



DAILY

MARKET REVIEW

2014

| 04 February, Tuesday

REVIEW OF STOCK MARKETS

Before the opening of trading some moderately negative external background formed on the Russian market. Following last Friday's results the U.S. indices DJIA and S&P500 lost 0.6-0.9% under the pressure of weak statements of several companies and the unstable situation in emerging markets. At the same time, according to estimates of Bloomberg, for the S&P500 index the minus closing for the third consecutive week is the longest period of continuous decline since May 2012. APR stock indices on an average decreased over half a percent, the reason for pessimism again was statistics from China, where, according to official data, industrial PMI fell to its lowest level in six months to 50.5 points. Slowdown in economic activity in the industry of the second world economy, writes Bloomberg, increased investors' fears about the prospects for the global economy as a whole. March Brent traded around \$106.5 per barrel – \$0.5 below our closing on Friday.

Most of the trading session the Russian and European indices had lateral dynamics near zero. The pressure of weak statistics from China was partly offset with released better than expected data on manufacturing activity in the Eurozone in January. Other significant pieces of news for the day were not published, and investors mostly focused on the featureless dynamics of the U.S. futures. At the end of the day sales on the Russian market increased, and the MICEX Index closed at the lows of early December last year.

Following the results of the day the MICEX Index fell by 0.80% to close trading at 1,442.84 points. The MicexPWR Sector Index for the greater part of the day was trading above zero. But at the end of the day the indicator moved into negative territory after start of active sales of stocks of Russian Grids, FGC and E.ON Russia. On Western exchanges the European DJStoxx 600 Index fell by 1.34%, and the American S&P 500 Index lost 2.28%.

ELECTRIC POWER INDUSTRY NEWS

Money for the socket

The government has a new idea of how to collect more money from the population for electricity. FTS prompts to introduce a "subscription fee" — to allocate a share in monthly payments and fix it as payment for electricity transmission services. Then people who are already paying for the light, their costs will not change, but owners of vacant "investment" apartments or homes that do not pay anything to compensate their new connection costs to power grid companies.

To read full text: <http://www.kommersant.ru/doc/2398437>

Ministry of Energy has extended the status of a supplier of last resort for the subsidiaries of Russian Grids in the Bryansk, Kursk, Ivanovo and Omsk regions

To read full text: <http://www.bigpowernews.ru/news/document54462.phtml>

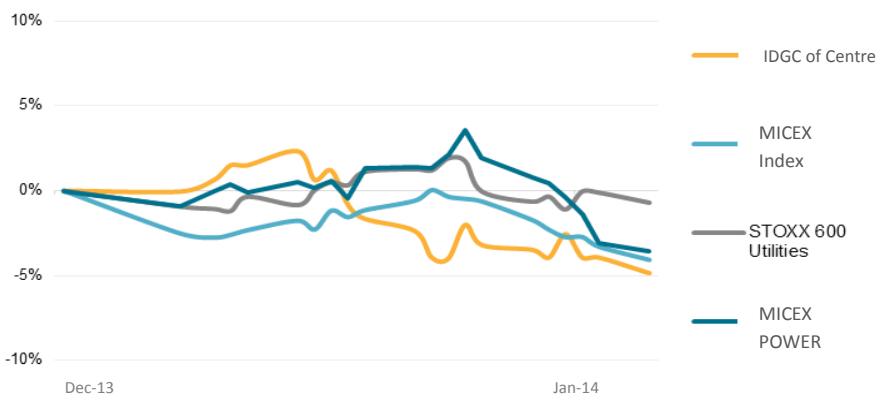
COMPANY NEWS

IDGC of Centre increases the number of grid connections in the Tambov region

IDGC of Centre - Tambovergo division summed up the work on the grid connection in 2013.

To read full text: http://www.mrsk-1.ru/ru/press/news/company/?id_4=89097

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.13	
MICEX	1 442,84	-0,80%	-4,07%
S&P 500	1 741,89	-2,28%	-5,76%
FTSE 100	6 465,66	-0,69%	-4,20%
DAX	9 186,52	-1,29%	-3,83%
DJStoxx 600	318,21	-1,34%	-3,06%
STOXX Utilities	276,38	-0,59%	-0,70%
Nikkei	14 619,13	-1,98%	-10,26%
Sensex	20 209,26	-1,48%	-4,54%
CSI300	2 202,45	0,00%	-5,48%
Bovespa	46 147,52	-3,13%	-10,41%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.13	
Euro/USD	1,35	0,23%	-1,97%
USD/RUB	35,18	-0,18%	7,49%
Euro/RUB	47,64	-0,94%	5,94%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.13	
Gold, USD/oz	1 257,65	1,05%	4,66%
Brent*, USD/bbl	106,04	-0,34%	-4,06%

* - March futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2080
Capitalisation**, billion RUB	8,78
Capitalisation**, million USD	249,61

Source: Central Bank of Russia, Company calculations

** - at the price of last transaction at MICEX

Russian indexes	Change for the day from 31.12.13	
MICEX-Power Index	-0,47%	-3,55%
Shares of IDGC of Centre**	-0,95%	-4,85%

Source: MICEX, Company calculations

Grid companies	Change** for the day fr 31.12.13	
JSC Russian Grids	-2,19%	-8,24%
FGC UES	-1,61%	-8,35%
IDGC of Volga	-2,55%	-4,43%
MOESK	-0,61%	-6,07%
IDGC of Northern Caucasus	-0,27%	-4,21%
IDGC of Centre and Volga Reg	-0,86%	2,86%
IDGC of North-West	-1,75%	-3,20%
IDGC of Urals	1,33%	-6,62%
IDGC of Siberia	-4,28%	-11,74%
IDGC of South	0,56%	-11,44%
Lenenergo	-0,61%	12,67%

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