

JSC RusHydro 2009 annual information update

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January

RusHydro news

January 19 2009

JSC RusHydro awarded National Corporate Governance Rating

The consortium of the Russian Institute of Directors and the rating agency Expert RA - RID - Expert RS - has awarded JSC RusHydro a score of 7 - "Developed corporate governance practice" according to the National Corporate Governance Rating scale.

In accordance with the National Corporate Governance Rating scale of RID - Expert RA, a company with a NCGS of 6 to 8 has low corporate governance risks. The company abides by the requirements of the Russian legislation in the sphere of corporate governance, follows most of the recommendations of the Russian Code of Corporate Conduct and individual recommendations of best international corporate governance practices.

January 23 2009

Meeting of Board of Directors of JSC “RusHydro” took place

On January 23 2009 meeting of the Board of Directors of JSC "Rushydro" took place.

The agenda included election of Committee on strategy, election of Committee on investments, revision of investment program of the Company for the year 2008 and investment program for 2009, report on charitable activity of the Company 2008 for the year, on approval of transactions, on determining Company position.

The following decisions have been adopted on the basis of the meeting:

1. [Strategy committee of the Board of Directors have been elected, including the following members](#)
2. [Committee on Investments of the Board of Directors have been elected, including the following members](#)
3. [Revised Investment program of the Company for the year 2008 approved](#)
4. [Revised Investment program of the Company for the year 2009 approved, envisaging commissioning of generating capacity of 145 mWt](#)
5. [Report on charitable activity of the Company reviewed](#)
6. [An over-the-counter free bilateral sale and purchase agreement for electric power and capacity between JSC RusHydro and JSC Krasnoyarskenergosbyt in relation to a group of output points of the Sayano-Shushenskaya HPP and in relation to a group of output points of the Mainskaya HPP](#)
7. [Possibility of concluding a sale and purchase agreement for additional shares of JSC RusHydro \(by open subscription\) between JSC RusHydro and the Russian Federation \(an interested party transaction\) approved](#)

January 27 2009

JSC RusHydro compiles a preliminary summary of the results of its activities in 2008

JSC RusHydro has compiled its preliminary summary of the production and financial results of the company's activities in 2008.

The results for 2008 indicate that the hydro-electric power stations of JSC RusHydro operated with an aggregate installed capacity of 25,171 MW, that the electric power generated by the company's hydro-electric power stations amounted to 80,272.8 million kWh and that the productive supply of electric power was 78,664.9 million kWh.

According to the forecast for 2009, the output of electric power by the company's hydro-electric power stations will reach 81,214. 4 million kWh and the productive supply of electric power – 79,282 million kWh.

In 2008, JSC RusHydro's revenues from the sale of electric power on the wholesale market amounted to 62,133,281,000 roubles; costs of purchasing electric power – 11,528,496 thousand roubles; net profit – 50,604,785,000 roubles; actual payment level – 98% and the total sum of accounts receivable – 1.33 billion roubles.

The forecast performance indicators for JSC RusHydro in 2009 envisage company revenues from sale of electric power on the wholesale market in the amount of 80,645,533,000 roubles, costs of purchasing electric power – 11,767,796,000 roubles and total net revenues in the amount of 68,877,737,000 roubles.

As of the end of 2008, the Company's equity capital amounted to 410,360,816,000 roubles and depreciation to 7,362,851 thousand roubles. The forecast for the end of 2009 suggests an increase in the Company's equity capital to 453,106,668,000 roubles and in depreciation to 8,503,183,000 roubles.

According to the forecast, in 2008, revenues from JSC RusHydro core business according to Russian Accounting Standards amounted to 61,877,186,000 roubles, with profits from sales totalling 23,639,394,000 roubles. In 2008, JSC RusHydro made a net profit in the amount of 16,262,856,000 roubles.

According to the forecasts for 2009, JSC RusHydro revenues from its core business will go up to 81,080,340,000 roubles, while profits from sales will increase to 39,789,608 thousand roubles and net profit to 28,095,852 roubles.

On 23 January, 2009, the Board of Directors of JSC RusHydro approved the modified version of the Investment Programme for 2008.

The Investment programme for 2008 was approved on 19 May, 2008 by the Company's Board of Directors in the amount of 78,145 million roubles and envisaged commissioning of generating capacity in a volume of 411 MW. In connection with the financial difficulties encountered in the course of the Investment Programme implementation, the volume of funding, schedules and volumes of commissioning were adjusted. Financing of the modified Investment Programme for 2008 was reduced by 22,627 million roubles and amounted to 55,518 million roubles; commissioning of generating capacity was cut by 86 MW compared with the planned volume and amounted to 325 MW.

By resolution of the Board of Directors of JSC RusHydro dated 23 January, 2009, the Investment programme of the Company was approved for 2009 to the sum of 79,578 million roubles, envisaging commissioning of generating capacity in the amount of 145 MW.

[Financial&Business Results for 2008 - Presentation](#)

Subsidiaries news

No news available.

February

RusHydro news

No news available.

Subsidiaries news

February 19 2009

Cascade of Kubanskiye HPPs: PSPP Hydroelectric Unit Goes Back On Line

JSC RusHydro branch Cascade of Kubanskiye HPPs continues to take measures to implement its program for technological upgrading and rehabilitation. Following a scheduled overhaul of the PSPP, its Hydroelectric Unit No. 2, with a capacity of 2.65 MW, was put back into operation. The work done allowed the reliability and operational characteristics of the turbine, hydrogenerator, and auxiliary equipment to be improved. Scheduled maintenance of the cascade's hydroelectric units is done every five years, with the aim of improving the equipment's reliability.

Hydroelectric Unit No. 2 was stopped for maintenance on 14 January 2009. During the maintenance period, the following work was done: the turbine was completely dismantled; repairs were made to the rotor wheel, the turbine bearings, the generator, the generator bearings, and other subassemblies; and any defects discovered were corrected. Work at the PSPP was done by contractor JSC Turboremont-VKK, based in the city of Balakovo.

"The timely completion of maintenance to our main machinery allows us to continue its operation and extend our hydroelectric units' individual service lives in accordance with the Rules for Technical Maintenance, the Rules for Electrical Equipment Installation, and the technical policy of JSC RusHydro. A great deal of the credit for organizing and performing the maintenance belongs to the engineering and technical personnel of the hydropower plant's main divisions - the Production and Technical Department, and the Electrotechnical Laboratory - and the HPP Group staff," said branch director Viktor Machev.

According to the maintenance schedule for Cascade of Kubanskiye HPPs, 2009 will see routine overhauls of five hydroelectric units; load-bearing and communications cable lines; the mechanical components of handling equipment; and pneumatic switches, transformers, valves, and lattices. Repairs will also be made to the RusHydro affiliate's buildings and hydroengineering facilities.

February 25 2009

Prospects for the Development of Amur Region Connected with the Zeiskaya Hydropower Plant

On 18 and 19 February 2009, upon invitation from the local division of the nationwide political party United Russia's Amur regional office, ministers of the Amur Region government went to work in the city of Zeya: Sergei Stepanov, Minister of Education; Nina Sannikova, Minister of Social Security; and Marina Dedyushko, Minister for the Economic Development of Industry and Transport. The members of the regional government visited different enterprises and organizations of the city and region, the Zeiskaya Hydropower Plant, and the plant's steam generating unit.

With the participation of candidates running for local government bodies, a round-table discussion was held in the Zeya city administration on the results of working meetings. Those taking part in the round-table discussion noted that meetings with work teams and city residents were constructive and elicited a favourable reaction from residents, along with interest in the city's further development. The ministers stated publicly that the Zeiskaya Hydropower Plant's role in the development of the economy and social services was substantial, and that the prospects for the development of Amur Region are also connected with the development of the energy industry.

On behalf of the city's teachers and residents, the round-table participants thanked the Zeiskaya Hydropower Plant for the help and support offered in its charity work.

February 27 2009

Hydropower Plant + Ecologists + Government + Students = Clean Water

The Nizhny Novgorod Pedagogical Institute has opened its Clean Water Exhibition. It presents the best works from the "Water: Save It!" competition, one of whose organizers and sponsors was the Nizhegorodskaya Hydropower Plant, a branch of JSC RusHydro.

The exhibition contains some 100 works from more than 30 cities and districts of Nizhny Novgorod Region, all featuring photographs and artwork on the theme of conserving water resources. The creators of the works are schoolchildren, students at institutes and universities, and instructors at higher educational institutions.

The awards ceremony for the competition winners was also held at the exhibition. On hand to award the prizes were Alexander Vainberg, Deputy Chairman of the Nizhny Novgorod Region Legislative Assembly; Yevgeny Dikov, Director of the Nizhegorodskaya Hydropower Plant; and representatives of the Ministry of Natural Resources and the Dront (Dodo) Ecological Centre - everyone who was involved in organizing the contest and exhibition.

"We should think and take care that our vitally important water resources are preserved for future generations. Today, ecologists, business, the government, and, we are glad to say, young people - schoolchildren and university students, on whom a great deal in our country will depend in a few more years - are coming together for just this purpose," said Director Dikov at the opening of the exhibition, and wished everyone success in the noble task of caring for the environment.

The Clean Water Exhibition will likely visit other higher educational institutions in Nizhny Novgorod and Nizhny Novgorod Region. It will then arrive in Zavolzhye in time for Water Day in March, to give the city's schoolchildren a chance to experience it.

February 27 2009

RANS Forum Held at Zagorskaya Pumped Storage Power Plant

A forum of the regional division - "Problems of Introducing State-of-the-Art Technologies" - of the Russian Academy of Natural Sciences (RANS) was held at the RusHydro branch JSC Zagorskaya PSPP. Problems with advancing the construction of pumped storage power plants in Russia were discussed during the session.

There are more than 500 PSPPs in the world today. The Zagorskaya PSPP is the only large pumped storage power plant in Russia. According to expert forecasts, there is a more than 5 million KWh shortage of high-maneuvrability wattage in Moscow Region alone. This problem could be solved by implementing the construction program for pumped storage power plants. As

part of this program, RusHydro launched an initiative for the construction of Zagorskaya-2 PSPP, with 840 MW of capacity, in 2006. Construction work on the plant is now under way.

According to Lev Skvortsov, Director of the regional division "Problems of Introducing State-of-the-Art Technologies," the visit by members of the Academy to the Zagorskaya PSPP will help actualize the problems of building pumped storage power plants in Russia, and thus play a part in the active development of the country's economic and social spheres.

New members were inducted into RANS during the forum. Vladimir Magruk, Director of JSC Zagorskaya PSPP, and Vladimir Chernenko, head of the branch's Hydrotechnical Department, received their membership cards and lapel pins. The academy members' lapel pins feature a gilded bas-relief of the prominent scholar and natural scientist Academician V.I. Vernadsky.

RANS is an innovative nationwide scientific organization that brings together scientists of all kinds: natural scientists, social scientists, and the creators of science-intensive technologies. The Academy's mission is the advancement of science, education, and culture - vital factors of Russia's sustainable development - and to promote, using all possible means, humanistic and intellectual ideals in society, help in the development of Russia's indigenous ethnic cultures, and so on.

March

RusHydro news

March 12 2009

Board of Directors Approves Additional Issue

March 11, 2009 JSC “RusHydro” Board of Directors approved the resolution on the additional issue of the issuer’s securities (Minutes No.73 of March 12, 2009), the form of voting – an absentee vote.

The postal address to which ballots were sent: JSC RusHydro, 51 Arkhitektora Vlasova St., Moscow, 117393.

In the course of additional issue the total number of 16,000,000,000 (sixteen billion) of ordinary registered non-documentary shares are issued by public offering with a par value of 1 (one) rouble each.

The offering price of 1 (one) additional ordinary registered share of the Issuer, including for those on the list of persons with the pre-emptive right to acquire the Issuer’s additional ordinary registered shares, shall be 1 (one) rouble (equal to the par value). That price was determined by the resolution of the Issuer’s Board of Directors dated 11 March 2009, Minutes No. 73 of 12 March 2009, in accordance with articles 36, 77 of the Federal Law on Joint Stock Companies.

The Commencement date for the placement of the Issuer’s additional shares shall be the 15th (fifteenth) day from the date a notice of state registration of this additional securities issue is published in accordance with the Federal Law on the Securities Market and regulatory legal acts of the federal executive authority for the securities market.

The notice of state registration of the additional securities issue shall be published by the Issuer in a print media with a circulation of over 10,000 (ten thousand) copies (Vedomosti newspaper) no later than 10 (ten) days from the date of state registration of the Resolution on the issue of securities (hereinafter also the Resolution on the additional issue of securities). The published notice shall indicate, among other things, the procedure for potential holders of equity securities to access information contained in the Issue Prospectus.

The Issuer shall also disclose information about state registration of the additional securities issue by posting a notice in the newswire (AK&M or Interfax) and on the Issuer’s website in the manner provided for under clause 11 of the Resolution on the additional issue (of securities).

The term of determining the Commencement date for the placement of the Issuer’s additional shares shall be calculated from the date a notice of state registration of the Issuer’s additional securities issue is published in the newspaper Vedomosti.

The Completion date for securities placement comes to the 111th (one hundred and eleventh) day from the date of state registration of this additional securities issue or the date of placing the last security from this issue, depending on whichever date comes earlier.

Other terms for the placement of securities defined by the Resolution on their placement, are as follows:

The placement of additional shares among the pre-emptive right holders shall be carried out in accordance with the procedure provided for under clause 8.5 of the Resolution on the additional issue of securities.

Until expiry of the pre-emptive right period in respect of securities subject to placement, established by clause 8.5 of the Resolution on the additional securities issue, such securities shall be placed only through the exercise of the pre-emptive right.

The placement of shares outside the framework of pre-emptive rights shall be carried out by way of concluding contracts on the acquisition of shares.

For the purpose of concluding contracts on the acquisition of shares, the Issuer shall, no later than 10 (ten) days from the completion (end) date of the pre-emptive right period (as this period is determined hereinafter), post an invitation for share purchase bids to an indefinite group of persons in the newswire of AK&M or Interfax, and also on the website at: <http://rushydro.ru>

The period during which share purchase bids may be submitted:

Bids for the purchase of shares may be submitted to the Issuer within 30 (thirty) days beginning with the date an invitation for share purchase bids is posted in the newswire of AK&M or Interfax, and also on the website at: <http://www.rushydro.ru/> (hereinafter this period is referred to as the Bid Collection Period).

The prospective buyer may submit its share purchase bids to the Issuer on business days from 10:00 a.m. to 5:00 p.m. Moscow time at the following address: 51, Arkhitektora Vlasova St., Moscow, 117393, personally or through its authorized representative having duly executed power of attorney or other document confirming the representative's powers.

Each offer shall include the following data:

- the title: "Offer for the acquisition of JSC RusHydro shares";
- full business name/full name of the prospective buyer;
- taxpayer identification number of the prospective buyer (if available);
- place of residence (business) of the prospective buyer;
- for private individuals – passport details (date and place of birth; passport series, No. and date of issue, the issuing authority);
- for legal entities – information on incorporation (including for Russian legal entities – information on state registration/entry of the legal entity in the Uniform State Register of Legal Entities (date, registration body, No. of the corresponding certificate);
- consent of the bidder to acquire shares in an amount defined in the bidder at the offering price set by the Resolution on the additional issue of securities;
- the amount of shares to be acquired. The amount of shares to be acquired may be indicated in one of the following ways:
 - the exact amount of shares in numerical expression, which the bidder undertakes to acquire;
 - the minimum amount of shares, which the bidder undertakes to acquire. The minimum amount means the bidder's proposal to acquire any amount of shares

intended for placement in an amount at least equal to the indicated minimum amount;

- the maximum amount of shares, which the bidder undertakes to acquire. The maximum amount means the bidder's proposal to acquire any amount of shares intended for placement in an amount not exceeding the indicated maximum amount;

- the minimum and the maximum amount of shares, which the bidder undertakes to acquire. The minimum and the maximum amounts mean the bidder's proposal to acquire any amount of shares intended for placement in an amount at least equal to the indicated minimum amount and not exceeding the indicated maximum amount.

- No. of the personal account in the register of holders of the Issuer's registered securities, to which the shares acquired will be transferred. If shares are to be transferred to the nominee's account in the register of holders of the Issuer's registered securities – full corporate name of the depository, data on the depository's state registration (PSRN, the name of the state registration body, the date of state registration and of making an entry on the depository in the Uniform State Register of Legal Entities), No. of the prospective buyer's custody account, No. and date of the depository contract concluded between the depository and the prospective buyer (in relation to shares);

- the prospective buyer's bank details for money refund;

- contact data (postal address and fax number with the indication of the international code) for sending the reply on bid acceptance.

The bid shall be signed by the prospective buyer (or the prospective buyer's authorized representative with the original or duly notarized copy of power of attorney or other document confirming the representative's powers attached to it) and, for legal entities, the bid shall include a stamp impression (if available).

If the law requires that the bidder acquire the amount of shares indicated in its proposal only with the preliminary consent of the anti-monopoly body, the bidders shall attach a copy of the corresponding approval by the anti-monopoly body to the bid.

The Issuer may deny acceptance of an bid, if the bid fails to meet the requirements provided for under Russian Federation law and the Resolution on the additional issue of securities.

The bids submitted shall be registered by the Issuer in a special register of bids (hereinafter referred to as the Register) on the day of their receipt.

Upon expiry of the Bid Collection Period, the Issuer shall, pursuant to an analysis of the Register, send replies to the offerors, selected by the Issuer at its own discretion, on the acceptance of offers complying with the requirements provided for under clause 8.3 of the Resolution on the additional issue of securities. Such replies shall indicate the amount of shares to be placed with the relevant bid. The bid acceptance reply shall be delivered to the buyer personally or through the buyer's authorized representative or sent by fax indicated in the bid no later than the first business day following the date on which the Issuer decides to accept the bid. A decision on acceptance of the bid may be made by the Issuer no later than the last day of the bid collection period.

A contract on the purchase of shares shall be deemed concluded at the moment the bidder receives the Issuer's reply on acceptance of its bid.

The bids to acquire additional RusHydro shares submitted by prospective buyers to JSC RusHydro shall be accepted by JSC RusHydro at its discretion. JSC RusHydro has the right to accept bids received from prospective buyers of JSC RusHydro's additional shares to the extent of the total amount of additional shares subject to placement, in an amount sufficient for JSC RusHydro to raise funds not exceeding 5,652,380,100 (five billion, six hundred and fifty-two million, three hundred and eighty thousand and one hundred) roubles. JSC RusHydro has the right to reject other bids from prospective buyers of JSC RusHydro additional shares that fall within the total amount of JSC RusHydro additional shares subject to placement but entail fund-raising above the amount indicated herein.

The buyers that have received the Issuer's acceptance reply to their bids shall pay for the shares in full within 7 (seven) days from the date of receipt of the Issuer's bid acceptance reply.

The obligation to pay for the shares shall be deemed fulfilled at the moment the funds hit the Issuer's account indicated in the Resolution on the additional issue of securities.

In the event of partial or complete default on the obligation to pay for the shares within the specified term, the Issuer shall have the right to waive its reciprocal obligation to transfer shares to such prospective buyers.

In the event that a prospective buyer fulfils partially its obligation to pay for the shares, the Issuer may fulfil its reciprocal obligation to transfer shares to the prospective buyer in an amount paid for by the prospective buyer.

In the event that a prospective buyer fulfils partially its obligation to pay for the shares or the Issuer completely refuses to fulfil its reciprocal obligation to transfer the shares, the money received as partial fulfilment of the obligation to pay for the shares or, correspondingly, all the money paid by the prospective buyer for the shares shall be refunded to the prospective buyer by a bank transfer no later than 30 (thirty) business days from the Completion date for the placement of shares in accordance with the bank details indicated in the bid.

In the abovementioned cases, a notice of the Issuer's refusal to fulfil its reciprocal obligation to transfer shares (all shares or part of the shares unpaid for by the prospective buyer) shall be delivered to the prospective buyer personally or through its authorized representative or sent by fax indicated in the bid on the date the Issuer decides to refuse to fulfil its reciprocal obligation.

The person to which the Issuer issues (sends) a transfer order serving as the ground for making a credit entry in the personal account or the custody account of the first holder (the registrar, the depository, the first holder), and other terms for the issue of a transfer order:

Within 5 (five) days from the date the money is entered into the Issuer's settlement account, the Issuer shall send the Issuer's registrar (Open Joint Stock Company Central Moscow Depository, PSRN No. 1027700095730, register-keeping license No. 10-000-1-00255 of 13 September 2002 issued by the Federal Securities Market Commission) a transfer order serving as the ground for making a credit entry in the personal account of the buyer or the nominee holder of the buyer's deposit. The registrar will, within no more than 3 (three) days from the date of receiving the transfer order, debit from the issuer's securities account the amount of the issue's shares indicated in the transfer order and credit them to the personal account of the buyer or the nominee holder of the buyer's deposit.

Shares shall be deemed placed from the date of making an entry in the register of shareholders, the holders of the Issuer's securities, about the transfer of securities to the personal account of the buyer or the nominee holder of the buyer's deposit.

Provision of the pre-emptive right for acquisition of securities to the Issuer's participants (shareholders) and/or other persons are as follows:

Under Articles 40 and 41 of the Federal Law on Joint Stock Companies, the Issuer's shareholders, the holders of ordinary shares that were entitled to participate in the general meeting of the Company's shareholders on 17 November 2008, shall have the pre-emptive right to acquire additional shares of the Issuer in an amount proportionate to the amount of the Issuer's ordinary shares held by them.

The date for drawing up a list of persons enjoying the pre-emptive right to acquire securities subject to placement:

The list of persons having the pre-emptive right to acquire securities subject to placement shall be drawn up pursuant to data contained in the register of the Issuer's shareholders as of 8 October 2008 – the record date for the list of eligible participants in the general meeting of the Issuer's shareholders, which was held on 17 November 2008 and made the decision on increasing the Issuer's authorized capital through the placement of additional shares.

In the event if the Issue Prospectus is registered at the Issuer's discretion – an obligation assumed by the Issuer to disclose information after each stage of the securities issue procedure:

Under clause 2.1.3. of the Rules on the Issue of Securities and Registration of the Issue Prospectus (endorsed by Russian Federal Financial Markets Service order No. 07-4/pz-n of 25 January 2007), state registration of the issue (additional issue) of JSC RusHydro securities shall be accompanied by registration of the issue prospectus as these securities are placed by way of public offering among persons the number of which exceeds 500 (including persons with pre-emptive rights to acquire securities subject to placement). The Issuer shall be obliged to disclose information after each stage of the securities issue procedure.

March 16 2009

The Board of Directors of JSC RusHydro approves a transaction with JSC INTER RAO UES

On 27 February, 2009, the Board of Directors of JSC RusHydro approved conclusion of an agreement for trust management of rights related to shares in JSC OGK-1 between JSC RusHydro and JSC INTER RAO UES, being an interested party transaction, on the following terms and conditions:

The biggest shareholders in JSC OGK-1 are JSC FGC UES (40.14% of the total number of the placed shares) and JSC RusHydro (21.71% of the total number of the placed shares). Less significant blocks of share belong also to LLC Energy Index – FGC, (2.94 %) and LLC Energy Index RusHydro. (0.98 %).

JSC OGK-1 is a non-core business subsidiary company of JSC FGC UES and JSC RusHydro, which is the reason why the mentioned companies are considering the possibilities of disposing, in the medium-term future, of their blocks of shares in JSC OGK-1 to a strategic investor for the purpose of financing their own investment programmes out of the proceeds from the sale.

In consideration of the experience of JSC INTER RAO UES in managing thermal generation assets, availability of relevant specialists and accumulated competence, as the optimum means for fulfilling the stated task and for resolving the question of financing the investment programme of JSC OGK-1, it is deemed advisable to consider the question of integrating the businesses of JSC INTER RAO UES and JSC OGK-1, including by transferring the blocks of shares in JSC OGK-1 belonging to JSC FGC UES and JSC RusHydro, as well as their subsidiary companies LLC Energy Index – FGC, and LLC Energy Index RusHydro, respectively, into trust management by JSC INTER RAO UES.

Resolution of the Federal Anti-monopoly Service dated 21 January, 2009, No. AG/1562 satisfied the application submitted by JSC INTER RAO UES to acquire shares in JSC OGK-1 into trust management.

March 20 2009

The Report on the additional issue of shares in JSC RusHydro is registered

On 19 March, the Federal Service for the Financial Markets of Russia registered the Report on the additional issue of shares in JSC RusHydro, registered by the Federal Service for the Financial Markets of Russia on 2 December 2008 (state registration number 1-01-55038-E-036D).

As announced previously, the additional issue of ordinary shares in JSC RusHydro was suspended on 13 March by decision of the Federal Service for the Financial Markets of Russia in connection with a technical error in the documents presented by the Issuer for state registration of the Report. The inaccuracy was remedied by JSC RusHydro after receiving a notification from the Federal Service for the Financial Markets of Russia.

The additional issue of shares was carried out for the purpose of obtaining budget allocation to the authorized equity capital of JSC RusHydro in accordance with the Federal Law on the Federal Budget for 2008 and the planning period of 2009 and 2010.

In fulfilment of the given Federal Law, during the placement of the additional shares by preemptive right, in December 2008, the Russian Federation contributed funds in payment for the shares in the amount of 6,000,000,000 roubles.

In connection with the fact that, according to the results of exercise by the shareholders in JSC RusHydro of their preemptive right to acquire the additional shares, some of the shares remained unplaced, as well as for the purpose of accelerating receipt of 2009 budget allocations, on 23 January 2009, the Board of Directors of JSC RusHydro passed a resolution to approve a transaction intended to place 3,998,000,000 additional shares in favour of the Russian Federation. Funds in the amount of 3,998,000,000 roubles were paid for the shares in February 2009.

The funds thus received will be allocated for implementation of the Company's investment programme.

The remaining part of the 2009 budget allocations (in accordance with the Federal Law on the Federal Budget for 2009 and the planning period of 2010 and 2011) will be used to pay for the shares of a new additional issue of JSC RusHydro.

On 11 March 2009, the Board of Directors of JSC RusHydro approved a Resolution on an additional issue of securities and the Securities Prospectus of JSC RusHydro. In accordance with a resolution of the Extraordinary General Meeting of Shareholders of JSC RusHydro, the total volume of the additional issue of shares in JSC RusHydro planned for placement during 2009 amounts to 16,000,000,000 (sixteen billion) units. In accordance with the Federal Law on Joint-Stock Companies, the Board of Directors approved the placement price of 1 additional share in the amount of 1 rouble, which corresponds to its nominal value.

March 31 2009

JSC RusHydro published 2008 Financial Statements (RAS)

JSC RusHydro publishes 2008 Financial Results prepared in accordance with the Russian Accounting Standards (RAS).

Financial Statement as of December 31, 2008

As of December 31, 2008 the value of JSC RusHydro assets were 441,293,808,000 roubles against 194 041 167 000 roubles at the beginning of the reporting year. The Company's shareholder equity amounted to 410 103 939 000 roubles as of December 31, 2008 against 176 755 185 000 roubles at the beginning of the reporting year.

The substantial change in Company's assets and shareholder equity reflected in the Company's financial statements for 2008 were the results of the two stages of the Company's reorganization completed. During the first stage, on January 9, 2008, JSC RusHydro consolidated 20 SDCs (19 AO-HPPs and CJSC EOZ), during the second stage, on July 1, 2008, the reorganization was completed by consolidation of JSC Irganaiskaya HPP, JSC Cascade of NChHPPs, JSC State Holding RusHydro and JSC Minority Holding RusHydro.

Profit and loss statement for 2008

JSC RusHydro revenues amounted to 61,877,186,000 roubles against 41,797,725,000 roubles in the same period last year, growth by 38.4%. Production costs amounted to 38,218,482,000 roubles, against 33,293,839,000 roubles for last year.

Gross profit amounted to 23,658,704,000 roubles, against 8,503,886,000 roubles for the same period of last year.

JSC RusHydro's current profit tax for 2008 amounted to 7,284,525,000 roubles against 2,268,184,000 roubles in the same period last year. During 2008, JSC RusHydro received net profits of 16,450,239,000 roubles against 8,615,731,000 roubles during the previous year.

Growth in revenues is due to the general increase in 2008 of the Company's tariff including growth of regulated tariffs (to finance construction of the most important hydropower facilities and technical rehabilitation and modernization), introduction from July 1, 2008 of a capacity market, increase in the share of liberalization on the national wholesale electric power (capacity) market, and consolidation of SDCs within the Company's reorganization.

Subsidiaries news

March 13 2009

Cheboksarskaya HPP implements the JSC RusHydro environmental policy

Within JSC RusHydro Subsidiary - Cheboksarskaya HPP, a complex of measures has been developed and its being implemented for implementing the environmental policy of the JSC RusHydro holding company for 2009-2011.

The JSC RusHydro Environmental Policy is designed to intensify nature protection measures during operation of power enterprises, raise the level of environmental safety and implement a comprehensive approach to the use of natural power resources. It includes measures to improve the legislation of the Russian Federation in the sphere of environmental protection and introduce an environmental management system in JSC RusHydro. In 2009, JSC RusHydro Subsidiary - Cheboksarskaya HPP will spend over 3 million roubles on nature protection measures.

The core business of the Cheboksarskaya HPP consists in production of electric power, during which no harmful pollution of the atmosphere is created and emissions from auxiliary production do not exceed the permitted levels. It should be noted that, right from the start, environmentally clean hydro-turbines precluding oil finding its way directly into the Volgun and unequalled in the Soviet Union were installed at the Cheboksarskaya HPP. The personnel of the power plant exercise environmental analysis control over industrial emissions into the atmosphere and discharge of waste water into the river. The results of the studies performed are sent regularly to

the controlling authorities. All auxiliary production units of the Cheboksarskaya HPP abide strictly by the rules for placement, storage, transportation of waste and the safety regulations during its handling, and control is exercised over their formation, collection and disposal. In 2008, no violations of the environmental standards and requirements in the sphere of environmental protection were identified at the power plant.

Over the next two years, at the Cheboksarskaya HPP a whole complex of environmental measures will be implemented: to reduce the effect of production and consumption on the environment, to landscape and plant the area of the HPP, to develop a design for purification plant for waste water from the HPP building, and to monitor pollution. This year, JSC RusHydro Subsidiary - Cheboksarskaya HPP plans to have its environmental management system certified for compliance with the ISO 14001 international standard.

March 13 2009

Cascade of Kubanskiye HPPs: implementation of the RusHydro environmental policy

JSC RusHydro, being one of the biggest producers of electric power in the Russian Federation, provides consumers with a highly efficient, environmentally clean type of energy by using renewable energy sources in consideration of the provisions of the Kyoto Protocol for preventing greenhouse gas emissions.

The company fulfils the requirements of the legislation of the Russian Federation in the sphere of environmental protection, participates in discharge by Russia of its obligations deriving from international conventions ratified by the Russian Federation in the sphere of environmental protection, and strives for a constant reduction in the impact on the environment and prevention of environmental pollution.

On 15 August 2008, the Board of Directors of JSC RusHydro adopted the JSC RusHydro Environmental Policy, as well as a programme for implementing it. It is designed to intensify nature protection activities during operation of power enterprises and includes measures to improve the legislation of the Russian Federation in the sphere of environmental protection and introduction of an environmental management system within JSC RusHydro.

In 2008, the Cascade of Kubanskiye HPPs spent more than 55 million roubles on nature protection measures. During this time, thirty nine oil circuit-breakers were replaced with environmentally safe vacuum ones, the banks of the channels and the Kubanskiye reservoir were strengthened. State control over use and protection of water facilities provided for use is also exercised by the Government of Stavropol Territory. Payment for use of water facilities is made in full to the federal budget in accordance with Chapter 25.2 of the Tax Code of the Russian Federation. In 2008, the Cascade of Kubanskiye HPPs paid more than 12.5 million roubles in water tax for use of the water of the Bolshoy Stavropolskiy and Nevinnomysskiy canals. During the reporting period, no violations of the environmental standards and requirements in the sphere of environmental protection were committed at the Cascade of Kubanskiye HPPs.

During the current year, the plan for nature protection measures includes strengthening the internal banks of the Kubanskoye reservoir, clearing the bed of the SHPP's supply canal, re-equipping the outdoor switchgear and replacing oil circuit-breakers and transformers.

March 13 2009

Votkinskaya HPP implements the JSC RusHydro environmental policy

Within JSC RusHydro Subsidiary-Votkinskaya HPP, a complex of measures is being carried out to implement the JSC RusHydro environmental policy for 2009-2011.

The JSC RusHydro Environmental Policy is designed to intensify nature protection measures during operation of power enterprises. It includes measures to improve the legislation of the Russian Federation in the sphere of environmental protection and introduce an environmental management system in JSC RusHydro. In 2009, more than 12 million roubles were spent at JSC RusHydro Subsidiary-Votkinskaya HPP on environmental protection measures.

Within the scope of the measures to improve the environmental activities, in the current year JSC RusHydro — Votkinskaya HPP plans to replace the oil pressure installations of hydro-units Nos. 2 and 4; to renovate the oil collection system; to renovate compressor station 1, replace the seals of the rotor wheels of two turbines, overhaul the faces of the left bank of the spillway canal and perform other work. In addition, managers and specialists will be trained in environmental protection and environmental safety.

Control over the surface waters of the head and tail races is carried out quarterly by FGUZ Centre for hygiene and epidemiology, which holds a relevant accreditation certificate. One a month, the sewage flowing into the city sewer system is checked by accredited laboratory OOO Tshaikovskaya Textile Company. Due control is also exercised over emissions into the atmosphere. The power plant's core activity consists in generating electric power, which does not cause any atmospheric pollution, while emissions from auxiliary types of production (such as manual welding and painting of equipment and wood working) do not exceed the set standards. All auxiliary production at the Votkinskaya HPP is carried out in strict observance of the rules for placement, storage, transportation and safety regulations for handling waste and the formation, collection and disposal of such waste is carried out under strict control.

There have been no recent violations of environmental standards and requirements in the sphere of environmental protection at JSC RusHydro Subsidiary- Votkinskaya HPP.

March 14 2009

Ecological Audit

A periodical assessment audit of the Ecological Management System (EMS) at the Volzhskaya Hydropower Plant, a JSC RusHydro branch, has been completed. The test of the plant was conducted by the British Institute of Standards (BSI), an international certification organization.

The audit of the Volzhskaya Hydropower Plant took place on 25 and 26 February, its aim being to confirm that the Ecological Management System met both the ISO 14001 international standard and standards established independently by the plant as obligatory. Areas in which the EMS did not meet the aforementioned standards were not discovered.

"The test demonstrated that our plant's Ecological Management System is being improved virtually every day. It showed how we are continually improving by achieving our environmental goals and overcoming our problems in that field," said Andrei Klimenko, the director of RusHydro's Volzhskaya Hydropower Plant, in commenting on the results of the assessment audit.

The Ecological Management System at RusHydro's Volzhskaya Hydropower Plant was certified as meeting the ISO 14001:2004 international standard in October 2008. Based on the results of the audit conducted by the British Institute of Standards, an international certification organization, a registration certificate was issued with regard to the production and sales of electric power. The Volzhskaya Hydropower Plant was the first station of its kind in Russia to receive such a certificate.

The project to introduce Ecological Management System at RusHydro was begun in 2007, and

will be implemented at all of the company's hydropower plants. It is part of RusHydro's environmental policy, which is based on the principles of energy efficiency, and the rational use of natural and energy resources, while reducing any possible negative impact on the environment.

March 19 2009

The command group for construction of the Bureiskaya HPP, which meets once a quarter, was chaired by the Managing Director and Head of the Far East Division of JSC RusHydro, Yuri Gorbenko. The meeting summed up the results for 2008 and outlined the tasks

On 18 March, a meeting was held in the Permanent Representation of the Republic of Sakha (Yakutia) under the President of the Russian Federation (Moscow, Myasnitskiy Proezd) on implementation of the project entitled "Comprehensive Development of South Yakutia".

The participants in the event held by Senior Deputy Prime Minister of the Republic of Sakha (Yakutia) Gennadiy Alexeyev included representatives of federal ministries and departments (the Ministries for Regional Development and for Power, Rosavtodor and Roszheldor), industrial co-investor companies (RusHydro, the ARMZ Uranium Holding Company, the Kolmar coal holding companies, the Alros Group and Gazprom), as well as the project co-ordinator-investor South Yakutia Development Corporation.

The discussion centred on aspects of the launch of funding for the first stage of project implementation, specifically development of the design documentation. The fact that the CEOs of companies attended the meeting: the General Director of the ARMZ Uranium Holding Company Vadim Zhivov and Acting Chairman of the Management Board of JSC RusHydro Vasily Zubakin, as well as the General Director of OOO Kolmar Lev Kuznetsov, testifies that the matters discussed were priorities for investors.

In his introductory speech, Gennadiy Alexeyev congratulated the participants on a major event - the signing of Directive of the Government of the Russian Federation No. 302-p dated 10 March 2009 „, approving the project passport and permitting launch of funding for it, and thank them for their active participation in promoting the project.

The General Director of the South Yakutia Development Corporation Mikhail Bruk presented the time schedule for interlinked measures that, if fulfilled precisely and smoothly, will allow project work to be initiated in July this year, outlined the matters to be resolved within the next two weeks in collaboration with the Ministry for Regional Development, executive organisations and investors. The main attention was focused on introducing amendments into the Federal Law on the Budget, completing specification of the terms of reference for design and preparing the investment agreement.

The participants in the meeting agreed on further co-ordinated actions.

Let us recall that the project passport envisages contribution of budget allocations of the Investment Fund of the Russian Federation to the authorised capital of the founded JSC Elkonkiy GMK-Project in an amount of over 2.7 billion roubles (for development of the design documentation for the Elkonkiy GMK), as well as to the authorised capital of JSC RusHydro in an amount of approximately 3 billion roubles (for development of the design documentation for the Kankunskaya HPP). The remaining funds out of those allocated by the state in 2009-1010 – 7.8 billion roubles – will be used for designing road and railways, electricity transmission cable and substations.

In general, the first stage in implementation of the project for development of South Yakutia is assessed at about 10.4 billion roubles.

March 19 2009

Karachaevo-Cherkesskiy Subsidiary: implementation of the RusHydro environmental policy

In 2008, Karachaevo-Cherkesskiy Subsidiary spent more than 730 thousand roubles on nature-protection measures. During that time, a project was implemented for installing equipment for cleaning and removing bottom settlements at the Marukha, Aksaut, and Bolshoy Zelenchuk hydro-complexes. State control over use and protection of water bodies provided for use is also exercised by the Government of the Karachaevo-Cherkesskaya Republic. Payment for use of water bodies is made in full to the federal budget in accordance with Chapter 25.2 of the Tax Code of the Russian Federation. In 2008, the Karachaevo-Cherkesskiy Subsidiary paid more than 3.5 million roubles in water tax for use of the rivers Marukha, Aksaut, Bolshoy Zelenchuk and Kuban. During the reporting period, no violations of the environmental standards and requirements in the sphere of the environment protection were discovered at the Karachaevo-Cherkesskiy Subsidiary.

JSC RusHydro, being one of the biggest producers of electric power in the Russian Federation, provides consumers with a highly efficient, environmentally clean type of energy by using renewable energy sources in consideration of the provisions of the Kyoto Protocol for preventing greenhouse gas emissions.

The company fulfils the requirements of the legislation of the Russian Federation in the sphere of environmental protection, participates in discharge by Russia of its obligations deriving from international conventions ratified by the Russian Federation in the sphere of environmental protection, and strives for a constant reduction in the impact on the environment and prevention of environmental pollution.

On 15 August 2008, the Board of Directors of JSC RusHydro adopted the JSC RusHydro Environmental Policy, as well as a programme for implementing it. It is designed to intensify nature protection activities during operation of power enterprises and includes measures to improve the legislation of the Russian Federation in the sphere of environmental protection and introduction of an environmental management system within JSC RusHydro.

The current plant of nature protection measures includes equipping places for storing waste and renovating the system for storm water drainage through purification plant.

March 23 2009

“Lean energy” - the way towards energy efficiency within RusHydro

In Balakovo, where JSC RusHydro Subsidiary-Saratovskaya HPP is located, an extended meeting was held of the Management Board of JSC RusHydro with the participation of the company management and directors of all subsidiaries and dependent companies. The venue of this meeting of the management of Russia's biggest generating company was no random choice: a serious experiment has been under way at the Saratovskaya HPP for more than six months now - a pilot project for introduction of the "Lean Energy" programme for raising operating efficiency.

At the end of the meeting, the head of RusHydro, Vasiliy Zubakin, gave a press conference. He

announced that, in terms of the heat and importance of the resolutions adopted, the meeting was in keeping with the current economic situation.

"A serious crisis must be met with serious initiatives and profound decisions. In particular, it was decided that the pilot project for energy saving and energy efficiency should be rolled out to other RusHydro power plant. We are satisfied with the interim results of the project, although it is not yet completed. What we have heard today impressed even those who, just a few months ago, were skeptical about the idea. Problem solving and more energy efficient production without capital investments are extremely important now. And this is the direction in which our company is now turning in the main. Today, a decision was made to adopt the energy efficiency system in all spheres of the company's operations: in economies of electric power for internal needs and of thermal electric power, in adoption of optimal technological decisions with respect to renovation and repair works. All this should entail greater competitiveness of the company and lower production costs of energy resources, as well as stability under the conditions of the financial crisis. Even though the law on energy efficiency has not yet been approved by the State Duma, our company has taken up this sphere of activity as if it had been. We are striving to become if not international, at least national champions in raising energy efficiency. And one of the ways to achieve this is to introduce the "Lean Energy" programme".

"There are currently 9 projects in place that are being implemented within the scope of the Lean Energy programme. Three of them have been completed, while work is continuing on the others", Lyudmila Odintsova, Director of JSC RusHydro Subsidiary-Saratovskaya HPP stated.

It should be noted that the working group for implementing the project consists of representatives of different specialties and power plant services, to a multilateral view of a common problem is achieved - in contrast to the principle when only technical services specialists try to resolve a problem. A lateral view helps in finding sometimes unique and unusual solutions. The motto of the working group is, not surprisingly "Together we see — together we know — together we act".

The press conference also covered the possible reduction in the funding of RusHydro social and charitable programmes during the crisis.

"At the given time, the company's business plan, investment and charitable programmes have not yet been approved. But we do not intend to close down the social and charitable programmes completely", Vasiliy Zubakin assured. "Some plans may have to be put off for a while. Our chief priority remains, however, the help children from socially vulnerable population strata and to foster the growth of future company personnel, from kindergarten to degree level. Take the project under which representatives of commissions from the St.Petersburg technical and the Siberian Federal universities visit the regions where hydro-power plants are being built and choose talented youngsters from among the local population to study at their institutions. Our company then helps them out materially. This means grants and payment of travel expenses and organisation of internships and finding a job. In the difficult economic situation, we must help those in most need.

March 23 2009

The tasks for 2009 in construction of the Bureiskaya HPP are determined

The command group for construction of the Bureiskaya HPP, which meets once a quarter, was chaired by the Managing Director and Head of the Far East Division of JSC RusHydro, Yuri Gorbenko. The meeting summed up the results for 2008 and outlined the tasks for 2009 in construction of the Bureiskaya HPP.

The meeting participants stated that, in spite of the crisis that struck the economy at the end of

last year, investment funds had been released by RusHydro in full: 5.7 billion roubles were spent on construction of the Bureiskaya HPP and fully payment made to the general contractor. All the tasks involved in construction of the power plant in 2008 were fulfilled: the first and second hydro-units were started up in operating mode (under full pressure), the installed capacity of the plant rose by 300 MW, and the surface spillway was tested.

"RusHydro has highly appraised the work of both the customer and the contractor in construction of the Bureiskaya HPP", Gorbenco noted.

In 2009, construction of the power plant is advancing confidently: the Bureiskaya HPP has been recognised as a priority RusHydro investment programme. This year, 6.5 billion roubles are to be spent on fulfilling the following programme: start-up of the third hydro-unit in operating mode, completion of surface spillway testing, accompanied by adoption of technical solutions for development of the spillway channel, and fulfilment of the entire complex of work on the tail race. A complex of work is also to be performed to develop the dam crest and area round the plant and launch construction of the transformer building in the hollow of the dam. An important part of the construction plan consists in completing cementing of the dam seams so that, during 2009, all concrete works at the Bureiskaya HPP will be finished and the concrete plants disassembled. At the same time, the task has been set of reclaiming the land used during construction – quarries and tailing ponds.

The hydro-engineers also fulfil social construction projects: in October, a public amenities centre was commissioned in the village where the operators live. Construction work is going on to build socially significant facilities in the Amursk Region: in 2009, it is planned to spend 250 million roubles for these purposes.

In 2009, the Bureiskoye reservoir will reach its planned level. The command indicated the need to approach the Ministry for natural resources once more concerning the creation of a service for guarding and use of the reservoir.

The environmental component will also remain under control: IVEP DVO RAN is completing the work of stage I of socio-economic monitoring of the impact zone of the Bureiskiy hydro-complex (the construction period) and is developing a work programme for stage II of the monitoring (the period of design operation of the hydro-complex).

It is intended to deliver the Bureiskiy hydro-complex to the Central Acceptance Commission in 2011 .

April

RusHydro news

April 7 2009

At the regular General Meeting of the Board of Directors of JSC RusHydro

On 3 April 2009, a regular meeting of the Board of Directors of JSC RusHydro was held in absentia.

The Board of Directors of JSC RusHydro permitted the Management Board of the Company to finance investment activities in the 2nd quarter of 2009 in an amount up to 14 billion roubles within the scope of the Investment Programme approved by the Board of Directors on 23 January 2009 and instructed it to ensure presentation of the Investment Programme for 2009 for consideration by the Board of Directors after its consideration by a meeting of the Government of the Russian Federation.

On 23 January 2009, the Board of Directors of JSC RusHydro approved the Investment Programme for 2009 in the sum of 79,343 million roubles, envisaging start-up of 145 MW of generating capacity in 2009.

The Board of Directors of JSC RusHydro elected the following additional members of the Investment Committee:

Denis Nozdrachev	Director of the Infrastructure Department of State Corporation Bank for Development and Foreign Trade (Vnesheconombank)
Wolfgang Skribot	Managing Director of the Direct Investment Department of JSC Gazprombank
Maria Tikhonova	Head of the Division for Corporate Governance and Economic Expertise of a Department of the Ministry of Power of Russia

On 23 January 2009, a resolution of the Board of Directors of JSC RusHydro elected 7 members of the Investment Committee under the Board of Directors of the Company. In accordance with the Regulations on the Investment Committee, the Investment Committee should have no more than 13 members.

On the item “On participation (termination of participation) by the Company in other organizations, the Board of Directors resolved:

1. To approve termination of participation by the Company in JSC Vilyuiskaya HPP-3 by disposing of the shares on the following terms and conditions:

- balance sheet value of the shares – 47,639,575 roubles;
- value of the shares as determined by an independent appraiser – 84,240,000 roubles;
- ownership interest of the Company in the authorized equity capital of JSC Vilyuiskaya HPP-3 before disposal of the shares in accordance with this resolution – 1.9016%;
- category, type, nominal value, and number of shares sold – ordinary registered shares with a nominal value of 10 roubles per share numbering 9,204,984 units;
- disposal method – direct sale to LLC ALROSA-Okhrana.

JSC RusHydro is a minority shareholder in Vilyuiskaya HPP-3 (1.9016%) and virtually does not participate in management of JSC Vilyuiskaya HPP-3. In this connection, it appears advisable to

terminate participation by JSC RusHydro in JSC Vilyuiskaya HPP-3 by means of direct sale of the block of shares to LLC ALROSA-Okhrana (a 100% SDC of CJSC AK Alrosa).

2. To approve conclusion of a sale and purchase agreement for additional shares between JSC RusHydro and JSC Zagorskaya PSPP-2, being an interested-party transaction, on the following terms and conditions:

- category, type, nominal value of the shares: ordinary registered shares with a nominal value of 1 rouble per share;
- number of shares acquired: 2,464,589,236 units; JSC RusHydro has the right to acquire a smaller number of shares in JSC Zagorskaya PSPP-2, in which case JSC Zagorskaya PSPP-2 will transfer to the ownership of JSC RusHydro a corresponding number of paid-up shares;
- share acquisition price: the placement price of additional shares in JSC Zagorskaya PSPP-2, constituting 3.53 roubles per 1 additional ordinary registered share to a total sum of no more than 8,700,000,003.08 roubles.

As a result of acquiring the additional shares, the ownership interest of JSC RusHydro in the authorized equity capital of JSC Zagorskaya PSPP-2 will not change and will constitute 100%.

The increase in the authorized equity capital of JSC Zagorskaya PSPP-2 by means of placement of additional shares by private offering is performed for the purpose of capitalization of JSC RusHydro's contributions to financing the construction of the Zagorskaya PSPP-2.

3. To approve participation by JSC RusHydro in JSC Nizhne-Kureiskaya HPP by means of incorporation on the following terms and conditions:

- authorised equity capital of JSC Nizhne-Kureiskaya HPP – 500,000 roubles.
- founder – JSC RusHydro (100% of the authorized equity capital).
- category, type of shares placed on incorporation – ordinary registered shares with a nominal value of 1 rouble per share; number of outstanding shares – 500,000 units.
- procedure for payment of the authorized equity capital – shares in JSC Nizhne-Kureiskaya HPP are to be paid for within a term of one year from the time of state registration of JSC Nizhne-Kureiskaya HPP. At least 50% of the shares in JSC Nizhne-Kureiskaya HPP shall be paid for within a period of 3 months from the time of state registration of JSC Nizhne-Kureiskaya HPP.

Work is currently under way on engineering surveying, assessment of environmental impact and the feasibility study (Draft) for the Nizhne-Kureiskaya HPP and a number of permission and entitling documents are being executed.

For the purpose of ensuring due formalization of property relations with respect to possession, use and disposal of land plots, as well as undergoing of Chief State Expert Examination of the Russian Federation, it is necessary to set up a separate legal entity JSC Nizhne-Kureiskaya HPP. This legal entity will be a 100% subsidiary company of JSC RusHydro, which will ensure management control over and transparency of the activities during design and survey work.

4. To approve participation by JSC RusHydro in JSC ESK RusHydro by means of acquisition of shares on the following terms and conditions:

- category, type, nominal value and number of shares acquired – ordinary registered shares in JSC ESK RusHydro with a nominal value of 1 rouble per shares, numbering 1,282,000,000 units (42.6% of the authorized equity capital of JSC ESK RusHydro);
- market value of the acquired shares in JSC ESK RusHydro – 1,285,000,000 roubles;
- acquisition method – direct purchase from the New Energy Fund.

The sales holding JSC ESK RusHydro includes blocks of shares in the following retail sales companies:

- 51.75% of the shares in JSC Krasnoyarskenergosbyt;
- 49% of the shares in JSC Ryazan Power Sales Company;
- 100% of the shares in JSC Chuvashia Power Sales Company.

The shareholders in JSC ESK RusHydro are currently JSC RusHydro (57.4%) and the New Energy Fund (42.6%).

For the purpose of completing formation of a unified management contour within JSC ESK RusHydro, a transaction is being undertaken for sale and purchase of 42.6% shares in JSC ESK RusHydro between the New Energy Fund and JSC RusHydro. As a result of this transaction, JSC RusHydro will become the owner of 100% of the shares in this sales company.

In addition, the Board of Directors of JSC RusHydro approved the Company extending a targeted loan to JSC ESK RusHydro for the purpose of acquiring 41.52% of the shares in Open Joint-Stock Company Ryazan Power Sales Company (JSC RESK), being an interested-party transaction, on the following terms and conditions:

- Borrower – JSC ESK RusHydro;
- Lender – JSC RusHydro;
- Loan sum – 548,500,000 roubles (five hundred forty eight million, five hundred thousand) roubles;
- Interest rate charged on the loan – interest-free (0%);
- Conditions for extension of the loan – lump sum on the basis of an Application from the Borrower;
- Designated purpose of the loan – acquisition of 41.52% of the shares in JSC RESK.

Loan term – the loan is to be repaid by 1 June 2010. On mutual agreement between the parties, the deadline for repayment of the loan may be extended by execution of a supplementary agreement.

The Board of Directors of JSC RusHydro approved conclusion of Off-market free bilateral sale and purchase agreements for electric power and capacity between the Company and JSC Krasnoyarskenergosbyt in relation to the group of supply points of the Maynskaya HPP and in relation to the group of supply points of the Sayano-Shushenskaya HPP, being interested-party transactions.

Under the terms of the agreements, JSC RusHydro undertakes to supply electric power and capacity to JSC Krasnoyarskenergosbyt and JSC Krasnoyarskenergosbyt undertakes to accept and pay for the electric power and capacity.

The agreements are concluded for a six-month period; the preliminary volume of electric power supply under the agreements is no more than 0.001 MW for each supply period

April 7 2009

At the regular General Meeting of the Board of Directors of JSC RusHydro

The Board of Directors of JSC RusHydro adopted the following resolutions after consideration of the proposals made by shareholders for introducing items on to the agenda for the Annual General Meeting of Shareholders on the results for 2008 and nomination of candidates for the management and controlling bodies of the Company:

1. To include on the agenda for the Annual General Meeting of Shareholders the matters proposed by the shareholder Federal State Property Management Agency (61.93%):
 - On approval of the annual reporting and annual financial accounting, including the profit and loss statements of the Company, as well as distribution of profit (including payment of dividends) and losses of the Company on the basis of the results of the 2008 financial year.
 - On approval of the Company auditor.

- On election of members of the Board of Directors of the Company.
 - On election of members of the Audit Commission of the Company.
2. To include the following candidates on the list of candidatures for election to the Board of Directors of the Company:

from Rosimuschestvo:

1. Deputy Chairman of the Management Board of Vnesheconombank **Anatoly Ballo**,
2. General Director of LLC Corporation Gazenergoprom **Sergei Beloborodov**,
3. Chairman of the Management Board of JSC TGK-1 **Boris Vainsicher**,
4. Executive Director of JSC Krzhizhanovsky Power Institute **Eduard Volkov**,
5. Director of the Institute of Water Problems of the Russian Academy of Sciences **Viktor Danilov-Danilyan**,
6. Acting Chairman of the Management Board of JSC RusHydro **Vasily Zubakin**,
7. President of CJSC St. Petersburg International Commodity and Raw Materials Exchange **Sergei Maslov**,
8. Professor of GOUVPO Moscow Power Institute (Technical University) **Sergei Serebryannikov**,
9. Senior Vice-President of JSC Gazprombank **Vladimir Tatsiy**,
10. Rector of St. Petersburg State Polytechnical University **Mikhail Fyodorov**,
11. Head of the Federal Water Resources Agency **Rustem Khamitov**,
12. Managing Director of Troika Dialog group of companies **Andrei Sharonov**,
13. Minister of Power of the Russian Federation **Sergei Shmatko**,

from minority shareholders:

1. General Director of LLC FK OTKRYTIYE **Vadim Belyaev**,
2. Director of the Corporate Department of JSC GMK Norilsky Nickel **Oleg Surikov**.

The candidatures of B. Vainsicher, V. Danilov-Danilyan, S. Serebryannikov, V. Tatsiy and M. Fyodorov were proposed by Rosimuschestvo as independent directors.

3. To include the following candidates, proposed by Rosimuschestvo, on the list of candidatures for election to the Audit Commission of the Company:
1. Head of a department section of the Russian Ministry of Power Marina Kovalyova,
 2. Chief specialist-expert of a department of the Rosimuschestvo Administration Andrei Kolyada,
 3. Head of a department section of the Russian Ministry of Power Maria Tikhonova.

April 30 2009

Regular meeting of the JSC RusHydro Board of Directors

A regular meeting of the Board of Directors of JSC RusHydro was held on 28 April 2009.

The Board of Directors considered the item of “Implementing the Company’s strategy and strategic priorities for 2009” and approved the 2008 RusHydro Strategy implementation report and the Company’s Strategic development priorities for 2009.

In addition, the Strategy Committee, in conjunction with the JSC RusHydro Management Board, was entrusted with organising work on adjusting the Key Strategy Provisions of JSC RusHydro for the period up to 2020 and for the longer term up to 2030 and presenting a restated version of the Key Provisions for consideration by the Board of Directors of JSC RusHydro in 2010.

The Board of Directors determined the Company's strategic development priorities for 2009 as follows: providing for higher reliability of existing HPPs, greater operating efficiency in the Company's current activities, promotion of projects for creating HPP-based economic development clusters, financial sustainability of the Company, improvement of the organisational and business model of the Company and personnel development, maximisation of JSC RusHydro revenues and income protection, implementation of the approved investment programme, more efficient design and construction of the facilities under the JSC RusHydro investment programme, development of strategically interconnected businesses, corporate consolidation, entry on to international exchanges, and development of new renewable energy sources.

The Board of Directors of JSC RusHydro approved the report on fulfilment of the JSC RusHydro business plan for 2008 (including the report on fulfilment of the Investment Programme of JSC RusHydro for 2008).

Financing of the Investment Programme for 2008 amounted to 55,518 million roubles, and the commissioning of generating capacity to 325 MW.

The Board of Directors of JSC RusHydro approved the reports on fulfilment of the Key Performance Indicators of JSC RusHydro for the 4th quarter of 2008 and for 2008 as a whole, and the report on fulfilment of the annual indicative indicators of JSC RusHydro for 2008.

The Board of Directors considered the item on Approval of the new restated Company Standard Business Planning System and resolved to approve the restated Company Standard "Business Planning System".

The Standard is to be applied during formulation and approval of the Company Business Plan from 2009. The Management Board of the Company was instructed, based on the results of the Company business planning campaign in 2009, to amend (if necessary) the Company Standard "Business Planning System", specifying the time lines of and the procedure for formulating, approving and amending the Company business plan.

Under the restated Standard, the KPI and the business plan of the Company are to be approved simultaneously within the scope of the business plan, the planning period being four years, and the Board of Directors of the Company will consider the consolidated business plan of JSC RusHydro (formed in accordance with the Russian Accounting Standards and including SDCs of the Company).

The Board of Directors of JSC RusHydro amended the JSC RusHydro's Standard "System of Key Performance Indicators" approved by resolution of the Board of Directors of the Company of 18 August 2008 (Minutes No. 61).

The Board of Directors of JSC RusHydro amended the Company's Derivative Transactions Programme approved by the Board of Directors of the Company on 21 April 2008.

In accordance with the adopted amendments, the range of transactions, in respect to which the Company is allowed to enter transactions aimed at hedging currency risks has been extended.

The Board of Directors of JSC RusHydro determined to convene Annual General Meeting of Shareholders on 10 June 2009 at:

Imperial Park Hotel Business Centre, Rogozinino, Naro-Fominsky District, Moscow Region, Russian Federation.

The Meeting will open at 12 hours 00 minutes (Moscow Time), registration of participants will begin at 10 hours 00 minutes (Moscow Time).

The record date for the list of eligible Meeting participants is 30 April 2009. The Meeting notice will be published in the newspaper Vedomosti and posted on the Company website no later than 8 May 2009.

The Board of Directors established the list of information that the shareholders may access during preparation for the Meeting. Eligible Meeting participants may acquaint themselves with this information (materials) at the Meeting venue (on the day of the Meeting) and during the period from 21 May 2009 to 10 June 2009 (inclusively) from 10.00 to 18.00 (Moscow Time) at the following addresses:

JSC RusHydro, 51 Arkhitektora Vlasova St., Moscow;

JSC Central Moscow Depositary, 34 B. Pochtovaya St., Bldg. 8, Moscow;

on the Company's website at: www.rushydro.ru.

The Meeting will be held on 10 June 2009 at:

Imperial Park Hotel Business Centre, Rogozinino, Naro-Fominsky District, Moscow Region, Russian Federation.

The Board of Directors established the list of information that the shareholders may access during preparation for the Meeting. Eligible Meeting participants may acquaint themselves with this information (materials) at the Meeting venue (on the day of the Meeting) and during the period from 21 May 2009 to 10 June 2009 (inclusively) from 10.00 to 18.00 (Moscow Time) at the following addresses:

JSC RusHydro, 51 Arkhitektora Vlasova St., Moscow;

JSC Central Moscow Depositary, 34 B. Pochtovaya St., Bldg. 8, Moscow;

on the Company's website at: www.rushydro.ru.

The Board of Directors of JSC RusHydro gave its preliminary approval of the Annual report of the Company for 2008 and resolved to submit it for approval by the Annual General Meeting of Company Shareholders.

The annual report of JSC RusHydro was drawn up in accordance with the requirements of the Federal Law on Joint-Stock Companies, the Regulations on information disclosure by issuers securities, approved by Order of the Federal Financial Markets Service of Russia No. 06-117/pz-n of 10 October 2006 (hereinafter referred to as – the Information Disclosure Regulations), Resolution of the Russian Federation FCSM No. 17/ps of 31 May 2002 on Approval of the Regulations on additional requirements on the procedure for preparing, convening and holding meetings of shareholders.

The Board of Directors of JSC RusHydro recommended the Annual General Meeting of the Company Shareholders to approve as auditor of the Company Closed Joint-Stock Company PriceWaterhouseCoopers Audit, Moscow, Licence No. E,000376 of 20 May 2002.

In accordance with article 5 of Federal law of 30 December 2008 No. 307-FZ on Auditing Activities, an agreement on performance of a mandatory audit of the business (financial) accounting of an organisation in the authorized capital of which the state ownership interest accounts for no less than 25% shall be concluded based on the results of placement of an order by holding a public tender.

Closed Joint-Stock Company PriceWaterhouseCoopers Audit was determined as the winner of the public tender by resolution of the Tender Commission on the basis of assessment and comparison of applications to participate in the tender for the right to conclude an agreement for provision of services to conduct an audit of the financial (business) accounting of JSC RusHydro according to the Russian Accounting Standards for 2009 (Minutes dated 06 March 2009 No. 3).

The Board of Directors of JSC RusHydro adopted a resolution to add the following nominees to the list of candidates for election to the Audit Commission of the Company: Denis Vladislavovich Gataulin, Deputy Head of Department for Capital Management of JSC RusHydro, and Andrei Alexandrovich Kochanov, Head of Administration for Control Measures under the Compliance and Risk Management Department of JSC RusHydro.

The nominees were added to the list of candidates for voting in connection with the shortage of candidates put forward by the shareholders in the Company for forming the Audit Commission.

The Board of Directors recommended the Annual General Meeting of the Company Shareholders to approve the restated Regulations on payment of remuneration and compensation to the members of the Board of Directors of the Company.

The Board of Directors of JSC RusHydro recommended the Annual General Meeting of the Company Shareholders to adopt the following resolutions on the item “On increasing the authorized capital of the Company”:

- to increase the authorized capital of the Company by placing additional ordinary registered shares numbering 19,000,000,000 (nineteen billion) with a nominal value of 1 (one) rouble each, to a total nominal value of 19,000,000,000 (nineteen billion) roubles;

- placement method – public offering;

- placement price of the additional shares (including to persons on the list of those enjoying the pre-emptive right to acquire the placed additional shares) – at the price determined by the Board of Directors of the Company in accordance with articles 36 and 77 of the Federal Law on Joint-Stock Companies;

- form of payment for the shares – monetary, non-monetary funds. The list of property that may be paid for the securities:

1) Shares in the following joint-stock companies:

JSC Boguchanskaya HPP (Principal State Registration Number 1022400828119);

JSC Geoterm (Principal State Registration Number 1024101023429);

JSC Zaramagskiye HPPs (Principal State Registration Number 1021500822001);

JSC KamGEC (Principal State Registration Number 1024101019469);

JSC Kolymaenergo (Principal State Registration Number 1024900959467);

JSC Pavlodolskaya Hydropower Plant (Principal State Registration Number 1041500751016);

JSC Gidromontazh Trust (Principal State Registration Number 1027739318815);

JSC Ust-Srednekanskaya HPP (Principal State Registration Number 1074910002310);

2) Real estate and other property used for production, transmission, dispatch, distribution and sale of electricity, relating to the activities (including construction) of the hydropower plants of the Cascade of HPPs (HPP-1, HPP-2, HPP-3) on the River Tolmacheva and the 110 kV high-

voltage line Apacha – SHPP on the River Tolmacheva (Kamchatka Territory), as well as property rights (including right of claim) connected with the given activities;

- procedure for payment for the shares – the shares shall be paid for in full on their placement;

- to approve the list of appraisers (containing details of the full name of the appraiser(s)), the name and location of the self-regulating organisation of appraisers of which the appraiser is a member, or the name of the legal entity(ies) that has (have) concluded an employment contract with the appraiser(s), from among which the appraiser(s) will be engaged for determining the market value of the property to be contributed in payment for the additional shares in the Company.

The Board of Directors of JSC RusHydro approved conclusion of a real estate lease agreement (non-residential premises with a total area of 13.5 square metres located at: Saratov Region, Balakovo, Saratovskaya HPP) between JSC RusHydro and JSC SO UES, being an interested-party transaction.

The rental amounts to 4,779.00 roubles 00 kopecks a month including VAT of 18%.

The premises are rented by JSC SO UES for the personnel of the JSC SO UES subsidiary Regional Enterprise Volgaenergotekhnadzor.

April 30 2009

JSC RusHydro publishes Financial Statements (RAS) for the 1st Quarter of 2009

JSC RusHydro published its Q1 2009 Financial Results, which were prepared in accordance with Russian Accounting Standards (RAS).

Financial Statement as of March 31st, 2009

As of March 31st, 2009, the value of JSC RusHydro's assets totalled 457,573,010 thousand rubles – compared to 441,293,808 thousand rubles at the beginning of the reported period. The Company's shareholder equity, as of March 31st, 2009, equalled 418,924,109 thousand rubles, an increase from 410,117,234 thousand rubles at the beginning of the reported period.

Profit and Loss Statement for the 1st Quarter of 2009

JSC RusHydro's Q1 revenues were 19,273,669 thousand rubles against 13,953,332 thousand rubles for the same period in 2008. Costs stood at 8,212,468 thousand rubles, a drop from the 8,543,692 thousand rubles in the same period last year.

Gross profit equalled 11,061,201 thousand rubles, a significant increase from the 5,409,640 thousand rubles in Q1 2008.

JSC RusHydro's current profit tax for the reporting period amounted to 2,511,261 thousand rubles against 1,461,611 thousand rubles for the same period in the previous year. During the Q1 2009, JSC RusHydro's net profits equalled 8,781,478 thousand rubles against 3,858,867 rubles during the same period in the previous year.

The growth in the Company's Q1 2009 revenues (against same period in the previous year) was primarily due to the special investment component of the 2009 tariff, which was higher than in 2008 (the special investment component is used to finance construction of key hydro-power facilities).

Subsidiaries news

April 15 2009

Safety of hydraulic structures at the Zagorskaya PSPP has been confirmed

The Department for Energy and Construction Oversight at the Federal Service for Environmental, Technological and Nuclear Supervision has approved a Declaration of Safety for the complex of hydraulic structures at the Zagorskaya PSPP.

The document is developed in accordance with the Federal Law on the Safety of Hydraulic Structures and registered anew by the companies with the Federal sectoral division of the Russian Register every five years.

Development of the Declaration of Safety involved wide inspections of all hydraulic structures at the Zagorskaya PSPP. Specific safety criteria are set for each structure and calculations are made as to its potential damage to the environment. The commission assessed the level of safety of the declared hydraulic structures as normal.

This means that the facilities of JSC RusHydro's branch Zagorskaya PSPP comply with the safety requirements for hydraulic structures. The commission also issued the company a certificate of official registration of the hydraulic structures of JSC RusHydro's branch Zagorskaya PSPP in the sectoral division of the Russian Register and a permit for their operation. The permit is valid until April 2014.

April 30 2009

Internal audit held at the Zagorskaya PSPP

An internal audit of the environmental management system (EMS) was held at JSC RusHydro's branch Zagorskaya PSPP within the framework of verification of compliance with the ISO 14001:2004 international standard (clause 4.5.5) and in accordance with the schedule of the company's internal audits.

The audit was conducted at the company's main divisions having relation to the most significant environmental aspects.

The audit's principal goal was to ensure EMS compliance with RusHydro environmental policy, the requirements of EMS paperwork, and the efficiency of EMS operation and maintenance at the company.

Last November Zagorskaya PSPP employees underwent a course of training into EMS internal audit. This educational measure was carried out at the company with the aim of broadening employee knowledge about processes involved in EMS deployment at the company and also for the purpose of bringing corporate processes and paperwork into line with JSC RusHydro's environmental policy and the requirements of the ISO 14001:2004 international standard.

The next planned internal audit will be held at the Zagorskaya PSPP in October 2009.

April 30 2009

Upgraded hydroelectric unit No. 15 put into operation at the Saratovskaya HPP

On the eve of the May Day holiday an important event was celebrated at JSC RusHydro's branch Saratovskaya HPP: upgraded hydroelectric unit No. 15 was launched into operation.

The unit had been under scheduled rehabilitation since July 1, 2008 and 10 months later, it was connected to the power grid.

“The unit's turbine and generator have been improved”, says Andrei Yurin, chief engineer at the Saratovskaya HPP. The turbine's main parts have been upgraded in factory conditions by JSC Tyazhmash in Syzran. The research and production association JSC Elsib (Novosibirsk) modernized the hydrogenerator, replacing the active iron of the stator and its winding, the insulation of rotor pole coils, and the load-carrying parts of the step bearing. Within the hydropower plant, the assembly work general contractor, Montazhenergo LLC, carried out work to increase the rotor's rigidity. The hydroelectric unit's modernization has made it possible to considerably improve its reliability and performance properties.

A modern production control system (PCS) manufactured by St. Petersburg's Emerson LLC, the official distributor of Emerson Process Management (USA), has also been installed at upgraded unit No. 15. The system improves the control of the operation modes of hydroelectric units and provides for an additional detailed analysis of the condition of the turbine and generator. Moreover that, the new generator will make it possible to increase the unit's capacity by 10 % (from 60 to 66 MW) after a new turbine is installed on it. The total cost of unit rehabilitation is 183.7 million rubles (VAT included).

The launch of unit No. 15 into operation is a remarkable event for Saratov hydropower producers: by now, already 14 out of 22 vertical hydroelectric units have been modernized. The official launch ceremony was held in accordance with the best traditions of May Day celebrations: a red ribbon was cut, commendation letters were handed over to distinguished employees, and festive speeches delivered.

There are 24 hydroelectric units at the Saratovskaya HPP with total installed capacity of 1,360 MW. Currently, 22 units are in operation and generate electricity. Two horizontal capsule units have been under scheduled rehabilitation since 2005 and will be commissioned in 2011–2012.

May

RusHydro news

May 8 2009

Regular meeting of JSC RusHydro Board of Directors

On May 7, 2009, the Board of Directors of JSC RusHydro held a regular session.

The Board of Directors of JSC RusHydro formulated the following agenda for an annual General Meeting of Shareholders, following the results of 2008:

- 1) Approval of an annual report, annual financial statements, including the Company's profit and loss account, and also distribution of the Company's profit (including dividend payment) and losses for the 2008 financial year;
- 2) Approval of the Company's Auditor;
- 3) Payment of Remuneration and Compensation to members of the Company's Board of Directors;
- 4) Increase of the Company's charter capital;
- 5) Election of the Company's Board of Directors;
- 6) Election of the Company's Auditing Commission.

In accordance with the resolution of the JSC RusHydro Board of Directors (minutes No.75 of April 30, 2009), the annual General Meeting of Shareholders will be held on June 10, 2009 at the address: Imperial Park Hotel business center, village of Rogozino, Naro-Fominsk district, Moscow Region. Commencement of the meeting: 12:00 p.m. Moscow time, the commencement time for the registration of persons attending the Meeting – 10:00 a.m. Moscow time.

The Company's Board of Directors made a decision to recommend that the annual General Meeting of Shareholders should not pay dividends for 2008.

The source of dividend payment is the Company's profit remaining after taxation (net profit). By its resolution (Minutes No. 55 of May 19, 2008), the Company's Board of Directors approved the Statute on JSC RusHydro Dividend Policy. Under the Statute, the Company channels no less than 5% of the Company's consolidated net profit into dividend payment following the results of a financial year.

In 2008, JSC RusHydro posted a net profit of 16 450 238 000 rubles, which shall be distributed as follows:

- *the reserve fund (obligatory deductions in the amount of 5% of the Company's net profit under the legislation of the Russian Federation) – 822 512 000 rubles.*
- *investments in the amount of special investment component provided in the tariff (in accordance with the Statute on the Company's Dividend Policy, profit distribution for the purpose of investment in the amount of targeted investment funds at the expense of profit, as stipulated in the Company's tariff for the financing of targeted investment projects is a priority and may not be substituted by dividend payments) – 15 179 453 000 rubles (of this amount, the sum of 12 327 454 000 rubles was spent in advance in 2008), with the balance of 2 851 999 000 rubles intended to be channeled into the accumulation fund to finance the 2009 investment program),*
- *the net profit balance will amount to 448 274 000 rubles.*

However, in the conditions of the financial and economic crisis, uncertain power consumption forecasts, the volatility of prices on the market and unstable payments for electric power and capacity, it is proposed not to pay dividends for 2008 and channel 448 274 000 rubles into the accumulation fund. In this case, money from the accumulation fund is intended to be spent by a separate resolution by the Company's Board of Directors.

The Board of Directors of JSC RusHydro made the following decision on the issues related to the convocation and preparation of an annual general meeting of shareholders

1. To approve the form and text of a notice of holding an annual General Meeting of the Company's Shareholders.
2. To approve the form and text of ballot papers for voting at an annual General Meeting of the Company's Shareholders.

May 15 2009

The Federal Financial Markets Service has registered an additional issue of JSC RusHydro shares

On 14 May 2009, the Federal Financial Markets Service registered an additional issue of JSC RusHydro ordinary shares to be placed by open subscription .

The quantity of placed securities in additional issue is 16,000,000,000 (sixteen billion) shares with a par value of 1 (one) ruble each.

The total volume of the additional issue (at a par value) is 16,000,000,000 (sixteen billion) rubles.

The additional issue has been assigned a state registration number 1-01-55038-E-037D.

The method of payment for the additionally placed shares shall be cash, no option of payment for the shares by other property is provided.

The decision on increase of the JSC RusHydro charter capital was adopted at the Extraordinary General Meeting of the JSC RusHydro shareholders on 17 November 2008.

The offering price of additional ordinary shares, including for persons on the list of persons enjoying a pre-emptive right for the acquisition of the additional ordinary shares, was determined in accordance with articles 36, 77 of the Federal Law on Joint-Stock Companies by resolution of the JSC RusHydro Board of Directors (Minutes No. 73 of 12 March 2009) as 1 (one) ruble per one additional ordinary share.

Under article 40 of the Federal Law on Joint-Stock Companies, the JSC RusHydro shareholders, (independent of their participation in the vote on the issue of increase of the authorized capital and/or procedure of the vote) have a pre-emptive right to acquire additional shares in an amount proportionate to the number of the JSC RusHydro shares held by them (as of the date of compiling a list of persons entitled to participate in the General Meeting of the JSC RusHydro shareholders, that is on 8 October 2008).

A notice on state registration of additional issue of JSC RusHydro shares and about the possibility of exercising a pre-emptive right to purchase additional shares shall be delivered in accordance with the effective legislation (in accordance with the JSC RusHydro Articles of Association these shall be published in the newspaper Vedomosti).

Regular Meeting of JSC RusHydro Board of Directors

The Board of Directors of JSC RusHydro has considered the issue of an "Integrated System of Measures for Reducing Investment Costs and Raising the Efficiency of the Company's Investment Projects for 2009-2011," and resolved as follows:

1. To take note of information on the list of measures to reduce investment expenses and the expected volume of cost optimization for 2009-2011.
2. To take only those measures that do not lead to reductions in the system reliability of the Company's facilities and energy system.
3. To submit to the Company Management Board a report on implementing an appropriate list of measures to reduce the 2009 investment costs and on the impact of implementing an appropriate integrated system of cost reduction measures on the unit cost of one KW of installed capacity, within the scope of the 2009 investment program implementation report.

The JSC RusHydro Investment Program for 2009-2011, with a total value of 206 billion roubles, was reviewed by the RF Government on 09 April 2009.

Following the 23 January 2009 instructions of the JSC RusHydro Board of Directors, an integrated program of measures to reduce investment costs was developed to help implement the Investment Program. Work on the new version of the investment costs reduction program began as early as the autumn of 2008.

The projected optimization of investment costs under the JSC RusHydro Investment Program for 2009-2011 will, according to preliminary estimates, amount to 18.5 billion roubles, or 10% of the total volume of investments, including more than 5 billion roubles, or 8% of the total volume of investments, through the end of 2009.

Millions of roubles		
	2009	Total for 2009-2011
<i>Optimization of the aggregate volume of works under way</i>	<i>1,308</i>	<i>4,695</i>
<i>Optimization of project costs, as calculated using the revised list of works</i>	<i>3,716</i>	<i>13,800</i>
Total	5,023	18,494

Cost optimization under the JSC RusHydro Investment Program was carried out under the conditions of maintaining the specified technical parameters of HPPs under construction while keeping to the schedules for their commissioning.

Planned optimization of the 2009-2011 investment costs for the Boguchanskaya HPP, a high-priority RusHydro project, will total 2.283 billion roubles (779.15 million roubles through the end of 2009).

In the first quarter of 2009, 124 supplemental agreements to active contracts were signed to reduce work costs by 10%, along with 239 supplemental agreements to defer payments under active contracts by 65 days and reduce the amounts of advance payments. Currency risk hedging resulted in saving 42 million roubles in investment outlays. By optimizing design solutions for equipment at the Zagorskaya PSPP-2 (with a 10-percent increase in PSPP capacity), savings of 515 million roubles were achieved. The cost of new equipment was reduced by 848 million roubles by holding secondary rounds of bidding.

The Board of Directors of JSC RusHydro discussed the issue of "Raising the Efficiency of the Company's Operating Activities" and resolved as follows:

1. To take note of the guidelines for raising the efficiency of the Company's operating activities.

2. The Company's Management Board shall implement measures in 2009 to cut operating costs by at least 5% of expenditures actually incurred in 2008 (in comparable prices) in compliance with the Company's business plan approved for 2009.

For the purpose of overcoming the consequences of the global financial and economic crisis that has affected the Company in the form of:

the risks of reduced revenues due to lower power consumption and lower prices on the wholesale electric power and capacity market and an increase in receivables;

increased borrowing costs;

growing expenses from exchange rate differences and rising costs for operations to hedge foreign exchange risks,

JSC RusHydro has worked out a program of measures in 2009 to optimize operating expenses.

The program will help the Company cut expenses in 2009 by at least 5% or 2.8 billion rubles (in comparable conditions).

Also, JSC RusHydro is continuing to implement its earlier launched projects and programs to raise the efficiency of its operations with the aim of achieving long-term effects, including the following:

raising the energy efficiency of JSC RusHydro facilities;

business process and management system reengineering;

creating a system of asset lifecycle management (equipment, buildings, structures) business process automation;

introducing a system of measures to raise operating efficiency based on "lean production" and Kaizen principles (the program "Efficient Energy").

These initiatives will yield an additional 5.8 billion rubles during the three-year period of 2010-2012 or 18.8% of the 2009 expenses (in comparable conditions).

The Board of Directors of JSC RusHydro has considered the issue of "Examining the Company Business Plan for 2009-2012 (Including the 2009 Investment Program)" and resolved as follows:

1. To confirm the Company Business Plan figures for 2009, including those of the JSC RusHydro 2009 Investment Program, contained in the Company Business Plan for 2009-2012.

On 27 February 2009, the Board of Directors approved the RusHydro Business Plan for 2009 and reviewed the forecast indicators of the 2010-2011 business plan. The figures of the approved business plan were put together in accordance with the 2009 Company Investment program providing for financing in the amount of 79.4 billion roubles, approved by the Company Board of Directors' resolution of 23 January 2009 (Minutes No. 71).

On 9 April 2009, the Government of the Russian Federation approved the JSC RusHydro Investment Program for 2009 in the amount of 64.9 billion roubles, a reduction of 14.5 billion roubles from the amount approved earlier by the Board of Directors. The Investment Program provides for the commissioning of 74 MW capacity and the launching of an integrated program for investment costs optimization in the amount of 18.5 billion roubles in the period of 2009-2001, including 5 billion roubles in 2009. The above changes were taken into account in putting together the updated Company Business Plan for 2009-2012.

2. To approve the forecast indicators of the Company Business Plan for 2010-2012, including those of the RusHydro 2009 Investment Program, contained in the Company Business Plan for 2009-2012.

3. To confirm the values of the Company's annual and quarterly key performance indicators (KPIs) for 2009, contained in the Company Business Plan for 2009-2012.

4. To recognize as null and void the Board of Directors' resolution (Minutes No. 62 of 26 September 2008) on Item 4, "Approving the values of the Company's annual and quarterly key performance indicators (KEIs) for 2009."

The Board of Directors of JSC RusHydro has considered the issue of "Approving Related Party Transactions with Members of the Board of Directors," and resolved to approve the contracts made between JSC RusHydro and the following members of the Board of Directors: Anatoly Ballo, Sergei Beloborodov, Vadim Belyaev, Boris Vainzikher, Eduard Volkov, Viktor Danilov-Daniliyan, Sergei Maslov, Sergei Serebryannikov, Vladimir Tatsiy, and Andrei Sharonov.

The contract lays down the general rights and duties of members of the Board of Directors, as provided for under regulatory and legal acts, the Company's Articles of Association and internal documents.

The Board of Directors of JSC RusHydro has approved an equipment lease agreement between JSC RusHydro and JSC Zaramagskiye HPPs as a related party transaction. The monthly rental fee shall be 2,306.75 roubles, plus VAT.

The agreement provides for the installation of processing equipment of the JSC RusHydro corporate network's remote node.

At the end of 2008, a fixed-asset facility - the corporate network's remote node - was commissioned to provide for data exchange between the executive bodies of JSC RusHydro and JSC Zaramagskiye HPPs. The remote node's equipment was deployed on the territory of JSC Zaramagskiye HPPs.

The Board of Directors of JSC RusHydro has approved an immovable property (nonresidential premises) lease agreement between JSC RusHydro and JSC UES SO as a related party transaction. The monthly rental fee shall be 2,081.29 roubles, plus VAT.

The lease agreement for immovable property (nonresidential premises) located in a building of the Zhigulevskaya HPP administrative block shall provide for deployment of personnel of the Regional company Volgaenergotekhnadzor, an affiliate of JSC UES SO. This affiliate performs the oversight duties for the Zhigulevskaya HPP.

The nonresidential premises provided for temporary tenancy and occupancy are not used in the HPP's production process.

The Board of Directors has approved an agreement for the gratuitous transfer of property between JSC RusHydro and the City of Kizelyurt Municipality, the subject of which shall be the gratuitous transfer of property (property rights) to third parties. JSC RusHydro gratuitously transfers the following immovable property: the buildings and other structures of the Energetik kindergarten which is a noncore asset on the balance sheet of JSC RusHydro's Dagestan Affiliate. The book value of this property is 16,436,911.67 roubles.

May 20 2009

May 22, 2009 RusHydro conference call “JSC RusHydro IFRS 2008 results, 1st quarter 2009 operating results”

Dear colleagues,

May 22, 2009 (Friday) RusHydro announces IFRS 2008 results and 1st quarter 2009 operating results:

IFRS 2008 will be published at RusHydro web site at 10.00 a.m. (Moscow time):

<http://www.eng.rushydro.ru/investors/reports/finreports/iasfinrep>

Executives at JSC RusHydro will give a conference call followed by Q&A at 5.00 p.m. Moscow time (2.00 p.m. London time).

Conference call agenda:

IFRS 2008 results

Production results 2008, 1st quarter 2009, forecast 2009

Distribution results 2008, 1st quarter 2009, forecast 2009

RusHydro Charter capital, additional share issue 2008-2009, Company's plans to raise Charter capital

Investment program 2009, 2009-2011

The management team will be represented by Mr. Sergey Yushin, CFO.

The conference will be held in Russian with the consecutive interpretation to English.

Dial-in numbers to access the conference call and Q&A session are as follows:

+44 (0)203 0032666 (UK Toll)

Participants will need to quote the company name (RusHydro) when registering to the conference.

Record of the conference call will be published at RusHydro web site: For Investors/IR events

May 22 2009

RusHydro Group Publishes Combined and Consolidated Financial Statements for the three years ended 31 December 2008, 2007 and 2006, prepared in accordance with International Financial Reporting Standards (IFRS)

Combined and Consolidated Balance Sheet

RusHydro Group total assets as of December 31st, 2008 amounted to RUR 426,371 million compared to RUR 313,546 million as of December 31st, 2007 (a 36% increase).

Property plant and end equipment as of December 31st, 2008 amounted to RUR 337,117 million against RUR 271,579 million as of December 31st, 2007 (a 24% increase). Increase in property, plant and equipment is due to revaluation for IFRS purposes as of December 31st, 2008 and increase in construction in progress in a number of the Group's companies...

Short-term liabilities of the Group as of December 31st, 2008 amounted to RUR 25,189 million, compared to RUR 19,853 million as of December 31st, 2007 (a 27% increase).

Increase in short term-liabilities is primarily due to increase of accounts payable in line with overall increase of the Group's expenses and receipt of cash as payment for future issue of shares of OJSC RusHydro in favor of the Russian Federation.

Long-term liabilities of the Group changed insignificantly during the reporting year and amounted to RUR 57,570 million as of December 31st, 2008 against RUR 55,514 million as of December 31st, 2007 (a 4% increase).

Total equity of the Group as of December 31st, 2008 amounted to RUR 343,612 million against RUR 238,180 million at the beginning of the reporting period (a 44% increase).

The increase in the Group's equity can primarily be explained by additional share issue through conversion of shares of entities merged into OJSC RusHydro as a result of legal reorganization. Minority interests were converted into common shares of OJSC RusHydro.

Combined and Consolidated Income Statement

Group revenue for the reporting period was RUR 107,670 million compared to RUR 80,756 million for the previous year (a 33% increase). Increase of revenue is primarily due to a higher special investment component, included in the tariff and an increase of share of sales in the liberalized energy market.

Segment revenue, out of total revenue RUR 64,261 million (or 60% of total revenue) is attributable to generation, RUR 40,017 million (or 37% of total revenue) to retail and revenue attributable to unallocated business is RUR 5,363 million (or 5% of total revenue).

Before the Group acquired three retail companies (OJSC Chuvashskaya energy retail company, OJSC Ryazanskaya energy retail company and OJSC Krasnoyarskenergosbyt), all of the Group's activities related to generation segment. After acquiring in 2008 of retail companies, which operate independently from generating companies, it was necessary to create a separate retail segment.

EBITDA* for the reporting period was RUR 32,204 million compared to RUR 19,102 million for the previous year (a 69% increase).

Operating expenses for the reporting period were RUR 84,658 million compared to RUR 70,392 million in the previous year (a 17% increase), including RUR 34,661 million for electricity purchases against RUR 26,574 in 2007 (a 30% increase). Increase in purchase of electricity for observing obligations under regulated contracts is primarily explained by higher purchase price.

During the reporting period, the Group made an operating loss of RUR 9,541 million against RUR 10,365 million operating profit in the previous year.

Operating profit adjusted for “non-cash items” (decline in value of financial assets and impairment loss related to property, plant and equipment) for the year 2008 was RUR 23,012 million and RUR 10,365 million for the year 2007.

Net loss for the reporting period was RUR 19,480 million (profit adjusted for “non-cash items” was RUR 19,537 million). In 2007 the Group net profit was RUR 5,471 million .

Group's net loss for the reporting period was heavily affected by non-cash items: impairment loss related to property, plant and equipment and impairment loss of tradable financial investments due to decline in the market price.

Revaluation of property, plant and equipment

Starting in 2007, the Group changed its accounting policy for property, plant and equipment (except for construction in progress, office buildings and land), which are stated at the revalued cost. An independent appraiser was hired to perform revaluation.

To reflect changed external conditions the Company's Management carried out cash flow testing to calculate the fair value of property, plant and the equipment as of December 31st, 2008.

Key assumptions used in the test were: the weighted average cost of capital was 13.80%, expected achievable sales prices and volumes in conditions of financial and economic crisis, forecasting period was 12 years.

The performed test indicated that for a number of Hydroelectric Power Plants, fair value of property, plant and equipment was lower than their net book value. Consequently, the Group recognised impairment loss to the value of property, plant and equipment in the amount of RUR 32,553 million for the reporting period.

Impairment of financial assets

The Group's net loss was also affected by an impairment of financial assets, which was calculated based on published price quotations as of December 31st, 2008, in amount of RUR 6,464 million.

Cashflow from operating activities

Net cash generated by the Group's operating activity was RUR 27,621 million compared to RUR 17,034 million for the previous year (a 62% increase).

* EBITDA was adjusted on impairment loss related to Property, Plant and Equipment

The Group Combined and Consolidated Financial Statements for the three years ended 31 December 2008, 2007 and 2006, prepared in accordance with IFRS are available at the group site at: <http://www.eng.rushydro.ru/investors/reports/finreports/iasfinrep>

The Group Combined and Consolidated Financial Statements for the three years ended 31 December 2008, 2007 and 2006, prepared in accordance with IFRS are available at the group site at: <http://www.eng.rushydro.ru/investors/reports/finreports/iasfinrep>

[Presentation](#)

[Conference call for analysts and investors "RusHydro IFRS results 2008"](#)

Subsidiaries news

No news available.

June

RusHydro news

June 8 2009

At the latest meeting of the Board of Directors of JSC RusHydro

On 8 June 2009, a regular meeting of the Board of Directors of JSC RusHydro was held in absentia.

The Board of Directors of JSC RusHydro took note of the Report on the results of the activities of the Strategy Committee under the Board of Directors for the 2008-2009 corporate year.

During the given period, 5 meetings were held of the Strategy Committee.

In accordance with the Regulations on the committees, the reports of each committee under the Board of Directors are considered by the Board of Directors of JSC RusHydro before the Annual General Meeting of Shareholders of the Company.

The Board of Directors of JSC RusHydro took note of the Report on the results of the activities of the Audit Committee for the 2008-2009 corporate year.

During the given period, 7 meetings were held of the Audit Committee.

The Board of Directors of JSC RusHydro took note of the Report on the results of the activities of the Personnel and Remuneration Committee for the 2008-2009 corporate year.

During the given period, 3 meetings were held of the Committee.

The Board of Directors of JSC RusHydro took note of the Report on the results of the activities of the Investment Committee for the 2008-2009 corporate year.

During the given period, 5 meetings were held of the Committee.

The Board of Directors of JSC RusHydro approved the Report on fulfilment of the key performance indicators of the Company for the 1st quarter of 2009.

The values of the annual and quarterly key performance indicators (KPI) of the Company for 2009 contained in the Company's business plan for 2009-2012 were approved by resolution of the Board of Directors dated 18 May 2009 (Minutes No. 77).

KPI fulfilment is calculated and assessed in accordance with the Methodology for calculation and assessment of KPI of JSC RusHydro, approved by resolution of the Board of Directors of JSC RusHydro dated 26 September 2008 (Minutes No. 62) with subsequent amendments (resolution of the Board of Directors of JSC RusHydro dated 24 December 2008, Minutes No. 69).

KPI fulfilment established for the Company for the 1st quarter of 2009:

- 1. KPI "Current liquidity ratio" **fulfilled**.*
- 2. Indicator "Number of cases of non-fulfilment of the dispatch orders of JSC SO UES in the Company and its subsidiaries" **fulfilled**.*
- 3. Indicator "Absence of fatal industrial accidents or group accidents with a grievous outcome in the Company and its subsidiaries" **fulfilled**.*

4. Indicator "Receipt (existence) of an availability passport by the set time for facilities of the Company and its subsidiaries" **fulfilled**.

The Board of Directors of JSC RusHydro took note of the Report on fulfilment of the Company Insurance Coverage Programme for the 1st quarter of 2009.

The Board of Directors of JSC RusHydro approved the Company's Programme of work on standardization in the sphere of technical regulation for 2009-2011.

The Programme was developed on the basis of proposals submitted by the structural subdivisions of the Company, SDCs, design and scientific research institutes (B.Ye. Vedeneyev VNIIG, NIIES) and NP Hydropower of Russia, in consideration of the requirements of Federal Law of 27 December 2002 No. 184-FZ on Technical Regulation. In developing the Programme, account was taken of the results of standardization work in the sphere of technical regulation by JSC RusHydro over the last three years (2006-2008).

The Programme includes 9 sections reflecting the goals and principles of standardization, analysis of technical standardization during the transition period, classification of technical regulation standards and subjects, measures ensuring systemic development of standards in the sphere of technical regulation of the Company for the three-year period (2009-2011).

The Board of Directors of JSC RusHydro approved participation by JSC RusHydro in JSC Far East WPP by means of incorporation on the following terms and conditions:

- authorized equity capital of JSC Far East WPP: 500,000 (five hundred thousand) roubles;
- founder: JSC RusHydro (100% of the authorized equity capital);
- category, type of shares placed on incorporation: ordinary registered shares with a nominal value of 1 (one) rouble; number of outstanding shares: 500,000 (five hundred thousand) units;
- form of payment for the authorized equity capital: monetary funds;
- procedure for payment of the authorized equity capital: payment shall be made for the shares in JSC Far East WPP within a period of 6 months of state registration of JSC Far East WPP; at least 50% of the shares in JSC Far East WPP shall be paid for within a period of 3 months of state registration of JSC Far East WPP.

JSC Far East WPP is set up specifically for implementation of the construction project for the Far East wind power station on the Russky and Popov Islands, included on the list of electricity supply facilities for the APEC Summit in 2012. The Far East WPP is the first major project using renewable energy sources (RES) in the Maritime Territory.

In January 2009, Directive of the Government of the Russian Federation No. 1-r was signed on the main spheres of state policy in the area of rising the energy efficiency of the electric power industry on the basis of use of RES for the period up to 2020. The Directive establishes that the proportion of power generation using RES in the country's aggregate balance and consumption of electric power (with the exception of electric power stations with an installed capacity of over 25 MW) should constitute 2.5% by 2015 and 4.5% by 2020.

On 11 May 2009, a Memorandum of Cooperation was signed between JSC RusHydro and the Japanese companies Mitsui and J-Power on the construction project for the Far East WPP. Under this Memorandum, the parties are jointly to erect the masts for performing a cycle of wind measurements on the site of the future WPP. The given wind measurements will be used for precise building of the models on the basis of which the decision will be made on investment and continued joint development of the WPP project.

The installed capacity of the future WPP may be up to 36 MW and the annual output, at least 90 million kWh. Construction of the WPP is to be launched in 2010 and completed during the first quarter of 2012.

The Board of Directors of JSC RusHydro resolved on the item "On members of the Management Board of the Company holding positions on management bodies of other organizations":

1. To approve member of the Management Board of JSC RusHydro Sergei Alexandrovich Yushin holding a position as member of the Supervisory Board of Non-commercial partnership Innovations in the Electric Power Industry (NP INVEL).
2. To approve member of the Management Board, Vice Chairman of the Management Board of JSC RusHydro Vasily Alexandrovich Zubakin holding a position on the Management Board of Autonomous Not-for-profit Organization International Centre for Stable Energy Development.

The Board of Directors of JSC RusHydro adopted the following resolution on the item "On determination of the position of the Company on agenda items for meetings of the Boards of Directors and General Meetings of Shareholders of subsidiaries and dependent companies: on determination of the agenda for General Meetings of Shareholders of SDCs":

To instruct representatives of JSC RusHydro on the Boards of Directors of JSC Nizhne-Zeiskaya HPP and JSC Nizhne-Bureiskaya HPP to vote "FOR" inclusion of the following item on the agenda for General Meetings of Shareholders of JSC Nizhne-Zeiskaya HPP and JSC Nizhne-Bureiskaya HPP:

- On termination of the authority of management organization JSC MC HydroOGK fulfilling the functions of the Company's sole executive body.

June 10 2009

UC RUSAL approves the JSC Boguchanskaya HPP procurement programme for 2009

Yesterday, 9 June 2009, a meeting was held of the Board of Directors of JSC Boguchanskaya HPP, at which the procurement programme for 2009 was approved. Moreover, UC RUSAL, a partner of JSC RusHydro in construction of the Boguchanskaya HPP, remitted 256 million roubles for construction needs. By the end of June, RUSAL plans to transfer another 551 million roubles. In this case, to redeem all the debts to its partner and continue construction, it will be necessary to remit another 896 million roubles in July 2009 for construction of the Boguchanskaya HPP, sign statements of work performed by the main contractors and release payment to contractors. In addition, also by the end of June 2009, RUSAL should sign a coinvestment agreement setting out in detail the payment timeline and amounts for construction of the Boguchanskaya HPP.

"We are pleased to note that RUSAL has backed off from its proposal to freeze construction of the Boguchanskaya HPP completely, and once again sees the project as a strategic and priority one for itself and has started paying off the construction debts," stresses Alexander Toloshinov, member of the Management Board of JSC RusHydro. "We hope our partner would confirm its public position by its deeds: before the end of June, our partner should sign an investment agreement on construction of the Boguchanskaya HPP up to 2012, which will specify the timeline and amounts for financing the construction. The signing of a legal document on the financing procedure will allow the partners to focus on construction and guarantee prompt payment to all participants therein for services rendered."

The draft agreement envisages a monthly timetable for payments up to the end of the project and does not hamper raising of outside financing. Each partner, being aware of the payment schedule, can, if necessary, apply for bank credits in advance and raise project finance. In addition, at the demand of the banks, if they are prepared to allocate funds for the BoHPP project, it will be possible to adjust the pattern, volume and mechanisms for financing the work.

The draft Coinvestment Agreement also sets out explicitly the penalties to be imposed on a partner that violates the payment schedule. If, however, the partners intend to finance the construction in due time and in the required amount, fines are of no concern to the parties: if the obligations are duly discharged, it will not be necessary to pay them.

The existing partnership agreement proved to be inadequate, under the conditions of the financial crisis, with respect to payment of the work on the Boguchanskaya HPP, since it allows any partner, virtually with impunity, to halt the financing and wait for financing from the other partner first. Given the extremely intensive construction schedule, with only 18 months remaining until start-up of the first phase of the HPP, such "vague" obligations entail a high risk of start-up delay.

JSC RusHydro agrees that RUSAL's obligations to provide full financing for the BoHPP by the end of construction should be approved by RUSAL's creditors and shareholders. This will preclude any possible subsequent disputes by creditors with respect to the investment agreement or blocking by them of the financing for the BoHPP on the part of RUSAL in the event of a further drop in aluminium prices.

Let us recall that, on 25 May 2009, a meeting was held of the Board of Directors of JSC Boguchanskaya HPP, the agenda for which included the item on approving the procurement plan for the Boguchanskaya HPP for 2009. The representatives of UC RUSAL voted against approval of the procurement plan, thereby blocking procurement procedures for continued construction of the Boguchanskaya HPP during the current year. The lack of any approved procurement plan for 2009 put in jeopardy the schedule for implementation of the Boguchanskaya HPP construction project, since, from this time, purchase of materials and services from contractors has ceased.

Since the beginning of 2009, UC RUSAL has blocked resolutions to make payments to contractor organizations and suppliers of building materials participating in construction of the power plant. Representatives of RUSAL on the Management Board of JSC Boguchanskaya HPP have refused to sign statements of work performed and ensure payment for the services of contractor organizations and suppliers of building materials to the tune of 500 million roubles as of May 2009. The aggregate debt to contractors today stands at 1 billion roubles (including the cost of work performed for which the partner has not signed statements since the beginning of the year). In accordance with the conditions of the partnership agreement, the project is financed on the "two keys" principle: payment is made for all work connected with construction of the power plant only once relevant resolutions have been adopted by both partners - RusHydro and RUSAL.

Previously, representatives of JSC RusHydro repeatedly declared the need to resolve the payment situation by the end of June 2009. If the construction continues to be blocked beyond June 2009, the construction schedule may be breached. In particular, there is already a delay in erecting two travelling cranes with a lifting capacity of 525 tons on the headrace of the power dam required for installing the hydropower equipment of the HPP. Delayed traveling cranes erection puts off installation of the first turbogenerator unit by 2 months. Owing to the blocking of payments to suppliers of building materials, there were short deliveries of cement, mineral powder and rolled metal to the site already in the first quarter of this year.

Even in the absence of funds and a shortage of building materials, contractors are still conscientiously fulfilling their obligations with respect to construction of the power plant, but continued failure to observe the financing schedule might have an adverse impact on the project's implementation. RUSAL's blocking of payments and the absence of a clear position with respect to the project finance scheme up to its conclusion in 2012 cast doubt on whether the current construction rates can be maintained and will lead to failure to meet the preset deadlines for commissioning the first turbogenerator units in 2010.

The builders are concerned that the lack of timely and full project financing will prevent work being launched on erecting the HPP building and might also greatly increase the volume of hydropower and hydro-engineering equipment installation and structural steel erection required for commissioning the start-up complex in 2010.

By January 2010, it is planned to carry out the following construction and installation work at the Boguchanskaya HPP: to lay 245,575 cubic metres of in-situ concrete and 5,235 cubic metres of precast reinforced concrete; to erect 6,533 tons of structural steel and install hydro-engineering equipment and 2,752 tons of hydropower equipment; to lay 24,000 cubic metres of bitumen concrete; to carry out 2,692,819 cubic metres of drilling and blasting operations; to carry out 6,195 running metres of cementing of the foundation of the rock-fill dam; to install 2,618 tons of gate equipment at the power the dam and spillway No. 1 and 432 tons of hydraulic cylinder equipment at the headrace of spillway No. 1; to install 500 tons of gate equipment at the HPP building; to erect 2 travelling cranes at the HPP building with a lifting capacity of 525 tons each and two gantries with a lifting capacity of 500 tons and 140 tons, respectively, at the headrace of the power dam and at the tail bay of the HPP building; to install 1,420 tons of hydropower equipment at turbine sectors No. 1 and 2 of the HPP building.

At a meeting of the Russian Federation Government on 9 April 2009, chaired by Vladimir Putin, a resolution was adopted to observe the construction rates and deadlines for start-up of the 600 MW first phase of the Boguchanskaya HPP in 2010. All parties to the project were instructed to ensure construction was under way as soon as possible and to determine the final project financing scheme for the entire construction period. It is planned for all nine turbogenerator units of the Boguchanskaya HPP to reach full capacity (3000 MW) by 2012.

June 10 2009

At the meeting of the Board of Directors of JSC RusHydro

On 10 June 2009, the first meeting was held of the Board of Directors of JSC RusHydro newly elected at the Annual General Meeting of Shareholders of the company on 10 June 2009.

The Board of Directors of JSC RusHydro elected Sergei Ivanovich Shmatko, Energy Minister of the Russian Federation, as the Chairman of the Board of Directors.

In accordance with clause 5.3. of the Regulations on the procedure for convening and holding meetings of the Board of Directors of the Company (approved by the General Meeting of Shareholders on 22 June 2007, Minutes No. 254), the first meeting of the Board of Directors must resolve on the issue of Election of the Chairman of the Board of Directors.

The Board of Directors of JSC RusHydro approved a work plan of the Company's Board of Directors for 2009-2010.

In accordance with the work plan, meetings of the Board of Directors will be held once a month on average. Three meetings are planned in the form of joint attendance.

In accordance with the Regulations on the procedure for convening and holding meetings of the Board of Directors of the Company (approved by the General Meeting of Shareholders on June 22, 2007, Minutes No. 254), meetings of the Board of Directors shall be held in compliance with the approved work plan of the Board of Directors, and also as and when necessary but no less than once a quarter.

In accordance with the Regulations, the first meeting of the Board of Directors must necessarily resolve the issue of approving a work plan of the Board of Directors until the next annual General Meeting of the Company's Shareholders.

The Board of Directors of JSC RusHydro elected the Audit Committee under the JSC RusHydro Board of Directors in the following composition:

- Viktor Ivanovich Danilov-Danilyan, a member of the JSC RusHydro Board of Directors - an independent director
- Oleg Vyacheslavovich Surikov, a member of the JSC RusHydro Board of Directors - an independent director
- Andrei Vladimirovich Sharonov, a member of the JSC RusHydro Board of Directors

Viktor Ivanovich Danilov-Danilyan was elected the Chairman of the Audit Committee under the JSC RusHydro Board of Directors.

The Board of Directors of JSC RusHydro elected the Personnel and Remuneration Committee under the JSC RusHydro Board of Directors in the following composition

- Sergei Vladimirovich Serebryannikov, a member of the JSC RusHydro Board of Directors - an independent director
- Boris Feliksovich Vainzikher, a member of the JSC RusHydro Board of Directors - an independent director
- Vladimir Vitalyevich Tatsiy, a member of the JSC RusHydro Board of Directors - an independent director

Sergei Vladimirovich Serebryannikov was elected the Chairman of the Personnel and Remuneration Committee under the JSC RusHydro Board of Directors.

June 10 2009

The Annual General Meeting of Shareholders of JSC RusHydro is held

The regular Annual General Meeting of Shareholders of JSC RusHydro was held on 10 June 2009.

The General Meeting of RusHydro Shareholders approved the Company's annual report, annual financial statements, including the profit and loss statement, of the Company, and the distribution of the profits (losses) of the Company for the 2008 financial year.

Distribution of the Company's profits (losses) for the 2008 financial year	thousand roubles
Undistributed profits (losses) of the reporting period:	16 450 238.482
Distribute to: Reserve fund	822 511.924
Accumulation fund	15 627 726.558
Dividends	0
Repayment of previous years' losses	0

The General Meeting of RusHydro Shareholders adopted a resolution not to pay out dividends on ordinary shares in the Company for 2008.

The source of dividend payment is the Company's aftertax earnings (net profits).

A resolution of the Company Board of Directors (Minutes No. 55 of 19 May, 2008) approved the Regulations on the Dividend Policy of JSC RusHydro. In accordance with the Regulations, the Company allocates at least 5% of its consolidated net profits for payment of dividends based on the results of the financial year.

In 2008, the net profits of JSC RusHydro amounted to 16 450 238 000 roubles and shall be distributed as follows:

- *to the reserve fund (mandatory deductions in the amount of 5% of the net profits in accordance with Russian Federation law) - 822512000 roubles;*
- *to investment in the volume of the Target Investment Funds envisaged in the tariff (in accordance with the Regulations on the Dividend Policy of the Company, profit allocation for investment purposes in the volume of the target investment funds out of profits, as envisaged in the Company's tariff, for financing target investment projects shall be a priority and may not be replaced by dividend payments) – 15 179 453 000 roubles (out of*

these funds, 12327454000 roubles were used in 2008 in advance and the remaining amount of 2851999000 roubles is suggested to be allocated to the accumulation fund for financing the 2009 investment programme);

- *the remaining net profits amount to 448 274 000 roubles.*

Under the conditions of the financial and economic crisis, indeterminate forecasts of energy consumption, market price fluctuations and the extent to which payments will be made for electricity and capacity, however, no dividends are to be paid for 2008 and 448 274 000 roubles are to be allocated to the accumulation fund. At the same time, the money in the accumulation fund is proposed to be distributed on the basis of a separate resolution of the Board of Directors of the Company.

The General Meeting of RusHydro Shareholders approved Closed Joint-Stock Company PriceWaterhouseCoopers Audit as the Company's auditor.

In accordance with article 5 of Federal Law dated 30 December, 2008 No. 307-FZ On Auditing, organisations with a stated-owned stake in the authorised equity capital of at least 25% are to conclude contracts for performance of mandatory audits of their financial statements on the basis of open bidding in the manner envisaged by Federal Law dated 21 July, 2005 No. 94-FZ On placement of orders for provision of goods, performance of works and rendering of services for state and municipal purposes.

Closed Joint-Stock Company PriceWaterhouseCoopers Audit was recognised as the winner of the open tender.

The General Meeting of Shareholders of JSC RusHydro approved the new version of the Regulations on Payment of Remuneration and Compensation to members of the Company Board of Directors.

The new version envisages a reduction in the remuneration to be paid to members of the Board of Directors for participating in meetings of the Board of Directors from 10 to 5 minimum monthly tariffs of a class one workers as well as abolition of remuneration in the event of an increase in the amount of the Company's market capitalisation.

The General Meeting of Shareholders of JSC RusHydro adopted a resolution to increase the authorised equity capital of the Company by placing additional ordinary registered shares numbering 19 000 000 000 (nineteen billion) with a nominal value of 1 (one) rouble each, to an aggregate nominal value of 19 000 000 000 (nineteen billion) roubles;

- Placement method - open subscription;
- The placement price of the additional shares (including to persons included on the list of those enjoying the pre-emptive right to acquire the additionally placed shares) - at the price determined by the Board of Directors of the Company in accordance with articles 36 and 77 of the Federal law On Joint-Stock Companies;
- Form of payment for the shares - cash, non-monetary funds. The list of property by which the securities may be paid for:

(1) Shares in the following joint-stock companies:

JSC Boguchanskaya HPP;

JSC Geotherm;

JSC Zamaragskiye HPPs;

JSC KamGEK;

JSC Kolymaenergo;

JSC Pavlodolskaya Hydro-Electric Power Plant;

JSC Trest Gidromontazh;

JSC Ust-Srednekanskaya HPP;

(2) Moveable assets and real estate used for production, transmission, dispatch, distribution, and sale of electric power, relating to the activities (including construction) of the hydro-electric power stations of the Cascade of HPPs (HPP-1, HPP-2, HPP-3) on the Tolmacheva River (Kamchatka Territory) and the 110 KV high-voltage line from Apache to the SHPP on the Tolmacheva River (Kamchatka Territory), as well as property rights (including receivables) connected with the given activities;

- Share payment procedure - the shares are to be paid for in full on their placement;

The General Meeting of Shareholders of JSC RusHydro also approved the list of appraisers from among which an appraiser(s) will be engaged to determine the market value of property to be contributed in payment for the additional shares in the Company.

The General Meeting of JSC RusHydro Shareholders elected the Board of Directors including the following 13 members:

- SHMATKO, Sergei Ivanovich - Energy Minister of the Russian Federation
- KHAMITOV, Rustem Zakiyevich - CEO, Federal Water Resources Agency
- ZUBAKIN, Vasily Alexandrovich - Acting Chairman of the Management Board, JSC RusHydro
- BALLO, Anatoly Borisovich - Deputy Chairman of the Management Board, JSC Vneshekonombank
- BELOBORODOV, Sergei Sergeyevich - General Director, LLC Gazenergompro Corporation
- VAINZIKHER, Boris Feliksovich - Chairman of the Management Board of JSC TGK-1
- VOLKOV, Eduard Petrovich - Executive Director, JSC Krzhizhanovsky Energy Institute
- DANILOV-DANILYAN, Viktor Ivanovich - Director, Water Engineering Institute, RAS
- MASLOV, Sergei Vladimirovich - President, JSC Saint Petersburg International Commodity Exchange
- SEREBRYANNIKOV, Sergei Vladimirovich - Professor, SEIHVT Moscow Energy Institute (University of Technology)
- SURIKOV, Oleg Vyacheslavovich - Director, Corporate Services Department, MMC Norilsk Nickel
- TATSIY, Vladimir Vitalyevich - First Vice President, JSC Gazprombank
- SHARONOV, Andrei Vladimirovich - Chairman of the Board of Directors, JSC IC Troika Dialog

The Board of Directors includes 4 independent directors nominated by the government: Boris Vainzikher, Victor Danilov-Danilyan, Sergei Serebryannikov, and Vladimir Tatsiy, and one representative of the minority shareholders - Oleg Surikov.

The General Meeting of JSC RusHydro Shareholders elected the Auditing Committee of the Company with the following 5 members:

- KOVALYOVA, Marina Alexandrovna - Section Head of a Department, Ministry of Power of Russia
- KOLYADA, Andrei Sergeyevich - Chief Specialist-Expert of a Section, Rosimushchestvo Property Administration
- TIKHONOVA, Maria Gennadievna - Section Head of a Department, Ministry of Power of Russia
- GATAULIN, Denis Vladislavovich - Deputy Head of the Capital Management Department, JSC RusHydro
- KOCHANOV, Andrei Alexandrovich - Head of Internal Audit and Risk Management Department, JSC RusHydro.

Subsidiaries news

No news available.

July

RusHydro news

July 1 2009

JSC RusHydro publishes the prospectus for a GDR listing on the London Stock Exchange

The prospective for JSC RusHydro securities was today officially approved by the United Kingdom Listing Authority (UKLA) for the purpose of a technical listing of GDRs of the Company on the London Stock Exchange. It is planned to launch trading in the GDRs on the London Stock Exchange on 6 July, 2009.

The Russian version of the prospectus is posted on the website in the section “The Company on the securities market -- the Company on the London Stock Exchange”.

Currently, another two programmes of global depositary receipts for JSC RusHydro shares are open (in accordance with Rule 144A and Regulation S), the aggregate volume of the programme amounting at the moment to about 5.6% of the authorised equity capital. The maximum volume of a depositary receipt programme permitted by the Russian regulatory authorities is 14.7% of the current authorised equity capital (375 million receipts).

July 1 2009

JSC RusHydro plans to launch a tier one ADR programme

JSC RusHydro’s Depositary Bank The Bank of New York Mellon has submitted the documents to the US Securities and Exchange Commission (SEC) for launching a programme of first tier American Depositary Receipts (ADRs) for JSC RusHydro shares. The plan is for the programme to be launched in the middle of August.

The ADRs issued within the scope of the given programme will be traded on the US Over-The-Counter market. The ADR programme will open up access to JSC RusHydro shares for a wide range of investors. Together with the Depositary Bank, JSC RusHydro plans to continue implementing investor contact measures for increasing the liquidity of JSC RusHydro securities.

Currently, another two programmes of Global Depositary Receipts for JSC RusHydro shares are open (in accordance with Rule 144A and Regulation S), the aggregate volume of the programme amounting at the moment to about 5.6% of the authorised equity capital. The maximum volume of a depositary receipt programme permitted by the Russian regulatory authorities is 14.7% of the current authorised equity capital (375 million receipts).

Certain announcements made in this press release may contain forecasts in relation to JSC RusHydro. The given announcements containing a forecast of future events are subject to risks, uncertainties and other factors that might cause the actual results to differ from those indicated in the given press release. JSC RusHydro bears not obligation to disclose such changes to the given release publicly for the purpose of reflecting events or circumstances that take place after the date of the given press release or for the purpose of indicating any unforeseen circumstances that might occur.

This press release does not constitute an offer of sale of securities on behalf of JSC RusHydro or any other person in any jurisdiction where such an offer might be considered unlawful. The securities may not be offered for sale or be sold in the USA without registration with the US Securities and Exchange Commission or in accordance with exceptions from the rules on registration.

In any member state of the European Union, this press release is addressed exclusively to “Qualified Investors” as defined in article 2(1)(e) of the Directive on Prospectuses (Directive

2003/71/EC) (“Qualified Investors”). In addition, in Great Britain, this presentation is addressed only to (i) Qualified Investors with professional experience in the sphere of the investments indicated in article 19(5) of the Order (Financial Promotion) of 2005 (the “Order”) in accordance with the Law of Great Britain of 2000 “On Financial Services and markets” and Qualified Investors that meet the requirements of articles 49(2) (a) – (d) of the Order and (ii) Qualified Investors to whom this document may be addressed on other legal grounds (all such persons are hereinafter referred to as “appropriate persons”). No person that is not (i) an appropriate person in Great Britain or (ii) a Qualified Investor in any member state of the European Union apart from Great Britain, should rely on this press release or its contents. Any investment activity to which this presentation might relate may be conducted only (i) in Great Britain - by appropriate persons or (ii) in any member state of the European Union apart from Great Britain -- by Qualified Investors.

July 3 2009

RusHydro shares are included in the MICEX 10 Index

Today, the MICEX stock exchange has carried out its quarterly review of the calculation base used for the MICEX indexes. As a result, RusHydro shares have been included in the MICEX 10 Index.

In fact, inclusion of RusHydro shares in the MICEX 10 Index means recognition of RusHydro shares as being among the 10 most liquid Russian stocks traded on the MICEX. JSC RusHydro is the first energy company in Russia to be included in the MICEX 10 Index, since the reorganization of JSC RAO UES of Russia.

The MICEX 10 Index is a price rather than weighted index, calculated as the arithmetic average of the price change for the 10 most liquid stocks traded by CJSC MICEX SE (irrespective of whether they figure on the CJSC MICEX SE quotation lists). The index reflects, in real time (from 10:30 to 19:00), the increase in the value of a portfolio consisting of the 10 stocks which are of equal weight in the portfolio at the starting point in time. This indicator is intended primarily for day-traders and makes it possible to monitor the smallest fluctuations in the prices of the main financial instruments.

The MICEX 10 Index is the first stock exchange index in Russia using a methodology that does not envisage temporal averaging of prices while the index value are recalculated after each transaction concluded with any of the 10 selected stocks in the main course of trading. The composition of the index basket is determined once a quarter on the basis of 4 liquidity indicators.

The MICEX 10 Index also includes the shares of JSC Sberbank of Russia, MMC Norilsk Nickel, JSC VTB, JSC Gazprom, JSC Rosneft, JSC Lukoil, etc.

July 6 2009

JSC RusHydro is listed on the Main Market of the London Stock Exchange

Today, the Global Depositary Receipts (GDRs) of JSC RusHydro – the biggest Russian generating company and the world’s biggest public hydrogenerating company in terms of installed capacity (25.3 GW) – began trading on the regulated sector of the International Open Book (IOB) of the London Stock Exchange (LSE). JSC RusHydro ticker on the LSE is HYDR.

In June 2008, JSC RusHydro created a GDR programme (according to Regulation S and Rule 144A). Depositary bank – The Bank of New York Mellon. Each GDR certifies the right to 100 ordinary shares in JSC RusHydro. Since the GDR programme’s inception, the number of GDRs issued has risen from 2.13% to 6.17% of the authorised equity capital of JSC RusHydro.

JSC RusHydro received permission from the Federal Service for the Financial Markets of Russia to trade 37 500 000 000 of its shares (14.7% of its authorised equity capital) in the form of depositary receipts outside the Russian Federation.

Commenting on the opening of trading in the JSC RusHydro GDRs on the London Stock Exchange, Acting Chairman of the Management Board V.A. Zubakin noted: "The decision to obtain a listing on the London Stock Exchange reflects our wish to make use of the considerable liquidity resources by simplifying access for international investors to the company's securities. This action will increase considerably the liquidity of our depositary receipts. We also believe that the depositary receipt listing on the London Stock Exchange will tangibly promote JSC RusHydro not only as a Russian but also an internal Blue Chip company among the companies on developing markets".

JSC RusHydro shares have been included on the "A1" quotation lists of the MICEX and RTS and are traded on these exchanges under the ticker HYDR.

JSC RusHydro also plans to establish a programme of first tier American Depositary Receipts (ADRs) that, given the relevant permits from the regulatory authorities, should be launched in August 2009. The depositary of the given programme will be The Bank of New York Mellon. The first tier ADRs will be traded on the Main Market of the London Stock Exchange.

The majority block of shares in JSC RusHydro (61.93%) belongs to the Russian Federation, with the proportion of JSC RusHydro shares in free circulation being over 30%. The market capitalisation of JSC RusHydro as of 3 July, 2009 amounted to 315 billion roubles (or 10.12 billion US dollars).

July 8 2009

Results of the exercise of pre-emptive rights in the course of an additional RusHydro share issue have been summarized

Pre-emptive rights were valid from May 19th, 2009 through July 2nd, 2009. During this period, RusHydro shareholders were able to submit applications to purchase additional shares in direct proportion to their stake in the Company's charter capital and pay for their additional shares. The list of shareholders entitled to participate in the pre-emptive rights issue was compiled as of October 2009 (which was the cut-off date for the shareholders list, for those who had the right to participate in the AGM which approved the charter capital increase).

As part of the exercise of the pre-emptive rights, RusHydro has placed 7.2 billion additional shares (or 45% of the size of the additional issue).

The Government of the Russian Federation has purchased additional shares worth RUR 4.923 billion, thereby contributing to the Company's charter capital funds to finance RusHydro's investment program according to the Federal Law "On the Federal Budget for 2009 and for the planned period of 2010 and 2011."

The Company's minority shareholders have contributed RUR 2.277 billion as part of the pre-emptive rights implementation.

July 10 2009

Decisions from a Regular Session of RusHydro's Board of Directors

On July 1, 2009 a regular session of RusHydro's Board of Directors took place by proxy voting. The Board of Directors considered the issue "On the Procedure of the Placement of additional shares of the Company's shares," and approved, in addition to offering shares to third parties

through open subscription, the following procedure for the placement of additional shares (state registration number of the additional issue 1-01-55038-E-037D as of May 14th, 2009):

- Purchase of additionally placed RusHydro shares (from the shares remaining after shareholders' utilization of their pre-emptive rights) by RusHydro's 100%-owned subsidiary JSC "Gidroinvest" through open subscription.
- The funds, received from the placement of additional shares, will be used to finance the Company's investment program.

RusHydro's Board of Directors has also instructed representatives of the Company on the Board of Directors of JSC "Gidroinvest" to vote in favor of JSC "Gidroinvest's" participation in RusHydro through the purchase of additional shares of the Company.

On May 14, 2009, Russia's Federal Service for Financial Markets (FSFM) has registered the additional issue of common shares of JSC RusHydro, to be placed through open subscription. The size of the issue is 16,000,000,000 common shares with a par value of 1 rouble.

The shares are to be paid for in cash.

The decision to increase RusHydro's charter capital was adopted by an Extraordinary General Meeting (AGM) of the Company's shareholders on November 17, 2008.

The price for the placement of additional shares (including to shareholders, entitled to pre-emptive rights) was determined by the Company's Board of Directors on March 11, 2009 in accordance with "The Russian Federal Law on Joint-Stock Companies" as one ruble per share.

July 10 2009

RusHydro announces invitation to submit bids to purchase additional shares through open subscription in the course of the Company's additional share issue

On July 10, 2009, RusHydro has published an official invitation to potential investors to submit bids to purchase additional shares through an open subscription within the framework of the additional share issue registered by the Russian Federal Service for Financial Markets (FSFM) on May 14th, 2009. (The overall size of the issue – 16 bln shares, placement method - open subscription.)

The official invitation to submit bids is available on RusHydro's website (<http://www.rushydro.ru>) and was also distributed via wire services. The forms, which are recommended for legal entities and individuals applying for additional shares, are also available on the site.

The period to submit bids is 30 days. According to Issue Standards and Provisions on the registered decision for an additional issue of securities, RusHydro satisfies potential buyers' bids at its own discretion. The decision on the satisfaction of bids should be made no later than the last day of the period for submitting bids.

On July 07, 2009, the results of the purchase by RusHydro shareholders of additional shares in the Company as a result of the exercise of their pre-emptive right have been summarized.

The pre-emptive rights were valid from May 19th, 2009 through July 2nd, 2009. During this period, RusHydro shareholders were able to submit applications to purchase additional shares in direct proportion to their existing stake in the Company's charter capital and to pay for their additional shares.

The list of shareholders entitled to participate in the pre-emptive rights issue was compiled as of October 8, 2008 (which was the cut-off date for the shareholders list, for those who had the right to participate in the AGM which approved the Company's charter capital increase).

As part of the exercise of pre-emptive rights, RusHydro has placed 7.2 billion additional shares (or 45% of the size of the additional issue).

The Government of the Russian Federation has purchased additional shares worth RUR 4.923 billion, thereby contributing to the Company's charter capital funds to finance RusHydro's investment program according to the Russian Federal Law "On the Federal Budget for 2009 and for the planned period of 2010 and 2011."

The Company's minority shareholders have contributed RUR 2.277 billion as part of the pre-emptive rights' implementation.

July 10 2009

JSC RusHydro announces plans to convert its Regulation S Global Depositary Receipts into Level 1 American Depositary Receipts

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JSC RusHydro (the "Company"), which recently successfully completed a listing of its Regulation S and Rule 144A global depositary receipts ("GDRs") on the Official List of the Financial Services Authority in the United Kingdom ("Official List") and admission to trading on the EEA Regulated Market of the London Stock Exchange (the "Main Market") of the London Stock Exchange, is planning to convert its Regulation S GDRs into Level 1 American depositary receipts ("ADRs").

In June 2008, the Company simultaneously launched both a Regulation S and a Rule 144A GDR program, trading under the ticker symbol HYDR. The Bank of New York Mellon acts as the depositary bank for both of these programs.

As part of its continued effort to boost liquidity in its securities, RusHydro is in the process of establishing a Level 1 ADR program, and in connection with the proposed issuance of Level 1 ADRs in exchange for Regulation S GDRs, it is planning to convert its Regulation S GDRs into Level 1 ADRs. Following approval for the listing of the Level 1 ADRs on the Official List and admission to trading on the Main Market, investors who hold Regulation S GDRs will receive in exchange for their Regulation S GDRs the same number of ADRs (with one ADR of RusHydro being equal to 100 ordinary shares in the Company).

The Company anticipates that the cancellation of the Regulation S GDRs and the concurrent launch of the ADR program will occur on August 7th 2009. The ADRs are also expected to be traded on the OTC market in New York.

The above-mentioned cancellation and issuance will have no effect on the Company's current Rule 144A GDR program.

This document is not a prospectus but an advertisement. Investors should not subscribe for any transferable securities referred to in this announcement except on the basis of information in a prospectus, which has been published in accordance with the Prospectus Directive.

Neither the shares of RusHydro or the GDRs have been, nor will be, registered under the U.S. Securities Act of 1933, as amended (the "Securities Act"), and may not be offered or sold within the United States, absent registration or an exemption from registration.

This announcement may include forward-looking statements. By their nature, forwarding-looking statements involve risks and uncertainties because they relate to events and depend on

circumstances that may or may not occur in the future. Forward-looking statements are not guarantees of future performance. In particular, there can be no assurance that (i) the requisite approvals for the ADR Programme will be obtained and ADRs will be issued to holders of Regulation S GDRs; and (ii) RusHydro's application to admit those ADRs to the Official List of the United Kingdom Listing Authority and to trading on the Main Market of the London Stock Exchange will be approved.

July 23 2009

JSC RusHydro's Board of Directors elects the Company's Strategy Committee

On July 23rd, 2009, a regular session of JSC RusHydro's Board of Directors was conducted in the form of joint attendance.

The Company's Board of Directors elected the following members of the Strategy Committee (which operates under RusHydro's Board of Directors):

1. Vyacheslav Yuryevich Sinyugin, Deputy Energy Minister of the Russian Federation;
2. Maria Gennadyevna Tikhonova, Deputy Director of the department for economic regulation and property relations at fuel and energy complexes in the Russian Ministry of Energy;
3. Tatiana Viktorovna Zlydareva, Deputy Head of the division for fuel and energy and the coal industry at the directorate of the Russian Agency for State Property Management;
4. Valentin Efimovich Mezhevich, member of the Russian Federation Council Assembly, First Deputy Chairman of the Federation Council's Committee on Natural Monopolies;
5. Vsevolod Valeryanovich Gavrilov, Head of the directorate for the management of projects in energy saving and conservation at Sberbank of Russia;
6. Sergei Sergeyevich Beloborodov, member of RusHydro's Board of Directors;
7. Eduard Petrovich Volkov, member of RusHydro's Board of Directors;
8. Viktor Ivanovich Danilov-Danilyan, member of RusHydro's Board of Directors;
9. Vasily Aleksandrovich Zubakin, member of RusHydro's Board of Directors, Acting Chairman of RusHydro's Management Board;
10. Oleg Borisovich Oksuzyan, member of RusHydro's Management Board.

Vyacheslav Yuryevich Sinyugin was elected Chairman of the Company's Strategy Committee under RusHydro's Board of Directors.

July 23 2009

At the meeting of the Board of Directors of JSC RusHydro

On July 23rd, 2009, JSC RusHydro's Board of Directors held a regular session of the Board, which was conducted in the joint presence of Board members, and was chaired by the Russian Minister of Energy, Sergei Ivanovich Shmatko.

JSC RusHydro's Board of Directors elects a Deputy Chairman of the Board

The Company's Board of Directors elected Viktor Ivanovich Danilov-Danilyan as the Deputy Chairman of the Board of Directors.

Viktor Ivanovich Danilov-Danilyan (born 1938) is the Director of the Institute for Water Problems at the Russian Academy of Sciences (RAS) and a corresponding member of the RAS. He is the author and co-author of more than 350 scientific works. Since 1991, he has held a range of civil service positions. He served as the Russian Minister for Environmental Protection and Natural Resources (from 1991-1996), Chairman of the Russian State Committee for Environmental Protection (from 1996-2000), as well as a State Duma Deputy (from 1994 - 1995). From 1992 to 1994, he was Chairman of the Russian Government's Anti-flood Commission; from 1993 to 2000, he was Chairman of the Government Commission for Baikal, and from 1994 to 2000, he served as the Chairman of the Russian Government Commission for the Caspian Sea.

JSC RusHydro's Board of Directors elects Rustem Khamitov as a Member of the Company's Management Board

The Company's Board of Directors elected Rustem Zakievich Khamitov as a Member of the Company's Management Board, effective as of July 28th, 2009.

Rustem Zakievich Khamitov was born August 18th, 1954. In 1977, he graduated from the Bauman Institute as a mechanical engineer. In 2003, he served as head of the Moscow Inter-district Tax Office No. 4 for major taxpayers at the Russian Ministry for Taxes and Levies. From 2003 - 2004, he was head of the Major Taxpayers Administration at the Russian Ministry for Taxes and Levies. From 2004 - 2009, he has served as the head of the Russian Federal Water Resources Agency.

JSC RusHydro's Board of Directors elects the Company's Strategy Committee

The Company's Board of Directors elected the following members of the Strategy Committee (which operates under RusHydro's Board of Directors):

1. Vyacheslav Yuryevich Sinyugin, Deputy Energy Minister of the Russian Federation;
2. Maria Gennadyevna Tikhonova, Deputy Director of the department for economic regulation and property relations at fuel and energy complexes in the Russian Ministry of Energy;
3. Tatiana Viktorovna Zlydareva, Deputy Head of the division for fuel and energy and the coal industry at the directorate of the Russian Agency for State Property Management;
4. Valentin Efimovich Mezhevich, member of the Russian Federation Council Assembly, First Deputy Chairman of the Federation Council's Committee on Natural Monopolies;
5. Vsevolod Valeryanovich Gavrilov, Head of the directorate for the management of projects in energy saving and conservation at Sberbank of Russia;
6. Sergei Sergeyevich Beloborodov, member of RusHydro's Board of Directors;
7. Eduard Petrovich Volkov, member of RusHydro's Board of Directors;
8. Viktor Ivanovich Danilov-Danilyan, member of RusHydro's Board of Directors;
9. Vasily Aleksandrovich Zubakin, member of RusHydro's Board of Directors, Acting Chairman of RusHydro's Management Board;
10. Oleg Borisovich Oksuzyan, member of RusHydro's Management Board.

Vyacheslav Yuryevich Sinyugin was elected Chairman of the Company's Strategy Committee under RusHydro's Board of Directors.

JSC RusHydro's Board of Directors elects the Company's Investment Committee

The Company's Board of Directors elected the following members to the Company's Investment Committee (which operates under RusHydro's Board of Directors):

1. Andrei Vladimirovich Sharonov, member of RusHydro's Board of Directors;
2. Dmitry Ruslanovich Kostoyev, Deputy General Director, head of the economic and finance department at Norilsk Nickel (metals and mining company);
3. Matvei Vladimirovich Taits, senior analyst with the analytical research department at LLC Uralsib Capital;
4. Viktor Yuryevich Lebedev, head of the division for electric power development at the department of the state regulation of tariffs, infrastructure reforms and energy efficiency at the Russian Ministry of Economic Development;
5. Dmitry Aleksandrovich Kozlov, Deputy Director of the department for the development of and investment policy at fuel and energy complexes in the Russian Ministry of Energy;
6. Elena Valentinovna Pomchalova, head of the department for regulation and electric power pricing control at the Russian Federal Tariff Service;
7. Vasily Aleksandrovich Zubakin, member of RusHydro's Board of Directors, Acting Chairman of RusHydro's Management Board;
8. Denis Aleksandrovich Nozdrachev, Director of the infrastructure department at the Russian State Corporation "The Bank for Development and Foreign Economic Affairs" (Vnesheconombank);
9. Wolfgang Skribot, Managing Director of the direct investment department at JSC Gazprombank;
10. Maria Gennadyevna Tikhonova, Deputy Director of the department for economic regulation and property relations at fuel and energy complexes in the Russian Ministry of Energy.

Andrei Vladimirovich Sharonov was elected Chairman of the Investment Committee under RusHydro's Board of Directors.

JSC RusHydro Board of Directors approves consolidated business plan for 2009-2012

The JSC RusHydro Board of Directors has noted a consolidated business plan of JSC RusHydro Group for 2009-2012.

The Group's consolidated business plan for 2009-2012 was drawn up pursuant to the 2009 business plan of JSC RusHydro approved by the Board of Directors and the endorsed prognostic indicators for 2010-2012 (minutes No. 77 of May 18, 2009), and also on the basis of business plans of JSC RusHydro's subsidiaries and dependent companies approved by their Boards of Directors.

JSC RusHydro's Board of Directors approves the report on the fulfillment of the Company's Investment Program for Q1 2009

RusHydro's Board of Directors has noted the Report on the interim results of the fulfillment of the Company's Business Plan for IH 2009, taking into account the actual results for Q1 2009.

In addition, the Company's Board of Directors approved the Report on the fulfillment of RusHydro's Investment Program for Q1 2009. The actual volume of financing for RusHydro's Investment Program during Q1 2009 totaled 9.62 billion rubles (the Investment Program fulfillment during the Q1 2009 stood at 87.6 %).

RusHydro's 2009 Investment Program was approved by the Company's Board of Directors on May 18th, 2009 in the amount of 64.9 billion rubles and foresees the introduction of 74 MW of additional capacity (additional information is posted on the corporate website at <http://www.rushydro.ru/company/invest/investprogram/2009>).

JSC RusHydro's Board of Directors approves the Concept for a System for effectively managing the safety and reliability of hydro-engineering structures

During the meeting, JSC RusHydro's Board of Directors approved the Concept for a System for effectively managing the safety and reliability of hydro-engineering structures (heretofore referred to as the "System"). The Board also adopted a resolution to create the System's organization structure at one of the Company's subsidiaries during 2009.

Ensuring the safe and reliable operation of the Company's hydro-engineering structures is a key focus of RusHydro's strategic initiatives, complying with its mission and the principles governing its activities, as well as all applicable requirements of the Russian Federation's legislative framework.

Objectives for creating the System:

- to ensure the safe and reliable functioning of the Company's hydro-engineering structures at an optimal cost level, which means the timely performance of repair work and the comprehensive assessment of all factors that affect safety.
- to have the Company enter the market for providing hydro-engineering structure reliability and safety services, that is, to introduce the System at other companies' hydro-engineering structures (that own hydro-electric power stations), as well as at government-owned non-power hydro-engineering structures.

To develop the Concept for the System, RusHydro has selected the Cascade of Kubanskiye HPP as the site for the pilot project. The result of the pilot project will be a program to carry out required repair work at the hydro-engineering structures at the Cascade of Kubanskiye HPPs from 2010 - 2015, optimizing the Company's financial outlays, as well as fully ensuring the reliable operations of these hydro-engineering structures - in full accordance with Russian Federation legislative requirements. Leading Russian scientific and design institutes, including: JSC NIIES, JSC VNIIG im. B.E.Vedeneev and JSC Mosoblgidroproekt, are engaged in this pilot project.

The Concept for the System has been developed within the scope of the Key Provisions for RusHydro's strategy, taking into account that the Company will not compromise when it comes to ensuring the safety of its hydro-engineering structures. The means envisaged by the Concept for effectively managing the safety and reliability of hydro-engineering structures include: regulatory and methodological, instrumental, informational and personnel support, which meet (and or exceed) the most recent requirements and fully comply with international best practice standards.

The Concept focuses particular attention on information support, which the Company plans to develop in the form of an automated decision-making support system in the area of the safety and reliability of RusHydro's hydro-engineering structures.

The central feature of the System for managing the safety and reliability of the Company's hydro-engineering structures must be an information analysis center for the safety and reliability of these structures. The task of this center will include drawing up proposals on measures to ensure safety and reliability, as well as developing a repair and renovation program. The center incorporates the Company's design and research sub-divisions, as well as the engineering services of all of its subsidiaries.

JSC RusHydro's Board of Directors has determined the price for the Company's retained auditing services

The Company's Board of Directors has determined the price of services for RusHydro's Auditor (closed joint stock company (CJSC) PriceWaterhouseCoopers Audit) to compile RusHydro's financial and accounting reports for FY 2009.

According to a decision made at the recently completed AGM (on 2009 results), the Company approved PriceWaterhouseCoopers Audit (CJSC PwC Audit) as RusHydro's auditor (protocol #4 from June 10th, 2009).

JSC RusHydro's Board of Directors considers approving transactions

The Company's Board of Directors addressed an item "On the approval of related-party transactions involving members of the Board of Directors," approving the conclusion of agreements between JSC RusHydro and the following Board members: Anatoliy Borisovich Ballo, Sergey Sergeyevich Beloborodov, Boris Feliksovich Veinsikher, Eduard Petrovich Volkov, Viktor Ivanovich Danilov-Danilyan, Sergey Vladimirovich Maslov, Sergey Vladimirovich Serebryannikov, Oleg Vyacheslavovich Surikov, Vladimir Vitalievich Tatsiy and Andrey Vladimirovich Sharonov.

The agreement contains general rights and obligations for members of the Company's Board of Directors, which have been established by regulatory and legal acts, as well as the Company's Articles of Association and other internal documents.

JSC RusHydro's Board of Directors considers an item "On determining the agenda for General Shareholder Meetings of the Company's SDCs"

RusHydro's Board of Directors has instructed Company representatives in the event of the incorporation of new subsidiary and dependent companies (SDCs) to provide for the inclusion of the item "On the approval of a Company auditor" in the agenda of the General Shareholder Meeting(s) of the subsidiary and dependent companies.

In accordance with the Russian Federal Law "On Joint-Stock Companies (JSCs)," the approval of a company auditor falls within the terms of reference for a company's General Shareholder Meeting.

JSC RusHydro's Board of Directors approves a transaction involving the disposal of JSC Prometey's assets

The Company's Board of Directors has approved a transaction involving the disposal of JSC Prometey's assets through the conclusion of a property sale and purchase agreement between Prometey and RusHydro.

The subject of the transaction is a transfer by Prometey of the complex of Gunibskaya HPP's assets to RusHydro's ownership. The assets are worth 571.2 million rubles (including VAT).

RusHydro's Board of Directors has instructed its representatives to vote **FOR** inclusion of the following items on the agenda for Prometey's General Shareholder Meeting:

- on Prometey's liquidation;
- on the formation of a liquidation committee for Prometey;
- on the approval of an interim liquidation balance sheet for Prometey;
- on the approval of a liquidation balance sheet for Prometey.

In addition, RusHydro's Board of Directors has instructed Company representatives at Prometey's General Shareholder Meeting (the functions of which are fulfilled by RusHydro's Management Board) to vote **FOR** liquidation of Prometey.

Prometey, which is a 100% subsidiary and dependent company of RusHydro, was established in 2004 to fulfill the functions of customer, exercise technical supervision and start up operations at the Gunibskaya HPP.

The Gunibskaya HPP is located in the Russian Republic of Dagestan on the Karakoisy River, upstream from the Gergebilskaya HPP. The installed capacity of the electric power station is 15 MW. The Gunibskaya HPP was started up in 2005 and is operated by Prometey personnel.

The aims and tasks for which the Company was initially established have now been successfully fulfilled. The function of operating the Gunibskaya HPP will be assumed by RusHydro's Dagestan subsidiary.

July 29 2009

RUSAL reduces its debt on financing the construction of the Boguchanskaya HPP by 300 million roubles

On 27 June, United Company RUSAL remitted 300 million roubles to the projects for construction of the Boguchanskaya HPP. This payment was made for the purpose of current financing of the power station's construction during the third quarter of 2009. After the payment was made, UC RUSAL overall debt within the scope of evening out the partners' shares in financing the power station's construction was reduced to 728.52 million roubles.

JSC RusHydro considers that, in July, the partner will cover its debt in full and even out its share in the project, after which investment will continue on an equal basis in accordance with the Agreement signed in 2006.

The next objective of the negotiations between JSC RusHydro with its partner in the construction of the Boguchanskaya HPP, UC RUSAL, is the signing of an investment agreement that the parties announced the need for after a working meeting held at the power station building site on 27 June, 2009 under the chairmanship of Deputy Minister for Power of the Russian Federation, Vyacheslav Sinyugin.

The draft investment agreement, which is currently in the process of being agreed, envisages strictly fixed financial obligations of JSC RusHydro and UC RUSAL to provide investment in completing construction of the Boguchanskaya HPP to a sum of over 500 million US dollars each.

The agreement, which the parties are to sign during the 3rd quarter of this year, proposes a monthly time schedule for payments up to the end of the project and does not prohibit raising outside finances. Knowing the payment time schedule, each partner may, if necessary, apply in advance for bank loans and raise project finance. In addition, at the demand of banks if they are prepared to allocate funds for the Boguchanskaya HPP project, a change of the time schedule, volumes and mechanisms of the financing of the work is possible. The draft Co-investment Agreement also sets out precisely the penalties on a partner that violates the payment time schedule. If, however, the partners intend to finance construction in due time and in the due amount, fines should not be of concern to the parties: they will not apply if the payment obligations are properly discharged.

The existing partnership agreement has proved, under the conditions of the financial crisis, to be inadequate where it comes to payment for the work on the Boguchanskaya HPP, since it allows any partner, virtually unpunished, to stop the financing and wait for the other partner to invest more money. Under the extremely tight construction time schedule, with only 18 months

remaining until the planned start-up of the first stage of the HPP, such "soft" obligations engender a serious risk of the start-up being delayed.

Moreover, in accordance with agreement reached during the talks at the Boguchanskaya HPP construction site, JSC RusHydro is to continue, in conjunction with UC RUSAL, to implement measures to optimise the power station's construction costs. Within the framework of the procedures for selecting alternative contractors for the Boguchanskaya HPP construction project, on 24 July, 2009, the envelopes containing proposals from potential alternative contractors were opened in the town of Kodinsk, Krasnoyarsk Territory. The offers had been invited for the volume of construction and installation work under existing contracts concluded at the beginning of 2008 on the basis of public tenders. According to the specified data provided by CJSC Boguchanskaya HPP Construction Organiser, which handled the selection procedure for alternative contractors, request to submit tender documentation were received from twenty-one construction and installation organisations but only one participant applied to participate in the proposal procedure on all lots - JSC Holding Company Glavmosstroy (which belongs to the Bazovy Element holding company), which offered a price that was, on average 20% lower than that set in the current contracts. The other participants withdrew from participation in the offer invitation procedure because, as they explained, they could not reduce the declared prices for the work. In support of their position, the companies sent letters to the tender commission containing calculations testifying to the need to raise the prices of construction and installation work by 10 - 30% compared to the current contracts.

The installed capacity of the Boguchanskaya HPP amounts to 3000 MW, the average annual output of electric power being 17.6 billion kWh. The session of the Government of the Russian Federation on 9 April, 2009, chaired by Vladimir Putin, adopted a resolution to abide by the construction rates and deadlines for the purpose of ensuring start-up of the first phase of the Boguchanskaya HPP, with a capacity of 600 MW, in 2010 and attainment of full capacity of all the nine turbines is planned for 2012.

Subsidiaries news

No news available.

August

RusHydro news

August 4 2009

JSC RusHydro Announces 1H 2009 RAS Results

JSC RusHydro (MICEX, RTS, LSE: HYDR) announces its 1H 2009 financial results prepared in accordance with Russian Accounting Standards (RAS). The RAS financial results of JSC RusHydro are not indicative of the financial condition or results of the RusHydro Group under IFRS. The RAS financial results reflect only operations of JSC RusHydro and do not relate to subsidiaries or affiliated companies of JSC RusHydro.

RusHydro's balance sheet as of June 30th, 2009

As of June 30th, 2009, RusHydro's total assets stood at RUR 472,940,010 thousand, compared to RUR 441,293,808 thousand as of the beginning of the reporting period (a 7.2% increase). During the reported period, accounts receivable increased from RUR 70,025,616 thousand to RUR 80,883,760 thousand (a 15.5% increase).

The Company's charter capital increased from RUR 245,014,059 as of January 1st, 2009 to RUR 255,014,019 thousand as of the end of the reported period due to an additional share issue during IH 2009. Accounts payable rose by 25.3%, and totaled RUR 15,361,199 thousand as of June 30th, 2009.

IH 2009 profit and loss account

RusHydro's revenues for IH 2009 equaled RUR 39,150,406 thousand against RUR 29,304,658 thousand for the same period during the previous year. The 33.6% revenue growth is explained in part by the increase in the size of the special investment component included in the tariff compared to the previous year, as well as by the increased volume of sales at non-regulated prices – as a result of the timeline of Russian market liberalization. Costs during the reported period were RUR 17,227,908 thousand, against RUR 18,300,858 thousand in IH 2008. The 5.9% drop in costs was a result of both decreased volumes and lower prices to purchase electricity on the day-ahead market to honor obligations under regulated agreements (due to an increase in the liberalized market). Other factors contributing to lower costs include: high water flows in Q1, lower prices on the day-ahead market because of decreased consumption and decreased purchase volume based on regulated agreements with the Group for supply points at the Zagorskaya PSHP (due to the increased share of the liberalized market).

Gross profits for RusHydro totaled RUR 21,922,498 thousand against RUR 11,003,800 thousand during the same period in the previous year. Current income tax for IH 2009 was RUR 5,142,766 thousand against RUR 3,051,055 thousand for the same period in 2008. For IH 2009, RusHydro generated net profit of RUR 18,347,500 thousand versus RUR 7,959,880 thousand for IH 2008.

August 7 2009

JSC RusHydro Announces the Conversion of its Regulation S GDRs into Level 1 ADRs

JSC RusHydro announces the conversion of its Regulation S GDR program into a Level 1 ADR program.

RusHydro (RTS, MICEX, LSE: HYDR), Russia's largest power-generating company and the largest publically listed hydro-generating energy company, has launched a Level 1 American Depositary Receipt (ADR) program in respect to the Company's ordinary shares.

The United States Securities and Exchange Commission (SEC) registered the statement with respect to the ADRs and declared it effective as of August 7th, 2009. Each ADR in the new program represents 100 (one hundred) ordinary shares of JSC RusHydro.

As part of the launch of the new Level 1 ADR program, JSC RusHydro's existing Regulation S GDR program is terminated, Regulation S GDRs excluded from the London Stock Exchange quotation list and cancelled. All Regulation S GDR holders received the appropriate quantity of Level 1 ADRs which are included into the London Stock Exchange quotation list on August 7th, 2009 at the moment of issuance.

The newly launched Level 1 ADR program will be traded on both the Main Market of the London Stock Exchange, as well as on the OTC market in the United States since August 7th, 2009.

The Bank of New York Mellon (BNYM), which has a long history of serving Russian clients in the power sector, will be acting as the depositary for JSC RusHydro's ADR program and ING Bank (Eurasia) ZAO will serve as the global custodian bank for the ADR program.

The Level 1 ADR program is expected to provide access to the Company's shares to a wider range of investors and to stimulate greater liquidity in JSC RusHydro's program. Working in conjunction with The Bank of New York Mellon (BNYM), JSC RusHydro plans to continue developing investor relations activities aimed at increasing the liquidity of the Company's securities.

Vasily A. Zubakin, RusHydro's Acting Chairman of the Management Board: "Our Company is dedicated to consolidating its position as the most liquid stock in the Russian energy sector, since liquidity is a necessary building block for promoting shareholder value. We believe that converting our existing Regulation S GDR program into a Level 1 ADR program is the next logical step in our effort to build liquidity. This step will allow many potential new US investors (both institutional and retail) who were previously unable to invest in our company to purchase RusHydro's stock. Therefore, we are looking for an uptick in liquidity and a further expansion and diversification of our shareholder base as a result of this change."

The Company's GDR program was initially launched in July 2008. Based on a decision by the Russian FSFM, the maximum number of shares of the Company that can be traded abroad as part of the GDR program is 37.5 billion (14.7% of RusHydro's charter capital). At present, RusHydro's total GDR program represents in aggregate 7.62% of the Company's charter capital as of August 6th, 2009.

Certain statements in this press release may contain projections or other forward-looking statements regarding future events or the future financial performance of JSC RusHydro. These forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from those expressed or implied by these forward-looking statements.

These risks include the risk of changes to JSC RusHydro's operations and business prospects, possible changes in the political and economic climate in Russia, changes in current or future circumstances relating to regulation of the Russian energy industry and Russian legislation, and the impact of competition and other risk factors. Many of these factors are beyond JSC RusHydro's ability to control or predict. Given these and other uncertainties, JSC RusHydro cautions not to place undue reliance on any of the forward-looking statements contained herein or otherwise.

JSC RusHydro does not undertake any obligation to release publicly any revisions to these forward-looking statements to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events.

August 13 2009

JSC RusHydro announces results on accepting bids for Company shares placed through open subscription

Investors submitted more than 150 bids with a total value exceeding 13 billion rubles. JSC RusHydro adopted a decision to satisfy bids for the acquisition of 7.5 billion shares.

On August 10th, 2009, JSC RusHydro (the “Company”) closed the application process for accepting bids to acquire additional shares in the Company through open subscription. During the period in which bids were accepted, the Company received more than 150 offers with a total value in excess of 13 billion rubles. Through the open subscription process, legal and physical entities – both existing RusHydro shareholders and those who did not currently hold the Company’s shares – were eligible to submit offers.

RusHydro’s additional share issue, placed via open subscription, was registered by the Russian FSFM (Federal Service for Financial Markets) on May 14th, 2009, on the basis of both an October 7th, 2008 resolution by the Company’s Board of Directors and an Extraordinary General Meeting (EGM) of shareholders as of November 17th, 2008. The additional 16 billion ruble share emission was designed to contribute state budget funds into the Company’s charter capital to finance RusHydro’s investment program. The price for the additional share issue was determined by the Company’s Board of Directors on March 11th, 2009 and was set at 1 (one) ruble per share. According to Russian Federal law “On joint-stock companies”, the price for a share issue cannot be set at a price lower than the nominal value per share (1 ruble). As of July 10th, 2009, the price for RusHydro’s shares on the MICEX Stock Exchange stood at approximately 1.10 rubles.

On July 2nd, 2009, the application period for acquiring shares based on preemptive rights was closed. On July 7th, 2009, were totaled the results of implementation of preemptive rights by shareholders. An additional 7,200.4 million shares were placed via preemptive rights, of which 4.923 billion shares were placed in favor of the Russian Federation.

In July 2009, the Company’s Board of Directors made a decision on the size of the additional share emission. Based on the decision to maintain the Russian Federation’s share of RusHydro’s charter capital at level not less than that formed as a result of the re-organization of “RAO UES of Russia” (60.37%), the Board decided to place an additional approximately 7.5 billion shares through open placement.

Based on the applications received, demand for shares during the open placement subscription process exceeded supply by more than 1.5 times, indicating significant interest in RusHydro’s shares.

Given instability in financial markets, significant medium-term volatility in “RusHydro” share prices and the fact that the current price for the Company’s shares exceeds the placement price (1 ruble), RusHydro adopted the following decision to satisfy investor demand:

- approximately 3.5 billion additional shares were distributed to large investment banks and other funds, as well as to physical persons.

When distributing shares between large institutional investors, RusHydro took into account such criteria as: the volume of filed bids, the order in which the bids were filed and certain investors motivation to be long-term investors in the Russian power sector.

In particular, during the process, particular preference was given to investors who had previously held shares in the OJSC-HPPs that were consolidated into “RusHydro” during the comprehensive energy sector reform, and who had subsequently invested in the Company. Attention was also paid to maintaining (and in certain cases, increasing) the portfolios of investors’ shares after concluding of forming the RusHydro target model in 2008, including the period when the market price of RusHydro shares depreciated significantly.

The above-mentioned criteria were evaluated on an aggregate basis, but primary weight was placed on the last factor since, in the Company’s estimation, long-term investors drive increases in RusHydro’s market capitalization, decrease the speculative component in the Company’s share price performance and contribute to an increase in the level of corporate governance.

Among physical persons applying for shares, a consider number of applications came from the Company’s current and retired employees, as well as from former workers at the OHSC-HPPs.

Placing additional shares will allow the Company to attract additional resources to finance its investment program under the current conditions of financial market instability:

- approximately 4 billion additional shares were distributed in favor of a 100%-owned subsidiary of RusHydro (OJSC "Hydroinvest"). As a result of this, the Company will be able to capitalize on future increases in the value of the Russian stock market, placing its shares at a higher price, and thus, obtaining additional income in favor of its shareholders.

Within 7 days of notification that its bid has been accepted, investors must pay for the securities. Then, within 8 days of RusHydro receiving funds in its account, Company shares will be assigned to the designated account of the shareholder.

"RusHydro's" additional share issue, under open subscription, was registered by the Russian FSFM as of May 14th, 2009 in the amount of 16 billion additional shares at a price of 1 ruble per share. The additional share issue was executed to contribute budgetary funds to the Company's charter capital, in order to finance its investment program.

During an earlier additional share issue in 2008, "RusHydro" placed over 1 billion shares through open subscription at a placement price of 1 ruble per share. Due to unfavorable market conditions, minority shareholders failed to use the full volume of their preemptive rights. As a result, the Russian Federation acquired these non-placed shares in February 2009, at the expense of a portion of 2009 budgetary funds.

Subsequently, the Russian federal budget was sequestered by 30%. Taking this into account, as well as the need for budgetary funds to finance the Kankanskaya HPP project, the balance of state funds planned for investment in "RusHydro's" charter capital stood at 4.923 billion rubles. On October 7th, 2008, RusHydro's Board of Directors approved recommendations to the EGM on approving parameters for the 2009 additional share issue.

On November 17th, 2008, the Extraordinary General Meeting (EGM) of shareholders adopted a decision to increase the Company's charter capital by placing an additional 16,000,000,000 common shares with a nominal value of 1 ruble per share through open subscription with cash payment for allocated shares.

August 18 2009

An accident JSC RusHydro's Sayano-Sushenskaya HPP

Emergency work is continuing at JSC RusHydro's Sayano-Sushenskaya HPP site located in Khakassia.

At 4:15 am Moscow time, as a result of a powerful shock (which has preliminarily been labeled as a hydro-shock) -- the cause of which is still under investigation -- the second turbine at the HPP was destroyed, the seventh and ninth turbines suffered extensive damage, and a portion of the turbine room was damaged as well.

According to preliminary information received from the site, eight people (all employees of the HPP or employees of contractors operating at the site) have died as a result of the accident. Eight additional people have been hospitalized, and search-and-rescue operations continue. The identification process for victims of the accident is ongoing.

At 5:20 am Moscow time, due to joint efforts by operating staff at the HPP and the Russian Ministry for Emergency Situations, the emergency gates for all turbines at the upper pool of the site have been closed and water inflow has stopped.

At present, all 11 gates of the water-spill dam have been partially opened. Water inflow is currently at a level of 2200 - 2400 cubic meters, which is being fully discharged "idly" through water spills.

No damage to the dam itself or its hydro-technical facilities have been identified, and Switchgear-220 and Switchgear-500 have not been affected. There is no danger to Russian residents living downstream from the dam. The Siberian Office of the Inter-regional Dispatching Service is working to ensure uninterrupted power supply to Siberian consumers by switching up reserves.

Currently, active efforts are underway to restore the needs of the HPP. Once the turbine room has been dried, there will be a more extensive examination of damages as well as an investigation into the causes of the accident. The Chairman of the Khakassia Government V. Zimin and RusHydro's Acting CEO V. Zubakin are currently at the site of the accident. The installed capacity of the Sayano-Sushenskaya HPP is 6,400 MW t, with an average long-term production of approximately 24 billion KWt/year, which is. The HPP's retaining structure is a concrete dam of the arch-gravity type.

August 19 2009

On 19 August, stock market trading was renewed in JSC RusHydro ordinary shares

From 11.30 on 19 August, 2009, trading in JSC RusHydro ordinary shares was renewed on the MICEX and RTS stock markets. A letter with a relevant request had been submitted by JSC RusHydro to the Federal Service for the Financial Markets.

On 17 August, 2009, in connection with the accident in the engine room of the Sayano-Shushenskaya HPP, stock market trading in JSC RusHydro shares was temporarily suspended. Work is now continuing at the Sayano-Shushenskaya HPP to eliminate the consequences of the accident. Working on site are services teams of the Ministry for Emergency Situations of Russia, the Ministry of the Interior, the Federal Security Service and the Centre for Disaster Medicine. No damage to the body of the dam or the spillways has been discovered; the roof of the engine room has been partially destroyed. There is no threat to the population downstream from the dam of the power station. In the near future, the company will review its investment programme in order to redistribute sources of financing for restoring the Sayano-Shushenskaya HPP and speed up construction of the first stage of the shore spillway, as well as to complete construction of the Boguchanskaya HPP which will take up the slack from the temporarily lost capacity at the Sayano-Shushenskaya HPP.

All JSC RusHydro's generating facilities are working as normal, fulfilling the dispatch schedule of the Systems Operator. A programme of technical retooling and reconstruction is under way at all the existing power stations of JSC RusHydro, which was developed in consideration of the actual and forecast state of the equipment, buildings and structures, as well as the requirements of branch and corporate standards.

August 19 2009

JSC RusHydro sets up a Directorate for elimination of the consequences of the accident

On 19 August, 2009, by resolution of the Acting Chairman of the Management Board of JSC RusHydro Vasily Zubakin, a Directorate was set up for elimination of the consequences of the accident. Chief Engineer of the Sayano-Shushenskaya HPP Andrey Mitrofanov has been appointed to take on the additional job of Head of the Directorate.

To combat the consequences of the accident, the holding company's best power-repair, engineering and construction personnel are being mobilised. More than 400 specialists are being sent to the power station:

ChirkeyGESstroy – 200 persons (general building specialties)

Energostroy LTD. – 50 persons (turbine, generator and transformer-repair experts)

Gidroremont – 50 persons (installation and concreting specialists)

Turboremont – 40 persons (installation and turbine specialists)

Elektroremont – 57 persons (generator experts, wiremen, specialists in repairing switchgear and transformers)

August 19 2009

Material assistance for families of the deceased or injured as a result of the accident at the Sayano-Shushenskaya HPP

On 18 August, 2009, the heads of the Republic of Khakassiya and JSC RusHydro met with the families of injured, missing and deceased personnel. We grieve and express our most profound sympathies with families and relatives of the personnel who were at the power station at the time of the accident in their inconsolable sorrow.

All employees of JSC RusHydro and the contractors JSC Hidroenergoremont, LLC Tekhnostroy and OOPSK Avangard S who were injured in the accident will be provided with material assistance and full payment will be made for their treatment. Families of the deceased will receive compensation of 1 000 000 roubles. All funeral costs, including for transport, will also be reimbursed. The company undertakes to maintain and educate children of deceased and injured personnel until they reach their majority.

In addition, company staff will contribute a day's wages to the assistance fund. This money will be used to support the families of the deceased, treat and rehabilitate the injured.

August 19 2009

Hydro-unit No. 6 of the Sayano-Shushenskaya HPP may be the first to come back on line

Hydro-unit No. 6 of the Sayano-Shushenskaya HPP may be the first to start up again at the power station. At the time of the accident that occurred at the power station on Monday morning, this hydro-unit was under repair. Consequently, the turbine and the generator were not caused any electrical damage, meaning that hydro-unit No. 6 might be the first of the hydro-units to start working.

As soon as the emergency in the engine room has been eliminated and specialists are able to inspect the hydro-unit, they will be able to set a precise time for its start-up.

August 21 2009

JSC RusHydro announces the social support programme “We are with you Sayano!”

On 20 August, 2009, JSC RusHydro launched a social support programme “We are with you Sayano!” for collecting contributions to the charity fund “Sozidaniye” for assisting the families of those who died or were injured in the accident at the Sayano-Shushenskaya HPP. When the funds are distributed, the social needs of each family will be analysed, for which purpose a special commission has been set up under the Chairman of the management Board of JSC RusHydro R.Z.Khamitov, consisting of staff of the Neporozhniy Sayano-Shushenskaya HPP and JSC Sayano-Shushenskiy Hidroremont.

Currently the following lump-sum payments to the families of the deceased are envisaged:

- for funeral costs -- 38 170 roubles,
- 2 average monthly salaries of the deceased employee,
- one year's salary of the deceased for each member of the family not able to work, including minors, but at least 1 000 000 roubles per family. The company's priority is to educate the children of deceased employees at professional and higher educational establishments.

All injured personnel will be provided with material assistance and their treatment and rehabilitation costs covered in full. JSC RusHydro undertakes to maintain and educate children of both deceased and injured personnel until they reach maturity.

As of today, 68 families of the deceased or missing have been paid lump-sum allowances of two monthly salaries of the deceased or missing employee.

According to Acting Chairman of the Management Board of JSC RusHydro V.A.Zubakin, the priority at the moment is to find the missing staff, support their families and the families of the deceased. The accident is a misfortune in which those close to the personnel who were at the power station at the time of the accident are not left alone.

On 17 August, at 4.15 Moscow Time, an accident occurred in the turbine room of the Sayano-Shushenskaya HPP. At the time of the accident, employees of JSC RusHydro and the contractors JSC Gidroenergo remont, LLC Tekhnostroy and OOPSK Avangard S were working in the engine room. Work to clear the rubble and find the victims is continuing round the clock.

In accordance with resolutions adopted during a telephone conference on ways to eliminate the consequences of the accident at the Sayano-Shushenskaya HPP led by Prime Minister of the Russian Federation Vladimir Putin, JSC RusHydro is making payments to an aggregate sum of 100 million roubles in social support for the families of the dead and missing.

Details for making contributions:

Non-commercial Organisation Charity Fund "Sozidaniye" организация Благотворительный settlement account No.:

40703810300000080888

TIN 7705401519/770501001

LLC Barclays Bank, Moscow

Correspondent account No.: 30101810900000000460

BIC 044585460

OKONX 96190

OKPO 57012709

Purpose of payment: Charity contributions to the programme "We are with you Sayano!"

JSC RusHydro is the leader in the production of power on the basis of renewable energy sources and developing hydro-, wind, tidal and geothermal power.

August 24 2009

Charity fund Sozidaniye: 91,700 roubles entered on 25 August 2009

On 20 August, 2009, JSC RusHydro launched a social support programme "We are with you Sayano!" for collecting contributions to the charity fund "Sozidaniye" for assisting the families of those who died or were injured in the accident at the Sayano-Shushenskaya HPP. JSC RusHydro has long-standing partnership relations with "Sozidaniye" charity fund. When the funds are distributed, the social needs of each family will be analysed, for which purpose a special commission has been set up under the Vice-Chairman of the JSC RusHydro Management Board R.Z.Khamitov, consisting of staff of the Neporozhniy Sayano-Shushenskaya HPP and JSC Sayano-Shushenskiy Gidroremont.

Currently the following lump-sum payments to the families of the deceased are envisaged:

for funeral costs -- 38 170 roubles,

2 average monthly salaries of the deceased employee,

one year's salary of the deceased for each member of the family not able to work, including minors, but at least 1000000 roubles per family. The company's priority is to educate the children of deceased employees at professional and higher educational establishments.

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Details for making contributions (in roubles):

Non-commercial Organisation Charity Fund "Sozidaniye"
settlement account No.: 40703810300000080888
TIN 7705401519/770501001
LLC Barclays Bank, Moscow
Correspondent account No.: 30101810900000000460
BIC 044585460
OKONX 96190
OKPO 57012709

Purpose of payment: Charity contributions to the programme "We are with you Sayano!"

August 24 2009

JSC RusHydro develops an action plan for eliminating the consequences of the accident at the Sayano-Shushenskaya HPP

JSC RusHydro, in conjunction with the Ministry of Power of the Russian Federation and JSC Lengidroprojekt, has developed a plan of organisational and technical measures for eliminating the consequences of the accident in the turbine room of the Sayano-Shushenskaya HPP and restoring the power station to normal functioning mode.

The plan envisages rapid pumping out of the water from the turbine room, clearing of the destroyed structures and equipment, installation and start-up of a temporary electricity supply scheme, restoration of through traffic of one-legged construction gantry cranes, the thermal contour and heating system of the turbine room, as well as restoration of the functioning of the automated control system for the state of the hydro-engineering structure. Once all the water has

been pumped out of the turbine room, the specialists will be able to specify precisely the volume of restoration work required on the generating equipment, including that which is repairable.

For the purpose of ensuring the passage of seasonal high waters and the winter water release while the power station is out of order, it is planned to calculate the water-power balance of the hydro-unit and alternatives for organising the winter release to minimise the effect of icing factors on the building and the territory of the power stations for subsequent agreements in the established manner.

For the purpose of rapid development, expert examination, approval and issue into production of design documentation, a special procedure will be developed for concluding agreements with design, scientific research, repair, construction and installation organisations.

In addition, for restoration of the Sayano-Shushenskaya HPP and accelerated construction of the first stage of the shore spillway, as well as more rapid completion of the Boguchanskaya HPP, which will be capable of partially replacing the lost capacity of the Sayano-Shushenskaya HPP for the time being, JSC RusHydro is to modify its investment programme.

At the time of the accident on 17 August, 2009, 9 of the Sayano-Shushenskaya HPP turbines were in operation (hydro-turbine No. 6 was in reserve). The total active capacity of the turbines amounted to 4400 MW. At 4.15 Moscow Time, a tremendous bang was heard in the turbine room, followed by release of a column of water around 2 hydro-turbines. Light and sound alarms came on at the Central Control Console. Loading was reduced to 0 MW with complete loss of the plant's own needs and flooding of the turbine room building.

At 5.20 Moscow Time, the emergency repair valves on the inflows to the hydro-turbines were closed down by hand from the crest of the dam and water access to the turbine room was cut off from the upper spillway. To replace the passage of the water through the turbines into the spillway dyke, at 7.32 Moscow Time, current was switched on from the mobile diesel generator on the gantry crane on the dam crest. The operation to lift the gates and release the water through free was completed at 7.50 Moscow Time. Throughout the period of the accident, there was no risk of water spilling over the top of the dam and the entire inflow into the HPP's dam was released free through the water release arches.

As a result of external examination, it was discovered that hydro-turbines 2, 7 and 9 had been destroyed, turbines 1 and 3 seriously damaged and hydro-turbines, 4 and 5 slightly damaged, that the metal structure's of the roof of the turbine room has collapsed, that hydro-turbines 8 and 10 were damaged internally and that turbine 6 was in a satisfactory state. Transformers 1 and 2 had been destroyed, while transformers 3, 4 and 5 were in a satisfactory condition. It will be possible to determine the state of the turbines and transformers more precisely after the water has been pumped out of the turbine room and all the debris cleared. The outdoor switchgear-500 was not damaged and is working as normal. No damage was caused to the body of the dam or the spillways.

Intensive rescue and urgent accident restoration work are currently under way.

August 24 2009

Dagestan specialists help in the accident restoration work at the Sayano-Shushenskaya HPP

Over 300 experts from LLC Energostroy LTD., JSC ChirkeyGesstroy and JSC Sulakskiy HidroKaskad from the Republic of Dagestan have been helping the search and rescue personnel from the Ministry for Emergency Situations and power workers from the Sayano-Shushenskaya

HPP itself in eliminating the consequences of the accident that occurred at the power station on 17 August, 2009. On 22 August, 2009, personnel from these organisations returned home.

The JSC RusHydro subsidiary company JSC Sulakskiy HydroCascade and the contractors LLC Energostroy LTD. and JSC ChirkeyGESstroy who are employed on construction and repair works at southern facilities belonging to JSC RusHydro offered their help immediately after the accident.

Groups of specialists from Dagestan were formed into teams consisting of the required specialists and immediately after arriving at the Sayano-Shushenskaya HPP, set to work installing pumps to pump the water out of the turbine room and clearing the debris of the collapsed constructions parts and equipment. The Dagestan brigades speeded up the urgent accident and restoration work: "We highly appraise your work and readiness to come to our aid at this difficult time", Acting Chairman of the Management Board of JSC RusHydro Vasily Zubakin thanked them.

Deputy Prime Minister of the Republic of Khakassia Andrey Novoselov also expressed gratitude to the Dagestan specialists for responding so quickly to the disaster and said: "A certificate of honour and letter of thanks have been sent to the administration of the Republic of Dagestan, signed by the Prime Minister of the Republic of Khakassia Viktor Zimin".

In turn, the Director of the Civil Defence Department of the Ministry for Emergency Situation of Russia, Lieutenant General Sergey Shaposhnikov, noted that the specialists from Dagestan had worked shoulder to shoulder with the search and rescue personnel of the Ministry for Emergency Situations. "You have demonstrated your positive side by your efforts and compassion. I am convinced that you will always come to the aid of anyone in Russia", he concluded.

To combat the consequences of the accident at the Sayano-Shushenskaya HPP, the best power repair and construction engineering personnel of the holding company were mobilised. Over 400 specialists from ChirkeyGESstroy, Energostroy LTD., Gidroremont, Turboremont and Elektroremont gathered voluntarily at the power station to fulfil the tasks envisaged by the plan for rescue and restoration work.

In addition to general construction and power specialities, a group of divers from the Bureyskaya HPP were sent to assist those of the Ministry for Emergency Situations, as well as a physiologist. Their main task was to provide technical assistance in underwater work on the tailrace and in the turbine room of the power station. The group was arrived together with all the necessary equipment.

"This accidents is a tremendous human tragedy; we bow low to all colleagues who responded and came to help the Sayano-Shushenskaya HPP", said Vasily Zubakin.

August 25 2009

Official comment of JSC RusHydro on the insurance coverage under insurance agreements of Neporozhniy Sayano-Shushenskaya HPP

According to the approved Programme for insurance protection of JSC RusHydro for 2009, all insurance agreements permitted by the Civil Code of the Russian Federation covering both the property risks of the HPP and liability towards the personnel of the HPP and third parties were concluded at the JSC RusHydro subsidiary Neporozhniy Sayano-Shushenskaya HPP:

property insurance agreement;

voluntary medical insurance agreement;

accident and sickness insurance agreement;

civil liability insurance agreement for operating organisations and owners of hydro-engineering structures;

civil liability insurance agreement for organisations operating hazardous production facilities;

mandatory civil liability insurance agreements for owners of means of transport (OSAGO);

motor vehicle insurance agreement.

In accordance with world practice, the required terms and conditions for the insurance were determined on the basis of an independent surveyor's assessment of the JSC RusHydro HPP's risks. The investigation was carried out by the company CJSC Industrial Risk. As a result of the study, the surveyor determined that the scenario for the biggest of the likely losses for the Sayano-Shushenskaya HPP might be considered as a loss in the amount of 50 million US dollars. At the same time, in world practice, hydro-electric power stations are hardly ever insured against disaster risks (in the amount of several hundred million US dollars or more) in view of the extremely low probability of such events and the large insurance premium.

JSC RusHydro conducts continuous work to improve the terms and conditions of the insurance coverage for its risks. For instance, the indemnity limits for a single insurance event is constantly being raised:

until 28 March, 2008	1.9 billion roubles
from 28 March, 2008 through 31 December, 2008	2.1 billion roubles
from 01 January, 2009	200 million US dollars

For 2010, a further increase in the given limit is planned.

JSC RusHydro believes that any statements regarding a wish on the part of JSC RusHydro to economise on risk insurance and inadequacy of the insurance coverage are unfounded and irresponsible.

August 25 2009

25 August is declared a day of mourning at JSC RusHydro

25 August has been declared a day of mourning at all branches and affiliates of JSC RusHydro for our colleagues and friends who died as a result of the accident at the Sayano-Shushenskaya HPP. At 9:00 Moscow Time and at the same time in all the time zones in all parts of our country, the personnel of the company's branches and affiliates will observe a minute's silence in memory of the victims of the disaster.

On 17 August, 2009, at 8:15 an accident occurred in the turbine room of the Sayano-Shushenskaya HPP that caused the deaths of staff of JSC RusHydro and contractor organisations of JSC Gidroenergoremont, LLC Technostroy and OOPSK Avangard S. This terrible tragedy brought was devastating for the inhabitants of the village of Cheryomushkiy, where every home is now full of pain and tears for lost relatives, friends and colleagues.

The inconsolable sorrow of the people of Cheryomushkiy and personnel of the Sayano-Shushenskaya HPP became a common sorrow for all the many thousand of people who work for JSC RusHydro. Today, all the company's personnel, from the North Caucasus to Kamchatka, are grieving for the insufferable loss and feel deep in their hearts the pain of our colleagues from the Sayano-Shushenskaya HPP.

At this time, when our dead colleagues and friends are being interred, it is very hard for us. We share your pain and want you to know that we are always with you. This tragedy has us even closer together. At this difficult time, we must stand close up to one another. We really hope that

our moral support and sympathy will at least help slightly in easing the grief of your irreplaceable losses and serve as some consolation for those who have lost their relatives and loved ones.

At the time of the accident on 17 August, 2009, 9 of the Sayano-Shushenskaya HPP turbines were in operation (hydro-turbine No. 6 was in reserve). The total active capacity of the turbines amounted to 4400 MW. At 4.15 Moscow Time, a tremendous bang was heard in the turbine room, followed by release of a column of water around hydro-turbine No. 2. Light and sound alarms came on at the Central Control Console. Loading was reduced to 0 MW with complete loss of the plant's own needs and flooding of the turbine room building.

At 5.20 Moscow Time, the emergency repair valves on the inflows to the hydro-turbines were closed down by hand from the crest of the dam and water access to the turbine room was cut off from the headrace. To replace the passage of the water through the turbines into the spillway dyke, at 7.32 Moscow Time, current was switched on from the mobile diesel generator on the gantry crane on the dam crest. The operation to lift the gates and release the water through free was completed at 7.50 Moscow Time. Throughout the period of the accident, there was no risk of water spilling over the top of the dam and the entire inflow into the HPP's dam was released free through the water release arches.

As a result of external examination, it was discovered that hydro-turbines 2, 7 and 9 had been destroyed, turbines 1 and 3 seriously damaged and hydro-turbines 4 and 5 slightly damaged, that the metal structures of the roof of the turbine room has collapsed, that hydro-turbines 8 and 10 were damaged internally and that turbine 6 was in a satisfactory state. Transformers 1 and 2 had been destroyed, while transformers 3, 4 and 5 were in a satisfactory condition. It will be possible to determine the state of the turbines and transformers more precisely after the water has been pumped out of the turbine room and all the debris cleared. The outdoor switchgear-500 was not damaged and is working normally. No damage was caused to the body of the dam or the spillways.

Intensive rescue and urgent accident restoration work are currently under way.

August 26 2009

Ongoing restoration work status at JSC RusHydro's Sayano-Shushenskaya HPP as of August 26th, 2009 at 12:00

Water passage regime and the condition of the spillway dam

Water inflow to the dam at the Sayano-Shushenskaya HPP is 2,950 cubic meters per second, and water is released through the spillway portion at a rate of 3,325 cubic meters per second. Nine of the spillway dam bays are open to the second degree and two of them are open to the first degree. The level of the upper pool and the release of water through the hydro-engineering structures at the HPP station fully comply with the water release regime recommended by the Angaro-Yenisei Basin Water Administration, appropriately adjusted in the operating mode. The upper pool level is 537.57 meters (compared to a normal headwater level of 539 meters), and this level is dropping by 3 - 5 centimeters per day. Currently, the lower pool level is 324.62 meters.

Energy supply

The 500 kW outside switchgear has live voltage. Repair workers at the Sayano-Shushenskaya HPP are receiving power from the reserve transformer to supply and meet the switchgear-500's own needs. Cranes operating at the upper pool are being powered from an electrical power sub-station at the shore spillway construction site, with 0.4 kW being fed to the upper pool cranes in the usual manner.

Five 6/0.4 kW transformer sub-stations have been set up and connected in the area of the HPP's turbine room (three times 400 kVA and two times 630 kVA), as well as two 6/0.4 kW Package Transformer Sub-stations that have been set up at the end of the turbine room in the vicinity of hydro-turbine 10. A 35/6 kW transformer has been connected near the transformer area of block No. 5 and power has been supplied to busbars Sh-1 and Sh-3. Street lighting has been switched on at the site next to the station, as well as in the work zone in the turbine room.

A 10 MVA sub-station is being set up. The H26 circuit-breaker panel for its own needs is being reviewed and the 6/0.4 KW T67 and T68 are being dried out. Work is currently under way to restore the P6 and P8 switch and control gears and the direct current board which feeds the H17 transformer sub-station. Work has also begun on restoring the H2 and H3 boards to satisfy its own needs. High voltage testing is being carried out on the P10, P8 and P6 switch and control gears, as well as on the H26 and H30 boards and the Sh-2 busbar.

Power is now running to section 2 of the P-1 direct current board in the HPP's turbine room from the P-3 direct current board (using outside switchgear-500).

State of principal equipment

Based on the results of a visual examination, the accident completely destroyed hydro-turbines 2, 7 and 9. Turbines 1, 3, 4 and 10 have sustained damage to individual parts, while turbines 5 and 8 were somewhat damaged. Turbine 6 is in satisfactory condition.

Transformer groups 1T and 2T were damaged, but transformers 3T, 4T and 5T remain in satisfactory condition.

Current repair work

At present, work is under way to restore power equipment to a sufficient level to meet the HPP's own needs, and work is also continuing on clearing all dried out levels of the HPP's structure. Water is still constantly being pumped out of the power station's building.

At the time when the accident occurred on August 17th, 2009, nine of the Sayano-Shushenskaya HPP turbines were operating (while hydro-turbine No. 6 was in reserve). The total active capacity of the turbines totaled 4400 MW. At 4:15 Moscow time, a tremendous banging noise was heard in the turbine room, and the noise was followed by the release of a column of water around hydro-turbine No. 2. Light and sound alarms went off on the Central Control Console. Loading was reduced to 0 MW with a complete loss of power for the plant's own needs and flooding occurred in the building housing the turbine room.

At 5:20 Moscow Time, emergency repair valves on the inflows to the hydro-turbines were closed by hand from the crest of the dam and water access to the turbine room was cut off from the upper pool. To replace water passing through the turbines into the spillway dyke, at 7:32 Moscow Time, current was switched on from a mobile diesel generator on the gantry crane at the dam crest. By 7:50 Moscow time, the operation to lift the gates and release water was completed. During the entire course of the accident, there was no risk of water spilling over the top of the dam and the entire water inflow into the HPP's dam was released through the site's water release arches.

Intensive search-and-rescue and urgent accident restoration work is currently underway at the site.

August 27 2009

JSC RusHydro announces the most recent progress of restoration work at the Sayano-Shushenskaya HPP, as of 12:00 August 27th, 2009

JSC RusHydro (ticker symbol: HYDR; LSE, MICEX and RTS) announces that more than 1,400 people are currently involved in accident and restoration work at the Sayano-Shushenskaya HPP. The Company is currently carrying out plans to bring in personnel from RusHydro's branches, affiliates and contractor organizations in other Russian regions to address the ongoing situation.

Water inflow to the HPP's dam is 2,950 cubic meters per second and water is being released through a portion of the spillway at a rate of 3,325 cubic meters per second. Nine of the spillways' dike bays are open to the second degree and two of them are open to the first degree. The level of the upper pool and the release of water through the hydro-engineering structures of the power station fully comply with the water release regime which was recommended by the Angaro-Yenisei Basin Water Administration, adjusted in the operating mode. The current level of the upper pool is 537.5 meters (compared to a normal level of 539 meters). The lower pool is currently at 324.58 meters.

The level of water in the HPP building is at the 305.80 level. The total volume of water pumped out of the structure is 750 cubic meters per hour: one immersion pump is operating in the crater and 2 are pumping water out of the gallery of the water-dividing wall of the spillway basin drainage system. At present, artesian pumps No. 2 and No. 4 are in reserve.

Work is under way to restore the support column in the turbine room in the vicinity of hydro-generator 2. Work is also ongoing to clear debris at hydro-generator 9 so that support structures can be installed and that search work can continue for missing employees. The rotor of hydro-generator 9 is being disassembled, as is hydro-generator 7.

Levels 305.75 and 306.00 are lit – from the side of the upper pool, entrances into the intake aspiration tunnels of hydro-generators 1 to 10. The Company is currently inspecting direct current cable No. 2 in the turbine room.

The 0.4 KW H17 own needs board has now been connected and full power has now been supplied to the cranes operating at the crest of the dam.

The Company has achieved the following tasks established by the Russian Power Ministry to clean up the accident: information has been prepared on how to accommodate contractors in working zones and to determine the requisite number of workers. The Company has also established a plan to clear away debris, and an order has been issued to organize and ensure work place safety. Work is currently ongoing to clear debris at levels 327.00--310.00

August 27 2009

JSC RusHydro forms a Social Committee to offer social assistance to victims of the Sayano-Shushenskaya HPP accident

On August 26th, 2009, based on the initiative of JSC RusHydro, the Government of Khakassia, local residents, accident victims and relatives of the deceased, a Social Committee was established to provide social assistance to victims of the Sayano-Shushenskaya HPP accident. Committee members include: Federation Council member V.A.Petrenko, Deputy Prime Minister of the Government of the Republic of Khakassia I.G.Smolin, an initiative group of local residents, a member of RusHydro's Management Board K.V.Belyaev and two representatives of the Company, N.V.Vstovskaya and N.G.Grigorovich.

The principal task of the newly established Committee is to provide information, advice and assistance to members of the population who are applying for benefits, as well as to record all needs and to coordinate and interact with all organizations which are involved in working to resolve the social problems. The Committee also exercises control over how charitable fund contributions are spent.

To support the Social Committee, RusHydro has set up a Social Support Center. The purpose of this Center is to cut through red tape that applicants may encounter, to assist in the psychological rehabilitation of injured parties and to develop and implement long-term social programs, including those that support children. Members of the Center will meet with victims' families to fully account for the needs of all affected people and to ensure that support measures are appropriately geared to each individual case.

The Center will be staffed by RusHydro personnel who have stepped forward and volunteered to assist their colleagues who suffered as a result of the accident. The Center offers advice and assistance to the families of the deceased and injured on how to fill in application documents that are required to receive payments, on the provision of housing, paying off bank loans and mortgages, finding work and educational opportunities, as well as on necessary treatment and psychological assistance. The RusHydro Social Support Center will be housed within the Sayano-Shushenskaya subsidiary of the Siberian Federal Institute at 15 Cheryomushkiy. The Center will have a 24-hour hot line number at (39042) 3-26-87.

In fact, the RusHydro Social Support Center began operating on August 24th, 2009. In just two days, the volunteer team visited 45 families, working to specify data in people's social passports (a document that contains information about deceased/missing parties, family members, the financial status of the involved family and any problems that may need to be resolved) and to accept applications and to answer any relevant questions. To date, seven family members have asked for assistance in finding employment and five have applied for treatment.

To date, 76 families have received lump sum allowances in the amount of two monthly salaries for deceased and missing employees. In addition, 16 families have received material assistance in the amount of 1,000,000 rubles per family. Total lump sum allowances for the families of the accident victims total 20,226,415 rubles.

A procedure has also been initiated to pay off the debts of all deceased employees. At the same time, assistance has been organized for receipts to apply for funds and bank accounts and gather the requisite documents.

On August 25th, 2009, an around-the-clock psychological assistance hot line began operating at (39042) 2-10-00. The purpose of the phone line is to assist individuals who are suffering from post-traumatic shock syndrome. In addition to the above-mentioned programs, a children's center has opened at the Cheryomushki sports complex, where experienced educators and psychologists are implementing a program to address and minimize children's stress. The program includes art therapy, games and relaxation exercises. The children's program will continue operating in this format until September 1st, when children will return to their regular schools. Teachers at these schools have already undergone training on specifics of how to effectively work with children who have undergone psychological trauma.

Also, on August 25th, 2009, a meeting took place between Konstantin Belyaev, a member of RusHydro's Management Board and the Chairman of the Council of Veterans from the city of Sayanogorsk Mikhail Martynov. At the meeting, it was decided that veterans would also actively participate in the children's rehabilitation program.

On August 26th, 2009, two intensive 3-day training courses were launched for school teachers and psychologists from the Cheryomushki, Maina and Sayanogorsk school systems, as well as for psychologists who are working at both the centers and the Sayano-Shushenskaya HPP. Psychologists and medical personnel from Novosibirsk State University and the Novosibirsk Medical Institute have been invited to run the programs.

In addition, on August 26th, 2009, a psychological rehabilitation and training program was launched for residents of the Cheryomushki village in the Cheryomushki sports complex. The program will focus on lifting tension and reducing stress.

August 28 2009

JSC RusHydro announces that a video conference “The Russian Ministry of Power – Sayano-Shushenskaya HPP” has been held

Under the guidance of Sergei Shmatko, the Russian Minister of Power, a video conference “The Russian Ministry of Power – Sayano-Shushenskaya HPP” was conducted. The following individuals were participants in the video conference: Deputy Russian Ministers of Power Stanislav Svetlitsky and Vyacheslav Sinyugin, Prime Minister of the Republic of Khakassia Victor Zimin, Acting Chairman of JSC RusHydro’s Management Board Vasily Zubakin and the heads of various power industry infrastructure companies. The participants fielded questions from federal, regional and local mass media representatives and future plans for restoring the Sayano-Shushenskaya HPP post the August 17th, 2009 accident that occurred in the turbine room were discussed. Questions related to the start-up of the shore spillway and adjustments to RusHydro’s investment program were focused on separately.

The Company launched construction of the shore spillway at the Sayano-Shushenskaya HPP site in 2005 to provide for the passage of major high waters to upgrade the safety and reliability of the hydro-engineering structures. The structures include an intake portal and two 10 x 12 meter free-flow galleries with an aggregate through capacity of 4,000 cubic meters per second, an energy dissipation sector within the outflow portal of the tunnel, a five-step differential and a spillway channel.

According to Vasily Zubakin, construction of the shore spillway at the Sayano-Shushenskaya HPP is currently proceeding in full compliance with the timeline approved under the RusHydro investment program. However, at present, the question of changing the work schedule and accelerating the start-up of the spillway to a date not later than July 1st, 2010 (rather than the originally scheduled autumn 2010 date) is being considered. RusHydro has already submitted a proposal to the Russian Government in regards to obtaining financing from federal budget funds to complete the construction. The spillway is not a commercial facility, instead it is a construction that guarantees greater safety for the Republic of Khakassia.

In addition, Vasily Zubakin noted that relevant ministries and departments are currently discussing adjustments to RusHydro’s investment program. The adjustments which have been proposed by the Company are based on prioritizing the following projects: the restoration of the Sayano-Shushenskaya HPP, accelerated construction of the shore spillway and start-up of the Boguchanskaya HPP (which is being built through a joint partnership between the Company and RusAl). The Company believes that bringing the Boguchanskaya HPP on line may help ensure the stability of the energy balance in Siberia, while also forming a substantial portion of RusHydro’s income base.

August 28 2009

JSC RusHydro announces the most recent progress of restoration work at the Sayano-Shushenskaya HPP, as of 12:00 August 28th, 2009

At present, more than 1,560 people are involved in ongoing accident and restoration work at JSC RusHydro's Sayano-Shushenskaya HPP, including more than 850 RusHydro personnel. Organizational measures are currently being carried out to bring in the Company's personnel from other regional branches, affiliates and contractor organizations.

Water inflow to the HPP's dam is currently 2,800 cubic meters per second, and water is presently being released through the spillway portion at a rate of 3,325 cubic meters per second. Nine of the spillway dam bays are open to the second degree, and an additional=2 0two dam bays are open to the first degree. The level of the upper pool and the release of water through the hydro-engineering structures of the HPP fully comply with the water release regime that was recommended by the Angaro-Yenisei Basin Water Administration, adjusted for the current operating mode. The level of the upper pool is 537.42 meters (compared to a normal level of 539 meters). The lower pool's level stands at 324.60 meters.

Water in the HPP building currently stands at 305.30 meters. Under current conditions, the total volume of water being pumped out equals 750 cubic meters per hour. At present, three immersion pumps are operating -- two are being used to pump out the wet gallery and an additional one is being used to dry out the flow section of hydro-generator 2. Artesian pumps No. 2 and No. 4 are currently in reserve. In addition, a new pump has been delivered to the HPP in order to restore the artesian pump.

Work is ongoing to replace the glass in the turbine room windows, and work is also being carried out to create a thermal contour for turbine room repair. Thermal contour installation has been launched in the vicinity of hydro-generators 3 and 4. Near hydro-generator 2, foundations have been laid to raise the turbine room pillar. At the same time, three supports have been installed for the ceiling at the 327.00 level next to hydro-generator 9. Hydro-generator 7 is being dismantled. A plan is being developed for intensive start-up work at hydro-generator 6. Workers continue to clear debris at the 327.00 - 310.00 levels, and work on restoring lighting at the 305.75 level of the HPP building has begun. Work is also being carried out to clear the level. At present, the sewage pumping station is being repaired: electric motors have been removed to carry out drying and inspection work and the pumps have been serviced.

The Company has drawn up a plan of action to restore the fire-extinguishing system. Teams are allowed work access in accordance with the access control system, while strict control is exercised to ensure full compliance with labor discipline and adherence to safety standards.

August 31 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 18.00 hours on 31 August, 2009

The repair and restoration work at the Sayano-Shushenskaya HPP is proceeding according to plan.

Over 1520 people and 57 pieces of equipment are currently involved, round the clock, in restoration work at the Sayano-Shushenskaya HPP.

The inflow of water to the dam of the HPP is 2700 cubic metres per second, and the water is released through the spillway at a rate of 2665 cubic metres per second. The level of the headrace and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted in the operating mode. The level of the upper pool is 537.45 metres (the normal level being 539 metres). The level of the lower pool is 324.33 metres.

The level of the water in the building of the Sayano-Shushenskaya HPP is at the 304.46 mark. The total volume of water pumped out amounts to 680 cubic metres and hour. Two drainage pumps are operating at the 305.75 mark, plus one centrifugal pump. Two pumps are working to dry out the wet gallery. Oil collection is a continuous process.

Work is continuing on creating a thermal contour of the repair zone in the turbine room and clearing debris at the 327.00-310.00 levels. The equipment and premises of the HPP building are undergoing a detailed inspection. The transformer site has been cleared of debris. Damaged transformer 1„S has been pulled out and set up in the workshop. The remains of the support column in the area of hydro-generator 3 have been cleared away and preparations are under way for installing a new one. Work is in progress to restore hydro-generators 5 and 6, as well as the support column in the turbine room near hydro-generator 2. The metal structures in the turbine room are being dismantled and walls raised. Electric lighting has been restored at the 327.00 mark of switchgear and control gear R1-R10 and at the 320.00 level of T-4. The off-switches of switchgear and control gear RT21 and R5 are being repaired. Reserve substation RS-3 is now live.

The teams are allowed access to the work in accordance with the access control system and strict control is being exercised over observance of labour discipline.

August 31 2009

JSC RusHydro announces the most recent progress of restoration work at the Company's Sayano-Shushenskaya HPP, as of 12:00 August 31st, 2009

More than 1,560 individuals are currently involved in accident and restoration work at JSC RusHydro's (ticker symbol: HYDR, MICEX, RTS and LSE) Sayano-Shushenskaya HPP, including more than 357 RusHydro employees. In addition, 47 pieces of equipment are currently being used in operations.

Water inflow into the HPP's dam is 2,700 cubic meters per second, and water is being released through the spillway at a rate of 1,430 cubic meters per second. The level of the upper pool and the release of water through the power station's hydro-engineering structures fully comply with the water release program recommended by the Angaro-Yenisei Basin Water Administration, adjusted for the operating mode. At present, the level of the upper pool is 537.46 meters (compared with a normal level of 539 meters). The level of the lower pool stands at 323.60 meters.

The water level in the HPP's building is currently at the 304.62 mark. The total volume of water pumped out of the building is 680 cubic meters per hour. Two drainage pumps are operating at the 305.75 level, and an additional centrifugal pump is working. Two pumps are at work drying out the wet gallery. Oil collection is an ongoing process.

Work is continuing to create a thermal contour for the repair zone of the HPP's turbine room and to clear debris at the 327.00÷310.00 levels. A detailed inspection is currently being carried out on equipment, as well as the premises of the HPP building. The transformer site has now been cleared of debris. The damaged 1T transformer has been removed and is, at present, set up in the workshop. The remains of the support column in the vicinity of hydro-generator 3 have been cleared away and preparations are under way to install a new support column. Work is in progress to restore hydro-generators 5 and 6, as well as the support column that is located in the turbine room near hydro-generator 2. Metal structures in the turbine room are being dismantled and walls are being raised.

Electric lighting has been restored at the 327.00 mark for the switchgear and control gears R1-R10, as well as at the 320.00 level of T-4. The reserve substation RS-3 is now live.

Work teams are allowed access to the area in accordance with an established access control system, and the Company also exercises strict control over observing labor discipline.

Subsidiaries news

August 3 2009

Performance of the Volzhskaya HPP in the first half of 2009

In the first six months of 2009, JSC RusHydro's branch Volzhskaya HPP generated 6,565.1 million kWh of electricity, which accounts for 98 % of the target figure. The plan was not fulfilled due to the available water resources and their distribution by the Federal Agency for Water Resources.

In the reporting period, the Volzhskaya HPP paid a total of 446 million rubles in taxes to the budgets of all levels, including 9 million rubles to the federal budget, 434 million rubles to the regional budget and 3million rubles to the city budget. In addition, payments to the extra-budgetary funds totaled 13.5 million rubles and land rentals 4 million rubles. Payments for the use of water facilities in the first six months of 2009 amounted to 57 million rubles.

In the reporting period, the HPP repair, rehabilitation and technical upgrading program was carried out in full, in the amount of 318 million rubles. Of this amount, 152 million rubles were spent on repairs and 167 million rubles on technical upgrading and rehabilitation of basic equipment.

In the first six months of 2009, JSC RusHydro's branch the Volzhskaya HPP put into operation hydroelectric unit No. 11 after replacement of its hydroturbine, thyristor self-excitation system and generator circuit-breaker equipment, and rehabilitation of its rotor. Work continued to rehabilitate hydroelectric unit No. 3. These are modern turbines with enhanced capacity and improved operational properties.

Work was also conducted to overhaul the thyristor self-excitation system of hydrogenerators at units Nos. 20 and 7 and the 1SV thyristor bridge, and to carry out routine repairs for hydroelectric units, 500 kV closing switches, 500 kV aerial crossings.

Work was carried out in the reporting period to restore the edges of the overfall dam, built a transformer workshop at the 11th section of the HPP building, rehabilitate the system of reserve water supply and replace the pattern's equipment.

August 5 2009

Saratovskaya HPP strengthens the reservoir bottom

The concluding stage of work is under way at the Saratovskaya HPP to strengthen the tail-bay bed (the Volgogradskoye reservoir, the HPP building abutment).

Under the Rules for Technical Operation of Electric Power Plants and Grids in the Russian Federation, the hydro-engineering structures of hydropower plants must be protected from damage, and inspections of the facilities' underwater parts must be carried out as necessary.

The HPP building, which is over 1 km long, is divided into 24 sections, through which water passes under the pressure of working turbines and bottom discharges from the upper (Saratovskoye) to the lower (Volgogradskoye) reservoir, with the main water head load falling on a particular section of the bottom (the downstream apron). The bottom section beyond the apron (the plunge basin) is being strengthened in accordance with the design developed by the general designer of all the facilities of the Saratovskaya HPP — JSC Hydroproject Institute (Moscow). Each year, from 2002 to 2009, the plunge basin was consistently strengthened at several sections of the HPP building. Scheduled work is currently under way to strengthen sections Nos. 21 and 22. In September 2009, all bottom-strengthening work is to be completed along the entire plunge basin.

This work is being fulfilled by the specialized organization CJSC Region (the town of Volzhsky, Volgograd Region) on the assignment and at the expense of the Saratovskaya HPP.

A floating crane located in the tail-bay of the reservoir unloads rock mass and tetrahedrons from by a barge onto the reservoir bottom to create the under layer upon which concrete tetrahedron blocks weighing 5 tons each are placed. Over the period of eight years, more than 81,000 tons of rock mass have been dumped into the reservoir and about 17,000 tetrahedrons laid. Bottom strengthening adds to the steadiness of structures and the safe operation of the hydropower plant, which will be 42 years old in December.

To control the quality of bottom-strengthening work, hydro-acoustical observations of the bottom of the outlet channel (in tail-bay) have been held annually since 2005. Observations are carried out by the Samara-based firm, SUPTR (Special Department for Underwater Technical

Works), using the method of areal survey (bottom scanning). The survey covers an area of 180,000 m² (1,200 m along the front of the building and 150 m downstream from the HPP building).

The observations have helped draw up a map of the relief of the bottom and determine its original condition, and also a comparative analysis of changes in the bottom surface is conducted. The changes are related to the HPP operating conditions and the reservoir level. The observations have showed that the condition of the bottom at the repaired (strengthened) sections has stabilized. This confirms the high efficiency factor of the work done. Similar observations will be conducted over the course of several more years to track the dynamics of bottom surface changes in the HPP tail-bay.

The implementation of work to enhance HPP reliability is facilitated by the uniform technical policy at JSC RusHydro's HPPs, which makes it possible to consolidate investment resources and consistently carry out repairs and technical upgrades.

August 6 2009

Performance of the Dagestan branch of JSC RusHydro in the first six months of 2009

In the first six months of 2009, the hydropower plants of the Dagestan branch of JSC RusHydro generated 1.829 billion kWh of electricity, which is 2.58 % more than the target figure but 3.5 % less than in the same period of previous year.

The planned target was exceeded due to the accumulation of water in the reservoir of the Irganaiskaya HPP and the subsequent release of water into the reservoir of the Chirkeiskaya HPP.

All settlements with the budget and extra-budgetary funds on current payments were made on time and in full. In the first six months of 2009, tax payments totaled 567 million rubles, including:

- 11.2 million rubles paid to the federal budget;
- 516.7 million rubles paid to the republican budget;
- 14.6 million rubles paid to the local budget.

The unified social tax was paid in the amount of 24.5 million rubles.

The federal water tax was paid in the amount of 17,000 rubles while payments for water resources totaled 11 million rubles.

To compare, tax payments and the payment of unified social tax to the budgets of all levels totaled 453.65 million rubles in the same period of 2008.

As of July 1, 2009, receivables of the Dagestan branch totaled 14.271 million rubles while payables amounted to 121.923 million rubles as of the same date.

During the reporting period, a total of 52.4 million rubles (VAT included) was spent under the repairs program, and 95.5 million rubles (VAT included) went to finance the technical upgrading and rehabilitation program, which represents 90% of the plan.

Routine and capital repairs of hydroelectric units at the Gelbakhskaya and Gergebilskaya HPPs, the Akhtynskaya, Kurushskaya, Maginskaya and Agulskaya small-capacity HPPs were carried out. At the Chirkeiskaya HPP, the right-bank junction of the arch dam and the intake channel was cemented.

At the Chiryurtskaya HPP, the concrete slopes and the retaining wall of the outlet channel were rehabilitated, and the washed-out section of the spillway flow damper was restored. At the Miatlinskaya HPP, the cement-grout curtain and the drainage system of the right-bank junction of the arch dam, and the underground culverts and galleries were rehabilitated.

The Dagestan branch of JSC RusHydro continues to upgrade communications channels. NATEKS multiplex equipment has been installed at the Cascade of Chiryurtskiye HPPs — Dagestan Regional Dispatching Office, the Cascade of Chiryurtskiye HPPs — Gelbakhskaya HPP and the Gergebil'skaya HPP — Gunibskaya HPP sections making it possible to provide for E1 and Ethernet digital traffic flows along the fiber-optic communications line.

The introduction of new equipment has made it possible to considerably improve the quality of dispatcher and production communications, and also to provide access for the personnel of the separate division of the Dagestan branch — the Cascade of Sulak'skiye HPPs — to corporate information resources of JSC RusHydro.

In the reporting period, a total of 4,871,746 rubles was spent on implementation of the charity program of the Dagestan branch of JSC RusHydro.

August 6 2009

Zeiskaya HPP: the results of operation in the first six months of 2009

JSC RusHydro's branch Zeiskaya HPP generated 2.746 billion kWh of electricity in the first six months of 2009 or 156 million kWh more as compared with the same period of previous year and 224 million kWh (8.9%) above the target figure. The electric boiler house of the Zeiskaya HPP is the producer of thermal power and supplies heat to 65 % of urban consumers. In the first six months of 2009, a total of 95,000 Gcal were generated, with the productive heat supply equaling 91,000 Gcal. As compared with the first six months of 2008, the volume of productive heat supply dropped by 0.2 % but exceeds the six-month target figure by 6.7 %.

In January-June 2009, the Zeiskaya HPP transferred 130,684,800 rubles in taxes to the regional budget (105,348,900 rubles in the first six months of 2008).

In the first six months of 2009, capital repairs of the third hydroelectric unit were carried out in compliance with the grid schedule. Under the technical upgrading and rehabilitation program, the VVG-20 generator circuit breaker was replaced with a gas-insulated unit produced by ABB; an integrated technical retooling was performed of the unit No. 3 and hydroturbine control system, as well as integrated technical retooling of the protective relay system of the hydroturbine 3 unit, and also the assembly and startup of the 53T service transformer.

In the sphere of reliability and safety of energy facilities, 31 emergency response and 14 firefighting training exercises were held for the personnel.

During the first six months of 2009, the company carried out purposeful work to cut costs.

As of July 1, 2009, there were 363 employees on its payroll.

JSC RusHydro's branch Zeiskaya HPP provided active support to the social sphere of the town of Zeya in the first six months of 2009. A total of 750,000 rubles were allocated for charity purposes. The funds were used to acquire sports equipment and gear for the town's sports schools, organize specialized training courses and nutrition for children from low-income families at health improvement camps, hold school graduation parties, celebrate the jubilee of the

Raduga children's choreographic ensemble and play intellectual games within the framework of the Erudite program.

An environmental action, Protect the River Banks!, was held with the participation of 600 people to clean up the banks of the Zeya River in the Zeya district, during which 3,500 kg of garbage were brought to dump sites. Also, a landscaping action was organized in Hydropower Plant Builders Square, which was devoted to the 130th birthday of the town of Zeya.

With the support of JSC RusHydro, the 45th anniversary of the Zeyagesstroi construction department was celebrated. The celebrations were attended not only by former hydropower plant builders but also by Zeya residents.

August 6 2009

The Cascade of Verkhnevolzhskiy HPPs posted a net profit of about 147 million rubles in the first six months of 2009

Following the results of its operation in the first six months of 2009, JSC RusHydro's branch Cascade of Verkhnevolzhskiy HPPs (Rybinskaya and Uglichskaya HPPs) earned a net profit of 147.128.8 million rubles. The Cascade of Verkhnevolzhskiy HPPs transferred 33 million rubles to the budgets of all levels and another 7.7 million rubles to extra-budgetary funds.

Electricity production by the two Verkhnevolzhskiy HPPs totaled 983 million kWh in the first six months of 2009. This amount of electricity is sufficient to fully supply the town of Rybinsk and the Rybinsk District of the Yaroslavl Region with power for 2.5 years. The plan was overfulfilled by 32 % due to the favorable modes of operation of the Verkhnevolzhskiy HPPs set by the RF Ministry of Natural Resources and JSC System Operator of the Unified Energy System, proceeding from weather conditions on the Volga River: a warm winter and an increased water flow into the Volga-Kama reservoirs during high water and also summer floods.

During the reporting period, 137,227.8 million rubles were spent on the program for repairs, technical upgrading and rehabilitation of Verkhnevolzhskiy HPPs, including 21,447.7 million rubles on repairs and 115,780.1 million rubles on technical upgrading and rehabilitation of basic equipment.

During the six-month period, work was carried out at the Cascade of Verkhnevolzhskiy HPPs to make current repairs of hydroturbines Nos. 1, 2 and 3 at the Rybinskaya HPP, hydroturbine No. 1 at the Uglichskaya HPP, routine repairs of hydrogenerator No. 1 at the Uglichskaya HPP and off-schedule repairs of hydrogenerator No. 2 at the Rybinskaya HPP. Work is under way at the Uglichskaya HPP to replace the group of D2T single-phase transformers with three-phase transformers. Work was started on June 1, 2009 at the Uglichskaya HPP to rehabilitate hydroelectric unit No. 2. Now, in compliance with the approved schedule, work is under way to disassemble hydroelectric unit No. 2. The generator has already been dismantled.

The local public address system has been installed and commissioned at the Uglichskaya HPP.

August 11 2009

The Cascade of Kubanskiy HPPs exceeded its electricity production plan by 7.7 % in the first six months of 2009

In the first six months of 2009, the hydropower plants of the JSC RusHydro branch — the Cascade of Kubanskiy HPPs — generated 618 million kWh of electric power or 7.7 % above the planned target. Last year, electricity generation amounted to 646.8 million kWh or 92.7 % of the planned figure.

During the reporting period, the Cascade of Kubanskiye HPPs transferred 37.9 million rubles in taxes to the budgets of all levels (22.3 million rubles in the same period a year earlier). In addition, payments to extra-budgetary funds totaled 11.9 million rubles and rental payments for land amounted to 9.7 million rubles. The water tax and payments for the use of water resources stood at 4.6 million rubles. In accordance with the 2005 amendments to the tax legislation (Chapter 25.2 of the Tax Code of the Russian Federation), water tax has been fully transferred to the federal budget.

In the first six months of 2009, capital repairs of four hydropower units at the PSPP, HPP-2 and the Sengileyevskaya HPP were carried out.

During the reporting period, the trash racks of intake channels at the HPP-1, HPP-2 and the Yegorlyk HPP were repaired. Also, the repairs of the gate of the HPP-1 idle water spill and HPP-3 hydro-engineering structures were completed. Work was finished to repair the service gates of regulating sluices Nos. 5, 6 and 7 and the stationary mechanisms of their maneuvering. Repairs continued in the administration building of the Cascade of Kubanskiye HPPs.

This year, the Cascade of Kubanskiye HPPs continues to implement the program of technical upgrade and reconstruction of hydropower plants. The program aims to fully replace functionally and physically obsolete machinery with modern, state-of-the-art equipment complying with the conditions of hydropower plants, and serviced by suppliers or producers. The program is intended to continue automation of the process of technological and production control.

In the first six months of 2009, expenses on technical upgrade and repairs at the Cascade of Kubanskiye HPPs totaled over 143.5 million rubles compared with 144 million rubles in the same period a year earlier.

According to Viktor Macheyev, director of the JSC RusHydro branch — the Cascade of Kubanskiye HPPs, “over the reporting period, more than 25 million rubles were spent on the construction of the Egorlykskaya HPP-2. The hydroturbine producer, JSC Turboatom (Kharkov), has already delivered four sets of hydroturbine insert parts. An additional agreement to the contract on construction and assembly work was signed for 2009. Contracts were concluded on the development of working documentation, the production, delivery and assembly of hydro-mechanical and crane equipment”.

August 11 2009

Nizhegorodskaya HPP increased electricity generation by 25% in the first six months of 2009

The JSC RusHydro branch, the Nizhegorodskaya HPP, generated over 1.07 billion kWh of electric power in the first six months of 2009, which represents 121.8 % of the planned target and by 213.375 million kWh (24.6 %) exceeds the figure for the same period of the previous year. The plan was exceeded due to the large water flow during the low-water winter season and the minimum idle discharges of water in the season of spring floods, which was to a large extent the plant's personnel merit. It is note worthy that six-month electricity generation of over 1 billion kWh at the Nizhegorodskaya HPP is a rare occurrence; on average, this happens once every five years.

In January-June 2009, the JSC RusHydro branch, the Nizhegorodskaya HPP, transferred a total of 57.9 million rubles in taxes to the budgets of all levels. In addition, payments to extra-budgetary funds exceeded 7.5 million rubles, land rent payments totaled 9.2 million rubles while water tax payments and payments for the use of water resources amounted to 8.5 million rubles.

In accordance with the 2005 amendments to the tax legislation (Chapter 25.2 of the Tax Code of the Russian Federation), water tax has been fully transferred to the federal budget.

Within the framework of implementing the large-scale program of the technical upgrade and reconstruction of the plant's equipment, 107 million rubles were spent in the first six months of 2009 while over 25 million rubles were used under the program of repairs. As part of its environmental policy, RusHydro completed works to roll out the system of purification of drainage waters from turbine covers and the transformer trestle.

During the reporting period, a new version of the BING (BING-3) information and diagnostic system for monitoring the condition of hydro-engineering structures was put into operation at the Nizhegorodskaya HPP. The system is designated to gather, store and process the data of control and measuring equipment, visual checks and inspections carried out at the hydropower plant. The system makes it possible to test the condition of all of the hydropower plant's structures to ensure control over their safe operation. The updated software offers access to the system from several workstations.

Like other branches of JSC RusHydro, the Nizhegorodskaya HPP is implementing long-term charity programs. This year, the Nizhegorodskaya HPP will help equip two children's playgrounds in the town of Zavolzhye and a rehabilitation room in the children's department of the municipal hospital. Funds will also be transferred to two children's homes in the towns of Gorodets and Zavolzhye.

August 13 2009

Performance of JSC RusHydro branch — Votkinskaya HPP — in the first six months of 2009

In the first six months of 2009, the JSC RusHydro branch, the Votkinskaya HPP, fulfilled its electricity production plan by 112.58 %. Over this period, the Votkinskaya HPP generated 1,665.9 million kWh of electricity compared with the planned target of 1,479.73 million kWh. Productive electricity supply totaled 1,637.6 million kWh compared with the planned target of 1,432.73 million kWh. The planned targets were exceeded due to a large inflow of water into the Votkinskoye reservoir in the first six months of 2009 and the hydropower plant's favorable operation modes set by the Federal Agency for Water Resources.

In 2009, the Votkinskaya HPP continued to implement its production programs for its repairs, technical upgrade and reconstruction.

As part of the implementation of these programs, works were fulfilled in the first six months of 2009 to prepare for and handle spring floods; standard capital repairs of hydropower unit No. 4 were done with the fulfillment of specialized work to reconstruct the system of the hydropower unit's automated control; the unit's auxiliary switchboard was replaced. Work was also carried out in the first six months of 2009 to assemble and commission the automated system of instrumental observation over the plant's concrete structures, reconstruct the fire-extinguishing system of main transformers and cable space. Work was started to reconstruct the 1KU compressor system; the reconstruction of the electrical equipment of the plant's machine room cranes and the main transformers control system is at the designing stage.

As part of the work to commission the 500 kV Yemelino substation, the relay protection and automatic equipment was reconstructed and the high-frequency treatment of the 500 kV Votkinskaya HPP - Yemelino substation high-voltage power line was conducted on the part of the Votkinskaya HPP.

August 14 2009

Production and economic performance of the Zhigulevskaya HPP in the first six months of 2009

In the first six months of 2009, the JSC RusHydro branch — the Zhigulevskaya HPP — exceeded its electricity production plan by 9% and generated 5 944.7 million KWh. Electricity generation above the planned target was facilitated by a hydrological regime in the first quarter untypical for the winter period.

In the reporting period, the JSC RusHydro branch — the Zhigulevskaya HPP — transferred a total of 726.4 million rubles in taxes to the budgets of all levels and extra-budgetary funds, including 5.57 million rubles to the city budget and 615 million rubles to the regional budget. Payments to the extra-budgetary funds totaled 17 million rubles while 58.5 million rubles were transferred for the use of water resources.

In the first six months, basic work was carried out to prepare the ORU 110kV and ORU 220 kV outdoor switchgear automatic control systems for trial operation with the extended capabilities of blocking disconnecting switches and the possibilities of controlling switching equipment from automated workstations. In compliance with the schedule, work is under way to prepare the local system of warning within the 6-km flooding area of the downstream wall for trial operation.

Overall, the program of technical upgrade and reconstruction of the hydropower plant, works worth 349.52 million rubles were fulfilled in the reporting period, which exceeds the sum spent in the same period of 2008 by 48 million rubles. A total of 90.93 million rubles were spent on repairs in the six-month period, which fully complied with the approved program. Over this period, 25 million rubles were spent on maintenance work.

In the reporting period, standard capital repairs of hydropower unit No. 11 were finished ahead of schedule. This work included the overhaul repair of the generator's mechanical and electric parts, the turbine and auxiliary equipment, including the repairs of the rotor wheel with the replacement of seals for turbine blades, the repair of the wheel space, the overhaul of the regulation and cooling systems. In addition, in the process of repairs, preventive inspection of the microprocessor regulator of the thyristor system was carried out, the settings of the local control and management system were checked, and also the anti-corrosion treatment of the hydropower unit metal frameworks was made. In compliance with the basic equipment maintenance schedule, routine repairs of hydropower units Nos. 2, 3, 4 and 16 were carried out in the first half of 2009. The reconstruction of hydropower unit No. 9 is close to completion.

During the reconstruction of the pattern's pumping system, three pumps of a new type — submersible pumps produced by the German firm KSB were installed. Since June 1, the new pumps have been operating in the mode of trial operation. The work that was done can be legitimately called unique: complex organizational and technical measures were carried out to temporarily separate the wet pattern from the area of the assembly of equipment to allow for its installation. An important feature of submersible pumps is a considerable reduction in power consumption from 700 to 500 kW. While yielding the same work capacity, they are at the same time more energy efficient. In September 2009, the reconstruction of another four pumps will be carried out. The work to replace the pattern's pumps has been included in the energy-saving program of the Zhigulevskaya HPP, which is being successfully implemented.

August 24 2009

The Cascade of Kubanskiye HPPs to serve as a pilot project to introduce the JSC RusHydro safety and reliability control system

JSC RusHydro's branch, the Cascade of Kubanskiye HPPs, is continuing work to obtain Declarations of Safety for hydro-engineering structures and the permission for their operation.

In July 2009, the Board of Directors of JSC RusHydro approved the Concept for a System to effectively manage the safety and reliability of hydro-engineering structures and made a decision to set up the System's organization structure. To test the System's Concept, a branch of JSC RusHydro, the Cascade of Kubanskiye HPPs, has been chosen as a pilot project. The analytical center of JSC RusHydro, the central element of the System for managing the safety and reliability of hydro-engineering structures, will submit by the end of this year a program of measures for the period of 2010–2015 to enhance the reliability and safety of hydro-engineering structures at the Cascade of Kubanskiye HPPs.

In 2005, a Declaration of Safety for hydro-engineering structures of the Cascade of Kubanskiye HPPs was developed. This document substantiates the safety of hydro-engineering structures and defines measures for ensuring it. Pursuant to this document, permissions for operation have been issued. Currently, it is being reviewed and updated.

In the process of elaborating the Declaration, in the second quarter of 2009 a commission of specialists inspected hydro-engineering structures of JSC RusHydro's branch — the Cascade of Kubanskiye HPPs. The commission included specialists from the Cascade of Kubanskiye HPPs, the Stavropol Territory Emergencies Ministry, JSC NIIES, JSC Vedeneyev VNIIG and JSC Mosoblhidroproyekt who checked the equipping of hydro-engineering structures with measurement devices, the system of control over hydro-engineering structures, their condition, assessed the facilities' readiness for localization and elimination of the consequences of dangerous damages and emergency situations at hydro-engineering structures. The commission made the following conclusions: the hydro-engineering structures of JSC RusHydro branch — the Cascade of Kubanskiye HPPs — are in the workable condition. The reliable and safe operation of hydro-engineering structures as of the period of inspection has been ensured.

JSC RusHydro branch — the Cascade of Kubanskiye HPPs — has all the necessary technical and material and financial resources for localization and elimination of the consequences of dangerous damages and emergency situations at hydro-engineering structures.

September

RusHydro new

September 1 2009

JSC RusHydro announces the most recent progress of restoration work at the Company's Sayano-Shushenskaya HPP, as of 12:00 September 1st, 2009

JSC RusHydro (ticker symbol: HYDR, MICEX, RTS and LSE) announces that repair and restoration work at the Company's Sayano-Shushenskaya HPP is moving forward according to plan.

More than 2,060 people and 57 pieces of equipment are currently involved in round-the-clock restoration work at the Sayano-Shushenskaya HPP.

Water inflow to the HPP's dam is 2,700 cubic meters per second, and water is released through the spillway at a rate of 2,665 cubic meters per second. The level of the upper pool is currently 537.45 meters, whereas the lower pool currently stands at 324.46 meters.

At the Mainskaya HPP, hydro-units 1, 2 and 3 (with an aggregate 191 MW capacity) are in operation. The Mainskaya HPP upper pool level is 323.17 meters and 4 of the spillway gates are open.

The water level in the Sayano-Shushenskaya HPP building is now at the 304.64 mark.

Over the last twenty-four hours, 200 cubic meters (from a total of 5851 cubic meters) of metal and ferro-concrete structures have been removed from the site and 1 cubic meter of oil and water emulsion has been gathered up. This work is now complete, and as a result, 198 cubic meters of oil and 545 cubic meters of emulsion have been collected.

Inspection of the HPP's hydro-engineering structures continues. Shore line processing, including emulsion dispersion (in the amount of 76 km) has been completed.

Work has now been finished on removing surface oil pollution from the Yenisei River and the shoreline, and air processing has also been completed. Constant control and monitoring of the Yenisei River water is being exercised.

Booms in the area of the upper pool of the Mainskaya HPP have now been removed.

Work teams are allowed access to the area in accordance with an established access control system, and the Company also exercises strict control over observing labor discipline.

September 2 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 12.00 hours on 2 September, 2009

Repair and restoration work at the Sayano-Shushenskaya HPP is proceeding according to plan.

At this time 1750 people and 48 pieces of equipment are currently involved, round the clock, in restoration work.

The inflow of water to the dam of the HPP is 2700 cubic metres per second, and the water is released through the spillway at a rate of 2405 cubic metres per second. The level of the headrace and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted for the operating mode. The level of the headrace is 537.34 metres (the normal level being 539 metres). The level of the tailrace is 324.50 metres. The level of the headrace is 537.45 metres and that of the tailrace is 324.46 metres. The level of the water in the building of the Sayano-Shushenskaya HPP is at the 304.64 mark. Pumping out of water is going on.

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 198 MW, are in operation, the headrace level being 323.45 metres and 4 of the spillway gates being opened.

Clearing of debris is continuing at the 310.00÷327.00 levels of the Sayano-Shushenskaya HPP, works are going on to repair the remaining roof of the turbine room and install metal structures. An agreement has been concluded with the company Stalkonstruksia (Krasnoyarsk) to supply metal structures for repairing the façade and roof in order to complete the work on creating the thermal contour of the turbine room by 15 October.

The rotor of hydro-generator 9 is being disassembled, as is hydro-generator 7, while work is going on to identify defects in equipment and restore the support column of the turbine room in the vicinity of hydro-generator 2.

Direct current cable No. 2 is under inspection in the turbine room and the 0.4 KW H17 own needs board has been connected. Connections have been prepared for the 6-KW outdoor switchgear (RT-21 and RT-23) to feed the 6 KW busbars. Two 35/6 KW substations with a capacity of 10 MW and 3.125 MW have been installed and connected up for supplying the HPP's own power supply needs.

Water has been brought up to hydro-generator 8 at the 320.00 mark for the fire-extinguishing system for the turbine room.

September 2 2009

JSC RusHydro in talks with EBRD on a potential loan

SC RusHydro (ticker symbol: HYDR, MICEX, RTS and LSE) is currently in talks with the EBRD on a potential loan to be used for restoration work at the Company's Sayano-Shushenskaya HPP. The talks began after a meeting between Russian President Vladimir Putin and EBRD President Thomas Mirov, who offered on behalf of the Bank assistance to help the Company address the effects of the recent accident at the Sayano-Shushenskaya HPP.

In 2006, RusHydro received a significant RUR 6.3 billion long-term loan from the EBRD. The Company is confident that the ongoing talks will lead to a successful new deal with the Bank.

The accident at the Sayano-Shushenskaya HPP occurred August 17th, 2009. When the accident occurred, 9 turbines were operating, while turbine #6 was in reserve. The aggregate active capacity of the working turbines was 4,400 MWt. As a result of the large-scale accident, turbines #2, 7 and 9 were destroyed, while turbines #1, 3, 4 and 10 sustained serious damage. Turbines #5 and 8 suffered insignificant damage and turbine #6 remains in satisfactory condition. In addition, the body of the dam and its water-conduits are intact. At present, rescue and emergency work has been completed and the Company has now launched restoration work at the site. RusHydro tentatively estimates that restoration work will require RUR 40 billion.

September 2 2009

JSC RusHydro successfully completed an additional share issue placement

On September 2nd, 2009, the placement period for common shares of an additional issue (Russian state registration 1-01-55038-E-037D)

The total number of shares placed was 14,681,412,135, which amounts to 91.75% of the total number of shares of the additional issue that were schedule to be placed.

The decision to increase the Company's charter capital was adopted by a decision of RusHydro's EGM held on November 17th, 2008.

The total number of shares included in the additional issue was 16 billion common shares, with a par value of 1 (one) ruble. Therefore, the total value of the additional issue was RUR 16 billion. The accepted form of payment for additional shares was cash only. The price for the additional placed shares (including for shareholders holding pre-emptive rights) was set at 1 ruble per share by RusHydro's Board of Directors in March 2009; this pricing is in full accordance with articles 36 and 37 of the Russian Federal Law "On joint-stock companies."

RusHydro's additional share issue – for placement via open subscription – was registered by the Russian Federal Service for Financial Markets (the FSFM) on May 14th, 2009. Based on the conditions of the Decision on the additional share issue, the placement period ends 111 days from the date that the Russian Government registered the additional share issue.

The additionally placed shares may become tradable on the over-the-counter market following the registration of the Report (which is tentatively anticipated to be at the end of September). Additionally, the shares may be traded on relevant exchange(s) following the procedure of listing the additional share issue. (Which is tentatively anticipated to be at the end of October).

September 3 2009

Over just 14 days, the assistance fund for victims of the accident has collected over 7.6 million roubles in contributions

By 3 September, 2009, the assistance fund for victims, families of the deceased and missing as a consequence of the accident at the Sayano-Shushenskaya HPP had already received 7 623 270 roubles in voluntary contributions. Over the two weeks since the programme "We are with you Sayano!" was set up, heads and personnel of electric power companies, as well as many other sympathetic people, have responded to JSC RusHydro's call for support for the accident victims. Contributions continue to flow in to the fund.

The management and personnel of JSC RusHydro are infinitely grateful for the support and assistance from all those who feel for people that find themselves in trouble.

The accident caused the deaths of dozens of employees of JSC RusHydro, JSC Sayano-Shushenskiy Gidroenergoremont, LLC Tekhnostroy, and OOPSK Avangard S. On 20 August, 2009, JSC RusHydro opened the charity programme "We are with you Sayano!" and began collecting contributions into the "Sozidaniye" fund, with which JSC RusHydro has long been a partner. The funds collected will be used to support the families of the deceased, pay for treatment and rehabilitation of the victims.

Any individual or organisation can make its own contributions in support of the victims and the families of those who gave their lives in the accident.

Details for making contributions:

Non-commercial Organisation Charity Fund "Sozidaniye"

Settlement account No.: 40703810300000080888
TIN 7705401519/770501001
LLC Barclays Bank, Moscow
Correspondent account No.: 30101810900000000460
BIC 044585460
OKONX 96190
OKPO 57012709

Purpose of payment: Charity contributions to the programme “We are with you Sayano!”

In addition, JSC RusHydro is continuing to make lump-sum payments to victims and the families of the deceased and missing.

On the initiative of JSC RusHydro, the Government of Khakassia, residents, victims of the accident and relatives of the dead, a special Public Committee has been set up to handle provision of social assistance to victims of the accident, the families of the deceased and missing, as well as residents of the village of Cheryomushki.

To support the Public Committee, JSC RusHydro has set up a Social Support Centre consisting of the directors of the company's subsidiaries, lawyers, economists and other leading experts. The Centre provides advice and renders assistance to the families of the deceased, injured employees and the people of the village of Cheryomushki on a variety of issues, including compiling the documents required for receiving payments, providing housing, paying off bank loans and mortgages, as well as providing treatment and psychological assistance. The JSC RusHydro Social Support Centre is operating within the Sayano-Shushenskiy subsidiary of the Siberian Federal Institute at Cheryomushki, 15. 24-hour Hot Line number: (39042) 3-26-87.

The Sozidaniye Charity Fund was established on 3 April, 2001 and provides charitable and social support for socially vulnerable categories of Russian citizen. The Fund's basic principle is to assist anyone who asks for help. The Fund is currently running 12 programmes for assisting children and adults in difficult circumstances. All the aid goes for specific purposes and all payments are confirmed by documents and are kept under strict control. All the Fund's outlays are paid for by its founders and members of the trust council.

September 3 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 12.00 hours on 3 September, 2009

Repair and restoration work at the Sayano-Shushenskaya HPP is proceeding according to plan.

At this time 1827 people and 49 pieces of equipment are currently involved, round the clock, in restoration work.

The inflow of water to the dam of the HPP is 2700 cubic metres per second, and the water is released through the spillway at a rate of 1560 cubic metres per second. The level of the headrace and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted in the operating mode. The level of the upper pool is 537.41 metres (the normal level being 539 metres). The level of the lower pool is 324.13 metres. The level of the water in the building of the Sayano-Shushenskaya HPP is at the 304.51 mark. Pumping out of water is going on.

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 200 MW, are in operation, the headrace level being 323.60 metres and 3 of the spillway gates being opened.

Clearing of debris is continuing at the 310.00÷327.00 levels of the Sayano-Shushenskaya HPP, works are going on to repair the remaining roof of the turbine room and install metal structures. An agreement has been concluded with the company Stalkonstruksia (Krasnoyarsk) to supply metal structures for repairing the façade and roof in order to complete the work on creating the thermal contour of the turbine room by 15 October.

The rotor of hydro-generator 9 is being disassembled, as is hydro-generator 7, while work is going on to identify defects in equipment and restore the support column of the turbine room in the vicinity of hydro-generator 2.

Direct current cable No. 2 is under inspection in the turbine room. The 0.4 KW H9 own needs board and 6 KW busbars 1, 2 and 3 have been connected. Two 35/6 KW substations with a capacity of 10 MVA and 3.125 MVA have been installed and connected up for supplying the HPP's own power supply needs.

Water has been brought up to hydro-generator 8 at the 320.00 mark for the fire-extinguishing system for the turbine room.

September 4 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 18.00 hours on 4 September, 2009

The work create the thermal contour of the turbine room are planned to be complete by 11 November 2009. Supply of metal structures for repairing the façade and roof of the turbine room will be completed by 15 October 2009. The metal structures are supplied by the Stalkonstruksia company (Krasnoyarsk).

At this time over 2086 people and 64 pieces of equipment are involved, round the clock, in restoration work.

The inflow of water to the dam of the HPP is 2700 cubic metres per second, and the water is released through the spillway at a rate of 3055 cubic metres per second. The level of the headrace and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted for the operating mode. The level of the headrace is 537.88 metres (the normal level being 539 metres). The level of the tailrace is 324.94 metres.

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 200 MW, are in operation, the headrace level being 323.78 metres and 4 of the spillway gates being opened.

Clearing of debris is continuing at the 327.00÷310.00 levels of the Sayano-Shushenskaya HPP, works are going on to repair the remaining roof and install metal structures. The rotor of hydro-generator 9 is being disassembled, as is hydro-generator 7, while work is going on to identify defects in equipment and restore the support column of the turbine room in the vicinity of hydro-generator 2.

Direct current cable No. 2 is under inspection in the turbine room. The 0.4 KW H9 own needs board and 6 KW busbars 1,2,3 and 4, switch and control gear R11, one section of the board R12 have been connected. Switch and control gear R-T21 has been put into operation. Two 35/6 KW substations with a capacity of 10 MVA and 3.125 MVA have been installed and connected up for supplying the HPP's own power supply needs.

Water has been brought up to hydro-generator 8 at the 320.00 mark for the fire-extinguishing system for the turbine room.

The teams are allowed access to the work in accordance with the access control system and strict control is being exercised over observance of labour discipline.

September 7 2009

On recent progress of restoration work at the Company's Sayano-Shushenskaya HPP, as of 12:00 September 4st, 2009

Repair and restoration work at the Company's Sayano-Shushenskaya HPP is moving forward according to plan.

In order to complete works on establishing heated contour of the turbine room by October 15 contract has been signed with "Stalmontazh" (Krasnoyarsk) for supply of steel structures for reconstruction of facade and the roof.

More than 2086 people and 64 pieces of equipment are currently involved in round-the-clock restoration work at the Sayano-Shushenskaya HPP.

Water inflow to the HPP's dam is 2,700 cubic meters per second, and water is released through the spillway at a rate of 3055 cubic meters per second.

The level of the upper pool and the release of water through the hydro-engineering structures of the HPP fully comply with the water release regime that was recommended by the Angaro-Yenisei Basin Water Administration, adjusted in the current operating mode.

The level of the upper pool is currently 537.44 meters (regular level 539 meters), whereas the lower pool currently stands at 324.60 meters

At the Mainskaya HPP, hydro-units 1, 2 and 3 (with an aggregate 193 MW capacity) are in operation. The Mainskaya HPP upper pool level is 323.45 meters and 4 of the spillway gates are open.

Clearing of debris at the level of 310.0-327.0 continues, as well as restoration of roofing of the turbine rooms and assembling of steel structures. Disassembling of rotor of hydro-power unit GA 9 and dismantling of hydro-power unit GA7 are underway, the inspection of equipment for defects continues. Work is under way to restore the support column in the turbine room in the vicinity of hydro power unit GA 2.

Inspection of the direct current cable #2 of the turbine room is underway. The 0.4 KW shield of own needs is live as are 6 KW busbars of own needs Sh1, Sh2, Sh3, Sh4 and 2nd and section of control unit KRU R11. Control unit KRU P-T21 is live. Two substations 35/6 KW with capacity of 10 and 3.125 MBA for own needs have assembled and went live. Water has been brought up to the fire-extinguishing system on level 320.00 to GA8.

September 7 2009

The Nizhegorodskaya HPP organises supplies of structures from the town of Semyonov for the Sayano-Shushenskaya HPP

The first two vehicles with parts of assembly structures for restoring the turbine room of the Sayano-Shushenskaya HPP have left the town of Semyonov (Nizhniy Novgorod Region) for Khakassia. The trucks, with their 40-tonne load, are in their second day en route and have already reached Perm, over a thousand Kilometres from Semyonov. A special escort has been arranged for the column for the entire journey.

It has been decided to restore the turbine room roof destroyed by the accident at the hydro-electric power station according to the initial design, using the same technology and materials. For precisely this reason, the order to manufacture the metal casing for the turbine room of the HPP was placed with the firm ViSta - the leading enterprise producing space frames of the MArchI type, the production facility being located in the town of Semyonov. Over 30 years ago, this enterprise produced the structures for construction of the Sayano-Shushenskaya HPP, and later for the Bureyskaya HPP.

The load should reach the village of Cheryomushki, where the hydro-electric power station that suffered the accident is located, as soon as possible, in order to speed up launch of work on installing the structures. Restoration of the roof of the HPP turbine room must be completed before the winter sets in. During preparations for the winter season, creation of the thermal contour of the turbine room is also under way and it is planned to complete it by 11 November, 2009.

Over 2020 people and 43 pieces of equipment are currently engaged in the repair and restoration of the power station.

September 7 2009

The hydro-power and transformer equipment has been delivered to the Boguchanskaya HPP

Three rotor wheels and seven transformers with a total weight of over 1 660 metric tonnes have been delivered by dump scow towed by motor vessels from the port of Krasnoyarsk to their destination point - the outsize, heavy cargo wharf of the Boguchanskaya HPP on the River Angara.

The radiaxial rotor wheels of the turbine are manufactured for the Boguchanskaya HPP at the Leningrad Metal Works (LMW), one of the subsidiaries of JSC Siloviye Mashiny. The first rotor wheel made by LMW was delivered to the Boguchanskaya HPP at the end of the 2008 navigation period. The rotor wheels for turbines Nos. 2, 3 and 4 have now been delivered to the power station.

The time schedules for manufacturing and shipping the equipment to the Boguchanskaya HPP are drawn up in consideration of the short summer navigation period in Siberia. The river-sea class vessel carrying three rotor wheels left the St. Petersburg sea-port pier on 10 July. It passed through the Ladoga and Onega Lakes, along the Belomor-Baltic Canal to the White Sea and then reached the Yenisei by taking the Northern Sea Route.

Having covered over 6.5 thousand kilometers, on 18 August, the vessel arrived at the Krasnoyarsk river port, after which the equipment was reloaded on to river barges for traveling along the Yenisei and Angara to complete its journey by water to the Boguchanskaya HPP.

In addition to the hydro-power equipment, 7 outsize, heavy transformers produced by the Zaporozhiye Transformer Plant (Ukraine) under a long-term agreement concluded in 2008 for delivery of 15 power and auto-transformers were delivered by Yenisei River Shipping vessels to the Boguchanskaya HPP during the 2009 navigation season.

During the period from 25 May through 5 June, the first batch of transformer equipment was shipped from the manufacturer's warehouse by rail to the sea port of Mariupol, where it was loaded on two river-sea class vessels for further shipping by water to Krasnoyarsk.

The *Vesyegonsk* and *Elektrostal* motor vessels covered over 5000 Kilometres from the port of Mariupol along the River Don, the Volgo-Don Canal, the River Volga, the Onega Lake, the Belomor-Baltic Canal, through the White Sea, the Karsk Sea and up the River Yenisei to the port of Krasnoyarsk and, on 17 August, were ready for reloading at the Krasnoyarsk river port.

The need for further transshipment of the turbine rotor wheels and transformers from ships on to river barges was conditioned by the navigation regime on the River Angara, which is too shallow for river-sea class vessels to carry heavy cargoes directly to the wharf at the Boguchanskaya HPP. Let us recall that the total weight of the 7 transformers ready for transportation amounts to 1200 metric tonnes: three transformers with a weight of 120 metric tonnes each and four of 210 metric tonnes each. Each 7.86-metre diameter turbine rotor wheel weighs 155.6 metric tonnes.

The barges bearing the transformers arrived at the Boguchanskaya HPP and were ready for unloading on 30 August. On 5 September, the turbine rotor wheels were delivered to the construction site.

JSC Siloviye Mashiny and JSC Zaporozhtransformator are continuing, in accordance with long-term contracts concluded on the initiative of JSC RusHydro and OK RUSAL, to fulfill orders for supplying equipment for the Boguchanskaya HPP currently under construction.

According to the terms and conditions of the contracts, Siloviye Mashiny company is responsible for designing, manufacturing and delivering nine hydro-turbines and nine-hydro-generators with a nominal capacity of 333 MW each to the Boguchanskaya HPP. In addition, the specialists of the St. Petersburg power-machine-building company carry out installation supervision, hook-up and start-up operations. The subsidiaries of Siloviye Mashiny are currently manufacturing equipment for the fifth hydro-turbine, as well as the fourth and fifth hydro-generators.

The second and third batches of transformers will be delivered by JSC Zaporozhtransformator to the Boguchanskaya HPP in 2010 and 2011.

Start-up of the Boguchanskaya HPP hydro-units, which is being constructed in the Krasnoyarsk Territory by the joint efforts of JSC RusHydro and OK RUSAL, is currently the most appropriate and efficient way of replacing the capacity of the Sayano-Shushenskaya HPP temporarily lost as a result of the unprecedented accident that occurred at the power station on 17 August, 2009.

The installed capacity of the Boguchanskaya HPP is 3000 MW and it has an average annual output of 17.6 billion kWh of electric power. At the moment, JSC RusHydro is drawing up proposals for revising its investment programme for 2009-2011 in consideration of accelerated start-up of the generating units of the Boguchanskaya HPP. The company will present the new investment programme for consideration by the Government of the Russian Federation. Accelerated construction of the Boguchanskaya HPP, with start-up of the first three hydro-units in 2010, possible start-up of four hydro-units in 2011 and the remaining two in 2012, will reduce substantially the capacity shortage that has formed in the Siberian grid and provide for subsequent reliable and uninterrupted electricity supplies to consumers.

September 7 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 18.00 hours on 7 September, 2009

Since the restoration work at the Sayano-Shushenskaya HPP was launched, 7500 cubic metres of metal and ferro-concrete structures have been cleared. Work is under way to restore the sewerage system in the HPP building and the heating system for the administrative technological building and steps are being taken to dismantle the 500 KW overhead crossing cables of blocks T4 and T5.

Work goes on to reconnect the electricity supply to the facility (transformers T-89 and T-94 are now live) and to restore the electric power supply connections for the HPP's own needs.

Over 2060 people are currently involved in the accident and restoration work at the Sayano-Shushenskaya HPP, plus 57 pieces of equipment.

Within the framework of preparations for the winter, the thermal contour for the turbine room of the Sayano-Shushenskaya HPP is being installed. The plan is to complete this work by 11 November, 2009.

The rotor of hydro-generator 9 is being disassembled and hydro-generator 7 dismantled; work to identify defects and restore hydro-generator 6, hydro-generator 5 and hydro-generator 4 is in progress. Installation of the metal structures of the support column in the turbine room near hydro-generator 2 has been completed and concrete is being laid. Pump stations (artesian, drainage and sewage) have been started up, as has the hot water supply. The smoke-removal system is also now in operation in the installation site block. Preparations are under way to create additional entry routes to the construction zone of the turbine room of the right bank.

The inflow of water to the dam of the Sayano-Shushenskaya HPP is 2450 cubic metres per second, and the water is released through the spillway at a rate of 3055 cubic metres per second. The level of the upper pool and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted in the operating mode. The level of the upper pool is 537.09 metres (the normal level being 539 metres). The level of the lower pool is 324.73 metres.

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 191 MW, are in operation, the upper pool level being 323.52 metres and with 4 of the spillway gates opened.

Constant control is being exercised over the state of the water in the Yenisei River.

September 8 2009

JSC RusHydro continues paying out compensation to victims of the accident

JSC RusHydro is continuing to pay out compensation to the families of the deceased and the missing and to those injured in the accident at the Sayano-Shushenskaya HPP on 17 August, 2009.

As of 7 September, 2009, 78 703 328 roubles have been paid out:

2 384 950 roubles - to 70 families of the deceased for funeral expenses (a payment of 38 170 roubles to each family);

4 318 378 roubles - to 75 families of the deceased and the missing in the amount of double the monthly salary of the deceased or missing worker.

72 000 000 roubles - to 72 families of the deceased and the missing (a payment of 1 000 000 roubles to each family)

In addition, in accordance with the provisions of the collective bargaining agreement of Sayano-Shushenskiy Gydroenergoremont, a lump-sum payment of material assistance in the amount of the annual salary of a deceased worker of Sayano-Shushenskiy Gydroenergoremont for each non-able-bodied member of the deceased's family has been paid to 23 families to a total of 11 539 361 roubles.

Moreover, JSC RusHydro is in the process of purchasing 16 apartments for families of the deceased in which there are underage or disabled children or pregnant spouses of the deceased or missing workers. The company has already handed over the keys to two two-room apartments to their new owners and two more are in the paperwork stages. Other families have already chosen their future homes.

Work is continuing with banks to pay off any credits that had been granted to the deceased and their relatives. Within the scope of social support for parents of the deceased and missing, non-government pensions are envisaged in the amount of 1000 roubles a month for a period of five years. Relevant documents are currently being executed with Non-State Pension Fund of the Electric Power Industry.

Work is in progress to find jobs for family members of deceased and missing workers: 23 people have applied to the JSC RusHydro Social Assistance Centre for help in this; 5 have already been found jobs for and agreement on employment achieved with respect to another 9 candidates. Psychological assistance has been rendered to 118 adults and 44 children. Within the scope of training of teachers and psychologists for working with children who had survived a psychological trauma, 43 pedagogues and 29 psychologists have already undergone the relevant training.

The accident at the Sayano-Shushenskaya HPP occurred on 17 August, 2009. At the time of the accident, 9 of the Sayano-Shushenskaya HPP turbines were in operation (hydro-turbine No. 6 was in reserve). The total active capacity of the turbines amounted to 4400 MW. As a result, turbines 2, 7 and 9 had been destroyed, turbines 1, 3, 4 and 10 seriously damaged, and hydro-turbines 5 and 8 slightly damaged. Turbine 6 is in a satisfactory condition. No damage was caused to the body of the dam or the spillways. So far, search and rescue work at the power station has been completed and restoration of the power station initiated. Approximately 40 billion roubles will be required for the restoration work.

September 8 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 12.00 hours on 8 September, 2009

The flow sections of hydro-generator 2 and hydro-generator 6 have now been dried out. Work on identification of defects and restoration is being carried out on hydro-generators 6, 5, 4, 3 and 8. Installation of the metal structures of the support column in the turbine room near hydro-generator 2 has been completed, concrete is being laid and the roof at level 327.00 of hydro-generator 9 is now being dismantled.

Work is continuing to restore the electric power supply grid for the HPP's own needs: two 35/6 kV substations with a capacity of 10 MVA and 3,125 MVA have been installed and connected, as have 6 kV busbars Sh1, Sh2 and Sh3 and 0.4 kV boards N1, N4, N9 and N17.

The systems for the station as a whole are being restored in accordance with the set timetable: Pump stations (artesian, drainage and sewage) have been started up, as has the hot water supply; the smoke-removal system is also now in operation in the installation site block. Preparations are under way to create additional entry routes to the construction zone of the turbine room from the right bank and installation has been started of a motor road flyover at the end of the turbine room block.

Within the scope of preparations for the winter season, creation of the thermal contour of the turbine room is also under way and it is planned to complete is by 11 November, 2009. Restoration of the heating system for the administrative technological building is in progress and steps are being taken to dismantle the 500 KW overhead crossing cables of blocks T4 and T5.

Over 2125 people are currently involved in the accident and restoration work at the Sayano-Shushenskaya HPP, plus 50 pieces of equipment.

The inflow of water to the dam of the Sayano-Shushenskaya HPP is 2400 cubic metres per second, and the water is released through the spillway at a rate of 3055 cubic metres per second. The level of the upper pool and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted in the operating mode. The level of the upper pool is 537.03 metres (the normal level being 539 metres). The level of the lower pool is 324.70 metres.

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 193 MW, are in operation, the headrace level being 323.53 metres and with 4 of the spillway gates opened.

Constant environmental monitoring is being exercised over the state of the water in the Yenisei River.

September 8 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 18.00 hours on 8 September, 2009

The flow sections of hydro-generator 2 and hydro-generator 6 have now been dried out. Work on identification of defects and restoration is being carried out on hydro-generators 6, 5, 4, 3 and 8. Installation of the metal structures of the support column in the turbine room near hydro-generator 2 has been completed, concrete is being laid and the roof at level 327.00 of hydro-generator 9 is now being dismantled.

Work is continuing to restore the electric power supply grid for the HPP's own needs: two 35/6 kV substations with a capacity of 10 MVA and 3,125 MVA have been installed and connected, as have 6 kV busbars Sh1, Sh2 and Sh3 and 0.4 kV boards N1, N4, N9 and N17.

The systems for the station as a whole are being restored in accordance with the set timetable: pump stations (artesian, drainage and sewage) have been started up, as has the hot water supply; the smoke-removal system is also now in operation in the installation site block. Preparations are under way to create additional entry routes to the construction zone of the turbine room from the right bank and installation has been launched of a vehicle flyover at the end of the turbine room block.

During preparations for the winter season, creation of the thermal contour of the turbine room is also under way and it is planned to complete is by 11 November, 2009. Restoration of the heating system for the administrative technological building is in progress and steps are being taken to dismantle the 500 kV overhead crossing cables of blocks T4 and T5.

Currently, 2124 people are involved in the accident and restoration work at the Sayano-Shushenskaya HPP, plus 38 pieces of equipment.

The inflow of water to the dam of the Sayano-Shushenskaya HPP is 2400 cubic metres per second, and the water is released through the spillway at a rate of 3055 cubic metres per second. The level of the headrace and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted for the operating mode. The level of the headrace is 537.00 metres (the normal level being 539 metres). The level of the tailrace is 324.70 metres

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 193 MW, are in operation, the headrace level being 323.52 metres and with 4 of the spillway gates opened.

Constant control is being exercised over the state of the water in the Yenisei River

September 9 2009

On the course of restoration work at the Sayano-Shushenskaya HPP as of 12.00 hours on 9 September, 2009

Over recent day, pump fire-extinguishing system has been started up within the body of the dam at the 494.0 level and 95 cubic metres of metal and ferro-concrete structures have been removed, bringing the total so far up to 7825 cubic metres. A structured cable system has been installed in the control board and administrative blocks (hydro-engineering structure laboratory premises) at the 500-outdoor switchgear and work has been launched on restoring the cable network and telephone links to the turbine room.

Currently, 2187 people are involved in the accident and restoration work at the Sayano-Shushenskaya HPP, plus 38 pieces of equipment.

The systems for the station as a whole are being restored in accordance with the set timetable: pump stations (artesian, drainage and sewage) have been started up, as has the hot water supply; the smoke-removal system is also now in operation in the installation site block. Preparations are under way to create additional entry routes to the construction zone of the turbine room from the right bank and installation has been launched of a motor road flyover at the end of the turbine room block.

During preparations for the winter season, creation of the thermal contour of the turbine room is also under way and it is planned to complete it by 11 November, 2009. Restoration of the heating system for the administrative technological building is in progress and steps are being taken to dismantle the 500 kV overhead crossing cables of blocks T4 and T5.

The flow sections of hydro-generator 2 and hydro-generator 6 have now been dried out. Work on identification of defects and restoration is being carried out on hydro-generators 6, 5, 4, 3 and 8. Installation of the metal structures of the support column in the turbine room near hydro-generator 2 has been completed, concrete is being laid and the roof at level 327.00 of hydro-generator 9 is now being dismantled. Work is continuing to restore the electric power supply grid for the HPP's own needs: two 35/6 kV substations with a capacity of 10 MVA and 3,125 MVA have been installed and connected, as have 6 kV busbars Sh1, Sh2 and Sh3 and 0.4 kV boards N1, N4, N9 and N17.

The inflow of water to the dam of the Sayano-Shushenskaya HPP is 2350 cubic metres per second, and the water is released through the spillway at a rate of 3055 cubic metres per second. The level of the headrace and the release of water through the hydro-engineering structures of the power station comply with the water release regime recommended by the Water Administration of the Angaro-Yenisei Basin, adjusted for the operating mode. The level of the headrace is 536.92 metres (the normal level being 539 metres). The level of the tailrace is 324.73 metres.

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 193 MW, are in operation, the headrace level being 323.52 metres and with 4 of the spillway gates opened.

Constant control is being exercised over the state of the water in the Yenisei River.

September 9 2009

The Board of Directors of JSC RusHydro takes note of information on the accident at the Sayano-Shushenskaya HPP

On 9 September, 2009, a meeting is was held of the Board of Directors of JSC RusHydro in presentia to discuss measures to eliminate the consequences of the accident that occurred in the turbine room of the Sayano-Shushenskaya HPP on 17 August, 2009.

The Board of Directors of JSC RusHydro has heard and taken note of information about the situation surrounding the accident at the Sayano-Shushenskaya HPP, including a general description of the hydro-electric power station, of the accident and the current status of restoration work.

The accident at the Sayano-Shushenskaya HPP occurred on 17 August, 2009. At the time of the accident, 9 of the Sayano-Shushenskaya HPP turbines were in operation (hydro-turbine No. 6 was in reserve). The total active capacity of the turbines amounted to 4400 MW. As a result of the damage to hydro-unit No. 2, the reason for which is being determined, water was ejected from the turbine crater. The reasons for the accident are still being investigated.

As a result of the accident, MARKhI construction elements of the on the sector from hydro-units 1 to 5 and the roof at the turbine room service level (level 327) partially collapsed; the support columns of the building and level 327 were damaged and partly destroyed, as were the regulation, control and protection systems of the hydro-units at this level; 5 phase power transformers received mechanical damage of different degrees; construction elements of the transformer site in the area of blocks 1 and 2 were damaged.

The water caused electrical and mechanical damage to different extents to all the HPP's hydro-units, including the following:

- hydro-generator 5 – preliminary estimate – electrical damage to the generator,
- hydro-generator 6 – damage to the generator owing to flooding,
- hydro-generators 3 and 4 – electrical and mechanical damage to a medium degree and varying degrees of damage to the construction elements,
- hydro-generators 1, 10 and 8, – electrical and mechanical damage to a more serious degree and varying degrees of damage to the construction elements,
- hydro-generators 7 and 9 – serious damage to the construction elements and complete destruction of the generators,
- hydro-generator 2 – complete destruction of the construction elements, the generator and the turbine.

All the technological systems for the entire power station located at the 327 and lower levels were flooded and damaged to differing degrees. Cable tunnels and galleries of the tailrace in the area of hydro-generators 2, 7 and 9 collapsed.

The personnel of the power station and contractor organisations managed, by 9 hours 20 minutes to close the accident and repair valve of hydro-generator 2 and cut off the inflow of water into the turbine room through the destroyed hydro-generator 2. At 11 hours 40 minutes, the gates of the spillway dam were opened and the release balance through the hydro-power complex restored to the set regime. Until the valves of the spillway dam were opened, the Mainskaya HPP regulated the sanitary release for the River Yenisei.

During elimination of the consequences of the accident at the power station by the efforts of the Ministry for Emergency Situations, together with the Ministry of Power of Russia, a total of up to 2.7 thousand people have been involved in the search and rescue work (including about 2 thousand at the HPP itself), plus over 200 pieces of equipment, including 11 aircraft and 15 water craft. Over 5 thousand cubic metres of debris have been cleared and more than 277 thousand cubic metres of water pumped out. 9683 metres of booms were set up and 324.2 metric tonnes of oily emulsion collected up.

By 25 August, rescue work at the HPP was drawing to a close. 14 people were rescued and the bodies of 73 were found at the accident site. Another two are still missing.

On 23 August, 2009, divisions and brigades of professional repair workers, installation and other power industry experts began arriving at the power station from other parts of Russia. It is planned to bring the numbers engaged in the restoration work up to 2500, the figure fluctuating depending on the volume and complexity of the tasks.

For the purpose of delivering workers and freight to the accident site, from 19 August, 2009 through 29 August, 2009, JSC RusHydro organised 12 charter flights, including 1 Ministry of Emergency Situations aircraft, which brought in 700 people and 85 metric tonnes of freight.

To co-ordinate the interaction between the various organisations involved in performance of the accident and rescue work, and subsequently for the purpose of operational regulation of aspects of restoring the HPP, a Ministry of Power of Russia headquarters has been set up to work round the clock, headed by the Deputy Ministry of Power.

Restoration is currently under way at the power station.

September 10 2009

JSC RusHydro's Board of Directors approves additional social compensation to accident victims

On September 9th, 2009, JSC RusHydro's Board of Directors held a meeting (conducted in person) to discuss measures to eliminate the consequences of the accident in the turbine room at the Company's Sayano-Shushenskaya HPP, which occurred on August 17th, 2009.

RusHydro's Board of Directors has taken note of information about material assistance payments in the amount of 100,000,000 roubles, which were approved by a resolution of the Board on August 21st, 2009. The Board has also noted information about job placement support and social protection offered to family members of the deceased and missing, as well as the collection of voluntary contributions.

In addition, the Company's Board of Directors has approved an additional transfer by the Company in a sum not to exceed 85,000,000 rubles to be used to eliminate social consequences of the Sayano-Shushenskaya accident, including payments to victims and family members of the deceased and missing. In 2009, the Company plans to pay out 55.5 million rubles.

As of September 7th, 2009, 78,703,328 rubles had been distributed for the following uses:

2,384,950 rubles – to 70 families of the deceased for funeral expenses (a payment of 38, 170 rubles to each affected family);

4,318,378 rubles – to 75 families of the deceased and missing in the amount of two monthly salaries for the deceased or missing worker;

72,000,000 rubles – to 72 families of the deceased and missing (a payment of 1,000,000 rubles to each family).

In addition, as of September 7th, 2009, an additional need has arisen for the following payments to be made to the victims and family members of deceased and missing workers

1. non-governmental pension provisions for the parents of deceased and missing workers;
2. additional grants to family members of the deceased (missing) who are studying for the first time or who are starting studies at Russian elementary, secondary and occupational educational institutions;
3. additional lump-sum payment to purchase housing for orphans of the deceased (missing) and for pregnant spouses of the deceased (missing), as well as for families of the deceased (missing) with underage or disabled children;
4. distribution of lump-sum payments in the amount of one annual salary of the deceased for each non-able bodied family member that was fully dependent on the deceased employee or received assistance for the deceased and for the pregnant spouses of the deceased;
5. acquisition of two ambulances with medical equipment (within the framework of providing charitable assistance at the request of the Republic of Khakassia's Ministry of Health);
6. material assistance to the Cheryomushki Secondary School No. 1 to set up a skateboard court.

September 10 2009

JSC RusHydro's Board of Directors instructs management to elaborate on possible financing mechanisms for restoration work at the Sayano-Shushenskaya HPP

On September 9th, 2009, JSC RusHydro's Board of Directors held a meeting (conducted in person) devoted to overcoming the impact of the accident that occurred in the turbine room of the Sayano-Shushenskaya HPP on August 17th, 2009.

RusHydro's Board of Directors has instructed the Company's management team to further elaborate on possible mechanisms to finance restoration work at the Company's Sayano-Shushenskaya HPP, including potential financing sources. After additional study and approval by the respective involved ministries and departments, RusHydro's Board of Directors will again consider this issue. According to initial estimates, the Company believes that it will take approximately RUR 40 billion to restore the HPP.

September 10 2009

A column of trucks bearing parts for the turbine room of the Sayano-Shushenskaya HPP draws closer to Khakassia

The first two vehicles carrying construction parts for assembly in restoring the turbine room of the Sayano-Shushenskaya HPP passed by Achinsk (Krasnoyarsk territory) at 14:15 Moscow Time. In another 200 Kilometres they will cross the border into Khakassia and head for Abakan and then on to their destination -- the Sayano-Shushenskaya HPP.

The vehicles, with their 40-tonne vital load, left Semyonov (Nizhniy Novgorod Region) on 5 September. In just 6 days they have covered about three and a half thousand Kilometres, accompanied by a special escort along the entire route.

The load is to arrive as quickly as possible at the village of Cheryomushki, where the hydro-electric power station that suffered the accident is located, in order to speed up launch of work to install the structures. The roof of the HPP's turbine room must be restored before the cold sets in. During preparations for the winter season, creation of the thermal contour of the turbine room is also under way and it is planned to complete it by 11 November, 2009.

It has been decided to restore the turbine room roof destroyed by the accident at the hydro-electric power station according to the initial design, using the same technology and materials. For precisely this reason, the order to manufacture the metal casing for the turbine room of the HPP was placed with the firm ViSta – the leading enterprise producing space frames of the MArchI type, the production facility being located in the town of Semyonov. Over 30 years ago, this enterprise produced the structures for construction of the Sayano-Shushenskaya HPP, and later for the Bureyskaya HPP.

Currently, 2070 people are involved in the accident and restoration work at the Sayano-Shushenskaya HPP, plus 52 pieces of equipment.

The accident at the Sayano-Shushenskaya HPP occurred on 17 August, 2009. At the time of the accident, 9 of the Sayano-Shushenskaya HPP turbines were in operation (hydro-turbine No. 6 was in reserve). The total active capacity of the turbines amounted to 4400 MW. As a result of the damage to hydro-unit No. 2, the reason for which is being determined, water was ejected from the turbine crater. Search and rescue work at the power station has now been completed and restoration work launched. About 40 billion roubles will be needed to restore the power station.

September 11 2009

Vehicles carrying metal structures for the turbine room arrive at the Sayano-Shushenskaya HPP

The first two of nine vehicles carrying construction parts for assembly in restoring the turbine room of the Sayano-Shushenskaya HPP passed by Achinsk (Krasnoyarsk territory) at 12:30 local time.

The vehicles, with their 40-tonne vital load, left Semyonov (Nizhniy Novgorod Region) on 5 September. At their destination point at the village of Cheryomushki, where the hydro-electric power station is located, the vehicles' odometers registered four and half thousand Kilometres.

The drivers understood that the load needed to arrive as quickly as possible in order to speed up launch of work to install the structures. The vehicles were accompanied by a special escort along the entire route. The drivers will start their return journey immediately, today.

It has been decided to restore the turbine room roof destroyed by the accident at the hydro-electric power station according to the initial design, using the same technology and materials. For precisely this reason, the order to manufacture the metal casing for the turbine room of the HPP was placed with the firm ViSta – the leading enterprise producing space frames of the MArchI type, the production facility being located in the town of Semyonov. Over 30 years ago this plant manufactured metal structures for the Sayano-Shushenskaya HPP and later, for the Bureiskaya HPP.

Currently, over 2070 people are involved in the accident and restoration work at the Sayano-Shushenskaya HPP, plus 52 pieces of equipment.

The accident at the Sayano-Shushenskaya HPP occurred on 17 August, 2009. At the time of the accident, 9 of the Sayano-Shushenskaya HPP turbines were in operation (hydro-turbine No. 6 was in reserve). The total active capacity of the turbines amounted to 4400 MW. As a result of the damage to hydro-unit No. 2, the reason for which is being determined, water was ejected from the turbine crater. Search and rescue work at the power station has now been completed and restoration work launched. About 40 billion roubles will be needed to restore the power station.

September 14 2009

On the progress of restoration work at the Sayano-Shushenskaya HPP as of 10.00 hours (Moscow Time) on 12 September, 2009

Repair and restoration work continues

Work is continuing to restore the thermal contour of the turbine room, the electricity supply system for the power station's own needs and the systems for the entire Sayano-Shushenskaya HPP. Work is under way on identifying defects and restoring hydro-generators 3, 4, 5, 6, and 8.

The debris is still being removed at the 327.0-310.0 metre levels.

The territory and facilities of the HPP are being guarded in accordance with instructions on a more stringent security regime by forces of the Ministry of Power of Russia's Departmental Guards and by the Ministry of the Interior of the Republic of Khakassia.

The Water Administration of the Angaro-Yenisei Basin has established an operating regime for the Sayano-Shushenskaya HPP from 10 September, 2009 in accordance with the Rules for use of the water resources of the reservoirs of the Yenisei Cascade of HPPs (instruction No. 05-2092 of 09 September, 2009) with an average release of 1750-2200 cubic metres a second.

The inflow of water to the dam of the Sayano-Shushenskaya HPP is 2400 cubic metres per second, and the water is released through the spillway at a rate of 2135 cubic metres per second. The level of the headrace is 536.90 metres (the normal level being 539 metres). The level of the tailrace is 324.40 metres.

At the Mainskaya HPP, hydro-units 1, 2 and 3, with an aggregate capacity of 210 MW, are in operation.

September 14 2009

On social support measures for the families of the deceased as a result of the accident at the Sayano-Shushenskaya HPP

Over 100 families, including 75 families of deceased and missing workers as a result of the accident at the Sayano-Shushenskaya HPP have received assistance from the Social Assistance Centre of JSC RusHydro.

The Centre was created in the village of Cheryomushki for the purpose of rendering social assistance to the families of the victims of the accident that happened on 17 August, 2009. The work is being carried out by a group of JSC RusHydro specialists (lawyers, economics, directors of hydro-electric power stations, and specialists of RusHydro subsidiaries, etc.). Until 28 August, the Centre was working round-the-clock, and since then it has been operating according to regular daily working hours.

For the purpose of co-ordination with social guardianship bodies, staff of the Centre are drawing up a social file on each family, taking into account all the requirements and needs of each family, holding consultations with relatives, providing assistance in gathering together all the requisite documents for receiving allowances, and assistance in finding jobs. Relatives of the deceased are given priority in filling vacancies at the Sayano-Shushenskaya HPP and at branches and affiliates of JSC RusHydro on the territory of the Republic of Khakassia. 23 family members of deceased and missing workers have requested assistance from the Centre in finding jobs and, as of 12 September, 7 had been found work and 4 were in the process of being placed.

Over 200 people have received psychological assistance. For this purpose, the best specialists capable of offering help for people suffering from acute post-traumatic stress syndrome are being sent to Cheryomushki. From right after the accident, three psychological assistance centres have been constantly open in Cheryomushki (at the power centre, the social support centre and a separate children's psychological centre). Professional psychologists are training local specialists and pedagogues in the specifics of working with the victims and children. 43 pedagogues and 29 psychologists have already undergone training.

As of 14 September, 2009, the following payments have been made and assistance provided to the families of the deceased and missing workers:

Material assistance of 1 (one) million roubles have been received by all the 75 families of the deceased and missing. The families of missing workers will also be paid compensation without them having to present a death certificate.

Since the accident, all the families have been paid 38 170 roubles for funeral expenses and material assistance in the amount of 2 average monthly salaries of the deceased (missing) worker or victim. In accordance with the provisions of the Collective Bargaining Agreement of the JSC RusHydro subsidiary Neporozhniy Sayano-Shushenskaya HPP, 28 families have already been paid lump-sum material assistance in the amount of the annual salary of the deceased for each non-able-bodied family member.

Work has been carried out with banks to pay off the credits of 27 deceased workers to an aggregate sum of more than 7.2 million roubles. Credits of the deceased with the Bank of Khakassia to an aggregate sum of 316 thousand roubles have been redeemed and work is continuing to close credits in Home-Credit Bank. In all the other banks, the credits are in the process of being redeemed.

JSC RusHydro is allocating additional special material assistance for purchasing housing for all families with underage children and pregnant women. Four apartments have already been formalised, 1 is in the process, and the question of allocating another 11 from the fund of the Governor of Sayanogorsk is being decided.

JSC RusHydro is concluding an agreement with Non-commercial Pension Fund of the Electric Power Industry for payment of additional pensions to 53 pensioner parents of deceased workers (an additional 1000 roubles each for five years).

Work has been carried out to transfer students studying in paid sections of higher educational institutions to free ones. The question is being resolved of paying for the studies of two students in commercial higher educational institutions. JSC RusHydro has adopted a decision to appoint named stipends for 60 children. Children entering educational institutions will, in a few years time, receive RusHydro stipends, which will be index-linked.

At the request of the authorities of the town of Sayanogorsk, JSC RusHydro is purchasing to ambulances. A project is being developed for a skateboarding court in Cheryomushki.

For the purpose of ensuring objective distribution of the charitable aid, the JSC RusHydro working group has organised interaction with the public and representatives of local and regional authorities. In the village, a social committee called “Steps to Life” has also been set up, including family members of deceased and missing workers and representatives of JSC RusHydro and the Government of the Republic of Khakassia. The committee’s task is to support families, implement social initiatives to improve the village and provide assistance in drawing up documents.

JSC RusHydro has also received proposals from the Government of Khakassia for additional social support measures for residents of Cheryomushki as a supplement to the Agreement between the Republic and JSC RusHydro. In particular, the following may be implemented: in 2009 - 123 million roubles for setting up and equipping a treatment and diagnosis centres in Cheryomushki and a nursing home in Maina; in 2009-2010 -- 150 million roubles for construction and equipment of City Hospital No. 2 in Sayanogorsk; in 2010 - 100 million roubles for reconstruction of the water supply system in Maina, with alternative water supply sources; in 2009-2010 - 20 million roubles for construction of alternative electricity supply sources for the water supply and removal systems in Cheryomushki. Considering the significant volume of the financing required, the given proposals have been forwarded for consideration by the Ministry of Power of the Russian Federation. An application with respect to creating the treatment and diagnosis centre in Cheryomushki has been prepared for submission to the Ministry of health of the Russian Federation and the Ministry of Finance of the Russian Federation for inclusion of the project in the target programme “Reducing the risks and mitigating the consequences of emergency situations of a natural and man-made nature”.

September 17 2009

The Board of Directors of JSC RusHydro elected Yuri Gorbenko as a Member of the Company’s Management Board

On September 16, 2009, the Board of Directors of JSC RusHydro held a regular meeting in the form of remote participation.

The Board of Directors of JSC RusHydro elected Yuri Vasilyevich Gorbenko as a Member of the Company’s Management Board from September 17, 2009. Yuri Gorbenko will be responsible for arranging measures to eliminate the consequences of the disaster and restoration of the Sayano-Shushenskaya HPP.

Currently, Yuri Gorbenko is supervising the completion of the construction of the largest hydropower plant in the Russian Far East, the Bureyskaya HPP, which has breathed new life into the entire region. The HPP is outfitted with six hydro power units. The first two hydro power units with a capacity of 185 MW each were commissioned at the Bureyskaya HPP in 2003; the third hydro power unit (300 MW) went into operation in 2004, the fourth (335 MW) in November 2005, the fifth (335 MW) in July 2007 and the sixth (335 MW) in October 2007. The first hydro power unit reached its full capacity (335 MW) in July 2008 and the second (335 MW) in December 2008. During 2008, the Bureyskaya HPP built up its capacity by 300 MW. Once its construction is over, the hydropower plant will have the capacity of 2,010 MW and its average annual power generation will reach 7.1 billion kilowatt-hours.

Yuri Vasilyevich Gorbenko was born in 1958. Graduated from the Krasnoyarsk Construction Engineering Institute, specializing in construction engineering, and finished post-graduate

studies at the St. Petersburg Institute of Machine-Building. A Candidate of Sciences (Economics).

In 1977-1986 worked as a shift foreman, head of the concrete batching and mixing plant during the construction of the Sayano-Shushenskaya HPP.

In 1986-1992 worked as chief engineer, director of the concrete mixing enterprise, director of the administration for subsidiary holdings of IrtyshGESstroi, construction of the Shulbinskaya HPP (Kazakhstan).

In 1992-1996 worked as head of the building industry department of the Bureyskaya HPP of the company HidroEnergoStroy.

In 1996-1998 worked as general director of JSC ZeyaGESstroi.

Director of JSC Bureyskaya HPP since 1998 and director of JSC RusHydro branch – JSC Bureyskaya HPP since January 2008.

Managing director of JSC RusHydro, head of the Far East division for the company's Far Eastern investment projects since January 2008.

For his contribution to Russia's power sector, Yuri Gorbenko was awarded several honorary titles: "Honorary Power Engineer of the Russian Federation" (1999), "Honorary Worker of the Fuel and Energy Sector" (2004), "Distinguished Worker of UES of Russia" (2007), "Honorary Hydro Power Engineer" (2008), "Distinguished Power Engineer in the CIS" (2008); honorary badges "80 Years of the GOELRO Electrification Plan" (2000), "For Services to the Russian Power Sector" (2003), "85 Years of the GOELRO Electrification Plan" (2005) and "For Merit" (2007).

Yuri Gorbenko was awarded the Order of Friendship (2003), a Certificate of Honor of the Russian Government (2005), Russia's highest public award - the Pride of Russia gold order (2005), "For Diligent Effort for the Good of the Fatherland" highest order (2007) and the highest public recognition order "Honored Citizen of Russia" (2008).

September 18 2009

JSC RusHydro announces that public hearings were held in Tura on draft materials on the Environmental Impact Assessment for the Evenkiiskaya HPP

On September 18th, 2009, public hearings were held in the town of Tura on draft materials on the Environmental Impact Assessment for JSC RusHydro's (ticker symbol: HYDR; MICEX, RTS and LSE) Evenkiiskaya HPP. Specialists from the Company, JSC Lengidroproekt and R & D institutes that are a part of the Siberian branch of the Russian Academy of Sciences, who had conducted a multi-factor analysis on the potential impact of the intended Evenkiiskaya HPP construction on the environment, reported that more than 200 Tura residents attending the meeting about the research results. Following the report, specialists gave expert answers to more than 40 questions. The entire event lasted approximately six hours. Today, RusHydro is forwarding draft minutes of the meeting to the Tura administration.

Following an analysis of critical remarks and proposals submitted to community liaison offices, those recorded in the minutes of public hearings, and also those comments received 30 days after the hearing dates, draft materials will be amended and a final version of the Environmental Impact Assessment for the Evenkiiskaya HPP will be prepared. All materials from public discussions will be included in the package of documentation to be submitted for State Expert Examination.

On September 17th, 2009, public hearings on draft materials on the Environmental Impact Assessment for the Evenkiiskaya HPP were held in Turukhansk.

The Company's Evenkiiskaya HPP has a planned capacity of 8 - 12 GW. Constructing the Evenkiiskaya HPP on the Nizhnyaya (Lower) Tunguska River will help the Russian state address a number of systemic geo-political challenges: to create a strategic energy reserve for Russia and to enhance the sustainability of the state's entire social and economic infrastructure; to bridge power capacity shortages; to stimulate comprehensive economic development in the Urals and Siberia, including the area of Russia's Arctic interests; to substitute for the burning of

32 million tons of coal in order to reduce Russia's contribution to the global greenhouse effect; to prevent the atmospheric emission of 535,000 tons of pollutants, 273 million tons of CO₂ and the creation of more than 3 million tons of ash and slag waste per year; and to stimulate the development of domestic science, engineering and machine-building, as well as the production of building materials, home construction and transportation.

Considering that the intended project is extremely important from a social, economic and geopolitical perspective, RusHydro already prepared at an early pre-project stage of Investment Substantiation a highly professional and detailed assessment of the planned project's environmental. This assessment was as detailed as possible given the allocated timeframe for research. Fully disclosing social and environmental risks before the start up of basic stage project work at the site will make it possible to make a well-reasoned decision on the feasibility of implementing the project. In the event of a positive decision on constructing the HPP, research will continue on a more detailed and profound level.

Scientists and other specialists from research and specialized institutes in Moscow, Saint Petersburg, Krasnoyarsk, Novosibirsk, Chita and Irkutsk took part in the territorial study and the preparation of materials on the Environmental Impact Assessment.

September 21 2009

Installation begins of the canopy structures for the turbine room of the Sayano-Shushenskaya HPP

The first 5 sections of the metal frame have been set up and installed for the wall panels of the Sayano-Shushenskaya HPP turbine room. For the purposes of creating the thermal contour, restoration of the canopy of the turbine room needs to be completed before the cold weather sets in. Work to install the structures is proceeding round-the-clock, the intention being to complete it by 11 November 2009.

It has been decided to restore the turbine room canopy destroyed by the accident at the hydro-electric power station according to the initial design, using the same technology and materials. For precisely this reason, the order to manufacture the metal casing for the turbine room of the HPP was placed with the firm ViSta – the leading enterprise producing space frames of the MArchI type, the production facility being located in the town of Semyonov, Nizhniy Novgorod Region. More than 30 years ago, this enterprise produced the structures for construction of the Sayano-Shushenskaya HPP and later those for the Bureyskaya HPP.

Let us recall that the first two of nine vehicles carrying parts of structures for assembly in restoring the turbine room arrived at the Sayano-Shushenskaya HPP on 11 September. In accordance with the set time schedule, the next batch of parts has been delivered to the power station and another vehicle is en route.

Currently, more than 2000 people are involved in the accident and restoration work at the Sayano-Shushenskaya HPP, plus 46 pieces of equipment.

The accident at the Sayano-Shushenskaya HPP occurred on 17 August, 2009. At the time of the accident, 9 of the Sayano-Shushenskaya HPP turbines were in operation (hydro-turbine No. 6 was in reserve). The total active capacity of the turbines amounted to 4400 MW. As a result of the damage to hydro-unit No. 2, the reason for which is being determined, water was ejected from the turbine crater. Search and rescue work at the power station has now been completed and restoration work launched. About 40 billion roubles will be needed to restore the power station.

September 24 2009

The hydraulic jump basin crane at the Sayano-Shushenskaya HPP is re-sited on the right bank of the Yenisei

Within the scope of the current work to restore the Sayano-Shushenskaya HPP, the KBGS-1000 hydraulic jump basin crane has been re-sited. It is now situated on the right bank of the River Yenisei in the tailrace area. The crane has been relocated in order to minimise risks associated with the possibility of icing-up of the high-standing structures during the HPP's operations in the autumn-winter period of 2009-2010.

The need to relocate the hydraulic jump basin crane was included in the list of measures drawn up in compliance with the recommendations made by the commission for the pre-declaration investigation at the Sayano-Shushenskaya HPP.

Specialists of scientific-research design institutes and operating personnel of the power station are now developing a complex of measures to combat icing-up of the structures of the Sayano-Shushenskaya HPP spillway during the impending autumn-winter period. These include mechanical removal of icing by knocking the ice of the structures, spraying of a special de-icing liquid, installation of additional surface-heating systems, etc.

It will be recalled that the commission for investigation of the Sayano-Shushenskaya HPP worked from 14 to 19 September 2009, inclusively. It consisted of the country's leading hydro-engineering scientists, representatives of the Lengidroproject institute and Rostekhnadzor, as well as RusHydro specialists. According to the commission's conclusions, the hydro-engineering structures of the Sayano-Shushenskaya HPP and the Mainsk hydro-unit are now in a working condition and a thorough examination is currently under way of the power station's buildings and equipment.

September 25 2009

Public hearings have been held on the preliminary draft of the Environmental Impact Assessment materials for the Motyginskaya HPP

On 18 September 2009, public hearings were held on the preliminary draft of the Environmental Impact Assessment materials for the Motyginskaya HPP in the village of Boguchany and on 21 September 2009 in the village of Motygino. The Minutes of the public hearings in Boguchany and Motygino have been signed.

The preliminary Environmental Impact Assessment materials for the Motyginskaya HPP are publicly accessible at community liaison office in Krasnoyarsk, the Boguchanskiy and Motyginskiy districts, and on the JSC RusHydro website (detailed information at <http://www.rushydro.ru/company/invest/investprojects/5598.html>). Collection of objections and proposals from the public will continue for a month from the time the public hearings were held. On the basis of the objections, proposals and recommendations fixed in the Minutes, as well as objections received at the Company's official address, working up will be launched of the preliminary Environmental Impact Assessment materials.

Let us recall that it was previously planned to hold the public hearings in April 2009. The actual weather conditions made travel difficult to and from the villages where the hearings were to be held. For this reason, in order to ensure that all interested persons might attend and participate in the public hearings it was decided, on agreement with the local government authorities, to defer the hearings until September.

36 people attended the hearings in Motygino and 68 in Boguchany. During the hearings, which lasted several hours, the local population and public organisations heard reports from the authors of the Environmental Impact Assessment materials: JSC Lengidroproject and Geola LLC. Questions from the residents of both districts dealt with the water supply, restoration of fisheries, details of population relocation, and so on. Full answers were given to all the questions and the Minutes registered a request for a better transport scheme (construction of roads and bridges across the Angara), a proposal that work to shore up the banks be specified in more details, and so on.

Construction of the Motyginskaya HPP will make it possible to meet the energy demand of Nizhniy Priangariye investment projects in the Motyginskiy and Boguchanskiy districts. The

Environmental Impact Assessment materials consider variants for construction of the Motyginskaya HPP with a normal water level of 123-129 metres and an installed capacity of 830-1200 MW, producing an annual 6.22-8.05 billion kWh. In assessing the impact of the Motyginskaya HPP, account was taken of design and forecast changes connected with the existence of the Angarskiy Cascade of HPPs in general and the prospective start-up of the Boguchanskaya HPP in particular. These processes were taken into consideration, above all, in the chapters relating to assessment of the impact on surface water bodies (hydraulic, hydro-chemical and ice and thermal regimes), and accident situations. In addition, the Environmental Impact Assessment materials include a chapter entitled "Aggregate impact of the cascade of dams".

In the event of a positive opinion on the part of the Chief State Expert Examination authority, about 2 years will be needed for the design and research works, it will take 5.5-6 years from launch of construction to start-up of the first stage (the first 2 hydro-units) and, by the end of year 8 of construction, it will be possible to bring the power station on line.

September 25 2009

Report on the results of the additional JSC RusHydro share issue registered with state authority

On September 24th, 2009, the Russian Federal Service for Financial Markets (FSFM) registered JSC RusHydro's (ticker symbol: HYDR; MICEX, RTS and LSE) Report on the results of the additional share issue (state registration No. 1-01-55038-E-037D as of May 14th, 2009). The ordinary share placement from the additional issue was completed on September 2nd, 2009. In total, 14,681,412,135 additional shares were placed during the share issue, which represents 91.75% of the total amount of the additional share issue that was subject to placement.

The decision to enlarge RusHydro's authorized capital through publicly offering additional shares was made by an extraordinary general shareholders meeting (EGM) on November 17th, 2008.

The total amount of the additional securities issue: 16 billion ordinary shares with a par value of 1 (one) ruble per share.

At par value, the total value of the additional issue was 16 billion rubles. The accepted method of payment for the additional shares was cash payment.

The offer price for the additional share placement (including persons who enjoy pre-emptive rights to acquire additional shares being placed) was determined by the Company's Board of Directors in March 2009 in full accordance with articles 36 and 77 of the Federal Law "On Joint Stock Companies" as being 1 (one) ruble per additional ordinary share.

The Russian Federal Service for Financial Markets (FSFM) registered the Company's additional share issue and its Securities Prospectus on May 14th, 2009.

September 28 2009

JSC RusHydro announces that more than 400 people from the village of Cheryomushki and the Company's Sayano-Shushenskaya HPP have received psychological assistance at RusHydro's Psychological Support Center

367 adults and 82 children have received assistance at the Psychological Support Center that was established by JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) following the accident at the Company's Sayano-Shushenskaya HPP. The Psychological Support Center is an integral part of the system that provides psychological assistance to the population, and the Center was established by the Company with the goal of normalizing the socio-psychological climate in the village of Cheryomushki.

To provide appropriate psychological assistance, RusHydro has closely cooperated with the Ministry of Health and the Ministry of Education of the Republic of Khakassia. With the support

of these ministries, during the first week after the accident, psychologists with experience in treating and offering psycho-therapeutic assistance to bereaved individuals arrived in Cheryomushki from Abakan and Novosibirsk. Prior to the start of the academic year, invited specialists from Novosibirsk held study seminars for local psychologists and school and kindergarten teachers from the village of Cheryomushki. Participants in the seminars received information about preventing nervous breakdowns and methods for working with children from the families of deceased and injured workers. 43 teachers and 29 psychologists underwent training as part of these seminars.

The Psychological Support Center has a staff of 25 specialists from Abakan, Sayanogorsk and Cheryomushki. The psychologists visit specific affected families to monitor the psychological state of people, as well as to identify their unique needs. To date, psychologists have visited 51 families and regular psychological assistance is being provided to 24 of them.

Work at the Psychological Support Center is headed by the Elena Aksenova, the director of JSC RusHydro's subsidiary The Corporate Hydro-power University. Ms. Aksenova is an associate in the Psychology Department at Moscow State University and holds a Ph.D. in psychology.

The staff of the Company's Psychological Support Center have continued the excellent work started by Ministry of Emergency Situations' psychologists, who began work the day after the accident (August 18th, 2009) and stayed in Cheryomushki until Ministry of Emergency Situations personnel were withdrawn from the power station. "Experts from the Ministry's Emergency Psychology Center, headed by Julia Shoigu, worked at critical points following the accident: funerals, wakes and during the process of identifying bodies. Before completing their work at the power station, Ministry psychologists met with their colleagues from the Company's Psychological Support Center and familiarized them with characteristics of the bereavement process and the impact that stress can have on people. As a result, the transition went quite smoothly. This unprecedented work experience occurred spontaneously, but quite successfully," Ms. Aksenova noted.

Three psychological help "points" have been organized for affected adults: a psychological release room at the power station itself for staff of the Sayano-Shushenskaya HPP, a psychologist's office at the local polyclinic and the Psychological Support Center to service the local population. People go there for help in overcoming their grief and to release psycho-emotional tension, as well as to learn information about the consequences that stress can have on the human body. In addition, there is a 24-hour hotline that provides emergency psychological help.

On August 25th, 2009, a children's psychological center – staffed by trained psychologists – opened in Cheryomushki. The Center is focused on helping children cope with the psychological after-effects of the accident through specially developed programs. Within the scope of these programs, the children participate in games, watch films, play in the fresh air, learn psychological relaxation techniques and draw and participate in art therapy. All of these activities give children the opportunity to vocalize and express their emotions. For adolescents, special group and individual programs are being developed and will be implemented.

The Psychological Center plans to continue holding seminars for teachers from local educational institutions, who, in light of the stressful situation, are often in need of psychological assistance themselves.

Based on experience garnered from other serious accidents and disasters, it usually takes a person 1.5 – 2 years to recover from grief resulting from the death of a loved one. The Psychological Support Center will stay open as long as its services are needed by people who either directly or indirectly suffered from the accident at the Sayano-Shushenskaya HPP.

All search and rescue work at the Sayano-Shushenskaya HPP has now been completed, and active restoration work has started. Highly-skilled specialists from across Russia are involved in working to restore the power station.

September 29 2009

At JSC RusHydro power stations, inspections of readiness for the 2009-2010 autumn and winter period have begun

Planned inspection of readiness for operations in the 2009-2010 autumn-winter period has begun at JSC RusHydro generating facilities. The first to receive readiness certificates were JSC RusHydro branch Bureyskaya HPP and JSC RusHydro affiliate JSC Kolymaenergo, which underwent inspections from 21 to 25 September 2009. Inspections began at the Volzhskaya and Nizhegorodskaya HPPs on 28 September 2009.

The inspections cover a study of the technical condition of the units, diagnosis of equipment bearing the maximum autumn-winter loading, and assessment of the quality and completeness of the measures undertaken at the HPP to prepare personnel for working during the autumn-winter period.

The commission for inspecting the hydro-electric power stations is led by the heads of the "Production" Business Unit subdivisions of JSC RusHydro and its members include representatives of the inter-regional administrations of the Ministry of Power of the Russian Federation, territorial administrations of the Federal Service for Environmental, Technological and Nuclear Supervision, the regional dispatch division of JSC SO UES, as well as heads of hydro-electric power stations.

The inspections will embrace 19 branches and 3 subsidiary and dependent companies of JSC RusHydro. The final stage in the preparations for the autumn-winter period consists in a check of JSC RusHydro by the commission under the chairmanship of a representative of the Ministry of Power of the Russian Federation and consisting of specialists from the central administration of the Federal Service for Environmental, Technological and Nuclear Supervision, JSC SO UES and JSC RusHydro. The commission will be working from 9 to 13 November 2009.

The most important principle for operation of the hydro-electric facilities belonging to JSC RusHydro is to ensure their technical and environmental safety and systemic reliability. JSC RusHydro pursues this principle at all stages in the life cycle of HPP assets. This is confirmed by state supervisory authorities when they subject design documentation to expert examination, issue permits for start-up, declare the safety of hydro-engineering structures and issue licences for operation of hazardous industrial facilities.

JSC RusHydro will not accept compromises with respect to the reliability of equipment and safety of hydro-engineering structures. For this reason, measures designed to maximise reliability and safety of existing assets, with increased efficiency through risk mitigation, are the priority irrespective of the situation on the market.

Subsidiaries news

September 11 2009

The Bureiskaya HPP is inspected by the Amur Administration of Rostekhnadzor

A planned inspection was carried out by the Federal Service for environmental, technological and nuclear supervision of observance of the safety regulations at the Bureiskaya HPP.

The inspection, as anticipated, was stringent. The commission from Khabarovsk and Blagoveshchensk consisting of a total of nine people carefully checked all the power plant's

documents and equipment, identifying 60 violations. The majority of these were, however, a result of unlawfulness in construction of the dam. In the instruction issued to the power plant on 11 September 2009, most of the items come down to requirements to complete construction of the dam and increase servicing staff numbers by the end of 2010.

No critical violations requiring immediate halt of the equipment, buildings or structures or evacuation of personnel were identified and not administrative fines were imposed during the inspection.

September 16 2009

The 547-metre mark is reached at the Irganaiskaya HPP

On 16 September this year, the operating team of the Irganaiskaya HPP recorded that the reservoir of the hydro-power plant had reached its maximum design level of 547 metres. This year, which the specialists call a low-water year, in connection with the low level of the spring flood in the River Avarskoye Koisu, the power plant's engineering and technical personnel had to apply tremendous efforts to fulfil the water economy plan for collecting water into the Irganaiskiy reservoir and be fully prepared meet to the difficult autumn and winter period.

Today, the Irganaiskaya HPP is one of the biggest hydro-power plants in the South of Russia. In output terms, it comes second only to the biggest power plant in the southern part of the country – the Chierkeiskaya HPP. In June 2008, a new subsidiary of JSC RusHydro was opened on the basis of the Irganaiskaya HPP - Irganaiskaya HPP. The Irganaiskaya HPP now produces an average of about one billion kWh and supplies it to the energy grid in the South of Russia. This is roughly a quarter of the total volume of electric power generated in the Republic of Dagestan.

Now that the level of the Irganaiskiy reservoir reaches 547 m., both of the operating units of the hydro-power plant can be fully loaded to their design capacity of 400 MW.

September 18 2009

Kamskaya HPP: 55 years in construction

It is 55 years on 18 September 1954 since the first hydro-unit of the Kamskaya HPP produced electricity. The main construction work was completed in 1956 and, by May 1956, the first billionth kilowatt-hour of electricity was generated at the Kamskaya HPP.

The Kamskaya HPP, located in the area of the city of Perm, was historically the first stage in the Kamskiy Cascade and initiated construction of the next stage - the Votkinskaya HPP. During creation of the Kamskaya HPP, what were then advanced technologies in the sphere of design and construction of hydro-power plants were tested for subsequent extensive use in the construction of hydro-structures.

Today, the Kamskaya HPP, as a subsidiary of JSC RusHydro, occupies a worthy place among the region's industrial enterprises. The plant's installed capacity is - 519 MW. Every year, its 23 hydro-units generate more than 1.8 billion kWh of electric power. During the first six months of 2009 alone, JSC RusHydro Subsidiary - Kamskaya HPP remitted taxes to a total sum of 57.7 million roubles to budgets of all levels and extra-budgetary funds. Now that the population is facing serious employment difficulties, the Kamskaya HPP is another enterprises providing jobs for the people of Prikamiye. The power plant itself has 150 employees and about 1000 people work in contractor organisations servicing the HPP.

The Kamskiy hydro-complex is a comprehensive facility. By regulating the flows of an

enormous quantity of river water, it not only produces electric power, but also takes into account the interests of water transport, agriculture and fisheries.

The Kamskaya HPP, which is one of the many hydro-power plants in Russia belonging to the company RusHydro, has been actively developing in recent years. RusHydro contributes over 500 million roubles a year to the technical refitting and renovation of the Kamskaya HPP. In addition, about 140 million roubles are spent on overhauling and maintaining equipment and on R&D. In 2009, almost 790 million roubles were allocated for modernisation and overhaul of equipment. Within the scope of implementation of the technical refitting and renovation programme for the Kamskaya HPP, work is under way to replace hydro-turbine No. 23, with an increase of its installed capacity to 3 MW. It is planned to start up the facility at the end of September. Hydro-turbine No. 23 will be the fifteenth completed renovated since 1997.

Particular attention is focused at the power plant on aspects of environmental protection. An active stage in introducing an environmental management system for the purpose of obtaining a certificate of compliance with the ISO 14001 international standard for the Kamskaya HPP was launched in the spring of 2009. And this envisages not only technical measures. There is to be a sort of "re-evaluation" of priorities in the approach to environmental problems not only by managers but also ordinary hydropower personnel. During the current year, it is planned to allocate more than 200 million roubles for financing measures falling within the scope of the company's already adopted environmental policy (for comparison, the 2008 figure was 130 million roubles). Installation of "environmentally clean" equipment will account for most of the costs.

Safety of operation, safety of personnel, energy security of industrial enterprises and the environmental safety of the region constitute the main components of all the efforts made by the personnel and managers of the power plant.

In 2009, the plant celebrates the 55th anniversary of start-up of the first hydro-unit. It has a worthy history of achievements and victories and a future of development fruitful work prospects.

September 22 2009

Work has been initiated under a programme of pre-commissioning testing of the third hydro-units at the Bureiskaya HPP

On 21 September, a cycle of pre-commissioning testing of the third hydro-unit at the Bureiskaya HPP was launched according to schedule.

Repairs were launched to the third hydro-unit of the Bureiskaya HPP in connection with the planned rise in the penstock from the 216 to the 243-metre mark. During the planned halt, the hydro-unit was inspected and repair works were carried out. The tests carried out at this time were necessary for ensuring the continued reliable and safe work of the third hydro-unit.

The plan is to start-up the third hydro-unit at the Bureiskaya HPP under load in November this year, its capacity amounting to 335 MW.

September 28 2009

Toyota Motors becomes acquainted with the "Lean Energy" of Saratovskaya HPP

Saratovskaya HPP was visited by a delegation of representatives from Toyota Motors and subdivisions of JSC Concern Energoatom.

The Japanese specialists from the design department of the main output of Toyota Motors arrived at the на Balakavskaya NPP for an exchange of experience on the Kaizen system for optimising internal production costs.

Since 2008, one of the spheres of Kaizen-LEAN – Lean Energy has been introduced at the Saratovskaya HPP, so the hydro-power personnel's experience was of interest to the foreign guests. Accompanied by experts from Atomenergoremont and Atomtrudresursy, they visited the museum and machine room of the power plant, familiarised themselves with work with the equipment, and found out about the specifics of implements the Lean Production programmes in the power sector.

Lean Production or Lean arose historically as a Toyota Production System - TPS, and was formed as a result of about 20-years of seeking the answer to a very simple question: how to provide the consumer with output of maximally high quality at a minimum price and as quickly as possible.

Application of the Lean instruments and methods as the Saratovskaya HPP has been focused on improvements in the sphere of maintenance and repairs of the basic equipment. Seven pilot projects have been implemented on different scales and of varying complexity. The greatest economic results were obtained from the project to improve maintenance of VVG-20 generator circuit-breakers. Improvements were attained by combining maintenance of equipment units with other work on the hydro-units, optimising work under agreements on maintenance and repairs of the basic equipment, as well as creating a comprehensive servicing system.

The company's management Board has already decided to roll out the experience of the Saratovskaya HPP to other branches of JSC RusHydro.

September 29 2009

The Zhigulevskaya HPP confirms its environmental safety

The Zhigulevskaya HPP has undergone its first environmental management system inspection audit. JSC RusHydro Subsidiary - Zhigulevskaya HPP received a certificate of compliance with the ISO 14001:2004 international standard in 2008, being one of the first in the Company and the very first in the town of Zhigulevsk to do so. The comprehensive inspection confirmed compliance by the subsidiary's Environmental Management System with the requirements of the ISO 14001 international standards.

Performance of regular inspection audits is the generally accepted practice for confirming the reliability and productivity of an introduced environmental management system and a guarantee of its continuous development and improvement. Over a period of four days, the auditor from ZAO SZhS Vostok Limited, Olga Moroz, analysed the documentation of the Environmental Management System, talked with subdivision heads and operational personnel and observed the work process on site.

According to Chief Auditor Olga Moroz "It is very important that the environmental management system at the power plant not only works, but is actively developing. The managers and personnel of all the subdivisions audited demonstrate a sound knowledge of the Company's Environmental Policy. The work of the compliance department of the Zhigulevskaya HPP is of a surprisingly high standard, even though the specialists performing the internal audits are not professionals in the sphere of environmental protection".

Olga Moroz noted 13 positive aspects of the work carried out at the power plant in the sphere of environmental safety. These include the staff's high level of qualifications and involvement in

the Environmental Management System, the operational control system, the electronic defects log delivered in the Maxima program, allowing any shortcomings to be put right quickly and efficiently, and the well-organised system for remote training of staff. All the staff of the power plant undergo regular training in the environmental management system. The next sessions are planned for the 4th quarter of 2009.

During the inspection, JSC RusHydro Subsidiary - Zhigulevskaya HPP was provided with recommendations for further improving the environmental management system.

October

RusHydro news

October 2 2009

JSC RusHydro meets its obligation to acquire housing for families of those individuals who died as a result of the accident at the Sayano-Shushenskaya HPP

SC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) continues to provide specific material assistance to the families of workers who died as a result of the Sayano-Shushenskaya HPP accident, allowing these family members to acquire housing.

Within the scope of providing social support to the families of deceased employees and the injured, RusHydro has allocated funds to purchase 16 apartments and the procedure for carrying out these transactions was initiated immediately. The list of apartments already acquired now totals 19, which have cost 27 million rubles to date.

Housing acquired using RusHydro funds will be provided to families, including minors, orphans and pregnant women who did not previously own housing. To date, five relatives of deceased workers from the Sayano-Shushenskaya HPP have already received apartments - Marina Korshunova, Natalia Korshunova, Elena Schin, Anna Goryavina and Elena Bezrukova.

Now, an additional 14 apartments are in the process of being selected in consultation with family members. Seven of these apartments are located in the Central Micro-District of Sayanogorsk and the remaining 7 are being selected directly by the relatives themselves, on the re-sale market.

In addition to acquiring apartments and providing them to affected families, RusHydro is carrying out a broad range of work to provide key social support to the families of the deceased and injured. A resolution from the Company's Board of Directors approved 2009 transfers of 185 million rubles to eliminate social consequences of the accident. As of today, the Company has fulfilled all its obligations to make lump-sum payments to the families of the deceased in the amount of 110 million rubles. This sum includes payments to all families of deceased workers in the amount of 38,170 rubles for funeral expenses, material assistance to the families of the deceased in the amount of two average monthly wages of the deceased worker and additional material assistance in the amount of 1 (one) million rubles. The Company continues to pay individual stipends, non-state pensions and material assistance to dependents. One-time payments are being made to the injured in amounts ranging from 50 to 150 thousand rubles, bank loans of deceased family members are being paid off, and jobs are being found at the HPP and at other power companies for family members of deceased workers.

In the village of Cheryomushki, RusHydro is also implementing a number of infrastructure projects, including constructing a bath and health complex and building a skateboarding park for youth. In addition, the Company is purchasing two specialized vehicles for the Cheryomushki ambulance station and is actively engaged in other projects. A modern new canteen, which can provide meals for up to 1,000 people per hour, has already been opened. To honor the victims of the accident, two chapels have been built and illuminated – one is on the territory of the HPP itself and the other is located where the dead have been buried.

The Company has established a system to provide psychological assistance to the population, including performing unscheduled medical examinations on personnel at the Sayano-Shushenskaya HPP, as well as for workers from JSC Sayano-Shushenskiy Gidroenergoremont. A program is being developed to rehabilitate and provide other health measures and assistance to

people who do not currently meet the criteria for receiving assistance from the Social Security Fund.

October 5 2009

At the Sayano-Shushenskaya HPP, an SF circuit breaker is delivered for hydro-unit 6

During the last weekend, a tractor truck arrived with an NES-8 SF circuit-breaker for starting up Hydro-unit No. 6 of the Sayano-Shushenskaya HPP. Technological start-up of idle running of the sixth hydro-unit is planned for November 2009 in order to restore the generator insulation.

The equipment delivered to the power station was manufactured by the company ABB, Zurich (Switzerland) and meets the latest requirements, including for greater reliability. The circuit-breaker for the hydro-generators is designed for switching off currents of up to 200 KA.

Disassembly of the broken circuit-breaker is a technological difficult operation in which 15 people are participating. The disassembled equipment is to be replaced by 25 October 2009 under the guidance of a representative of ABB by a new SF circuit breaker.

On 25 September, the tractor truck equipped with a special trailer to carry the SF circuit breaker left Moscow for Abakan and ultimately the Sayano-Shushenskaya HPP, a route covering 5558 Km. The circuit breaker was sent to the power station by road since this was the optimal and cheapest mode of transport.

The equipment is transported predominantly at night because of its slow speed: the aggregate weight of the SF circuit breaker is 18 metric tonnes.

All the work on the hydro-units is being carried out by contractors: JSC Sayano-Shushenskiy Gidroenergomont, JSC Turboremont-VKK, JSC Elektroremont-VKK, Yenisei-SGEM LLC, Centre-SGEM LLC and JSC Gidroremont-VKK.

At the time of the accident, hydro-unit No. 6 was in reserve. As a result, the turbine and the generator did not suffer any substantial damage, so hydro-unit No. 6 will be the first hydro-unit to resume work.

The accident at the Sayano-Shushenskaya HPP occurred on 17 August 2009. At the time of the accident, 9 of the power station's hydro-aggregates were in operation. The aggregate active capacity of the operating hydro-units was 4400 MW. Search and rescue operations at the power station are now finished and restoration work is under way.

October 6 2009

LLC "Directorate for Restoration and Reconstruction of the Sayano-Shushenskaya HPP" undergoes state registration

Limited Liability Company Directorate for Restoration and Reconstruction of the Sayano-Shushenskaya HPP, whose sole participant is JSC RusHydro, has undergone state registration.

The company was set up by resolution of the Board of Directors of JSC RusHydro of 09 September 2009 for the purpose of co-ordinating repairs, restoration and operation of the production complex of JSC RusHydro Subsidiary Neporozhniy Sayano-Shushenskaya HPP.

For co-ordinating restoration work on the Sayano-Shushenskaya HPP with state authorities at the federal and regional levels, the Board of Directors of the new company includes representatives of the Ministry of Power of Russia, the Krasnoyarsk Territory, and the Republic of Khakassia and of JSC RusHydro: Deputy Minister of Power of the Russian Federation **Stanislav Svetlitskiy**, Deputy Governor of the Krasnoyarsk Territory and Deputy Prime Minister of the Government of the Krasnoyarsk Territory **Mikhail Kuzichev**, Deputy Prime Minister of the Government of the Republic of Khakassia **Andrey Novoselov**, member of the Management

Board, Managing Director and Head of the “Production” Business Unit of JSC RusHydro **Boris Bogush**, and member of the Management Board, Managing Director and head of the Far East Division of JSC RusHydro **Yuri Gorbenko**.

Alexander Khorkhov was elected General Director of LLC Directorate for Restoration and Reconstruction of the Sayano-Shushenskaya HPP.

October 6 2009

At the regular meeting of the Board of Directors of JSC RusHydro

On 2 October 2009, the regular meeting of the Board of Directors of JSC RusHydro was held in absentia.

The Board of Directors of JSC RusHydro approved the Report on fulfilment of the Investment Programme of the Company for the 1st half-year of 2009.

The Investment Programme of JSC RusHydro for 2009 in the volume of 64.9 billion roubles was approved by the Board of Directors of JSC RusHydro on 18 May .2009 and envisages introduction of additional capacity of 74 MW.

The actual volume of financing of the Investment Programme of JSC RusHydro for the 1st half-year of 2009 amounted to 19.1 billion roubles (fulfilment of the Investment Programme for the 1st half-year of 2009 – 98 %).

The Board of Directors of JSC RusHydro approved a new version of the Regulations on the Dividend Policy of JSC RusHydro.

Key amendments:

- *for the purpose of determining the basis required for calculating dividends, the composition of the JSC RusHydro Group and the procedure for calculating the consolidated net profit of the JSC RusHydro Group are specified.*
- *the minimum and maximum periods for payment of declared dividends are determined – from 30 to 60 days (unless otherwise determined by resolution of the General Meeting of Shareholders or the Articles of Association of the Company).*

The Board of Directors of JSC RusHydro approved the Programme for Implementation of the Environmental Policy of JSC RusHydro for 2009 – 2011.

For the purpose of organising fulfilment of the Environmental Policy of JSC RusHydro, a Programme for Implementation of the Environmental Policy for 2009-2011 has been developed. The Programme envisages a number of measures, including:

- *organisation and performance of an environmental audit in the subsidiaries of JSC RusHydro;*
- *introduction and certification of an environmental management system;*
- *introduction of an integrated system of management meeting the requirements of international standards;*
- *reconstruction and modernisation of hydro-turbine equipment using environmentally friendly structures for eliminating emission of pollutants into water bodies;*
- *reconstruction of and repairs to hydro-engineering structures for maintaining water-protection zones in due condition and performance of shore-strengthening works;*

- replacement of oil-filled electrical engineering equipment with alternative environmentally friendly equipment;
- reconstruction and modernisation of purification plant for waste water released into water bodies;
- development and introduction of a model plan of natural protection measures to minimise any possible impact by hydro-complexes under construction on the environment;
- participation in development of draft laws in the sphere of environmental protection and organisation of expert examination of these;
- creation in JSC RusHydro of a unified database of socio-economic monitoring of zones of influence of HPP reservoirs.

The Board of Directors of JSC RusHydro approved the Code of Corporate Ethics of JSC RusHydro.

The Code of Corporate Ethics was developed within the scope of increasing the investment appeal and transparency of the activities of JSC RusHydro. In addition, the Code of Corporate Ethics is a significant factor in the development of corporate culture and transmits the company's values to all personnel, orientating them on unified corporate goals and thus raising corporate identity.

The Board of Directors of JSC RusHydro approved Acting Chairman of the Board of JSC RusHydro Vasiliy Zubakin combining his position with being a member of the Board of Directors of CJSC Agency for Forecasting Electric Power Industry Balances (CJSC APBE).

The business of CJSC APBE is carried out in the following functional areas:

- collection and processing of information in the electric power sphere;
- monitoring and analysis of the functioning of the electric power industry and analysis of market's influence on its development;
- forecasting in the electric power sphere.

The Board of Directors of JSC RusHydro also approved member of the Management Board of JSC RusHydro, head of the Siberia Division, Alexander Toloshinov combining his position with being a member of the Board of the Siberian Energy Association (SEA).

The SEA is a non-state, not-for-profit organisation uniting participants on the power market of the Siberian Federal Area. The SEA brings together 34 generating and grid companies, fuel and transport enterprises, producers of equipment for the industry, scientific and design organisations and major energy consumers.

The task of the SEA is to promote stable and dynamic development of the power industry of Siberia, consolidate the industry community and strengthen its effective communications with state authorities and the public.

The Board of Directors of JSC RusHydro approved conclusion of a lease agreement for open switchgear (ORU-500) by the Sayano-Shushenskaya HPP between JSC RusHydro and JSC FSK UES, being an interested-party transaction.

Under the lease agreement, JSC RusHydro leases out to JSC FSK UES electric grid equipment belonging to JSC RusHydro – the ORU-500 Kw of the Sayano-Shushenskiy production and technological hydro-power complex. The monthly rental is 6 000 868 roubles 32 kopecks, including 18% VAT of 915 386 roubles 69 kopecks. The agreement will be into effect from 22 August 2009 through 01 April 2010.

Within the scope of elimination of the consequences of the accident at the Sayano-Shushenskaya HPP, steps are being taken to transfer the ORU-500 of the Sayano-Shushenskaya HPP for repair and operational servicing to JSC FSK UES Subsidiary MES of Siberia. The time schedule for the measures, as approved by Deputy Minister for Power of the Russian Federation S.Yu.Svetlitskiy, envisages conclusion of a lease agreement for the ORU-500 between JSC RusHydro and of JSC FSK UES.

The ORU-500 assets to be transferred to JSC FSK UES will include 345 units of fixed assets with a balance sheet (residual) value of 301 395 313 roubles 59 kopecks. In connection with the restricted access to the facilities and with the lack of a market for leasing out analogous facilities, the rental is calculated in accordance with clause 10, article 40 of the Tax Code of the Russian Federation by the cost plus method increased by the yield rate, equal to the discount rate for investment projects within the Company.

The Board of Directors of JSC RusHydro approved conclusion of an Agreement on gratuitous provision of services between JSC RusHydro and NP Hidroenergetika Rossii, being an interested-party transaction.

The subject of the agreement consists in services to develop a methodology for standardisation in the sphere of technical regulation within the scope of implementation of the Programme for works on standardisation, to be rendered to JSC RusHydro in accordance with Terms of Reference.

The aim of the works is to develop a unified methodology for standardisation in the sphere of technical regulation within the scope of implementation of the Programme for works on standardisation in the technical regulation sphere for JSC RusHydro for excluding duplication of technical standards and requirements developed and updated, as well as to provide for systematic development of standards in the Company's technical regulation sphere for a three-year period (2009-2011).

The price of the agreement is 3 400 000 roubles, including 18% VAT of 518 644 roubles. The contractor was selected on the basis of a public, single-stage tender for provision of the services (Minutes of 22 June 2009 No. 20-rg).

The basis for conclusion of the agreement is resolution of the Board of Directors of JSC RusHydro (Minutes of 30 October 2008 No. 66, clause 5) within the scope of implementation of the Programme for works on standardisation in the sphere of technical regulation for 2009 – 2011 on the need for development of a methodology for standardisation in the sphere of technical regulation.

The Board of Directors of JSC RusHydro approved a change in the participatory share in JSC Geotherm through acquisition of shares in JSC Geotherm on the following substantive conditions:

- category, type, nominal value and number of shares acquired – ordinary, registered shares with a nominal value of 10 roubles per share numbering 4 002 800 with an aggregate nominal value of 40 028 000 roubles.
- purchase price – 63 000 000 roubles in accordance with the independent appraiser's report.
- settlement procedure – JSC RusHydro transfers to JSC Kamchatskenergo in payment for the shares ordinary non-interest-bearing bill(s) of JSC Geotherm to an aggregate sum of 63 000 000 roubles, with a bill payment date “on presentation, but not before 01 July 2010”, at nominal value.
- participatory share of JSC RusHydro in the authorised equity capital of JSC Geotherm before acquisition of the shares: 71.61%;

- participatory share of JSC RusHydro in the authorised equity capital of JSC Geotherm after acquisition of the shares: 79.8411%.

In addition, the Board of Directors of JSC RusHydro instructed the representatives of JSC RusHydro on the Board of Directors of JSC Geotherm to vote “FOR” adoption of the following resolutions:

1.1. To approve participation by JSC Geotherm in JSC Pauzhetskaya GeoPP through acquisition of shares in JSC Pauzhetskaya GeoPP on the following substantive conditions:

- category, type, nominal value and number of shares acquired – ordinary, registered shares with a nominal value of 1 (one) rouble per share numbering 32 389 530 (thirty two million, three hundred and eighty nine thousand, five hundred and thirty) with an aggregate nominal value of 32 389 530 (thirty two million, three hundred and eighty nine thousand, five hundred and thirty) roubles;

- means of purchase – conclusion of a sale and purchase agreement for shares in JSC Pauzhetskaya GeoPP between JSC Geotherm and of JSC Kamchatskenergo;

- purchase price – 68 000 000 (sixty eight million) roubles in accordance with the independent appraiser’s report;

- form of payment for the shares – monetary funds.

- participatory share of JSC Geotherm in the authorised equity capital of JSC Pauzhetskaya GeoPP before acquisition of the shares: 0%;

- participatory share of JSC Geotherm in the authorised equity capital of JSC Pauzhetskaya GeoPP after acquisition of the shares: 100%.

1.2. To approve a change in the participatory share of JSC Geotherm in JSC OP Verkhne-Mutnovskaya GeoES through acquisition of shares in JSC OP Verkhne-Mutnovskaya GeoES on the following substantive conditions:

- category, type, nominal value and number of shares acquired – ordinary, registered shares with a nominal value of 1 (one) rouble per share numbering 101 633 259 (one hundred and one million, six hundred and thirty three thousand, two hundred and fifty nine) with an aggregate nominal value of 101 633 259 (one hundred and one million, six hundred and thirty three thousand, two hundred and fifty nine) roubles;

- means of purchase – conclusion of a sale and purchase agreement for shares in JSC OP Verkhne-Mutnovskaya GeoES between of JSC Geotherm and of JSC Kamchatskenergo;

- purchase price – 46 000 000 (forty six million) roubles in accordance with the independent appraiser’s report;

- form of payment for the shares – monetary funds.

- participatory share of JSC Geotherm in the authorised equity capital of JSC OP Verkhne-Mutnovskaya GeoES before acquisition of the shares: 11.16%;

- participatory share of JSC Geotherm in the authorised equity capital of JSC Verkhne-Mutnovskaya GeoES after acquisition of the shares: 47.77%.

There are currently several geothermal power stations located in the Kamchatka Territory, including:

- the set of property assets of the Mutnovskaya GeoES (on the balance sheet of JSC Geotherm; share of JSC RusHydro in JSC Geotherm - 71.61%);*

- JSC OP Verkhne-Mutnovskaya GeoES (share of JSC RusHydro in the authorised equity capital - 48.04%, share of JSC Geotherm in the authorised equity capital – 11.16%; share of JSC Kamchatskenergo - 36.61%);*

- JSC Pauzhetskaya GeoPP (share of JSC Kamchatskenergo in the authorised equity capital - 100%).*

As a result of the transactions to acquire geothermal assets:

- the participatory share of JSC RusHydro in JSC Geotherm will amount to 79.8411%;*
- the participatory share of JSC Geotherm in JSC Pauzhetskaya GeoPP will amount to 100%;*
- the participatory share of JSC Geotherm in of JSC OP Verkhne-Mutnovskaya GeoES will amount to 47.77% (the participatory share of JSC RusHydro in JSC OP Verkhne-Mutnovskaya GeoES in conjunction with JSC Geotherm will amount to 95.81%).*

JSC Geotherm was set up on 30 August 1994 to implement Russia's biggest ever project to construct and operate geothermal electric power stations on the Mutnovskoye source of hydro-thermal steam. The Company produces and sells electric power, supplying it to the power distribution centre of the Kamchatka Territory. Since 05 October 2007, JSC Geotherm has been a subsidiary company of JSC RusHydro.

The Board of Directors of JSC RusHydro instructed representatives of the Company on the Boards of Directors of limited liability company SDCs to vote "FOR" inclusion of the following item on the agendas for the General Meetings of Shareholders of the SDCs: On introduction of amendments into the Articles of Association of the Company (on approval of a new version of the Articles of Association of the Company).

As of today, JSC RusHydro is a participant in two limited liability companies – LLC Index Energetiki - GidroOGK and LLC IT Energy Service.

At the end of 2008 and during 2009, 3 federal laws have been passed amending the Federal Law "On Limited Liability Companies" (Federal Law of 02 August 2009 No. 217-FZ, Federal Law of 19 July 2009 No. 205-FZ, and Federal Law of 30 December 2008 No. 312-FZ).

Federal Law of 30 December 2008 No. 312-FZ introduced significant amendments into the Federal Law "On Limited Liability Companies", in particular:

- the founder's agreement is excluded from the list of constituent documents;*
- the procedure is changed for transfer of right of ownership to a share in the authorised capital of the company;*
- the obligation is envisaged to maintain a register of company participants;*
- the terms of reference of the company's Board of Directors are extended;*
- the terms of reference of the General Meeting of Participants of the company is changed;*
- other changes are introduced.*

At the same time, this law envisages the obligation of limited liability companies to bring their articles of association into line with the law by 1 January 2010 at the latest.

In accordance with article 33 of the Federal Law "On Limited Liability Companies" and the Articles of Association of the SDCs of JSC RusHydro (LLC Index Energetiki - GidroOGK and LLC IT Energy Service), amendment of the company Articles of Association (approval of new version thereof) falls within the terms of reference of the company's General Meeting of Participants.

October 6 2009

In November, technological start-up of idle running of the sixth hydro-unit at the Sayano-Shushenskaya HPP is planned

In order to restore the generator insulation at the Sayano-Shushenskaya HPP, technological start-up of idle running of the sixth hydro-unit is planned for November 2009 and of the fifth hydro-unit by the end of the year. No electric power will be generated under this operating regime. The control system will provide for a certain number of revolutions (142.8 rev/min) of the turbine and, at the same time, the stator winding, the rotor of the main generator and the auxiliary, electrical parts of the hydro-generator will be dried out.

For the purpose of technological start-up of the hydro-generator, steps need to be undertaken in compliance with the time schedule for repair and restoration works: to fit out the hydro-unit with control consoles and protection, to fill the regulation system, bearing and generator bearing with

oil, to restore the industrial water supply system, and to start up a water cooling system for the stator winding.

As of today, the main clearance works have been completed, as has the initial identification of defects in the equipment of the sixth hydro-unit at the Sayano-Shushenskaya HPP. Work is now under way to repair the main parts and systems of the hydro-generator and the hydro-turbine and an inventory is being taken of auxiliary equipment. At the beginning of October, a type NES-8 circuit-breaker produced by the company ABB was delivered. The personnel of JSC Sayano-Shushenskiy Gidroremont, in conjunction with specialists from JSC Syloviye Mashiny, are carrying out the requisite inspections to assess the state of the equipment. The equipment inspection programme is determined by the manufacturer.

In the near future, it is proposed to complete assembly of the turbine bearing and the bearing of hydro-unit No. 6. The requisite equipment and spare parts are being purchased and delivered. Delivery of the first batch of panels for the ACTPS of the unit level and the feed system is anticipated.

All the work on the sixth hydro-unit is being carried out by the contractors JSC Sayano-Shushenskiy Gidroremont, JSC Turbormont-VKK, JSC Elektroremont-VKK, CJSC Yenisei-SGEM, CJSC Centre-SGEM and JSC Gidroremont-VKK.

At the time of the accident at the Sayano-Shushenskaya HPP on 17 August 2009, hydro-unit No. 6 was in reserve. As a result, the turbine and the generator did not suffer any substantial damage, so hydro-unit No. 6 will be the first hydro-unit to resume work.

Hydro-unit No. 5 suffered only slight damage and was buried in the metal structures of the engine room building canopy.

October 9 2009

An on-site meeting of the Parliamentary Commission is held at the Sayano-Shushenskaya HPP

A delegation of members of the Parliamentary Commission for investigating the reasons for the accident that occurred on 17 August 2009 made a working visit to the Sayano-Shushenskaya HPP.

The deputies inspected the shore spillway construction site and visited the dam crest and the power station's turbine room where reconstruction work is under way.

The Commission plans to spend two days at the power station. The Parliamentary Commission's first working day was devoted to technical matters, while on the second, it is planned to consider social issues and meet relatives of those who died.

At the end of the first working day, the members of the Parliamentary Commission held a working meeting and then participated in the work of the Emergency Operations Centre of the Ministry of Power of Russia.

According to Co-chairman of the Commission, State Duma Deputy Vladimir Pekhtin, the results of the work will be published two months from now.

Valentin Mezhevich, member of the Parliamentary Commission and Senior Deputy Chairman of the Commission of the Council of the Federation for Natural Monopolies, expressed satisfaction with the way the restoration work is being organised and highly appraised the professional work of the specialists engaged in restoring the power station.

October 9 2009

JSC RUSHYDRO subsidiary Novosibirskaya HPP passes the check on its readiness for the 2009 – 2010 autumn-winter period with flying colours

The check on the readiness of JSC RusHydro Subsidiary Novosibirskaya HPP for the 2009-2010 autumn-winter period has been completed. From 5 through 9 October, the inter-departmental commission checked on fulfilment of a number of key and additional conditions affecting the hydro-electric power station's readiness for operating during the autumn-winter period. The commission was headed by Alexey Nikitin, Head of the Department for Repair and Organisation and Support, Retooling and Modernisation of JSC RusHydro. The commission included representatives of the operating regime planning service of the JSC SO UES subsidiary ODU of Siberia D.N.Petrov, of the Supervisory Department for Electric Power Stations, Grids and Installations of Consumers of the Western-Siberian Administration of the Federal Service for Environmental, Technological and Nuclear Supervision A.I.Benedichuk, of the Power Division of the Department for Development of Industry and Enterprise for the NSO L.V.Gorobtsova, of the Reliability Division of the JSC RusHydro Technical Inspection Department A.V.Borodin, as well as heads of technical subdivisions of the Novosibirskaya HPP.

The commission checked that the Requirements of the legislation of the Russian Federation on industrial safety were being fulfilled and observed by the personnel of the power station, as shown by the positive appraisal issued by the commission on the performance on 8 October of a fire-training on restoration of the regime of the Novosibirskaya HPP and withdrawal of damaged equipment for repairs.

Nor were any violations identified with respect to fulfilment of measures on the basis of the results of control exercised by state controlling and supervisory executive authorities of the Russian Federation or of the investigation of technological violations. From 25 August through 15 September 2009, an on-site Commission of the Western Siberia Administration of Rostekhnadzor worked at the Novosibirskaya HPP to perform a scheduled comprehensive audit two weeks early because of the events at the Neporozhniy Sayano-Shushenskaya HPP. The Commission identified a number of shortcomings that the personnel of the power station remedied even before the audit was complete. An action plan has now been drawn up for eliminating the remaining ones. The time schedule has been agreed with the Western Siberia Administration of Rostekhnadzor.

The divergences identified from the effective regulatory documents have no effect on the reliability of the hydro-engineering structures or the work of the hydro-electric power station in the autumn-winter period 2009 – 2010.

During the autumn-winter period 2009 – 2010, the Novosibirskaya HPP is prepared to carry out dispatch tasks with respect to incurring working capacity in consideration of the permitted overload capacitance of the equipment, as is confirmed by the certificate issued by the JSC SO UES subsidiary ODU of Siberia on 25 September 2009.

On the basis of the inspection, the Novosibirskaya HPP received its Material Safety Data Sheet for the autumn-winter period 2009-2010. This is the main document confirming fulfilment of all the requisite measures to ensure reliable operation of the hydro-electric power station under winter conditions.

The ceremonial handing over of the Material Safety Data Sheet was held in the conference hall of the Administration of JSC RusHydro Subsidiary Novosibirskaya HPP. Chairman of the commission Alexey Nikitin thanked the members of the commission and personnel of the power station for their work, noting the positive results of its preparations for the Novosibirskaya HPP to operate under the Siberian winter conditions.

After the event, there was a round table discussion with the representatives of the Novosibirsk media. The journalists

Questions concerning the course of the inspection and the technical condition of the hydro-electric power station were answered by Commission Chairman Alexey Nikitin and Director of JSC RusHydro Subsidiary Novosibirskaya HPP Viktor Sershun.

The operational readiness of the HPPs belonging to JSC RusHydro is determined for the purpose of evaluating the possibility of producing and transmitting electric power to consumers in accordance with dispatch load time schedules during the maximum electric power use period and under the low outside air temperatures during the autumn and winter.

October 14 2009

JSC RusHydro announces that amendments to its Articles of Association have been registered

JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) announces that on October 12th, 2009 Inter-district Tax Office No. 23 of the Federal Tax Service for the Krasnoyarsk Territory of the Russian Federation registered amendments to RusHydro's Articles of Association as a result of the additional share issue in the Unified State Register of Legal Entities.

RusHydro's authorized equity capital now totals 269,695,430,802 rubles.

The resolution to increase the Company's authorized capital was adopted by RusHydro's Extraordinary General Meeting of Shareholders (EGM) (Minutes No. 2 from November 20th, 2008).

The report on the results of RusHydro's additional share issue (state registration number 1-01-55038-E-037D as of May 14th, 2009) was registered by Russia's Federal Service for Financial Markets (FSFM) on September 24th, 2009.

In all, during the additional share issue, 14,681,412,135 additional shares with a par value of 1 ruble per share were placed.

It will be possible to carry out operations with shares from the additional issue on the stock exchange(s) after securities from the given issue have gone through the process for access to trading (which is scheduled to occur in approximately the middle of October 2009). The additional issue of securities will be combined with the Issuer's main issue which is currently trading on the stock exchange(s) by a resolution of Russia's Federal Service for Financial Markets (FSFM) at a date 3 months from the time of the state registration of the report on the results of RusHydro's additional share issue.

October 15 2009

JSC RusHydro has terminated its agreement with Standard & Poor's for corporate governance score

As of the end of September 2009, at the initiative of JSC RusHydro, the Company terminated its relationship with Standard & Poor's (under this relationship Standard & Poor's provided corporate governance scores for RusHydro). RusHydro informed Standard & Poor's of this decision in August 2009.

The initial agreement between RusHydro and Standard & Poor's was concluded in 2007. Under this agreement, in October 2007, the Company received its initial corporate governance score (CGS) of 5 (on the Russian national scale, RusHydro was rated at CGS-5.2). In November 2008, Standard & Poor's upgraded RusHydro's score to CGS-5+ (and on the Russian national scale, its score increased to 5.7).

The agreement between the Company and the ratings agency (Standard & Poor's) was concluded during a period when RusHydro was not a publicly listed company. RusHydro believed that going through the ratings process would help upgrade its corporate governance practices and improve transparency prior to its re-organization and the re-organization of its subsidiaries and dependent companies (SDCs), as well as prior to placing its shares on the market.

Following the completion of corporate re-organization, RusHydro is now a publicly listed company with more than 360,000 shareholders. The Company's shares are currently traded on the "A1" quotation lists of both Russian Stock Exchanges (MICEX and RTS), and since July 2009, the Company's global depositary receipts (GDRs) have been traded on the London Stock Exchange (LSE).

The Company is in full compliance with all regulatory and legislative requirements established by Russian and British laws, as well as the listing exchanges, for corporate governance and information transparency. RusHydro strives to meet and/or exceed best practice standards in the sphere of corporate governance.

October 19 2009

JSC RusHydro announces that debts to the RusHydro Holding for electric power and electric capacity sold by RusHydro equals 6,034.68 million rubles

As of October 9th, 2009, JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) announces that the debts of enterprises and organizations on the wholesale and retail electric power and electric capacity market, including debts to electric power suppliers integrated into the RusHydro Holding, totaled **6,034.68 million rubles**.

Debts on the wholesale electric power market grew by **372,159,560 rubles** month-on-month and now stand at **3,918,269,950 rubles**. Of the total outstanding debt on the wholesale market, debts in the regulated segment totaled **3,295,316,310 rubles**, whereas debts in the unregulated segment equaled **622,953,640 rubles**.

RusHydro's major debtors in the regulated segment of the wholesale power market include:

- JSC Far Eastern Energy Company (DEK) – 1,173,855,670 rubles;
- organizations whose functions of the sole executive body were transferred to the inter-regional distribution grid company JSC MRSK North Caucasus – 369,038,670 rubles;
- JSC Kolskaya Energy Sales Company – 365,656,370 rubles;
- JSC Energosbyt Rostovenergo – 363,049,250 rubles;
- LLC Donenergosbyt – 97,303,642 rubles;
- JSC Nizhnovatomenergosbyt – 54,611,920 rubles;
- JSC Tverskaya Energy Sales Company – 114,915,120 rubles;
- JSC Tyvaenergosbyt – 10,736,780 rubles;
- JSC Independent Energy Supply Company of the Krasnodar Territory – 28,181,540 rubles;
- JSC Novokuznetsk Aluminum Plant – 8,563,680 rubles;
- JSC Sayanogorsk Aluminum Smelter – 15,381,250 rubles;
- JSC Bratsk Aluminum Plant - 3,288,630 rubles.

In the unregulated segment of the wholesale power market, RusHydro's major debtors are: JSC Krasnoyarsk Aluminum Plant (97,369,680 rubles), JSC Novokuznetsk Aluminum Plant (82,877,300 rubles) and JSC Sayanogorsk Aluminum Smelter (92,395,830 rubles). From August 24th, 2009 to October 9th, 2009, the total debt of aluminum plants dropped by 316,669,120 rubles. However, the enterprises' debts are still large and currently stand at 272,642,810 rubles.

RusHydro believes that this level of debt is unacceptable, particularly due to the fact that the Company has fulfilled its obligations to consumers in full. Moreover, due to the lack of electric power generation at the Company's Sayano-Shushenskaya HPP (the site of the accident on August 17th, 2009), RusHydro supplies these enterprises with electric power purchased on the wholesale market.

As of October 9th, 2009, debts of enterprises and organizations on the retail electric power market to electric power sales companies that are part of the RusHydro Holding totaled **2,116,414,200 rubles** or **306,398,700 rubles** more than the previous month (taking into account the calculation of homogeneous counter-claims in relation to the debts of Krasnoyarskenergo, a branch of JSC Inter-regional Distribution Grid Company of Siberia), including debt that stood at **804,171,000 rubles** for JSC Chuvashskaya Energy Sales Company, **1,155,401,200 rubles** for JSC Krasnoyarskenergobyt and **156,842,000 rubles** for JSC Ryazan Energy Sales Company.

The principal sum of debt to JSC Chuvashskaya Energy Sales Company is owed by enterprises of the Tractor Plants Concern, with a debt bill amounting to **448,125,500 rubles**.

RusHydro believes that it is unacceptable that legitimate payment claims for consumed electric power are ignored and insists that its consumers exhibit strict compliance with payment discipline. Currently, claims for the recovery of 145,827,492.56 rubles in 2007 and 2008 debts are being examined in an arbitration tribunal of the first instance. Earlier, during litigation, defendants made partial payments in the amount of 57,622,342.40 rubles.

RusHydro is stepping up its claims activities in courts of law in relation to all non-payers to ensure full and timely payments for electric power supplied by the Company. At the moment, RusHydro is preparing to file 28 lawsuits for a total claim of 111,631,997 rubles. During the process of preparing for these lawsuits, RusHydro has sent debt re-payment claims to debtors as part of an attempt at pre-trial settlement procedures.

Court orders have fully upheld RusHydro's debt re-payment claims against KT ZAO RTsER & Co. worth 46.9 million rubles, JSC Tyvaenergo worth 37 million rubles, JSC Nizhnovatomenergobyt worth 138.5 million rubles and JSC Ingushenergo and JSC Sevkazenergo worth a combined total of 90.8 million rubles. After the court judgments come into legal force and writs of execution have been received, these orders will be sent to the appropriate bailiff services for enforcement action.

October 21 2009

JSC RusHydro announces that it has examined the Company's 2010 investment program

The Management Board of JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) has examined the Company's 2010 investment program – in the sum of 98.9 billion rubles, calling for the introduction of 1,124 MW of capacity. This new capacity will include: 1,000 MW from the first three hydro-units at the Boguchanskaya HPP, 65 MW from the Kashhatau HPP, 42 MW from the technical re-habilitation and modernization program and 17 MW from renewable energy sources projects. In addition, the Company plans to bring into operation 2,560 MW at the Sayano-Shushenskaya HPP through the reconstruction of hydro-units no. 5, 6, 4 and 3 (the units are listed in the priority order for introducing them). The Company's investment program is ultimately subject to the agreement of relevant ministries and departments, including refining financing sources and the total volume of financing. The program also requires final approval by RusHydro's Board of Directors.

Within the process of preparing the Company's investment program, RusHydro focused on the following priority areas: ensuring the safe and accident-free operation of the Company's existing sites, financing measures to address consequences of the Sayano-Shushenskaya HPP accident and to restore the site and introducing the first stage of the Sayano-Shushenskaya HPP shore spillway in 2010 prior to the start of the spring flood season, as well as launching stage one of the Boguchanskaya HPP.

Based on RusHydro's 2010 investment program, the Company plans to invest 12.3 billion rubles in its technical re-habilitation and modernization program. RusHydro also plans to invest 16.1 billion rubles to re-build the Sayano-Shushenskaya HPP and an additional 3.5 billion rubles is targeted for the construction of the shore spillway at the Sayano-Shushenskaya HPP. The Company also plans to devote 28.8 billion rubles to constructing the Boguchanskaya HPP (this is based on a 50-50 financing split with UC RUSAL).

Furthermore, RusHydro's management approved a corrected version of the Company's 2009 investment program – calling for a total investment program of 60.1 billion rubles and the introduction of 71 MW of installed capacity. Of this installed capacity, 21 MW will come from implementing the technical re-equipment and reconstruction program, 35 MW will be introduced at the Bureiskaya HPP and an additional 15 MW will be brought on-line at the Head Zaramagskaya HPP.

In full accordance with the Company's 2009 investment program, RusHydro plans to invest 9.1 billion rubles in technical re-habilitation and modernization projects. The Company plans to spend 5.1 billion rubles on reconstruction activities at the Sayano-Shushenskaya HPP (the site of the accident on August 17th, 2009) and an additional 2.8 billion rubles will be invested in building the Sayano-Shushenskaya shore spillway. The Company also plans to invest 12.8 billion rubles constructing the Boguchanskaya HPP.

RusHydro's 2009 investment program totaled 64.9 billion rubles. The Company's Board of Directors approved the investment program, which provided for the introduction of an additional 74 MW of installed capacity, on May 18th, 2009.

During H1 2009, the actual volume of financed investment (from the Company's 2009 investment program) totaled 19.1 billion rubles (this figure represents a 98% fulfillment rate).

October 22 2009

JSC RusHydro announces that shares from its additional issue have been admitted for trading on the MICEX Stock Exchange

October 22, 2009 JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) announces that starting from October 23th, 2009, the Company's additional share issue (Russian state registration no. 1-01-55038-037D from May 14th, 2009) will be admitted for trading on MICEX Stock Exchange without requiring the approval of listing procedures. The ticker symbol for the additional share issue will be: HYDR-037D.

The total number of additional shares issued by RusHydro was 14,681,412,135 shares with a par value of one (1) ruble per share.

As of October 7th, 2009, shares from the additional issue were admitted for trading on the classical market of the RTS "A1" quotation list, as part of the existing (main) issue of shares.

Shares from the additional issue will be combined with the existing RusHydro listed shares three months from the date that the Russian state registers the report of the issue results (tentatively scheduled for January 2010). Following this date, shares from the additional issue will be traded on MICEX's "A1" quotation list, as part of the existing (main) issue of shares.

October 27 2009

JSC RusHydro announces results from today's Board of Directors meeting

On October 26th, 2009, JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) held a meeting of its Board of Directors. During the meeting, which was conducted in absentia, the Board reviewed the following issues:

- on approving the Company's additional share issue and the issue Prospectus;
- on terminating the powers of the following members of the Management Board: S. Yushin and A. Toloshinov, and on electing D. Kuznetsov and A. Konovalov to the Management Board.

October 28 2009

Information on the approval of the resolution on the issue (additional issue) of securities

The Issuer's management body that approved a resolution on the issue (additional issue) of securities and the method of passing a decision (indicate the type of a general meeting (an annual or extraordinary meeting) in the event that the Issuer's management body that decided on approving the resolution on the issue (additional issue) of securities is the general meeting of the Issuer's participants (shareholders), and also the method of voting (joint attendance and/or voting in absentia): *the resolution on the additional issue of the Issuer's securities was approved by the JSC RusHydro Board of Directors, the method of voting - vote in absentia.*

The date and the place of holding a meeting (session) of the Issuer's authorized management body, at which a decision was made to approve the resolution on the issue (additional issue) of securities: *26 October 2009 (the completion date for the acceptance of questionnaires), the postal address to which the questionnaires were sent - JSC RusHydro, 51 Architect Vlasov Street, Moscow, 117393.*

The date of compilation and the No. of the minutes of the meeting (session) held by the Issuer's authorized management body that decided on approving the resolution on the issue (additional issue) of securities: *27 October 2009, Minutes No. 86*

The quorum on the issue of approving the resolution on the issue (additional issue) of securities and the voting results: *Quorum - 76,9%. Voting results: "For" - 10 votes (100%), "Against" - 0 votes (0%), "Abstained" - 0 votes (0)%*

1. Type, category (class), series and other identification signs of securities subject to placement: *ordinary registered uncertified shares*

2. Maturity term (for the Issuer's bonds and options): *bonds and options are not placed.*

3. The quantity of securities subject to placement and the par value (if the par value is stipulated by the legislation of the Russian Federation) of each security subject to placement: *19 000 000 000 (nineteen billion) shares with a par value of 1 (one) ruble each*

4. The method of the securities placement and, in the event that the securities are placed through private offering, also the group of prospective buyers of the securities subject to placement: *public offering*

5. The offering price of the securities or the procedure of its determination:

The offering price of additional shares (including for persons on the list of persons enjoying a pre-emptive right for the acquisition of additional shares subject to placement) determe by the Company's Board of Directors in accordance with articles 36, 77 of the Federal Law on Joint Stock Companies.

Information on the price (the procedure of determining the price) of the securities placement shall be published by the Issuer in the newswire and on the website. The Issuer shall publish information on the price (the procedure of determining the price) of the securities placement within the following timeframe before the commencement date for the securities placement:

- in the newswire (Interfax) - within 1 day from the moment of passing a decision on determining the offering price but no later than the commencement date for the placement of the securities;
- on the website at: www.rushydro.ru - within 2 days from the moment of passing a decision on determining the offering price but no later than the commencement date for the placement of the securities.

6. The term (commencement and completion dates) for the securities placement or the procedure of its determination:

The procedure for determining the commencement date for the securities placement: The commencement date for the placement of the securities from the Issuer's current additional share issue - the 15th (fifteenth) day from the date of publishing a notice on the state registration of the said additional securities issue in the print media body with a circulation of over 10,000 (ten thousand) copies (Vedomosti newspaper), no later than 10 (ten) days from the date of the state registration of the said resolution on the additional issue of securities (hereinafter the Resolution on the additional issue of securities). This notice, when it is published, shall indicate, among other things, the procedure of providing access for prospective buyers of equity securities to information contained in the Securities Prospectus.

The procedure for determining the completion date for the securities placement: the 306th (three hundred and sixth) day from the date of the state registration of this securities issue or the date of the placement of the last security from this issue, depending on whichever date comes earlier. The term for the placement of the securities shall be determined by way of indicating the dates of the disclosure of any information on the securities issue.

The procedure for the disclosure of this information: the Issuer shall publish a notice on the state registration of the said additional securities issue in the print media body with a circulation of over 10,000 (ten thousand) copies (Vedomosti newspaper) no later than 10 (ten) days from the date of the state registration of the said resolution on the additional issue of securities (hereinafter the Resolution on the additional issue of securities). This notice, when it is published, shall indicate, among other things, the procedure of providing access for prospective buyers of equity securities to information contained in the Securities Prospectus.

The Issuer shall disclose information on the state registration of the additional issue of securities also by placing a notice in the newswire of the news agency Interfax (hereinafter the newswire of Interfax) and posting it on the Issuer's website in the Internet in a procedure stipulated by clause 11 of the Resolution on the additional securities issue.

The term of determining the commencement date for the placement of the Issuer's additional shares shall be counted from the moment the Issuer performs in full its obligations to disclose information in accordance with clause 8.2 of the Resolution on the additional issue of securities.

7. Other terms of the securities placement as defined by the resolution on their placement:

Shares shall be placed by way of signing agreements on the acquisition of securities subject to placement (hereinafter the agreement on the acquisition of shares).

Shares shall be placed among persons enjoying a pre-emptive right for the acquisition of equity securities subject to placement in accordance with the procedure stipulated by clause 8.5 of the Resolution on the additional issue of securities. Before the expiry of the pre-emptive right to acquire securities subject to placement, as stipulated by clause 8.5 of the Resolution on the additional issue of securities, securities may only be placed through the exercise of the pre-emptive right.

For the purposes of concluding agreements on the purchase of shares beyond the framework of the exercise of the pre-emptive right, JSC RusHydro (hereinafter the Issuer, the Company) shall, no later than 10 (ten) days from the expiry date of the pre-emptive right (as this term is defined below) publish in the newswire of Interfax, and also post on the website in the Internet at: www.rushydro.ru an invitation addressed to an indefinite group of persons to make offers (bids) for the acquisition of the securities subject to placement (hereinafter an Invitation to make offers).

The Issuer shall place securities with the involvement of a professional securities market participant (the broker) providing services to the Issuer for the securities placement pursuant to an agreement on paid services signed with the broker (hereinafter the Broker). The Issuer shall involve one or several persons from among those indicated below to act in the capacity of the Broker:

1) Full business name: Closed joint stock company Troika Dialog financial brokerage

Abbreviated business name: CJSC Troika Dialog brokerage

Place of business: 4 Romanov pereulok, Moscow, Russian Federation, 125009

Brokerage license 177-04978-100000

Date of license issuance: April 13, 2001;

License term: indefinite

Issuing authority: Federal Financial Markets Service of Russia

2) Full business name: Joint stock commercial Sbergatelny bank of the Russian Federation (open joint stock company)

Abbreviated business name: JSC Sberbank of Russia

Place of business: 19 Vavilova Street, Moscow, Russia, 117997

Brokerage license: 077-02894-100000

Date of license issuance: November 27, 2000

License term: indefinite

Issuing authority: Federal Financial Markets Service of Russia

3) Full business name: Closed joint stock company VTB Capital

Abbreviated business name: CJSC VTB Capital

Place of business: 3 Stolyarny pereulok, block 34, suite 410, Moscow 123022

Brokerage license: 177-11463-100000

Date of license issuance: July 31, 2008

License term: indefinite

Issuing authority: Federal Financial Markets Service of Russia

No later than the commencement of the period, during which offers may be filed for the acquisition of shares, the Issuer shall disclose information in the newswire of Interfax, and also on the website at: www.rushydro.ru, on one of the indicated Brokers who will be involved in providing services for the placement of shares.

The Issuer shall supply the Broker with the list of the Issuer's interested persons before the commencement date for the placement of shares, and shall also indicate those persons from the list, transactions with whom were approved by the Issuer.

Offers may be submitted to the Issuer or the Broker in the period from the date an Invitation to make offers is published in the newswire of Interfax and posted on the website at: www.rushydro.ru and no later than 10 (ten) days from the date the Invitation to make offers is published in the newswire of Interfax and posted on the website at: www.rushydro.ru (this period is hereinafter referred to as the Offer Collection Period).

A prospective buyer of the securities subject to placement (hereinafter the Buyer) may file an offer daily from 10.00 a.m. to 17:00 p.m. Moscow time, except Saturday, Sunday and non-business holiday days at the address: JSC Central Moscow Depositary, 34 Bolshaya Pochtovaya Street, block 8, Moscow, Russian Federation, 105082.

Each offer shall indicate the following:

- The title: "An offer to acquire JSC RusHydro shares;"*
- The buyer's full business name /last name, name, patronymic;*
- The buyer's taxpayer identification number (if available);*
- The buyer's place of residence (place of business);*
- For private individuals - passport data (the date and place of birth; passport series and No., the date of passport issuance, the issuing authority);*

- For corporate entities - information on the registration of a corporate entity (including for Russian corporate entities - information on the state registration of a corporate entity/ entry into the Single State Register of Corporate Entities (the date, the registration authority, the No. of the corresponding certificate);
- The consent by the person making an offer to acquire the shares subject to placement in an amount defined in the offer at the offering price set in a procedure determined by the Resolution on the additional issue of securities;
- The quantity of the securities being acquired. This quantity can be indicated by one of the following methods:
 - the exact number of shares in numerical expression, which the buyer undertakes to purchase;
 - the minimum number of shares, which the buyer undertakes to purchase. The minimum number indicates the bidder's offer to acquire any quantity of shares intended for placement in an amount at least equaling the indicated minimum number;
 - the maximum number of shares, which the buyer undertakes to purchase. The maximum number indicates the bidder's offer to purchase any quantity of shares intended for placement in an amount not exceeding the indicated maximum number;
 - the minimum and the maximum number of shares, which the buyer undertakes to purchase. The minimum and the maximum numbers indicate the bidder's offer to purchase any quantity of shares intended for placement in an amount at least equaling the indicated minimum number and not exceeding the indicated maximum number;
- information on the method of payment for the shares subject to placement (cash or non-cash method) and, in the event that the shares are paid for with non-cash funds - the list and the characteristics of non-cash funds (property) (the list of non-cash funds, which may be used to pay for the shares is defined in clause 8.6 of the Resolution on the additional issue of securities) that are used to pay for the shares, namely:
 - in the event that the shares subject to placement are paid for with movable property, the following shall be indicated:
the name of the asset as per the balance sheet, the presumed money valuation of the property in the Buyer's opinion, with an attached inventory document on the asset (asset inventory card) (if available);
 - in the event that the shares subject to placement are paid for with immovable property, the following shall be indicated:
the name of the asset, the presumed money valuation of the property in the Buyer's opinion, with an attached extract from the Single State Register of the Rights to Real Estate and Real Estate Transactions on the titles to the asset, issued no more than 30 days before the date of making an offer;
 - in the event that the shares subject to placement are paid for with securities, the following shall be indicated: the type, category (class), form, par value, quantity, state registration No. of the securities issue, the presumed money valuation of the securities in the Buyer's opinion;
 - in the event that the shares subject to placement are paid for with property rights, the following shall be indicated:
the name of the property right, the presumed money valuation of the property right in the Buyer's opinion, with an attached document identifying the property right and confirming its existence;
- in the event that the shares are paid for with non-cash funds, the following shall be indicated for each non-cash asset (object of civil law rights): the presumed money valuation of the corresponding non-cash assets in the Buyer's opinion, at which the Buyer undertakes to contribute non-cash funds as payment for the shares subject to placement in the event that the money valuation of the said non-cash funds as determined by the Issuer's Board of Directors corresponds to the money valuation of such assets indicated by the Buyer in the Offer. The Buyer may indicate the money valuation in numerical expression in Russian rubles by one of the following methods:

- the exact value, at which the Buyer undertakes to contribute non-cash funds as payment for shares;
- the minimum value, at which the Buyer undertakes to contribute non-cash funds as payment for the shares. The minimum value indicates the bidder's offer to contribute non-cash funds as payment for the shares in accordance with the money valuation not less than the value indicated by the Buyer;
- the maximum value, at which the Buyer undertakes to contribute non-cash funds as payment for the shares. The maximum value indicates the bidder's offer to contribute non-cash funds as payment for the shares in accordance with the money valuation not exceeding the value indicated by the Buyer;
- the minimum and the maximum value, at which the Buyer undertakes to contribute non-cash funds as payment for the shares. The minimum and the maximum value indicate the bidder's offer to contribute non-cash funds as payment for the shares in accordance with any money valuation not less than the minimum value and not more than the maximum value indicated by the Buyer;
- in the event that the shares are paid for with non-cash funds, an Offer shall include the Buyer's statement that the Buyer undertakes (or the Buyer does not undertake) to pay for the securities with cash in the event that the money valuation of property (non-cash funds) as defined in a procedure set by the Issuer's Board of Directors fails to correspond to the money valuation indicated by the Buyer in the Offer.
- No. of the Buyer's personal account in the register of holders of the Issuer's registered securities, to which acquired shares will be transferred. If shares are required to be transferred to the nominee's account in the register of holders of the Issuer's registered securities - full business name of the depositary (hereinafter the First Level Depositary), data on the depositary's state registration (OGRN, the name of the state registration body, the date of state registration and making an entry on the depositary in the Single State Register of Corporate Entities), No. of the buyer's custody account, No. and date of the depositary agreement concluded between the depositary and the buyer (in relation to securities subject to placement). If the Buyer's custody account is maintained by a nominee holder (in relation to the securities subject to placement), who, in turn, has a deposit account with the First Level Depositary, the Offer shall indicate the full business name of the said nominee holder, the data on the state registration of the said nominee holder (hereinafter the Second Level Depositary), (OGRN, the name of the state registration body, the date of state registration and making an entry on the depositary in the Single State Register of Corporate Entities), No. of the buyer's custody account, No. and date of the depositary agreement concluded between the depositary and the buyer (in relation to securities subject to placement), full business name of the First Level Depositary, details of the inter-depositary agreement signed between the First Level Depositary and the Second Level Depositary (and so forth, this information is indicated down to the nominee holder, with whom the Buyer has a custody account (in relation to the securities subject to placement)).
- the Buyer's bank details for money refund;
- contact data (postal address, fax with the indication of the international code, e-mail address) for the purposes of sending a reply on the Offer acceptance.

An Offer shall be signed by the Buyer (or the Buyer's authorized person, with an attached original or notarized copy of a duly prepared power of attorney or another document confirming the representative's powers) and, for corporate entities, shall have the imprint of a seal (if available).

The following shall also be attached to the Offer:

- for corporate entities -notarized copies of constituent documents and documents confirming the powers of the person authorized to act on behalf of the corporate entity without a power of attorney;
- in case of payment with non-cash funds - documents indicated above for the instances of payment for shares with non-cash funds.

- *An Offer may be supported by financial guarantees ensuring the fulfillment of the bidder's obligation to pay for shares in the event that the bidder's offer is accepted by the Issuer.*
- *In the event that the bidder buys the amount of shares indicated in the Offer with the preliminary consent of the anti-monopoly authority in compliance with law, the bidder shall have a copy of the corresponding approval by the anti-monopoly body attached to the Offer.*
- *In the event that that the bidder buys the amount of shares indicated in the Offer with the preliminary consent of the Buyer's competent management body (the board of directors, a general meeting of shareholders) in compliance with law, the bidder shall include in the Offer a copy of the corresponding decision on the approval of the transaction for the acquisition of securities subject to placement.*
- *The Issuer shall deny the acceptance of an Offer, if the Offer fails to comply with the requirements of the legislation of the Russian Federation and (or) Resolution on the additional issue of securities.*

Offers submitted to the Issuer shall be registered by the Issuer in a special register of offers (hereinafter the Issuer's register) on the day of their receipt. Offers submitted to the Broker shall be registered by the Broker in a special register of offers (hereinafter the Broker's register) on the day of their receipt.

Offers sent by prospective buyers on the acquisition of securities subject to placement shall be accepted by the Issuer at the Issuer's discretion.

Pursuant to data contained in the Issuer's and the Broker's registers, the Issuer or the Broker shall, on the Issuer's behalf and pursuant to the Issuer's written instruction, send a reply on the acceptance of offers (acceptance) to the Buyers selected by the Issuer at the Issuer's discretion from among the bidders who have sent their offers complying with the requirements set in clause 8.3 of the Resolution on the additional issue of securities. Such a reply shall indicate the amount of shares placed with the Buyer who has sent an Offer.

A reply on the acceptance of the Offer (acceptance) shall be handed over to the Buyer personally or to the Buyer's authorize representative, or shall be sent to the postal address and (or) fax number and (or) e-mail address indicated in the Offer, no later than 3 (three) days following the day the Issuer makes a decision on the Offer acceptance (hereinafter the Acceptance Distribution Period).

The Issuer may make a decision on the Offer acceptance no later than 52 (fifty-two) days from the expiry of the Offer Collection Period (hereinafter the Acceptance Term). The Issuer shall have the right to make a decision on the Offer acceptance only in relation to the amount of additional shares which, at the moment of making a decision on the Offer acceptance, have not been placed and are not subject to placement with another or the same Buyer pursuant to an Offer earlier accepted by the Issuer.

An agreement on the acquisition of shares shall be deemed as concluded at the moment the Buyer that has sent an Offer (the Buyer's authorized representative that has filed an Offer) receives a reply from the Issuer on the Offer acceptance.

In the process of concluding an agreement on the acquisition of shares, the parties may by their mutual consent simultaneously prepare an agreement in the form of a single document in compliance with article 434 of the Civil Code of the Russian Federation. This document, which shall be signed by the parties, shall have the number of copies to be agreed by the parties.

An agreement on the acquisition of shares, under which shares subject to placement are paid for with immovable property shall be signed in compliance with the requirements of civil law on real estate transactions.

To sign an Agreement on the acquisition of shares, the Buyer shall apply daily from 10:00 a.m. to 17:00 p.m. Moscow time, except Saturday, Sunday and non-working holiday days at the address: JSC RusHydro, 51 Architect Vlasova Street, Moscow, Russian Federation. The agreement shall be signed within the timeframe set by the Resolution on the additional issue of securities for the Acceptance Term and the Acceptance Distribution Period.

The securities acquired must be fully paid for by the Acquirer that receives a response from the Issuer on acceptance of the Offer (the Acceptance) within a period of 40 (forty) days from the acceptance distribution completion date.

The obligation to pay for the placed shares in monetary funds is deemed discharged when the funds are credited to the Issuer's bank account indicated in clause 8.6. of the Resolution on the additional issue of securities.

The obligation to pay for the placed shares in other than monetary funds is deemed discharged when the property is handed over to the Issuer in the manner established in clause 8.6. of the Resolution on the additional issue of securities.

In the event that the placed securities are paid for in other than monetary funds, the Board of Directors of the Issuer shall, during the securities placement period and no later than 15 (fifteen) days from expiry of the period for collection of offers in accordance with article 77 of the Federal Law "On Joint-Stock Companies", determine the monetary evaluation of the property contributed in payment for the shares of this additional issue if an Agreement on acquisition of shares is concluded. At the same time, the Board of Directors of the Issuer shall have the right not to consider the question of determining the monetary evaluation of the property contributed in payment for the placed securities in the event that the Issuer does not intend to accept the Acquirer's Offer.

Within a maximum of 5 (five) days of the Board of Directors adopting the resolution, the Issuer shall notify the relevant Acquirer of the amount of the monetary evaluation of the property determined by the Board of Directors by forwarding a letter to the postal address and (or) fax number and (or) email address indicated in the Offer. The given letter from the Issuer to the Acquirer shall not constitute acceptance of the offer. If, within the term of the acceptance, the Issuer receives from the Acquirer to the address: Russian Federation, Moscow, Architect Vlasov St., d. 51, JSC RusHydro, a written communication of disagreement with the amount of the monetary evaluation of the property determined by the Board of Directors of the Issuer and the Offer does not contain an obligation on the part of the Acquirer to pay for the securities in monetary funds in the event that the Acquirer does not agree with the monetary evaluation duly determined by the Issuer's Board of Directors of the property proposed by the Acquirer for contribution in payment for the shares, the Offer shall be recognised as having been recalled by the Acquirer on the date on which the Issuer receives the given communication.

In other cases, the Issuer is entitled to accept the Offer within the term of validity of the acceptance.

In fulfilment of the Agreement on acquisition of shares, the Acquirer shall remit monetary funds to the settlement account of the Issuer indicated in clause 8.6. of the Resolution on the additional issue of securities and, in the event of payment for the shares by other than monetary funds, shall transfer property in payment for the shares in the manner stipulated in clause 8.6. of the Resolution on the additional issue of securities.

The placed shares shall be paid for in full by the Acquirers by the time determined by the Resolution on the additional issue of securities and the Agreements on acquisition of shares before credit entries are made in the custody accounts of the Acquirers within the system for maintenance of the Issuer's shareholders' register . At the same time, the credit entries in the custody accounts of the Acquirers of the shares within the system for maintenance of the Issuer's shareholders' register (or of the nominal holder designated by the Acquirer) may not be made earlier than the Placement Launch Date or later than the Placement Completion Date for the additional shares.

In the event that, by the set deadline, the obligation to pay for the acquired shares has not been discharged or has been only partially discharged, the Issuer shall have the right to refuse to discharge the reciprocal obligation to hand over the shares to the Acquirer.

In the event of partial discharge by the Acquirer of the obligation to pay for the acquired shares, the Issuer shall have the right to discharge the reciprocal obligation to hand over shares to the Acquirer in the number paid for by the Acquirer.

In the event of partial discharge by the Acquirer of the obligation to pay for the acquired shares or total refusal by the Issuer to discharge the reciprocal obligation to hand over the shares, if the Acquirer has not made payment for the shares by the deadline mentioned above, the monetary funds (non-monetary funds) received in partial payment for the share or, correspondingly, all the monetary funds (non-monetary funds) paid (transferred) by the Acquirer

for the shares shall be subject to return to the Acquirer by bank transfer (in the established manner) within a maximum of 60 (sixty) days of the securities placement Completion Date to the bank details indicated in the Offer (in the manner established for return of non-monetary funds to the owner). In the event that the non-monetary funds consist of real estate, the Issuer shall return the real estate within a maximum of 90 (ninety) days of the securities placement Completion Date in the manner established for cancellation of transactions with real estate.

The Issuer shall be entitled not to notify the Acquirer of its refusal to discharge the reciprocal obligation to hand over the shares (all or those not paid for by the Acquirer, respectively) but, at the Issuer's discretion, for the purpose of informing the Acquirer, such a notification may be handed to the Acquirer personally or through its authorised representative or be sent to the postal address and (or) the fax number and (or) the email address indicated in the Offer.

The Issuer's obligation to hand over the placed securities to the Issuer shall be deemed discharged from the time the credit entry is made in the custody account of the Acquirer or the nominal holder designated by the Acquirer of the corresponding number of placed securities.

Placement of additional shares with persons exercising their pre-emptive right to acquire additional shares shall be carried out in the manner determined in clause 8.5. of the Resolution on the additional issue of securities.

Before expiry of the term for exercise of the pre-emptive right to acquire the placed securities set in clause 8.5. of the Resolution on the additional issue of securities, placement of the securities other than through exercise of the given pre-emptive right shall be prohibited.

Amendment and/or cancellation of agreements concluded on placement of shares shall be carried out on the grounds and in the manner envisaged by Chapter 29 of the Civil Code of the Russian Federation.

Upon the placement of securities, a pre-emptive right for the securities acquisition is granted.

Securities shall be registered papers, and the register of securities holders shall be kept by the registrar.

The person to whom the Issuer issues (sends) a transfer order serving as the ground for making a credit entry in the personal/corporate account of the first acquirer (the registrar, the first acquirer), and also other terms for the issuance of the transfer order: No later than 5 (five) days from the expiry of the term of payment for the securities stipulated in clauses 8.3 and 8.6 of the Resolution on the additional issue of securities, provided that the Acquirer pays for the securities in a procedure defined by clause 8.6 of the Resolution on the additional issue of securities; and no later than 3 (three) days before the completion date for the placement of securities the Issuer shall send the Issuer's Registrar (Open joint stock company "Central Moscow Depository", OGRN 1027700095730, register-keeping license No. 10-000-1-00255 of September 13, 2002 issued by the Federal Securities Market Commission) a transfer order serving as the ground for making a credit entry in the personal/corporate account of the Acquirer or the nominee holder indicated by the Acquirer.

The Registrar shall, within 3 (three) days from the moment of receiving a transfer order and no later than the completion date for the placement of securities, carry out an operation to debit from the Issuer's securities account the amount of securities of the current additional issue indicated in the transfer order and credit them to the personal/corporate account of the Acquirer or the nominee holder indicated by the Acquirer.

Shares shall be deemed as placed from the date of making an entry in the register of shareholders - the holders of the Issuer's securities - on the transfer of the securities to the personal/corporate account of the Acquirer or the nominee holder indicated by the Acquirer.

Securities shall not be placed through subscription by way of equity trading.

The Issuer shall not be a business entity of strategic importance for the country's defense and national security, and the conclusion of agreements on the disposal of the Issuer's securities in favor of the first holders in the process of their placement does not require a decision on the preliminary approval of the said agreements in compliance with the Federal Law "On the Procedure for Making Foreign Investment in Business Entities of Strategic Importance for Ensuring the Country's Defense and National Security."

8. Provision of participants (shareholders) in the Issuer and/or other persons with a pre-emptive right to acquire the securities:

In compliance with articles 40 and 41 of the Federal Law "On Joint Stock Companies," the Issuer's shareholders, the holders of ordinary shares, who were entitled to participate in the annual General Meeting of the Company's shareholders on June 10, 2009, which passed a decision "On Enlarging the Company's Authorized Capital," enjoy a pre-emptive right to acquire the Issuer's additional shares in an amount proportionate to the number of the Issuer's ordinary shares held by them.

The date on which the list of persons enjoying the pre-emptive right to acquire the placed shares is drawn up: 30 April 2009

It is intended to place some amount of the shares of this additional issue within the scope of the exercise of the pre-emptive right to acquire the placed shares (that is, on acquisition thereof by persons enjoying the pre-emptive right to acquire placed shares), including outside the Russian Federation by means of placement in accordance with the foreign law of relevant foreign securities confirming rights in relation to the shares.

Additional shares shall be placed with persons exercising the pre-emptive right for the acquisition of additional shares in accordance with clause 8.5 of the Resolution on the additional issue of securities.

9. In the event that registration of the securities brochure is carried out at the discretion of the Issuer - the fact of assumption by the Issuer of the obligation to disclose information after each stage in the securities issue procedure:

In accordance with clause 2.1.3. of the Standards for issue of securities and registration of securities brochures (approved by Order of the Federal Service for the Securities Market of Russia on dated 25 January 2007 No. 07-4/pz-n) , state registration of an issue (additional issue) of securities of JSC RusHydro must be accompanied by registration of a securities brochure, since the securities are placed by public offering among a group of persons numbering more than 500 (including persons with the pre-emptive right to acquire the placed securities).

The Issuer shall be liable for disclosure of information after each stage in the securities issue procedure.

October 28 2009

JSC RusHydro's Board of Directors announces new members of the Company's Management Board

On October 26th, 2009, JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) conducted a Board of Directors' meeting, in absentia.

The Company's Board of Directors terminated the authority of Management Board members S.A. Yushin and A.V. Toloshinov and appointed D.F. Kuznetsov and A.P. Konovalov to the Management Board.

Andrei Pavlovich Konovalov was born November 6th, 1958. In 1981, Mr. Konovalov graduated from the Leningrad Engineering and Construction Institute with a degree in industrial and civil construction. In 1982, he successfully passed the one-year scientific practice period and started graduate studies at the same Institute. In 1986, Mr. Konovalov defended his ph.D. dissertation. From 1986 – 1989, he was engaged in scientific and teaching work. From 1989 1992, he was employed as the chief engineer at the "Energostroiindustry" Association. Mr. Konovalov then worked as the general director for the non-governmental pension fund "KGES-Penfo" from 1995 – 1998. During the same period, he was also a member of the JSC "Krasnoyarsk HPP" Board of Directors. From 1998 – April 2008, Mr. Konovalov was employed as the director for economics and finance at JSC "Krasnoyarsk HPP." From April – May 2008, he served as the first deputy general director and the director for economics and finance at JSC "Irkutskenergo." Since May 2008, he has served as the general director and Chairman of the Management Board at JSC "Irkutskenergo." Mr. Konovalov was a member of the JSC "Krasnoyarskenergosbyt"

Board of Directors from 2007 – 2008. Mr. Konovalov completed his MBA in Finance, specializing in controlling risks at energy companies, at The Academy of the National Economy (ANE) under the Government of the Russian Federation. He has been awarded the title of Honorable Power Engineer of the Russian Federation. Mr. Konovalov is also a deputy for the Irkutsk Regional Duma (Legislative Assembly).

David Felixovich Kuznetsov was born March 29th, 1963. In 1988, Mr. Kuznetsov graduated from the economic cybernetics department at the Moscow Institute of Natural Economy (named after Plekhanov) with a degree in economics-mathematics. Following university, from 1990 – 1993, he served as the deputy director of a Trade Union Fund for social guarantees and employment. From 1993 – 1995, he was employed as the executive director of an economic policy Fund and also worked as a research associate at the laboratory focused on privatization problems and property structure and as a junior research associate at the laboratory for structural property changes in the Institute for the Economy in Transition (IET). Since 2007, Mr. Kuznetsov has served as the deputy chairman of the Board of Directors of JSC “First United Bank,” as well as being a member of the Bank’s Board of Directors and head of the Strategic Planning Committee. During the same period, he also was employed as the deputy general director for OOO “LEVIT” and headed the Company’s Moscow representative office. From 1995 – 2006, Mr. Kuznetsov held different leading positions in JSC “Alfa-Bank” – from serving as the vice president - division head for client relations with companies in the natural gas and construction complex sectors, to the senior vice president - head of the department for working with corporate clients in the natural gas industry.

Subsidiaries news

October 12 2009

The Irganaiskaya HPP is inspected by Rostekhnadzor

From 25 August through September, the JSC RusHydro Subsidiary - Irganaiskaya HPP underwent a comprehensive inspection by a Rostekhnadzor commission of the Mid-Caucasus Administration of the Federal Service for Environmental, Technological and Nuclear Supervision. The purpose of the inspection was to assess observance by the JSC RusHydro Subsidiary - Irganaiskaya HPP of the mandatory requirements of the legislative, regulatory and legal and regulatory technical documents in the sphere of industrial safety. The commission, under the chairmanship of the Head of the Department for state supervision and supervision over underground structures of the Mid-Caucasus Administration of Rostekhnadzor for the Republic of Dagestan, V.V.Larin, assessed the status of the enterprise and the installed equipment at the time of the inspection. At the same time, it was noted that the Irganaiskaya HPP is currently in the stage of construction, with work not yet complete on construction of the spillway canal, fitting of the structures with an automated diagnosis system and a seismic monitoring system.

During the inspection, the Rostekhnadzor commission identified a number of violations of an organisational and technical nature that do not affect the safety and operation of the power plant's buildings, structures and equipment. For the purpose of remedying the given violations as quickly as possible, a relevant order, No. 133/11, was issued on 02 September 2009, for JSC RusHydro Subsidiary - Irganaiskaya HPP, and measures have been elaborated stipulated the time schedule and persons responsible for fulfilling the various items of the instruction. At the same time, it was noted that no violations were identified requiring organisational conclusions and administrative sanctions.

October 13 2009

Staff of the Zagorskaya SHHP undergo a diagnostic audit

A diagnostic audit of the Environmental Management System was performed at JSC RusHydro Subsidiary - Zagorskaya SHHP within the scope of fulfilment of the requirements of the ISO 14001:2004 international standard (clause 4.5.5).

The audit was conducted among personnel of the plant's main subdivisions. Performance of the diagnostic audit and the auditors' conclusions will make it possible to assess the power plant's readiness for certification of compliance with the ISO 14001:2004 international standard, which is planned for 2010.

The main purpose of such measures consists in establishing compliance by the Environmental Management System with the JSC RusHydro environmental policy and the requirements of the internal documentation of the Environmental Management System, the effectiveness of introduction of the Environmental Management System in the subsidiary and its maintenance in a working condition.

During the diagnostic audit at the Zagorskaya SHHP, the specialists of NOU NUMTs, the company's official auditors, interviewed the management, carried out a survey of subdivision personnel, and observed the subsidiary's operations on the industrial sites of the SHPP. The auditors also gathered qualitative and quantitative evidence for the audit relating to work in the normal mode and in consideration of forecast extraordinary situations.

JSC RusHydro's main task in the sphere of environmental impact management is to increase the standard of environmental safety, ensure reliable and environmentally safe production of electric power, and a comprehensive approach to use of natural energy resources.

In the sphere of environmental safety and environmental protection, JSC RusHydro is governed by the following fundamental principles:

- to take into account the priority of environmental safety as an integral part of national security;
- energy saving and rational use of natural and energy resources, as well as a reduction in the potential adverse impact on the environment, at all stages of the power plant's work cycle;
- the priority of taking preventive measures over ones to eliminate adverse environmental consequences;
- adoption of management and investment decision on the basis of multiple scenarios for development in consideration of environmental priorities.

The Company's environmental policy is implemented in accordance with the "Programme for implementation of the JSC RusHydro environmental policy for 2008-2010", which includes realistic measures to reduce the environmental impact.

October 20 2009

Repairs are completed to two hydro-units at the Nizhegorodskaya HPP

Repair work has been completed on two hydro-units at the Nizhegorodskaya power plant: a complete overhaul of Hydro-unit 4 and current repairs to Hydro-unit 8. It may now be said that the repairs to the main equipment on the eve of the autumn-winter loading maximum are completed in full.

During the overhaul of Hydro-unit 4, which lasted four months from 18 June, a complex of workers was carried out to repair and debug all parts and systems of the hydro-unit: the rotor

wheel, the liquid end, pilot bearings, the rotor and the stator. In regulations also included mandatory full technical inspection of the hydro-unit by specialists (NPO TsKTUI - Siloviy Mashiny, St. Petersburg). The experts' recommendations were taken into consideration during the work and, once the repairs were complete, a complex of tests was performed, and these confirmed that the hydro-unit could be started up without restriction. After the final test was carried out to confirm guarantees of regulation, Hydro-unit 4 was started up on 19 October.

Current repairs involving drying out of the liquid end were carried out on the eighth hydro-unit. In addition, parallel work was performed here to replace the rubbish collection grills. Hydro-unit 8 will be back on line on 20 October and, from then on, all the hydro-units of the power plant will be fully operational.

October 26 2009

Energy audit at the Volzhskaya HPP

Today, an energy audit was initiated at the Volzhskaya HPP. It will continue until 30 October and will be performed within the scope of raising the energy efficiency of the enterprise. JSC RusHydro has been carrying out energy audits of its existing power plant subsidiaries since July 2009 for the purpose of subsequent specification of the company's energy saving programme.

Within the scope of the check on the Volzhskaya HPP, a group of energy audit experts will identify any opportunities for optimising the water-power regime, raise the efficiency of the electric power generation process, and reduce the HPP's consumption for its own and economic purposes. The result of the energy audit will be used to draw up a programme for raising the energy efficiency of JSC RusHydro Subsidiary — Volzhskaya HPP.

In August 2008, the Board of Directors of JSC RusHydro approved the energy saving programme for up to 2012. The programme envisages a complex of work to raise the efficiency of water resource use, reduce the plant's own consumption of electric power and losses on the market, develop generation on the basis of renewable energy sources, introduce innovations into the sphere of energy saving, and enter new service markets: energy saving, energy auditing and energy recording.

Involved in drawing up the energy efficiency programmes for the JSC RusHydro power plants are the holding company's best engineering personnel, including those of energy sales companies: JSC Scientific Research Institute for Power Structures and JSC Ryazan Energy Sales Company. They are included on the register of organisation of the Inter-regional Association Energy Efficiency and Standards and are permitted to carry out energy inspections.

October 27 2009

All units of the Bureiskaya HPP are now operating in design mode

On 27 October, the third hydro-unit of the Bureiskaya HPP was started up under full pressure after reinstallation. This is the last unit commissioned at the Bureiskaya HPP under the design scheme and all the power blocks of the power plant are now operating in regular mode.

Let us recall that, during the construction period, units one to three were started up at less than full load before the dam construction was completed. Later, once the dam reached its design height, they were transferred to the standard work mode.

For instance, the third unit, with a capacity of 300 MW, was brought into industrial operation in November 2004. It was the first to have an experimental-standard wheel installed, operating with a wide pressure range (from 75 to 120 metres). This pressure was provided by the

temporary conduit installed at the 216 m. mark (the design mark being 243 m. according to the Baltic height system). The experimental-standard wheel provide itself well over five years of operation, so it did not require replacement. During this time, the power unit generated 4.5 billion kWh of electric power.

In October 2008, the third unit was closed down for reinstallation. In connection with reconstruction of the water conduit, the operators gained an opportunity to undertake a full inspection and overhaul of all the sections and parts of the hydro-unit that ensure its continued accident-free operation. The specialists of the power plant replaced the speed regulator of the hydro-unit with a more modern one. Together with specialists from the manufacturer, they tested the unit for a capacity increase to 335 MW, the result being that, on the basis of permission documents from Rostekhnadzor, an Act was adopted by the working commission on the possibility of operating the third hydro-unit under a loading of up to 335 MW. In accordance with the balance approved by the Federal Tariff Service for 2009, the Bureiskaya HPP will reach its design capacity of 2010 MW on 1 November.

Construction of the Bureiskaya HPP will not end with completed renovation of the hydro-units. In the next few years, work is to be finished on the spillway, development of the dam crest, and creation of a base for the fleet ensuring the safe operation of the hydro-complex.

October 30 2009

Planned hydro-unit repairs are completed at the Bureiskaya HPP

Planned running repairs to the sixth hydro-unit have been completed at the Bureiskaya HPP. During the repairs, the main parts were inspected, as were the bearings and seals, and the reliability of the fixing parts was checked. The contractor was determined by tender as JSC REMIK.

Vibration tests carried out by the laboratory of the monitoring and diagnostic service of the Bureiskaya HPP provided a basis for concluding that the repairs carried out were of good quality and for determining the zones of reliable operation of the hydro-unit.

The completion of repairs to the sixth hydro-unit brought to a close the 2009 programme of repairs to the main equipment. Such scheduled repairs are carried out every year at the Bureiskaya HPP on all the hydro-units in the volume required in order to ensure the reliability and safety of equipment operation. During the current year, about 20 million roubles were allocated for implementing the programme for repairs to the main equipment.

November

RusHydro news

November 3 2009

JSC RusHydro announces that eighteen branches and three subsidiaries have obtained certificates of work readiness for the 2009 – 2010 autumn and winter period

JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) announces that eighteen branches of the Company and three of its subsidiary and dependent companies have completed the check for work readiness for the 2009 – 2010 autumn and winter period. The Commission for the Verification of the Readiness for Winter carried out work at the following sites: the Bureyskaya HPP, the Nizhegorodskaya HPP, the Volzhskaya HPP, the Zhigulevskaya HPP, the Novosibirskaya HPP, the Zeyskaya HPP, the Saratovskaya HPP, the Kamskaya HPP, the Votkinskaya HPP, the Irgnayskaya HPP, the Cheboksarskaya HPP, the Zagorskaya PSHP, the Cascade of the Kubanskiye HPPs, the Cascade of the Verkhnevolzhskiy HPPs, in the Karachaevo-Cherkessian branch, in the North Ossetian branch, in the Kabardino-Balkarian branch and in the Dagestan branch, as well as at JSC “Kolymaenergo,” JSC “Geoterm” and JSC “Zaramagskiy HPPs.”

During the checks, the technical condition of hydro-units was examined. Diagnostics were also conducted on equipment that will be used during the peak load autumn and winter periods. The quality and completeness of personnel readiness for the autumn and winter period was also evaluated.

The Commission for the Verification of the Readiness for Work in the autumn and winter periods was directed by the heads of the structural divisions of RusHydro’s “Production” business unit, as well as by a member of the Management Board and by the Company’s head of the “Engineering” business unit, Rasim Khaziakhmetov. The Commission also included representatives from the inter-regional directorates of the Russian Ministry of Energy, the territorial directorates of the Russian Federal Environmental Industrial and Nuclear Supervisory Service and the regional dispatching directorates of JSC “System Operator of the Unified Energy System,” as well as directors of the HPPs.

During the checks (which were conducted from September 21st, 2009 to October 30th, 2009), the Commission determined that all the above-indicated companies fulfilled both main and additional conditions of work readiness for the 2009 – 2010 autumn and winter period and granted all indicated objects Certificates of Readiness.

At present, an intensive examination is being conducted at RusHydro’s “P.S. Neporozhniy Sayano-Shushenskaya HPP” to assess its readiness for work during the 2009 – 2010 autumn and winter period. Due to the repair and rehabilitation operations that are being carried out at the site, winter preparation for the Sayano-Shushenskaya HPP is being performed in accordance with a separate plan. The measures connected with obtaining a Certificate of Readiness for the autumn and winter period for this HPP will be conducted according to separate regulations and will be performed until mid-November. Commission members performing this examination include: representatives from RusHydro, the Yenisei directorate of the Russian Federal Environmental Industrial and Nuclear Supervisory Service and the headquarters of the Russian Emergency Ministry in the Khakassia Republic, as well as specialists from JSC “System Operator of the Unified Energy System” from the Siberian Inter-regional Dispatching Office.

The conclusive stage of RusHydro's work readiness examinations for the autumn and winter period will be the examination carried out by a Commission appointed by a decree of the Russian Ministry of Energy.

The most important principles for using RusHydro's hydro-energy objects are providing for their technical and system reliability. The Company follows these principles at all stages of the HPP assets' life-cycle. This is confirmed by state supervisory authorities while performing assessment on project documentation, issuing licenses for putting assets into operation, declaring the safety of hydro-technical objects and obtaining licenses for the usage of potentially hazardous industrial objects.

RusHydro believes that compromises in the area of ensuring equipment reliability and the safety of hydro-technical constructions are unacceptable. Therefore, measures aimed at maximizing the reliability and safety of existing assets with increasing effectiveness due to decreased risks are of first-rate importance to the Company, regardless of the market situation.

November 20 2009

The Russian Federal Service for Financial Markets (FSFM) has registered an additional share issue of JSC RusHydro

The Russian Federal Service for Financial Markets (FSFM) has registered an additional issue of ordinary shares of JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) placed via an open subscription.

The number of shares in the additional issue is: 19,000,000,000 ordinary shares with a par value of 1 ruble per share.

The total value of the additional issue (based on the nominal value) is: RUR 19,000,000,000.

The state registration number 1-01-55038-E-038D has been assigned to the additional issue.

Both monetary and non-monetary funds will be accepted as payment for the additional shares.

The decision to increase RusHydro's charter capital was adopted at a general meeting of the Company's shareholders on June 10th, 2009.

The price for the additional placed shares (including for persons included in the list of shareholders that have pre-emptive rights for additional share acquisition) will be defined by the Company's Board of Directors according to Articles 36 and 77 of the Russian Federal Law "On joint stock companies." The information on the price for the additional share placement set by RusHydro's Board of Directors will be disclosed when due hereunder (on the News Wire and also on RusHydro's corporate web site), and also will be contained in the Notice on the opportunity to exercise pre-emptive rights for the additional share acquisition.

According to Article 40 of the Russian Federal Law "On joint stock companies," shareholders of RusHydro (irrespective of their participation in the vote on the question of increasing charter capital and/or on the voting procedure) have the pre-emptive right to acquire additional shares in a quantity proportional to the quantity of shares belonging to them (as of the date of drawing up the list of persons having the right to participate in the general meeting of shareholders, which in this case was April 30th, 2009).

Also on November 19th, 2009, the Company obtained FSFM permission to place and circulate an additional 283,100,000 additional shares outside of the Russian Federation, allowing the Company's depositary receipt (DR) holders the possibility to exercise their pre-emptive rights (in an amount in proportion to the quantity of Company DRs that they held as of April 30th, 2009).

Notices on the state registration of an additional share issue for the Company and on the opportunity for shareholders to exercise pre-emptive rights to acquire additional shares

according to current Russian legislation will be published in the Russian newspaper "Vedomosti" and will also be placed on RusHydro's corporate web site.

The securities prospectus is registered by the FSFM simultaneous to the state registration of the Company's additional share issue and is placed on the Company web site under the section "For investors"/ "Securities Issue documents."

November 24 2009

JSC RusHydro appoints Evgeny Dod Chairman of the Management Board

November 23, 2009. At a meeting of the Board of Directors of JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE), the Board selected Evgeny V. Dod as Chairman of the Company's Management Board. During the same Board meeting, which was conducted in person, RusHydro's Board of Directors simultaneously terminated the powers of Mr. Vasily Zubakin, who had served as Acting Chairman of the Management Board since June 2008. Mr. Zubakin will continue his work as a *Member of the Management Board. His professional skills and experience will be essential in helping further the development of the Company.*

Evgeny Vyacheslavovich Dod was born in Moscow in 1973. He graduated from the Moscow Aviation Institute (the University of Aerospace Technology), "MAI," with a degree in "The economics and management of engineering enterprises" in 1995. He holds a ph.D. in economics.

Mr. Dod has worked in the power industry for more than 10 years. From 1999 to 2000, he served as Deputy Head of the Export Department at "RAO UES of Russia." From June 2000 to 2008, he was the General Director at CJSC "INTER RAO UES." Since May 2008, he has been Chairman of the Management Board at JSC "INTER RAO UES." Mr. Dod has been awarded an honorary diploma from the CIS Electric Power Council. He has also been awarded the title "Honoured Power Industry Worker" and "Honoured CIS Power Industry Worker," as well as receiving other state awards.

RusHydro's Board of Directors also terminated the powers of four other members of the Company's Management Board: Khaziakhmetov Rasim Magsumovich (*Managing Director, Head of the "Engineering" Business Unit*), Bogush Boris Borisovich (*Managing Director, Head of the "Production" Business Unit*), Oksuzyan Oleg Borisovich (*Executive Director, Corporate Governance*), and Belyaev Konstantin Vladimirovich (*Member of the Management Board*).

At the same time, five top-managers from JSC "INTER RAO UES" were elected to RusHydro's Management Board: Alzhanov Rakhmetullu Shanshevich, Gorev Evgeny Evgenyevich, Mantrov Mikhail Alekseevich, Rizhinashvili George Ilyich and Sharov Yuriy Vladimirovich.

November 30 2009

JSC RusHydro's Board of Directors determines the offering price for the Company's additional share issue

According to a resolution by the Board of Directors of JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) (November 30th, 2009, Minutes No. 89), the offering price for additional shares (including for persons on the list of those that enjoy the pre-emptive right to acquire additional shares subject to the placement) will be 1 ruble 15 kopecks per additional share.

The number of shares in the additional issue is: 19,000,000,000 ordinary shares with a par value of 1 ruble per share. The state registration number 1-01-55038-E-038D (from November 19th, 2009) has been assigned to the additional issue. The issue will be placed via open subscription.

The decision to increase RusHydro's charter capital was adopted at a General Meeting of the Company's shareholders on June 10th, 2009.

According to the Russian Federal Law "On joint stock companies," RusHydro shareholders (irrespective of their participation in the vote on the question of increasing charter

capital and/or on the voting procedure) have the pre-emptive right to acquire additional shares in a quantity proportional to the number of shares belonging to them (as of the date of drawing up the list of persons who had the right to participate in the General Meeting of shareholders, which in this case was April 30th, 2009).

The validity period for exercising pre-emptive rights, which was established by the Decision on the additional share issue, is 210 days. This period will be counted from the date that the notice on the opportunity to exercise pre-emptive rights is published in the newspaper "Vedomosti." The notice will also be placed on the Company's web site.

The right to demand the re-purchase of shares belonging to shareholders in connection with the additional share placement does not exist.

The commencement date for placing these securities will be December 12th, 2009.

The Decision on the additional share issue and the issue Prospectus are available at:

<http://www.rushydro.ru/investors/disclosure/issuing>

Contract for the production of basic power equipment to restore the Sayano-Shushenskaya HPP signed

JSC "RusHydro" (ticker symbol: HYDR; MICEX, RTS and LSE) and JSC "Power Machines" announce that a contract has been signed for the production of hydro-power equipment to restore the Sayano-Shushenskaya HPP.

In accordance with conditions established in the contract, "Power Machines" will prepare 10 hydro-turbines, 9 hydro-generators with a capacity of 640 MW per generator and 6 excitation systems. Furthermore, "Power Machines" specialists will demonstrate installation monitoring services and will also carry out set up and initial operation work. The production period covered by this contract is 2011 – 2012 and the value of the contract (not including VAT) is RUR 11.7 billion. Negotiations on conditions for preparing accessory equipment, installing equipment and transporting the equipment are currently ongoing.

Production of the first hydro-unit (turbine + generator) is planned for January 2011 and additional production will be carried out on two to two-and-a-half month intervals. Looking only at 2011, the Company ("Power Machines") will produce 6 new hydro-units; the remaining equipment will be produced in 2012.

The new hydro-units' operational lifespan will be up to 40 years – a 25% increase compared to previous units – and they will operate at 96.6% efficiency. The turbines will be outfitted with more effective protection that will enable automatic work stoppages when output exceeds the regimes' limits. The capacity of the new hydro-units will be within the same limits as those that previously operated at the HPP.

"During recent years, "Power Machines" has carried out extensive scientific and experimental-design research work on building hydro-turbines," stated Igor Kostin, "Power Machines" General Director. "To fulfill the Sayano-Shushenskaya HPP order, "Power Machines" will be able to utilize the results of this work, taking into account corrections that are necessary based on "Rostekhnadzor's" investigation of the August accident."

According to Evgeny Dod, Chairman of RusHydro's Management Board, "This large transaction is vitally important for the restoration of the Company's Sayano-Shushenskaya HPP and it is also extremely critical, particularly in terms of delivery guarantees and technical tracking, for the equipment operating process."

"Power Machines" enterprises are currently working on fulfilling a large order for the Boguchanskaya HPP, in full accordance with a concluded long-term contract. Based on the terms of the contract, "Power Machines" provides for the design, production and delivery of 9 hydro-turbines and 9 hydro-generators, each with a nominal capacity of 333 MW, to the Boguchanskaya HPP project. Furthermore, specialists at the Petersburg Power-Machine Building Company will monitor installation and will also carry out set up and initial operating work at the site. As of now, "Power Machines" subsidiaries are building the fourth and fifth hydro-turbines and are also at work on the fourth and fifth hydro-generators. Bringing on line hydro-units at the Boguchanskaya HPP – which is being built through a joint effort of RusHydro and UC "Rusal"

in the Krasnoyarskaya Krai – is now seen as the most acceptable and effective method to quickly replace capacity from the Sayano-Shushenskaya HPP, which has temporarily been lost because of the unprecedented accident that occurred at the HPP on August 17th, 2009.

Subsidiaries news

No news available.

December

RusHydro news

December 2 2009

JSC RusHydro announces H1 2009 IFRS results

Highlights:

- **Consolidated Group revenues increased 14.4 percent and totaled RUR 56,888 million;**
- **Operating profit soared 117.7 percent to reach RUR 22,539 million;**
- **EBITDA* increased to RUR 28,111 million, an 85.6 percent period-on-period increase.**

Combined and Consolidated Income Statement:

Group revenues during the reported period stood at RUR 56,888 million compared to RUR 49,709 million during the same period in 2008 – a 14.4 percent increase. This increase can primarily be attributed to:

- A greater share of sales at non-regulated prices in full accordance with the timeline for electricity market liberalization in Russia;
- A larger Special Investment Component (SIC), which is included in the tariff, than in the previous year.

The Group's segment "Generation" accounted for 69 percent of the Group's total revenues, whereas the retail segment contributed almost 28 percent to Group revenues.

Operating expenses for H1 2009 totaled RUR 34,349 million versus RUR 39,339 million during the first six months of 2008 – a 12.7 percent drop.

This drop in operating expenses was caused by:

- Lower volumes of electricity purchases to provide contracted supply under regulated agreements. This reduction is connected with increased free market share;
- Reduced cost of electricity purchases on the day-ahead-market (which reflect decreased consumption).

As a result of higher revenues and the drop in expenses, Group's net profit soared from RUR 7,631 million during the first six months of 2008 to RUR 17,859 million during the first half of 2009. This represents a 134 percent increase.

Combined and Consolidated Balance Sheet:

RusHydro Group's total assets as of June 30th, 2009 amounted to RUR 460,262 million, which is a 7.9 percent increase compared to the value of total assets as of December 31st, 2008. .

The value of the Group's property, plant and equipment experienced a 1.6 percent change from December 31st, 2008 to June 30th, 2009 and stood at RUR 342,383 million as of the end of the reported period.

Total liabilities for the RusHydro Group as of June 30th, 2009 increased insignificantly and totaled RUR 83,067 million, a 0.4 percent increase compared to the level seen as of December 31st, 2008.

Total equity for the RusHydro Group as of June 30th, 2009 equaled RUR 377,195 million against RUR 343,612 million as of December 31st, 2008. The 9.8 percent increase in equity can primarily be explained by an increase in retained earnings and other reserves, as well as by a RUR 10 billion increase in the Company's share capital. Respective amendments to RusHydro's Articles of Association were made on April 8th, 2009.

Changes in the Group's Structure:

In June 2009, OJSC Ust'-Srednekanskaya HPP completed an additional share issue; these additional shares were bought by the Group and the State. The share of voting rights in this subsidiary owned by the RusHydro Group (both directly and indirectly) has been reduced from 77.85 percent to 74.47 percent. The Group's effective interest in the earnings of the subsidiary has also decreased from 51.86 percent to 49.69 percent.

Two new wholly-owned subsidiaries, OJSC Nizhne-Kureiskaya HPP and OJSC Dalnevostochnaya WPS, were established by the Group in May 2009 and June 2009, respectively.

Key events after the end of the reported period (post- June 30th, 2009):

July 6th, 2009 – The Company's Global Depositary Receipts (GDRs) were admitted for trading (under the ticker symbol: HYDR) on the regulated sector of the International Order Book (IOB) of the London Stock Exchange;

August 7th, 2009 – The Company launched a new Level 1 American Depositary Receipt (ADR) program; ADRs were immediately admitted for trading on the regulated sector of the International Order Book (IOB) of the London Stock Exchange;

August 17th, 2009 – An accident occurred at the Company's Sayano-Shushenskaya HPP site, resulting in significant damage to property, plant and equipment, as well as the loss of human life. RusHydro has launched extensive efforts to liquidate consequences of this accident.

September 24th, 2009 – The Russian Federal Service for Financial Markets (FSFM) has registered the Report on the results of the additional share issue of JSC "RusHydro" (state registration number for the issue is: 1-01-55038-037D). The total number of additional shares placed within the framework of the issue was 14,681,412,135.

November 19th, 2009 – The FSFM has registered the Decision on an additional share issue and the Prospectus for the Company's planned securities issue (the overall volume to be placed is 19 billion shares, the method of placement- open subscription).

The table below provides information on some of the Company's key financial ratios for the reported period:

<u>Ratio</u>	<u>31st December 2008</u>	<u>30th June 2009</u>	<u>Change 2009/2008, %</u>
EBITDA margin	31%	49%	58%
Current liquidity ratio	2.24	3.53	58%
Borrowed capital to total assets	0.19	0.18	-5%

* - EBITDA equals earnings before the deduction of interest expense and financing items, income taxes and non-cash items, such as: depreciation, disposal charges, impairment/reversal of impairment of plant, property and equipment or impairment of accounts receivable.

December 7 2009

JSC RusHydro obtains Winter Readiness Certificate

JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) obtained its Winter Readiness Certificate for the autumn - winter 2009 - 2010 period. Since November 9th, 2009, an Interagency Committee has been inspecting and assessing the Company's readiness to operate in winter conditions. The inspection has been executed in full compliance with Regulations pertaining to checking the readiness of electric power engineering entities for winter operation - these Regulations have been approved by the Russian Federal Electric Power Supply Headquarters. The Committee determined that the primary requirements for winter operation have been observed; the Committee also established a calendar schedule for additional conditions.

Based on factual water resource reserves and forecast afflux, all of the Company's HPPs are prepared to perform at target figures for operating capacity, and are also ready to participate in dispatching effective control procedures.

From September 21st, 2009 to November 18th, 2009, RusHydro's facilities were inspected for operational readiness during the winter period. The Acceptance Committees included local representatives from: Rostekhnadzor, the Russian MChS, the Russian Ministry of Energy and branches of JSC «SO UES» Readiness Certificates were issued to 19 branches and 3 subsidiaries and dependent companies (JSC Zaramagskiye HPP, JSC Geoterm and JSC Kolymaenergo). Due to intensive recovery work that is being carried out at the Sayano-Shushenskaya HPP post-accident, winter preparation for this site was carried out on an individualized schedule. Procedures connected with issuing the winter certificate were also individually regulated.

RusHydro is committed to upgrading its generating resources to meet international best practice standards, which show no more than 30% wear on equipment. In addition, the special task group, which was created at the initiative of RusHydro, is working on incorporating changes and additions into normative and technical documentation (NTD) investigating technical materials regarding the cause of the accident on August 17th, 2009. The Task Group includes representatives from the Russian Academy of Science, research institutes, design institutes, specialized service organizations and companies that operate electric stations. The Task Group has already developed a set of proposals to change both industry and Company-specific standards. Furthermore, changes are being introduced in the development plan for the new NTD.

December 10 2009

JSC RusHydro's Board of Directors approved companies to provide insurance coverage for the Company

The Board of Directors of JSC RusHydro (ticker symbol: HYDR; MICEX, RTS and LSE) approved the following insurance companies to provide 2010 insurance coverage for RusHydro:

No	Type of insurance	Insurer
1.	Property insurance, including construction in progress, against all risks	JSC Capital Insurance
2.	Insurance for construction and assembly activity.	AlfaStrakhovanie PLC
3.	Voluntary medical insurance and insurance against accidents and illnesses for all employees of the Company's Executive structure.	AlfaStrakhovanie PLC
4.	Voluntary medical insurance and insurance against accidents and illnesses for all employees of the Company's branches.	JSC ROSNO Insurance

		Company
5.	Civil liability insurance for organizations operating hazardous production facilities, as well as for the owners of hydro-technical constructions.	JSC Capital Insurance
6.	Obligatory civil liability insurance for vehicle owners, insurance for automotive vehicles and vessel insurance.	VSK Insurance House
7.	Liability insurance for the non-fulfillment or undue fulfillment of liabilities under a state contract for performing works and/or providing services.	AlfaStrakhovanie PLC
8.	Civil liability insurance for members of the Company's management bodies and executives toward both third parties and the Company.	AlfaStrakhovanie PLC

The Resolution on this topic was adopted, at a meeting of the Company's Board of Directors held in absentia, on November 13th, 2009.

In accordance with the Provision on RusHydro insurance coverage for the period till January 1st, 2010, which was approved by the Company's Board of Directors on June 5th, 2007 (protocol № 33), selecting insurance companies for RusHydro will be carried out on a competitive basis annually.

The Provision stipulates that organizing and conducting the respective competition shall be performed by JSC Insurance Agent Energozashyta, based on an agreement for the provision of these services. At the same time, selections will be approved by the Company's Board of Directors.

Due to current insurance agreements being valid thru December 31st, 2009 and the process for planning 2010 expenses being started in September of the current year, within the framework of the current Provision for JSC Insurance Agent Energozashyta, in September of the current year an open, one-stage tender was conducted to conclude agreements on property and private insurance for JSC RusHydro, branches of JSC RusHydro, its subsidiaries and dependent companies (SDCs).

Five insurers submitted applications for the tender. As a result of the tender, the Company selected the insurance companies which were most capable of providing the most reliable and complete insurance protection to RusHydro.

In addition to the above issue, RusHydro's Board of Directors prematurely terminated the powers of Tatyana Viktorovna Zlydareva, who was a member of the Board's Strategy Committee. The Board elected Aleksandr Sergeevich Yugov, Head of the Department of Oil and Gas Industry and Mineral Resources Organizations at the Department for Infrastructure Branches and Organizations of the Military/Industrial Sector for the Federal Agency of State Property to serve on the Strategy Committee.

Tatyana Viktorovna Zlydareva, the representative from the Federal Agency of State Property on the Board's Strategy Committee, moved to another position. Due to this, the Federal Agency of State Property offered a new candidate to serve on the Strategy Committee, Aleksandr Sergeevich Yugov, the Head of the Department of Oil and Gas Industry and Mineral Resources Organizations at the Department for Infrastructure Branches and Organizations of the Military / Industrial Sector for the Federal Agency of State Property.

December 14 2009

The Period of Placement of the JSC RusHydro Additional Share Issue has begun

In accordance with the provisions of the Decision on JSC RusHydro's additional share issue (registered by the Russian Federation Federal Service for Financial Markets on November 19th, 2009) the date for beginning the additional share issue placement is the 15th day following the publication of the announcement on the state registration of the additional issue in the "Vedomosti" newspaper.

Since the announcement was published in "Vedomosti" on November 27th, 2009, the date for beginning the placement is December 12th, 2009.

In full accordance with the Russian Federal Law "On joint stock companies," RusHydro's shareholders are entitled to exercise their pre-emptive rights in regards to the Company's additional shares in direct proportion to each shareholder's share of RusHydro's charter capital (independent of their participation (or not) in the Company's AGM which was held on June 10th, 2009 and regardless of whether or not the shareholder voted for or against the charter capital increase).

The validity period for exercising pre-emptive rights, which was established by the Decision on the additional share issue, is 210 days and is counted from the date (December 3rd, 2009) that the announcement on pre-emptive rights was published in "Vedomosti", as well as on the corporate web-site.

Based on a decision by RusHydro's Board of Directors, the placement price for each additional share is 1 ruble and 15 kopeks, including for shareholders that are entitled to pre-emptive rights in regards to the Company.

The overall volume of the issue (Russian state registration number: 1-01-55038-E-038D, November 19th, 2009) is 19 billion common shares with a par value of 1 ruble per share.

The Decision on the Company's additional share issue and the issue prospectus, as well as the announcement on pre-emptive rights, are available on RusHydro's website.

December 30 2009

The Russian Federal Service for Financial Markets has made a decision to cancel the individual number (code) for JSC "RusHydro's" shares

On December 29th, 2009, The Russian Federal Service for Financial Markets (FSFM) made a decision to cancel the individual number (code) 037D of state registration number 1-01-55038-E-037D from May 14th, 2009, which had been assigned to the additional issue of ordinary non-documentary shares of JSC "RusHydro".

In the near future, a transaction to modify JSC "RusHydro's" shareholder register (the Company's registrar is: JSC "Central Moscow Depository"), as well as the process of combining the Company's additional share issue with the main share issue on MICEX Stock Exchange's trading system, are planned. Following this procedure, all of the Company's ordinary shares will be traded on the «A1» Quotation List of the MICEX Stock Exchange.

JSC "RusHydro's" shares trade on the MICEX Stock Exchange under the ticker symbol: HYDR.

Subsidiaries news

December 1 2009

Upgraded power unit No. 3 commissioned at the Saratovskaya HPP

Power unit No. 3 had been in operation since 1968. During its rehabilitation in the third and fourth quarters of this year, its equipment was fully upgraded. A more powerful unit transformer (TRDTs -320000/220) was installed; shielding current distributors were laid anew; the 220 kV oil-filled power cable was replaced with the cross-linked polyethylene cable; generator switchgear (HECS-80M generator circuit-breaker systems and disconnect switches), relay protection and automatic equipment, regulator systems and auxiliary equipment were assembled. The power unit comprises two pairs of synchronous hydrogenerators, of which generator No. 10 was upgraded in 1999 and generators Nos. 11 and 12 in 2005, and modernization of hydrogenerator No. 9 is scheduled to be completed in March 2010.

Overall, there are five such power units at the Saratovskaya HPP. Observations have been held to determine the degree of their actual wear. Also, the project and schedule for their upgrading, involving replacement of all equipment, have been developed.

Within the framework of this project, power unit No. 3 was the first to be upgraded. Advanced high-tech equipment for the unit was designed and produced by the European electrical engineering group ABB Power Technologies, taking into account the specifics of the Saratovskaya HPP. The main contractor for construction and assembly work was JSC Elektroremont-VKK; a considerable amount of work was fulfilled by the subcontractor CJSC INESS (town of Balakovo). All operations are ongoing under the guidance of the power plant's technical personnel. Equipment manufacturers and suppliers and work contractors have been selected through tenders.

New equipment has a longer service life, is environmentally safe, compact and easily serviceable, helps reduce transmission power losses and has an overhaul cycle limit of 30 years. Monitoring systems make it possible to track more closely the power unit's operational parameters to enhance its functional reliability and the quality of equipment performance monitoring.

In June 2010, after the spring floods are over, upgrading of another power unit will start at the Saratovskaya HPP. There are plans to modernize one power unit a year and wrap up works in 2013. Therefore, this is one of the largest projects under the equipment upgrading program for the Saratovskaya HPP, with the cost of works under the project estimated at more than 1.4 billion rubles. Implementation of the project will help maintain the necessary power reserve in the Balakovo power hub and the Middle Volga area and enhance HPP operation reliability.

The ongoing works clearly demonstrate the scope of the long-term equipment rehabilitation and upgrading program. Initial work under the program began in 1995 and all the basic and auxiliary equipment of the Saratovskaya HPP is to be upgraded by 2030.

December 10 2009

Upgraded hydroelectric unit put into operation at the Kamskaya HPP

Rehabilitation of hydroelectric unit No. 23 has been completed at the Kamskaya HPP to increase its installed capacity by 3 MW. The unit rehabilitation program started in 1997, and hydroturbine No. 23 became the 15th turbine that had been rehabilitated. Overall, the HPP has 23 vertical-axis Kaplan turbines with the rotor wheel diameter of 5 meters.

The rotor wheel, the guiding device and other parts of unit No. 23 were manufactured by JSC Tyazhmash. Originally, the turbines for the Kamskaya HPP were produced by the Syzran hydroturbine manufacturing plant, which was eventually integrated into JSC Tyazhmash. Now, after about 50 years, the producer has resumed equipment deliveries to the Kamskaya HPP.

In the course of rehabilitation, the unit's turbine and generator were improved. A new rotor wheel was installed on the upgraded turbine, considerably reducing the risk of turbine oil leak from the regulator system into the Kama River. This made the hydroelectric unit more environment friendly and considerably improved its reliability and performance.

During assembly work, HPP personnel closely monitor the quality of main parts of hydroelectric units. If breaches of the requirements for repaired equipment are detected, the faulty parts are mandatorily replaced, as was the case with the upper flange plate of the turbine cover in unit No. 23.

“Hydroelectric unit No. 23 manufactured by JSC Tyazhmash for the Kamskaya HPP has become a sort of a flagship”, says Vladimir Buss, deputy director of JSC RusHydro's branch Kamskaya HPP. “Currently, JSC Tyazhmash is fulfilling the orders for the manufacture of equipment for hydroelectric unit No. 17 and preparations have been launched for the manufacture of another three units. Mindful of the need to keep domestic companies operating, the managers and specialists of the Kamskaya HPP maintain a constructive dialogue with equipment manufacturers and hope that the experience accumulated in the process of rehabilitation of hydroelectric unit No. 23 will contribute to the parties' mutual understanding”.

Currently, integrated live tests are being held to check output performance of equipment, following which documents will be prepared for equipment remarking. The upgraded hydroelectric unit will have a capacity of 24 Mw while the HPP's installed capacity will amount to 522 MW.

December 15 2009

2009 tasks for construction of the Bureiskaya HPP fulfilled

A regular meeting of the startup operations staff for construction of the Bureiskaya HPP was held under the chairmanship of JSC RusHydro Management Board Member and Far Eastern Division CEO Yuri Gorbenko.

The staff members discussed the results of fulfilling the 2009 assignments for construction of the Bureiskaya HPP, one of the largest investment projects of RusHydro, and mapped out plans for the near future.

In 2009, more than 6.6 billion rubles were spent on implementing the HPP construction project, including 2.7 billion rubles channeled into the financing of construction and assembly work. As a result, the third hydroelectric unit was put into operation in accordance with the standard procedure and the hydropower plant reached its design capacity. In the summer of 2009, the reservoir reached its designed level for the first time, which made it possible to hold large-scale tests of the service spillway. Hoisting cranes were put into operation on the crest of the dam to ensure gate operation. The transformer repair shop in the hollow of the dam and a public amenities center were built.

In 2010, construction of HPP site facilities and the tailrace channel will be completed, as well as construction of the utility and production block and the building for the instrumentation and control system. The oil transformer building will be properly fitted out. Implementation of the program will require about 1.2 billion rubles.

The operations staff members discussed the issues of enhancing reliability and safety through making changes to the design and construction sections, taking into account new trends in hydro-engineering construction, HPP operation practices and new requirements of the Federal Service for Environmental, Technological and Nuclear Supervision (Rostekhnadzor).

“The year 2011 will see completion of the Bureiskaya HPP construction project”, Yuri Gorbenko said in conclusion. “We must prepare the facility for acceptance by the government commission”.

December 29 2009

Volzhskaya HPP puts an upgraded hydroelectric unit into operation

Hydroelectric unit No. 3, with its capacity increased from 115 to 125.5 MW, was launched into operation after rehabilitation at JSC RusHydro's branch Volzhskaya HPP.

This is the third fundamentally new turbine. It differs from the turbines originally installed at the hydropower plant in terms of both design features and assembly. It has a service life of 40 years.

“A structurally new type of the rotor wheel has been installed on hydroelectric unit No. 3, as well as a modern control system complying with international standards. Modern seals of rotor wheel blades exclude the leak of turbine oil into the Volga River, giving the grounds to consider the new turbine to be environment friendly”, Sergei Talagayev, chief engineer of the Volzhskaya HPP said.

Rehabilitation of the third hydroelectric unit started in mid-2008. The cost of equipment and construction and assembly work totaled 1.4 billion rubles. Turbine replacement payments are made by installments under a lease scheme. The following organizations were involved in unit rehabilitation efforts: JSC Power Machines (St. Petersburg), CJSC Spetsenergmontazh (town of Volzhsky), JSC Gidroremont (town of Volzhsky).

Today, eight out of the HPP's 22 hydroturbines with the expired lifespan have been replaced. The remaining turbines are to be rehabilitated by 2020 under the long-term HPP equipment upgrading program.

Overall, JSC RusHydro's branch Volzhskaya HPP spent over 600 million rubles on equipment upgrading and rehabilitation in 2009. The list of basic works included complete rehabilitation of two turbines, rotor wheels modernization for two hydroelectric units, replacement of three generator air circuit breakers with SF₆ circuit breakers, complete replacement of thyristor excitation systems at 22 hydrogenerators, complete rehabilitation of 26 edges of the overfall dam, initial rehabilitation of the central oil lubrication system, rehabilitation of unit transformers with the installation of an explosion/fire protection system (mounted on six transformers), replacement of the spillway's emergency and repair gates and trash racks.