



REVIEW OF STOCK MARKETS

Before the opening of trading some moderately positive external background formed on the Russian market. Major U.S. stocks rose on Thursday by 0.5-0.6%, the S&P500 with the fourth attempt updated its historic high. Markets were supported mainly with a statement of the head of the Fed, speaking in the U.S. Senate that the American Central Bank would continue reducing the asset repurchase program at a restrained pace, but can change its strategy in the event of an economic slowdown in the country. Analysts believe that some softening of the Fed chair's rhetoric in comparison with statements two weeks ago in the lower house of Congress was due to the weakness of the statistics published in this period. Major APR stock indices showed no single dynamics, and U.S. index futures were slightly down. April Brent was trading around \$108.8 per barrel – half a dollar below the level of our closing on Thursday.

Sales continued in the Russian market on Friday – a weaker ruble and the Ukrainian problem continue putting pressure. "Given the specificity of questions coming from overseas buyers, the situation around the Ukraine, especially Crimea, and Russia's role in the arena of developing events remains a key headache for Western investors," in particular, Interfax quoted an analyst from Rosbank. On the lows of the trading session the drop of the MICEX Index exceeded 1.3%. Tensions in the Ukraine are also reflected in European markets, where the major stock indices traded most of the day with a small loss, despite record growth in retail sales in Germany in January and neutral data on unemployment and inflation in the Eurozone. Reassessment of the U.S. GDP growth in the IV quarter from 3.2% to 2.4% – slightly worse than expected – had no significant effect on investor sentiment. However, the Russian market in the second half of the session was able to play a significant part of the loss back mainly due to the closing of short positions in oversold "blue chips".

Following the results of the day the MICEX Index lost 0.28% to close trading at 1,444.71 points. Dynamics of the MicexPWR Sector Index most of the day looked much worse than the market due to active sales in stocks of Inter RAO, Russian Grids and FGC. At the same time the surpassed consensus forecast of analysts statements of Inter RAO under IFRS on the results of 2013 were actually ignored by the market. Nevertheless, at the end of the day MicexPWR was able to close better than MICEX mainly due to a sharp rise in shares of E.ON Russia and RusHydro at the end of the trading session. On Western exchanges the European DJStoxx 600 Index rose by 0.24%, and the American S&P 500 Index gained 0.28%.

ELECTRIC POWER INDUSTRY NEWS

Timing and cost of grid connection by the end of 2013 was reduced by over 40%

"Russian Grids" in 2013 reduced the time of grid connection to networks from 281 days to 162 days, thus improving by almost half this figure. At the same time the service cost was also reduced by half, and the number of steps for the grid connection implementation was decreased to five.

To read full text: [http://www.rosseti.ru/press/news/?ELEMENT\\_ID=16297](http://www.rosseti.ru/press/news/?ELEMENT_ID=16297)

COMPANY NEWS

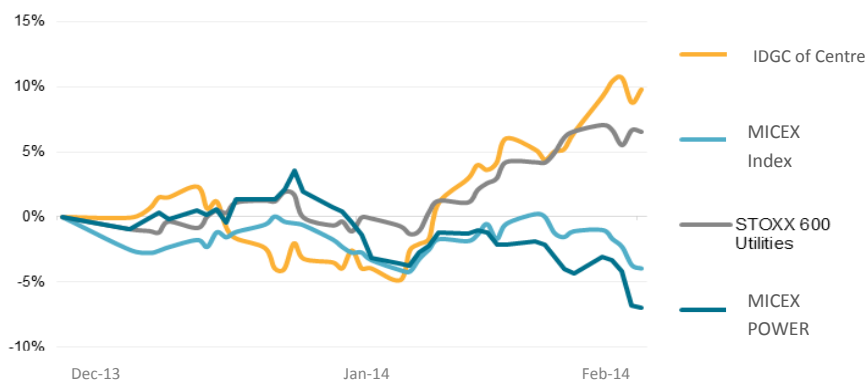
Yarenergo to spend proceeds from the sale of value-added services on the development of networks

To read full text: [http://www.mrsk-1.ru/ru/press/news/branches/?id\\_4=89147](http://www.mrsk-1.ru/ru/press/news/branches/?id_4=89147)

IDGC of Centre took over new high voltage power lines under process control

To read full text: <http://www.bigpowernews.ru/press/document55005.phtml?1&q=>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.13	
MICEX	1 444,71	-0,28%	-3,95%
S&P 500	1 859,45	0,28%	0,60%
FTSE 100	6 809,70	-0,01%	0,90%
DAX	9 692,08	1,08%	1,46%
DJStoxx 600	338,02	0,24%	2,97%
STOXX Utilities	296,53	-0,11%	6,54%
Nikkei	14 841,07	-0,55%	-8,90%
Sensex	21 120,12	0,63%	-0,24%
CSI300	2 178,97	1,15%	-6,48%
Bovespa	47 094,40	-1,08%	-8,57%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.13	
Euro/USD	1,38	0,66%	0,09%
USD/RUB	36,05	0,73%	10,15%
Euro/RUB	49,35	0,33%	9,73%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.13	
Gold, USD/oz	1 326,39	-0,37%	10,38%
Brent*, USD/bbl	109,07	0,10%	-1,09%

\* - April futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2400
Capitalisation**, billion RUB	10,13
Capitalisation**, million USD	281,06

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day from 31.12.13	
MICEX-Power Index	-0,16%	-6,94%
Shares of IDGC of Centre**	0,93%	9,79%

Source: MICEX, Company calculations

Grid companies	Change** for the day fr 31.12.13	
JSC Russian Grids	-2,64%	-14,67%
FGC UES	-0,92%	-22,08%
IDGC of Volga	1,15%	-11,19%
MOESK	0,35%	-4,27%
IDGC of Northern Caucasus	-0,87%	-4,47%
IDGC of Centre and Volga Reg	-0,75%	7,53%
IDGC of North-West	-2,69%	-12,00%
IDGC of Urals	-4,12%	-16,10%
IDGC of Siberia	-3,94%	-32,87%
IDGC of South	13,29%	-6,77%
Lenenergo	-1,72%	5,60%

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