

ROSSETI KUBAN JSC AT A GLANCE

The Company transmits and distributes electricity to consumers on 110 kV and lower power grids between populated areas, in rural settlements, individual cities, and district centres in the Krasnodar Krai (including Sochi), the Republic of Adygeya, and the federal territory of Sirius.

The Company offers connections to its power grid infrastructure in order to ensure the availability of electric power infrastructure and the development of the power grid complex.

Rosseti Kuban JSC also provides a wide range of additional services, including maintenance of consumers' power grid facilities, arrangement of outdoor lighting, placement of telecommunications equipment, etc.

In accordance with Federal Law No. 35-FZ dated 26 March 2024 'On Electric Power Industry', orders of the Governor of the Krasnodar Krai No. 214-r dated 4 September 2024 and the Head of the Republic of Adygeya dated No. 229-rg 4 September 2024, the Company was designated as a systemic territorial grid organisation (STGO) in the Krasnodar Krai and the Republic of Adygeya.

As a STGO, the Company acts as a single responsibility centre in the Krasnodar Krai and the Republic of Adygeya, offering a one-stop service for consumers of electricity transmission services, and ensures:

- Damage control of large-scale accidents on other TGOs' grids as decided by the Command Centre for ensuring power supply security in the Krasnodar Krai and the Command Centre for ensuring power supply security to consumers in the Republic of Adygeya
- Operation of ownerless power grid facilities
- Operation, overhaul, renovation, upgrade, retrofitting of power grid facilities transferred to the STGO in accordance with the procedure established by law

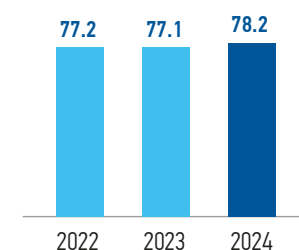
Position of the Company in the UES of Russia and IES of South in terms of electricity delivery to the Company's grid in 2022–2024¹ (billion kWh)

Indicator	2022	2023	2024	Company's share in 2024 (%)
Electricity consumption in UES of Russia	1,106.3	1,138.3	1,174.1	2.4
– Including in IES of South	111.0	130.0	136.5	20.9
– Including Rosseti Kuban (electricity delivery to the Company's grid)	26.1	26.9	28.5	100.0

Key characteristics of the Company as of the end of 2024

Indicators	2022	2023	2024	Δ 2024/2023 (%)
Scope of service (thousand c.u.)	765.00	775.06	779.55	+0.6
– including power grids (thousand c.u.)	411.00	416.73	417.71	+0.2
Length of power transmission lines by circuits (thousand km)	93.60	94.52	96.14	+1.7
Number of 35–220 kV substations, 6–10(35) / 0.4 kV transformer substations	25,690	26,570	27,566	+3.7
Maximum allowable design capacity of the energy system (MVA) ²	9,169.3	9,369.3	9,512.6	+1.5
Utilisation rate of the design capacity of the energy system (MW) ³	4,996 (72.4%)	6,057 (72.8%)	6,108 (75.4%)	+0.8 (+2.6 p.p.)
Total number of points of delivery to consumers connected to power grids of the Company	1,225,864	1,262,854	1,291,073	+2.2
Power grid branches	11	11	11	–

Company's share in the regional market of electricity transmission services for 2022–2024 (%)



¹ Source: Functional reports on the UES of Russia published by SO UPS JSC at <https://www.so-ups.ru/functioning/tech-disc/tech-disc2022/>.

² Only for 110 kV substations.

³ Under-use of design capacity due to creating redundancy for power failures or scheduled repair.

COMPANY'S CATCHMENT AREA

As the largest in the region taxpayer, Rosseti Kuban JSC actively participates in the social and economic life of the region by fostering employment opportunities for workers of suppliers in related industries, organising a variety of social programmes, and contributing to charitable endeavours. The Company runs its core business under natural monopoly conditions, with state regulation as to:

- Setting tariffs for electricity transmission services and fees for grid connection of consumer terminals to the Company's power grid
- Giving non-discriminatory access to the above-mentioned services on equal footing

The Company may face competition should Rosseti PJSC decide to enter into independent electricity transmission agreements with consumers located

in the Company's area of responsibility and whose consumer terminal are connected to Rosseti's grids.

Rosseti Kuban JSC covers an area of

83,300
SQUARE KILOMETRES

with a population of over

6.34
MILLION PEOPLE

Rosseti Kuban JSC is part of the Integrated Energy System (IES) of South of Unified Energy System (UES) of Russia.

Rosseti Kuban JSC is the largest power grid company in the Krasnodar Krai and the Republic of Adygeya. The Company's share in the regional electricity transmission market in 2024 was 78.2% of the regional required gross revenue (RGR). The largest companies engaged in similar activities in the Krasnodar Krai and the Republic of Adygeya include: Kuban Power Grids JSC, Oboronenergo JSC, RZD OJSC and Neftegaztekhlogiya–Energiya JSC.

We have reason to assume that the Company will continue to hold a dominating position in the local electricity transmission market due to the high rates of renovation and renewal of its power grid infrastructure as well as the continually increasing number of grid connections.