods of accrual of depreciation charges by groups of objects of fixed assets: revaluation of fixed assets for the specified period was not carried out.

Information on plans of purchase, replacement, current assets outflow, which amount to 10 and more per cent of value of issuer's current assets and other current assets at the discretion of the issuer, as well as information on all facts of encumbered current assets of issuer (with the indication of encumbrance character, encumbrance date, encumbrance duration and other conditions at the discretion of the issuer):

## IV. Information on Financial and Economic Activities of the Issuer

### 4.1 Financial and Economic Performance of the Issuer

Dynamic of indicators which characterizes the results of financial and operational activities of the issuer, including its profitability and non-profitability, calculated on the basis of the data of Accounting (Financial) Statement.

Standard (rules) in accordance with which the Accounting (Financial) Statements was drawn up, on the basis of which the indicators were calculated: **RAS**

Measurement unit for the uncovered loss: the Russian rubles *thousand RUB*

Name of the indicator	For 6 months 2016	For 6 months 2017
Net profit margin, %	49.7	40.8
Asset turnover ratio, times	0.06	0.06
Return on assets, %	3.09	2.43
Return on equity, %	3.69	3.00
Uncovered loss amount as of statement date, RUB.	0	0
Uncovered loss as of statement date to net assets value, %	0	0

In order to calculate given indices, methodology was used recommended by the Regulation on Information Disclosure by Issuers of Equity Securities approved by the Bank of Russia (No. 454-II dated December 30, 2014). The issuer is not a credit institution.

#### **Economic analysis of the Issuer's profitability/non-profitability on the basis of the dynamics of the given indexes.**

The net profit margin characterizes the rate of return from business activities of the company. Meaning of this indicator in 2016 (6 months) – 49,7%, в 2017 г. (6 months) – 40.8%

The asset turnover ratio shows how often over a period, usually within one year, there is a complete production cycle and circulation which brings effect in the form of profit. The utilization efficiency by the Issuer of all available resources, irrespective of from where they are sourced, is characterized. This indicator has not changed in comparable periods and has made up 2016 (6 months) and 2017 (6 months). – 0,06 times

Profitability ratios, that is the relation between profit (net income) and profit earning means, are characterized by the operating efficiency of the company—productivity or return on financial resources.

The return on assets is the effectiveness of using funds belonging to owners of an enterprise. It serves as the key criterion when assessing the share level on the stock exchange. The return on assets according to net profit shall guarantee the payback of funds invested in the enterprise by its shareholders. This ratio shows what profit the company receives from every Russian rubles invested in assets. Profitability of assets characterizing the efficiency of using the property of the enterprise, amounted to 2016 (6 months) and 2017 (6 months) - 3,09% and 2,43% respectively (the decrease is due to the increase in the carrying amount of assets and the decrease in net profit).

The return on equity shows the utilization efficiency of the Issuer's equity. The return on equity was 2016 (6 months). – 3,69%, в 2017 г. (6 months) - 3.00% (decrease due to growth of own capital (receipt of net profit by the results of 2016 and (six months 2017)).

### 4.2. Liquidity of the Issuer, Capital and Fixed Asset Adequacy

Dynamics of indicators characterizing liquidity of the Issuer, calculated on the basis of accounting (financial) statements

Standard (rules) in accordance with which the Accounting (Financial) Statements was drawn up, on the basis of which the indicators were calculated: **RAS**

Measurement unit for Net Working Capital: million Russian rubles million roubles

Name of the indicator	6 months 2016	6 months 2017
Net working capital	109,551	87,604
Current liquidity ratio	7.34	2.01
Quick liquidity ratio	7.06	1.95

In order to calculate given indices, methodology was used recommended by the Regulation on Information Disclosure by Issuers of Equity Securities approved by the Bank of Russia (No. 454-II dated December 30, 2014).

The issuer is not a credit institution.

**Economic analysis of liquidity and financial solvency of the Issuer, capital adequacy of the Issuer for performance of short-term obligation and coverage of current operating expenditure on the basis of economic analysis of dynamics of the given indicators, with a description of factors, which, according to the management entities of the Issuer, have the most significant impact on liquidity and financial solvency of the Issuer:**

Net working capital shows the amount of current assets financed at the company's own expense, and the amount financed at the expense of bank loans. Net working capital is needed to maintain financial stability of the company, because excess of current assets over short-term liabilities means that the company may not only redeem its short-term liabilities, but has reserves for business expansion. The decrease in 2017 (6 months) is due to an increase in short-term liabilities related to the additional issue of shares of PJSC RusHydro in the amount of 40 million rubles.

The current liquidity ratio enables assessment of the current assets per one Russian ruble of current liabilities. This ratio exceeded the standard value for the period under analysis (1.5); as at June 30, 2017 it amounted to 2.01.

The quick liquidity ratio is similar to the current liquidity ratio. It assesses the liquidity of assets. But it is calculated on the basis of a narrower range of current assets when inventories, the least liquid part, are excluded from calculations. This ratio exceeded the standard value for the period under analysis (0.95); as at June 30, 2017 it amounted to 1.95.

On the whole, liquidity ratios show that the company's position is stable.

### ***4.3. Financial Investments of the Issuer***

**The list of the Issuer's financial investments making up 5 per cent and more of its all financial investments as of the expiry date of the reporting period**

**Investments of Issuer in equity securities that make up 5 percent or more of all its financial investments at June 30, 2017:**

Type of securities: **registered shares**

Full corporate name of the issuer **Joint-Stock Company "Zagorsk GAES-2"**

Abbreviated corporate name of the issuer: **JSC "Zagorsk GAES-2"**

Location of the Issuer **Russian Federation., Moscow Region, Sergiev Posad Municipal District, Bogorodskoye Industrial Community, bld. 101**

TIN (Taxpayer Identification Number) **5042086312**

BSRN (Basic State Registration Number) **1065042071137**

state registration numbers of the securities issues: **1-01-11397-A**

state registration date: **January 18, 2007**

registering authorities which carried out state registration of the securities issues: **Federal Financial Markets Service of Russia**

number of securities owned by the Issuer: 53,681,508,646 un. **53,681,508,646 pcs.**

total par value of securities owned by the Issuer 16,861,500,000,00 rubles **RUB 53,681,508,646**

maturity for bonds and other debt equity securities, as well as to the issuer's options: not applicable to shares **Not applicable for the shares**

total balance sheet value of securities owned by the Issuer (balance sheet value of securities of subsidiaries and affiliates shall be specified separately): **RUB 60,690,958,886.76**

dividend on preferred shares or the procedure for determination thereof when it is specified in the Charter of the Issuer being a joint-stock company, and repayment period: shares are not preferred **The shares are not privileged shares**

declared dividend on equity shares (if no information on declared dividend on equity shares for the current year is available, dividend for the previous year shall be specified), and repayment period **In 2016 and 2017 decisions on dividend payment were not taken.**

Should contributions of the Issuer to shares of joint-stock companies be increased due to an increase in the authorized capital of a joint-stock company at the expense of property of such joint-stock company, the number and par value (increase in par value) of such shares received by the Issuer shall be specified: **It did not take place**

Type of securities: **Common shares, preferred shares**

Full corporate name of the issuer **Public Joint-Stock Company “RAO Energy Systems of the East”**

Abbreviated corporate name of the issuer **PJSC RAO ES of the East**

Location of the Issuer **46, Leningradskaya str., Khabarovsk city, 680021**

TIN (Taxpayer Identification Number) **2801133630**

BSRN (Basic State Registration Number) **1087760000052**

state registration numbers of the securities issues: **1-01-55384-E as of July 29, 2008; 2-02-55384-E as of December 08, 2009;**

registering authorities which carried out state registration of the securities issues: **Federal Financial Markets Service of Russia**

number of securities owned by the Issuer: 53,681,508,646 un. **36 926 003 431 common shares, 1 416 245 040 preferred shares**

total par value of securities owned by the Issuer 16,861,500,000,00 rubles **common shares– 18 463 001 716,5 roubles, privileged shares -708 122 520 roubles**

total balance sheet value of securities owned by the Issuer (balance sheet value of securities of subsidiaries and affiliates shall be specified separately): **RUB 18,495,246,562.12**

dividend on preferred shares or the procedure for determination thereof when it is specified in the Charter of the Issuer being a joint-stock company, and repayment period: shares are not preferred **In 2016 decisions on dividend payment were not taken.**

declared dividend on equity shares (if no information on declared dividend on equity shares for the current year is available, dividend for the previous year shall be specified), repayment period: In 2016 and 2017 decisions on dividend payment were not taken.

Should contributions of the Issuer to shares of joint-stock companies be increased due to an increase in the authorized capital of a joint-stock company at the expense of property of such joint-stock company, the number and par value (increase in par value) of such shares received by the Issuer shall be specified: **It did not take place**

Type of securities: **registered shares**

Full corporate name of the issuer **Joint-stock company ‘Ust-Srednekansk HPP named after A.F. Dyakov’**

Abbreviated corporate name of the issuer **JSC ‘Ust-Srednekanskaya HPP A.F. Dyakov’**

Location of the Issuer **84 Proletarskaya St., bldg. 2, Magadan city, 685030.**

TIN (Taxpayer Identification Number) **4909095293**

BSRN (Basic State Registration Number) **1074910002310**

state registration numbers of the securities issues: **1-01-56315-E, 1-01-55315-E**

state registration date: **September 11, 2007**

registering authorities which carried out state registration of the securities issues: **Federal Financial Markets Service of Russia**

number of securities owned by the Issuer: **18,809,586 million items.**

total par value of securities owned by the Issuer **RUB 18,809,586,927**

total balance sheet value of securities owned by the Issuer (balance sheet value of securities of subsidiaries and affiliates shall be specified separately): **RUB 23,111,468,131.08**

dividend on preferred shares or the procedure for determination thereof when it is specified in the Charter of the Issuer being a joint-stock company, and repayment period: shares are not preferred **The shares are not privileged shares**

declared dividend on equity shares (if no information on declared dividend on equity shares for the current year is available, dividend for the previous year shall be specified), repayment period: **In 2016 and 2017 decisions on dividend payment were not taken.**

Should contributions of the Issuer to shares of joint-stock companies be increased due to an increase in the authorized capital of a joint-stock company at the expense of property of such joint-stock company, the number

and par value (increase in par value) of such shares received by the Issuer shall be specified: **It did not take place**

Type of securities: **registered shares**

Full corporate name of the issuer **Joint-stock company 'Zaramag HPPs'**

Abbreviated corporate name of the issuer **JSC 'Zaramags HPP'**

Location of the Issuer **34, Pervomayskaya street, Republic of North Ossetia - Alania, 362003**

TIN (Taxpayer Identification Number) **1505008701**

BSRN (Basic State Registration Number) **151301001**

state registration numbers of the securities' issuances: **1-01-32047-E**

state registration date: **February 27, 2013**

registering authorities which carried out state registration of the securities issues: **Federal Financial Markets Service of Russia**

number of securities owned by the Issuer: **17,933,142 pcs.**

total par value of securities owned by the Issuer **RUB 17,933,142**

total balance sheet value of securities owned by the Issuer (balance sheet value of securities of subsidiaries and affiliates shall be specified separately): **RUB 17,216,207,775.52**

dividend on preferred shares or the procedure for determination thereof when it is specified in the Charter of the Issuer being a joint-stock company, and repayment period: shares are not preferred **The shares are not privileged shares**

declared dividend on equity shares (if no information on declared dividend on equity shares for the current year is available, dividend for the previous year shall be specified), repayment period: **In 2016 and 2017 decisions on dividend payment were not taken.**

Should contributions of the Issuer to shares of joint-stock companies be increased due to an increase in the authorized capital of a joint-stock company at the expense of property of such joint-stock company, the number and par value (increase in par value) of such shares received by the Issuer shall be specified: **It did not take place**

Type of securities: **Common registered shares**

Full corporate name of the issuer **Joint-Stock Company 'Yakutskaya Hydroelectric Power Plant -2'**

Abbreviated corporate name of the issuer: **JSC Yakutskaya SDPP -2**

Location of the Issuer **677000, Republic of Sakha (Yakutia), Yakutsk city Dzerzhinski street, 23, 602**

TIN (Taxpayer Identification Number) **1435269489**

BSRN (Basic State Registration Number) **1131447010640**

state registration numbers of the securities' issuances: **1-01-58921-N**

state registration date: **June 21, 2013**

registering authorities which carried out state registration of the securities issues: **Federal Financial Markets Service of Russia**

number of securities owned by the Issuer: **16,861,500,000 items.**

total par value of securities owned by the Issuer **RUB 16,861,500,000.00**

total balance sheet value of securities owned by the Issuer (balance sheet value of securities of subsidiaries and affiliates shall be specified separately): **RUB 16,861,500,000**

dividend on preferred shares or the procedure for determination thereof when it is specified in the Charter of the Issuer being a joint-stock company, and repayment period: shares are not preferred **The shares are not privileged shares**

declared dividend on equity shares (if no information on declared dividend on equity shares for the current year is available, dividend for the previous year shall be specified), repayment period: **In 2016 and 2017 decisions on dividend payment were not taken.**

Should contributions of the Issuer to shares of joint-stock companies be increased due to an increase in the authorized capital of a joint-stock company at the expense of property of such joint-stock company, the number and par value (increase in par value) of such shares received by the Issuer shall be specified: **It did not take place**

#### **Information on created reserves for securities impairment.**

January 01, 2016	December 31, 2016
3,177,351	20,110,831

Type of investment: interest bill

Full corporate name of the issuer **Joint-stock company 'Zaramag HPPs'**

Abbreviated corporate name of the issuer: **JSC 'Zaramags HPP'**

Location of the Issuer **34, Pervomayskaya street, Republic of North Ossetia - Alania, 362003**

**TIN (Taxpayer Identification Number) 1505008701**  
**BSRN (Basic State Registration Number) 151301001**  
Investment in monetary terms: RUB 229,337,775.66  
Promissory notes release date: August 07, 2015  
Unit of measure: **RUB**

Income from financial investment facility or the procedure for its determination, and repayment period:  
***Interest rate within the interest period is 9,51 % per annum. Interest shall be paid at the end of the period of validity. Term of return of bills - upon presentation, but not earlier than June 29, 2018.***

Type of investment: interest-bearing promissory note  
Full corporate name of the issuer **Joint-stock company 'Zaramag HPPs'**  
Abbreviated corporate name of the issuer: **JSC 'Zaramag HPP'**  
Location of the Issuer **34, Pervomayskaya street, Republic of North Ossetia - Alania, 362003**  
**TIN (Taxpayer Identification Number) 1505008701**  
**BSRN (Basic State Registration Number) 151301001**  
Investment in monetary terms: RUB 207,183,971.97  
Promissory notes release date: August 31, 2015  
Unit of measure: **RUB**

Income from financial investment facility or the procedure for its determination, and repayment period:  
***Interest rate within the interest period is 9,51 % per annum. Interest shall be paid at the end of the period of validity. Term of return of bills - upon presentation, but not earlier than June 29, 2018.***

Type of investment: interest-bearing promissory note  
Full corporate name of the issuer **Joint-stock company 'Zaramag HPPs'**  
Abbreviated corporate name of the issuer: **JSC 'Zaramag HPP'**  
Location of the Issuer **34, Pervomayskaya street, Republic of North Ossetia - Alania, 362003**  
**TIN (Taxpayer Identification Number) 1505008701**  
**BSRN (Basic State Registration Number) 151301001**  
Investment in monetary terms: RUB 164,531,293.26  
Promissory notes release date: September 25, 2015  
Unit of measure: **RUB**

Income from financial investment facility or the procedure for its determination, and repayment period:  
***Interest rate within the interest period is 9,51 % per annum. Interest shall be paid at the end of the period of validity. Term of return of bills - upon presentation, but not earlier than June 29, 2018.***

**Other financial investments of the issuer, which make up 5 percent or more of all its financial investments, on June 30, 2017**

Type of investment: ***interest-bearing loan***  
The object of the investment:  
Full corporate name: **Public Joint-Stock Company 'Far East Energy Company'**  
Abbreviated corporate name: **JSC FEGK**  
Location of the Issuer **Frunze street, 49, Khabarovsk city, Khabarovsk Krai (Khabarovsk Territory), 688000**  
**TIN (Taxpayer Identification Number) 1434031363**  
**BSRN (Basic State Registration Number) 1051401746769**  
Investment in monetary terms: ***RUB 4,537,544,121.00***  
Income from financial investment facility or the procedure for its determination, and repayment period:  
***Interest rate within the interest period is 7,997 % per annum. Interest is paid according to the payment schedule. Loan repayment term: December 06, 2018.***

Type of investment: ***interest-bearing loan***  
The object of the investment:  
Full corporate name: **Public Joint-Stock Company 'Far East Energy Company'**  
Abbreviated corporate name: **JSC FEGK**  
Location of the Issuer **Frunze street, 49, Khabarovsk city, Khabarovsk Krai (Khabarovsk Territory), 688000**  
**TIN (Taxpayer Identification Number) 1434031363**  
**BSRN (Basic State Registration Number) 1051401746769**  
Investment in monetary terms: ***RUB 35,608,124,811.00***



Income from financial investment facility or the procedure for its determination, and repayment period:  
**Interest rate within the interest period is 5,40 % per annum. Interest is paid according to the payment schedule.**  
**Loan repayment term: March 22, 2022.**

Type of investment: *interest-bearing loan*

The object of the investment:

Full corporate name: **Public Joint-Stock Company “RAO Energy Systems of the East”**

Abbreviated corporate name of the issuer: **PJSC "RAO Energy Systems of East"**

Location of the Issuer 46, Leningradskaya str., Khabarovsk city, 680021

TIN (Taxpayer Identification Number) 2801133630

BSRN (Basic State Registration Number) 1087760000052

Investment in monetary terms: **RUB 8,522,514,171.85**

Income from financial investment facility or the procedure for its determination, and repayment period:  
**Interest rate within the interest period is 5,40 % per annum. Interest is paid according to the payment schedule.**

**Loan repayment term: March 30, 2022.**

Type of investment: *interest-bearing loan*

The object of the investment:

Full corporate name of the issuer **Joint-Stock Company ‘Yakutskaya Hydroelectric Power Plant -2’**

Abbreviated corporate name of the issuer: **JSC Yakutskaya SDPP -2**

Location of the Issuer 677000, Republic of Sakha (Yakutia), Yakutsk city Dzerzhinski street, 23, 602

TIN (Taxpayer Identification Number) 1435269489

BSRN (Basic State Registration Number) 1131447010640

Investment in monetary terms: **RUB 322,724,598.44**

Income from financial investment facility or the procedure for its determination, and repayment period:  
**Interest rate within the interest period is 10,08 % per annum. Interest is paid according to the payment schedule.**

**Loan repayment term: on demand**

Information on the magnitude of potential losses associated with the bankruptcy of the organizations (enterprises) in which the investments were made, for each type of investment indicated: **Information on the magnitude of potential losses associated with the bankruptcy of the organizations (enterprises) in which the investments were made, for each type of investment indicated:**

If the Issuer’s funds are placed on deposit or other accounts with banks and other credit organisations, the licenses of which have been suspended or withdrawn, as well as if the decision on reorganisation, liquidation of such credit organisations, initiation of bankruptcy proceedings or recognition of such organisations as insolvent (bankrupt), information on losses (potential losses) connected with such events shall be specified: none: **It did not take place**

Standards (rules) of accounting statements, according to which the issuer made the calculations reflected in this clause of the Offering Memorandum: **Regulations on accounting No. 19/02 ‘Regulations on accounting ‘Accounting for financial investments’, approved by the Order of the Ministry of Finance of the Russian Federation dated December 10, 2002, No.126n.**

## **4.4 Intangible Assets of the Issuer**

**as of June 30, 2017**

Unit of measure: RUB

Group of intangible asset items	Initial (current) cost	Depreciation charges amount
Intangible assets of the Company	1,746,139,403.40	1,391,803,655.45
Expenses for research, development, and engineering work	438,042,493.49	-
Patents	93,493,566.94	31,222,316.51
<b>TOTAL AMOUNT</b>	<b>2,277,675,463.83</b>	<b>1,423,025,971.96</b>

**Standards (rules) of accounting, in accordance with which the issuer provides information about its intangible assets:** Regulations on accounting No. 4/99 'Accounting of Organization' (approved by Order of the Ministry of Finance of Russia dated July 6, 1999 No. 43n); Regulations on accounting "Accounting for intangible assets" No. 14/2000 (approved by Order of the Ministry of Finance of Russia dated October 16, 2000 No. 91n).

#### ***4.5. Information on the Issuer's Policy and Expenses in the Area of Scientific and Technical Development, in relation to Licenses and Patents, New Developments, and Research***

*The Issuer regularly carries out research and development in order to improve technological processes (to examine properties of materials, condition of equipment, test, etc.) in order to enhance the reliability, safety and effectiveness of HPP operation.*

Information on the Issuer's policy in scientific and technical development for the corresponding reporting period preceding the expiry date of the last reporting quarter, including disclosure of expenses on research and development activity financed using the Issuer's own funds in the said reporting period:

For 6 months of 2017, Tenders concerning the following research and development works were announced by the Issuer: *"Investigation of new technologies for the repair and restoration of elements of the gas transportation network with an increase in service life and reliability, development of a manual for implementation."*

*For 2 month of 2017 the Issuer received the final results on research and development works.*

*Costs associated with scientific and technological activities at the Issuer's own expense for 6 months of 2017 amounted to 28,918 million Russian rubles with VAT. (including VAT)*

Information on creation of major intellectual property and its legal protection obtained by the Issuer (including information on the date of issue and the validity periods of patents for invention, a utility model and an industrial design, state registration of trade and service marks, name of the place of origin of commodities), guidelines for and results of the use of the Issuer's major intellectual property.

*In the 2nd quarter of 2017, the Issuer obtained one patent for utility model No. 170285 dated April 19, 2017 "Device for measuring the adhesion strength of ice to hard surfaces of various materials"*

Principal directions and results of the use of the Issuer's major intellectual property:

*Intellectual property items are used to increase the effectiveness of principal processes at all life cycle stages of PJSC RusHydro engineering system.*

*Due to the uniqueness of items and sector-specific research, development, and engineering works, intellectual property items are not commercially applied currently.*

Risk factors connected with the possible expiration of the validity period of patents and licenses to use trademarks essential for the Issuer:

*There are no risk factors connected with the possible expiration of the validity period of patents and licenses to use trademarks essential for the Issuer.*

#### ***4.6. Analysis of Development Trends in the Area of the Issuer's Core Business***

**Basic development trends of the branch of the economy where the Issuer carries out its core activities:**

1. Strategic developments of the sector.

The Energy Strategy of the Russian Federation until 2030 was approved by Regulation of the Government of the Russian Federation No. 1715-p dated November 13, 2009 The main objective of the document is creation of priority growth area of the power industry for the long term until 2030

Currently, the Ministry of Energy of the Russian Federation prepared Energy Strategy project of the Russian Federation, which is being at discussion stage for the period until 2035. The strategy project was developed in accordance with the Federal Law No 172-FZ "On the strategic planning in the Russian Federation" of June 28, 2014 and is being an inter-industry document for the power-generating sector (oil, gas, coal, electric power and heat power industry) and for energy as a sphere of government control.

It was approved the Development Program and Scheme of the Unified Energy System of Russia for 2016–2022 (Order of the Ministry of Energy of the Russian Federation No. 147 dated March 01, 2016) within implementation of medium term planning tools. The main objective of the plan and program is assistance in development of networked infrastructure and generating capacities as well as ensuring the satisfaction of long-

term and medium-term demand for electric energy and capacity.

Decree of the Government of the Russian Federation No. 1634-p dated August 1, 2016 approves the Area Planning Scheme of the Russian Federation applicable to the power industry. The document includes new power engineering facilities, planned to be constructed by 2030, as well as expanding power engineering facilities, in respect of which the need for additional land allotment was not determined as along with maps of the scheduled allocation of objects of federal significance for the period until 2030.

Plan of Power Industry Facilities Allocation until 2035 was approved by the Decree of the Government of the Russian Federation No. 215-P dated February 22, 2008. The general layout of the objects of electric power industry is directed, in particular, to the formation of the structure of generating capacities and objects of electric grid economy in order to ensure a promising balance of production and consumption of electric energy and power in the Unified energy system of Russia and technologically isolated territorial power systems, prevention of projected deficits of electric power and power most in effective ways, taking into account the projected operating modes of work of energy systems, the necessary technological reserve and basic technological limitations.

A number of regulatory legal documents for supporting the Russian economy was accepted, including the energy industry. The Issuer was included in the list of the country's strategic enterprises, which means it can count on implementation of measures of state support.

Federal Law as of December 28, 2016 No. 508-FZ 'On Amendments to the Federal Law 'On Electric Power Industry' introduced to increase the price of power in the I and II price zones, due to which the prices in the Far East will be reduced to the average level. In order to implement the provisions of the aforementioned law, currently, federal executive authorities are developing regulations governing the mechanisms for obtaining an allowance for the price of power in the price zones of the wholesale market, as well as its distribution in the territories of the Far Eastern Federal District. The onset of action of the above Federal Law starts from July 1, 2017.

## 2. Electricity and capacity consumption and production.

According to operation data of SO UPS, JSC for 5 months of 2017:

Electricity consumption in the UES of Russia is 447.9 million kilowatt-hours, which is 2.6% more than the volume of consumption for the similar period of 2016.

In 2016 electricity generation in Russia amounted to 1,071.7 million kW / h, which is 2.1% more than the output in 2015. The power stations of UES of Russia generated 453.2 million kW / h, which is 1.9 % more than in 2016.

## 3. Innovation development of the power industry and energy efficiency

In accordance with the instructions of Prime Minister of the Russian Federation D.A. Medvedev (list of instructions No. ДМ-П36-6057 as of July 25, 2014), the Company developed the Innovative Development Program for 2016-2020 with a perspective up to 2025 (hereinafter referred to as 'the Program') The program was approved by the Board of Directors of PJSC "RusHydro" (Minutes dated November 23, 2016, No. 244).

The program is formed in accordance with the Methodological Guidelines for the Development and Adjustment of Innovative Development Programs for Joint-Stock Companies with State Participation, State-owned corporations, state-owned companies and federal state unitary enterprises, approved by the Government of the Russian Federation dated November 7, 2015, No. ДМ-П36-7563, on Based on the results of an independent technological audit.

The program includes, as an application, the Program for Innovative Development of the Holding Company "RAO ES of the East" for 2016-2020. With a perspective up to 2025, approved by the Board of Directors of PAO "RAO ES of the East" (minutes as of July 01, 2016 No.145) and synchronized with it in part of the list and values of key performance indicators.

The quality of the development of the Program has been assessed by the Interdepartmental Commission for Technological Development of the Praesidium of the Council under the President of the Russian Federation for the Modernization of Economics and Innovative Development of Russia (Minutes dated December 26, 2014, No. 23-DO1). The rating is 95.2%, which is one of the highest evaluations of the quality of the Program development among the companies of the fuel and energy complex.

The assessment was approved by the Interdepartmental Working Group on the Implementation of Innovation Development Priorities at the Praesidium of the Council under the President of the Russian Federation on Modernization of the Economy and Innovative Development of Russia (Minutes as of April 14, 2017, No. 1).

### **Assessment of results of the Issuer's activities:**

General assessment of the Issuer's results in such sector is positive.

Results of the Issuer's activities correspond to the trends of the sector's development.

The main reasons for the obtained results are effective performance of the Issuer on the wholesale electricity and capacity market, efficient management of expenses and appropriate job management.

PJSC RusHydro was the six among all generating companies participating in the wholesale market as regards

Efficiency on the Market in the Final Annual Rating of Association of Non-Profit Partnership Market Council for 2015 (Company had same rating in 2014). As regards Economic Efficiency the Company was also the six.

#### **4.7 Analysis of Factors and Conditions Influencing the Issuer's Activities**

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

#### **4.8. Competitors of the Issuer**

**The main existing and prospective rivals of the issuer in the main types of activities, including competitors abroad:**

On the Russian market for electricity generation, PJSC RusHydro takes the leading position: the main competitors are independent Russian energy companies formed as a result of the reformation of RAO UES of Russia.

No.	Holding company	Installed capacity for the end of 2016, GW
1	LLC 'Gazprom energoholding'	39
2	PJSC Inter RAO	31
3	State Atomic Energy Corporation Rosatom	28
4	JSC 'EuroSibEnergo'	20
5	T Plus (PJSC)	16
6	PJSC Unipro (earlier: E.ON Russia)	11
7	PJSC Enel Russia	9
8	LLC Siberian Generating Company (SUEK)	8
9	JSC 'Tatenergo'	5
10	OJSC 'Fortum' (TGC-10)	5
11	LUKOIL PJSC	4
12	JSC SIBECO, JSC 'Biyskenergo' (RU-COM)	3
13	PJSC 'TGK-2' ('Synthesis' group')	2
14	PJSC 'Quadra' ('Onexim' group)	3
15	OJSC 'TGK - 16' (OJSC 'TAIF')	1
16	PJSC 'TGK - 14' (OJSC 'Russian Railways')	1

**The list of the Issuer's competitiveness factors with a description of degree of their influence, in the Issuer's opinion, on competitiveness of products (works, services):**

1. Environmental friendliness. Hydro resources are renewable and the most ecological energy source, the use of which allows reducing atmospheric emissions by thermal electrical power plants and preserving hydrocarbon fuel.

2. High flexibility because it is HPPs that are the most flexible and capable, if necessary, to significantly increase the volumes produced in just a few minutes covering peak loads.

3. Absence of a fuel component in production cost – independence from changes in prices for energy carriers and as a consequence the possibility of long-term price guarantees for consumers.

**The Issuer's analogue companies abroad.**

No.	Company	Installed capacity, MW
1	China Three Gorges Corporation (China)	65
2	Eletrobras (Brazil)	47

3	Hydro-Québec (Canada)	37
4	U.S. Army Corps of Engineers (USA)	20
5	Statkraft (Norway)	19
6	Edelca (Venezuela)	15
7	US Bureau of Reclamation	15
8	BC Hydro (Canada)	12

There are a number of energy companies in the world, capacities of which are based on hydro power plants.

1. The largest hydro generation company in the world is China Three Gorges Corporation (China). The largest hydro-power plants are the following: Three Gorges (22,500 MW), Xiluodu (13,860 MW), Xiangjiaba (6,400 MW), Gezhouba (2 735 MBt). are the largest HPPs.

The company is 100% state-owned

2. Brazilian Eletrobras is the second largest hydro generation company in the world. At the same time, it is the largest energy company in Brazil and Latin America. Its assets include a series of large HPPs, including Itaipu HPP on the Parana River, the second largest HPP in the world in terms of capacity (14,000 MW). The company is controlled by the state, which holds 54% of its shares.

3. Canadian Hydro-Québec (36,643 MW), the largest energy company of Canada, which played a great role in the economic development of the Province of Quebec. The company's assets include a great number of HPPs, including large cascades on the Manicouagan and La Grande rivers . The company is owned by the authorities of the Province of Quebec.

4. The U.S. Army Corps of Engineers (USCE). It is not an energy company in the truest sense of the word, but a state agency engaged in construction and operation of HPPs (electricity is sold by other state agencies).

5. Norwegian Statkraft. It is the largest electricity producer in Norway and the third in Scandinavia. The company owns approximately 150 HPPs, many of them - with long-term regulation reservoirs. The company is 100% state-owned

6. Venezuelan Edelca. The main asset of the company is Guri HPP on the Caroni River, the third largest HPP in the world in terms of capacity, with a capacity of 10.2 GW. The company supplies most of Venezuela's electricity, and is fully state-owned.

7. US Bureau of Reclamation. Again, it is not an energy company in traditional sense, but it operates a variety of HPPs, including the famous Hoover Dam

8. Canadian BC Hydro, the largest electricity producer in the province of British Columbia. The company owns 30 HPPs, and the company itself is owned by the authorities of the province

### **Issuer's competitors in the electric power of Armenia**

In 2011, PJSC RusHydro acquired 90% of the shares in Sevan-Hrazdan Cascade of HPPs with a total capacity of 562 MW of installed capacity in the Republic of Armenia. Thus, having entered the electric power market of Armenia, PJSC RusHydro had occupied a substantial share of this market.

The Issuer's competitors in Armenia.

Generation object	Type	Installed capacity, MW	Generating companies
Vorotan Cascade of HPPs	HPP	404	CJSC Vorotan Cascade of HPPs
Dzoraget HPP	HPP	25	CJSC Dzora HPP
Small HPP	HPP	66	SHPP
Armenian NPP	APP	440	CJSC Armenian NPP
Hrazdan TPP	TPP	1110	LLC HrazTPP
Yerevan HPP	HPP	271	CJSC Yerevan HPP

## **V. Detailed Information on Members of the Issuer's Management Entities, the Issuer's Bodies, Monitoring Financial and Economic Activities, and Backgrounds of the Issuer's Employees (Workers)**

### ***5.1 Information on Structure and Terms of Reference of the Issuer's Management Entities***

On June 26, 2017 (Minutes No.16 as of June 27, 2017) the General Meeting of Shareholders of the Company approved the new version of the Articles of Association of the Company.

**Full description of the structure of the Issuer's bodies monitoring financial and economic activities and their terms of reference pursuant to the Issuer's Charter (constituent documents) and internal documents:**

The following bodies are the management bodies of the Issuer:

- General Meeting of Shareholders;
- Board of Directors;
- Management Board (collegial executive body);
- Chairman of the Management Board - Chief Executive Officer (sole executive body).

The competence of the General Meeting of Shareholders of the Issuer is stipulated by Article 10 of the Articles of Association of the Issuer:

'10.2 The competence of the General Meeting of Shareholders includes the following issues:

- 1) the introduction of amendments and additions to the Articles of Association or the approval of the Articles of Association in a new version;
- 2) reorganization of the Company;
- 3) liquidation of the Company, appointment of liquidation commission and approval of interim and final liquidation balances;
- 4) determination of the number, nominal value, category (type) of the authorised shares and rights granted thereby;
- 5) increase of the authorized capital of the Company by increasing the nominal value of shares or by placing additional shares in cases stipulated by the Federal Law "On Joint-Stock Companies";
- 6) reduction of the authorized capital of the Company by reducing the nominal value of shares, by acquiring part of the shares by the Company in order to reduce their total amount, as well as by repayment of shares acquired or redeemed by the Company;
- 7) dividing and consolidating the Company's shares;
- 8) making a decision on the placement by the Company of bonds convertible into shares and other equity securities convertible into shares;
- 9) election of the Corporate Secretary of the Company and termination of his powers;
- 10) election of the members of the Internal Audit Commission of the Company and termination of their powers;
- 11) approval of the Company's Auditor.
- 12) Approval of the Company's annual report, annual accounting (financial) statements.
- 12.1) distribution of profit (including payment (declaration) of dividends, except for payment (declaration) of dividends for the first quarter, six months, nine months of the fiscal year) and losses of the Company the results for the reporting year;
- 13) payment (declaration) of dividends for the first quarter, six months, nine months of reporting year;
- 14) making decisions on the consent for the execution or subsequent approval of major transactions in the cases provided for in Article 79 of the Federal Law "On Joint-Stock Companies";
- 15) making decisions on the consent for the execution or subsequent approval of major transactions in the cases provided for in Article 83 of the Federal Law "On Joint-Stock Companies";
- 16) making a decision on participation in financial and industrial groups, associations and other associations of commercial organizations;
- 17) approval of internal documents regulating the activities of the Company's management and control bodies;
- 18) making a decision on payment to members of the Audit Commission of the Company of remuneration and (or) compensations;
- 19) making a decision on payment to members of the Audit Commission of the Company of remuneration and (or) compensations;

20) making a decision on the application for the delisting of the Company's shares and (or) equity securities of the Company, convertible into its shares;

21) resolution of other issues stipulated by the Federal Law "On Joint-Stock Companies".

10.3. Matters referred to the competence of the General Meeting of Shareholders can not be transferred to the decision of the Board of Directors, the Management Board and the sole executive body of the Company.

The General Meeting of Shareholders does not have the right to consider and make decisions on matters not related to its competence by the Federal Law "On Joint Stock Companies".

The competence of the General Meeting of Shareholders of the Issuer is stipulated by Article 12 of the Articles of Association of the Issuer:

'12.1. The Board of Directors shall carry out general management of the Company's business

except for the issues referred by Federal Law On Joint-Stock Companies and these Articles of

Association to the competence of the General Shareholders' Meeting.

The following issues shall come within the competence of the Board of Directors:

1) Identification of the Company's priority areas of activity;

2) approval of the strategy of development and the long-term program of development of the

Group RusHydro(including examination of reports on their implementation);

3) Calling of annual and extraordinary General Shareholders' Meetings and decision making

related to the calling, preparing, and holding General Shareholders' Meetings;

4) Offering the Company's bonds and other issue-grade securities, except in cases established

by Federal Law On Joint-Stock Companies and these Articles of Association;

5) Approval of resolutions on the issue (additional issue) of securities, prospectus, reports on

acquisition of shares from the Company's shareholders, share redemption reports, and reports on share redemption claims from the Company's shareholders;

6) Determination of the price (money value) of property, placement value, or the procedure

of the price determination for the issue-grade securities and their redemption where so provided by Federal Law On Joint-Stock Companies and when handling the issues as referred to in Sub-clauses 8, 23, and 24 of Clause 12.1 of these Articles of Association;

7) Acquisition of shares, bonds, and other securities placed by the Company where so

provided by Federal Law On Joint-Stock Companies or other federal laws;

8) Disposal of the Company's shares that the Company has acquired or redeemed from the

Company's shareholders, as well as in other cases provided for by the applicable Russian laws;

9) Determination of the number of the Company's Management Board members, election of

the Management Board members, termination of their powers, including adoption of resolutions on

early termination of labour contracts with them;

10) Determination of the policy for payment of remuneration and compensation to the

members of the Company's Board of Directors and executive bodies, approval of the documents

within the mentioned policy, except for the documents subject to approval by the General Meeting of the Company's Shareholders;

11) Election of the Chairperson of the Management Board – General Director, termination of

his/her powers, including decision making on termination of the employment contract with him/her, holding him/her disciplinarily accountable and commending him/her in accordance with the labour laws of the Russian Federation, adopting a resolution on recommending him/her for national and industry awards;

12) Approval for an individual acting as the sole executive body and the Management Board

members to hold concurrent positions in management bodies of other organizations as well as other paid positions in other organizations;

- 13) Election of the Chairman and Deputy Chairman of the Company's Board of Directors and termination of their powers;
- 14) Establishment of the committees of the Company's Board of Directors, election of members to the committees of the Company's Board of Directors, approval of regulations for the committees of the Company's Board of Directors, approval of the reports on the results of activities of the committees of the Company's Board of Directors;
- 15) election of the Corporate Secretary of the Company and termination of his/her powers, approval of regulations on the Corporate Secretary, evaluation of the Corporate Secretary and review of reports on his work, deciding on payment of remuneration to the Corporate Secretary;
- 16) approval (adjustment) of key performance indicators of the Company, approval of reports on their implementation;
- 17) approval of investment program (including prior approval of investment program project) and business plan of the Company, approval of reports on their implementation;
- 18) On determination of the cost of services of the Company's Auditor.
- 19) Recommendations to the General Shareholders' Meeting with regard to the size of dividend on shares, dividend payment procedure, date as of which the persons entitled to dividends are determined;
- 20) Approval of the Company's by-laws defining the procedure for setting up and use of the Company's funds, adoption of a resolution on the use of the Company's funds;
- 21) Approval of the Company's by-laws, except for those to be approved by the General Shareholders' Meeting or executive bodies of the Company, and approval of by-laws designed to meet the requirements of the regulatory legal acts of the Russian Federation and regulations of securities market trade organizers for issuers whose shares are in circulation in the securities market;
- 22) Setting up branches and opening representative offices of the Company, their liquidation, decision making on alteration of names and locations of branches and representative offices;
- 23) Decision making on participation and on termination of the Company's participation in other organizations (except for the organizations listed in Sub-clause 16 of Clause 10.2 of these Articles of Association);
- 24) Pre-approval of resolutions on the following types of transactions to be conducted by the Company: a) Transactions the subject of which is the Company's non-current assets in the amount of more than ten (10) per cent of their balance value as of the date of making a decision on the execution of such a transaction; b) Transactions (a few related transactions) connected with disposal of the Company's property comprising fixed assets, intangible assets and construction in progress, where so determined (including amounts) by separate resolutions of the Company's Board of Directors; c) Transactions with shares and interests of organizations in which the Company participates, where determined so (including amounts) by the Company's Board of Directors, or in all other cases when the procedure for decision making by the Company's Board of Directors is not defined.
- 25) Determination of the Company's credit policy as regards issuing loans, signing credit and loan contracts, granting surety, assuming obligations on bills (issue of promissory notes and bills of exchange) and decision making on the said transactions to be conducted by the Company when the procedure for decision making thereon is not defined by the Company's credit policy; decision making in accordance with the approved credit policy;
- 26) Decision making on transactions to be conducted by the Company related to gratuitous transfer of the Company's property or proprietary rights to itself or to a third party, on transactions connected with the release from a property liability to itself or to a third party, on transactions related to services (work) rendered by the Company free of charge to third parties, where so determined (including amounts) by separate resolutions of the Board of Directors;
- 27) consent to carry out or on posterior approval of the major transactions in the cases provided by Chapter X of the Federal law ' On joint-stock companies', as well as approval of Opinion on Major Transactions;
- 28) making decisions on the consent for the execution or subsequent approval of major transactions in the cases provided for in Chapter XI of the Federal Law "On Joint-Stock Companies";
- 29) Approval of the Company's registrar, terms of a contract with him/her and resolving to



terminate the contract with it;

30) adoption of recommendations on the Company's received voluntary or mandatory offer to acquire Company's shares and other emission securities convertible into shares of the Company, including assessment of offered price of purchased securities and possible changes in their market value after the purchase, evaluation of plans of the person, who have sent the voluntary or mandatory offer in respect of the Company, including those in respect of its employees;

31) Determination of the Company's (Company representatives') position, including instructions whether to vote on agenda items, vote "for", "against", or "abstained" on draft resolutions on the following agenda items handled by the management bodies of business entities' subsidiaries, unless otherwise determined by separate resolutions of the Company's Board of Directors:

- a) On subsidiary restructuring and winding up;
- b) On determination of quantity, par value, and category (type) of the subsidiary's declared

shares of and rights attached to these shares;

- c) On the increase of subsidiary's authorized capital by raising the par value of shares or by

placement of additional shares;

- d) On placement of subsidiary's securities convertible into ordinary shares;
- e) On split and reverse split of subsidiary's shares;
- f) On acquisition by the subsidiary of stock (shares of the authorized capital stock) of other business associations also at the time of their formation in case the value of such a transaction makes up 15 (fifteen) per cent and more of the balance sheet assets of the subsidiary, which are determined on the basis of the accounting (financial) statements for the last reporting date;

- g) on consent to carry out or on posterior approval of the major transactions carried out by the

subsidiary;

- h) On transactions conducted by the subsidiary (including a few related transactions)

connected with disposal or possible disposal of the subsidiary's property, including fixed assets,

intangible assets, and construction in progress, intended for generation, transfer, dispatching,

distribution of electric and heat power, where so defined (including amounts) by separate resolutions

of the Company's Board of Directors;

- i) On transactions conducted by the subsidiary on alienation, pledging, or any other

encumbrance (by making a single or several interconnected transactions) of stock and shares of the

subsidiary's subsidiaries, which are involved in the generation, transfer, dispatching, distributing, and

selling electric and thermal power;

32) determination of the Company's policy in the field of insurance coverage;

33) formulation of the procurement policy for the Company, including approval of the Regulations for purchases of the products for the needs of the Company, taking the decisions in accordance with the approved Regulations;

34) Approval of the procedure for selection of appraisers and/or appraiser candidate(s) to

determine the value of shares, property, and other assets of the Company, where so provided by

Federal Law On Joint-Stock Companies, these Articles of Association and individual resolutions by the

Company's Board of Directors;

35) Review of the Company's organizational structure;

36) Approval of the model collective agreement of the branch of the Company and its amendment;

37) Increase in Company's authorized capital through issuing additional shares within the scope of declared shares given the limitations stated by Federal Law On Joint-Stock Companies and the Articles of Association;

38) Making a decision on applying for listing of the shares and/or equity securities, which are convertible into the shares of the Company, in cases provided by Federal Law On Joint-Stock Companies and other legal acts

of the Russian Federation;

39) approval of policy on internal control and risk management in order to determine the basic principles and approaches of internal control and risk management organization, as well as approval of reports on assessment of functioning of internal control system and risk management of the Company.

40) approval of internal audit policy, approval of appointment decision, dismissal of the head of Internal Audit Service, consideration of significant limitations of powers of Internal Audit Service or other restrictions that could negatively affect implementation of internal audit;

41) Recognition of the nominated director (member of the Company's Board of Directors) as

independent;

42) Examination of the results of self-assessment of the Board of Directors and independent assessment of the Company's Board of Directors' efficiency;

43) Examination of the results of corporate governance practice assessment;

44) Approval (adjustment) of the Company's non-core assets register;

45) Approval of annual reports in the field of corporate social responsibility and sustainable development;

46) Recommendations for the Company's executive bodies for any issues on the Company's

activities;

47) Other issues falling within the competence of the Board of Directors under Federal Law On Joint-Stock Companies and these Articles of Association.

12.2 Issues coming within the competence of the Company's Board of Directors may not be referred for resolution to the Company's Management Board and sole executive body.

The competence of the Management Board of the Issuer is stipulated by Article 18 of the Articles of Association of the Issuer:

'18.2. The following issues come within the competence of the Management Board:

1) Development and submission of the Company's priority areas of business and long-term

implementation plans to the Board of Directors for consideration;

2) Preparation of reports on implementing resolutions passed by the General Shareholders'

Meeting and by the Board of Directors;

3) Submission of reports on meeting the Company's (the members of the Management

Board), key performance indicators and business plan to the Board of Directors for consideration;

4) approval (adjustment) of the basic parameters of the income and expenditure budget of

the Company;

5) Determination of the Company's (Company representatives') position, including instructions whether to vote on agenda items, vote "for", "against", or "abstained" on draft resolutions on the following agenda items handled by the management bodies of business entities' subsidiaries, unless otherwise determined by separate resolutions of the Company's Board of Directors:

a) On approval of target values of the subsidiary's key performance indicators

(KPI) and review of implementation reports;

b) On the subsidiary's participation in other organizations (on joining an existing organization

or setting up a new one) and on acquisition, disposal, and encumbrance of shares and interests in

the authorized capital of the entities, in which the subsidiary participates, and on changing a

participation interest in an organization's, termination of participation in other organizations,

authorized capital, except for issues pertaining to the competence of the Board of Directors;

c) On determination of the subsidiary representatives' position on agenda items for

management bodies of the subsidiary's subsidiaries, concerning the conduct (approval) of

transactions (a few related transactions) connected with disposal or possible disposal of the property,

including fixed assets, intangible assets, and constructions in progress, intended for generation, transfer, dispatching, distribution of electricity and thermal power;

d) On determination of the subsidiary representatives' position on agenda items for management bodies of the subsidiary's subsidiaries, engaged in generation, transfer, dispatching, distribution, and sale of electricity and thermal power, concerning restructuring, liquidation, and increasing authorized capital of such subsidiaries and branches by increasing the par value of shares, placement of additional shares, or placement of securities convertible into ordinary shares;

6) Nomination by the Company of candidacies to be elected as the sole executive body, to the other management bodies, to the control bodies, of the organizations which the Company takes part of;

7) Taking decisions on issues falling within competence of the supreme management bodies of subsidiaries in which the Company exercises the rights of the single shareholder (participant);

8) Application to the Board of Directors for recommendations in relation to taking decisions on any issue concerning the Company's activities;

9) Approval (adjustment) of the key performance indicators of the Company (except for the members of the Management Board), approval of the reports on their implementation;

The previous version of Clause 9 shall be respectively considered as Sub-clause 10.

10) Handling other issues related to the Company's daily management subject to resolutions by the General Shareholders' Meeting and Board of Directors, as well as issues referred by the sole executive body of the Company to the Management Board for consideration.

The competence of the Chairman of the Management Board - Chief Executive Officer of the Issuer is stipulated by Article 19 of the Articles of Association of the Issuer:

19.1 The sole executive body shall handle all issues related to the Company's daily management, except for those coming within the competence of the Company's General Shareholders' Meeting, Board of Directors, and Management Board.

The sole executive body shall act on behalf of the Company without power of attorney and shall, in particular:

1) conduct transactions on behalf of the Company, issue powers of attorney, open current and other accounts for the Company;

2) dispose of the Company's assets allowing for restrictions as specified in the applicable laws and these Articles of Association;

3) hire and dismiss the Company's employees, commend, and reprimand them;

4) manage the work of the Company's Management Board and preside over its meetings;

5) submit proposals for election and termination of the powers of the Management Board'

members, including for early termination of labour contracts with them, to the Board of Directors for consideration;

6) approve the Company's staffing table and official salaries;

7) ensure implementation of the Company's business plans necessary to attain the Company's

objectives;

8) approve Regulations on the Company's branches and representative offices, appoint

directors of the Company's branches and representative offices;

9) manage business accounting and reporting and maintain accounting (financial) statements

in the Company;

10) issue orders, approve instructions and other internal documents of the Company on issues

pertaining to the sole executive body's competence, and give instructions binding upon all employees of the Company;

11) deal with other issues of the Company's daily operations, except for those coming within

the competence of the General Shareholders' Meeting, Board of Directors, and Management Board of the Company'.

**Information on the existence of the issuer's corporate governance code or other similar document.**

The corporate governance code of PJSC RusHydro was approved by the Issuer's Board of Directors on June 19, 2015 (Minutes dated June 22, 2015, No. 218).

On June 23, 2016, the Board of Directors approved amendments to the Corporate Governance Code of PJSC RusHydro (Minutes dated June 23, 2016, No. 239).

**Information on amendments made to the issuer's charter in the last reporting period, as well as in internal documents regulating the activities of its management bodies:**

On June 26, 2017, the General Meeting of Shareholders of the Company approved the Charter of the Company in a new edition, approved the Regulation on the procedure for convening and holding the General Meeting of Shareholders of the Company in a new version, the Regulations on the procedure of convening and holding meetings of the Board of Directors of the Company in a new wording, the Regulations on the Management Board of the Company in a new wording (Protocol No. 16 of June 27, 2017).

The state registration of the new version of the Articles of Association of the Company took place on July 06, 2017.

## ***5.2 Information on Members of the Issuer's Management Entities***

### ***5.2.1. Composition of the Board of Directors (Supervisory Board) of the Issuer***

(approved by resolution of the General Meeting of Shareholders on June 26, 2017)

Name: **Avetisyan Artem Davidovich**

Year of birth: **1976**

Education: Higher education, Finance Academy under the Government of the Russian Federation, speciality - Appraisal activity "Finance and Credit", year of graduation - 1998.

**Positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2010	2015	JSC Regional credit Commercial Bank	Chairman of the Board of Directors
2011	present time	Agency of Strategic Initiatives for new projects promotion, Autonomous Non-profit Organization	Director of the Direction "New Business"
2012	2016	MSP Bank JSC FGC UES	Supervisory director

2012	present time	Non-profit partnership "Leaders Club for Promoting Business Initiatives"	Chairman
2012	2015	JSC Rosselkhozbank	Member of the Supervisory Board
2013	2014	JSC Russian racetracks	Member of the Board of Directors
2013	2014	OJSC 'Russian Railways'	Member of the Board of Directors
2013	2015	JSC Rosagroleasing	Member of the Board of Directors
2014	2016	LLC NEO Centre	Vice-President
2015	present time	PJSC RusHydro	Member of the Board of Directors
2015	2016	LLC Uniastrum Commercial Bank	President

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer's options were not placed**

Share of the person in the authorized capital of the Issuer's subsidiaries and affiliates, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Bystrov Maksim Sergeevich**

Year of birth: **1964**

Education: Education: higher education, Moscow Civil Engineering Institute named after V. V. Kuibyshev; hydraulic engineering structures and river hydropower plants, year of graduation - 1986; All-Russian Academy of Foreign Trade, the global economy, the end of the year - 1998.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2010	2013	Administration of the President of the Russian Federation,	Deputy Plenipotentiary Representative of the President of the Russian Federation in the North Caucasian Federal

			District
2012	2017	LLC "Management Company Airport to Mineralnye Vody»	Member of the Board of Directors
2013	present time	PJSC RusHydro	Member of the Board of Directors
2013	present time	JSC "Resorts of the North Caucasus"	Member of the Board of Directors
2013	present time	JSC ATS	Member of the Board of Directors
2013	present time	Non-Commercial Partnership 'NP 'Sovyet Rynka' (Market Council	Chairman of the Management Board, Chairman of the Supervisory Board
2014	2016	PJSC "UES FGC"	Member of the Board of Directors
2014	present time	JSC SO UES	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Grachev Pavel Sergeevich**

Year of birth: **1973**

Education: Education: Higher education, Saint Petersburg State University, jurisprudence, lawyer, 1998, University, Trieste, jurisprudence, Juris Doctor, graduation year: 1997

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2011	2013	Agency of Company Limited by Shares ALPINAKAPITAL EY.SI.EL. LIMITED (Republic of Cyprus) Moscow	Chief Representative
2013	2013	JSC "Fund for Development of the Far East and Baikal region "	Chief Executive Officer
2013	2014	PJSC "UES FGC"	Member of the Board of Directors
2013	2016	Polyus Gold International Limited	Member of the Board of

			Directors
2013	2014	Polyus Gold International Limited	Temporary Main Executive Director
2014	2014	Representative office of LLC 'Nafta Moscow (Cyprus) Limited (Republic of Cyprus) Moscow city	Chairman of the Board of Main Executive Directors
2014	2016	JSC 'Polus	President
2016	to date	LLC UK POLIUS	Chief Executive Officer
2014	2016	Polyus Gold International Limited	CEO
2014	to date	PJSC Polius	Chief Executive Officer
2016	to date	PJSC Polius	Member of the Board of Directors
2015	to date	PJSC "UES FGC"	Member of the Board of Directors
2016	present time	PJSC RusHydro	Member of the Board of Directors
2017	present time	LLC 'SL Zoloto' (SL Gold LLC)	Member of the Board of Directors (Chairman)

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer's subsidiaries and affiliates, %: none

Доля принадлежащих лицу обыкновенных акций дочерних и зависимых обществ эмитента: **не имеет**

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Ivanov Sergey Nikolayevich**

Year of birth: **1961**

Education: Higher education, Moscow Engineering Physics Institute, Department - Theoretical Nuclear Physics, year of graduation - 1984; Doctor (Dr.Hab.) of Economic Sciences - 2007; Professor - 2010; Corresponding Member of the Russian Academy of Natural Sciences - 1999.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2002	2015	INPK CJSC "RET"	Member of the Board of Directors

2007	2013	JSC "Malaya Energetika"	Member of the Board of Directors
2007	2014	ANO "National Energy Security Institute"	Chairman of the Praesidium
2011	2016	OJSC "ERKO"	Chief Executive Officer
2012	2013	OJSC "Exhibition hall" Electrification "	Member of the Board of Directors
2012	2013	CJSC Sbercredbank	Member of the Board of Directors
2012	2015	LLC "LENSENT"	General Director of the managing organization
2014	2015	CJSC "Novoyeniseysk Wood Chemical Complex"	Member of the Board of Directors
2015	2016	OJSC "ERKO"	Member of the Board of Directors
2011	2016	OJSC Corporation "Nechernozemagropromstroi"	Member of the Board of Directors
2015	2016	OJSC Corporation "Nechernozemagropromstroy"	Chief Executive Officer
2015	present time	PJSC RusHydro	Member of the Board of Directors
2016	present time	LLC RT-Kapital	Chief Executive Officer Member of the Board of Directors
2017	present time	JSC 'RT-Stroytech'	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Kravchenko Vyacheslav Mikhaylovich**

Year of birth: **1967**

Education: **Higher education**, Lomonosov Moscow State University, specialization: Jurisprudence, graduation year: 1995 .

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**



Period		Name of the organization	Position
from	till		
2011	2015	JSC "Center for Financial Settlements"	Member of the Board of Directors (Chairman)
2011	2015	PJSC 'Rosseti'	Member of the Board of Directors
2011	2012	OJSC 'Altayenergosbyt'	Member of the Board of Directors
2011	2012	OJSC Petersburg Sales Company	Member of the Board of Directors
2011	2012	PJSC Saratovenergo	Member of the Board of Directors
2011	2012	PJSC 'Mosenergosbyt'	Member of the Board of Directors
2011	2012	PJSC 'Tambov Energy Retailing Company'	Member of the Board of Directors
2011	2012	OJSC 'Altayenergosbyt'	Member of the Board of Directors
2011	2012	OJSC United Energy Retailing Company	Member of the Board of Directors
2012	2013	OJSC "ATS"	Chairman of the Management Board
2011	present time	Non-Profit Partnership 'Sovyet Rynka' ('Market Council')	Representative of the state in the Supervisory Board
2012	2013	Non-Profit Partnership 'Sovyet Rynka' ('Market Council')	Chairman of the Management Board
2012	2014	OJSC "ATS"	Member of the Board of Directors
2012	2016	PJSC "UES FGC"	Member of the Board of Directors
2012	present time	OJSC "SO UES"	Member of the Board of Directors
2013	2014	Russian Regional Development Bank (JSC)	Member of the Supervisory Board
2013	present time	Ministry of Energy of the Russian Federation	Deputy Minister of Energy of the Russian Federation
2014	present time	PJSC 'MOESC'	Member of the Board of Directors
2014	present time	PJSC RusHydro	Member of the Board of Directors
2014	present time	National Research University "Moscow Power Engineering Institute"	Member of the Board of Directors
2015	2017	PJSC Interregional Distribution Grid Company of Siberia,	Member of the Board of Directors
2016	present time	PJSC «Rosseti»	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Trutnev Yury Petrovich**

Year of birth: **1956**

Education: **Higher education**, Higher education. Permian Polytechnic Institute, graduation year: 1978. Specialization— mining engineer.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2005	present time	All-Russian Union of Public Associations 'RUSSIAN UNION OF MARTIAL ARTS'	Co-Chairman
2012	2013	Administration of the President of the Russian Federation,	Assistant to the President of the Russian Federation
2012	present time	State Atomic Energy Corporation 'Rosatom'	Member of the Supervisory Board
2013	present time	Government of the Russian Federation	Deputy Chairman of the Government of the Russian Federation — Plenipotentiary Representative of RF President in the Far Eastern Federal District
2015	present time	Federal State Autonomous Educational Institution of Higher Education "Siberian Federal University" (SFU)	Member of the Supervisory Board
2016	present time	PJSC RusHydro	Member of the Board of Directors (Chairman)

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him:

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Vyacheslav Viktorovich Pyvovarov**

Year of birth: **1972**

Education: **Higher**, State Academy of Management named after Sergo Ordzhonikidze, world economy, graduation year: 1995; American University in Paris, Applied Economics, graduation year: 1995; Stanford Business School, MBA, graduation year: 2002.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2011	present time	LLC "Altera Capital"	President
2012	2013	PJSC 'Quadra'	Member of the Board of Directors
2013	present time	PJSC RusHydro	Member of the Board of Directors
2014	present time	LLC 'GeoProMining'	Member of the Board of Directors
2017	present time	Altera Capital LLC	President

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Podguzov Nikolay Radievykh**

Year of birth: **1974**

Education: Education: Higher education, St. Petersburg State Technical University - 1997; graduated from the Moscow State Institute of International Relations (University) of the MFA of Russia in 2000

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period	Name of the organization	Position
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from	till		
2012	2013	Executive Office of the Government of the Russian Federation	Deputy Director of Department of Economy and Finance
2013	2017	Ministry of Economic Development of Russia	Deputy Minister of Economic Development of the Russian Federation.
2015	2016	JSC "Rosgeologiya"	Member of the Board of Directors
2015	present time	GK «ACB»	Member of the Board of Directors
2015	present time	JSC 'Agency for Housing Mortgage Lending'	Member of the Supervisory Board
2016	present time	OJSC 'Russian Railways'	Member of the Board of Directors
2016	present time	PJSC 'Rosseti'	Member of the Board of Directors
2016	present time	PJSC RusHydro	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Rogalyov Nikolay Dmitrievych**

Year of birth: **1962**

Education: Education: Higher, Moscow Power Engineering Institute, Thermal Power Station - 1985.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2013	2013	Federal State Budgetary Institution of Education 'National Research University "Moscow Power Engineering Institute'	Acting Rector
2013	present date	Federal State Budgetary Institution of Education 'National Research University	Rector

		“Moscow Power Engineering Institute’	
2001	2013	Federal State Budgetary Institution of Education ‘National Research University ‘Moscow Power Engineering Institute’	Head of the Chair (part-time employment)
2014	2015	LLC Engineering Center “Gas turbine technology ”	Member of the Board of Directors
2015	present date	Federal State Budgetary Institution of Education ‘National Research University ‘Moscow Power Engineering Institute’	Head of the Chair (part-time employment)
2015	2016	PJSC ‘INTER RAO’	Independent Director
2016	present date	Non-commercial Partnership “Scientific and Technical Council of the Unified Energy System”	President
2016	present time	PJSC RusHydro	Member of the Board of Directors
2016	present time	PJSC ‘Rosseti’	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer’s options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer’s subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer’s subsidiaries and affiliates owned by him: **Options of the Issuer’s subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Chekunkov Alexey Olegovich**

Year of birth: **1980**

Education: Education: Higher education, Moscow State Institute of International Relations, Economist - 2001.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2011	2013	LLC UK RFPI	Director, Member of Board of Directors
2013	2014	LLC ‘Kada-Neftegas’	First Deputy General Director
2014	Present time	JSC Fund for Development of the Far East and the Baikal region	Chief Executive Officer
2015	present time	JSC "ALROSA" (PJSC)	Member of the Supervisory

			Board
2015	present time	Independent Non-commercial Organization Agency for the Development of Human Capital in the Far East	Member of the Supervisory Board
2015	2017	Joint Stock Company Corporation of development of the Far East	Member of the Board of Directors
2015	2017	Independent Non-commercial Organization 'Agency of the Far East to attract investment and export promotion'	Chairman, Member of the Supervisory Board
2016	present time	PJSC RusHydro	Member of the Board of Directors
2017	present time	LLC 'Skolkovo Venture Investments'	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **The issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Shishin Sergey Vladimirovich**

Year of birth: **1963**

Education: Education: Higher education, Higher Border Guards Academy of the Committee for State Security of the USSR, graduation year: 1984; Institution of Higher Education of the Committee for State Security of the USSR, graduation year: 1990; Russian Academy of Public Administration under the President of the Russian Federation, State and Municipal Management, graduation year — 1999

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2007	present time	PJSC VTB Bank	Senior Vice-President
2011	2013	OJSC Rosneft Oil Company	Member of the Board of Directors Deputy Chairman of the Board of Directors
2011	present time	PJSC RusHydro	Member of the Board of Directors
2011	present time	Russian Regional Development Bank (JSC)	Member of the Supervisory Board

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Shishkin Andrey Nikolayevich**

Year of birth: **1959**

Education: **Higher**, Moscow Institute of Oil and Gas Industry named after I.M. Gubkin, specialization - engineer in the sphere of industrial thermal power sector, graduation year - 1985

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2006	2016	OJSC 'Tyumen Power Supply Company'	Member of the Board of Directors
2012	2015	Rusenergo Fund	Member of the Board of Directors
2012	present time	PJSC Rosneft Oil Company	Vice-President for Energy, Environmental Protection and Ecology (until August 17, 2014), Vice-President for Energy and Localization (since August 08, 2014), Vice-President for Energy, Localization and Innovations (since April 18, 2016)
2013	2016	PJSC 'Rosseti'	Member of the Board of Directors
2013	2017	JSC 'United Shipbuilding Corporation'	Member of the Board of Directors
2013	2016	Non-Commercial Partnership 'NP 'Sovyet Rynka' (Market Council)	Member of the Supervisory Board
2013	present time	Non-Commercial Partnership 'Russian National Committee of World Energy Council'	Member of the Board of Directors
2014	2015	JSC Okhinskaya TPP	Member of the Board of Directors, Chairman of the Board of Directors
2014	present time	PJSC RusHydro	Member of the Board of

			Directors
2014	present time	RIG Research Pte. Ltd,	Chairman of the Board of Directors
2014	2017	LLC 'National Oil Consortium'	Member of the Board of Directors
2014	2016	LLC United Center of Researches and Developments 'RN-CIR'	Member of the Board of Directors
2015	present time	OJSC 'Far Eastern Center of Ship-building and Ship Repair'	Chairman of the Board of Directors
2015	present time	LLC RN-Active	Chief Executive Officer
2015	present time	JSC Okhinskaya TPP	Member of the Board of Directors
2016	present time	OJSC CKB Lazurit	Chairman of the Board of Directors
2016	2017	Saras S.p.A.	Member of the Board of Directors
2016	present time	JSC '82nd Ship-Repairing Plant'	Chairman of the Board of Directors
2016	present time	LLC 'Zvezda ('Star') Maritime Technologies'	Member of the Board of Directors
2016	present time	Antares Singapore Pte. Lte	Member of the Board of Directors
2016	present time	LLC 'Arctic Scientific Center'	Chairman of the Board of Directors
2016	present time	OJSC 'VNIPIneft'	Member of the Board of Directors
2016	present time	Giprotyumenneftegaz PJSC	Member of the Board of Directors
2016	present time	PJSC ANK "Bashneft"	President, Chairman of the Management Board, Member of the Board of Directors
2017	present time	OJSC 'TomskNIPIneft'	Member of the Board of Directors
2017	present time	LLC 'Sakhalin Oil and Gas Technologies' (in Russian: Sakhalinskiye neftegazovyye tekhnologii - SNGT)	Member of the Board of Directors
2017	present time	LLC Research and Production Association 'Well-drilling capabilities'	Member of the Board of Directors
2017	present time	LLC 'Zvezda ('Star') - Hyundai'	Chairman of the Board of Directors

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**



Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Shulginov Nikolay Grigoryevich**

Year of birth: **1951**

Education: Education: Higher education, Novocherkassk Labor Red Banner Order Polytechnic Institute named after Sergo Ordzhonikidze, power supply of industrial enterprises and cities, year of graduation - 1973; Candidate of Technical Sciences

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2004	2015	Open Joint Stock Company "System Operator of Unified Energy System "	Deputy Chairman of the Board, First Deputy Chairman of the Board
2008	present time	Non-commercial Partnership "Scientific and Technical Council of the Unified Energy System"	Member of the Supervisory Board (Deputy Chairman of the Supervisory Board)
2013	2016	PJSC "UES FGC"	Member of the Board of Directors
2015	Present time	Federal State Educational Institution of Higher Education "National Research University "Moscow Power Engineering Institute"	Member of the Board of Directors
2016	Present time	Federal State Autonomous Educational Institution of Higher Education "Siberian Federal University" (SFU)	Member of the Board of Directors
2015	Present time	PJSC RusHydro	Chairman of the Management Board - Chief Executive Officer (CEO)
2016	Present time	PJSC RusHydro	Member of the Board of Directors
2016	2017	PJSC RAO ES of the East	Member of the Board of Directors
2016	Present time	Public Joint Stock Company "Rossiyskiye seti" (Russian Grids)	Member of the Board of Directors
2016	Present time	Non-profit organization Association of Hydropower Organizations and Workers "Hydropower of Russia"	Member of the Supervisory Board
2016	Present time	Association "Non-commercial partnership Market Board for the organization of efficient wholesale and retail system of electrical energy and power trade	Member of the Supervisory Board
2016	Present time	All-Russian Association of Employers "Russian Union of Industrialists and Entrepreneurs"	Member of the Management Board
2017	Present time	Global Energy Energy Partnership	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

**Information on members of the Board of Directors (Supervisory Board), who are deemed independent by the Issuer:**

1. Maxim Sergeevich Bystrov - Chairman of the Board of NP Market Council, OJSC ATS
2. Pavel Sergeevich Grachev – Director General of LLC UK Polius
3. Sergey Nikolaevich Ivanov - Director General of LLC RT-Kapital.
4. Vyacheslav Viktorovich Pivovarov, President of Altera Capital LLC.

## ***2.2.5. Information on the Issuer's Sole Executive Body***

Name: **Shulginov Nikolay Grigoryevich**

Year of birth: **1951**

Education: Education: Higher education, Novocherkassk Labor Red Banner Order Polytechnic Institute named after Sergo Ordzhonikidze, power supply of industrial enterprises and cities, year of graduation - 1973; Candidate of Technical Sciences

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2004	2015	Open Joint Stock Company "System Operator of Unified Energy System "	Deputy Chairman of the Board, First Deputy Chairman of the Board
2008	present time	Non-commercial partnership "Scientific and Technical Council of the Unified Energy System"	Member of the Supervisory Board (Deputy Chairman of the Supervisory Board)
2013	2016	PJSC "UES FGC"	Member of the Board of Directors
2015	present time	Federal State Budget Educational Institution of Higher Education "National Research University" MEI "	Member of the Board of Trustees
2016	Present time	Federal State Autonomous Educational Institution of Higher Education "Siberian Federal University" (SFU)	Member of the Board of Directors
2015	Present time	PJSC RusHydro	Member of the Board of Directors

2016	Present time	PJSC RusHydro	Chairman of the Management Board - Chief Executive Officer (CEO)
2016	2017	RAO Energy Systems of the East	Member of the Board of Directors (Chairman)
2016	Present time	PJSC RAO ES of the East	Member of the Board of Directors
2016	Present time	PJSC "ROSSETI"	Member of the Board of Directors
2016	Present time	Non-profit organization Association of Hydropower Organizations and Workers "Hydropower of Russia"	Member of the Supervisory Board (Chairman of the Supervisory Board)
2016	Present time	Association "Non-commercial partnership Market Council on the organization of an effective system of wholesale and retail electricity and capacity"	Member of the Supervisory Board
2016	Present time	All-Russian Association of Employers "Russian Union of Industrialists and Entrepreneurs"	Member of the Management Board

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

### ***3.2.5. Composition of the Issuer's Collective Executive Body***

Name: **Shulginov Nikolay Grigoryevich**

Year of birth: **1951**

Education: Education: Higher education, Novocherkassk Labor Red Banner Order Polytechnic Institute named after Sergo Ordzhonikidze, power supply of industrial enterprises and cities, year of graduation - 1973; Candidate of Technical Sciences

**Positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2004	2015	Open Joint Stock Company "System Operator of Unified Energy System"	Deputy Chairman of the Management Board,

			First Deputy Chairman of the Board
2008	present time	Non-commercial Partnership "Scientific and Technical Council of the Unified Energy System"	Member of the Supervisory Board
2013	2016	PJSC "Federal Grid Company of Unified Energy System of Russia"	Member of the Board of Directors
2015	Present time	Federal State Educational Institution of Higher Education "National Research University "Moscow Power Engineering Institute"	Member of the Board of Guardians
2016	Present time	Federal State Autonomous Educational Institution of Higher Education "Siberian Federal University" (SFU)	Member of the Board of Guardians
2015	Present time	PJSC RusHydro	Chairman of the Management Board - Chief Executive Officer (CEO)
2016	Present time	PJSC RusHydro	Member of the Board of Directors
2016	Present time	PJSC RAO ES of the East	Chairman of the Board of Directors
2016	Present time	Public Joint Stock Company "Rossiyskiye seti" (Russian Grids)	Member of the Board of Directors
2016	Present time	Non-commercial partnership "Hydropower of Russia"	Member of the Supervisory Board
2016	Present time	Association "Non-commercial partnership Market Board for the organization of efficient wholesale and retail system of electrical energy and power trade"	Member of the Supervisory Board
2016	Present time	All-Russian Association of Employers "The Russian Union of Industrialists and Entrepreneurs"	Board member
2016	Present time	Global Energy Energy Partnership	Member of the Board of Guardians

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Bogush Boris Borisovich**

Year of birth: **1952**

Education: **Higher education**, Saratov Polytechnic Institute, graduation year 1975, mechanical engineer Academy of National Economy under the Government of the Russian Federation, company development management, graduation year: 2004

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2009	present time	PJSC RusHydro	Managing Director, Head of the Production Business Unit, Member of the Management Board — Chief Engineer; member of the Management Board, First Deputy Director General — Chief Engineer
2013	2016	LLC VolgaHydro	Member of the Board of Directors
2013	present time	Not-for-profit Charitable Fund Soprichastnost ('Participation')	Member of the Board of Guardians
2014	present time	Non-commercial partnership 'Hydraulic Power of Russia'	Member of the Supervisory Board

Share of the person in the authorized capital of the Issuer, % **0.003843**

Portion of the Issuer's equity shares held by the person, % **0.003843**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Kirov Sergey Anatolyevich**

Year of birth: **1976**

Education: **Higher education**, Perm State Agricultural Academy named after D.N. Pryanishnikov Perm, economics and agricultural production management, year of graduation - 1998, the Regional Centre for Interdisciplinary retraining "Economics and Management" program of the Perm Technical University (2004).

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2010	present time	PJSC RusHydro	Executive Director of Economics, director of economy, executive director on

			economy and procurement, deputy CEO for economics, investment and procurement activities, Member of the Management Board, First Deputy General Director
2010	2014	LLC RusHydro IT service"	CEO, Member of the Board of Directors
2010	2015	JSC 'Managing Company 'HydroOGK'	Member of the Board of Directors
2013	2015	JSC "ESC RusHydro	Member of the Board of Directors
2015	2015	JSC "ESCO UES"	Member of the Board of Directors
2011	2012	JSC "Hydroinvest"	Member of the Board of Directors
2013	2014	JSC "Zagorsk GAES-2"	Member of the Board of Directors
2013	2014	LLC 'Service Real Estate RusHydro' ('Service Nedvizhimost RusHydro') "SNRG"	Member of the Board of Directors
2011	2014	JSC "Nizhne-Bureya HPP"	Member of the Board of Directors
2011	2015	JSC "NIIES"	Member of the Board of Directors
2013	2015	PJSC "Kolymaenergo"	Member of the Board of Directors
2011	2015	PJSC "Krasnoyarskenergosbyt"	Member of the Board of Directors
2011	2015	CJSC 'International Energy Corporation'	Member of the Board of Directors
2014	2015	JSC 'Mosoblhydroproekt'	Member of the Board of Directors
2011	2015	PJSC "Ryazan Energy Sales Company"	Member of the Board of Directors
2013	2015	OJSC "Centre of Service Maintenance of Sayano-Shushenskaya Hydro-Power Plant"	Member of the Board of Directors
2011	2015	LLC "Energy Sales Company of the Republic of Bashkortostan"	Member of the Board of Directors
2012	2014	JSC "Ust-Srednekanskaya HPP"	Member of the Board of Directors
2012	2014	JSC 'RusHydro Bashkortostan Efficiency"	Member of the Board of Directors
2012	2015	CJSC "Upper-Naryn HPP"	Member of the Board of Directors
2012	2015	PJSC RAO Power Systems of the East	Member of the Board of Directors
2013	2014	CJSC Boguchany aluminium smelter	Member of the Board of Directors
2013	2014	JSC 'RusHydro Bashkortostan Efficiency'	Member of the Board of Directors
2013	2015	JSC All-Russian Vedeneev Hydraulic Engineering Research Institute	Member of the Board of Directors
2013	2015	JSC 'Hydroremont-VKK'	Member of the Board of Directors

2013	2015	JSC "Geoterm"	Member of the Board of Directors
2014	2015	JSC "Malaya Dmitrovka"	Member of the Board of Directors
2014	2015	JSC "Institute Hydroproject"	Member of the Board of Directors
2014	2015	JSC "Chuvash Energy Retail Company"	Member of the Board of Directors
2015	2015	JSC "Zaramagsk HPP"	Member of the Board of Directors

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Rizhinashvili George Ilyich**

Year of birth: **1981**

Education: **Higher education**, Lomonosov Moscow State University, specialization: Economics, graduation year 2004, PhD in economics earned 2011.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2009	present time	PJSC RusHydro	Member of the Management Board, Deputy Chairman of the Management Board, member of the Management Board, First Deputy Director General
2010	2014	NP KONTZ UES	Member of the Supervisory Board
2013	present time	Not-for-profit Charitable Fund Soprichastnost ('Participation')	Member of the Board of Guardians

Share of the person in the authorized capital of the Issuer, % **0.012860**

Portion of the Issuer's equity shares held by the person, % **0.012860**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Andrei Valentinovich Kazachenkov**

Year of birth: **1980**

Education: **Higher education**, St. Petersburg State Engineering and Economic University, Economics and management at machine-building enterprises, "Management"; University MBA degree Wisconsin (Madison, USA).

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2009	2015	PJSC "Federal Grid Company of Unified Energy System of Russia"	Member to Chairman of the Board; Deputy Chairman of the Management Board, First Deputy Chairman of the Board
2012	2015	OJSC "Non-governmental pension fund of electric power industry"	Member of the Board of the Fund
2012	2014	PJSC 'Lenenergo' [Power Retail Company of the city of Saint-Petersburg]	Member of the Board of Directors (Chairman)
2012	2013	PJSC Interregional Distribution Grid Company of Center,	Member of the Board of Directors
2012	2013	OJSC 'Real Estate Engineering Center of the United Power Systems of Russia'	Member of the Board of Directors (Chairman)
2013	2014	PJSC 'MOESC' (Moscow United Power Grid Company)	Member of the Board of Directors (Deputy Chairman)
2015	present time	PJSC RusHydro	Advisor to the Chairman of the Board - Director General; First Deputy CEO Member of the Management Board, First Deputy Director General.
2015	2016	Non-Profit Partnership 'Sovyet Rynka' ('Market Council')	Member of the Supervisory Board
2016	present time	PJSC RAO 'Power Systems of the East'	Member of the Board of Directors (Chairman)

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising



options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

Name: **Vladimir Ivanovich Markin**

Year of birth: **1956**

Education: **Higher education**, Lomonosov Moscow State University, specialization: Journalism, Graduated in 1985 Higher education, non-governmental educational institution 'Institute of Economics and Culture' in 2009, legal advisor

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2011	2016	Investigative Committee of the Russian Federation	Head of the Media Relations Department
2016	present time	PJSC RusHydro	First Deputy General Director; Member of the Board, First Deputy General Director;
2016	present time	RussianFootball Union	Chairman of the Football Union of Russia on Security and Fans Management

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Information on participation (Committee member, Chairman of the Committee) in the Committees of the

Board of Directors (Supervisory Board) with the name of the committee (committees):

**The person is not the member of the Committees under the Board of Directors of the Company.**

### ***5.3 Information on Remuneration and/or Compensation as to the Issuer's Management Entities***

Information on remuneration of each management entity (excluding the individual performing the functions of the Issuer's sole executive body). All types of remuneration, including salaries, bonuses, commission remuneration, benefits and/or compensation, as well as other types of remuneration:

#### **Board of Directors**

Unit of measure: RUB

Indicator	as of June 30, 2017
Remuneration for participation in the management entities' activities	0
Salary	0
Bonuses	0
Commission	0
Reimbursement of expenses	0
Other types of remuneration	0
<b>TOTAL AMOUNT</b>	0
Expenses related to performance of functions of a member of the management entity compensated by the Issuer	0

Information on decisions taken by the authorized management entities of the Issuer and/or current agreements in relation to such remuneration to be paid and/or such expenses to be compensated.

Remuneration is paid to the members of the Board of Directors pursuant to approved general shareholders meeting documents and individual solution of the general shareholders meeting.

On June 27, 2017 by the General Meeting of Shareholders of PJSC 'RusHydro' (Minutes as of June 27, 2017, No. 16) the new version of Regulations with regard to remuneration and compensation in favour of the members of the Board of Directors was accepted (<http://www.rushydro.ru/upload/iblock/170/05Polozhenie-ovyplate-vozn-chlenov-SD-novaja-redakcija.pdf>), as well as the decision was made "To pay remuneration to the members of the Board of Directors on the results of work of the Board of Directors for the period from June 26, 2015 to June 27, 2016 in the amount, order and time defined by the On Payment of Remuneration to Members of the Board of Directors of PJSC RusHydro, approved by the decision of the Annual General Meeting Shareholders Meeting on June 29, 2016 (Minutes No. 15).

Regulations on payment of remuneration and compensation to members of the Board of Directors of PJSC RusHydro, approved on June 27, 2017 does not apply to members of the Board who are (for the full or partial terms of office of the Board of Directors member) members of the collegial executive body of the Company or acting as a sole executive body of the Company.

Remuneration to the Chairman and members of the Board of Directors, who are (for the full or partial terms of office of the Board of Directors member) persons in respect of which the legislation of the Russian Federation provided the restriction or prohibition on the receipt of any payments from commercial organizations shall not be charged and paid.

In favour of the Member of the Board of Directors of the Company:

- Remuneration shall be paid within 60 days after the Annual General Meeting of Shareholders, at which the decision on the election of a new Board of Directors;

- Basic remuneration for every member of the Board of Directors amounts to RUB 3,510,000;

- Remuneration depends upon the number of meetings, in which the Board of Directors' member has participated;

- Remuneration is increased, if the member of the Board of Directors is the Chairman of the Board of Directors (by 30 %), Chairman of the Board of Directors' committee (by 20 %), Senior Independent Director (by 15%), or member of the Board of Directors' committee (by 10 %).

#### **Management Board**

Unit of measure: RUB

Name of indicator	For 6 months 2017
Remuneration for participation in the management entities' activities	
Salary	61,796,893.34
Bonuses	324,353,228
Commission	0
Reimbursement of expenses	0
Other types of remuneration	
<b>TOTAL AMOUNT</b>	<b>386,150,121.34</b>
Expenses related to performance of functions of a member of the management entity compensated by the Issuer	2,255,062.00

**Information on decisions taken by the authorized management entities of the Issuer and/or current agreements in relation to such remuneration to be paid and/or such expenses to be compensated.**

Remuneration and compensation shall be paid to the members of the Management Board of the Issuer subject to the conditions of labour agreements and Regulations "On Payment of Remuneration and Compensation to Members of the Management Board of PJSC RusHydro, approved by the resolution of the Company's Board of Directors dated November 11, 2016 (Minutes No. 243 dated November 14, 2016).

#### ***5.4 Information on Structure and Terms of Reference of the Issuer's Bodies, Monitoring Financial and Economic Activities as well as Arrangement of Risk Management and Internal Control Systems***

**Full description of the structure of the Issuer's bodies monitoring financial and economic activities and their terms of reference pursuant to the Issuer's Charter (constituent documents) and internal documents:**

In accordance with Clause 20.1 of Article 20 of the Company's Charter, the General Meeting of Shareholders shall elect the Internal Audit Commission of the Company annually in order to control financial and economic activities of the Company.

The Internal Audit Commission of the Company is elected at the General Meeting of Shareholders of the Company on an annual basis in the amount of five (5) persons. The Internal Audit Commission of the Company takes decisions by a majority vote of its members.

The Internal Audit Commission of the Company acts within its terms of reference established by the Federal Law "On Joint-Stock Companies", Charter of the Company, as well as Regulations "On the Internal Audit Commission of the Company," approved by the decision of the Management Board of JSC RAO UES of Russia, acting as the General Meeting of Shareholders of the Company (Minutes No. 15 dated June 29, 2016)

The Company's Internal Audit Commission shall be empowered to:

- 1) Confirming reliability of information contained in the annual report, balance sheet, and the income statement of the Company;
- 2) Analysing the financial condition of the Company, identify existing reserves for improving the financial condition of the Company, and develop recommendations for the management entities of the Company;
- 3) Organizing and conducting audits of the financial and economic activities of the Company, in particular:
  - - Audit (revision) of financial, accounting, payment-and-settlement and other documents of the Company related to its financial and economic activities in respect of its compliance with the laws of the Russian Federation, Charter and internal documents of the Company;
  - Control over the preservation and use of fixed assets;
  - - Control over compliance with the established procedure for charging insolvent debtors' liabilities to the losses of the Company;
  - - Control over the Company's expenditures in accordance with the approved financial documents of the Company;
  - - Control over formation and use of the reserve fund and other specialized funds of the Company;

- - Checking if dividends on the Company's shares, interest on bonds, and return on other securities are correctly and timely calculated and paid;
- - Checking if earlier prescriptions to remedy violations or defects revealed by previous audits have been satisfied;
- - Carrying out other actions (measures) related to the audits of financial and economic activities of the Company.

According to Clause 20.9 of Article 20 of the Company's Charter, the auditor shall audit the Company's financial and economic activities in accordance with the legislation of the Russian Federation and pursuant to an agreement entered into with it.

The General Meeting of Shareholders shall approve the Company's auditor with no financial interest in the Company or its shareholders on an annual basis. The remuneration for the auditor's services shall be determined by the Company's Board of Directors.

Information on the auditor of PJSC RusHydro is given in Clause 1.3 of the Quarterly Report.

In accordance with Article 16 of the PJSC RusHydro Charter, committees of the Board of Directors are formed under the decision of the Board of Directors and created in order to examine issues within the terms of reference of the Board of Directors or examined by the Board of Directors in order to control activity of executive bodies of the Company, and to develop necessary recommendations for the Board of Directors and executive bodies of the Company.

**Information on arrangement of risk management and internal control systems in relation to financial and economic activities of the Issuer, including:**

Information on the Audit Committee of the Board of Directors (Supervisory Board) of the Issuer, its functions, personal and numerical composition:

Audit Committee of the Company's Board of Directors elected by Company's Board of Directors on August 10, 2016, (Minutes No. 240) consists of 3 members in the Audit Committee under the Company's Board of Directors:

The quantitative composition of the Audit Committee under the Board of Directors of the Company – 3 persons.

Sergey Nikolaevich Ivanov (Chairman of the Audit Committee )

Maksim Sergeevich Bystrov

Vyacheslav Viktorovich Pyvovarov

The Audit Committee acts on the basis of the Regulations on the Audit Committee under the Board of Directors (approved by the Board of Directors of PJSC RusHydro on June 23, 2016, Minutes No. 239) as amended by the meeting of the Board of Directors on June 21, 2017).

The purpose of the Audit Committee is to promote the effective implementation of the functions of the Board of Directors particularly concerning control of financial and economic activities of the Company.

The following items shall fall within the Committee's jurisdiction:

- control over ensuring completeness, accuracy and reliability of the Company's financial statements;
- control over functioning of the system of internal control, risk management and corporate governance;
- ensuring independence and objectivity in the implementation of internal audit functions;
- ensuring independence and objectivity in the implementation of the functions of internal audit;
- control over functioning of the notification system about potential cases of unfair acts of Company employees (including the unfair use of insider or confidential information) and third parties, as well as monitoring the implementation of measures adopted by the Company within such a system.

**Information on availability of separate structural subdivision(s) for risk management and internal control (other body (structural subdivision) different from the Internal Audit Commission (Internal Auditor) performing internal control over financial and business activity of the Issuer), its tasks and functions, information on availability at the Issuer of separate structural subdivision (service) of internal audit, its tasks and functions:**

The Company operates the Department of control and risk management.

The Department is a structural subdivision of the Company subordinate to the Company's Chairman of the Management Board—CEO.

The main tasks and functions of the Department concerning internal audit are as follows:

- organization of an effective enterprise risk management, internal controls, anti-corruption system within the Company;

- Development and monitoring of the execution of plans and programs for improving corporate risk management and internal control of the Company and the companies with his participation (indirect participation) (hereinafter referred to as 'Subsidiaries').

- interaction with the territorial bodies of the Russian Federation, the executive, the Accounts Chamber of the Russian Federation, the Company's Audit Commission and other supervisory authorities on internal control, as well as in the course of their audit of the Company and its subsidiaries;

-- Control over the disclosure of information on Company and its subsidiaries;

**Information on the Issuer's separate structural unit (service) internal audit, its tasks and functions:**

The Internal Audit Service operates in The Company. The Service is a structural subdivision of the Company. Service is a structural division of the Company's Head of the Internal Audit Service functionally subordinated to the Audit Committee of the Board of Directors, administrative – Chairman of the Board – General Director of the Company.

The tasks and functions of the Internal Audit Service are:

-- Organizing and conducting internal audits of the Company and its subsidiaries.

-- Assessment of the effectiveness of internal control systems, risk management, corporate governance and its subsidiaries.

-- Interaction with the Audit Committee of the Board of Directors of the Company.

**Information about the issuer's policy in the field of risk management and internal controls, as well as the presence of the issuer's internal document establishing the rules to prevent the misuse of confidential and insider information:**

Systems of internal control and risk management, internal audit in the Company were formed taking into account international standards as well as regulatory requirements and recommendations in force in the Russian Federation, common principles and approaches of which that are fixed in the Policy in the field of internal control and risk management and policy in the field of internal audit:

1. Policy on Internal Control and Risk Management PJSC 'RusHydro;

The web-address (URL) where the full text is placed:

[http://www.rushydro.ru/corporate/regulations\\_and\\_docs/documents/board/](http://www.rushydro.ru/corporate/regulations_and_docs/documents/board/)

2. Regulations on the Internal Audit PJSC RusHydro

The web-address (URL) where the full text is placed:

[http://www.rushydro.ru/corporate/regulations\\_and\\_docs/documents/board/](http://www.rushydro.ru/corporate/regulations_and_docs/documents/board/)

3. Order of interactions of the Audit Committee of the Board of Directors with executive bodies of the Issuer's management is set out in the Regulations on the Board of Directors on the Audit Committee of PJSC RusHydro.

The web-address (URL) where the full text is placed:

[http://www.rushydro.ru/corporate/regulations\\_and\\_docs/documents/board/](http://www.rushydro.ru/corporate/regulations_and_docs/documents/board/)

4. Regulations on insider information approved by the Board of Directors of PJSC RusHydro

The web-address (URL) where the full text is placed:

<http://www.rushydro.ru/investors/disclosure/inside/>

The Regulation governs the practice of the Company meeting the requirements of Russian legislation with regard to the prevention of unlawful use of insider information and market manipulation. During preparation of the Regulation international corporate governance practice was taken into account, including the requirements of the Disclosure and Transparency Rules of the Financial Conduct Authority.

The Regulation established categories of persons, who/which are included into the list of insiders by PJSC RusHydro, access procedure and rules for confidentiality protection of the insider information as well as restrictions for use of the information by insiders for making transactions with financial instruments of the Company and for transfer of the relevant information to third parties. This list also includes employees of PJSC

RusHydro who have access to information and documents containing insider information to perform their employment functions.

The list of insider information is prepared in Russian and English and is published on the corporate website of PJSC RusHydro ([www.rushydro.ru](http://www.rushydro.ru) and [www.eng.rushydro.ru](http://www.eng.rushydro.ru)). The Company publishes the insider information in Russian in the news line of the authorized news agency Interfax ([www.e-disclosure.ru](http://www.e-disclosure.ru)) and in English—on RNS newswire (<http://www.londonstockexchange.com/home/homepage.htm>).

The current list of insider information of PJSC RusHydro approved by the order of PJSC RusHydro as of March 16, 2015 No. 198

The web-address (URL) where the full text is placed:

<http://www.rushydro.ru/investors/disclosure/inside/>

## **5.5. Information on Members of the Issuer's Bodies, Monitoring Financial and Economic Activities**

Name of the Issuer's financial and economic activities monitoring body **Internal Audit Commission (approved by resolution of the General Meeting of Shareholders on June 27, 2016)**

Name: **Annikova Natalia Nikolaevna**

Year of birth: **1955**

Education: **Higher**

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2010	2013	OJSC "RZDstroy" [Russian Railways - Building]	Advisor of the Chief Executive Officer
2013	Present time	OJSC "Department of Construction No. 308"	First Deputy CEO

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Name: **Zobkova Tatyana Valentinovna**

Year of birth: **1976**

Education: **Higher**

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		

2012	2013	LLC KAM-STROY	Director on Development
2013	2013	LLC Telemontage	Deputy CEO on Economics and Finance
2013	2014	Administration of Voskresensk municipal district of Moscow Region	Chief Specialist of the Financial Control Department; Head of Planning and Economic Department
2014	2014	Uglichkhib OJSC	Director on Development
2014	Present time	Ministry of Energy of Russia	Leading Advisor: deputy head of department, head of the sector within the Department

Share of the person in the authorized capital of the Issuer, %: none

Share of the Issuer's equity shares held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: There is no said kinship

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: No said sanctions have been imposed upon the person

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: The person did not occupy such positions

Name: **Repin Igor Nikolaevich**

Year of birth: **1966**

Education: **Higher**

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2003	present time	Non-profit organization 'Investment Rights Protection Association'	Deputy Executive Director

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: There is no said kinship

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes

and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: No said sanctions have been imposed upon the person

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: The person did not occupy such positions

Name: **Kostina Marina Alexandrovna**

Year of birth: **1980**

Education: **Higher**

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2008	2015	Federal Property Management Agency	Deputy Head of the Department of Social and Cultural Sphere and Foreign Property of the Federal Property Management Agency
2015	2015	Ministry of Economic Development of Russia	Deputy Director of the Department for Coordination, Development and Regulation of Foreign Economic Activities
2015	Present time	Ministry of Economic Development of Russia	Deputy Director of the Corporate Governance Department

Share of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: There is no said kinship

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: No said sanctions have been imposed upon the person

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: The person did not occupy such positions

Name: **Simochkin Dmitry Igorevich**

Year of birth: **1992**

Education: **Higher**

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2015	present time	Federal Property Management Agency	First-rank specialist, main specialist-expert, advisor,



			deputy head of department
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Share of participation of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: No said sanctions have been imposed upon the person

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: The person did not occupy such positions

Name: **Sergey Nikolaevich Ivanov (Chairman of the Audit Committee)**

Year of birth: **1961**

Education: Higher education, Moscow Engineering Physics Institute, Department - Theoretical Nuclear Physics, year of graduation - 1984; Doctor (Dr.Hab.) of Economic Sciences - 2007; Professor - 2010; Corresponding Member of the Russian Academy of Natural Sciences - 1999.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2002	2015	CJSC Investment Scientific-Production Company 'Russian Energy Technologies'	Member of the Board of Directors
2007	2013	JSC "Malaya Energetika"(Small-scale energy supply)	Member of the Board of Directors
2007	2014	Autonomous Non-profit Organization 'National Energy Security Institute'	Chairman of the Praesidium
2011	2016	OJSC "ERKO"	Chief Executive Officer
2012	2013	OJSC "Exhibition hall "Electrification "	Member of the Board of Directors
2012	2013	CJSC Sbercredbank	Member of the Board of Directors
2012	2015	LLC "LENSENT"	General Director of the managing organization
2014	2015	CJSC "Novoyeniseysk Wood-Chemical Complex"	Member of the Board of Directors
2015	2016	OJSC "ERKO"	Member of the Board of Directors
2011	2016	OJSC Corporation "Nechernozemagropromstroy"	Chief Executive Officer
2015	present time	PJSC RusHydro	Member of the Board of Directors
2016	present time	LLC RT-Kapital	Chief Executive Officer Member of the Board of Directors
2017	present time	JSC 'RT-Stroytech'	Member of the Board of

			Directors
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Share of participation of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Name: **Bystrov Maksim Sergeevich**

Year of birth: **1964**

Education: higher education, Moscow Civil Engineering Institute named after V. V. Kuibyshev; hydraulic engineering structures and river hydropower plants, year of graduation - 1986; All-Russian Academy of Foreign Trade, the global economy, the end of the year - 1998.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2010	2013	Administration of the President of the Russian Federation	Deputy Plenipotentiary Representative of the President of the Russian Federation in the North Caucasian Federal District
2012	present time	LLC "Management Company 'Airport Mineralnye Vody'"	Member of the Board of Directors
2013	present time	PJSC RusHydro	Member of the Board of Directors
2013	present time	JSC "Resorts of the North Caucasus"	Member of the Board of Directors
2013	present time	JSC ATS	Chairman of the Management Board
2013	present time	Non-Commercial Partnership 'NP 'Sovyet Rynka' (Market Council)	Chairman of the Management Board, Chairman of the Supervisory Board
2014	2016	PJSC "Federal Grid Company of Unified Energy System of Russia"	Member of the Board of Directors
2014	present time	JSC SO UES	Member of the Board of Directors

Share of participation of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising

options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

Name: **Vyacheslav Viktorovich Pyvovarov**

Year of birth: **1972**

**Higher**, State Academy of Management named after Sergo Ordzhonikidze, world economy, graduation year: 1995; American University in Paris, Applied Economics, graduation year: 1995; Stanford Business School, MBA, graduation year: 2002.

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2009	2011	Ministry of Economic Development of the Russian Federation	Adviser to the Minister of Economic Development
2011	present time	LLC "Altera Capital"	President
2013	present time	PJSC RusHydro	Member of the Board of Directors
2014	present time	LLC 'GeoProMining'	Member of the Board of Directors

Share of participation of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

**Internal Control and Risk Management Director - Chief Auditor**

Name: **Elena Alexandrovna Shchegoleva**

Year of birth: **1976**

Education: **Higher**

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		

2007	2012	OJSC 'HydroOGK'	Head of the Department of Accounting Methodology and Control of Liabilities of the Department of Corporate Governance and Relations
2012	2016	PJSC 'MOESC' (Moscow United Power Grid Company)	Deputy Director of the Internal Audit and Risk Management Department / Deputy Director of the Internal Audit Department / Director of the Internal Audit and Risk Management Department / Director of Control - Head of the Internal Audit and Risk Management Department / Control Director of the Control Unit
2016	present time	PJSC RusHydro	Director on Internal Control and Risk Management - Chief Auditor

Share of participation of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: There is no said kinship

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: No said sanctions have been imposed upon the person

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: The person did not occupy such positions

#### **Head of the Internal Audit Service**

Name: **Oleg Yevgenyevich Azhimov**

Year of birth: **1977**

Education: **Higher**

**All the positions held by this person at the Issuer and other organisations in the past 5 years and currently, in chronological order, including part-time positions.**

Period		Name of the organization	Position
from	till		
2010	present time	PJSC RusHydro	Head of Internal Audit Service / Deputy Director for Audit of Department for Internal Audit, Control and Risk Management / Head of Internal Audit Department

Share of participation of the person in the authorized capital of the Issuer, % **none**

Portion of the Issuer's equity shares held by the person, % **none**

Number of shares of each category (type) that may be purchased by this individual through exercising options owned by him: **the issuer's options were not placed**

Share of the person in the authorized capital of the Issuer, %: none

Share of the equity shares of the Issuer's subsidiaries and affiliates held by the person, %: none

Number of shares of each category (type) that may be purchased by this individual through exercising options of the Issuer's subsidiaries and affiliates owned by him: **Options of the Issuer's subsidiaries and affiliates were not placed.**

The person has no said shares Information on the nature of any kinship with other individuals included into the Issuer's management entities and/or bodies monitoring financial and economic activities: **There is no said kinship**

Information on imposition of administrative sanctions upon the person due to violations in finance, taxes and levies, securities market, or imposition of penal sanctions (previous convictions) for economic crimes, or wrongful acts against state authorities: **No said sanctions have been imposed upon the person**

Information on whether the person holds any position in management entities of commercial organizations during any period when an action of bankruptcy was brought against the said organizations and/or one of the bankruptcy procedures stipulated by the insolvency (bankruptcy) laws of the Russian Federation was commenced against the said organizations: **The person did not occupy such positions**

## ***5.6. Information on Remuneration, Benefits, and/or Compensation as to the Issuer's Bodies, Monitoring Financial and Economic Activities***

Information on remuneration as to the Issuer's financial and economic monitoring bodies. All types of remuneration, including salaries, bonuses, commission remunerations, benefits and/or compensation, as well as other types of remuneration paid by the Issuer during the reporting period::

### **Internal Audit Commission**

Unit of measure: RUB

Indicator	For 6 months 2017
Remuneration for participation in activities of the Issuer's financial and economic activities monitoring body	0
Salary	0
Bonuses	0
Commission	0
Compensation of expenses	0
Other types of remuneration	0
<b>TOTAL AMOUNT</b>	<b>0</b>
Expenses connected with performance of functions of a member of the bodies controlling financial and economic activities of the Issuer compensated by the Issuer	0

Information on decisions taken by the authorized management entities of the Issuer and/or current agreements in relation to such remuneration to be paid and/or such expenses to be compensated:

Remuneration is paid to the members of the Board of Directors pursuant to approved general shareholders meeting documents and individual solution of the general shareholders meeting.

On June 27, 2017 by the General Meeting of Shareholders of PJSC 'RusHydro' (Minutes as of June 27, 2017, No. 16) the new version of Regulations with regard to remuneration and compensation in favour of the members of the Board of Directors was accepted (<http://www.rushydro.ru/upload/iblock/170/05Polozhenie-o-vyplate-vozn-chlenov-SD-novaja-redakcija.pdf>), as well as the decision was made "To pay remuneration to the members of the Board of Directors on the results of work of the Board of Directors for the period from June 26, 2016 to June 27, 2017 in the amount, order and time defined by the On Payment of Remuneration to Members of the Board of Directors of PJSC RusHydro, approved by the decision of the Annual General Meeting Shareholders Meeting on June 29, 2016 (Minutes No. 15).

By June 30, 2017 this remuneration has not become due.

No agreements concerning the amount of remuneration have been concluded with the members of the Internal Audit Commission.

### **Audit Committee under the Board of Directors**

Standard unit: RUB

Indicator name	6 months 2017
Remuneration for participation in activities of the Issuer's financial and economic activities monitoring body	0

Salary	0
Bonuses	0
Commission	0
Compensation of expenses	0
Other types of remuneration	0
<b>TOTAL AMOUNT</b>	<b>0</b>
Expenses connected with performance of functions of a member of the bodies controlling financial and economic activities of the Issuer compensated by the Issuer	0

Information on decisions taken by the authorized management entities of the Issuer and/or current agreements in relation to such remuneration to be paid and/or such expenses to be compensated:

Remuneration shall be paid to the Members of Audit Committee under approved documents by General Shareholders Meeting.

Payment of remuneration to the members of the Audit Committee of the Board of Directors shall be made in accordance with the Regulations on payment of remunerations and compensations to members of the Board of Directors of PJSC RusHydro, approved by the General Meeting of Shareholders of PJSC RusHydro on June 26, 2017 (Minutes of June 27, 2017 No. 16), [http: //www.rushydro.ru/upload/iblock/170/05Polozhenie-o-vyplate-vozn-chlenov-SD-novaja-redakcija.pdf](http://www.rushydro.ru/upload/iblock/170/05Polozhenie-o-vyplate-vozn-chlenov-SD-novaja-redakcija.pdf).

Regulations on payment of remuneration and compensation to members of the Board of Directors of PJSC RusHydro, approved on June 26, 2017 does not apply to members of the Board who are (for the full or partial terms of office of the Board of Directors member) members of the collegial executive body of the Company or acting as a sole executive body of the Company.

Remuneration to the Chairman and members of the Board of Directors, who are (for the full or partial terms of office of the Board of Directors member) persons in respect of which the legislation of the Russian Federation provided the restriction or prohibition on the receipt of any payments from commercial organizations shall not be charged and paid.

Agreements concerning the remuneration of the members of the Audit Committee of the Board of Directors are not available.

### **Control and Risk Management Department**

Unit of measure: RUB

Indicator name	<b>6 months 2017</b>
Remuneration for participation in activities of the Issuer's financial and economic activities monitoring body	0
Salary	20,366,457.93
Bonuses	10 881 690,00
Commission	
Compensation of expenses	
Other types of remuneration	
<b>TOTAL AMOUNT</b>	<b>31,248,147.93</b>
Expenses connected with performance of functions of a member of the bodies controlling financial and economic activities of the Issuer compensated by the Issuer	1,082,718.00

### **Internal Audit Service**

Unit of measure: RUB

Indicator name	<b>6 months 2017</b>
Remuneration for participation in activities of the Issuer's financial and economic activities monitoring body	
Salary	4,902,780.88
Bonuses	3 905 731,00
Commission	
Compensation of expenses	
Other types of remuneration	

TOTAL AMOUNT	<b>8,808,511.88</b>
Expenses connected with performance of functions of a member of the bodies controlling financial and economic activities of the Issuer compensated by the Issuer	181,151.00

**Information on decisions taken by the authorized management entities of the Issuer and/or current agreements in relation to such remuneration to be paid and/or such expenses to be compensated:**

Remuneration is paid to the employees in accordance with the terms and conditions of their labour agreements.

***5.7. Information on the Number, General Information on Content of the Issuer's Employees (Workers), and Alterations of the Number of the Issuer's Employees (Workers)***

Average number of employees (workers) of the Issuer, including employees (workers) working at its branches and representative offices as well as accrued salary and social payments

Indicator name	6 months 2017
Average number of employees, persons	5,406.1
Total payroll for the reporting period	4,278,788,008
Social payments to the employees for the reporting period, RUB	138,256,643

Employees (workers) of the Issuer include employees having significant impact on financial and economic activities of the Issuer (key employees). Information on such key employees of the Issuer:

- Nikolay Grigoryevich Shulginov, Chairman of the Management Board — General Director, member of the Board of Directors (personal information shall be given in Clause 5.2. Of the Quarterly Report);
- Members of the Board (personal information shall be given in clause 5.2. of the quarterly report).

Employees of the Issuer did not create a trade union committee. As a result of adherence of the Company's subsidiaries and affiliates to the Company during the Issuer's reorganisation, employees of the adhered subsidiaries and affiliates, which currently are members of various trade unions created within the subsidiaries and affiliates before affiliation with the Issuer, were included in the Issuer's staff.

***5.8. Information on Any Liabilities of the Issuer to its Employees (Workers) Concerning their Possible Participation in the Issuer's Authorized Capital***

The Issuer has no liabilities to its employees (workers) as to the possibility of their participation in its authorized capital.

## **VI. Information on the Issuer's Participants (Shareholders) and Non-arm's length transactions Made by the Issuer**

### **6.1. Information on Total Number of the Issuer's Participants (Shareholders)**

Total number of persons with non-zero balances on their personal accounts recorded in the Issuer's register of shareholders as at the end of the last reporting quarter: : 305 385 **305,037**

Nominee shareholders of Issuer enter to the membership of person registered in the Registry of Issuer's shareholders. Total number of the Issuer's nominee shareholders: **16**

Total number of persons included in the final list of persons which had (have) the right to participate in the General Meeting of Shareholders of the Issuer (other list of persons composed for purposes of execution of rights attached to the Issuer's shares and for composition of which the Issuer's nominee shareholders presented data on persons, in the interests of which they hold the Issuer's shares): **345,289**

Classes of the Issuer's shares, the owners of which had to be included in such list: *uncertified registered common shares*;

Drafting date of such list: *June 02, 2017*

Quantity of own shares on the balance sheet of the Issuer as at the end of the reporting quarter: On Issuer's balance, own shares are absent *There are no own shares on the issuer's balance sheet*

Number of the Issuer's uncertified registered common shares owned by the controlled organizations: **3,852,353,167**.

### **6.2 Information on the Issuer's Participants (Shareholders) Holding at least Five Per Cent of the Authorized Capital or at least Five Per Cent of its Equity Shares, as well as Information on Persons Controlling such Participants (Shareholders) and, in the Absence thereof, on such Participants (Shareholders) Holding at least 20 Per Cent of the Authorized (Reserve) Capital (Unit Fund) or at least 20 Per Cent of their Equity Shares**

**The Issuer's participants (shareholders), holding at least five per cent of its authorized capital or at least five per cent of its equity shares**

Full name: *The Russian Federation represented by Federal Agency for State Property Management*

Abbreviated name: *Russian Federation represented by Federal Agency for State Property Management*

Location: *9, Nikolskiy Pereulok, Moscow, Russia, 109012*

TIN (Taxpayer Identification Number) **7710723134**

BSRN (Basic State Registration Number) **1087746829994**

Share of the Issuer's participant (shareholder) in the authorized capital of the Issuer, %: **60.5602**

Share of the Issuer's equity shares held by the participant (shareholder), %: **60.5602**

Persons controlling the issuer's shareholder (shareholder): *There are no such persons*.

Participants (shareholders) of such person, holding at least 20 per cent of its authorized capital or at least 20 per cent of its equity shares: *There are no such persons*.

*The Issuer's shares, that constitute not less than five per cent of the authorized capital or not less than five per cent common shares registered in the Issuer's shareholder register in the name of a nominee shareholder*

Information on the nominee holder:

Full corporate name: *Non-Banking Credit Institution Joint-Stock Company 'National Settlement Depository' (nominee)*

Abbreviated corporate name: *NBCI JSC NSD*

Location: *12, Spartakovskaya street, Moscow, 105066*

TIN (Taxpayer Identification Number) **7702165310**

BSRN (Basic State Registration Number) **1027739132563**



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Information of the license of the securities market professional

Number: **177-12042-000100**

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

Expiry date: **Indefinitely**

Name of the body issued the license **Bank of Russia**

Number of the Issuer's equity shares, registered in the Issuer's register of shareholders in favour of the nominee holder: **157 690 613 886**

Number of preferred shares of the Issuer registered in the Register of shareholders of the Issuer in the name of the nominal holder: **0 (the Issuer did not issue any privileged share)**

### **6.3. Information on the Share of the State or Municipal Entity in the Authorized Capital of the Issuer, and Availability of the Special Right (Golden Share)**

Information on the share of the state (municipal entity) is specified in the authorized capital of the Company and special right:

Share of the Issuer's authorized capital in state (federal, Russian Federation constituent entities), municipal ownership: **60,6450%**<sup>1</sup>

Information on managers of state, municipal blocks of shares: **There are no such persons.**

Information on persons acting as the Issuer's participant (shareholder) on behalf of the Russian Federation, constituent entity of the Russian Federation or municipal entity

#### **1) State property (federal):**

1. Name: **Federal Agency for State Property Management**

Location: **9 Nikolsky Per., Moscow, 109012**

Share of the Issuer's authorized capital in state (federal) ownership: : **60.5602%\***

2. Full corporate name: **ITAR-TASS News Agency (Federal State Unitary Enterprise)**

Location: **10-12 Tverskoi Blvd., Moscow, 125993**

Share of the Issuer's authorized capital in state (federal) ownership: : **0.000058%\***

#### **2) State property (property of the constituents of the Russian Federation):**

1. Name: **Rostov Region represented by state budget institutions of Rostov Region Property Fund**

Location: **Location: 112 Sotsialisticheskaya St., Rostov-on-Don, Rostov Region, 344050**

Share of the Issuer's authorized capital in state (Russian Federation subjects) ownership: **0.000020%\***

2. Name: **Financial Department of Administration for Orenburg Region**

Location: **54, Sovetskaya str., city of Orenburg, 460311**

Share of the Issuer's authorized capital in state (Russian Federation subjects) ownership: **0.00000008%**

#### **3) Municipal property**

1. Name: **Bureysky District Administration for Amur Oblast**

Location: **49, Sovetskaya str., Novobureysk settlement, Amur Region, 676701**

Share of the Issuer's authorized capital in state municipal ownership: **0.000357%**

2. Name: **Administration of municipal entity Selsoviet (rural community) Zubutli-Miatlinsky of Kizilyurt District of the Republic of Dagestan**

Location: **Lenina St., Zubutli-Miatli, Kizilyurtovsky District, Republic of Dagestan Russia**

Share of the Issuer's authorized capital in state municipal ownership: **0.002571%**

3. Name: **Administration of Ashilta**

Location: **Ashilta, Untsukulsky District, Republic of Dagestan, 368240**

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<sup>1</sup> The information was provided by VTB Registrar JSC - registrar of PJSC RusHydro

Share of the Issuer's authorized capital in state municipal ownership: **0.001544%**

4. Name: **Administration of Verkhny Chiryurt-Gelbakh village**

Location: **2-11-38 Verkhny Chiryurt, Kizilyurtovsky District, Republic of Dagestan, 368100**

Share of the Issuer's authorized capital in state municipal ownership: **0.009172%**

5. Name: **Administration of Gergebil village**

Location: **Gergebil, Gergebil District, Republic of Dagestan, 368250**

Share of the Issuer's authorized capital in state municipal ownership: **0.005031%**

6. Name: **Administration of Untsukul village**

Location: **Untsukul, Untsukul District, Republic of Dagestan, 368240**

Share of the Issuer's authorized capital in state municipal ownership: **0.002629%**

7. Name: **Municipal entity of rural settlement Chirkata rural community of Gumbetovsky District of the Republic of Dagestan**

Location: **Chirkata, Gumbetovsky District, Republic of Dagestan, 368933**

Share of the Issuer's authorized capital in state municipal ownership: **0.010610%**

8. Name: **Municipal entity of Chirkey represented by the municipal entity administration of Chirkey**

Location: **Chirkey, Buynaksky District, Republic of Dagestan, 368114**

Share of the Issuer's authorized capital in state municipal ownership: **0.046117%**

9. Name: **Administration of rural settlement Selsovet (rural community) Khvartikuninsky**

Location: **Khvartikuni, Gergebil District, Republic of Dagestan, 368258**

Share of the Issuer's authorized capital in state municipal ownership: **0.005031%**

10. Name: **Name: Municipal Property Management Committee of Zeya**

Location: **217, Mukhina str., Zeya town, Amur Region, 676246**

Share of the Issuer's authorized capital in state municipal ownership: **0.000322%**

11. Name: **MUNICIPAL EDUCATIONAL INSTITUTION MIXED-TYPE ORPHANAGE**

Location: **Primorski (Maritime) Territory, Partizansk town, Chkalov str., 32**

Share of the Issuer's authorized capital in state municipal ownership: **0.00000001%**

12. Name: **Administration of municipal entity Selsovet Miatlinsky of Kizilyurt District of the Republic of Dagestan**

Location: **Russia, Republic of Dagestan, Kizilyurtovsky district, s.Miatli**

Share of the Issuer's authorized capital in state municipal ownership: **0,001274%**

Information on the availability of the special right of the Russian Federation, constituent entity of the Russian Federation, municipal entity to participate in management of the Issuer — joint-stock company ('golden share') and the validity of the special right ('golden share'): **The indicated right is not provided.**

#### **6.4. Information on Restriction to Participate in the Issuer's Authorized Capital**

There are no restrictions to participate in the Issuer's authorized capital (unit fund).

#### **6.5. Information on Changes in the Structure and Interests of the Issuer's Participants (Shareholders), Holding at least Five Per Cent of its Authorized Capital or at least Five Per Cent of its Equity Shares**

Structure of the Issuer's participants (shareholders) holding at least five per cent of the Issuer's authorized capital and being joint-stock companies for the Issuer, as well as at least five per cent of the Issuer's equity shares specified as of the date of the list of persons which had right to participate in each General Meeting of Shareholders (Participants) of the Issuer held for the last complete reporting year preceding the end date of the reporting quarter, as well as for the period after the start date of the current year and up to the end date of the reporting quarter, according to the list of persons which had right to participate in every such meeting.

Date of drawing up list of persons entitled to take part in the General Meeting of Shareholders (Participants) of the Issuer: May 23, 2016

List of shareholders (participants)

Name: The Russian Federation represented by Federal Agency for State Property Management

Location: 9 Nikolsky Per., Moscow 109012

TIN (Taxpayer Identification Number) 7710723134  
BSRN (Basic State Registration Number) 1087746829994  
Share of participation of the person in the authorized capital of the Issuer, % 66.836992  
Portion of the Issuer's equity shares held by the person, %: 66.836992

Name: Gazprombank (Joint Stock Company)  
Location: Nametkina str., 16, building 1, Moscow, 117420, Russia  
TIN (Taxpayer Identification Number) 7744001497  
BSRN (Basic State Registration Number) 1027700167110  
Share of participation of the person in the authorized capital of the Issuer, % 6.367032  
Portion of the Issuer's equity shares held by the person, %: 6.367032

Date of drawing up list of persons entitled to take part in the General Meeting of Shareholders (Participants) of the Issuer: June 02, 2017

List of shareholders (participants)

Name: The Russian Federation represented by Federal Agency for State Property Management  
Location: 9 Nikolsky Per., Moscow 109012  
TIN (Taxpayer Identification Number) 7710723134  
BSRN (Basic State Registration Number) 1087746829994  
Share of participation of the person in the authorized capital of the Issuer, % 66.836992  
Portion of the Issuer's equity shares held by the person, %: 66.836992

Name: VTB Bank (Public Joint-Stock Company)  
Location: 29. Bolshaya Morskaya street, city of Saint-Petersburg, 190000, Russia  
TIN (Taxpayer Identification Number) 7702070139  
BSRN (Basic State Registration Number) 1027739609391  
Share of participation of the person in the authorized capital of the Issuer, % 13.51  
Portion of the Issuer's equity shares held by the person, %: 13.51

## ***6.6. Information on Non-arm's length transactions Made by the Issuer***

Information on the number and volume of transactions in monetary terms made by the Issuer, which in accordance with the laws of the Russian Federation are considered as non-arm's length transactions requiring approval of the authorized management entities of the Issuer, according to the results of the last reporting quarter. The specified transactions were not made.

Unit of measure: **RUB**

Transactions (groups of related transactions), which price is 5 or more per cents of the Issuer's assets balance value, defined according to its financial statements as of the last reporting date before the transaction made by the issuer for the last reporting quarter: ***Such transactions did not take place***

Transactions (groups of related transactions) of current interest and the decision on approval of which has not been taken by the Board of Directors (Supervisory Board) or the General Meeting of Shareholders (Participants) of the Issuer, if such approval is mandatory according to the laws of the Russian Federation: ***Such transactions did not take place***

## ***6.7. Information on Accounts Receivable***

as of June 30, 2017

Standard unit: RUB

Indicator	Indicator value
Accounts receivable of buyers and customers	6,266,062,325.11
including overdue	66,676,606.03
Accounts receivable for bills receivable	34,688,022,021.66
including overdue	0

Accounts receivable of members (founders) as to contributions to the authorized capital	0
including overdue	0
Other accounts receivable	113,427,797,174.5
including overdue	731,339,505.69
Total accounts receivable	154,381,881,521.27
including total overdue accounts receivable	798,016,111.72

**Debtors owning less than 10 per cent of the total accounts receivable for the specified reporting period**

Full corporate name: *Public Joint-Stock Company "Boguchany Hydro-power plant"*

Abbreviated corporate name: *PJSC 'Boguchany HPP'*

Location: *1 Unified Base No. 1, Left Bank Construction Base, Kodinsk, Kezhemskiy District, Krasnoyarsk Krai (Krasnoyarsk Territory), Russian Federation*

TIN (Taxpayer Identification Number) *2420002597*

BSRN (Basic State Registration Number) *1022400828119*

Accounts payable *21 027 454 895,67 rubles*

Amount, terms and conditions of the overdue debt (interest rate, fine sanctions, penalties): *None*

Is the Debtor the issuer's affiliated person *no*

Share of the Issuer in the entity's authorized capital (%): *2.9*

Percentage of ordinary shares held by a person: *3.06*

Share of participation of the person in the authorized capital of the Issuer, % *0*

Portion of the Issuer's equity shares held by the person, % *0*

Full corporate name : *Joint-stock company «Nizhne-Bureysk HPP»*

Abbreviated corporate name: *JSC "Nizhne-Bureya HPP"*

Location: *49, Sovetskaya street, Novobureyskiy village, Bureysk district, Amur Region, Russian Federation, 676720*

TIN (Taxpayer Identification Number) *2813006299*

BSRN (Basic State Registration Number) *1062813007817*

Accounts payable *24 081 685 020,45 rubles*

Amount, terms and conditions of the overdue debt (interest rate, fine sanctions, penalties): *None*

Is the Debtor the issuer's affiliated person

Share of the Issuer in the entity's authorized capital (%): *100*

Percentage of ordinary shares held by a person: *100*

Share of participation of the person in the authorized capital of the Issuer, % *0*

Share of the Issuer's equity shares held by the person, %: *0*

## **VII. Accounting (Financial) Statements of the Issuer and other Financial Information**

### ***7.1. Annual Accounting (Financial) Statements of the Issuer***

Annual accounting (financial) statements of the Issuer for 2016 and Audit report to it includes in the Quarterly Report for Q1 of 2017.

The Issuer does not prepare annual financial statements in accordance with IFRS or other internationally accepted rules different from IFRS.

The Issuer prepares consolidated financial statements of PJSC RusHydro and subsidiaries in accordance with IFRS.

### ***7.2. Interim Accounting (Financial) Statements of the Issuer***

Interim accounting (financial) statements for 6 months of 2017 attached to this quarterly report (Appendix No. 1) include:

- Balance sheet as of June 30, 2017;
- Profit and loss statement for the period from January 01, 2017 to June 30, 2017;

The Auditor did not perform any procedures in relation to and did not give its opinion on reliability of interim accounting statements of the Issuer for 6 months of 2017 attached to this quarterly report and prepared in accordance with RAS.

The Issuer does not prepare separate interim financial statements in accordance with IFRS or other internationally accepted rules different from IFRS.

### ***7.3. Consolidated Financial Statements of the Issuer***

The Issuer prepares consolidated financial statements in accordance with IFRS which complies with Article 2 of Federal Law No. 208-FZ on Consolidated Financial Statements, dated July 27, 2010.

Consolidated financial statements are prepared in accordance with IFRS and the auditor's report for the year ended on December 31, 2016 and as at that date are included in the Quarterly Report for Q1 2017.

Composition attached to this Quarterly Report, Condensed Consolidated Interim (Financial) Information (Unaudited), prepared in accordance with IAS 34, As at and for the three months ended on March 31, 2016 (Appendix 2):

Abbreviated Consolidated Interim Statement of Financial Position; Condensed Consolidated Interim Statement of Income;

Condensed Consolidated Interim Financial Report of comprehensive income;

Condensed Consolidated Interim Financial Report of cash flows;

Condensed Consolidated Interim Financial Report of changes in equity;

Notes to Condensed Consolidated Interim Financial Information.

### ***7.4. Information on the Accounting Policy of the Issuer***

The accounting policies adopted by the Issuer for the current year, in the reporting period no significant changes were made. The information is listed in the Quarterly Report for Q1 2017.

### ***7.5. Information on the Total Amount of Export, as well as on Export Share in Total Sales***

The Issuer does not export products (goods, works, services)

### ***7.6. Information on Material Changes in the Issuer's Property since the Expiry Date of the Last Complete Reporting Year***

**Information on material changes in the Issuer's property which took place within 12 months prior to the expiry date of the reporting quarter:**

There were no material changes in the Issuer's property within 12 months prior to the expiry date of the reporting quarter.

***7.7. Information on the Issuer's Participation in Judicial Proceedings, if such Participation may have a Material Effect on Financial and Business Activities of the Issuer***

The Issuer did not participate/is not participating in any judicial proceedings, which had/may have a material effect on financial and business activities of the Issuer, within the period from the start date of the last complete reporting year to the expiry of the reporting quarter.

## VIII. Additional Information on the Issuer and Equity Securities Placed by it

### 8.1. Additional Information on the Issuer

#### 8.1.1. Information on the Amount and Structure of the Authorized Capital of the Issuer

Information on the Amount and Structure of the Authorized Capital of the Issuer

The amount of the issuer's authorized capital as of the end date of the reporting quarter: **426 288 813 551 (four hundred and twenty-six million two hundred and eighty-eight million eight hundred and thirteen thousand five hundred and fifty-one) roubles**

Breakdown of the issuer's authorized capital for common and preferred shares with an indication of the total nominal value of each class of shares and the amount of each class of shares in the authorized capital of the issuer

Equity shares

Total face value: **426 288 813 551 (four hundred and twenty-six million two hundred and eighty-eight million eight hundred and thirteen thousand five hundred and fifty-one) roubles**

Share in the authorized capital: **100%**

**As at the date of the reporting quarter the Issuer did not carry out the placement of additional shares, the change of the authorized capital in the quarter did not occur.**

**Information on correspondence between the amount of the authorized capital specified in this Clause and the Issuer's constituent documents: The amount of the authorized capital corresponds to the Issuer's Statute.**

**The shares of the Issuer are traded outside the Russian Federation by circulation of the deposit securities (securities of a foreign issuer certifying the title for the said shares of the Russian issuer)**

Category (class) of shares traded outside the Russian Federation: **common shares**

Percentage of shares which are traded outside the Russian Federation from the total shares of the relevant category (class): **4,67%**

The name and location of the foreign issuer whose depositary securities certify the rights in respect of the issuer's shares of the relevant category (type): **The Bank of New York Mellon, One Wall Street & 101 Barclay Street, New York City, New York**

Summary description of the program (program type) on issue of depositary securities of a foreign issuer, certifying rights in respect to shares of the relevant category (class):

Program type	GDR according to Rule 144A ADR, 1st level
Depository bank	The Bank of New York Mellon
Relation	1 GDR, 1 ADR = 100 equity shares
Ticker	HYDR
Number CUSIP GDR 144A	782183503
Number CUSIP ADR 1st level	782183404
Maximum possible program capacity, pcs	832,131,000

Information on obtaining a permit from the Bank of Russia and/or the authorized state authority of the Russian Federation to place and/or arrange trade in the Issuer's shares of relevant category (type) outside the Russian Federation:

**permit of the Federal Financial Markets Service of the Russian Federation No. 08-EK-03/10335 dated May 23, 2008 (order №1116/pz-i of the Russian FFMS of May 20, 2008 ), permit of the Federal Financial Markets Service of the Russian Federation No. 09-EK-03/27137 dated November 19, 2009 (order №09-3711/pz-i of the Russian FFMS of November 19, 2009 ), permit of the Federal Financial Markets Service of the Russian Federation No. 11-SH-03/350 dated November 17, 2010 (order №11-22/pz-i of the Russian FFMS of January 13, 2011 ), permit of the Federal Financial Markets Service of the Russian Federation No. 11-SH-03/21348 dated August 18, 2011 (order №11-2064/pz-i of the Russian FFMS of August 16, 2011).**

The name of the foreign trade organizer (trade organizers) through which the issuer's shares circulate (depository securities certifying rights in relation to the issuer's shares): **London Stock Exchange, Main Market (trading with the listing procedure) and in the electronic system of OTCQX, USA, 304 Hudson Street, 2nd**

*Floor, New York, NY 10013, USA;*

Other Information on the issuer's shares organizations outside the Russian Federation by the Issuer at its sole discretion, are not available.

### ***8.1.2. Information on Change in the Amount of the Authorized Capital of the Issuer***

Information on changes in the Issuer's authorized capital for the last completed reporting year as well as for the period from the beginning date of the current year to the end date of the reporting quarter:

#### **Amount and structure of the issuer's authorized capital before respective change.**

Amount of the authorized capital **386,255,464,890** (*three hundred eighty-six million two hundred fifty-five million four hundred sixty-four thousand eight hundred and ninety* ) *Russian roubles*

Breakdown of the issuer's authorized capital for common and preferred shares with an indication of the total nominal value of each class of shares and the amount of each class of shares in the authorized capital of the issuer

Equity shares

Total face value: **386,255,464,890** (*three hundred eighty-six million two hundred fifty-five million four hundred sixty-four thousand eight hundred and ninety* ) *Russian roubles*

Share in the authorized capital: **100%**

*As at the date of the reporting quarter the Issuer did not carry out the placement of additional shares, the change of the authorized capital in the quarter did not occur.*

Issuer's management body that made the decision to change the authorized capital of the issuer: The Board of Directors; ***Board of Directors;***

Date and number of the meeting (session) of the issuer's management protocol, which made a decision to change the authorized capital of the issuer: ***Minutes No. 244 of November 23, 2016 This decision was made to increase the authorized capital of the Issuer by placing additional shares in the amount of 40 429 000 000 units. The additional issue of shares was registered by the Bank of Russia on December 07, 2016. The Additional issue of securities was granted the state registration number: 1-01-55038-E-042D***

Date of Change in the Amount of the Authorized Capital of the Issuer ***The report on the results of the additional issue of the Issuer's securities was registered by the Bank of Russia on June 05, 2017. As of June 30, 2017, changes to the Articles of Association of the Issuer in terms of increasing its authorized capital in accordance with the registered report on the results of the additional issue of securities have not passed state registration.***

Amount and structure of the issuer's authorized capital before respective change.

Amount of the authorized capital **426 288 813 551** (*four hundred and twenty-six million two hundred and eighty-eight million eight hundred and thirteen thousand five hundred and fifty-one*) *roubles*

Breakdown of the issuer's authorized capital for common and preferred shares with an indication of the total nominal value of each class of shares and the amount of each class of shares in the authorized capital of the issuer

Equity shares

Total face value: **426 288 813 551** (*four hundred and twenty-six million two hundred and eighty-eight million eight hundred and thirteen thousand five hundred and fifty-one*) *roubles*

Share in the authorized capital: **100%**

*As at the date of the reporting quarter the Issuer did not carry out the placement of additional shares, the change of the authorized capital in the quarter did not occur.*

### ***8.1.3. Information on Convening and Holding the Meeting of the Issuer's Supreme Management Body***

**Name of the supreme management body of the issuer:** General Meeting of Shareholders;

**The procedure for notification of shareholders (participants) on holding a meeting (session) of the issuer's supreme management body:**

The notice of the General Meeting of Shareholders shall be posted on the Company's website: [www.rushydro.ru](http://www.rushydro.ru) in the Internet no later than 30 (Thirty) days before the date of its holding.



Notification of Extraordinary General Meeting of Shareholders, offered agenda of which includes election of Members of the Board shall be posted on the Company's website [www.rushydro.ru](http://www.rushydro.ru) on the Internet no later than in 70 (seventy) days prior to the meeting.

**Persons (bodies) that have the right to convene (demand holding) an extraordinary meeting (session) of the issuer's supreme management body, as well as the procedure for sending (presenting) such claims:**

The annual general meeting of shareholders is convened and conducted by the decision of the Board of Directors.

The Extraordinary General Meeting of Shareholders is held by the decision of the Board of Directors on the basis of its own initiative, the requirements of the Audit Commission, the Company's Auditor, and also the shareholder (shareholders) owning at least 10 (Ten) percent of the Company's voting shares as of the date of the request.

The requirement to hold an extraordinary General Meeting of Shareholders can be made by:

- by mail or by courier service at the location of the Company, as well as by postal address: 7, Malaya Dmitrovka St., 127006 Moscow

- delivery against signature to the Chairman of the Management Board - the General Director, the Chairman of the Board of Directors or the Corporate Secretary of the Company;

sending by e-mail to the address: [Akcioner@rushydro.ru](mailto:Akcioner@rushydro.ru) with the use of electronic digital signature in the manner provided for by the legislation of the Russian Federation.

**Information on Convening and Holding the Meeting of the Issuer's Supreme Management Body**

In the term not earlier than two months and not later than six months after the end of reporting year is held an Annual General Meeting of Shareholders.

The Extraordinary General Meeting of Shareholders shall be convened by the Board of Directors at the request of the Audit Commission, the Company's Auditor, as well as the shareholder (shareholders) owning not less than 10 (Ten) percent of the Company's voting shares as of the date of the request, and shall be held within 40 (forty) Days from the date of submission of the claim.

In the event that the proposed agenda of the extraordinary General Meeting of Shareholders contains the issue of electing members of the Board of Directors, the General Meeting of Shareholders shall be held within 75 (Seventy-five) days from the date of submission of the request.

Within 5 (Five) days from the date of presentation of the request to convene an extraordinary General Meeting of Shareholders, the Board of Directors shall decide whether to convene an extraordinary General Meeting of Shareholders or refuse to convene it.

The decision of the Board of Directors to convene an extraordinary General Meeting of Shareholders or a reasoned decision to refuse to convene it shall be sent to the persons requesting its convocation no later than three (3) days after its adoption.

**Persons who have the right to submit proposals to the agenda of the meeting (session) of the supreme management body of the issuer, as well as the procedure for making such proposals:**

Shareholder (s) holding a total of at least 2 (two) percent of voting shares of the Company may introduce issues for the agenda of the Annual General Meeting of Shareholders and nominate candidates to the Board of Directors and the Audit Committee of the Company, number of which shall not exceed number of members of the body.

Such offers should be received by the Company no later than in 90 (ninety) days after the end of reporting year.

The proposal on inclusion of issues into the agenda of the General Meeting of Shareholders and the proposal on nominating candidates shall be submitted in writing specifying the name of the shareholders (shareholder) who submitted them, the number and category (type) of their shares and shall be signed by the shareholders (shareholder).

The proposal on inclusion of issues into the agenda of the General Meeting of Shareholders and the proposal on nominating candidates shall be submitted in writing specifying the name of the shareholders (shareholder) who submitted them, the number and category (type) of their shares and shall be signed by the shareholders (shareholder).

The Board of Directors is obliged to consider the proposals received and take a decision to include them in the agenda of the General Meeting of Shareholders or to refuse inclusion in the said agenda not later than 5 (Five) days after the expiration of the period specified in clause 11.1 of Article 11 of the Charter of PJSC RusHydro .

The Board of Directors has the right to refuse to include issues brought by the shareholder (shareholders) on the agenda of the General Meeting of Shareholders, and to include nominated candidates in the list of candidates for voting for elections to the relevant body of the Company on the grounds provided by the Federal Law "On Joint Stock Companies" and other legal Acts of the Russian Federation.

A motivated decision of the Board of Directors to refuse to include the issue on the agenda of the General

Meeting of Shareholders or a candidate for the list of candidates for voting for elections to the relevant body of the Company shall be sent to the shareholder (s) who submitted the question or nominated the candidate not later than 3 (three) Acceptance.

The Board of Directors has no right to amend the wording of the issues proposed for inclusion in the agenda of the General Meeting of Shareholders, and (if any) in the wording of decisions on such matters.

In addition to the issues proposed for inclusion in the agenda of the General Meeting of Shareholders by shareholders, as well as in the absence of such proposals, the absence or insufficient number of candidates proposed by shareholders for the formation of the relevant body, the Board of Directors may include issues or candidates on the agenda of the General Meeting of Shareholders Candidates at their own discretion.

**Persons who are entitled to familiarize themselves with the information (materials) provided (provided) for the preparation and conduct of the meeting (session) of the issuer's supreme management body, as well as the procedure for acquaintance with such information (materials):**

Information (materials) on the agenda of the General Meeting of Shareholders within 30 (thirty) days prior to the General Meeting of Shareholders (in case of holding an extraordinary General Meeting of Shareholders, the agenda of which contains an item pursuant to Clause 4 art. 48 of the Federal Law "On Joint-Stock Companies", within 20 days prior to the General Meeting of Shareholders) must be available to persons entitled to participate in the General Meeting of Shareholders for familiarization in the places whose addresses are indicated in the notice of the General Meeting of Shareholders, and Is also posted on the Company's website on the Internet.

The list of persons entitled to participate in the General Meeting of Shareholders is drawn up in accordance with Article 51 of the Federal Law "On Joint Stock Companies".

**The order of announcement (bringing to the attention of the issuer's shareholders (participants)) of the decisions taken by the supreme management body of the issuer, as well as the voting results:**

The Minutes of the General Meeting of Shareholders shall be drawn up no later than 3 (three) business days after the closing of the General Meeting of Shareholders in the course of the General Meeting of Shareholders in the form of joint attendance or after the deadline for the receipt by the Company of ballots when the General Meeting of Shareholders is held in the form of absentee voting.

The Minutes of the General Meeting of Shareholders shall be signed by the Chairman of the General Meeting of Shareholders (presiding at the General Meeting of Shareholders) and by the Secretary of the General Meeting of Shareholders.

The Minutes of the General Meeting are posted on the Company's website on the Internet the next working day after it is signed.

Voting results and decisions adopted by the General Meeting of Shareholders shall be announced at the General Meeting of Shareholders at which the voting took place, and shall be reported to persons included in the list of persons entitled to participate in General Meeting of Shareholders in a form of report on the the results of voting in manner and terms specified by the Federal law "On Joint Stock Companies".

#### ***8.1.4. Information on Commercial Organisations, in which the Issuer Holds at least Five Per Cent of the Authorized Capital or at least Five Per Cent of Equity Shares***

Information on Commercial Organisations, in which the Issuer Holds at least Five Per Cent of the Authorized Capital or at least Five Per Cent of Equity Shares

1. Full corporate name : **Joint-stock company 'HydroEngineering Siberia'**

Abbreviated corporate name: **JSC 'HydroEngineering Siberia'**

Location: **Russian Federation, Moscow.**

TIN (Taxpayer Identification Number) **7804328940**

BSRN (Basic State Registration Number) **1057813314525**

The Issuer's share in the authorized capital of the commercial company, %: **28.09 100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

2. Full corporate name : **Joint-Stock Company 'All-Russia Research Institute of Hydro-Technics named after B.E. Vedenev'**

Abbreviated corporate name: **JSC VNIIG [from Russian name of the Institute: 'Vserossiyskiy**

**Nauchno-Issledovatel'skiy Institut Gidrotekhniki' (Всероссийский научно-исследовательский институт гидротехники) ) named after B.Ye. Vedeneyev'**

Location: **city of Saint-Petersburg**

TIN (Taxpayer Identification Number) **7804004400**

BSRN (Basic State Registration Number) **1027802483400**

The Issuer's share in the authorized capital of the commercial company, %: 28.09 **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

3. Full corporate name : **Joint-Stock Company 'Geotherm'**

Abbreviated corporate name: **JSC Geoterm**

Location: **Russian Federation. Kamchatka Territory, Petropavlovsk-Kamchatski city**

TIN (Taxpayer Identification Number) **4101023932**

BSRN (Basic State Registration Number) **1024101023429**

The Issuer's share in the authorized capital of the commercial company, %: 28.09 **99.65**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **99.65**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

4. Full corporate name : **Joint-stock company 'Zaramag HPPs'**

Abbreviated corporate name: **JSC 'Zaramag HPP'**

Location **city of Moscow**

TIN (Taxpayer Identification Number) **1505008701**

BSRN (Basic State Registration Number) **1021500822001**

The Issuer's share in the authorized capital of the commercial company, %: **99.75**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **99.75**

Share of participation of the person in the authorized capital of the Issuer, % **0.063643**

Portion of the Issuer's equity shares held by the person, % **0.0063643**

5. Full corporate name : **Joint-stock company 'Hydroinvest'**

Abbreviated corporate name: **JSC "Hydroinvest"**

Location: **Russia, Republic of Sakha (Yakutia), Yakutsk**

TIN (Taxpayer Identification Number) **7814382859**

BSRN (Basic State Registration Number) **1077847558381**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

6. Full corporate name : **Joint-Stock Company "Leningrad Pumped-storage hydropower plant"**

Abbreviated corporate name: **JSC "Leningrad PSHPP"**

Location: **Russian Federation., Leningrad Region, Lodeinoe Pole district, Yanega village**

TIN (Taxpayer Identification Number) **7804328926**

BSRN (Basic State Registration Number) **1057813313315**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

7. Full corporate name : **Full corporate name: Joint-Stock Company Scientific Research Institute of Energy Structures**

Abbreviated corporate name: **JSC "NIIES" [abbreviation from Russian name of the Institute: 'Nauchno-issledovatel'skiy institut energeticheskikh sooruzheniy' (Научно-исследовательский институт**

энергетических сооружений)]

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **7733021533**

BSRN (Basic State Registration Number) **1027739536868**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

8. Full corporate name : **“Joint-stock company ‘Experimental and Industrial Verkhne-Mutnovskaya Geopower Plant’**

Abbreviated corporate name: **JSC EI Verkhne-Mutnovskaya GeoPP**

Location: **Russian Federation. Kamchatka Territory (Kamchatka Krai), Petropavlovsk-Kamchatski city**

TIN (Taxpayer Identification Number) **4101100400**

BSRN (Basic State Registration Number) **1054100011668**

The Issuer's share in the authorized capital of the commercial company, %: **48.04**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **48.04**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

9. Full corporate name : **Joint-stock company ‘Managing Company ‘HydroOHK’**

Abbreviated corporate name: **JSC ‘Managing Company ‘HydroOHK’**

Location: **Moscow city**

TIN (Taxpayer Identification Number) **5260096381**

BSRN (Basic State Registration Number) **1025203040136**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

10. Full corporate name : **Joint-stock company ‘Power-Construction Complex of Unified Energy System of Russia’**

Abbreviated corporate name: **JSC "ESCO UES"**

Location **city of Moscow**

TIN (Taxpayer Identification Number) **7729540430**

BSRN (Basic State Registration Number) **1067746217373**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

11.Full corporate name: **CJSC Developer of Boguchanskaya HPP**

Abbreviated corporate name: **CJSC Developer of Boguchanskaya HPP**

Location: **city of Kodinsk**

TIN (Taxpayer Identification Number) **2420070942**

BSRN (Basic State Registration Number) **1072420000135**

The Issuer's share in the authorized capital of the commercial company, %: **51**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **51**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

12.Full corporate name: **CJSC Developer of Boguchanskaya HPP**

Abbreviated corporate name: **CJSC Construction project owner of Boguchanskaya HPP**

Location: **Russian Federation, Krasnoyarsk territory, Kezhma district, Kodinsk town, Leninski Komsomol avenue, building 10/1**

TIN (Taxpayer Identification Number) **2420070910**

BSRN (Basic State Registration Number) **1072420000168**

The Issuer's share in the authorized capital of the commercial company, %: **49**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **49**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

13. Full corporate name: **Closed Joint-Stock Company Construction Contractor of Boguchansk Aluminium Smelter**

Abbreviated corporate name: **CJSC Developer of Boguchansk aluminium smelter**

Location: **Russian Federation, Krasnoyarsk territory, Kezhma district, Kodinsk town, Leninski Komsomol avenue, building 10/1**

TIN (Taxpayer Identification Number) **2420070928**

BSRN (Basic State Registration Number) **1072420000157**

The Issuer's share in the authorized capital of the commercial company, %: **49**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **49**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

14. Full corporate name: **Closed Joint-Stock Company Construction Contractor of Boguchansk Aluminium Smelter**

Abbreviated corporate name: **CJSC Construction project owner of Boguchansk aluminium smelter**

Location: **Russia, Krasnoyarsk territory, Boguchany district, Industrial Site of Boguchany Aluminium Plant**

TIN (Taxpayer Identification Number) **2420070935**

BSRN (Basic State Registration Number) **1072420000146**

The Issuer's share in the authorized capital of the commercial company, %: **51**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **51**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

15. Full corporate name: **Joint-stock company «Nizhne-Bureysk HPP»**

Abbreviated corporate name: **JSC "Nizhne-Bureya HPP"**

Location: **Novobureysky work settlement (urban-type settlement), Bureyskiy District, Amur Oblast**

TIN (Taxpayer Identification Number) **2813006299**

BSRN (Basic State Registration Number) **1062813007817**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

16. Full corporate name: **Joint-stock company «Nizhne-Zeysk Hydropower Plant»**

Abbreviated corporate name: **JSC 'Nizhne-Zeysk Hydropower Plant'**

Location: **Russian Federation, Amur Region, Blagoveshchensk,**

TIN (Taxpayer Identification Number) **2801112479**

BSRN (Basic State Registration Number) **1062801070331**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

17. Full corporate name: **Joint-Stock Company "Zagorsk GAES-2"**

Abbreviated corporate name: **JSC "Zagorsk GAES-2"**

Location: **Russian Federation., Moscow Region, Sergiev Posad Municipal District, Bogorodskoye Industrial Community**

TIN (Taxpayer Identification Number) **5042086312**

BSRN (Basic State Registration Number) **1065042071137**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

18. Full corporate name: **Joint-stock company "Transport Company RusHydro"**

Abbreviated corporate name: **JSC TC RusHydro**

Location: **Cheremushki, Sayanogorsk, Republic of Khakassia, Russian Federation Urban settlement**

TIN (Taxpayer Identification Number) **1902018248**

BSRN (Basic State Registration Number) **1031900676356**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

19. Full corporate name: **Joint-stock company "Renewable Energy Engineering Center"**

Abbreviated corporate name: **OJSC Renewable Energy Engineering Center**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **7728638105**

BSRN (Basic State Registration Number) **1077762186633**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

20. Full corporate name: **Joint-Stock Company "South Yakutia Hydro-Power Complex"**

Abbreviated corporate name: **JSC South-Yakutia HPC**

Location: **Russian Federation, Moscow.**

TIN (Taxpayer Identification Number) **1402046840**

BSRN (Basic State Registration Number) **1061402006126**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

21. Full corporate name: **Non-public joint-stock company "Sulak Hydro-Energetic Cascade"**

Abbreviated corporate name: **OJSC Sulak HydroCascade**

Location: **7-A, Stroitelny passage, Moscow, 125362, Russia**

TIN (Taxpayer Identification Number) **0516009712**

BSRN (Basic State Registration Number) **1070546001173**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

22. Full corporate name: **Full corporate name: Joint-Stock Company Service Center of Sayano-Shushenskaya HPP named after P.S. Neporozhniy**

Abbreviated corporate name: **OJSC "Centre of Service Maintenance of Sayano-Shushenskaya Hydro-Power Plant"**

Location: **Republic of Khakassia, Urban settlement Cheremushki**  
TIN (Taxpayer Identification Number) **1902018368**  
BSRN (Basic State Registration Number) **1031900677324**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

23. Full corporate name: **Joint-Stock Company 'Hydroremont-VKK'**  
Abbreviated corporate name: **JSC Gidroremont - VKK**  
Location **city of Moscow**  
TIN (Taxpayer Identification Number) **6345012488**  
BSRN (Basic State Registration Number) **1036301733005**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

24. Full corporate name: **Seller - JSC Karachay-Cherkessia Hydro-Power Company**  
Abbreviated corporate name: **JSC 'Karachayevo-Cherkessia Hydro-Generating Company'**  
Location: **Moscow City**  
TIN (Taxpayer Identification Number) **0917001661**  
BSRN (Basic State Registration Number) **1050900973177**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

25. Full corporate name: **Private joint-stock company with limited liability 'HYGDROOHK ALUMINIUM COMPANY LIMITED'**  
Abbreviated corporate name: **HYGDROOHK ALUMINIUM COMPANY LIMITED**  
Location: **Location 16 Kyriakos Matsis Avenue Nicosia, Republic of Cyprus**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

26. Full corporate name: **Private joint-stock company with limited liability 'HYGDROOHK POWER COMPANY LIMITED'**  
Abbreviated corporate name: **HYGDROOHK POWER COMPANY LIMITED**  
Location: **Location 16 Kyriakos Matsis Avenue Nicosia, Republic of Cyprus**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

27. Full corporate name: **Open Joint-Stock Company 'Zharki'**  
Abbreviated corporate name: **OJSC 'Zharki'**  
Location: **Location Territory of Zharki Leisure Centre, Bldg. 1, Bolshoy Babik river mouth, Beysky District, Republic of Khakassia, Russia, 655770**  
TIN (Taxpayer Identification Number) **1902017734**  
BSRN (Basic State Registration Number) **1031900671780**  
The Issuer's share in the authorized capital of the commercial company, %: **25.000964**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **25.000964**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

28. Full corporate name: **Joint-Stock Company ‘Lenhydroproject’**

Abbreviated corporate name: **JSC Lenhydroprojekt**

Location: city of Saint Petersburg

TIN (Taxpayer Identification Number) **7814159353**

BSRN (Basic State Registration Number) **1077763382597**

The Issuer’s share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer’s equity shares held by the person, % **0**

29. Full corporate name: **Public Joint-Stock Company ‘Kolymaenergo’**

Abbreviated corporate name: **PJSC "Kolymaenergo"**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **2460215591**

BSRN (Basic State Registration Number) **1092468017751**

The Issuer’s share in the authorized capital of the commercial company, %: **98.759682**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **98.759682**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer’s equity shares held by the person, % **0**

30. Full corporate name: **Joint-stock company ‘Main Computing Center of Energetics’**

Abbreviated corporate name: **JSC MCC Energy**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **7705020880**

BSRN (Basic State Registration Number) **1027739064858**

The Issuer’s share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer’s equity shares held by the person, % **0**

31. Full corporate name: **Joint-Stock Company ‘ChirkeyGESstroy’**

Abbreviated corporate name: **JSC ‘ChirkeyGESstroy’**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **0533001760**

BSRN (Basic State Registration Number) **1020501741523**

The Issuer’s share in the authorized capital of the commercial company, %: **75**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **75**

Share of participation of the person in the authorized capital of the Issuer, % **0.006851**

Portion of the Issuer’s equity shares held by the person, % **0.006851**

32. Full corporate name: **Joint-stock company ‘Ust-Srednekansk HPP named after A.F. Dyakov’**

Abbreviated corporate name: **JSC ‘Ust-Srednekanskaya HPP named after A.F. Dyakov’**

Location: **Russian Federation, Magadan Region, Magadan city,**

TIN (Taxpayer Identification Number) **4909095293**

BSRN (Basic State Registration Number) **1074910002310**

The Issuer’s share in the authorized capital of the commercial company, %: **67.82**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **67.82**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer’s equity shares held by the person, % **0**

33. Full corporate name: **Joint-stock company “Energy-distributing company RusHydro”**

Abbreviated corporate name: **JSC ‘ESC RusHydro’**



Location: **city of Moscow**

TIN (Taxpayer Identification Number) **7804403972**

BSRN (Basic State Registration Number) **1089848039973**

The Issuer's share in the authorized capital of the commercial company, %: **100 minus one share**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100 minus one share**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

34. Full corporate name: **Joint-Stock Company "Far Eastern Shipbuilding"**

Abbreviated corporate name: **JSC Far-Eastern WPP**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **2536217601**

BSRN (Basic State Registration Number) **1092536005297**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

35. Full corporate name: **Joint Stock Company "Malaya Dmitrovka"**

Abbreviated corporate name: **JSC "Malaya Dmitrovka"**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **7727685303**

BSRN (Basic State Registration Number) **1097746103905**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

36. Full corporate name: **Joint-stock company "Small HPP of Altay"**

Abbreviated corporate name: **OJSC "Small-HPP of Altay"**

Location: **Russian Federation, Republic of Altai, Gorno-Altai city**

TIN (Taxpayer Identification Number) **0411151856**

BSRN (Basic State Registration Number) **1100411007674**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

37. Full corporate name: **Joint-stock company "Small HPP of Dagestan"**

Abbreviated corporate name: **OJSC "Dagestan SHPP"**

Location: **Russian Federation, city of Moscow**

TIN (Taxpayer Identification Number) **0562068208**

BSRN (Basic State Registration Number) **1042401810494**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

38. Full corporate name: **RusHydro International B.V.**

Abbreviated corporate name: **RusHydro International B.V.**

Location: **Location Prins Bernhardplein 200, 1097 JB Amsterdam, the Netherlands**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

39. Full corporate name: **Public Joint-Stock Company "Yakutskenergo"**

Abbreviated corporate name: **PJSC Yakutskenergo**

Location: **Russian Federation, city of Yakutsk**

TIN (Taxpayer Identification Number) **1435028701**

BSRN (Basic State Registration Number) **1021401047260**

The Issuer's share in the authorized capital of the commercial company, %: **29.795104**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **29.002941**

Share of participation of the person in the authorized capital of the Issuer, % **0.000013**

Portion of the Issuer's equity shares held by the person, % **0.000013**

40. Full corporate name: **Public joint-stock company "Kamchatka Gas and Energy Complex"**

Abbreviated corporate name: **PJSC KamGEK**

Location: **Russian Federation. Kamchatka Territory (Kamchatka Krai), Petropavlovsk-Kamchatski city**

TIN (Taxpayer Identification Number) **4101047002**

BSRN (Basic State Registration Number) **1024101019469**

The Issuer's share in the authorized capital of the commercial company, %: **96.583531**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **96.583531**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

41. Full corporate name: **Joint-stock company 'RusHydro Supply'**

Abbreviated corporate name: **JSC 'RHS'**

Location: **Russian Federation, Moscow.**

TIN (Taxpayer Identification Number) **1510012774**

BSRN (Basic State Registration Number) **1041500751016**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

42. Full corporate name: **Public Joint-Stock Company "RAO Energy Systems of the East"**

Abbreviated corporate name: **PJSC RAO ES of the East**

Location: **Khabarovsk Krai (Khabarovsk Territory), city of Khabarovsk**

TIN (Taxpayer Identification Number) **2801133630**

BSRN (Basic State Registration Number) **1087760000052**

The Issuer's share in the authorized capital of the commercial company, %: **84.39**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **85.163759**

Share of participation of the person in the authorized capital of the Issuer, % **0.011386**

Portion of the Issuer's equity shares held by the person, % **0.011386**

43. Full corporate name: **Open Joint-Stock Company 'Sakhalin Energy Company'**

Abbreviated corporate name: **JSC 'SEC'**

Location: **Location 40 Dzerzhinskogo, Yuzhno-Sakhalinsk, Russia, 693007**

TIN (Taxpayer Identification Number) **6501210088**

BSRN (Basic State Registration Number) **1096501006030**

The Issuer's share in the authorized capital of the commercial company, %: **26.94**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **26.94**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

44. Full corporate name: **Full corporate name: Limited Liability Company RusHydro IT Service**

Abbreviated corporate name: **LLC RusHydro IT service"**

Location: **Russian Federation, Moscow.**

TIN (Taxpayer Identification Number) **1902022558**

BSRN (Basic State Registration Number) **1091902000772**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

45. Full corporate name: **Full corporate name: Limited Liability Company Verkhnebalkarskaya Small HPP**

Abbreviated corporate name: **LLC Verkhnebalkarskaya SHPP**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **0706004536**

BSRN (Basic State Registration Number) **1090720000370**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

46. Full corporate name: **Full corporate name: Limited Liability Company Fiagdonskaya Small HPP**

Abbreviated corporate name: **LLC Fiagdonskaya SHPP**

Location **city of Moscow**

TIN (Taxpayer Identification Number) **1514005915**

BSRN (Basic State Registration Number) **1091514000467**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

47. Full corporate name: **Full corporate name: Limited Liability Company Small HPPs of Stavropol and Karachayevo-Cherkessia**

Abbreviated corporate name: **LLC SHPP of Stavropol Region and KCR.**

Location: **city of Moscow**

TIN (Taxpayer Identification Number) **0917014406**

BSRN (Basic State Registration Number) **1090917001867**

The Issuer's share in the authorized capital of the commercial company, %: **100**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

48. Full corporate name: **Closed Joint-Stock Company 'Verkhne-Narynskie hydroelectric power plants'**

Abbreviated corporate name: **CJSC "Upper-Naryn HPP"**

Location: **Location 326 Zhibek-Zholu Prospekt, Bishkek, Kyrgyz Republic**

TIN (Taxpayer Identification Number) **02510201210033**

BSRN (Basic State Registration Number) **125748-3300-3AO**

The Issuer's share in the authorized capital of the commercial company, %: **50**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **50**

Share of participation of the person in the authorized capital of the Issuer, % **0**

Portion of the Issuer's equity shares held by the person, % **0**

49. Full corporate name: **Open Joint-Stock Company "Irkutsk Electric Network Company"**

Abbreviated corporate name: **OJSC 'IENC'**

Location: **257, Lermontova street, city of Irkutsk, 664033, Russia**

TIN (Taxpayer Identification Number) **3812122706**

BSRN (Basic State Registration Number) **1093850013762**

The Issuer's share in the authorized capital of the commercial company, %: **42.75**

Percentage of equity shares held by the Issuer in such joint-stock company, %: **42.75**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

50. Full corporate name: **Customer - JSC "CHPP in Sovetskaya Gavan"**;  
Abbreviated corporate name: **JSC 'Combined Heat and Power Plant in Sovetskaya Gavan'**  
Location: **Russian Federation. Sovetskaya Gavan town**  
TIN (Taxpayer Identification Number) **2704022491**  
BSRN (Basic State Registration Number) **1132709000489**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

51. Full corporate name: **Joint-Stock Company 'Blagoveshchensk Combined Heat and Power Plant'**  
Abbreviated corporate name: **JSC Blagoveshchenskaya HPP**  
Location: **Russian Federation, Amur Region, Blagoveshchensk city**  
TIN (Taxpayer Identification Number) **2801186142**  
BSRN (Basic State Registration Number) **1132801005556**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

52. Full corporate name: **Joint-Stock Company 'Sakhalinskaya Hydroelectric Power Plant -2'**;  
Abbreviated corporate name: **JSC Sahalinskaya SDPP - -2**  
Location: **Russian Federation, Yuzhno-Sakhalinsk city**  
TIN (Taxpayer Identification Number) **6501256357**  
BSRN (Basic State Registration Number) **1136501004012**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

53. Full corporate name: **Joint-Stock Company 'Yakutskaya Hydroelectric Power Plant -2'**  
Abbreviated corporate name: **JSC Yakutskaya SDPP -2**  
Location: **Republic of Sakha (Yakutia), Yakutsk city**  
TIN (Taxpayer Identification Number) **1435269489**  
BSRN (Basic State Registration Number) **1131447010640**  
The Issuer's share in the authorized capital of the commercial company, %: **100**  
Percentage of equity shares held by the Issuer in such joint-stock company, %: **100**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, % **0**

54. Full corporate name: **Limited Liability Company 'VolgaHydro'**  
Abbreviated corporate name: **LLC VolgaHydro**  
Location: **76, 30 let Pobedy St., Balakovo town, Saratov Oblast, Russia, 413840**  
TIN (Taxpayer Identification Number) **6439082561**  
BSRN (Basic State Registration Number) **1136439001841**  
The Issuer's share in the authorized capital of the commercial company, %: **40%**  
Share of participation of the person in the authorized capital of the Issuer, % **0**  
Portion of the Issuer's equity shares held by the person, %: **0**

55. Full corporate name: **Joint-Stock Company 'Holding Company BoAZ'**

Abbreviated corporate name: **Borrower - CJSC 'Holding Company BoAz'**  
 Location: **city of Moscow**  
 TIN (Taxpayer Identification Number) **7733866026**  
 BSRN (Basic State Registration Number) **5137746242420**  
 The Issuer's share in the authorized capital of the commercial company, %: **100%**  
 Percentage of equity shares held by the Issuer in such joint-stock company, %: **100%**  
 Share of participation of the person in the authorized capital of the Issuer, % **0**  
 Portion of the Issuer's equity shares held by the person, %: **0**

56. Full corporate name: **Joint-Stock Company 'Holding Company BoGES'**  
 Abbreviated corporate name: **Borrower - CJSC 'Holding Company BoAz'**  
 Location: **city of Moscow**  
 TIN (Taxpayer Identification Number) **7733866019**  
 BSRN (Basic State Registration Number) **5137746242376**  
 The Issuer's share in the authorized capital of the commercial company, %: **100%**  
 Percentage of equity shares held by the Issuer in such joint-stock company, %: **100%**  
 Share of participation of the person in the authorized capital of the Issuer, % **0**  
 Portion of the Issuer's equity shares held by the person, %: **0**

### **8.1.5. Information on Major Transactions Made by the Issuer**

Such transactions were not made.

### **8.1.6. Information on the Issuer's Credit Ratings**

In respect of every credit ratings, known to the Issuer, for the last completed reporting year, as well as for the period after the beginning date of the current year and up to the end date of the reporting quarter the following is to be specified:

Rating object: **Issuer**

Organization that assigned the credit rating

Full corporate name: **Fitch Ratings**

Abbreviated corporate name: **Fitch**

Location: **Location 30 North Colonnade, Canary Wharf, London E14 5GN, UK , Russia, 26 Valovaya str., 115054, Moscow. Russia (Moscow office)**

Description of credit rating methods or URL where information on credit rating methods is posted in free access

<https://www.fitchratings.com>, <http://www.fitchratings.ru>

Credit rating as at the end of the reporting quarter: **BB+ according to international scale.**

Credit rating change history for the last completed reporting year, preceding the end date of the reporting quarter, as well as for the period after the beginning date of the current year and up to the end date of the reporting quarter, with specification of the credit rating and allocation (change) date thereof

Allocation date	Credit rating
May 20, 2016	Fitch Ratings Ltd. confirmed negative outlook on the rating of PJSC RusHydro and confirmed its credit ratings at BB + (long-term foreign currency rating on the international scale), at the level of AA (rus) (long-term rating on the national scale).
February 06, 2017	Fitch Ratings Ltd. decided to confirm and revoke credit ratings assigned on a national scale to issuers in the Russian Federation, including. PJSC RusHydro. This rating action does not apply and does not affect the credit rating of PJSC RusHydro, assigned to Fitch by the international scale.
June 09, 2017	Fitch Ratings Ltd. has revised the rating outlook of PJSC RusHydro from "Negative" to "Stable" and confirmed its credit rating at BB+ (long-term rating in foreign and national currencies according to the international scale).

Rating object: **Issuer**

Organization that assigned the credit rating

Full corporate name: **Standard & Poor's Credit Market Services Europe Limited**

Abbreviated corporate name: **Standard & Poor's**

Location: **55 Water Street New York, NY, United States, 10041 and Vozdvizhenka str., 4/7, bld. 2, Moscow, 125009 (Branch in Russia)**

Description of credit rating methods or URL where information on credit rating methods is posted in free access:

<http://www.standardandpoors.com>, <http://standardandpoors.ru>

Credit rating as at the end of the reporting quarter: **BB+ according to international scale, 'ruAA+' according to national (domestic) scale**

Credit rating change history for the last completed reporting year, preceding the end date of the reporting quarter, as well as for the period after the beginning date of the current year and up to the end date of the reporting quarter, with specification of the credit rating and allocation (change) date thereof

Allocation date	Credit rating
December 19, 2016	The rating Standard & Poor's confirmed the long-term rating of PJSC RusHydro at BB level according to the international scale in foreign and national currencies with a change in the outlook from Stable to Positive, long-term national scale rating at ruAA.
April 24, 2017	Standard & Poor's Ratings Services upgraded the credit rating of PJSC RusHydro from BB to BB + (long-term foreign currency rating) with a positive outlook.
June 02, 2017	Standard & Poor's rating agency decided to revoke credit ratings assigned on a national scale to issuers in the Russian Federation, including PJSC RusHydro. This rating action does not apply and does not affect the credit rating of PJSC RusHydro, assigned to Fitch by the international scale.

Rating object: **Issuer**

Organization that assigned the credit rating

Full corporate name: **MOODY'S Investors Service Ltd.**

Abbreviated corporate name: **MOODY'S**

Location: **One Canada Square, Canary Wharf, London E 14 5 FA, UK and 21, 1st Tverskaya-Yamskaya str., Moscow, 125047, Russia (branch in Russia)**

Description of credit rating methods or URL where information on credit rating methods is posted in free access:

<https://www.moodys.com/>, <http://www.moodys.ru>

Credit rating as at the end of the reporting quarter: **'Ba2' according to international scale,**

Credit rating change history for the last completed reporting year, preceding the end date of the reporting quarter, as well as for the period after the beginning date of the current year and up to the end date of the reporting quarter, with specification of the credit rating and allocation (change) date thereof

Allocation date	Credit rating
On March 09, 2016	Rating agency MOODY'S Investors Service Ltd. put forward a revision of the rating of PJSC RusHydro according to the international scale with the possibility of a downgrade (due to a similar action of March 04, 2016 on Russian bonds with a rating).
On March 10, 2016	Rating agency CJSC 'Rating agency 'MOODY'S Interfax' put forward a revision the prognosis of rating of PJSC RusHydro according to the international scale with the possibility of a downgrade (due to a similar action of March 04, 2016 on Russian bonds with a rating).
March 18, 2016	Rating agency CJSC 'Rating agency 'MOODY'S Interfax' decided to revoke the rating of PJSC RusHydro on the national scale (a system decision to revoke by the agency all ratings assigned to issuers on the national scale).
On April 27, 2016	Rating agency MOODY'S Investors Service Ltd. confirmed the level of long-term credit rating in foreign currency at the level of "Ba2" with the forecast "Stable".

Object of rating assignment: securities of the issuer

Information on securities

Type of securities: **bonds, stock bonds**

Series, other identification features of the securities: **bonds series 01, 02, 07, 08, 09; stock bonds: БО-П01, БО-П02, БО-П03, БО-П04;**

type of securities: **certificated;**

other identification attributes of securities: non-convertible interest-bearing bonds with mandatory centralized custody, and the possibility of early repayment at the holders' request and at the Issuer's discretion; exchange bonds: exchange bonds documentary interest-bearing non-convertible to bearer with mandatory centralized custody

State registration number of the issuer's securities issue and the date of its state registration: State registration number of securities issue 4-09-55038-E as of 27.12.2012. **bonds: 4-01-55038-E as of 23.09.2010, 4-02-55038-E as of 23.09.2010, 4-07-55038-E as of 27.12.2012, 4-08-55038-E as of 27.12.2012, 4-09-55038-E as of 27.12.2012; stock bonds: 4B02-01-55038-E-001P as of 03.07.2015, 4B02-02-55038-E-001P as of 03.07.2015, 4B02-03-55038-E-001P as of 03.07.2015, 4B02-04-55038-E-001P as of 01.04.2016;**

The value of the credit rating as of the date of approval of the securities prospectus: **the senior unsecured rating on the international scale "BB +";**

History of changes in the values of the credit rating for the last five completed reporting years preceding the date of approval of the securities prospectus, indicating the value of the credit rating and the date of assignment (change) of the value of the credit rating

Organization that assigned the credit rating

Full corporate name: **Fitch Ratings Ltd.**

Abbreviated corporate name: **Fitch**

Location: **30 North Colonnade, Canary Wharf, London E14 5GN, UK (central office) and 26 Valovaya str., 115054, Moscow, Russia (Moscow office)**

Description of credit rating methods or URL where information on credit rating methods is posted in free access: <https://www.fitchratings.com>, <http://www.fitchratings.ru>

Credit rating as at the end of the reporting quarter: **BB+ according to international scale, 'ruAA+' according to national (domestic) scale**

Credit rating change history for the last completed reporting year, preceding the end date of the reporting quarter, as well as for the period after the beginning date of the current year and up to the end date of the reporting quarter, with specification of the credit rating and allocation (change) date thereof

Allocation date	Credit rating
April 11, 2016	Fitch Ratings has assigned ruble bonds of PJSC RusHydro (exchange bonds of BO-P04 series) a senior unsecured rating of BB +.
May 20, 2016	Fitch Ratings has confirmed the senior unsecured credit rating on ruble bonds of PJSC RusHydro (series 01, 02, 07, 08, 09, БО-П01, БО-П02, БО-П03, БО-П04) at the level of "BB +".
June 09, 2017	Fitch Ratings has confirmed the senior unsecured credit rating on ruble bonds of PJSC RusHydro (series 01, 02, 07, 08, 09, БО-П01, БО-П02, БО-П03, БО-П04) at the level of "BB +".

## **8.2. Information on each category (class) of the Issuer's shares**

category of shares *equity shares*

Face value of each share: **1 (one) RUB 00 kopecks;**

Number of shares in circulation (number of shares that are not redeemed or cancelled): **426 288 813 551 (four hundred and twenty-six million two hundred and eighty-eight million eight hundred and thirteen thousand five hundred and fifty-one) roubles**

the number of additional shares that can be placed or are in the process of placement (the number of issuing additional shares, state registration of which is carried out, but with respect to which state registration of report on results

of additional issue is not performed or the notification on results of the additional issue is not provided):

40,429,000,000 pieces; **0.**

number of announced shares: **14,013,888,828**

The number of shares are transferred to Company's ownership (on the balance) **0.**

the number of additional shares that can be placed as a result of conversion of outstanding securities convertible into shares or as a result of fulfilment of obligations under the Company's option: **0**.

State registration number of the securities issue: **1-01-55038-E**

State registration date of the securities issue: **February 22, 2005**

Date of state registration of the report on the results of the securities' issue: **February 22, 2005**

Registering authority which carried out state registration of the securities issues and the report on the results of the securities issue: **Federal Financial Markets Service of Russia**

Additional issues of shares for which the registering authority does not take the decision was made to annul their individual number (code):

State registration number of the securities issue: **1-01-55038-E-042D**

State registration date of the securities issue: **December 07, 2016**

Date of state registration of the report on the results of the securities' issue: **June 05, 2017**

Registering authority which carried out state registration of the securities issues **Bank of Russia**

Rights granted by shares to their owners:

**In accordance with clause 6.2. article 6 of the Issuer's Charter:**

**" Each ordinary registered share shall grant the shareholder, its owner, the equal scope of rights.**

**Shareholders-owners of ordinary registered shares shall have the right to:**

**1) to participate personally or through representatives in General meeting of shareholders if the Company with the right to vote on all issues within its competence;**

**2) to make proposals to the agenda of the General meeting of shareholders in the order stipulated by the legislation of the Russian Federation and this Charter;**

**3) to obtain information on the activities of the Company and to examine documents of Companies in accordance with article 91 of the Federal law "On joint-stock companies";**

**4) to receive dividends declared by the company;**

**5) preferential acquisition of the additional shares and issued securities converted into events, in the quantity proportional to the number of owned shares of this category (type);**

**6) to receive a part of its property un the case of liquidation of Company;**

**7) to exercise other rights stipulated by the legislation of the Russian Federation and the present Charter"**

**8)**

**The company has not issued preferred shares**

**Other Information None**

## **8.3 Information on Previous Issues of the Issuer's Equity Securities, Except for the Issuer's Shares**

### **8.3.1. Information on Issues with Cancelled Securities**

Such securities are absent.

### **8.3.2. Information on Issues with Outstanding Securities**

Information on the total quantity and volume at the face value (in the presence of the nominal value for this type of securities) of all securities of the issuer of each particular type, with the exception of shares in respect of which the state registration of their issue (s) was carried out (the identification number was made in the case If in accordance with the Federal Law "On the Securities Market" the issue (issues) of securities were not subject to state registration) and which are not redeemed (can be placed, are being placed, have been placed and/or are in circulation).

**Total number 85 000 000 pieces**

**Total amount at face value: RUB 85,000,000,000**

Type, category (class), series and other identification attributes of securities:	Certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series 01, possible early redemption at the request of the holder and at the discretion of the Issuer.
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4-01-55038-E dated September 23, 2010



Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	Federal Financial Markets Service of Russia
Purchasers of securities of the issue	10,000,000
volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 10,000,000,000
The condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation <sup>2</sup>  On April 8, 2016 Issuer decided to set a new interest rate for eleventh-twelfth coupon periods. On April 22, 2016 acquisition of bonds at the owner's request was hold.
The date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	On May 31, 2011, the Federal Service for Financial Markets of Russia received a notification on the results of the issue of securities.
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	20
Maturity date of the securities of the issue	April 12, 2021
The address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_0102/">http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_0102/</a> <a href="http://www.edisclosure.ru/portal/company.aspx?id=8580">http://www.edisclosure.ru/portal/company.aspx?id=8580</a>

Type, category (class), series and other identification attributes of securities:	Certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series 02, possible early redemption at the request of the holder and at the discretion of the Issuer.
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4-02-55038-E dated September 23, 2010
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	Federal Financial Markets Service of Russia
Acquires of securities of the issue	5,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 5,000,000,000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation <sup>3</sup>
The date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	On May 31, 2011, the Federal Service for Financial Markets of Russia received a notification on the results of the issue of securities.

On April 22, 2016 Acquisition of bonds held at the owner's request bonds in the amount of 89.18 million rubles are in circulation.

On April 22, 2016 Acquisition of bonds held at the owner's request The bonds in the amount of 89.18 million rubles are in circulation.

The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	20
Maturity date of the securities of the issue	April 12, 2021
The address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_0102/http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_0102/http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

\* The registered number of securities of the issue was 10,000,000 pieces with a total nominal value of 10,000,000,000 rubles, 5,000,000 bonds of common

Type, category (class), series and other identification attributes of securities:	Certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series 07, possible early redemption at the request of the holder and at the discretion of the Issuer.
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4-07-55038-E dated December 27, 2012
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	Federal Financial Markets Service of Russia
Purchasers of securities of the issue	10,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 10,000,000 000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
Date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	On May 31, 2011, the Federal Service for Financial Markets of Russia received a notification on the results of the issue of securities.
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	20
Maturity date of the securities of the issue	February 02, 2023
Address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_07080910/http://www.e-disclosure.ru/portal/company.aspx?id=8580">www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_07080910/http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

Type, category (class), series and other identification attributes of securities:	Certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series 08, possible early redemption at the request of the holder and at the discretion of the Issuer.
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4-08-55038-E dated December 27, 2012
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	Federal Financial Markets Service of Russ
Purchasers of securities of the issue	10,000,000

Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 10,000,000 000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
Date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	On May 31, 2011, the Federal Service for Financial Markets of Russia received a notification on the results of the issue of securities.
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	20
Maturity date of the securities of the issue	February 02, 2023
Address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_07080910/">www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_07080910/</a> <a href="http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

Type, category (class), series and other identification attributes of securities:	Certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series 09, possible early redemption at the request of the holder and at the discretion of the Issuer.
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4-09-55038-E dated December 27, 2012
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	Federal Financial Markets Service of Russ
Purchasers of securities of the issue	10,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 10,000,000 000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
Date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	On May 05, 2015, the Federal Service for Financial Markets of Russia received a notification on the results of the issue of securities.
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	20
Maturity date of the securities of the issue	April 15, 2025*
Address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_07080910/">www.rushydro.ru/investors/stockmarket/bonds/bond_issue/obligatsii_07080910/</a> <a href="http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

Type, category (class), series and other identification attributes of securities:	certified interest-bearing non-convertible exchange bonds with a mandatory centralized custody of series БО-II01
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State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4B02-01-55038-E-001P dated July 03, 2015
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	« MICEX ZAO» (Close Joint-Stock Company)
Acquires of securities of the issue	5,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 5,000,000,000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
The date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	No report (notice) on the results of securities issue (exchange bonds) was submitted to the registration body
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	6
Maturity date of the securities of the issue	July 4, 2018
The address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/programma-birzhevykh-obligatsiy/http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.rushydro.ru/investors/stockmarket/bonds/bond_issue/programma-birzhevykh-obligatsiy/http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

Type, category (class), series and other identification attributes of securities:	certified interest-bearing non-convertible exchange bonds with a mandatory centralized custody of series BO-II01
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4B02-02-55038-E-001P dated July 03, 2015
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	« MICEX ZAO» (Close Joint-Stock Company)
Acquires of securities of the issue	5,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 5,000,000,000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
The date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	No report (notice) on the results of securities issue (exchange bonds) was submitted to the registration body
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	6
Maturity date of the securities of the issue	July 4, 2018

The address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/stockmarket/bonds/bond_iss ue/programma-birzhevykh-obligatsiy/http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.rushydro.ru/investors/stockmarket/bonds/bond_iss ue/programma-birzhevykh-obligatsiy/http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>
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Type, category (class), series and other identification attributes of securities:	certified interest-bearing non-convertible exchange bonds with a mandatory centralized custody of series БО-П01
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4B02-03-55038-E-001P dated July 03, 2015
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	« MICEX ZAO» (Close Joint-Stock Company)
Acquires of securities of the issue	5,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 5,000,000,000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
The date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	No report (notice) on the results of securities issue (exchange bonds) was submitted to the registration body
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	6
Maturity date of the securities of the issue	July 4, 2018
The address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/disclosure/greports/http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.rushydro.ru/investors/disclosure/greports/http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

Type, category (class), series and other identification attributes of securities:	certified interest-bearing non-convertible exchange bonds with a mandatory centralized custody of series БО-П01
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4B02-04-55038-E-001P as of April 01, 2016
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	« MICEX ZAO» (Close Joint-Stock Company)
Acquires of securities of the issue	15,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 15,000,000,000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
The date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	No report (notice) on the results of securities issue (exchange bonds) was submitted to the registration body

The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	6
Maturity date of the securities of the issue	April 4, 2019
The address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/disclosure/greports/">http://www.rushydro.ru/investors/disclosure/greports/</a> <a href="http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

Type, category (class), series and other identification attributes of securities:	certified interest-bearing non-convertible exchange bonds with a mandatory centralized custody of series БО-П01
State registration number of the bond issue and the date of its state registration (identification number of the bond issue and the date of its assignment if the bond issue is not subject to state registration)	4B02-05-55038-E-001P as of June 09, 2017
Registering authority that carried out the state registration of the securities issue (the organization that assigned the identification number to the issue of securities, in case the issue of securities was not subject to state registration)	PJSC "Moscow Stock Exchange"
Acquires of securities of the issue	10,000,000
Volume of the issue of securities at nominal value or an indication that, in accordance with the legislation of the Russian Federation, the presence of a nominal value for this type of securities is not provided for	RUB 10,000,000,000
Condition of the securities of the issue (the placement: has not started, is being placed, the placement has been completed, is in circulation)	in circulation
The date of the state registration of the report on the results of the securities issue (the date of the notification of the results of the securities issue)	No report (notice) on the results of securities issue (exchange bonds) was submitted to the registration body
The number of interest (coupon) periods for which the payment of income (coupons, interest) on the securities of the issue (for bonds)	6
Maturity date of the securities of the issue	June 12, 2020
The address of the page on the Internet, where the text of the resolution on the issue of securities and the offering memorandum was published (if any)	<a href="http://www.rushydro.ru/investors/disclosure/greports/">http://www.rushydro.ru/investors/disclosure/greports/</a> <a href="http://www.e-disclosure.ru/portal/company.aspx?id=8580">http://www.e-disclosure.ru/portal/company.aspx?id=8580</a>

In relation to the issued securities, the state registration of the additional issue of securities was not performed (additional issue of securities was not assigned with the identification number)

The Issuer did not place the Issuer's secured bonds, convertible securities, stock options and Russian Depositary Receipts

There were no cases when the Issuer's matured obligations under the issued securities were not performed or performed improperly, in particular due to the Issuer's fault (debtor's delay) or the fault of the securities holder (creditor's delay)

#### ***8.4 Information on Persons Providing a Security for the Issuer's Secured Bonds, as well as on Security Provided for the Issuer's Secured Bonded Obligations***

The Issuer did not register the secured bond Offering memorandum, secured bonds were not listed for trading.

#### ***8.5 Information on Companies Registering Rights to the Issuer's Equity***

## Securities

**Maintenance of the register of holders of registered securities of the issuer is carried out by the registrar.**

Full corporate name: **Joint-stock company VTB Registrar**

Abbreviated corporate name: **JSC VTB Registrar**

Location: **23, Pravdy str., 127015, Moscow**

TIN (Taxpayer Identification Number) **5610083568**

BSRN (Basic State Registration Number) **1045605469744**

Number, date of issue, period of validity of the license of the registrar to carry out activities to maintain the register of owners of securities, the authority that issued the license:

Number: **045-13970-000001**

Date of issue: **21/02/2008**

Expiry date: **Indefinitely**

Name of the issuing authority: **Federal Financial Markets Service of Russ**

Date from which the registrar maintains the register of holders of registered securities of the issuer: **April 17, 2017**

### **Documentary securities with mandatory centralized custody are in circulation**

Full corporate name of the issuer **Non-Banking Credit Institution Joint-Stock Company 'National Settlement Depository' (nominee)**

Abbreviated corporate name: **NBCI JSC NSD**

Location: **12, Spartakovskaya street, 105066, Moscow**

Number, date of issue, the term of validity of the license of a professional participant of the securities market for the performance of depository activities, the authority that issued the license.

**License No. 177-12042-000100 of a professional securities market participant for depository activities, issued on February 19, 2009 by the Federal Service for Financial Markets of Russia. The validity period of the license is unlimited.**

## **8.6 Information on Legislative Enactments Governing Import and Export of Capital, which may Influence Payment of Dividends, Interest and Others Payments to Non-Residents**

The information is described in Quarterly report for Q1 of 2017, there were no amendments in the Information for Q2 of 2017.

## **8.7 Information on Declared (Accrued) and/or Paid Dividends on the Issuer's Shares, as well as on the Issuer's Bond Yield**

### **8.7.1 Information on Declared and Paid Dividends on the Issuer's Shares**

Information about declared and/or paid dividends on the Issuer's shares for the last five completed reporting years as well as for the period from the beginning date of the current year to the end date of the reporting quarter:

At the end of 3; 6,9 and 12 months of 2016 the Issuer declared no dividends

Name of indicator	Dividend period: 2012
Category of shares and type for preferred shares	Equity registered
Management body of the Company which took decision on dividend declaration, date of such decision, date of preparation, and number of minutes of the meeting of the management body where such decision was taken	General Meeting of Shareholders of the Issuer, date of the decision: June 28, 2013, minutes No. 11 dated June 28, 2013
Declared dividends per one share, RUB	RUB 0.00955606
Declared dividends per all shares of that category (class), RUB	RUB 3,675,573,209.73

Date of making a list of the persons entitled to dividends are (were) determined	May 23, 2013
Reporting period (year, quarter) for which (according to the results of which) declared dividends are (were) paid	2012
Fixed payment period (date) of declared dividends	60 days
Form of payment of declared dividends (money, other property)	In monetary form
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit for prior years, special purpose fund)	Net profit in reporting period
Share of the declared dividends in the net profit for the reporting year, %	25 %*
Total dividends paid on shares of such category (class), RUB	RUB 3,654,185,203.78
Share of paid dividends in total declared dividends on shares of that category (class), %	99.42 %*
If declared dividends were not paid or incompletely paid by the Issuer, reasons for failure to pay declared dividends shall be specified	Dividends in 2012 were paid to all persons included in the Dividend List, except for persons who did not submit for a Registered Person Questionnaire reliable and complete requisites necessary for payment of dividends.
Other information on declared and (or) paid dividends specified at the Company's discretion	In connection with the expiry of a 3-year term, during which the Company's shareholders have the right to appeal with a demand for payment of dividends declared for the 2012 fiscal year declared and unclaimed dividends are restored to the retained earnings of the Company and the obligation to pay them is terminated.

Name of indicator	Dividend period: 2013
Category of shares and type for preferred shares	Equity registered
Management body of the Company which took decision on dividend declaration, date of such decision, date of preparation, and number of minutes of the meeting of the management body where such decision was taken	General Meeting of Shareholders of the Issuer, date of the decision: June 27, 2014, Minutes No. 12 dated June 27, 2014
Declared dividends per one share, RUB	RUB 0.01358751
Declared dividends per all shares of that category (class), RUB	RUB 5,248,249,991.75
Date of making a list of the persons entitled to dividends are (were) determined	July 08, 2014
Reporting period (year, quarter) for which (according to the results of which) declared dividends are (were) paid	2013
Fixed payment period (date) of declared dividends	For a nominee holder and beneficial owner being the professional participant in the securities market, registered in the shareholders register, 10 business days, and for other persons registered in the shareholders register, 25 business days upon the date when the persons entitled to dividends are determined.
Form of payment of declared dividends (money, other property)	In monetary form
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit for prior years, special purpose fund)	Net profit in reporting period
Share of the declared dividends in the net profit for the reporting year, %	14.86 %*



Total dividends paid on shares of such category (class), RUB	RUB 5,228,618,301.65
Share of paid dividends in total declared dividends on shares of that category (class), %	99.63 %*
If declared dividends were not paid or incompletely paid by the Issuer, reasons for failure to pay declared dividends shall be specified	According to the results of 2013, dividends are paid to all persons included in the dividend list, apart from persons who failed to submit reliable and complete details necessary for dividend payment in the questionnaires of registered persons.
Other information on declared and (or) paid dividends specified at the Company's discretion	None

Name of indicator	Dividend period: 2014
Category of shares and type for preferred shares	Equity registered
Management body of the Company which took decision on dividend declaration, date of such decision, date of preparation, and number of minutes of the meeting of the management body where such decision was taken	General Meeting of Shareholders of the Issuer, date of the decision: June 26, 2015, minutes No. 13 dated June 26, 2015
Declared dividends per one share, RUB	RUB 0.01561855
Declared dividends per all shares of that category (class), RUB	RUB 6,032,750,291.16
Date of making a list of the persons entitled to dividends are (were) determined	July 07, 2015
Reporting period (year, quarter) for which (according to the results of which) declared dividends are (were) paid	2014
Fixed payment period (date) of declared dividends	For a nominee holder and beneficial owner being the professional participant in the securities market, registered in the shareholders register, 10 business days, i.e. not later than July 21, 2015, and for other persons registered in the shareholders register, 25 business days, i.e. August 11, 2015, upon the date when the persons entitled to dividends are determined.
Form of payment of declared dividends (money, other property)	In monetary form
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit for prior years, special purpose fund)	Net profit in reporting period
Share of the declared dividends in the net profit for the reporting year, %	19.63 %*
Total dividends paid on shares of such category (class), RUB	RUB 6,009,605,117,12
Share of paid dividends in total declared dividends on shares of that category (class), %	99.62 %*
If declared dividends were not paid or incompletely paid by the Issuer, reasons for failure to pay declared dividends shall be specified	According to the results of 2014, dividends were paid to all person included in the dividend list, apart from persons who failed to submit reliable and complete details necessary for dividend payment in the questionnaires of registered persons, as well as persons in relation to which the nominal holder failed to perform its obligation to transfer dividends due to reasons beyond its control.
Other information on declared and (or) paid dividends specified at the Company's discretion	None

Name of indicator	Dividend period: 2015
Category of shares and type for preferred shares	Equity registered
Management body of the Company which took decision on dividend declaration, date of such decision, date of preparation, and number of minutes of the meeting of the management body where such decision was taken	General Meeting of Shareholders of the Issuer, date of the decision: June 27, 2016, minutes No. 15 dated June 29, 2016
Declared dividends per one share, RUB	RUB 0.038863
Declared dividends per all shares of that category (class), RUB	RUB 15,011,046,132.02
Date of making a list of the persons entitled to dividends are (were) determined	June 08, 2015
Reporting period (year, quarter) for which (according to the results of which) declared dividends are (were) paid	2015
Fixed payment period (date) of declared dividends	For a nominee holder and beneficial owner being the professional participant in the securities market, registered in the shareholders register, 10 business days, i.e. not later than July 22, 2016, and for other persons registered in the shareholders register, 25 business days, i.e. August 12, 2016, upon the date when the persons entitled to dividends are determined.
Form of payment of declared dividends (money, other property)	In monetary form
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit for prior years, special purpose fund)	Net profit in reporting period
Share of the declared dividends in the net profit for the reporting year, %	50 %*
Total dividends paid on shares of such category (class), RUB	RUB 14,960,062,117.71
Share of paid dividends in total declared dividends on shares of that category (class), %	99.66 %*
If declared dividends were not paid or incompletely paid by the Issuer, reasons for failure to pay declared dividends shall be specified	According to the results of 2015, dividends were paid to all person included in the dividend list, apart from persons who failed to submit reliable and complete details necessary for dividend payment in the questionnaires of registered persons, as well as persons in relation to which the nominal holder failed to perform its obligation to transfer dividends due to reasons beyond its control. its control.
Other information on declared and (or) paid dividends specified at the Company's discretion	None

Name of indicator	Dividend period: 2016
Category of shares and type for preferred shares	Equity registered
Management body of the Company which took decision on dividend declaration, date of such decision, date of preparation, and number of minutes of the meeting of the management body where such decision was taken	General Meeting of Shareholders of the Issuer, date of the decision: June 26, 2017, minutes No. 16 dated June 27, 2017
Declared dividends per one share, RUB	RUB 0.0466245

Declared dividends per all shares of that category (class), RUB	19,875,502 787.41
Date of making a list of the persons entitled to dividends are (were) determined	July 10, 2017
Reporting period (year, quarter) for which (according to the results of which) declared dividends are (were) paid	2016
Fixed payment period (date) of declared dividends	The term of payment of dividends to a nominal holder and a professional participant of the securities market to a trustee registered in the register of shareholders of the Company shall not exceed 10 working days - that is, not later than July 24, 2017, and to other persons registered in the shareholders register of the Company - 25 working days from The date on which the persons entitled to receive dividends are determined - that is, not later than August 14, 2017.
Form of payment of declared dividends (money, other property)	In monetary form
Source of payment of declared dividends (net profit for the reporting year, undistributed net profit for prior years, special purpose fund)	Net profit in reporting period
Share of the declared dividends in the net profit for the reporting year, %	47.5 %*
Total dividends paid on shares of such category (class), RUB	0
Share of paid dividends in total declared dividends on shares of that category (class), %	0
If declared dividends were not paid or incompletely paid by the Issuer, reasons for failure to pay declared dividends shall be specified	As of the reporting date, the period for paying dividends has not come. The term of payment of dividends to a nominal holder and a professional participant of the securities market to a trustee registered in the register of shareholders of the Company shall not exceed 10 working days - that is, not later than July 24, 2017, and to other persons registered in the shareholders register of the Company - 25 working days from The date on which the persons entitled to receive dividends are determined - that is, not later than August 14, 2017.
Other information on declared and (or) paid dividends specified at the Company's discretion	None

### ***8.7.2 Information on Accrued and Paid Yield on the Issuer's Bonds***

Name of indicator	Reporting period 2011: Q2 2017
Series, form and other identification attributes of the issued bonds	Certified interest-bearing non-convertible bonds with mandatory centralized custody, series 01, with the possibility of early repayment at the holders' request and at the Issuer's discretion, the amount – 10,000,000, the volume of issue at par value– RUB 10,000,000,000.
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4-01-55038-E dated September 23, 2010

Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	39 (Thirty-nine) rubles 89 (eighty nine) cents (amount of income from 1 to 10 coupon periods); 47 (forty-seven) rubles 37 (thirty seven) cents (amount of income from 11 - 20 coupon periods) .
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	3 997 448 818.46 (Three million nine hundred ninety seven million four hundred forty eight thousand eight hundred eighteen) rubles 46 kopecks
Term (date) of payment of issue bond yield	The first coupon yield was paid on October 24, 2011;  The second coupon yield was paid on April 23, 2012;  The third coupon yield was paid on October 22, 2012;  The fourth coupon yield was paid on April 22, 2013;  The fifth coupon yield was paid on October 21, 2013;  The sixth coupon yield was paid on April 21, 2014; The seventh coupon yield is paid on October 20, 2014; The eighth coupon yield is paid on April 20, 2015; The ninth coupon yield is paid on October 19, 2015; The tenth coupon yield is paid on April 18, 2016 The eleventh coupon income paid October 17, 2016 The first coupon income paid on April 17, 2017
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	3 997 448 818.46 (Three million nine hundred ninety seven million four hundred forty eight thousand eight hundred eighteen) rubles 46 kopecks
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	Maturity period of PJSC RusHydro bonds is 10 years. Tender offer for purchase of the bonds at the request of their holders for the period of 5 years from the beginning of placement is possible in respect of the mentioned securities. On April 8, 2016 Issuer decided to set a new interest rate for eleventh-twelfth coupon periods. On April 22, 2016 Acquisition of bonds was hold at the owner's request

Name of indicator	Reporting period 2011: Q1 2017
Series, form and other identification attributes of the issued bonds	Certified interest-bearing non-convertible bonds with mandatory centralized custody, series 01, with the possibility of early repayment at the holders' request and at the Issuer's discretion, the amount – 5,000,000, the volume of issue at par value– RUB 5,000,000,000.
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4-02-55038-E dated September 23, 2010
Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield

Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	39 (Thirty-nine) rubles 89 (eighty nine) cents (amount of income from 1 to 10 coupon periods); 47 (forty-seven) rubles 37 (thirty seven) cents (amount of income from 11 - 20 coupon periods) .
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	2 009 730 402,40 (two million and nine million seven hundred and thirty thousand four hundred and two) roubles 40 kopecks
Term (date) of payment of issue bond yield	The first coupon yield was paid on October 24, 2011;  The second coupon yield was paid on April 23, 2012;  The third coupon yield was paid on October 22, 2012;  The fourth coupon yield was paid on April 22, 2013;  The fifth coupon yield was paid on October 21, 2013;  The sixth coupon yield was paid on April 21, 2014; The seventh coupon yield is paid on October 20, 2014; The eighth coupon yield is paid on April 20, 2015; The ninth coupon yield is paid on October 19, 2015; The tenth coupon yield is paid on April 18, 2016 The eleventh coupon income paid 17.10.2016 The first coupon income paid on April 17, 2017
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	2 009 730 402,40 (two million and nine million seven hundred and thirty thousand four hundred and two) roubles 40 kopecks
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	Maturity period of PJSC RusHydro bonds is 10 years. Tender offer for purchase of the bonds at the request of their holders for the period of 5 years from the beginning of placement is possible in respect of the mentioned securities. On April 8, 2016 Issuer decided to set a new interest rate for eleventh-twelfth coupon periods. On April 22, 2016 Acquisition of bonds was hold at the owner's request

Name of indicator	Reporting period 2013: Q2 2017
Series, form and other identification attributes of the issued bonds	Certified interest-bearing non-convertible bonds with mandatory centralized custody, series 07, with the possibility of early repayment at the holders' request and at the Issuer's discretion, the amount – 10,000,000, the volume of issue at par value– RUB 10,000,000,000.
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4-07-55038-E dated December 27, 2012

Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	42.38 (forty-two rubles thirty-eight kopecks) roubles
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	2,966,600,000 (two million nine hundred and sixty six million six hundred thousand) rubles
Term (date) of payment of issue bond yield	The first coupon yield was paid on August 15, 2013; The second coupon yield was paid on February 13, 2014; The first coupon yield was paid on August 14, 2014; The first coupon yield was paid on February 12, 2015; The fifth coupon yield is paid on August 13, 2015 The sixth coupon yield is paid on February 11, 2016 The seventh coupon yield is paid on August 11, 2016 The eighth coupon yield is paid on February 09, 2017;
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	2,966,600,000 (two million nine hundred and sixty six million six hundred thousand) rubles
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	Maturity of PJSC RusHydro bonds of series 07 is 10 years. Tender offer for the period of 5 years from the beginning of placement is possible in respect of securities.

Name of indicator	Reporting period: 2013–Q2 2017
Series, form and other identification characteristics of the bond issue	Certified interest-bearing non-convertible bonds with mandatory centralized custody, series 08, with the possibility of early repayment at the holders' request and at the Issuer's discretion, the amount – 10,000,000, the volume of issue at par value– RUB 10,000,000,000.
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4-08-55038-E dated December 27, 2012
Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	42.38 (forty-two rubles thirty-eight kopecks) roubles
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	2,966,600,000 (two million nine hundred and sixty six million six hundred thousand) rubles
Term (date) of payment of issue bond yield	The first coupon yield was paid on August 15, 2013; The second coupon yield was paid on February 13, 2014; The third coupon yield was paid on August 14, 2014; The fourth coupon yield is paid on February 12, 2015 The fifth coupon yield is paid on August 13, 2015 The sixth coupon yield is paid on February 11, 2016 The seventh coupon yield is paid on August 11, 2016 The eighth coupon yield is paid on February 09, 2017;
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form

Total yield paid on all issued bonds, RUB/foreign currency	2,966,600,000 (two million nine hundred and sixty six million six hundred thousand) rubles
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	Maturity of PJSC RusHydro bonds of series 08 is 10 years. Tender offer for the period of 5 years from the beginning of placement is possible in respect of securities.

Name of indicator	Reporting period 2015: Q2 2017
Series, form and other identification characteristics of the bond issue	Certified interest-bearing non-convertible bonds with mandatory centralized custody, series 09, with the possibility of early repayment at the holders' request and at the Issuer's discretion
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4-09-55038-E dated December 27, 2012
Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	RUB 63.58 (sixty-three roubles fifty-eight kopecks)
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	2 543 200 000,00 (Two million five hundred and forty-three million two hundred thousand) roubles
Term (date) of payment of issue bond yield	The first coupon yield is paid on October 27, 2015 The second coupon yield is paid on April 26, 2016 The third coupon period paid on October 25, 2016 The fourth coupon period paid on April 25, 2017
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	2 543 200 000,00 (Two million five hundred and forty-three million two hundred thousand) roubles
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	Maturity of PJSC RusHydro bonds of series 09 is 10 years. Tender offer for the period of 2.5 years is possible in respect of the securities.

Name of indicator	Reporting period 2015: Q2 2017
Series, form and other identification characteristics of the bond issue	Exchange-traded certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series BO-P01
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4B02-01-55038-E-001P dated July 03, 2015

Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	RUB 59.09 (fifty-nine rubles nine kopecks)
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	RUB 590,900,000 (five hundred and ninety million nine hundred thousand rubles).
Term (date) of payment of issue bond yield	The first coupon yield is paid on January 11, 2016 The second coupon yield is paid on July 6, 2016 The third coupon yield is paid on January 09, 2017
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	886 350 000.00 (eight hundred and eighty-six million three hundred and fifty thousand) roubles.
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	Maturity of PJSC RusHydro exchange-traded bonds of series BO-P01 is 3 years.

Name of indicator	Reporting period 2015: Q2 2017
Series, form and other identification characteristics of the bond issue	Exchange-traded certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series BO-P02
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4B02-02-55038-E-001P dated July 03, 2015
Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	RUB 59.09 (fifty-nine rubles nine kopecks)
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	RUB 590,900,000 (five hundred and ninety million nine hundred thousand rubles).
Term (date) of payment of issue bond yield	The first coupon yield is paid on January 11, 2016 The second coupon yield is paid on July 6, 2016 The third coupon yield is paid on January 09, 2017
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	886 350 000.00 (eight hundred and eighty-six million three hundred and fifty thousand) roubles.
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-



Other information on bond income specified at the Issuer's discretion	Maturity of PJSC RusHydro exchange-traded bonds of series BO-P02 is 3 years.
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Name of indicator	Reporting period 2015: Q2 2017
Series, form and other identification attributes of the issued bonds	Exchange-traded certificated inconvertible interest bearing bonds to the bearer with obligatory central storage, series BO-P03
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4B02-03-55038-E-001P dated July 03, 2015
Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	RUB 59.09 (fifty-nine rubles nine kopecks)
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	RUB 590,900,000 (five hundred and ninety million nine hundred thousand rubles).
Term (date) of payment of issue bond yield	The first coupon yield is paid on January 11, 2016 The second coupon yield is paid on July 6, 2016 The third coupon yield is paid on January 09, 2017
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	886 350 000.00 (eight hundred and eighty-six million three hundred and fifty thousand) roubles.
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	Maturity of PJSC RusHydro exchange-traded bonds of series BO-P03 is 3 years.

Name of indicator	Reporting period: Q2 2016 - Q2 2017
Series, form and other identification attributes of the issued bonds	Commercial papers documentary interest-bearing non-convertible bearer bonds with mandatory centralized custody, series BO-P04
State registration number of the bonds issue and state registration date thereof (identification number of the issue and allocation date thereof, if the bonds issue is not subject to state registration)	4B02-04-55038-E-001P as of April 01, 2016
Type of yield paid on issued bonds (par value, interest (coupon), etc.)	Coupon yield
Yield available for disbursement against issued bonds, in terms of money, as per one issued bond, RUB/foreign currency	51 (fifty-one) rubles 61 (sixty-one) kopeck
Yield available for disbursement against bonds of the issue, in terms of money, as per all bonds of the issue, RUB/foreign currency	1 548 300 000,00 (One million five hundred and forty-eight million three hundred thousand) roubles

Term (date) of payment of issue bond yield	The first coupon income was paid on October 06, 2016 The second coupon yield was paid on April 06, 2017
Form of bond yield payment (money, other property)	Money in the currency of the Russian Federation in cashless form
Total yield paid on all issued bonds, RUB/foreign currency	1 548 300 000,00 (One million five hundred and forty-eight million three hundred thousand) roubles
Share of paid bond yield in total payable bond yield, %	100
If bond yield to be paid was not paid or incompletely paid by the Issuer, reasons for failure to pay such yield shall be specified	-
Other information on bond income specified at the Issuer's discretion	The maturity of the BO-P04 series of exchange bonds is 3 years.

### ***8.8 Other Information***

Absent

### ***8.9 Information on Underlying Securities and the Issuer of Underlying Securities, Title to which is Certified by Russian Depositary Receipts***

The Issuer is not the Issuer of Russian depositary receipts.

**BALANCE SHEET**  
**as at 30 June 2017**

	Form on OKUD	Codes
	Date (year, month, day)	<b>0710001</b>
Company <b>Public Joint Stock Company Federal Hydro-Generating Company – RusHydro</b> <b>PJSC RusHydro)</b>	OKPO	<b>2017/06/30</b>
Taxpayer identification number	INN	<b>75782411</b>
Field of activity <b>Electricity generation by hydro power plants</b>	OKVED	<b>2460066195</b>
Legal form / form of ownership <b>Public Joint Stock Company / mixed Russian property with a federal share</b>	OKOPF / OKFS	<b>35.11.2</b>
Unit of measurement: <b>millions of RR</b>	OKEI	<b>47 / 41</b>
Address: <b>Krasnovarsk, the Krasnovarsk Territory</b>		<b>385</b>

Note	ASSETS	Line code	As at 30 June 2017	As at 31 Desember 2016	As at 31 Desember 2015
1	2	3	4	5	6
	<b>I. NON-CURRENT ASSETS</b>				
	Intangible assets	1110	1 227	1 324	893
	Results of research and development	1120	1 050	1 077	1 091
	Property, plant and equipment, incl.:	1150	409 832	409 109	392 723
	fixed assets	1151	373 772	372 514	344 986
	construction in process	1152	36 060	36 595	47 737
	Income-bearing investments in tangible assets	1160	-	-	7 065
	Financial investments	1170	333 996	292 273	320 097
	Other non-current assets	1190	4 632	4 703	3 287
	<b>Total Section I</b>	<b>1100</b>	<b>750 737</b>	<b>708 486</b>	<b>725 156</b>
	<b>II. CURRENT ASSETS</b>				
	Inventories	1210	5 394	4 252	4 115
	Value added tax on goods purchased	1220	40	51	40
	Accounts receivable, incl.:	1230	148 606	149 614	129 291
	accounts receivable (payments expected later than 12 months after the reporting date), incl.:	1231	60 933	62 615	62 549
	buyers and customers	1231.1	155	178	976
	advances issued	1231.2	19 927	20 004	28 524
	other debtors	1231.3	40 851	42 433	33 049
	accounts receivable (payments expected within 12 months after the reporting date), incl.:	1232	87 673	86 999	66 742
	buyers and customers	1232.1	6 452	7 120	6 741
	advances issued	1232.2	8 001	10 206	14 495
	other debtors	1232.3	73 220	69 673	45 506
	Financial investments (excl. cash equivalents)	1240	4 594	5 305	15 879
	Cash and cash equivalents	1250	54 840	40 954	18 139
	Other current assets	1260	17	11	11
	<b>Total Section II</b>	<b>1200</b>	<b>213 491</b>	<b>200 187</b>	<b>167 475</b>
	<b>TOTAL</b>	<b>1600</b>	<b>964 228</b>	<b>908 673</b>	<b>892 631</b>

*This is an English language translation of the document originally prepared in the Russian language. The Russian version is formalized and shall irrevocably prevail.*

Note	LIABILITIES	Line code	As at 30 June 2017	As at 31 Desember 2016	As at 31 Desember 2015
1	2	3	4	5	6
	<b>III. CAPITAL AND RESERVES</b>				
	Charter capital	1310	386 255	386 255	386 255
	Revaluation of non-current assets	1340	52 678	52 705	52 928
	Additional capital (excl. revaluation)	1350	58 425	58 424	58 424
	Reserve capital	1360	11 278	11 278	9 776
	Retained earnings (loss), incl.:	1370	274 251	260 674	235 086
	undistributed profit of previous years	1371	260 722	218 797	205 064
	undistributed profit of the current year	1372	13 529	41 877	30 022
	<b>Total Section III</b>	<b>1300</b>	<b>782 887</b>	<b>769 336</b>	<b>742 469</b>
	<b>IV. LONG-TERM LIABILITIES</b>				
	Borrowings and bank loans	1410	93 847	94 848	105 070
	Deferred tax liabilities	1420	15 332	13 676	12 402
	Other liabilities	1450	3 717	3 746	2 195
	<b>Total Section IV</b>	<b>1400</b>	<b>112 896</b>	<b>112 270</b>	<b>119 667</b>
	<b>V. SHORT-TERM LIABILITIES</b>				
	Borrowings and bank loans	1510	14 026	14 025	18 940
	Accounts payable, incl.:	1520	51 121	9 681	9 822
	suppliers and contractors	1521	3 919	4 190	5 492
	payables to employees	1522	224	24	669
	payables to state non-budgetary funds	1523	128	14	135
	taxes payable	1524	5 337	4 697	3 103
	dividends payable	1525	100	122	67
	other creditors	1526	40 033	634	356
	Income of future periods	1530	76	73	70
	Estimated liabilities	1540	2 418	2 447	601
	Other liabilities	1550	804	841	1 062
	<b>Total Section V</b>	<b>1500</b>	<b>68 445</b>	<b>27 067</b>	<b>30 495</b>
	<b>TOTAL</b>	<b>1700</b>	<b>964 228</b>	<b>908 673</b>	<b>892 631</b>

Chairman of Management Board – General Director

\_\_\_\_\_  
(signature)

**N. G. Shulginov**

\_\_\_\_\_  
(print full name)

Chief Accountant

\_\_\_\_\_  
(signature)

**Y.G. Medvedeva**

\_\_\_\_\_  
(print full name)

\_\_\_\_\_  
31 July 2017

*This is an English language translation of the document originally prepared in the Russian language. The Russian version is formalized and shall irrevocably prevail.*

**STATEMENT OF FINANCIAL RESULTS**  
for the in six months ended 30 June 2017

Company Public Joint Stock Company Federal Hydro-Generating Company – RusHydro  
(PJSC RusHydro)  
Taxpayer identification number  
Field of activity Electricity generation by hydro power plants  
Legal form / form of ownership  
Public Joint Stock Company / mixed Russian property with a federal share  
Unit of measurement: millions of RR

	Codes
Form on OKUD	<b>0710002</b>
Date (year, month, day)	<b>2017/06/30</b>
OKPO	<b>75782411</b>
INN	<b>2460066195</b>
OKVED	<b>35.11.2</b>
OKOPF / OKFS	<b>12247 / 41</b>
OKEI	<b>385</b>

Note	Narrative	Line code	Three months ended 30 June 2017	Three months ended 30 June 2016
1	2	3	4	5
	Revenue	2110	58 231	57 211
	Cost of sales	2120	(27 407)	(26 010)
	<b>Gross profit</b>	<b>2100</b>	<b>30 824</b>	<b>31 201</b>
	<b>Profit from sales</b>	<b>2200</b>	<b>30 824</b>	<b>31 201</b>
	Income from participation in other companies	2310	857	525
	Interest income	2320	4 463	4 167
	Interest expense	2330	(4 036)	(3 963)
	Other income	2340	5 178	7 411
	Other expense	2350	(6 405)	(4 859)
	<b>Profit before tax</b>	<b>2300</b>	<b>30 881</b>	<b>34 482</b>
	Current income tax, incl.:	2410	(4 551)	(5 559)
	permanent tax liabilities (assets)	2421	(816)	288
	Change in deferred tax liabilities	2430	(1 935)	(1 328)
	Change in deferred tax assets	2450	(617)	819
	Other	2460	(7)	12
	<b>Net profit</b>	<b>2400</b>	<b>23 771</b>	<b>28 426</b>
	REFERENCE			
	Gain or loss from other operations not included in the net profit of the period	2520	-	-
	Total financial result for the period	2500	23 771	28 426
	Basic earnings per share, RR	2900	0,06154	0,07359

Chairman of Management Board – General Director

\_\_\_\_\_  
(signature)

**N. G. Shulginov**

\_\_\_\_\_  
(print full name)

Chief Accountant

\_\_\_\_\_  
(signature)

**Y. G. Medvedeva**

\_\_\_\_\_  
(print full name)

31 July \_\_\_\_\_ 2017

*This is an English language translation of the document originally prepared in the Russian language. The Russian version is formalized and shall irrevocably prevail.*



**RUSHYDRO GROUP**

**Condensed Consolidated Interim  
Financial Information (Unaudited)  
prepared in accordance with IAS 34**

**As at and for the three months ended 31 March 2017**

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**RusHydro Group**  
**Condensed Consolidated Interim Statement of Financial Position (unaudited)**  
(in millions of Russian Rubles unless noted otherwise)



	Note	31 March 2017	31 December 2016
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	6	771,397	765,047
Investments in associates and joint ventures		20,311	20,278
Available-for-sale financial assets		21,531	21,181
Deferred income tax assets		6,688	6,640
Other non-current assets	7	22,085	21,847
<b>Total non-current assets</b>		<b>842,012</b>	<b>834,993</b>
<b>Current assets</b>			
Cash and cash equivalents	8	77,379	67,354
Income tax receivable		1,635	889
Accounts receivable and prepayments	9	51,754	47,076
Inventories	10	21,652	24,037
Other current assets	11	11,735	9,097
<b>Total current assets</b>		<b>164,155</b>	<b>148,453</b>
<b>TOTAL ASSETS</b>		<b>1,006,167</b>	<b>983,446</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	12	386,255	386,255
Treasury shares	12	(4,613)	(22,578)
Share premium		39,202	39,202
Retained earnings and other reserves		248,446	243,790
<b>Equity attributable to the shareholders of PJSC RusHydro</b>		<b>669,290</b>	<b>646,669</b>
Non-controlling interest		5,871	4,263
<b>TOTAL EQUITY</b>		<b>675,161</b>	<b>650,932</b>
<b>Non-current liabilities</b>			
Deferred income tax liabilities		40,343	39,086
Non-current debt	14	121,701	158,046
Non-deliverable forward contract for shares	15	9,339	-
Other non-current liabilities		20,350	18,726
<b>Total non-current liabilities</b>		<b>191,733</b>	<b>215,858</b>
<b>Current liabilities</b>			
Current debt and current portion of non-current debt	14	28,697	41,757
Accounts payable and accruals	16	52,435	58,784
Accounts payable in respect of share issue	12	40,033	-
Current income tax payable		2,058	858
Other taxes payable	17	16,050	15,257
<b>Total current liabilities</b>		<b>139,273</b>	<b>116,656</b>
<b>TOTAL LIABILITIES</b>		<b>331,006</b>	<b>332,514</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,006,167</b>	<b>983,446</b>

Chairman of Management Board – General Director

N. G. Shulginov

Chief Accountant

Y. G. Medvedeva



*(Handwritten signatures of N. G. Shulginov and Y. G. Medvedeva)*

07 June 2017

The accompanying notes are an integral part of this Condensed Consolidated Interim Financial Information



**RusHydro Group**  
**Condensed Consolidated Interim Income Statement (unaudited)**  
(in millions of Russian Rubles unless noted otherwise)



	Note	Three months ended 31 March 2017	Three months ended 31 March 2016
Revenue	18	98,779	104,404
Government grants	19	4,580	3,303
Other operating income		-	241
Operating expenses (excluding impairment losses)	20	(78,869)	(86,951)
<b>Operating profit excluding impairment losses</b>		<b>24,490</b>	<b>20,997</b>
Impairment of accounts receivable, net		(975)	(1,362)
Impairment of property, plant and equipment		(871)	(777)
<b>Operating profit</b>		<b>22,644</b>	<b>18,858</b>
Finance income	21	3,257	2,590
Finance costs	21	(2,139)	(2,263)
Share of results of associates and joint ventures		175	484
<b>Profit before income tax</b>		<b>23,937</b>	<b>19,669</b>
Income tax expense	13	(5,131)	(4,622)
<b>Profit for the period</b>		<b>18,806</b>	<b>15,047</b>
Attributable to:			
Shareholders of PJSC RusHydro		17,182	14,168
Non-controlling interest		1,624	879
Earnings per ordinary share for profit attributable to the shareholders of PJSC RusHydro – basic and diluted (in Russian Rubles per share)	22	0.0468	0.0387
Weighted average number of shares outstanding – basic and diluted (millions of shares)	22	367,403	366,339

The accompanying notes are an integral part of this Condensed Consolidated Interim Financial Information

**RusHydro Group**  
**Condensed Consolidated Interim Statement of Comprehensive Income (unaudited)**  
(in millions of Russian Rubles unless noted otherwise)



	Three months ended 31 March 2017	Three months ended 31 March 2016
Profit for the period	18,806	15,047
<b>Other comprehensive income, net of tax:</b>		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Profit arising on available-for-sale financial assets	400	3,865
Other comprehensive income	15	731
<b>Total items that may be reclassified subsequently to profit or loss</b>	<b>415</b>	<b>4,596</b>
<b>Other comprehensive income for the period</b>	<b>415</b>	<b>4,596</b>
<b>Total comprehensive income for the period</b>	<b>19,221</b>	<b>19,643</b>
Attributable to:		
Shareholders of PJSC RusHydro	17,613	18,749
Non-controlling interest	1,608	894

The accompanying notes are an integral part of this Condensed Consolidated Interim Financial Information

**RusHydro Group**  
**Condensed Consolidated Interim Statement of Cash Flows (unaudited)**  
(in millions of Russian Rubles unless noted otherwise)



	Note	Three months ended 31 March 2017	Three months ended 31 March 2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
<b>Profit before income tax</b>		<b>23,937</b>	<b>19,669</b>
Depreciation of property, plant and equipment and amortisation of intangible assets	6, 20	5,683	6,194
Loss on disposal of property, plant and equipment, net		61	11
Share of results of associates and joint ventures		(175)	(484)
Other operating income		-	(241)
Finance income	21	(3,257)	(2,590)
Finance costs	21	2,139	2,263
Impairment of property, plant and equipment		871	777
Impairment of accounts receivable, net		975	1,362
Other (income) / expense		(283)	419
<b>Operating cash flows before working capital changes, income tax paid and changes in other assets and liabilities</b>		<b>29,951</b>	<b>27,380</b>
Working capital changes:			
Increase in accounts receivable and prepayments		(5,969)	(6,275)
Decrease in other current assets		524	-
Decrease in inventories		2,386	2,527
Decrease in accounts payable and accruals		(4,141)	(1,408)
Increase in other taxes payable		793	2,478
Decrease / (increase) in other non-current assets		(134)	(43)
Decrease in other non-current liabilities		(239)	(2,113)
Income tax paid		(3,460)	(2,100)
<b>Net cash generated by operating activities</b>		<b>19,711</b>	<b>20,446</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of property, plant and equipment		(10,531)	(10,065)
Proceeds from sale of property, plant and equipment		35	24
Investment in bank deposits and purchase of other investments		(7,548)	(7,732)
Redemption of bank deposits and proceeds from sale of other investments		4,276	13,584
Purchase of shares of subsidiary		-	(39)
Interest received		2,032	2,778
<b>Net cash used in investing activities</b>		<b>(11,736)</b>	<b>(1,450)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Proceeds from share issue	12	40,000	-
Proceeds from sale of treasury shares	12	15,000	-
Proceeds from current debt	14	13,365	15,452
Proceeds from non-current debt	14	8,772	1,513
Repayment of debt	14	(70,344)	(17,084)
Interest paid		(4,492)	(5,189)
Finance lease payments		(93)	(155)
<b>Net cash generated by / (used in) financing activities</b>		<b>2,208</b>	<b>(5,463)</b>
Foreign exchange loss on cash balances		(158)	(393)
<b>Increase in cash and cash equivalents</b>		<b>10,025</b>	<b>13,140</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>67,354</b>	<b>48,025</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>8</b>	<b>77,379</b>	<b>61,165</b>

The accompanying notes are an integral part of this Condensed Consolidated Interim Financial Information

**RusHydro Group**  
**Condensed Consolidated Interim Statement of Changes in Equity (unaudited)**

(in millions of Russian Rubles unless noted otherwise)



	Note	Share capital	Treasury shares	Share premium	Merger reserve	Foreign currency translation reserve	Revaluation reserve on property, plant and equipment	Revaluation reserve on available-for-sale financial assets	Reserve for remeasurement of pension benefit obligation	Retained earnings	Equity attributable to shareholders of PJSC RusHydro	Non-controlling interest	Total equity
<b>As at 1 January 2016</b>		<b>386,255</b>	<b>(26,092)</b>	<b>39,202</b>	<b>(135,075)</b>	<b>(474)</b>	<b>188,552</b>	<b>1,952</b>	<b>689</b>	<b>147,470</b>	<b>602,479</b>	<b>11,440</b>	<b>613,919</b>
Profit for the period		-	-	-	-	-	-	-	-	14,168	14,168	879	15,047
Profit arising on available-for-sale financial assets		-	-	-	-	-	-	3,850	-	-	3,850	15	3,865
Other comprehensive income		-	-	-	-	731	-	-	-	-	731	-	731
Total other comprehensive income		-	-	-	-	731	-	3,850	-	-	4,581	15	4,596
<b>Total comprehensive income</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>731</b>	<b>-</b>	<b>3,850</b>	<b>-</b>	<b>14,168</b>	<b>18,749</b>	<b>894</b>	<b>19,643</b>
Offer for shares of PJSC RAO ES East	12	-	3,514	-	-	-	-	-	-	2,611	6,125	(4,433)	1,692
Effect of changes in non-controlling interest		-	-	-	-	-	-	-	-	-	-	76	76
Transfer of revaluation reserve to retained earnings		-	-	-	-	-	(64)	-	-	64	-	-	-
<b>As at 31 March 2016</b>		<b>386,255</b>	<b>(22,578)</b>	<b>39,202</b>	<b>(135,075)</b>	<b>257</b>	<b>188,488</b>	<b>5,802</b>	<b>689</b>	<b>164,313</b>	<b>627,353</b>	<b>7,977</b>	<b>635,330</b>
<b>As at 1 January 2017</b>		<b>386,255</b>	<b>(22,578)</b>	<b>39,202</b>	<b>(135,075)</b>	<b>(538)</b>	<b>182,968</b>	<b>16,909</b>	<b>459</b>	<b>179,067</b>	<b>646,669</b>	<b>4,263</b>	<b>650,932</b>
Profit for the period		-	-	-	-	-	-	-	-	17,182	17,182	1,624	18,806
Profit arising on available-for-sale financial assets		-	-	-	-	-	-	416	-	-	416	(16)	400
Other comprehensive income		-	-	-	-	15	-	-	-	-	15	-	15
Total other comprehensive income		-	-	-	-	15	-	416	-	-	431	(16)	415
<b>Total comprehensive income</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15</b>	<b>-</b>	<b>416</b>	<b>-</b>	<b>17,182</b>	<b>17,613</b>	<b>1,608</b>	<b>19,221</b>
Sale of treasury shares	12	-	17,965	-	-	-	-	-	-	(2,965)	15,000	-	15,000
Non-deliverable forward contract for shares	15	-	-	-	-	-	-	-	-	(10,013)	(10,013)	-	(10,013)
Transfer of revaluation reserve to retained earnings		-	-	-	-	-	(198)	-	-	198	-	-	-
Other movements		-	-	-	-	-	-	-	-	21	21	-	21
<b>As at 31 March 2017</b>		<b>386,255</b>	<b>(4,613)</b>	<b>39,202</b>	<b>(135,075)</b>	<b>(523)</b>	<b>182,770</b>	<b>17,325</b>	<b>459</b>	<b>183,490</b>	<b>669,290</b>	<b>5,871</b>	<b>675,161</b>

The accompanying notes are an integral part of this Condensed Consolidated Interim Financial Information



## **Note 1. The Group and its operations**

PJSC RusHydro (hereinafter referred to as “the Company”) was incorporated and is domiciled in the Russian Federation. The Company is a joint stock company limited by shares and was set up in accordance with Russian regulations.

The primary activities of the Company and its subsidiaries (hereinafter referred to as “the Group”) are generation and sale of electricity and capacity on the Russian wholesale and retail markets, as well as generation and sale of heat energy.

**Economic environment in the Russian Federation.** The Russian Federation displays certain characteristics of an emerging market. Its economy is particularly sensitive to oil and gas prices. The legal, tax and regulatory frameworks continue to develop and are subject to frequent changes and varying interpretations. Russian economy was negatively impacted by low oil prices, ongoing political tension in the region and continuing international sanctions against certain Russian companies and individuals, all of which contributed to the country’s economic recession characterised by a decline in gross domestic product. The financial markets continue to be volatile and are characterised by frequent significant price movements and increased trading spreads.

This operating environment has a significant impact on the Group’s operations and financial position. Management is taking necessary measures to ensure sustainability of the Group’s operations. However, the future effects of the current economic situation are difficult to predict and management’s current expectations and estimates could differ from actual results.

During the three months ended 31 March 2017 no substantial changes to the rules of Russian wholesale and retail electricity and capacity markets, their functioning and price setting mechanisms have been made.

**Relations with the Government and current regulation.** As at 31 March 2017 the Russian Federation owned 66.84 percent of the total voting ordinary shares of the Company without taking into account the placement of additional Company’s shares within the additional share issue 2016–2017 (Note 12) (31 December 2016: 66.84 percent).

The Group’s major customer base includes a large number of entities controlled by, or related to the Government. Furthermore, the Government controls contractors and suppliers, which provide the Group with electricity dispatch, transmission and distribution services, and a number of the Group’s fuel and other suppliers (Note 5).

In addition, the Government affects the Group’s operations through:

- participation of its representatives in the Company’s Board of Directors;
- regulation of tariffs for electricity, capacity and heating;
- approval and monitoring of the Group’s investment programme, including volume and sources of financing.

Economic, social and other policies of the Russian Government could have a material effect on operations of the Group.

**Seasonality of business.** The demand for the Group’s heat and electricity generation and supply depends on weather conditions and the season. In addition to weather conditions, the electricity production by hydro generation plants depends on water flow in the river systems. In spring and in summer (flood period) electricity production by hydro generation plants is significantly higher than in autumn and in winter. Heat and electricity production by the heat generation assets, to the contrary, is significantly higher in autumn and in winter than in spring and in summer. The seasonal nature of heat and electricity generation has a significant influence on the volume of fuel consumed by heat generation assets and electricity purchased by the Group.



## **Note 2. Summary of financial reporting framework and new accounting pronouncements**

### ***Basis of preparation***

This Condensed Consolidated Interim Financial Information has been prepared in accordance with IAS 34, *Interim Financial Reporting* and should be read in conjunction with the annual Consolidated Financial Statements as at and for the year ended 31 December 2016, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

This Condensed Consolidated Interim Financial Information is unaudited. Certain disclosures duplicating information included in the annual Consolidated Financial Statements as at and for the year ended 31 December 2016 have been omitted or condensed.

### ***Significant accounting policies***

The accounting policies followed in the preparation of this Condensed Consolidated Interim Financial Information are consistent with those applied in the annual Consolidated Financial Statements as at and for the year ended 31 December 2016 except for income tax which is accrued in the interim periods using the best estimate of the weighted average annual income tax rate that would be applicable to expected total annual profit or loss and new standards and interpretations that are effective from 1 January 2017. Certain reclassifications have been made to prior period data to conform to the current period presentation. These reclassifications are not material.

### ***Critical accounting estimates and judgements***

The preparation of Condensed Consolidated Interim Financial Information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this Condensed Consolidated Interim Financial Information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Consolidated Financial Statements as at and for the year ended 31 December 2016 with the exception of changes in estimates that are required in determining the estimate weighted average annual income tax rate (Note 14) and estimates in respect of a non-deliverable forward contract for the shares, as described below.

#### ***Sale of shares subject to entering into a non-deliverable forward contract for the shares.***

The management treats the transaction on acquisition by PJSC Bank VTB (the "Bank") of 55 billion of the Company's ordinary shares – 40 billion of additionally issued shares and 15 billion of treasury shares carried on the Group subsidiaries' balance sheet (Note 12) and entering into a non-deliverable forward contract for these shares (Note 15) as two separate transactions. The sale of shares is recorded in equity and a derivative financial instrument is recognised.

The terms and conditions of the share sale implies transfer of risks and rewards in connection with these shares, such as dividend payments received by the Bank and participation in the Company's management. No obligations for their repurchase and conversion into a different financial instrument, guarantees or binding agreements arise for the Company. Given the above and the fact that the financial reporting standards do not provide for the risks and rewards transfer procedure for treasury shares, the Group management concluded that the Bank is the beneficial owner of the Company's shares.

According to the management, the decrease in the prepaid forward value by the amounts equivalent to dividends received by the Bank does not directly represent return of dividends, and, therefore, does not limit the Bank in terms of obtaining rewards from share ownership. According to the forward contract, there will be significant delays in the offset of cash flows (during the period exceeding three months from the date when dividends are received by the Bank), and the Bank will be able to place the received dividends not only in cash and cash equivalents but other instruments for the period exceeding three months as well, and it will be able to receive income and subsequently reinvest it multiple times.

As the issue of shares is recorded in equity, the recognition of non-deliverable forward contract for these shares is also recorded in equity as a shareholder transaction.

### ***New standards and interpretations***

The Group has adopted all new standards and interpretations that were effective from 1 January 2017. The impact of the adoption of these new standards and interpretations has not been significant with respect to this Condensed Consolidated Interim Financial Information.



### Note 3. Principal subsidiaries

All principal subsidiaries are incorporated and operate in the Russian Federation. Differences between the ownership interest and voting interest held by some subsidiaries represent the effect of preference shares and / or effects of indirect ownership, or non-corporate partnership (LLC).

The Group operates in the three main reportable segments one of which is presented by the Group's parent company – PJSC RusHydro (Note 4). The principal subsidiaries are presented below according to their allocation to the reportable segments as at 31 March 2017 and 31 December 2016.

#### **ESC RusHydro subgroup segment**

ESC RusHydro subgroup segment includes the Group's subsidiaries which sell electricity to final customers. All the entities included in this segment with the exception of JSC ESC RusHydro have the guaranteeing supplier status and are obliged to sign contracts on supplies with all final consumers of their region upon their request.

	31 March 2017		31 December 2016	
	% of ownership	% of voting	% of ownership	% of voting
JSC ESC RusHydro	100.00%	100.00%	100.00%	100.00%
PJSC Krasnoyarskenergosbyt	65.81%	69.40%	65.81%	69.40%
PJSC Ryazan Power Distributing Company	90.52%	90.52%	90.52%	90.52%
JSC Chuvashskaya energy retail company	100.00%	100.00%	100.00%	100.00%

#### **RAO ES East subgroup segment**

RAO ES East subgroup segment consists of PJSC RAO ES East and its subsidiaries that generate, distribute and sell electricity and heat in the Far East region of the Russian Federation and render transportation, construction, repair and other services.

Principal subsidiaries of this segment are presented below:

	31 March 2017		31 December 2016	
	% of ownership	% of voting	% of ownership	% of voting
PJSC RAO ES East*	99.98%	99.98%	99.98%	99.98%
PJSC DEK	52.11%	52.17%	52.11%	52.17%
JSC DGK	52.11%	100.00%	52.11%	100.00%
JSC DRSK	52.11%	100.00%	52.11%	100.00%
PJSC Kamchatskenergo	98.72%	98.74%	98.72%	98.74%
PJSC Magadanenergo**	48.99%	49.00%	48.99%	49.00%
PJSC Sakhalinenergo	57.80%	57.82%	57.80%	57.82%
PJSC Yakutskenergo	79.15%	79.16%	79.15%	79.16%

\* Voting and ownership percent interests in PJSC RAO ES East as at 31 March 2017 and 31 December 2016 include 15.59 percent interest held by the Group's subsidiary LLC Vostok-Finance.

\*\* Control over PJSC Magadanenergo is achieved by the majority of votes on the shareholders meeting because the remaining part of the shares not owned by the Group are distributed among a large number of shareholders the individual stakes of which are insignificant.

#### **Other segments**

Other segments include:

- the Group's subsidiaries with production and sale of electricity and capacity;
- the Group's subsidiaries primarily engaged in research and development related to the utilities industry and construction of hydropower facilities;
- the Group's subsidiaries engaged in repair, upgrade and reconstruction of equipment and hydropower facilities;
- the Group's subsidiaries engaged primarily in hydropower plants construction;
- minor segments which do not have similar economic characteristics.

**RusHydro Group**  
**Notes to the Condensed Consolidated Interim Financial Information**  
**as at and for the three months ended 31 March 2017 (unaudited)**

(in millions of Russian Rubles unless noted otherwise)



Principal subsidiaries included in all other segments are presented below:

	31 March 2017		31 December 2016	
	% of ownership	% of voting	% of ownership	% of voting
JSC Blagoveschensk TPP	100.00%	100.00%	100.00%	100.00%
JSC VNIIG named after B. E. Vedeneev	100.00%	100.00%	100.00%	100.00%
JSC Geotherm	99.65%	99.65%	99.65%	99.65%
JSC Hidroremont-VKK	100.00%	100.00%	100.00%	100.00%
JSC Zagorskaya GAES-2	100.00%	100.00%	100.00%	100.00%
JSC Zaramag HS	99.75%	99.75%	99.75%	99.75%
JSC Institute Hydroproject	100.00%	100.00%	100.00%	100.00%
PJSC Kolimaenergo	98.76%	98.76%	98.76%	98.76%
JSC Lenhydroproject	100.00%	100.00%	100.00%	100.00%
JSC NIIES	100.00%	100.00%	100.00%	100.00%
JSC Nizhne-Bureiskaya HPP	100.00%	100.00%	100.00%	100.00%
JSC Sahalin GRES-2	100.00%	100.00%	100.00%	100.00%
JSC Sulak HidroKaskad	100.00%	100.00%	100.00%	100.00%
JSC TPP in Sovetskaya Gavan	100.00%	100.00%	100.00%	100.00%
JSC Ust'-Srednekangesstroy	98.76%	100.00%	98.76%	100.00%
JSC Ust'-Srednekanskaya HPP named after A. F. Dyakov	99.63%	100.00%	99.63%	100.00%
JSC Chirkeigesstroy	100.00%	100.00%	100.00%	100.00%
JSC ESCO UES	100.00%	100.00%	100.00%	100.00%
JSC Yakutskaya GRES-2	100.00%	100.00%	100.00%	100.00%

**Note 4. Segment information**

Operating segments are components of the Group engaged in operations from which they may earn revenue and incur expenses, including revenue and expenses relating to transactions with other components of the Group. The individual financial information of the operating segments, which based on the same principles as the present consolidated financial statements, is available and is regularly reviewed by the chief operating decision maker (CODM) to make operating decisions about resources to be allocated and the performance of segments' operating activities.

The CODM analyses the information concerning the Group by the groups of operations which are aggregated in operating segments presented by the following separate reportable segments: PJSC RusHydro (the Group's parent company), ESC RusHydro subgroup, RAO ES East subgroup and other segments (Note 3). Transactions of other segments are not disclosed as reportable segments as the performance is based on quantitative indicators for the periods presented.

Management of operating activities of segments is performed with direct participation of individual segment managers accountable to the CODM. Segment managers on a regular basis submit for approval to the CODM results of operating activities and financial performance of segments. The CODM approves the annual business plan at the level of reportable segments as well as analyses actual financial performance of segments. Management bears responsibility for execution of approved plan and management of operating activities at the level of segments.

The segments' operational results are estimated on the basis of EBITDA, which is calculated as operating profit / loss excluding depreciation of property, plant and equipment and amortisation of intangible assets, impairment of property, plant and equipment, impairment of accounts receivable, loss on disposal of property, plant and equipment, gain on disposal of subsidiaries and associates and other non-monetary items of operating expenses. This method of definition of EBITDA may differ from the methods applied by other companies. CODM believes that EBITDA represents the most useful means of assessing the performance of ongoing operating activities of the Company and the Group's subsidiaries, as it reflects the earnings trends without showing the impact of certain charges.

Segment information also contains capital expenditures and the amount of debt as these indicators are analysed by the CODM. Intersegment debt's balances are excluded.

Other information provided to the CODM complies with the information presented in the consolidated financial statements. Intersegment sales are carried out at market prices.

Segment information for the three months ended 31 March 2017 and 31 March 2016 and as at 31 March 2017 and 31 December 2016 is presented below.





Three months ended 31 March 2017	PJSC RusHydro	ESC RusHydro subgroup	RAO ES East subgroup	Other segments	Total segments	Unallocated adjustments and intercompany operations	TOTAL
<b>Revenue</b>	<b>27,677</b>	<b>17,299</b>	<b>54,849</b>	<b>4,675</b>	<b>104,500</b>	<b>(5,721)</b>	<b>98,779</b>
<i>including:</i>							
<i>from external companies</i>	25,333	17,294	54,749	1,403	98,779	-	98,779
<i>sales of electricity</i>	16,155	17,016	33,265	163	66,599	-	66,599
<i>sales of heat and hot water sales</i>	61	-	15,607	-	15,668	-	15,668
<i>sales of capacity</i>	9,087	-	1,434	67	10,588	-	10,588
<i>other revenue</i>	30	278	4,443	1,173	5,924	-	5,924
<i>from intercompany operations</i>	2,344	5	100	3,272	5,721	(5,721)	-
Government grants	-	-	4,563	17	4,580	-	4,580
Operating expenses (excluding depreciation and other non-monetary items)	(8,979)	(16,734)	(48,615)	(4,374)	(78,702)	5,577	(73,125)
<b>EBITDA</b>	<b>18,698</b>	<b>565</b>	<b>10,797</b>	<b>318</b>	<b>30,378</b>	<b>(144)</b>	<b>30,234</b>
Depreciation of property, plant and equipment and amortization of intangible assets	(3,235)	(35)	(2,000)	(457)	(5,727)	44	(5,683)
Other non-monetary items of operating income and expenses	(1,137)	(126)	(484)	(160)	(1,907)	-	(1,907)
<i>including:</i>							
<i>impairment of property, plant and equipment</i>	(719)	-	(97)	(55)	(871)	-	(871)
<i>impairment of accounts receivable, net</i>	(415)	(126)	(349)	(85)	(975)	-	(975)
<i>loss on disposal of property, plant and equipment, net</i>	(3)	-	(38)	(20)	(61)	-	(61)
<b>Operating profit / (loss)</b>	<b>14,326</b>	<b>404</b>	<b>8,313</b>	<b>(299)</b>	<b>22,744</b>	<b>(100)</b>	<b>22,644</b>
Finance income							3,257
Finance costs							(2,139)
Share of results of associates and joint ventures							175
<b>Profit before income tax</b>							<b>23,937</b>
Total income tax expense							(5,131)
<b>Profit for the period</b>							<b>18,806</b>
<b>Capital expenditure</b>	<b>4,007</b>	<b>1</b>	<b>2,800</b>	<b>6,398</b>	<b>13,206</b>	<b>295</b>	<b>13,501</b>
<b>31 March 2017</b>							
<b>Non-current and current debt</b>	<b>106,300</b>	<b>998</b>	<b>38,280</b>	<b>4,820</b>	<b>150,398</b>	<b>-</b>	<b>150,398</b>



	PJSC RusHydro	ESC RusHydro subgroup	RAO ES East subgroup	Other segments	Total segments	Unallocated adjustments and intercompany operations	TOTAL
<b>Three months ended 31 March 2016</b>							
<b>Revenue</b>	<b>27,097</b>	<b>26,226</b>	<b>52,757</b>	<b>4,774</b>	<b>110,854</b>	<b>(6,450)</b>	<b>104,404</b>
<i>including:</i>							
from external companies	24,268	26,215	52,659	1,262	104,404	-	104,404
sales of electricity	16,634	25,938	31,542	154	74,268	-	74,268
sales of heat and hot water sales	68	-	15,728	-	15,796	-	15,796
sales of capacity	7,436	-	1,339	97	8,872	-	8,872
other revenue	130	277	4,050	1,011	5,468	-	5,468
from intercompany operations	2,829	11	98	3,512	6,450	(6,450)	-
Government grants	-	-	3,282	21	3,303	-	3,303
Other operating income (excluding non-monetary items)	-	-	-	241	241	-	241
Operating expenses (excluding depreciation and other non-monetary items)	(8,521)	(25,222)	(47,799)	(5,224)	(86,766)	6,030	(80,736)
<b>EBITDA</b>	<b>18,576</b>	<b>1,004</b>	<b>8,240</b>	<b>(188)</b>	<b>27,632</b>	<b>(420)</b>	<b>27,212</b>
Depreciation of property, plant and equipment and amortisation of intangible assets	(3,550)	(201)	(1,975)	(523)	(6,249)	55	(6,194)
Other non-monetary items of operating income and expenses	(1,115)	(180)	(812)	(49)	(2,156)	(4)	(2,160)
<i>including:</i>							
impairment of property, plant and equipment	(604)	-	(173)	-	(777)	-	(777)
impairment of accounts receivable, net	(515)	(171)	(627)	(49)	(1,362)	-	(1,362)
profit / (loss) on disposal of property, plant and equipment, net	4	(9)	(6)	-	(11)	-	(11)
loss on disposal of subsidiaries and associates, net	-	-	(6)	-	(6)	(4)	(10)
<b>Operating profit / (loss)</b>	<b>13,911</b>	<b>623</b>	<b>5,453</b>	<b>(760)</b>	<b>19,227</b>	<b>(369)</b>	<b>18,858</b>
Finance income							2,590
Finance costs							(2,263)
Share of results of associates and joint ventures							484
<b>Profit before income tax</b>							<b>19,669</b>
Total income tax expense							(4,622)
<b>Profit for the period</b>							<b>15,047</b>
<b>Capital expenditure</b>	<b>6,436</b>	<b>14</b>	<b>3,136</b>	<b>5,867</b>	<b>15,453</b>	<b>1,143</b>	<b>16,596</b>
<b>31 December 2016</b>							
<b>Non-current and current debt</b>	<b>107,274</b>	<b>550</b>	<b>86,912</b>	<b>5,067</b>	<b>199,803</b>	<b>-</b>	<b>199,803</b>



**Note 5. Related party transactions**

Parties are generally considered to be related if the parties are under common control or if one party has the ability to control the other party or can exercise significant influence or joint control over the other party in making financial and operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

The Group's principal related parties for the three months ended 31 March 2017 and 31 March 2016 and as at 31 March 2017 and 31 December 2016 were associates and joint ventures of the Group, government-related entities and key management of the Group.

**Joint ventures**

The Group had the following balances with its joint ventures:

	<b>31 March 2017</b>	<b>31 December 2016</b>
Promissory notes	6,414	6,269
Advances to suppliers	239	800
Loans issued	14	15
Loans received	750	750

The Group had the following transactions with its joint ventures:

	<b>Three months ended 31 March 2017</b>	<b>Three months ended 31 March 2016</b>
Sales of electricity and capacity	86	727
Other revenue	149	78
Purchased electricity and capacity	843	851

**Associates**

The Group had the following balances with its associates:

	<b>31 March 2017</b>	<b>31 December 2016</b>
Trade and other receivables	485	491
Accounts payable	903	781

The Group had the following transactions with its associates:

	<b>Three months ended 31 March 2017</b>	<b>Three months ended 31 March 2016</b>
Sales of electricity and capacity	957	917
Other revenue	34	38
Rent	149	113
Purchased electricity and capacity	6	7

**Government-related entities**

In the normal course of business the Group enters into transactions with the entities controlled by the Government.

The Group had transactions during the three months ended 31 March 2017 and 31 March 2016 and balances outstanding as at 31 March 2017 and 31 December 2016 with a number of government-related banks. All transactions are carried out on market rates.

The Group's sales of electricity, capacity and heat to government-related entities comprised approximately 20 percent of total sales of electricity, capacity and heat for the three months ended 31 March 2017 (for the three months ended 31 March 2016: approximately 30 percent). Sales of electricity and capacity under the regulated contracts are conducted directly to the consumers, within the day-ahead market (DAM) – through commission agreements with JSC Centre of Financial Settlements (hereinafter referred to as "CFS"). Electricity and capacity supply tariffs under the regulated contracts and electricity and heating supply tariffs in non-pricing zone of the Far East are approved by FTS and by regional regulatory authorities of the Russian Federation. On DAM the price is determined by balancing the demand and supply and such price is applied to all market participants. During the three months ended 31 March 2017 the Group received government subsidies in amount of RR 4,580 million (for the three months ended 31 March 2016: RR 3,303 million) (Note 19).



The Group's purchases of electricity, capacity and fuel from government-related entities comprised approximately 20 percent of total expenses on purchased electricity, capacity and fuel for the three months ended 31 March 2017 (for the three months ended 31 March 2016: approximately 20 percent).

Electricity distribution services provided to the Group by government-related entities comprised approximately 70 percent of total electricity distribution expenses for the three months ended 31 March 2017 (for the three months ended 31 March 2016: approximately 60 percent). The distribution of electricity is subject to tariff regulations.

**Key management of the Group.** Key management of the Group includes members of the Board of Directors of the Company, members of the Management Board of the Company, heads of the business subdivisions of the Company and their deputies, key management of subsidiaries of RAO ES East subgroup segment.

Remuneration to the members of the Board of Directors of the Company for their services in their capacity and for attending Board meetings is paid depending on the results for the year and is calculated based on specific remuneration policy approved by the Annual General Shareholders Meeting of the Company.

Remuneration to the members of the Management Board and to other key management of the Group is paid for their services in full time management positions and is made up of a contractual salary and performance bonuses depending on the results of the work for the period based on key performance indicators approved by the Board of Directors of the Company.

Main compensation for Key management of the Group generally is short-term excluding future payments under pension plans with defined benefits. Pension benefits for key management of the Group are provided on the same terms as for the rest of employees.

Short-term remuneration paid to the key management of the Group for the three months ended 31 March 2017 comprised RR 217 million (for the three months ended 31 March 2016: RR 159 million).



(in millions of Russian Rubles unless noted otherwise)

**Note 6. Property, plant and equipment**

Revalued amount / cost	Buildings	Facilities	Plant and equipment	Assets under construction	Other	Total
<b>Balance as at 31 December 2016</b>	<b>91,324</b>	<b>407,267</b>	<b>311,929</b>	<b>292,889</b>	<b>14,286</b>	<b>1,117,695</b>
Reclassification	213	(680)	490	265	(288)	-
Additions	9	5	284	13,128	75	13,501
Transfers	227	345	6,076	(6,648)	-	-
Disposals and write-offs	(60)	(109)	(537)	(79)	(142)	(927)
<b>Balance as at 31 March 2017</b>	<b>91,713</b>	<b>406,828</b>	<b>318,242</b>	<b>299,555</b>	<b>13,931</b>	<b>1,130,269</b>
<b>Accumulated depreciation (including impairment)</b>						
<b>Balance as at 31 December 2016</b>	<b>(35,459)</b>	<b>(143,461)</b>	<b>(133,736)</b>	<b>(32,224)</b>	<b>(7,768)</b>	<b>(352,648)</b>
Impairment charge	-	-	(48)	(822)	(1)	(871)
Charge for the period	(484)	(2,052)	(3,084)	-	(287)	(5,907)
Transfers	(17)	(237)	113	121	20	-
Disposals and write-offs	14	6	404	15	115	554
<b>Balance as at 31 March 2017</b>	<b>(35,946)</b>	<b>(145,744)</b>	<b>(136,351)</b>	<b>(32,910)</b>	<b>(7,921)</b>	<b>(358,872)</b>
<b>Net book value as at 31 March 2017</b>	<b>55,767</b>	<b>261,084</b>	<b>181,891</b>	<b>266,645</b>	<b>6,010</b>	<b>771,397</b>
<b>Net book value as at 31 December 2016</b>	<b>55,865</b>	<b>263,806</b>	<b>178,193</b>	<b>260,665</b>	<b>6,518</b>	<b>765,047</b>
<b>Cost</b>	<b>Buildings</b>	<b>Facilities</b>	<b>Plant and equipment</b>	<b>Assets under construction</b>	<b>Other</b>	<b>Total</b>
<b>Balance as at 31 December 2015</b>	<b>83,887</b>	<b>398,693</b>	<b>268,513</b>	<b>285,292</b>	<b>13,646</b>	<b>1,050,031</b>
Reclassification	(2)	(73)	(2,578)	2,774	(121)	-
Additions	208	25	558	15,697	108	16,596
Transfers	84	1,106	6,351	(7,600)	59	-
Disposals and write-offs	(241)	(25)	(144)	(810)	(98)	(1,318)
<b>Balance as at 31 March 2016</b>	<b>83,936</b>	<b>399,726</b>	<b>272,700</b>	<b>295,353</b>	<b>13,594</b>	<b>1,065,309</b>
<b>Accumulated depreciation (including impairment)</b>						
<b>Balance as at 31 December 2015</b>	<b>(31,803)</b>	<b>(131,656)</b>	<b>(105,881)</b>	<b>(29,192)</b>	<b>(6,914)</b>	<b>(305,446)</b>
Impairment charge	(1)	(4)	(56)	(716)	-	(777)
Charge for the period	(565)	(2,027)	(3,381)	-	(324)	(6,297)
Transfers	(8)	(69)	(235)	309	3	-
Disposals and write-offs	112	4	117	70	57	360
<b>Balance as at 31 March 2016</b>	<b>(32,265)</b>	<b>(133,752)</b>	<b>(109,436)</b>	<b>(29,529)</b>	<b>(7,178)</b>	<b>(312,160)</b>
<b>Net book value as at 31 March 2016</b>	<b>51,671</b>	<b>265,974</b>	<b>163,264</b>	<b>265,824</b>	<b>6,416</b>	<b>753,149</b>
<b>Net book value as at 31 December 2015</b>	<b>52,084</b>	<b>267,037</b>	<b>162,632</b>	<b>256,100</b>	<b>6,732</b>	<b>744,585</b>

As at 31 March 2017 included in the net book value of the property, plant and equipment are office buildings and plots of land owned by the Group in the amount of RR 7,553 million (31 December 2016: RR 7,745 million) which are stated at cost.

**Impairment.** Management of the Group considered the market and economic environment in which the Group operates to assess whether any indicators of property, plant and equipment being impaired existed, or that an impairment loss recognised in prior periods may no longer exist or may have decreased. At the reporting date no indicators of significant changes of management's assumptions used to determine the recoverable amounts of cash-generating units as at 31 December 2016 were identified as a result of this analysis.

Basing on the same assumptions the Group continued to recognise impairment loss in the amount of RR 871 million for the three months ended 31 March 2017 in respect of additions of property, plant and equipment related to cash-generating units impaired in previous periods (for the three months ended 31 March 2016: RR 777 million).

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**Note 7. Other non-current assets**

	<b>31 March 2017</b>	<b>31 December 2016</b>
Long-term promissory notes	38,931	38,931
Discount	(16,199)	(16,415)
Impairment provision	(14,025)	(14,025)
Long-term promissory notes, net	8,707	8,491
Long-term advances to suppliers	3,172	3,173
VAT recoverable	1,965	2,036
Goodwill	481	481
Other non-current assets	7,760	7,666
<b>Total other non-current assets</b>	<b>22,085</b>	<b>21,847</b>

**Note 8. Cash and cash equivalents**

	<b>31 March 2017</b>	<b>31 December 2016</b>
Cash equivalents	60,415	52,594
Cash at bank	16,944	14,738
Cash in hand	20	22
<b>Total cash and cash equivalents</b>	<b>77,379</b>	<b>67,354</b>

Cash equivalents held as at 31 March 2017 and 31 December 2016 comprised short-term bank deposits with original maturities of three months or less.

**Note 9. Accounts receivable and prepayments**

	<b>31 March 2017</b>	<b>31 December 2015</b>
Trade receivables	63,065	56,936
Provision for impairment of trade receivables	(24,569)	(23,900)
<b>Trade receivables, net</b>	<b>38,496</b>	<b>33,036</b>
<b>VAT recoverable</b>	<b>6,067</b>	<b>7,329</b>
Advances to suppliers and other prepayments	4,116	2,617
Provision for impairment of advances to suppliers and other prepayments	(648)	(629)
<b>Advances to suppliers and other prepayments, net</b>	<b>3,468</b>	<b>1,988</b>
Other receivables	7,562	8,485
Provision for impairment of other receivables	(3,839)	(3,762)
<b>Other receivables, net</b>	<b>3,723</b>	<b>4,723</b>
<b>Total accounts receivable and prepayments</b>	<b>51,754</b>	<b>47,076</b>

The Group does not hold any accounts receivable pledged as collateral.

**Note 10. Inventories**

	<b>31 March 2017</b>	<b>31 December 2016</b>
Fuel	11,805	14,825
Materials and supplies	6,714	6,402
Spare parts	2,746	2,539
Other materials	692	565
<b>Total inventories before provision for impairment</b>	<b>21,957</b>	<b>24,331</b>
<b>Provision for impairment of inventories</b>	<b>(305)</b>	<b>(294)</b>
<b>Total inventories</b>	<b>21,652</b>	<b>24,037</b>

There are no inventories pledged as collateral for borrowings as at 31 March 2017 and as at 31 December 2016.



**Note 11. Other current assets**

	31 March 2017	31 December 2016
<b>Special funds</b>	<b>3,146</b>	<b>3,507</b>
<b>Deposits and promissory notes</b>	<b>7,561</b>	<b>4,292</b>
<b>Restricted cash</b>	<b>813</b>	<b>826</b>
Loans issued	2,478	2,808
Provision for loans issued	(2,344)	(2,498)
<b>Loans issued, net</b>	<b>134</b>	<b>310</b>
<b>Other short-term investments</b>	<b>81</b>	<b>162</b>
<b>Total other current assets</b>	<b>11,735</b>	<b>9,097</b>

As at 31 March 2017 the rest of special funds in the amount of RR 3,146 million received by the Group to fund construction of generating facilities are located on special accounts of the Federal Treasury of Russia (as at 31 December 2016: RR 3,507 million). These special funds may be used by the Group only after the due procedure of expenditure approval performed by the Federal Treasury of Russia according to the Order of Ministry of Finance of the Russian Federation No. 213n dated 25 December 2015.

**Note 12. Equity**

	<b>Number of issued and fully paid ordinary shares (Par value of RR 1.00)</b>
As at 31 March 2017	386,255,464,890
As at 31 December 2016	386,255,464,890
As at 31 March 2016	386,255,464,890
As at 31 December 2015	386,255,464,890

**Additional share issue 2016–2017.** On 22 November 2016 the Board of Directors of the Company adopted a resolution to make a placement of 40,429,000,000 ordinary shares with a par value of RR 1.00 per share by open subscription. The placement price of additional issue shares is determined at RR 1.00 per share. On 7 December 2016 the share issue was registered with the Bank of Russia.

In January 2017 during the pre-emptive right period the Company placed 33,348,661 additional shares.

In March 2017 PJSC Bank VTB purchased 40,000,000,000 additional shares due to agreement related to a purchase of 55 billion ordinary shares of the Company. The other 15 billion shares of quasi-treasury stock were sold to bank by the Group's subsidiaries. The cash received by the Group was transferred to repay the debts of RAO ES East subgroup.

As at 31 March 2017 the issue was not completed and the Group had an obligation of RR 40,033 million in respect of additional share issue including obligation of RR 40,000 million to the PJSC Bank VTB.

**Treasury shares.** As at 31 March 2017 treasury shares were represented by 3,852,353,167 ordinary shares in the amount of RR 4,613 million (31 December 2016: 18,852,353,167 ordinary shares in the amount of RR 22,578 million).

In March 2017 15,000,000,000 treasury shares were sold to PJSC Bank VTB at the price of RR 1,00 per share in accordance with agreement described above. Weighted average cost of sold treasury shares was RR 17,965 million.

**Voluntary and obligatory offers to purchase shares of PJSC RAO ES East.** During the three months ended 31 March 2016 under the voluntary offer shareholders of PJSC RAO ES East accepted terms of the voluntary offer, transferred 4,715,738,904 ordinary shares and 346,195,762 preference shares of PJSC RAO ES East for a cash consideration of RR 34 million and in exchange for 2,934,258,766 shares of the Company in the amount of RR 3,514 million.

**Effect of changes in non-controlling interest of subsidiaries.** In accordance with voluntary offer to purchase shares of PJSC RAO ES East, as described above, non-controlling interest for the three months ended 31 March 2016 decreased by RR 4,433 million and retained earnings of the Group increased by RR 2,611 million.

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**Note 13. Income tax**

Income tax expense is recognised based on the management's best estimate of the weighted average annual income tax rate expected for the full financial year. The tax effect of the exceptional or one-off items has not been included in the estimation of the weighted average annual income tax rate. The estimated average annual effective income tax rate used for the three months ended 31 March 2017 was 21 percent (for the three months ended 31 March 2016: 23 percent).

	Three months ended 31 March 2017	Three months ended 31 March 2016
Current income tax expense	3,913	3,906
Deferred income tax expense	1,218	716
<b>Total income tax expense</b>	<b>5,131</b>	<b>4,622</b>

**Note 14. Current and non-current debt**

*Non-current debt*

	Due date	31 March 2017	31 December 2016
PJSC Sberbank	2017–2028	46,601	56,491
Russian bonds (PJSC RusHydro) issued in February 2013	2018*	20,217	20,645
Russian bonds (PJSC RusHydro) issued in April 2016	2019	15,732	15,347
Russian bonds (PJSC RusHydro) issued in July 2015	2018	15,410	15,857
Russian bonds (PJSC RusHydro) issued in April 2015	2017*	10,537	10,222
PJSC Bank VTB	2017–2027	10,369	29,516
UniCredit Bank Austria AG	2017–2026	4,710	5,242
Crédit Agricole Corporate and Investment Bank Deutschland	2018–2029	4,661	4,920
PJSC ROSBANK	2017–2018	2,075	8,136
Municipal authority of Kamchatka region	2017–2034	1,593	1,561
Bank GPB (JSC)	2017–2023	1,516	6,171
EBRD	2017–2027	1,350	4,791
ASIAN Development bank	2017–2026	1,311	1,474
Russian bonds (PJSC RusHydro) issued in April 2011	2021	256	250
Other long-term debt	-	830	1,776
Finance lease liabilities	-	1,891	1,973
<b>Total</b>		<b>139,059</b>	<b>184,372</b>
Less current portion of non-current debt		(16,802)	(25,758)
Less current portion of finance lease liabilities		(556)	(568)
<b>Total non-current debt</b>		<b>121,701</b>	<b>158,046</b>

\* The bonds mature in 10 years with a put option to redeem them in 2018 and 2017 respectively.



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*Current debt*

	31 March 2017	31 December 2016
PJSC Sberbank	4,244	5,854
PJSC ROSBANK	3,959	4,755
Bank GPB (JSC)	1,067	3,031
BANK ROSSIYA	998	550
LLC AlstomRusHydroEnergy	750	750
Current portion of non-current debt	16,802	25,758
Current portion of finance lease liabilities	556	568
Other current debt	321	491
<b>Total current debt and current portion of non-current debt</b>	<b>28,697</b>	<b>41,757</b>
<i>Reference:</i>		
Interest payable	2,635	3,044

**Compliance with covenants.** The Group is subject to certain covenants related primarily to its debt. As at 31 March 2017 and 31 December 2016 the Group met all required covenant clauses of the credit agreements.

**Note 15. Non-deliverable forward contract for sharespayable**

In March 2017 the Company entered into a non-deliverable forward transaction for 55 billion of shares with PJSC Bank VTB (the "Bank") for 5 years.

According to the forward contract, the forward value is determined as the purchase consideration paid by the Bank for the shares plus the accrued interest for the accounting period. The contract provides for quarterly prepayments of the forward value over its effective period. In addition, the forward value of shares and the amount of prepayment are determined excluding the amounts equivalent to dividends received by the Bank over the effective period of the forward contract.

The Bank is assumed to sell the Company's shares at the time of final settlement under the forward contract. The difference between the proceeds that the Bank will receive from the sale of these shares and their forward value is subject to cash settlement between the Company and the Bank. Thus, if the forward value is higher than the purchase consideration paid for the shares sold, the Company will reimburse the difference to the Bank and, vice versa, if the proceeds from the sale of shares are in excess of the forward value, the difference will be paid by the Bank to the Company. If, for any reason, the shares will not be sold by the Bank, they will continue to be held by the Bank. If this is the case, the amount of additional payment to be made when closing the forward transaction is calculated based on the quoted market price of the Company's shares.

Thus, the payments will be made upon expiry of the forward contract or earlier, if the Bank sells the shares held. The payment can be made both by the Company to the Bank or by the Bank to the Company, depending on the level of the market value of the Company's shares at the time of sale / expiry of the transaction term and their forward value.

Note 2 describes the key estimates and judgements made by the Group management in terms of recognition and recording of such derivative financial instrument.

At 31 March 2017, the liability under the forward contract is recorded as a long-term derivative financial instrument at fair value through profit or loss in the amount of RR 9,609 million. The fair value of the forward contract at the initial recognition of the instrument was RR 10,013 million and it was recorded within equity as the result of the shareholder transaction. Subsequent changes in the fair value of the non-deliverable forward contract is recorded within profit or loss.

The table below includes key assumptions made to determine the forward contract's fair value using the Monte-Carlo model:

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Key assumptions made to assess the forward contract's fair value	At 31 March 2017	At the instrument's initial recognition date (as at 03 March 2017)
Expected closing date of the forward transaction	4.93 years	5 years
Market value of the share	RR 0.9455	RR 0.9752
CB RF key refinancing rate	9.75 percent	10.00 percent
Volatility of shares	35.37 percent	35.25 percent
Risk-free rate	8.05 percent	8.39 percent
Discount rate	12.11 percent	12.11 percent
Expected dividend yield	5.10 percent	5.10 percent

In the consolidated financial statements of the Group, the fair value of the forward contract is decreased by the bank fee of RR 275 million, which is charged to profit or loss in proportion to the term of the forward contract.

The bank fee amortisation charge for the three months ended 31 March 2017 was RR 5 million.

**Note 16. Accounts payable and accruals**

	31 March 2017	31 December 2016
Trade payables	29,108	31,451
Settlements with personnel	9,447	8,245
Advances received	7,242	9,712
Accounts payable under factoring agreements	1,253	2,957
Dividends payable	114	136
Obligation to PJSC RAO ES East shares purchase	3	3
Other accounts payable	5,268	6,280
<b>Total accounts payable and accruals</b>	<b>52,435</b>	<b>58,784</b>

All accounts payable and accruals are denominated in Russian Rubles.

**Note 17. Other taxes payable**

	31 March 2017	31 December 2016
VAT	8,642	9,833
Insurance contributions	3,617	2,925
Property tax	3,196	1,941
Other taxes	595	558
<b>Total other taxes payable</b>	<b>16,050</b>	<b>15,257</b>

**Note 18. Revenue**

	Three months ended 31 March 2017	Three months ended 31 March 2016
Sales of electricity	66,599	74,268
Sales of heat and hot water	15,668	15,796
Sales of capacity	10,588	8,872
Other revenue	5,924	5,468
<b>Total revenue</b>	<b>98,779</b>	<b>104,404</b>

Other revenue includes revenue earned from transportation of electricity and heat, connections to the grid, rendering of construction, repair and other services.



**Note 19. Government grants**

In accordance with legislation of the Russian Federation, several companies of the Group are entitled to government subsidies for compensation of the difference between approved economically viable electricity and heat tariffs and actual reduced tariffs and for compensation of losses on purchased fuel, purchased electricity and capacity. During the three months ended 31 March 2017 the Group received government subsidies in the amount of RR 4,580 million (for the three months ended 31 March 2016: RR 3,303 million) in the following subsidised territories: Kamchatsky territory, Sakha Republic (Yakutiya), Magadan Region, Chukotka Autonomous Area and other Far East regions.

During the three months ended 31 March 2017 the Group received government subsidy in the amount of RR 1,063 million in Chukotka Autonomous Area for compensation of the purchased electricity and capacity in 2016.

**Note 20. Operating expenses (excluding impairment losses)**

	Three months ended 31 March 2017	Three months ended 31 March 2016
Employee benefit expenses (including payroll taxes and pension benefit expenses)	18,662	18,287
Fuel expenses	17,900	19,432
Electricity distribution expenses	11,802	12,684
Purchased electricity and capacity	11,622	17,290
Depreciation of property, plant and equipment and amortisation of intangible assets	5,683	6,194
Taxes other than on income	2,680	2,475
Other materials	1,812	1,465
Third parties services, including:		
Purchase and transportation of heat power	1,098	1,038
Provision of functioning of electricity and capacity market	909	915
Security expenses	835	831
Repairs and maintenance	561	509
Insurance cost	545	520
Rent	525	522
Consulting, legal and information expenses	424	328
Services of subcontracting companies	235	356
Transportation expenses	182	475
Other third parties services	1,895	1,698
Water usage expenses	797	781
Travel expenses	157	133
Social charges	138	105
Other expenses	407	913
<b>Total operating expenses (excluding impairment losses)</b>	<b>78,869</b>	<b>86,951</b>

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**Note 21. Finance income, costs**

	Three months ended 31 March 2017	Three months ended 31 March 2016
<i>Finance income</i>		
Interest income	2,126	1,935
Foreign exchange gain	590	413
Change of fair value of non-deliverable forward contract for shares (Note 15)	404	-
Income on discounting	108	93
Other income	29	149
<b>Total finance income</b>	<b>3,257</b>	<b>2,590</b>
<i>Finance costs</i>		
Interest expense	(1,520)	(1,337)
Expense on discounting	(159)	(92)
Foreign exchange loss	(147)	(368)
Finance lease expense	(55)	(87)
Other costs	(258)	(379)
<b>Total finance costs</b>	<b>(2,139)</b>	<b>(2,263)</b>

**Note 22. Earnings per share**

	Three months ended 31 March 2017	Three months ended 31 March 2016
Weighted average number of ordinary shares issued (millions of shares)	367,403	366,339
Profit for the period attributable to the shareholders of PJSC RusHydro	17,182	14,168
<b>Earnings per share attributable to the shareholders of PJSC RusHydro – basic and diluted</b> (in Russian Rubles per share)	<b>0.0468</b>	<b>0.0387</b>

**Note 23. Capital commitments**

In accordance with investment programme of the Company and separate investment programmes of subsidiaries, the Group has to invest RR 235,297 million for the period 2017–2019 for reconstruction of the existing and construction of new power plants (31 December 2016: RR 243,975 million).

Capital commitments of the Group as at 31 March 2017 are as follows: 2017 year – RR 107,113 million, 2018 year – RR 77,133 million, 2019 year – RR 51,051 million.

Future capital expenditures are mainly related to reconstruction of equipment of power plants: Votkinskaya HPP in the amount of RR 8,561 million, Zhigulevskaya HPP in the amount of RR 8,448 million, Volzhskaya HPP in the amount of RR 7,743 million; and to construction of power plants: Zaramagskie HPP in the amount of RR 22,660 million, Sakhalin GRES-2 in the amount of RR 19,127 million, Nizhne-Bureiskaya HPP in the amount of RR 11,528 million, Ust'-Srednekanskaya HPP in the amount of RR 9,976 million.

**Note 24. Contingencies**

**Social commitments.** The Group contributes to the maintenance and upkeep of the local infrastructure and the welfare of its employees, including contributions toward the development and maintenance of housing, hospitals, transport services and other social needs in the geographical areas in which it operates.

**Insurance.** The Group holds limited insurance policies in relation to its assets, operations, public liability or other insurable risks. Accordingly, the Group is exposed for those risks for which it does not have insurance.

**Legal proceedings.** The Group's subsidiaries are parties to certain legal proceedings arising in the ordinary course of business. In the opinion of management, there are no current legal proceedings or other claims outstanding, which, upon final disposition, will have a material adverse effect on the position of the Group.

**Tax contingencies.** Russian tax legislation which was enacted or substantively enacted at the end of the reporting period, is subject to varying interpretations when being applied to the transactions and activities of



the Group. Consequently, tax positions taken by management and the formal documentation supporting the tax positions may be challenged by tax authorities, in particular, the way of accounting for tax purposes of some income and expenses of the Group as well as deductibility of input VAT from suppliers and contractors. Russian tax administration is gradually strengthening, including the fact that there is a higher risk of review of tax transactions without a clear business purpose or with tax non-compliant counterparties. Fiscal periods remain open to review by the authorities in respect of taxes for three calendar years preceding the year when decisions about the review was made. Under certain circumstances reviews may cover longer periods.

The Russian transfer pricing legislation is to a large extent aligned with the international transfer pricing principles developed by the Organisation for Economic Cooperation and Development (OECD). This legislation provides the possibility for tax authorities to make transfer pricing adjustments and impose additional tax liabilities in respect of controlled transactions (transactions with related parties and some types of transactions with unrelated parties), provided that the transaction price is not arm's length.

During the three months ended 31 March 2017 the Group's subsidiaries had controlled transactions and transactions which highly probably will be considered by tax authorities to be controlled based on the results of the period. Management has implemented internal controls to be in compliance with the new transfer pricing legislation.

Tax liabilities arising from transactions between companies are determined using actual transaction prices. It is possible, with the evolution of the interpretation of the transfer pricing rules, that such transfer prices could be challenged. The impact of any such challenge cannot be reliably estimated; however, it may be significant to the financial position and/or the overall operations of the Group.

Management believes that as at 31 March 2017 its interpretation of the relevant legislation was appropriate and the Group's tax position would be sustained.

**Environmental matters.** The Group's subsidiaries and their predecessor entities have operated in the utilities industry of the Russian Federation for many years. The enforcement of environmental regulation in the Russian Federation is evolving and the enforcement posture of government authorities is continually being reconsidered. The Group's subsidiaries periodically evaluate their obligations under environmental regulations. Group accrued assets retirement obligation for ash dumps used by the Group which is included in other non-current liabilities and other accounts payable and comprised RR 1,069 million as at 31 March 2017 (31 December 2016: RR 1,048 million).

Potential liabilities might arise as a result of changes in legislation and regulation or civil litigation. The impact of these potential changes cannot be estimated but could be material. In the current enforcement climate under existing legislation, management believes that there are no significant liabilities for environmental damage.

**Guarantees.** The Group has issued guarantees for CJSC Boguchansky Aluminium Plant in favour of its suppliers for future equipment deliveries and for PJSC Boguchanskaya HPP in favour of the State Corporation Vnesheconombank for the loan facility:

Counterparty	31 March 2017	31 December 2016
<i>for PJSC Boguchanskaya HPP:</i>		
State Corporation Vnesheconombank	26,547	26,749
<i>for CJSC Boguchansky Aluminium Plant:</i>		
ALSTOM Grid SAS	-	31
<b>Total guarantees issued</b>	<b>26,547</b>	<b>26,780</b>

## **Note 25. Financial instruments and financial risk management**

**Financial risks.** The Group's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk), credit risk and liquidity risk.

These condensed consolidated interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Group's consolidated financial statements for the year ended 31 December 2016.

There have been no changes in any risk management policies during the three months ended 31 March 2017.

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**Presentation of financial instruments by measurement category.** The following table provides a reconciliation of classes of financial assets with the measurement categories of IAS 39 Financial instruments: Recognition and Measurement and information about the rest of special funds on the accounts of the Federal Treasury as at 31 March 2017 and 31 December 2016:

As at 31 March 2017	Loans and receivables	Available-for-sale financial assets	Total
<b>Assets</b>			
<b>Other non-current assets (Note 7)</b>	<b>9,142</b>	-	<b>9,142</b>
Promissory notes	8,707	-	8,707
Long-term loans issued	428	-	428
Net settled derivatives	7	-	7
<b>Available-for-sale financial assets</b>	-	<b>21,531</b>	<b>21,531</b>
<b>Trade and other receivables (Note 9)</b>	<b>41,852</b>	-	<b>41,852</b>
Trade receivables	38,496	-	38,496
Other financial receivables	3,356	-	3,356
<b>Other current assets (Note 11)</b>	<b>10,850</b>	-	<b>10,850</b>
Special funds	3,146	-	3,146
Deposits and promissory notes	7,561	-	7,561
Short-term loans issued	134	-	134
Net settled derivatives	9	-	9
<b>Cash and cash equivalents (Note 8)</b>	<b>77,379</b>	-	<b>77,379</b>
<b>Total financial assets</b>	<b>139,223</b>	<b>21,531</b>	<b>160,754</b>
<b>Non-financial assets</b>			<b>845,413</b>
<b>Total assets</b>			<b>1,006,167</b>
<b>As at 31 December 2016</b>			
<b>Assets</b>			
<b>Other non-current assets (Note 7)</b>	<b>8,838</b>	-	<b>8,838</b>
Promissory notes	8,491	-	8,491
Long-term loans issued	332	-	332
Net settled derivatives	15	-	15
<b>Available-for-sale financial assets</b>	-	<b>21,181</b>	<b>21,181</b>
<b>Trade and other receivables (Note 9)</b>	<b>37,376</b>	-	<b>37,376</b>
Trade receivables	33,036	-	33,036
Promissory notes receivable	4,340	-	4,340
<b>Other current assets (Note 11)</b>	<b>8,118</b>	-	<b>8,118</b>
Special funds	3,507	-	3,507
Deposits and promissory notes	4,292	-	4,292
Short-term loans issued	310	-	310
Net settled derivatives	9	-	9
<b>Cash and cash equivalents (Note 8)</b>	<b>67,354</b>	-	<b>67,354</b>
<b>Total financial assets</b>	<b>116,595</b>	<b>6,094</b>	<b>122,689</b>
<b>Non-financial assets</b>			<b>814,660</b>
<b>Total assets</b>	-	-	<b>938,137</b>

Financial liabilities of the Group valued at fair value are represented by the non-deliverable forward contract for shares in the amount of RR 9,339 million (Note 15).

All other financial liabilities of the Group are carried at amortised cost and are represented mainly by the current and non-current debt (Note 14), trade payables and other accounts payable (Note 16).



**Note 26. Fair value of assets and liabilities**

**a) Recurring fair value measurements**

Recurring fair value measurements are those that the accounting standards require or permit in the statement of financial position at the end of each reporting period.

The level in the fair value hierarchy into which the recurring fair value measurements are categorised are as follows:

<b>31 March 2017</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial assets</b>				
Available-for-sale financial assets	21,039	-	492	<b>21,531</b>
<b>Non-financial assets</b>				
Property, plant and equipment (except for construction in progress, office buildings and land)	-	-	497,199	<b>497,199</b>
<b>Total assets recurring fair value measurements</b>	<b>21,039</b>	<b>-</b>	<b>497,691</b>	<b>518,730</b>
<b>31 December 2016</b>				
<b>Financial assets</b>				
Available-for-sale financial assets	20,619	-	562	<b>21,181</b>
<b>Non-financial assets</b>				
Property, plant and equipment (except for construction in progress, office buildings and land)	-	-	496,637	<b>496,637</b>
<b>Total assets recurring fair value measurements</b>	<b>20,619</b>	<b>-</b>	<b>497,199</b>	<b>517,818</b>

At 31 March 2017 the fair value of the forward contract in line “Non-deliverable forward contract for shares” is determined based on the Monte-Carlo model, taking into account adjustments and using unobservable inputs, and included in Level 3 of fair value hierarchy (Note 15).

There were no changes in valuation techniques, inputs and assumptions for recurring fair value measurements during the three months ended 31 March 2017.

**b) Assets and liabilities not measured at fair value but for which fair value is disclosed**

**Financial assets carried at amortised cost.** The Group considers that the fair value of cash, short term deposits (Level 1 of the fair value hierarchy) and accounts receivable (Level 3 of the fair value hierarchy) approximates their carrying value. The fair value of long term accounts receivable, other non-current and current financial assets is estimated based on future cash flows expected to be received including expected losses (Level 3 of the fair value hierarchy), the fair value of these assets approximates their carrying value.

**Liabilities carried at amortised cost.** The fair value of floating rate liabilities approximates their carrying value. The fair value of bonds is based on quoted market prices (Level 1 of the fair value hierarchy). Fair value of the fixed rate liabilities is estimated based on expected cash flows discounted at current interest rates for new instruments with similar credit risk and remaining maturity (Level 3 of the fair value hierarchy).

The fair value of current liabilities carried at amortised cost approximates their carrying value.

As at 31 March 2017 fair value of bonds exceeded their carrying value by RR 283 million (31 December 2016: by RR 92 million).

As at 31 March 2017 the carrying value of non-current fixed rate debt exceeded their fair value by RR 2,791 million (31 December 2016: by RR 4,705 million).

**Note 27. Subsequent events**

**Additional share issue 2016–2017.** On 11 May 2017 the placement of ordinary shares of the Company under additional share issue 2016–2017 was completed.

40,033,348,661 shares were actually placed as a result of the additional issue, which represents 99.02 percent of the additional issue's total number of securities. The placed securities are paid by the cash.