

The composition of the Auditing Commission, elected at the Annual General Meeting of Shareholders of the Company on June 16, 2017, and valid until May 25, 2018¹



SEQ NO.	FULL NAME	PLACE OF WORK AND POSITION
1	Zadorozhnaya Anzhelika Alexandrovna, Chairman of the Auditing Commission	Head of the Internal Audit Directorate of PJSC Rosseti
2	Kabizskina Elena Aleksandrovna	Deputy Head of the Internal Audit management of the Department for Control and Audit Activities of PJSC Rosseti
3	Kirillov Artem Nikolaevich	Deputy Head of the Internal Audit management of the Department for Control and Audit Activities of PJSC Rosseti
4	Malyshev Sergey Vladimirovich	Leading Expert of the Audit Activity Management Department of the Control and Audit Activity Department of PJSC Rosseti
5	Slesareva Elena Yuryevna	Chief Expert of the Internal Audit Directorate of PJSC Rosseti

In the reporting year, there were no transactions between the Company and persons who performed the duties of members of the Auditing Commission of Kubanenergo PJSC in 2018.

None of the persons, who were members of the Auditing Commission in 2018 owned the Company's shares in the reporting year².

The results of the Auditing Commission

In 2018 The Company's Auditing Commission exercised control through audits of financial and economic activities. Six meetings of the Auditing Commission were held with discussions of the following key issues³:

- concerning the approval of the audit program of the Company's financial and economic activities for 2017, including support of the facilities, procedures, timing, and scope of the audit;
- concerning the consideration and approval of the conclusion of the Auditing Commission on the assessment of the reliability of the data contained in the annual report of Kubanenergo PJSC and the accounting (financial) statements for 2017;
- concerning the consideration and approval of the Act of the Auditing Commission on the results of the audit of the financial and economic activities of Kubanenergo PJSC for 2017;
- on the election of the Chairman and Secretary of the Company's Auditing Commission (for 2018–2019);
- on approval of the work plan of the Company's Auditing Commission (for 2018–2019);

- approval of the program of the first stage of the audit of the Company's financial and economic activities for 2018 (adoption of facilities, order, terms, and scope of the audit);
- concerning the consideration and approval of the act of the Auditing Commission on the results of the first stage of the audit of the financial and economic activities of Kubanenergo PJSC for 2018

By the results of the audit of financial and economic activities for 2017, an act was drawn up with recommendations for improving the control environment and eliminating violations, and further, it was sent to the Company to eliminate violations and implement recommendations.

In accordance with the work schedule of the Auditing Commission in July-October 2018, there was conducted the first stage of the audit of the Company's financial and economic activities for 2018.

The Company has developed, approved, and executed a plan of corrective measures to eliminate violations/ deficiencies identified by the Auditing Commission during the audits.

In accordance with the work schedule of the Auditing Commission, the second phase of the audit of the Company's financial and business activities are planned for March-May 2019.

1. Information about the places of work of the members of the Auditing Commission of this composition and the positions they occupy are indicated by the data provided by them to the Company as of March 31, 2018.
2. According to data provided to the Society by members of the Auditing Commission.
3. The minutes of meetings of the Auditing Commission of Kubanenergo PJSC are posted on the website www.kubanenergo.ru – section 'About Us/Activity Control System/ Auditing Commission.