

The Audit Commission of IDGC of the South, PJSC is a permanently elected body of internal control. The commission protects the interests of the shareholders and is responsible for the accuracy and objectivity of the results of the inspections conducted.

The Audit Commission is guided by the legislation of the Russian Federation, the Charter, the Regulations on the Audit Commission, as well as decisions of the General Meeting of Shareholders.

The number of the Audit Commission members is determined by the Charter of the Company and is five people.

In 2018, the Company had two memberships of the Audit Commission, nine meetings of the Audit Commission were held.

The Audit Commission composition for the 2017/2018 corporate year (period from June 13, 2017 to June 15, 2018)

During the current year, the Audit Commission conducted a scheduled audit of the financial and economic activities of IDGC of the South, PJSC for 2017, issued a positive opinion on assessing the reliability of the data contained in the Annual Report and the Company's accounts (financial statements) for 2017, and also approved the Audit Report Commission on the results of the Company's financial and economic activity audit.

In order to eliminate the deficiencies noted by the Audit Commission, the Company issued order No. 276 dated June 27, 2018 "On the implementation of the Corrective Action Plan to remedy the deficiencies following the results of the financial and economic activity audit of IDGC of the South" PJSC for 2017".

The current membership of the Audit Commission for the 2018/2019 corporate year (elected by the annual General Meeting of Shareholders on June 9, 2018, Protocol No. 18)

Lelekova Marina Alekseevna

Kirillov Artem Nikolaevich

Kabizskina Elena Aleksandrovna

Kim Svetlana Anatolyevna

Yerandina Elena Stanislavovna

There were no transactions between the Company and the persons who performed the members duties of the Audit Commission of IDGC of the South, PJSC in 2018 in the current year.

None of the persons who were members of the Audit Commission in 2018 owned shares of the Company in the current year.

None of the members of the Audit Commission of the Company had kinship with persons belonging to the governing bodies and (or) control over the financial and economic activities of IDGC of the South PJSC, was not brought to administrative responsibility for offenses in the field of finance, taxes and fees, securities market or criminal liability for crimes in the economy or for crimes against state power, did not occupy positions in the management bodies of commercial organizations during the period when a bankruptcy case was initiated and / or one of the bankruptcy procedures provided for by the legislation of the Russian

Federation on insolvency was instituted, was not trained in the current year at the expense of the Company and did not have a conflict of interest with the Company's executive bodies in the reporting year.

In 2018, the Audit Commission of the second composition held 3 meetings at which issues regarding the election of the Chairman and the Commission Secretary of the Audit Commission of the Company, approval of the Work Plan of the Audit Commission, as well as issues directly related to the conduct of audits were considered.

During the reporting year, the Audit Commission conducted the first stage of the audit of the financial and economic activities of IDGC of South, PJSC for 2018, the results of which approved the Act of the Audit Commission.

In order to eliminate the deficiencies noted by the Audit Commission, the Company issued order No. 932 dated December 26, 2018 "On the implementation of the Corrective Action Plan to remedy deficiencies following the first stage of the financial and economic activities audit of IDGC of the South for 2018".

Information on the payment of remuneration (reimbursement of expenses) to members of the Audit Commission

Payment of remuneration to members of the Audit Commission of the Company is carried out in accordance with the Regulation on the payment of remunerations and compensations to members of the Audit Commission of the Public Joint Stock Company "Interregional Distribution Grid Company of the South".

Remuneration to a member of the Audit Commission is determined

from the basic part of the remuneration (V_{Baz}). The basic remuneration to a member of the Audit Commission is set on the basis of the Company's revenue calculated under RAS for the fiscal year, in accordance with the scale below.

A member of the Company's Audit Commission is reimbursed for expenses related to participation in a meeting of the Company's Audit Commission and conducting an audit, according to the norms of reimbursement for travel expenses of the Company at the time of the meeting or audit.

The total amount of remuneration paid to the members of the Audit Commission of IDGC of the South, PJSC for 2018 amounted to 796.5 thousand rubles (includes personal income tax).