

NOTIFICATION MESSAGE
ABOUT POSSIBILITY OF IMPLEMENTATION BY SHAREHOLDERS
OF LENENERGO, OPEN JOINT STOCK COMPANY OF THE POWER INDUSTRY
AND ELECTRIFICATION OF THE PREEMPTIVE RIGHT TO ACQUIRE
ADDITIONAL ORDINARY SHARES

Dear shareholder!

Due to the state registration of additional issue of securities of Lenenergo, Open Joint Stock Company of the Power Industry and Electrification (hereinafter – the Company, the issuer) on the basis of Art. 40, 41 of the Federal Law # 208-FZ of 26.12.1995 “About joint-stock companies” the Company’s shareholders - owners of ordinary shares of JSC Lenenergo as of 06.05.2013 (the date of drawing up of the list of persons entitled to participate in the Annual General Meeting of Shareholders of JSC Lenenergo which was held on 20.06.2013 and during which the decision on increase in the authorized capital by placement of additional shares was made), have the preemptive right to acquire additional ordinary shares in the quantity proportional to the number of the Company’s ordinary shares belonging to them.

The additional issue of securities (uncertificated registered ordinary shares) of JSC Lenenergo was registered on September 10, 2013 by the Financial Markets Service of the Bank of Russia under the state registration number 1-01-00073-A-003D.

Number of placed additional shares – 926,876,304 pieces.

Placement method of additional shares – public offering.

The offering price (including to the persons included in the list of persons having the preemptive right to acquire placed additional shares) per one additional ordinary share – RUB 6.06.

1. The order of definition of the maximum quantity of additional shares which a person can acquire in the process of implementation of the preemptive right to acquire shares:

The maximum quantity of additional ordinary shares which the person can get in the process of implementation of the preemptive right to acquire shares is in proportion to the number of ordinary shares of the issuer as of 06.05.2013 (the date of drawing up of the list of persons entitled to participate in the Annual General Meeting of Shareholders of JSC Lenenergo which was held on 20.06.2013 and during which the decision on increase in the authorized capital by placement of additional shares was made), and is determined by the following formula:

$L=A*(926,876,304/1,135,061,313.08)$, where

L - maximum quantity of additional shares of the additional issues of JSC Lenenergo which the person having the preemptive right to acquire additional shares can get,

A - quantity of ordinary registered shares of the issuer belonging to the person having the preemptive right to acquire additional shares as of 06.05.2013 (the date of drawing up of the list of persons entitled to participate in the Annual General Meeting of Shareholders of JSC Lenenergo which was held on 20.06.2013 and during which the decision on increase in the authorized capital by placement of additional shares was made),

926,876,304 - number of the additional ordinary shares placed by the issuer according to the decision on additional issue of securities,

1,135,061,313.08 - number of the placed registered ordinary shares of the issuer as of 06.05.2013 (the date of drawing up of the list of persons entitled to participate in the Annual General Meeting of Shareholders of JSC Lenenergo which was held on 20.06.2013 and during which the decision on increase in the authorized capital by placement of additional shares was made).

If as a result of the order of definition of the quantity of placed additional shares specified above within which the person having the preemptive right to acquire shares may implement such preemptive right, a fractional number is formed, such person is entitled to get a part of the placed additional share (a fractional share), corresponding to the fractional part of the formed number. The fractional share provides to the shareholder - its owner the rights provided by the share of a corresponding category in the volume corresponding to the part of the whole share which it makes.

2. The procedure of implementation of the preemptive right to acquire additional shares

In the course of implementation of the preemptive right to acquire shares by the persons implementing such right (further also – “Applicants”), civil-law contracts shall be concluded in the order specified below.

The person having the preemptive right to acquire placed additional ordinary shares is entitled in whole or in part to implement his/her preemptive right by submission to the Company of a written

statement about acquisition of securities of the additional issue (further – “Statement”) and the document(s) on payment of the number of shares specified in the Statement.

2.1. The order in which Statements should be submitted to the Company:

The recommended application form is placed by the issuer on webpages on the Internet (<http://www.e-disclosure.ru/portal/company.aspx?id=65> and <http://www.lenenergo.ru/>), and is also sent to shareholders in writing with the notification message about possibility of implementation of the preemptive right by the registered mail.

The Statement should contain the following data:

- heading: “Application for acquisition of shares of Lenenergo, Open Joint Stock Company of the Power Industry and Electrification in the order of implementation the preemptive right”;
- surname, name, patronymic (full company name) of the person having the preemptive right of acquisition of additional shares;
- indication of a residence (location) of the person having the preemptive right of acquisition of additional shares;
- indication of the number of additional shares acquired by such person.

It is recommended to include the following data in the Statement:

- for individuals – indication of passport data (date, year and birthplace; series, number and issue date of the passport (other document proving the identity); issuing body; period of validity of the passport (other documents proving the identity) if applicable);
- for legal entities – data on state registration of the legal entity and introduction into the Uniform state register of legal entities (principal registration number and/or other registration number if applicable, date, registering authority, number of the corresponding certificate);
- taxpayer identification number (TIN) of the person having the preemptive right to acquire additional shares;
- form of payment of additional shares: cash, or non-cash assets (property), or cash and non-cash assets (property) simultaneously (the list of non-cash assets by which shares can be paid is defined in item 8.6 of the Decision on additional issue of securities);
- in case of payment of shares by non-cash assets – description (list and characteristic) of the property transferred in payment of additional shares with indication of data, allowing to identify such property, and in case of payment of shares by shares of Joint stock companies are specified:
 - full company name, location and PSRN of Joint-stock company;
 - category (type), state registration number of shares of a Joint stock company brought in payment of placed securities;
 - quantity and par value of shares of a Joint stock company brought in payment of placed securities, with indication of a stake of the specified shares in percentage of all ordinary/preferred shares and the authorized capital of a Joint stock company.
- in case of payment of placed securities by non-cash assets – on each object of property (movable, immovable) its expected monetary assessment according to the Applicant on which the Applicant brings non-cash assets in payment of placed shares in case monetary assessment of the property, defined by the issuer’s Board of Directors corresponds to the size of monetary assessment of such property specified by the Applicant in the Statement is specified;
 - personal account of the Applicant in the register of owners of registered securities of the issuer;
 - if the Applicant is a client of the nominal holder and shares should be enlisted in the register of owners of registered securities of the issuer into the account of the nominal holder, in the Offer data of personal account of the nominal holder in the register of owners of securities of the issuer are specified: full company name of depository (further – Depository of the first level. The Depository of the first level in the Decision on additional issue of securities and the Prospectus of securities is also understood as central depository which is carrying out its activity pursuant to requirements of the Federal law of 07.12.2011 # 414-FZ “About the central depository”), data on state registration (PSRN, authority which has carried out the state registration, date of state registration and record introduction about depository in USRLE), personal account of the nominal holder in the register of owners of nominal securities of the issuer, custody account of the Applicant (concerning placed securities), number and date of the depository contract signed between the depository and the Applicant. If maintaining the custody account of the Applicant (concerning placed securities) is carried out by the nominal holder, in turn, being a depositor of other nominal holder (further – Depository of the second level), in the Offer on each of the specified Depositories are specified:

full company name;

data on state registration (PSRN, authority which has carried out the state registration, date of state registration and record introduction about depository in USRLE) of Depository of the first level;

personal account of Depository of the first level in the register of owners of nominal securities of the issuer;

custody account of the Applicant;

number and date of the depository contract signed between Depository of the second level and the Applicant (concerning placed securities);

number and date of the interdepository contract signed between Depositories.

This information is specified on all nominal holders, starting from the nominal holder where the Applicant opened a custody account (concerning placed securities), and ending with the nominal holder having personal account in the register of owners of nominal securities of the issuer;

- bank details of the Applicant, on which the issuer can make refund;
- contact information of the Applicant (postal address, e-mail and fax with indication of a long-distance code);
- indication of the document enclosed to the Statement confirming payment by the Applicant of placed securities.

The Statement should be signed by the Applicant (by the authorized person, with the attachment of the original or the copy certified notarially of properly issued power of attorney or other document confirming powers of the representative) and, for legal entities - contain an impress of a seal.

Receipt of Statements is carried out during the duration of the preemptive right at location of the issuer: 196247, St. Petersburg, Constitution Square, 1) daily in the working days from 9.00 a.m. to 5 p.m. (MSK). The postal address of the issuer for submission of Statements: 196247, St. Petersburg, Constitution Square, 1, office 325.

The documents confirming payment of acquired shares should be attached to the Statement.

The issuer is entitled to refuse possibility of exercising the preemptive right to the person, who has sent the Statement, in the following cases:

- the Statement does not meet the requirements, provided by the legislation of the Russian Federation, item 8.5 of the Decision on additional issue of securities;
- the Statement does not allow to identify the person on behalf of whom the Application is submitted, as the person having the preemptive right of acquisition of shares;
- the original or the copy certified notarially of properly issued power of attorney or other document confirming powers of the representative is not enclosed to the Statement submitted by the representative of the person, having the preemptive right of acquisition of shares;
- the document confirming payment of shares by the person having the preemptive right of acquisition of placed securities is not enclosed to the Statement;
- the Statement and/or the document on payment of shares is received by the issuer after expiration of the preemptive right.

In default of the issuer in possibilities of implementation of the preemptive right to the person, who has sent the Statement, the issuer shall send to such person a corresponding notification message within ten (10) working days from the moment of obtaining the Statement, with indication of reasons on which implementation of the preemptive right of acquisition of additional shares is impossible. In case of obtaining the notification message about impossibility of implementation of the preemptive right of acquisition of additional shares the person, wishing to exercise the preemptive right of acquisition of shares, before expiration of the preemptive right is entitled to submit repeatedly the Application, having eliminated shortcomings on which implementation of the preemptive right of acquisition of shares is impossible.

The Contract on acquisition of shares with persons which are carrying out the preemptive right of their acquisition is considered concluded in the moment of receiving by the issuer of properly issued Statement with the documents on payment of shares enclosed to it. In case the Statement arrived to the issuer before start date of placement of additional shares, the contract is considered concluded in the start date of placement of shares.

2.2. Procedure for payment of additional shares

Acquired shares are paid during the period of validity of the preemptive right.

Additional shares are paid in cash in rubles of the Russian Federation in a non-cash form by bank transfer to the settlement account of JSC Lenenergo, and also by non-cash assets (property) - shares of the joint-stock companies which are carrying out their primary business activity in the sphere of distribution of electric power in the city of St. Petersburg and the Leningrad Region, power network facilities

(personal, real estate) participating in power supply of subscribers of the city of St. Petersburg and the Leningrad Region the property rights on which are confirmed.

Payment of placed additional shares can be carried out both in one, and in several forms (cash and/or non-cash assets). At absence in the Statement of information about the form of payment of shares it is considered that it provides payment of shares only in cash.

Procedure for payment of additional shares by cash funds:

Payment of shares by cash funds is carried out in rubles of the Russian Federation in a non-cash form by bank transfer to the settlement account of JSC Lenenergo on the following requisites:

Data on the credit organization

Full company name: St. Petersburg Joint Stock Bank "Tavrichesky" (Open Joint Stock Company)

Short company name: Tavrichesky Bank (JSC)

Location: Russian Federation, St. Petersburg (postal address: 39, Radishchev St, St. Petersburg, Russia191123)

Bank details of accounts on which cash funds arriving in payment of securities should be listed:

TIN of the credit organization: 7831000108

BIC of the credit organization: 044030877

TRRC of the credit organization 783501001

Correspondent account: 30101810700000000877

Settlement account: 40702810000460108481. Recipient of funds arriving on account for payment of securities: Lenenergo, Open Joint Stock Company of the Power Industry and Electrification (TIN 7803002209, TRRC 781001001)

The obligation on payment of the corresponding number of shares in cash is considered executed from the moment of receipt of funds on the settlement account of the issuer specified above.

The document on payment of additional shares in cash is:

- the original or the copy of the payment order certified by bank;

- the receipt on a bank transfer of funds on the settlement account of the issuer specified above.

For identification of the accessory of payment (for a shareholder – individual) in the payment order we recommend to specify the following: in the section "Payment purpose" – "Payment of additional placed ordinary shares of JSC Lenenergo under the preemptive right of acquisition in the quantity of _____ pieces"; in the section "Payer" – "First name, middle name, last name, a series and number of the passport of the shareholder acquiring additional shares".

Procedure for payment of additional shares by non-cash assets (property):

In case of payment of additional shares by real estate by the Purchaser/Applicant and the issuer the Contract on acquisition of shares (barter) and the delivery-acceptance certificate of the real estate, drawn up according to requirements of the legislation about the state registration of rights of real estate and transactions with it, and the state registration of property rights to real estate is signed. Thus date of payment of placed shares is considered the date of state registration of transition of the property right to real estate to the issuer. The carried-out state registration of transition of the property right to real estate to the issuer is certified by the certificate on state registration of the right, drawn up according to requirements of Article 14 of the Federal law of 21.07.1997 # 122-FZ "About state registration of the rights to real estate and transactions with it".

In case of payment of additional shares by personal estate (except for payment by shares of joint stock companies which are carrying out their primary economic activity in the sphere of distribution of electric power in the city of St. Petersburg and the Leningrad Region) by the Purchaser/Applicant and the issuer the contract is concluded and the delivery-acceptance certificate according to which the Purchaser/Applicant transfers and the issuer accepts the property transferred in payment of shares is signed. In cases provided by the current legislation of the Russian Federation, the civil-law contract is subject to the state registration.

Shares of joint-stock companies which are carrying out their primary business activity in the sphere of distribution of electric power in the city of St. Petersburg and the Leningrad Region (further – "Joint stock companies"), brought as payment of additional ordinary registered shares of the issuer, are transferred to the issuer according to the transfer order (instruction) of the Applicant. Thus, the moment of payment of additional ordinary registered shares of the issuer is considered the moment of introduction of the entry about transfer of shares of the Joint stock company on the personal account (custody account) of the issuer in the register of owners of nominal securities of the Joint stock company (in the system of depository accounting of the nominal holder of shares of the Joint stock company).

At payment of placed securities by the shares of Joint stock companies, expenses associated with transfer of shares of Joint stock companies, transferred in payment of placed securities, on the account of the issuer shall be born by the Applicant.

Monetary assessment of the property transferred in payment of shares, is made by the Board of Directors of the issuer proceeding from market value of such property. For determination of the market value of property by which placed shares of JSC Lenenergo can be paid, the independent appraisers who have concluded a labor agreement with Institute of Entrepreneurship Problems, Limited Liability Company (PSRN 1027800561458) or LAIR, Limited Liability Company (PSRN 1027807581141) and specified in item 8.6 of the Decision on additional issue of securities and item 1.4 of the Prospectus of securities should be involved.

In case the number of acquired shares specified in the Statement, is less than the number of shares which payment is made by the Applicant, it is considered that the Applicant has implemented the preemptive right to acquire shares concerning the number of shares specified in the Statement; thus, the Statement is satisfied concerning the number of shares specified in it. In this case unduly paid funds are subject to refund to the Applicant in the order and terms specified below. At payment of shares by non-cash assets the issuer within 30 working days from the expiry date of the preemptive right shall refund to the Applicant a difference between the cost of property brought in payment of additional shares and the cost of additional shares specified by the Applicant in the Statement. The specified difference shall be refunded in the order provided for refund of unduly paid funds.

In case the number of acquired shares specified in the Statement, is more than the number of the shares which payment is made, it is considered that the Applicant has implemented the preemptive right to acquire shares concerning the number of shares which payment is made.

If the number of shares specified in the Statement, exceeds the maximum quantity of shares which can be acquired by the Applicant, and the number of shares which payment is made makes not less the maximum quantity of shares which the Applicant is entitled to acquire in the procedure of implementing of the preemptive right to acquire shares, it is considered that the Applicant has implemented the preemptive right to acquire shares concerning the greatest possible number of shares which can be acquired in the procedure of implementing of the preemptive right to acquire shares. In this case unduly paid funds are subject to refund to the Applicant in the procedure and terms specified below. At payment of shares by non-cash assets the issuer within 30 working days from the expiry date of the preemptive right shall refund to the Applicant a difference between the cost of property brought in payment of additional shares and the cost of additional shares specified by the Applicant in the Statement. The specified difference shall be refunded in the order provided for refund of unduly paid funds.

Order of cash assets refund which have been unduly paid by the Applicant at implementation of the preemptive right to acquire additional shares

In the cases specified above unduly paid money are subject to return in a non-cash order no later than 30 working days from a privilege expiry date. Return of money is made on the bank details specified in the Statement and if in the Statement such requisites are not specified, on the requisites specified in the requirement about return of money. In case in the Statement bank details for return of money are not specified, and the requirement about return of money is not received by the issuer within 30 working days from a privilege expiry date, return of money is made on the requisites specified in the register of owners of nominal securities of the issuer. Expenses on return of unduly paid money are born by the person who has listed excessive money.

In the cases specified above unduly paid cash assets are subject to refund in a non-cash form within 30 working days from the expiry date of the preemptive right. The refund is made on the bank requisites specified in the Statement and, if in the Statement such requisites are not specified, on the requisites specified in a refund requirement. In case bank requisites for refund are not specified in the Statement, and the refund requirement is not received by the issuer a refund is made on the requisites specified in the register of owners of registered securities of the issuer within 30 working days from the expiry date of the preemptive right. The person who has transferred excessive funds shall bear expenses on the refund of unduly paid funds

3. Period of validity of the preemptive right to acquire additional shares

The period of validity of the preemptive right to acquire additional shares (**term during which the statement for acquisition of shares under the preemptive right, and the document on payment of acquired shares should be received by the issuer**) makes **240 days** from the date of performance by the issuer of last of the specified actions: submission of the notification message about possibility of implementation of the preemptive right to acquire placed shares by the registered mail (or delivery under a list) to each person having the preemptive right to acquire placed shares, publication of the notification message by the issuer in the Izvestiya newspaper (Northwest release), or placement of the notification message on the website of the issuer on the Internet.

4. The order and term of transfer of additional shares to the persons implementing the preemptive right of their acquisition

The issuer shall send to the registrar (JSC Registrar R.O.S.T.) a transfer order being the basis for introduction into the register of shareholders of an entry on the personal account of the person implementing the preemptive right to acquire securities of the issuer, or a nominal holder which depositor is such person within 2 working days from the moment of expiration of the preemptive right. We pay your attention that according to item 5 of Art. 44 of the Federal Law "About joint stock companies" the person registered in the register of shareholders of the Company is obliged to inform in due time the holder of the register of shareholders of the Company about changes of the data. In case of non-submission by registered persons of information about changes of the data and/or necessary documents, introduction of entries on accounts of purchasers can be impossible, and in this regard JSC Lenenergo does not bear responsibility for any losses caused by it.

5. Additional information

The texts of the Decision on additional issue of securities and the Prospectus of securities containing the terms of placement of additional shares are placed on the issuer's website on the Internet: <http://www.e-disclosure.ru/portal/company.aspx?id=65> and <http://www.lenenergo.ru/>.

All interested persons can familiarize with the decision on additional issue of securities and the Prospectus of securities, and to receive their copies at: 196247, St. Petersburg, Constitution Square, 1, office 325.

Phone for references: +7 (812) 494-39-06, 494-39-63, Investor and Shareholder Relations Division of JSC Lenenergo.

Director General of JSC Lenenergo

A.V. Sorochinskiy

September 23, 2013