

REVIEW OF STOCK MARKETS

Before the opening of trading some moderately negative external background formed on the Russian market on October 23. Major U.S. indices ended the trading session on Tuesday with a growth by 0.2-0.6% on weak data on the labour market in September, which, according to analysts, will force the American Central Bank to abstain from start to reduce the volume of QE in the near future. At the same time, the Composite MSCI Asia Pacific Index was losing about one percent, and the U.S. index futures were declining half a percent. The reason for the sale was the highest since July rising interest rates on loans in the interbank market in China, triggered, according to the media, by the absence on the market of the Central Bank of China, which is trying to control credit growth and property prices. The problem of domestic debt of China, which has long been in the focus of economists, was updated after the introduction in the early week of information of The Wall Street Journal that the State Council of China in the next three weeks may publish the results of the audit of local government debt. In this case, according to news reports, the amount of this debt is unknown even to the authorities of China – according to various estimates it ranges from 30 to 60% of GDP. In light of these commitments, according to Fitch, the size of China's public debt could reach 200% of GDP. December Brent was trading around the level of \$109.5 – a dollar lower on our closing on Tuesday. Pressure on oil prices was put by the American Petroleum Institute data of a substantial increase in U.S. oil inventories.

During the trading session, the market was dominated by sellers – in the afternoon the decline in the MICEX Index exceeded one percent, the losses of the major European indices were about half a percent. In addition to news from China, the pressure on the markets was put by weak statements of some European and American companies. Sales in Russia intensified after the start of trading in the U.S. with a half-point decline in the major indices and reduction of the cost of oil after the U.S. Department of Energy reported a sharp increase in oil inventories last week.

At the end of the day, the MICEX Index lost 1.41% to close trading at 1,507.26 points and the RTS Index fell by 1.55% to close at 1,494.96 points. The MICEXPWR Sector Index decreased by 1.58%, reaching 1,080.22 points. On Western exchanges the European DJStoxx 600 Index was down 0.62%, and the American S&P 500 Index fell by 0.47%.

ELECTRIC POWER INDUSTRY NEWS

Consumers lose energy

After several years of growth in electricity demand in Russia some stagnation may come. Forecasts of regulators and experts say that the increase in demand in 2013-2014 will amount to, at best, about 1% per year or less. The main reason is said to stop energy consuming industries and consumers leaving the unified power grid.

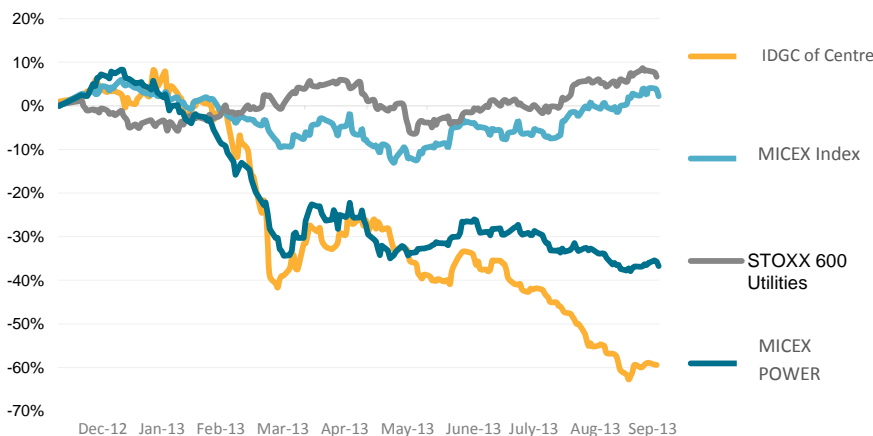
To read full text: <http://www.kommersant.ru/doc/2326985>

COMPANY NEWS

The first meeting of the Consumer Council of IDGC of Centre will be held on October 25 in Moscow

To read full text: http://www.mrsk-1.ru/ru/press/news/company/?id_4=88848

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.12
MICEX	1 507,26	-1,41%	2,21%
S&P 500	1 746,38	-0,47%	22,45%
FTSE 100	6 674,48	-0,32%	13,17%
DAX	8 919,86	-0,31%	17,18%
DJStoxx 600	318,99	-0,62%	14,06%
STOXX Utilities	276,25	-0,91%	6,67%
Nikkei	14 426,05	-1,95%	38,78%
Sensex	20 767,88	-0,47%	6,90%
CSI300	2 418,49	-1,12%	-4,14%
Bovespa	55 440,03	-1,81%	-9,04%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.12
Euro/USD	1,38	0,01%	4,49%
USD/RUB	31,93	0,10%	5,14%
Euro/RUB	43,66	0,05%	8,53%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.12
Gold, USD/oz	1 333,47	-0,50%	-20,41%
Brent*, USD/bbl	107,80	-1,97%	-2,98%

* - December futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2435
Capitalisation**, billion RUB	10,28
Capitalisation**, million USD	321,91

Source: Central Bank of Russia, Company calculations

** - at the price of last transaction at MICEX

Russian indexes	Change for the day	from 31.12.12
MICEX-Power Index	-1,58%	-36,73%
Shares of IDGC of Centre**	-0,16%	-59,42%

Source: MICEX, Company calculations

Grid companies	Change** for the day	fr 31.12.12
JSC Russian Grids	-2,65%	-54,98%
FGC UES	-2,72%	-50,61%
IDGC of Volga	-1,92%	-60,12%
MOESK	-1,38%	-16,85%
IDGC of Northern Caucasus	-0,50%	-40,08%
IDGC of Centre and Volga Reg	-1,21%	-55,87%
IDGC of North-West	-2,68%	-47,94%
IDGC of Urals	-0,71%	-63,98%
IDGC of Siberia	3,06%	-11,51%
IDGC of South	0,17%	-33,73%
Lenenergo	-1,20%	-54,90%

Source: MICEX, Company calculations

** - at the price of last transaction at MICEX

IDGC of Centre

127018, Russia, Moscow,

2nd Yamskaya, 4

+7 (495) 747 92 92

<http://mrsk-1.com/en/investors/>

IR Division

+7 (495) 747 92 92, ext. 33-34

ir@mrsk-1.ru

Tickers

Moscow Exchange

Bloomberg

Reuters

MRKC

MRKC.RX

MRKC.MM