

REVIEW OF WORLD STOCK MARKETS

**News from Spain once again caused the fall of European indices.** On Tuesday, pessimistic mood dominated on the European sites. Both published weak corporate reports, and the problems in Spain were putting pressure on the markets: first, Moody's after the close of markets on Monday reported a decline in ratings of five regions of the country with one or two points because of their financial weakness and the upcoming debt repayment, secondly, according to the Bank of Spain, the country's GDP in the III quarter fell by 0.4% q/q and 1.7% y/y, which once again demonstrates the country's ongoing recession. Finally, the newspaper El Confidencial reported that Madrid would not be achieving this year's target of reducing the budget deficit. According to the newspaper, the Spanish government had made the EU aware of the fact that the budget deficit for 2012 to decline only to 7.3% of GDP from 9.4% of GDP in 2011, and not to 6.3% of GDP, as planned. At the end of the day the decline in European markets continued after the start of trading in the U.S., where losses exceeded 1.5%. By close of trading, the combined European index DJStoxx600 fell another 1.67%. U.S. indices closed with losses ranging from 0.88% to 1.82%.

REVIEW OF THE RUSSIAN STOCK MARKET

**External factors triggered sales on the Russian market.** Before the opening of trading a moderately negative external background formed on the Russian market on 23 October. Decreasing of MICEX Index that was about half a percent to noon, in the afternoon, accelerated to 1.5% in the face of increasing negative dynamics of U.S. futures and oil prices. At close of trading MICEX Index lost 1.33% and RTS Index with a more than a percent weakening of the ruble fell by 2.73%. MicexPWR industry index decreased by 2.54%.

ELECTRIC POWER INDUSTRY NEWS

FGC is deploying "smart grids"

Future of world energy is for "smart grids", stated Chairman of the management Board of Federal Grid Company Oleg Budargin at a press conference on the opening of the first International Grid Forum UPGrid at IEC "Crocus Expo".

To read full text: <http://www.rbcdaily.ru/2012/10/23/tek/562949984988422>

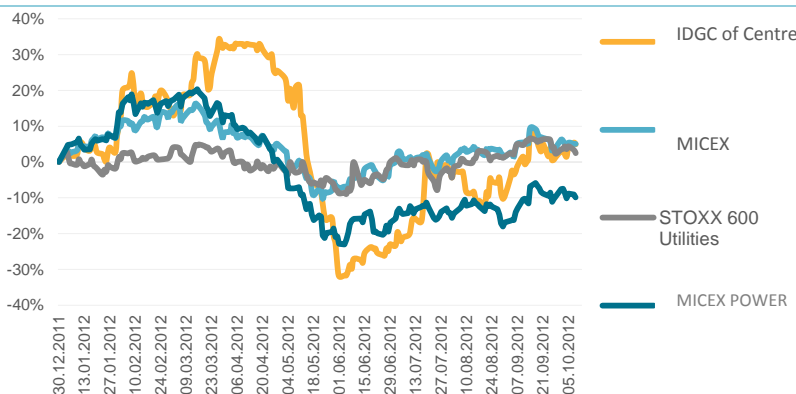
COMPANY NEWS

IDGC of Centre is implementing a new type of outdoor lighting poles

IDGC of Centre in the Belgorod region is implementing a pilot project to install outdoor lighting lines with fiberglass poles.

To read full text: [http://www.mrsk-1.ru/press/news/company/index.php?id\\_4=87638](http://www.mrsk-1.ru/press/news/company/index.php?id_4=87638)

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change from 30.12.11
MICEX	1 455,31	-1,33%	3,79%
S&P 500	1 413,11	-1,44%	12,37%
FTSE 100	5 797,91	-1,44%	4,05%
Nikkei	9 014,25	0,04%	6,61%
Bovespa	57 690,24	-1,72%	1,65%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change from 30.12.11
Brent, USD/bbl*	108,25	-1,09%	0,81%

\* - December futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, rbl.	0,6340
Capitalisation, billion rbl. *	26,77
Capitalisation, million USD *	865,98

\* - at the price of last transaction at MICEX

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change from 30.12.11
MICEX-Power Index	-2,54%	-14,78%
Shares of IDGC of Centre	1,44%	2,81%

Source: MICEX, Company calculations

Distribution grid companies	Change for the day	Change from 30.12.11
IDGC of Volga	10,39%	0,77%
MOESK	-1,18%	-21,88%
IDGC of North Caucasus	-3,66%	-47,06%
IDGC of Centre and Volga Region	-0,20%	13,51%
IDGC of North-West	1,30%	-24,50%
IDGC of Urals	-1,40%	-25,24%
IDGC of Siberia	0,91%	-19,87%
IDGC of South	-2,85%	-24,06%
Lenenergo	-4,58%	-33,19%

Source: MICEX, Company calculations

IDGC of Centre

129090 Russia, Moscow,  
2nd Yamskaya, 4  
+7(495) 747 92 92  
[www.mrsk-1.ru/ru/investors/](http://www.mrsk-1.ru/ru/investors/)

IR Division

+7(495) 747 92 92, ext. 31-81  
[ir@mrsk-1.ru](mailto:ir@mrsk-1.ru)

Codes of shares

MICEX-RTS  
Bloomberg  
Reuters

MRKS  
MRKS RX  
MRKS.MM