



IDGC OF CENTRE

DAILY MARKET REVIEW

26 September, Friday

2014

REVIEW OF STOCK MARKETS

Before the opening of trading on 25 September some moderately positive external background formed on the Russian market. On Wednesday the U.S. indices DJIA and S&P500 gained 0.8-0.9% on strong new home sales statistics in August – sales rose to a maximum of 6 years, the growth rate of the index was the biggest since January 1992. However, on Thursday the major stock indices of the Asia-Pacific region showed mixed trends, the growth of the composite MSCI Asia Pacific index was only 0.1%, futures on the S&P500 were 0.1% down. November Brent futures traded around \$96.8 per barrel – almost a dollar higher than the level of our closing on 24 September. Oil prices were supported with data of the US Department of Energy, which reported a significant decrease in oil reserves last week.

Most of the trading session Russian and European indices in the absence of significant news had a slight increase, on average, within half a percent, reacting to a steady growth of the American market on Wednesday. At the same time the activity of buyers was constrained by the negative dynamics of American futures. The Russian market looked slightly better, which is still supported with investors' hopes for easing of Western sanctions against Russia on the background of de-escalation of tensions in Ukraine. President of the United States stated to following the EU's readiness to remove the restrictive measures. "The ceasefire agreement in Ukraine has a chance to get out on the path of diplomacy and peace. If Russia is on this path, we are ready to cancel our sanctions," quoted the media his speech at the UN. Released at the level of analysts' expectations statistics from the United States on applications for unemployment benefits and orders for durable goods in August did not have a significant impact on the dynamics of trading. At the end of the day the mood of investors on the Russian and European markets got deteriorated after some negative – with more than a percent minus – start of trading in the United States. Nevertheless, the resulting loss of the MICEX Index was only 0.3%, while the drop in the major European indices on average approached to 1.5%.

During the trading session the MicexPWR Sector Index was generally in line with the dynamics of the MICEX Index. The main contribution to the MicexPWR reduction on the day was made by shares of RusHydro, which had lost 2.8% as part of profit-taking after a failed test of the annual maximum. On Western exchanges the European DJStoxx Index fell by 0.85%, and the U.S. S&P Index lost 1.62% following the results of trades.

ELECTRIC POWER INDUSTRY NEWS

Development Program of FGC UES should include a phased reduction of tariffs

A long-term program for the development of JSC "FGC UES" should include the task of a phased reduction of tariffs for connection to the grid, decreasing operating expenses by 15% and investment costs by 30% by 2017. This was stated by Prime Minister Dmitry Medvedev, opening a government meeting.

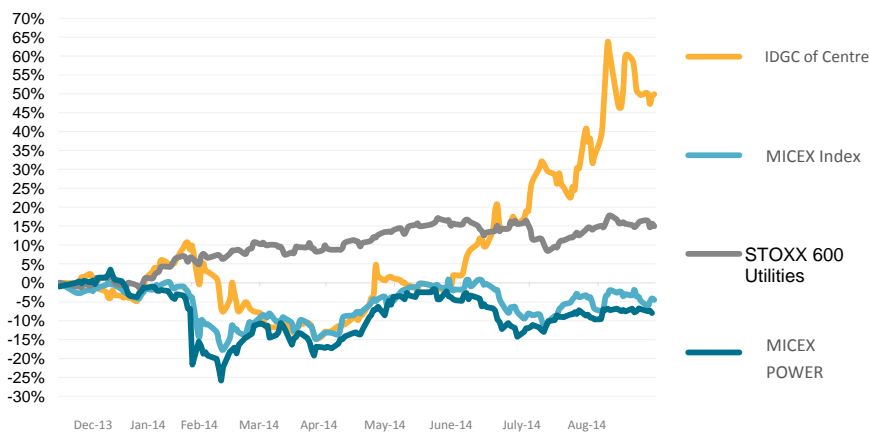
To read full text: <http://www.bigpowernews.ru/press/document58813.phtml>

COMPANY NEWS

IDGC of Centre completed the reconstruction of a substation in Volgorechensk

To read full text: <http://www.karta-smi.ru/pr/213392>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 436,05	-0,40%	-4,52%
S&P 500	1 965,99	-1,62%	6,36%
FTSE 100	6 639,71	-0,99%	-1,62%
DAX	9 510,01	-1,57%	-0,44%
DJStoxx 600	341,44	-0,85%	4,02%
STOXX Utilities	319,91	-0,59%	14,94%
Nikkei	16 374,14	1,28%	0,51%
Sensex	26 468,36	-1,03%	25,02%
CSI300	2 436,97	-0,20%	4,59%
Bovespa	55 962,08	-1,52%	8,65%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,27	-0,36%	-7,60%
USD/RUB	38,38	-0,73%	17,27%
Euro/RUB	49,31	-0,76%	9,66%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 221,58	0,37%	1,66%
Brent*, USD/bbl	97,00	0,05%	-9,18%

* - November futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3277
Capitalisation**, billion RUB	13,83
Capitalisation**, million USD	360,44

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.13
MICEX-Power Index	-0,71%	-8,00%
Shares of IDGC of Centre**	0,43%	49,91%

Source: MOEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	-1,85%	-31,53%
FGC UES	0,12%	-36,89%
IDGC of Volga	0,77%	15,01%
MOESK	-0,01%	-28,03%
IDGC of Northern Caucasus	-2,47%	4,92%
IDGC of Centre and Volga Reg	-6,73%	31,47%
IDGC of North-West	-1,72%	0,32%
IDGC of Urals	2,00%	-2,48%
IDGC of Siberia	-4,30%	26,24%
IDGC of South	-0,93%	25,51%
Lenenergo	-0,11%	13,36%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

IDGC of Centre, JSC

127018, 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