



DAILY

MARKET REVIEW

2013

| 10 October, Thursday

REVIEW OF STOCK MARKETS

Before the opening of trading some moderately negative external background formed on the Russian market on October 9. The U.S. S&P500 and DJIA Indices ended the Tuesday's trading session lower by 1.1-1.2% on continued uncertainty in addressing the debt ceiling. According to the media, representatives of the Democrats in the Senate are going to vote this week on the issue to authorize the U.S. president to raise the debt ceiling. If successful, the proposal will be forwarded to the lower house of Congress, where the majority is Republicans, who have previously declared unwillingness to agree to increase the limit without reciprocal concessions from the President and the Democrats. At the same time, most of the Asia-Pacific stock markets demonstrated some modest growth, and the U.S. index futures added 0.3%, including on the published better than expected reporting of Alcoa. November Brent was trading around the level of \$110 – at the level of our closing on Tuesday.

Morning attempt to continue yesterday's growth was not successful, and the Russian indices went below zero – investors chose to take profits in anticipation of certainty in the western markets. In the afternoon, the MICEX index lost about half a percent, while the major European indices were trading on average slightly up after good statistics from Germany: figures on industrial production in August were better than expected, with upward revised data for July. At the end of the day, the MICEX Index played back the half day's decline after the neutral start of trading in the U.S. and was able to hold above 1,500 points.

At the end of the day, the MICEX index lost 0.27% to close trading at 1,501.01 points and the RTS Index fell by 0.72% to close at 1,461.00 points. The MicexPWR Sector Index decreased by 0.97%, reaching 1,060.41 points. The main contribution to the decrease in the index was given by shares of Inter RAO, Russian Grids and FGC. On Western exchanges the European DJStoxx 600 Index was down 0.56%, and the American S&P 500 Index closed near zero.

ELECTRIC POWER INDUSTRY NEWS

Under the freezing of tariffs, "Russian Grids" can reduce the investment program

"Freezing tariff rates significantly changes the situation in the grid complex: according to "Russian Grids", they can reduce the investment program by 200-300 billion rubles in five years," said to journalists on Wednesday Minister of Energy Alexander Novak.

To read full text: <http://www.rbcdaily.ru/industry/562949989189751>

Starting from 2015, the use of RAB will be resumed

Freezing tariff rates in 2014 does not mean the abolition of RAB- regulation, starting from 2015 the use of this mechanism will be resumed, stated Minister of Energy Alexander Novak at a press conference on Wednesday.

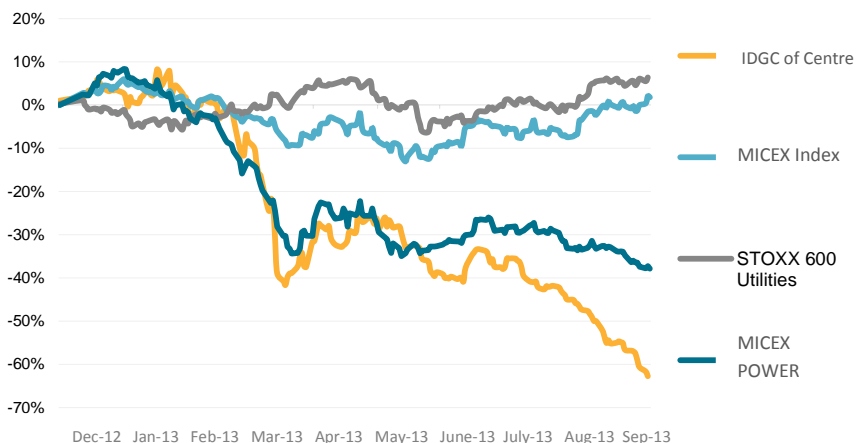
To read full text: <http://www.bigpowernews.ru/news/document52423.phtml>

COMPANY NEWS

IDGC of Centre has announced a competition for energy efficiency projects among employees

To read full text: http://www.mrsk-1.ru/ru/press/news/company/?id_4=88836

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.12	
MICEX	1 501,01	-0,27%	1,78%
S&P 500	1 656,40	0,06%	16,14%
FTSE 100	6 337,91	-0,44%	7,46%
DAX	8 516,69	-0,46%	11,88%
DJStoxx 600	305,13	-0,56%	9,10%
STOXX Utilities	275,48	0,84%	6,37%
Nikkei	14 037,84	1,03%	35,04%
Sensex	20 249,26	1,33%	4,23%
CSI300	2 453,58	0,48%	-2,75%
Bovespa	52 547,71	0,45%	-13,79%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.12	
Euro/USD	1,35	-0,46%	2,38%
USD/RUB	32,30	0,02%	6,34%
Euro/RUB	43,82	-0,02%	8,93%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.12	
Gold, USD/oz	1 305,59	-1,04%	-22,07%
Brent*, USD/bbl	109,06	-1,00%	-1,85%

* - November futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2235
Capitalisation**, billion RUB	9,44
Capitalisation**, million USD	292,14

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	-0,97%	-37,89%
Shares of IDGC of Centre**	-2,83%	-62,75%

Source: MICEX, Company calculations

Grid companies	Change** for the day fr 31.12.12	
JSC Russian Grids	-4,55%	-54,98%
FGC UES	-1,85%	-52,50%
IDGC of Volga	-2,47%	-60,39%
MOESK	0,10%	-21,13%
IDGC of Northern Caucasus	-1,95%	-37,32%
IDGC of Centre and Volga Reg	-6,50%	-57,35%
IDGC of North-West	-0,72%	-49,11%
IDGC of Urals	-6,14%	-63,76%
IDGC of Siberia	4,18%	-10,02%
IDGC of South	3,07%	-34,12%
Lenenergo	-1,73%	-54,06%

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