Implementing Agreements for the Grid Connection of Consumers

In the reporting year, the Company executed 22,590 agreements for the connection to Rosseti Kuban power grids.

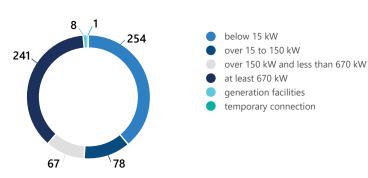
The total connected capacity was 650 MW,

up 11.2% compared to the planned value. The volume decreased by 18.44% (147 MW) year-on-year.

Grid Connection Agreements Performed in 2020

| Connection category | Number of agreements (pcs) | For total capacity (kW) |
|--|----------------------------------|----------------------------|
| Up to 15 kW inclusive, total | 20,870 | 254,456 |
| Including individuals | 17,465 | 215,512 |
| Over 15 kW to 150 kW inclusive | 1,298 | 78,318 |
| Over 150 kW and less than 670 kW | 241 | 67,272 |
| At least 670 kW | 127 | 241,005 |
| Power generation facilities | 2 | 7,896 |
| Total, excl. temporary grid connection | 22,538 | 648,946 |
| Temporary connection | 52 | 1,447 |
| Total, incl. temporary grid connection | 22,590 | 650,393 |

The Structure of the Rosseti Kuban Agreements Implemented by the Capacity Connected (MW)



| Applicant | Connected capacity |
|-------------------------------|--------------------|
| NESK Elektroseti JSC | 87.0 |
| OTEKO-Portservice LLC | 12.4 |
| Tamanneftegaz CJSC | 10.0 |
| Food Ingredients LLC | 10.0 |
| Logistic Center Adygea 1 LLC | 8.9 |
| Romex Development LLC | 4.9 |
| Gazprom Dobycha Krasnodar LLC | 2.2 |

The largest and most significant power facilities of the below applicants were connected to the Company's power grids in 2020 (MW)

In 2020, significant capacities were allocated to meet the electricity demand of housing projects, the high rates of which were observed in recent years in the region. More than 1.4 thousand agreements for a total capacity of 139 MW were implemented.

Among the largest multi-unit apartment buildings connected to the Company's power grids in 2020 are: multi- and middlestory construction facilities in Krasnodar on Pokryshkina St. - Romex Development LLC (with a capacity of 4.9 MW) and on Voiskovaya St. - Krasnodar Stroy Center LLC (4.4 MW); residential complexes in the Prikubansky District of Krasnodar -Stroygarant LLC (3.6 MW), Invest Stroy LLC (3.5 MW), Pobeda-K Construction Company LLC (3.2 MW) and DARSTROY LLC (3 MW). Also, the residential complex "Symphony" (second phase) on Rossiyskaya St. in Krasnodar, Development-Yug construction and investment corporation (2.1 MW), and a residential complex in microdistrict Kudepsta-3 in Sochi, Monolit LLC (2.8 MW) were connected.

The agricultural sector and the food industry, which require no less power capacity than other sectors, have always played a strategic role in the economic structure of the Southern Russia. In 2020, Rosseti Kuban implemented over 690 grid connection agreements for agricultural facilities for a total capacity of more than 30 MW. Of these, the largest agricultural facilities are: Agrofirm "Privolye" LLC (1.5 MW), Agrocomplex Company Named After N.I. Tkachev JSC (1 MW), Kuban Compound Feed Mill LLC (0.5 MW), Agro-Processing Complex "Dary Kubani" LLC (0.5 MW), Soyuz-Agro LLC (0.5 MW).

Consumer Demand for Grid Connection in 2020

The Company concluded 26,379 agreements for connection to Rosseti Kuban power grids for a total capacity of 650 MW with a total value of RUB 2.87 bn, excl. VAT. Since 2018, the demand for grid connection has remained at a persistently high level. On average, at least 30 thousand applications are annually received and about 26–29 thousand agreements are concluded.

Grid Connection Agreements Concluded in 2020

| Connection categories | | For total capacity, kW |
|---|--------|---------------------------|
| Up to 15 kW inclusive, total | 24,450 | 309,282 |
| Including individuals up to 15 kW inclusive | 20,715 | 264,309 |
| Over 15 kW to 150 kW inclusive | 1,586 | 106,826 |
| Over 150 kW and less than 670 kW | 177 | 44,139 |
| At least 670 kW | 114 | 171,686 |
| Power generation facilities | 4 | 16,262 |
| Total, excl. temporary grid connection | 26,331 | 648,195 |
| Temporary connection | 48 | 1,346 |
| Total, incl. temporary grid connection | 26,379 | 649,541 |