

16. INFORMATION ON THE SALE OF NON-CORE ASSETS IN 2018

The current program for the alienation of non-core assets of PJSC Inter RAO (hereinafter referred to as the Program) and the register of non-core assets of PJSC Inter RAO (hereinafter referred to as the Register) was approved by the Board of Directors of PJSC Inter RAO as of December 26, 2017 (Minutes of the Board of Directors Meeting No. 215 of December 28, 2017).

The register of non-core assets of PJSC Inter RAO (hereinafter the Register) was approved by resolutions of the PJSC Inter RAO Board of Directors dated December 26, 2017 and September 20, 2017 (Minutes of Meetings of the Board of Directors No. 215 dated December 28, 2017 and No. 231 dated September 24, 2017, respectively).

The updated register of non-core assets of PJSC Inter RAO (hereinafter the Register) was approved by a resolution of the PJSC Inter RAO Board of Directors dated December 20, 2018 (Minutes No. 236 of the Meeting of the Board of Directors dated December 24, 2018).

The program includes 9 sections:

1. Basic terms and definitions;
2. Goals and objectives for the sale of non-core assets;
3. Principles for the sale of non-core assets;
4. Procedure for identifying non-core assets;
5. Program and register of non-core assets, action plan;
6. Procedure for evaluating non-core assets;
7. Methods and procedure for the sale of non-core assets;
8. Information support for the sale of non-core assets;
9. Reporting on the implementation of the Program.

In addition, the Program contains two annexes, which list criteria for determining the profile of management accounting units and assets included in such units.

Section 7 of the Program provides for the following ways of selling non-core assets: compensated alienation; gratuitous alienation; liquidation (termination of membership in a legal entity)

Positive deviation (the asset is alienated with a profit).

In the fourth quarter of 2018, Inter RAO PJSC sold a non-core asset envisaged for sale in the register of non-core assets – 53,874,210 shares in JSC SIBEKO, which amounts to 0.1613% of the charter capital and has a book value of RUB 18.7 million. As a result of the sale, PJSC Inter RAO received cash in its account in the amount of RUB 55.3 million.

No.	Asset name	Inventory number (if applicable)	Balance sheet line where the asset was recorded as of the reporting date preceding the sale of the asset	Bookkeeping account (including analytics) that reflects income and expenses from the disposal of the asset (91.1xxx / 91.2xxx)	Book value of the asset (RUBthousand)	Actual sale value (RUB thousand)	Deviation in the actual sale cost and the book value of the asset (RUB thousand)	Reason for the deviation in the actual sale cost and the book value of the asset
1	53,874,210 shares in JSC SIBECO (0.1613% of charter capital)	N/A	1170	91.01 "2.5.2.5.1 Income/ expenses from the sale of shares and participatory interests not traded on the formal securities market, 0% rate (Article 284.2 of the RF Tax Code)	18,737.70	55,309.60	36,571.90	asset sold at a profit
Total:					18,737.70	55,309.60	36,571.90	