

REVIEW OF STOCK MARKETS

Before the opening of trading some neutral external background formed on the Russian market. On Tuesday the major U.S. indices closed lower by 0.1-0.2% after another unsuccessful attempt by the S&P500 index to update record highs during the trading session. The market was under pressure with weak statistics: data on consumer confidence in February were worse than expected, for the first time since June the growth in home prices in December slowed down. U.S. index futures were slightly up, and APR stock indices showed no single trend. The Chinese market had the largest decline again being under pressure of continued weakening of the yuan. April Brent traded around \$109.3 – a dollar below our closing on Tuesday.

Insignificant morning growth of the MICEX Index did not continue, and most of the trading session the MICEX Index had a small loss – within half a percent. Pressure on the Russian market was put by both the uncertainty of the situation in the Ukraine and the fall of the ruble – the dollar reached 36 rubles for the first time since March 2009, the historical highs were updated by the currency basket and the euro – dollar pair. Moderately negative dynamics was observed in the major European markets, despite growing U.S. futures and good statistics from Germany, where the leading index of consumer confidence rose to a maximum of seven years. However, investors' caution was also due to fears about a possible correction of the U.S. market after unsuccessful attempts of the S&P500 to update its historical highs. In the afternoon, sales on the Russian and European markets increased somewhat with a decline in the growth rate of U.S. futures.

Following the results of the day the MICEX Index lost 0.62% to close trading at 1,469.51 points. Dynamics of the MicexPWR Sector Index most of the day looked better than the market mainly due to the growth of shares of RusHydro and E.ON Russia. In addition, the main sales in our market were still disproportionately concentrated in "blue chips". But at the end of the day the rate of decline of MicexPWR accelerated, including through enhanced sales of stocks of FGC, which today updated their annual minimum, and Russian Grids. On Western exchanges the European DJStoxx 600 Index fell by 0.20%, and the American S&P 500 Index remained at the opening level.

ELECTRIC POWER INDUSTRY NEWS

Regions will have to decide on the introduction of electricity social norms no later than July 1, 2016

The Government approved the adjustment of an economic model of social norms and the mechanism of its administration, taking into account the results of the pilot projects.

To read full text: <http://www.bigpowernews.ru/news/document54933.phtml>

One of IDGCs can be privatized in 2014

Deputy Energy Minister Vyacheslav Kravchenko sees feasibility to privatize one IDGC in 2014.

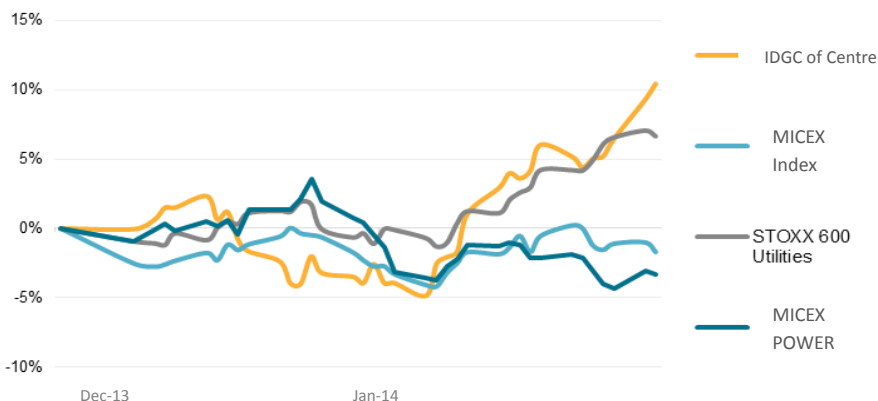
To read full text: <http://energo-news.ru/archives/117254>

COMPANY NEWS

IDGC of Centre adopted a new process control over high voltage power lines

To read full text: http://www.mrsk-1.ru/ru/press/news/company/?id_4=89140

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.13	
MICEX	1 469,51	-0,62%	-2,30%
S&P 500	1 845,16	0,00%	-0,17%
FTSE 100	6 799,15	-0,46%	0,74%
DAX	9 661,73	-0,39%	1,15%
DJStoxx 600	337,70	-0,20%	2,88%
STOXX Utilities	293,68	-1,06%	5,52%
Nikkei	14 970,97	-0,54%	-8,10%
Sensex	20 986,99	0,65%	-0,87%
CSI300	2 163,41	0,25%	-7,15%
Bovespa	46 599,21	-0,25%	-9,53%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.13	
Euro/USD	1,37	-0,58%	-0,85%
USD/RUB	35,57	0,16%	8,67%
Euro/RUB	48,87	0,14%	8,66%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.13	
Gold, USD/oz	1 330,64	-0,74%	10,74%
Brent*, USD/bbl	109,52	0,01%	-0,68%

* - April futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2419
Capitalisation**, billion RUB	10,21
Capitalisation**, million USD	287,14

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day from 31.12.13	
MICEX-Power Index	-0,79%	-4,11%
Shares of IDGC of Centre**	0,21%	10,66%

Source: MICEX, Company calculations

Grid companies	Change** for the day fr 31.12.13	
JSC Russian Grids	-1,52%	-7,98%
FGC UES	-2,24%	-15,91%
IDGC of Volga	-1,91%	-10,01%
MOESK	0,01%	-4,26%
IDGC of Northern Caucasus	1,40%	-1,30%
IDGC of Centre and Volga Reg	-0,65%	9,41%
IDGC of North-West	1,89%	-3,17%
IDGC of Urals	-3,29%	-12,75%
IDGC of Siberia	-6,81%	-28,34%
IDGC of South	-1,57%	-16,10%
Lenenergo	-4,23%	9,31%

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