

Net Delivery — the amount of electric power transmitted (supplied) via distribution grids to power supply points of consumers and (or) downstream grid operators, which was formed according to the voltage level on the balance responsibility borders. It corresponds with the physical process of electricity transmission via power grids.

OTL — Overhead Transmission Line.

PAMS — Production Asset Management System.

PBU — Accounting Regulations.

PDGA — distribution power grid areas in branches of the Company's branches, comprising and controlling (via the Head of distribution power grid region) several grid sections and the following groups: operational dispatch group, mechanical aid group, and energy transport group.

PG — Power Grids.

PGR — Power Grid Regions in the Company's Branches.

Power Centre — substation, substation equipment and adjacent distribution grids.

PTL — Power Transmission Line.

R&D — Research and Development.

RAS — Russian Accounting Standards.

Related Grid Organisation — a grid operator that is a legal owner of the power grid facilities connected directly to the power grids of other operators (it relates to).

Required Gross Revenue, own RGR of the Company — an economically feasible amount of funds necessary for the organisation to perform regulated activities within the reporting period of regulation without the costs of services of territorial grid companies, Rosseti, PJSC, and the purchase of electricity to compensate losses.

Required Gross Revenue, regional RGR — an economically feasible amount of funds necessary for grid organisations functioning in the Krasnodar Territory and the Republic of Adygeya to perform regulated activities related to power transmission during the reporting period of regulation.

S&A — Subsidiaries and Affiliates of the Company or Rosseti, PJSC.

SS — Substation.

STRD-KT — State Tariff Regulation Department of the Krasnodar Territory — an executive authority of the Krasnodar Territory in the field of state regulation of tariffs.

Technical Electricity Metering — metering to control electricity consumption within power plants, substations, businesses, buildings, flats, etc. Meters used for technical metering are called technical meters.

Technical Losses — losses of electric power in power grid lines and equipment due to the physical processes occurring when transmitting power in accordance with the specifications and operating modes of grids and equipment, taking into consideration the power consumption of substations.

TGO (territorial grid organisation) — a commercial organisation that owns power grid facilities by right of property or other grounds set forth in federal laws and provides electricity transmission services using those, performs proper grid connection of power recipients (power units) of legal and natural entities to power grids, apart from signing power transmission contracts using the power grid facilities outside the Uniform National (Russian) Power Grid.

TS — Transformer Substation.

UNPG — Unified National Power Grid (of Russia).

Volume of Services Rendered — the amount of electric power transmitted via the power grid facilities owned by the grid company on any grounds compliant with the laws of the Russian Federation.

UNITS OF MEASUREMENT

'000 — thousand

bln — billion

Gcal — gigacalorie

h — hour

km — kilometre megavolt-ampere

kV — kilovolt

kVA — kilovolt-ampere

kW — kilowatt

kWh — kilowatt-hour

m — metre

min — minute

mln — million

MVA — mega volt-ampere

MW — megawatt

p.p. — percentage point

pcs — pieces

RUB — Russian Rouble

s — second

t — tonne

TFOE — tonne of fuel oil equivalent

W — watt