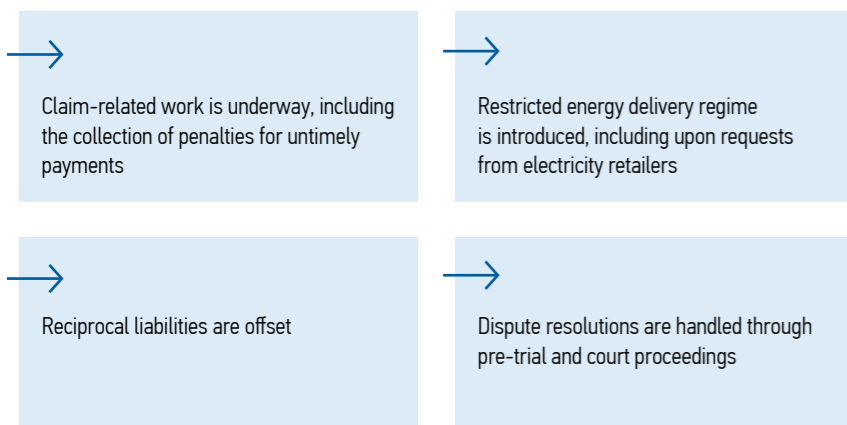


DEBTOR MANAGEMENT FOR ELECTRICITY TRANSMISSION SERVICES

In order to reduce accounts receivable, the Company implements the following measures



At the end of 2022, receivables for electricity transmission services increased by RUB 0.6 billion to RUB 7.7 billion as at 31 December 2022.

The rise in electricity transmission service receivables is a result of an increase in revenue for those services in 2022.

THE RESULTS OF THE COMPANY'S ACTIVITIES AIMED AT THE REDUCTION OF SUBCONTRACTOR ACCOUNTS RECEIVABLE FOR ELECTRICITY TRANSMISSION SERVICES

Indicator	2019	2020	2021	2022
Positive judicial rulings / Amount claimed	174 cases / RUB 7,325.74 mn	149 cases / RUB 8,747.78 mn	204 cases / RUB 5,452.4 mn	294 cases / RUB 337.94 mn
Ruling against collection / Amount claimed	8 cases / RUB 38.8 mn	1 case / RUB 1.06 mn	2 cases / RUB 1.8 mn	2 cases / RUB 8.40 mn
Percentage of claims ruled in favour of the Company (%)	99.5	99.98	99.96	98

RESULTS OF WORK WITH COUNTERPARTIES IN BANKRUPTCY PROCEEDINGS (RUB MN)

Indicator	2020	2021	2022	Δ 2022/2021 (%)
Number of counterparties in bankruptcy proceedings	23	44	42	-5
The volume of the Company's claims included to the creditor claim list or submitted to the debtors in bankruptcy procedure, regarding the current payments (RUB mn)	760.61	669.23	1,121.49	+68
Total amount of cash received by the Company from counterparties in bankruptcy proceedings (RUB mn)	6.87	0	12.9	+ RUB 12.9 mn
Overdue amounts of counterparties in bankruptcy proceedings (RUB mn)	760.61	920.37	1,362.1	+48
Amount of cash saved by the Company due to the purchase of its own debtors in bankruptcy proceedings through a bidding process (RUB mn)	0.00	0.00	0.00	-

CONSOLIDATION OF POWER GRID ASSETS

Pursuant to the Development Strategy of the Power Grid Complex of the Russian Federation, namely its goal to reduce the number of TGOs, the Company consolidated the grid assets in the Krasnodar Territory and the Republic of Adygeya during the reporting year. Consolidation work covers TGOs that do not meet the criteria for

classifying owners of power grid facilities as territorial grid organisations, approved by Resolution No. 184 of the Russian Government dated 28 February 2015 "On classifying owners of power grid facilities as territorial grid organisations" as amended from time to time.

Over 2022, Rosseti Kuban consolidated

17,932.23 c.u.
with a length of **1,455.59 km**
and a capacity of **1,498.67 MVA**

MONITORING OF THE CONSOLIDATION VOLUME OF POWER GRID ASSETS FOR 2020–2022

Method of consolidation	2020			2021			2022		
	Grid assets consolidated over this period			Grid assets consolidated over this period			Grid assets consolidated over this period		
	MVA	km	c.u.	MVA	km	c.u.	MVA	km	c.u.
Total:	1,438.1	1,200.4	15,248.9	1,351.2	1,262.2	15,402.7	1,498.67	1,455.59	17,932.23
Acquisition of power grid facilities	0	0	0	0	0	0	0	0	0
Lease of power grid facilities	1,327.8	881.2	10,518.1	1,324.7	1,151.7	14,805.5	1,411.68	938.44	16,217.15
Other (permanent ownership and rights of use)	5.5	29.6	125.1	6.2	34.0	201.3	61.46	427.96	1,202.21
Other (temporary ownership and rights of use)	104.7	289.6	4,605.7	20.3	76.6	395.9	25.53	89.19	512.88