

Key Events of the Year

JSC IDGC of the North-West completed its operations as guaranteed supplier (GP) of power and electricity in the Murmansk and Novgorod Regions.

As GP, the Company prevented debt accumulation on the wholesale electricity market.

JSC IDGC of the North-West launched an online service for processing grid connection applications.

Customers can submit their grid connection application on the Company's website, without having to visit a customer service center.

JSC IDGC of the North-West successfully provided a reliable power supply for the Sochi Olympic and Paralympic Games.

For over 8 months, 170 employees worked on a shift-basis in Sochi's Lazarevsky City District.

Alexander Letyagin approved as General Director of JSC IDGC of the North-West The Board of Directors approved Alexander Letyagin's candidacy on July 28, 2014.

The Annual General Shareholders' Meeting made a decision on dividends payments

To that end, the Company allotted RUB 76.6 million, almost five times more than the previous year.

JSC IDGC of the North-West launched a pilot project in the Komi Republic to receive grid connection applications via telephone.

This new service will be rolled out in all Company subsidiaries in 2015.

December — OJSC IDGC of Northern Caucasus was assigned the highest rating of management quality by Expert RA rating agency.

The company's rating now stands at A++ .gq.

JSC IDGC of the North-West commissioned approx. 390 MVA of capacity and over 1,600 km of power transmission lines.

Despite 'zero tariff growth', the Company helped to ensure the stable development of the regional economy.

JSC IDGC of the North-West is the ratings leader of Corporate Transparency in Russia's Biggest Companies 2014.

The Company entered the leading group of companies in terms of transparency, gaining third place amongst the other companies in the power sector and ranking 21st out of over 700 companies in Russia.

JSC IDGC of the North-West and the relevant regional administrations signed an agreement on the joint support of companies and businesses in the agro-industrial sector.

Agriculture, food industry and agro-industrial companies were awarded priority grid connection services.

Commissions to monitor payment discipline were set up in all the regions where IDGC of the North-West operates.

These commissions include representatives from the regional authorities, law and enforcement agencies, and business.

Awards for corporate responsibility related activities

First place in the 11th Open Annual Reporting Competition for Joint Stock Companies, organized by the Krasnodar Territory Department for the Financial and Stock Markets

In 2014, IDGC of the North-West decisions with regard to production and output, corporate management and social responsibility initiatives, achieved recognition at inter-regional and Russia-wide competitions marking professional achievements. The Company's 2013 Annual Report was awarded first place in the 11th Open Annual Reporting Competition for Joint Stock Companies, organized by the Krasnodar Territory Department for the Financial and Stock Markets. The key reporting document was the winner in the category Best Information Disclosure in the Annual Report. The Company also won an award for corporate governance and shareholder&investor relations in the category Breakthrough of the Year (2012 Annual Report) at the 10th Yearly Annual Report Competition, organized by EnergoRynok magazine.

Honorary Diploma and gold medal in the competition 100 Best Organizations in Russia. Environment and Environmental Management.

IDGC of the North-West was awarded an honorary diploma and the gold medal for the Company's performance in the competition 100 Best Organisations in Russia. Environment and Environmental Management, staged as part of the 8th Russian National Conference: Environment and Industry. Development Prospects for Economic Measures to Safeguard the Environment.

Special diploma at the Silver Threads 2014 competition

The Company's work to build and implement corporate and social communications has received widespread recognition from experts in the field. At the Russian corporate media event Silver Threads 2014, JSC IDGC of the North-West was awarded a special diploma in the category New Methods of Corporate Communication, for the Company's development of the methodical concept of preparing information statements by the media relations office of a power grid company. The Company's new official website was awarded a certificate at the 8th Annual St Petersburg Competition for Corporate Websites and Annual Reports in the category For Introducing Innovative Technology while Developing New Company Resources.

Award from the TEK KonTEKst competition for communications projects.

JSC IDGC of the North-West subsidiary, Pskovenergo, received an award at the TEK KonTEKst professional competition for communications projects for the social project on electrical safety.

The Company's subsidiary Arkhenergo received the regional public award Legacy of the North.

The Company's subsidiary, Arkhenergo, was awarded the regional public award Legacy of the North in the category Industrial Enterprise.

Company subsidiary Arkhenergo took second place in the competition The Most Socially Efficient Company in Russia.

At the regional stage of the competition The Most Socially Efficient Company in Russia, the Company's subsidiary, Arkhenergo, won second place in the category For the Development of a Social Partnership in Industrial Enterprises and first place in the category For Talent Development in Industrial Enterprises.