

Pursuant to Decree No. 596 of the President of the Russian Federation dated May 7, 2012, Directives No. 4863p-P13 of the Government of the Russian Federation dated July 7, 2016, and Order No. 894-p of the Government of the Russian Federation dated May 10, 2017, on February 21, 2018 (Minutes No. 261/2018 dated February 26, 2018) the Board of Directors resolved to approve the Programme for the disposal of non-core assets of IDGC of the South (hereinafter - the Programme).

The Programme specifies basic approaches, principles and procedures of non-core asset identification and sale, sets up criteria for attributing assets to non-core ones, the procedure of the Non-Core Asset Register keeping, approaches to non-core asset evaluation, main provisions on non-core asset disposition, as well as the procedure of reporting on processing of the Non-Core Asset Register.

By decision of the Company's Board of Directors dated February 27, 2019 (Minutes No. 301/2019 dated March 4, 2019), an up-to-date Non-core Asset Register was approved as required by the Programme.

Information on the Sale of Non-core Assets for 2018

Information on the structure of the Property Complex of IDGC of the South and amendments thereto for the period from January 1 to December 31, 2018 are given in Appendix 5 to this Annual Report.