

SHARES AND DIVIDENDS

Authorised capital and authorised shares

Indicator	At the beginning of 2023	As at the end of 2023
Type, category, kind, form of issuance of securities	Ordinary registered uncertified shares	
Nominal value of each share	RUB 100	
Authorised capital	33,465,783,700	
Number of outstanding shares	363,300,457	398,966,076
State registration number of the securities issue and state registration date	No. 1-02-00063-A dated 8 July 2003 (main issue), No. 1-02-00063-A dated 1 April 2021 (additional share issue)	
Presence/absence of a special right of the Russian Federation to participate in the Company's management ("golden share")	No special right of the Russian Federation to participate in the management of the Company ("golden share")	
Availability of authorised shares in accordance with the Articles of Association	142,649,400 ordinary shares with a total par value of RUB 14,264,940,000	
Number of own shares on the Company's balance sheet	0	
Number of shares of the Company owned by its controlled entities	0	

The placement of additional issue shares, which commenced in 2021, continued in the reporting year. The authorised capital of the Company did not change over the reporting year.

The Company did not place any preferred shares.

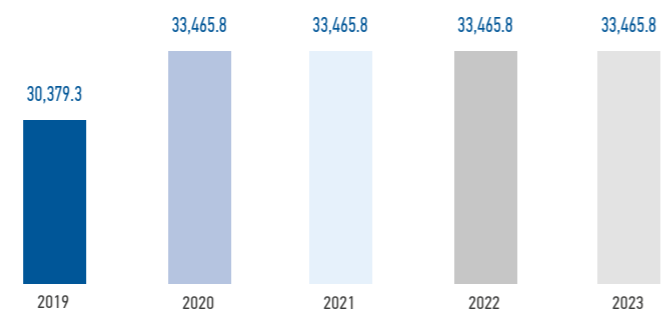
The Articles of Association of Rosseti Kuban, PJSC states that each registered ordinary share of the Company grants the equal scope of rights to its holder. The rights of the shareholders are specified in the [Company's Articles of Association](#).

Shareholders are bound to abide the statutory requirements of the Russian Federation, the Company's Articles

of Association and other by-laws, not to disclose confidential information and information that constitutes trade

secrets, to bear the risk of losses related to the Company's activities within the value of their shares.

Change in the Company's authorised capital (RUB mln)



Issue of Additional Shares

During the reporting year, in accordance with the decision of the General Meeting of Shareholders dated 24 February 2021 to increase the authorised capital, the Company placed additionally issued shares, the state registration of which was made by the Bank of Russia on 1 April 2021.

The listing prospectus containing the conditions of the placement of securities and registered by the Bank of Russia also

on 1 April 2021 provided for a maximum placement period of one year from the date of state registration of this additional issue of securities.

On 25 April 2022, the Bank of Russia registered a prospectus for the Company's securities providing for the extension of the offering period of additional shares until 1 April 2023 by extending the deadline for the collection of offers to 2 March 2023.

On 25 May 2023, the Bank of Russia registered a prospectus for the Company's securities providing for the extension of the offering period of additional shares until 1 April 2024 by extending the deadline for the collection of offers to 1 March 2024.

Information on additional issue of securities

Issue goals

Financing of measures to create energy infrastructure for investment projects in the Republic of Adygeya, renovation of power supply centres in the Sochi energy district, including reimbursement of costs incurred by the Company, increasing the financial stability of Rosseti Kuban and reducing its debt load

Number of securities of additional issue to be placed	69,583,132
Share placement price	RUB 100 per one share
Form of payment for shares	Monetary funds
Period of preemptive right for the acquisition of additionally issued shares	10 April 2021 to 3 February 2022
Number of the Company's securities placed as a result of shareholders exercising their pre-emptive right to purchase securities	9,003,528
Period for collection of offers for acquisition of shares of additional issue (including extension)	11 February 2022 to 1 March 2024
Number of the Company's securities placed by public subscription as of 31 December 2023	55,304,711
Share of placed shares in the total volume of additional issue as of 31 December 2023	92.4%
Volume of raised investments as of 31 December 2023	RUB 6.43 bln
Information on the additional issue of Rosseti Kuban shares on the Company website	Home / For Shareholders and Investors / Information Disclosure / Disclosure of Information at Specific Stages of the Securities Issue Procedure / Additional stock issues of Rosseti Kuban, PJSC (state registration number 1-02-00063-A dated 1 April 2021)

Share Capital

The Company's major shareholder as of 31 December 2023 was Rosseti, PJSC, owning 99.72% of the Company's voting shares. In this case, the Russian Federation indirectly owned voting shares of Rosseti Kuban by virtue of its predominant interest in Rosseti, PJSC (75% of the authorised capital).

The Company does not have any other shareholders who own more than 5% of Rosseti Kuban's shares.

The Company has no information about any shareholder agreement made.

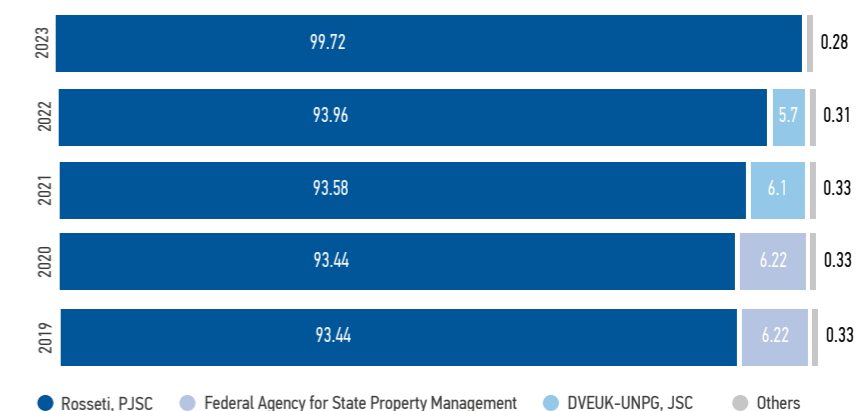
There are no cross-holdings of the Company's shares.

The following companies ceased operations on 9 January 2023:

- Public Joint Stock Company Russian Grids (abbreviated Rosseti, PJSC) — the Company's largest shareholder
- Joint Stock Company Kuban Main Grids
- Joint Stock Company Tomsk Main Grids
- Joint Stock Company Far East Energy Management Company — UNPG (also a shareholder of the Company)

The said companies ceased their activities in connection with their merger with Public Joint Stock Company Federal Grid Company — Rosseti (abbreviated name — Rosseti, PJSC, formerly — FGC UES, PJSC). The latter is the universal legal successor of the above entities and has acquired ownership of all shares of Rosseti Kuban, PJSC owned by the above-mentioned shareholders of the Company.

Share capital structure of Rosseti Kuban in 2019–2023 (%)



Statistical information on registered persons in the shareholder register of Rosseti Kuban, PJSC as of 31 December 2023

Type of personal account / other account and category of registered person	Number of shares	% of issued shares	% of placed shares
Account of unidentified persons	3,364	0.0008	0.0009
Emission account	5,724,893	1.3049	
Legal entities — owners (15 accounts)	397,850,464	98.4191	99.7204
Individuals — owners, including co-ownership accounts (1,786 accounts)	329,258	0.0815	0.0825
Nominee holders of Central Securities Depository (2 accounts)	782,990	0.1937	0.1963
TOTAL in the register: (1,805 accounts)	404,240,969	100.0000	100.0000

Equity Market and the Company's Capitalisation

Shares of Rosseti Kuban, PJSC are traded on tier 3 of the List of Securities Admitted to Trading on the Moscow Exchange; ticker: KUBE, ISIN code: RU0009046767.

The Company's market capitalisation at the end of 2022 was RUB 20.38 billion, and at the end of 2023, including outstanding shares of additional issue — RUB 107.88 billion.

107.88 RUB bln

capitalisation of the Company as of the end of 2023 (5.3x growth vs. 2022)

376%

growth in price per share for the reporting year (calculated at the closing price)

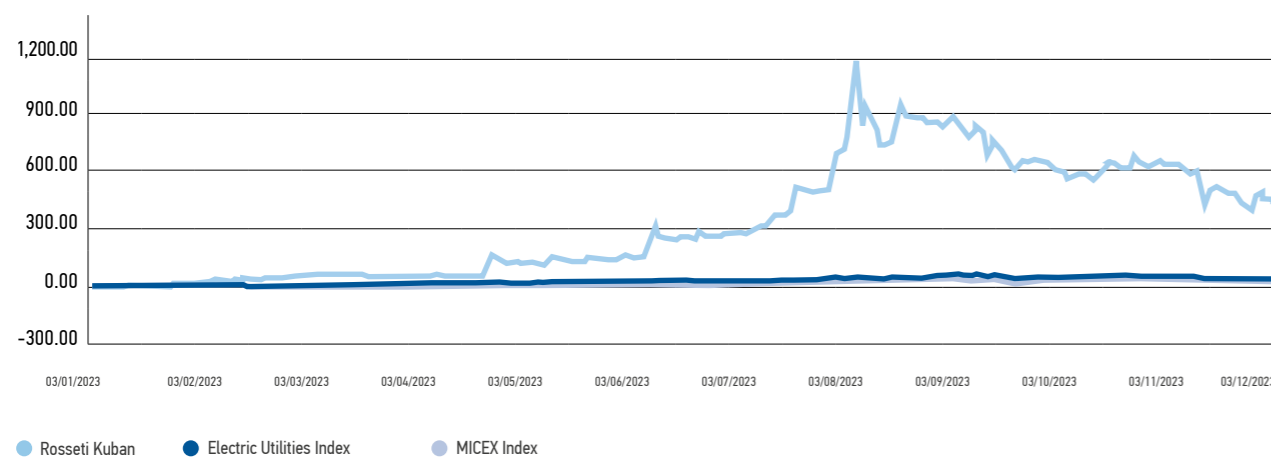
The maximum level of capitalisation in 2023 was RUB 292.47 billion, the minimum level was RUB 20.13 billion. In the reporting year, the share price rose by 376% (closing price calculation) on the back of a 43% increase in the MICEX Index and a 32% decrease in the MICEX Power Index.

Information on the current quotations and transaction prices is available in Russian and English:

<https://www.moex.com/>

<https://rosseti-kuban.ru/>

Changes in the share price of Rosseti Kuban, PJSC (RUB)



Movements of price per one share of Rosseti Kuban, PJSC in 2023

Closing price (end of 2022)	Minimum price, RUB	Maximum price, RUB	Closing price (end of 2023), RUB	Relative gain for the period (%)
56.5	55.4	764	270.4	376

Quotations and traded value

Indicator	2021	2022	2023	2023/2022 (relative growth, %)
Weighted average price at the end of the period, RUB	66.7	56.3	270.4	380.28
Market capitalisation on the last trading day, RUB bln (including outstanding additional shares)	22.46	20.38	107.88	429.34
Trading volume, mln shares	0.8	2.51	15.45	515.54
Trading volume, RUB mln	60.3	156.16	4,138.97	2,550.47

4,138.97
RUB mln/15.45 mln shares

The trading volume of the Company's stock on the Moscow Exchange in 2023

Consequently, 2023 saw a significant increase in trading activity; as compared to the same indicator in 2022, the trade volume climbed by more than 26 times (in terms of money).

The Company's shares are not included in the stock index calculation bases.

Dividends

The Dividend Policy of the Company is the set of principles and methods used in the Company to determine the ratio between the capitalised portion of the Company profits and the amounts paid as dividends, as well as the system of relations and principles for determining the procedures and the terms of dividend payment, the establishment of Company responsibility for the dividend payment.

The Dividend Policy of the Company is based on the strict observance of the shareholders' rights as prescribed by the existing laws of the Russian Federation, the Articles of Association, and the internal documents of the Company. The Dividend Policy of the Company is aimed at raising the investment attractiveness of the Company and increasing its market capitalisation. The Policy is based on the balance of the interests of the Company and its shareholders.

The Dividend Policy of the Company is aligned with the Regulations on the Dividend Policy approved by the resolution of the Board of Directors on 31 January 2018 (Minutes No. 297/2018 dated 1 February 2018) and published on the corporate website in the [About the Company/ Constitutive and Internal Documents](#) section.

Main principles of the Company's Dividend Policy:

- Complying the Company's dividend accrual and payment practices with the legislation of the Russian Federation and corporate governance standards
- Striking an optimal balance of interests of the Company and its shareholders
- Determining the size of dividends in the amount of not less than 50% of net profit measured on the basis of financial statements, including consolidated financial statements prepared under International Financial Reporting

Standards and calculated in accordance with the procedure established by the Regulations on Dividend Policy

- Ensuring that dividend payments can be made on a quarterly basis if the relevant criteria are met
- Ensuring the maximum transparency (reliability) of the dividend calculation mechanism and dividend payout procedures
- Supporting the positive dynamics of dividend payment volumes provided that the net profits of the Company increase
- Making the information on the Company's Dividend Policy available to the shareholders and other interested parties
- Maintaining the required level of the financial and technical conditions in the Company (Investment Programme implementation), supporting the Company development prospects

Profit distribution according to RAS for 2020–2022¹ (RUB '000)

Indicator	For 2020 (Annual General Meeting of Shareholders 2021)	For 2021 (Annual General Meeting of Shareholders 2022)	For 2022 (Annual General Meeting of Shareholders 2023)
Retained earnings (uncovered loss) of the reporting period, including:	(1,501,278)	1,711,834	5,244,477
Reserve fund	–	85,592	262,224
Profit for development	–	694,019	2,272,209
Dividends	–	932,223	2,710,044
			(interim dividends based on the results of 9 months of 2022 (Minutes of the Extraordinary General Meeting of Shareholders No. 49 dated 08.12.2022) — RUB 1,943,544 thousand); dividends payable — RUB 766,500,000)
Recovery of losses of prior periods	–	0	0

¹ Decisions on the distribution of profits for 2020–2022 were adopted by resolutions of the Annual General Meeting of Shareholders of the Company dated 3 June 2021 (Minutes No. 45 dated 4 June 2021), dated 16 June 2022 (Minutes No. 48 dated 21 June 2022), dated 5 December 2022 (Minutes No. 49 dated 8 December 2022), and dated 16 June 2023 (Minutes No. 50 dated 21 June 2023).