

# 2. RAS ANNUAL ACCOUNTING STATEMENTS OF PJSC INTER RAO FOR 2018

## Report of the independent auditor on the summary financial statements Translation of the original Russian version

To the shareholders and the Board of Directors of Public Joint Stock Company «Inter RAO UES»

### Opinion

The accompanying summary financial statements, which comprise the balance sheet as at 31 December 2018, statement of income for the period from 1 January through 31 December 2018 and related appendix, are derived from the audited financial statements of Public Joint Stock Company «Inter RAO UES» (the Company) for 2018 year.

In our opinion, the summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Appendix 1.

### Summary financial statements

The summary financial statements do not contain all the disclosures required by the regulations of the Russian Federation insofar as they relate to the preparation of financial statements. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements of the Company and the auditor's report thereon.

### Audited financial statements and our opinion

We expressed an unmodified audit opinion on the audited financial statements in our report dated 8 February 2019. That report also includes information on key audit matter.

### Management's responsibility for the summary financial statements

Management is responsible for the preparation of a summary of the audited financial statements in accordance with criteria described in Appendix 1.

### Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

#### I.A. BUYAN

Partner Ernst & Young LLC

8 February 2019



#### Details of the audited entity

Name: Public Joint Stock Company «Inter RAO»

Record made in the State Register of Legal Entities on 1 November 2002, State Registration Number 1022302933630.

Address: Russia 195435, Moscow, Bolshaya Pirogovskaya street, 27, building 2.

#### Details of the auditor

Name: Ernst & Young LLC

Record made in the State Register of Legal Entities on 5 December 2002, State Registration Number 1027739707203.

Address: Russia 115035, Moscow, Sadovnicheskaya naberezhnaya, 77, building 1.

Ernst & Young LLC is a member of Self-regulated organization of auditors "Russian Union of auditors" (Association) ("SRO RUA"). Ernst & Young LLC is included in the control copy of the register of auditors and audit organizations, main registration number 11603050648.

## Balance sheet as of 31 December 2018

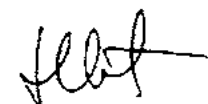
Codes  
0710001  
31.12.2018  
33741102  
2320109650  
35.14  
12247 49

Attachment No. 1  
to Order  
No.66n of the RF Ministry  
of Finance dated  
July 2, 2010

Entity	Public Joint Stock Company «Inter RAO UES»	OKUD Form	0710001
		Date (DDMMYY)	31.12.2018
		OKPO code	33741102
Taxpayer's identification number		TIN	2320109650
Type of activity	sales of electricity	OKVED code	35.14
Legal/ownership form			12247 49
Public Joint Stock Company/Other mixed Russian ownership		OKOPF/OKFS code	
Measurement unit: RUB mln		OKEI code	385
Location (address)			119435, Moscow, ul. Bolshaya Pirogovskaya, 27, bld. 2

Description	Code	At 31 December 2018	At 31 December 2017	At 31 December 2016
<b>ASSETS</b>				
<b>I. NON-CURRENT ASSETS</b>				
Intangible assets	1110	123	69	14
Research and development results	1120	-	-	-
Property, plant and equipment	1150	1,319	1,186	911
including construction in progress	1155	1,289	1,150	871
Income-bearing investments in tangible assets	1160	-	-	3
Financial investments	1170	347,538	347,899	346,279
Deferred tax assets	1180	2,327	3,821	1,585
Other non-current assets	1190	4,049	4,016	12,872
<b>TOTAL for Section I</b>	<b>1100</b>	<b>355,356</b>	<b>356,991</b>	<b>361,664</b>
<b>II. CURRENT ASSETS</b>				
Inventory	1210	44	7	6
VAT on purchased assets	1220	567	371	410
Accounts receivable, payments on which are expected within 12 months after the reporting date	1230	11,432	30,956	24,911
Including trade accounts receivable	1231	3,152	2,137	3,868
Financial investments (other than cash equivalents)	1240	37,057	10,838	8,441
Cash and cash equivalents	1250	101,936	68,914	41,656
Other current assets	1260	4	9	835
<b>TOTAL for Section II</b>	<b>1200</b>	<b>151,040</b>	<b>111,095</b>	<b>76,259</b>
<b>BALANCE SHEET</b>	<b>1600</b>	<b>506,396</b>	<b>468,086</b>	<b>437,923</b>

Description	Code	At 31 December 2018	At 31 December 2017	At 31 December 2016
Form 0710001 p. 2				
<b>CAPITAL AND LIABILITIES</b>				
<b>III. CAPITAL AND RESERVES</b>				
Charter capital	1310	293,340	293,340	293,340
Treasury shares	1320	-	-	-
Revaluation of non-current assets	1340	-	-	-
Additional capital (without revaluation)	1350	195,416	195,416	195,416
Reserve capital	1360	6,161	5,378	504
Retained earnings (loss)	1370	(59,267)	(63,811)	(59,278)
<b>TOTAL for Section III</b>	<b>1300</b>	<b>435,650</b>	<b>430,323</b>	<b>429,982</b>
<b>IV. LONG-TERM LIABILITIES</b>				
Loans and borrowings	1410	-	-	-
Deferred tax liabilities	1420	35	34	411
Provisions	1430	-	-	-
Other liabilities	1450	-	-	-
<b>TOTAL for Section IV</b>	<b>1400</b>	<b>35</b>	<b>34</b>	<b>411</b>
<b>V. SHORT-TERM LIABILITIES</b>				
Loans and borrowings	1510	63,651	28,853	-
Accounts payable, payments on which are expected within 12 months after the reporting date:	1520	4,497	6,492	5,454
including: trade accounts payable	1521	3,239	3,243	2,625
accrued payroll	1522	77	66	69
social insurance and social security payable	1523	38	36	30
taxes and levies payable	1524	36	15	15
advances received	1525	97	2,151	2,295
other accounts payable	1527	1,010	981	420
Provisions	1540	2,563	2,384	2,076
Other liabilities	1550	-	-	-
<b>TOTAL for Section V</b>	<b>1500</b>	<b>70,711</b>	<b>37,729</b>	<b>7,530</b>
<b>BALANCE SHEET</b>	<b>1700</b>	<b>506,396</b>	<b>468,086</b>	<b>437,923</b>

**B. Kovalchuk**  
Chief Executive Officer

## Statement of income for the period from January 01 through December 31, 2018

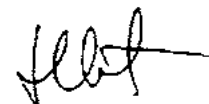
Attachment No.1 to Order No.66n of the RF Ministry of Finance dated July 2, 2010

Entity	Public Joint Stock Company «Inter RAO UES»	OKUD Form	0710001
		Date (DDMMYY)	31.12.2018
		OKPO code	33741102
Taxpayer's identification number		TIN	2320109650
Type of activity	sales of electricity	OKVED code	35.14
Legal/ownership form			12247 49
Public Joint Stock Company/Other mixed Russian ownership		OKOPF/OKFS code	
Measurement unit: RUB mln		OKEI code	385

Description	Code	At 31 December 2018	At 31 December 2017
Revenue from the sale of goods, products, works and services, net (less VAT, excise duties and similar obligatory payments), including:	2110	53,901	40,975
export of energy	2111	38,462	27,323
domestic sales of energy (capacity)	2112	12,066	13,227
sales of power generation equipment	2113	3,144	223
other	2114	229	202
Cost of sales of goods, products, works and services	2120	(36,084)	(32,884)
purchase of energy (power) from domestic market	2121	(28,155)	(26,571)
import of energy	2123	(4,913)	(6,043)
sales of power generation equipment	2124	(3,011)	(269)
other	2125	(5)	(1)
Gross profit	2100	17,817	8,091
Selling expenses	2210	(2,977)	(2,991)
Administrative expenses	2220	(6,548)	(5,783)
<b>Profit (loss) from operations</b>	<b>2200</b>	<b>8,292</b>	<b>(683)</b>
Income from equity participation	2310	7,295	13,795
Interest receivable	2320	6,431	3,529
Interest payable	2330	(2,671)	(414)

Other income	2340	3,548	2,387
Other expenses	2350	(861)	(5,242)
<b>Profit (loss) before tax</b>	<b>2300</b>	<b>22,034</b>	<b>13,372</b>
Current profit tax	2410	(1,566)	(596)
including permanent tax liabilities (assets)	2421	119	222
Deferred tax liabilities change	2430	-	376
Deferred tax assets change	2450	(1,494)	83
Other	2460	(35)	2,434
<b>Profit (loss) after tax</b>	<b>2400</b>	<b>18,939</b>	<b>15,669</b>
FOR REFERENCE			
Cumulative financial result for the period	2500	18,939	15,669
Basic earnings (loss) per share (rub.)	2900	0.1814	0.1501
Diluted earnings (loss) per share (rub.)	2910	0.1814	0.1501

8 February 2019

**B. Kovalchuk**  
Chief Executive Officer

## Appendix 1

These summary financial statements of Public Joint Stock Company «Inter RAO UES» include the balance sheet as of 31 December 2018 and the statement of income for the period from 1 January through 31 December 2018. These summary financial statements derived from the audited financial statements for 2018 that was signed by the management of Public Joint Stock Company «Inter RAO UES» on 8 February 2019. The audited financial statements were presented in thousands

of Russian rubles and were prepared in accordance with accounting principles and practices generally accepted in the Russian Federation. All amounts in these summary financial statements are presented in millions of Russian rubles (except for earnings (loss) per share). These summary financial statements do not include all the disclosures required by accounting principles and practices generally accepted in the Russian Federation.



Audited financial statements for 2018 can be found at <http://www.interrao.ru>

