

REVIEW OF STOCK MARKETS

Before the opening of trading some moderately positive external background formed on the Russian market on July 16. Major U.S. indices ended the trading session on Monday with a slight increase by 0.1-0.2% - strong reporting of Citigroup and released better than expected statistics on manufacturing activity in New York were substantially offset by weak data on retail sales. Most Asia-Pacific stock markets showed some modest growth - within half a percent, U.S. index futures were near zero. September Brent traded near \$ 108 a barrel - at our closing on Monday.

On Tuesday, the Russian market outperformed European markets: the MICEX Index most of the day was trading with a half-point plus, while the major European indices – on an average in comparable minus. The Russian market was supported by a renewed rise in oil prices - according to Bloomberg, on speculation on a decline in U.S. fuel inventories for the third week in a row. In turn, released weaker than expected July data on the index of confidence in the German economy put pressure on the European markets. The published in June statistics in the United States was neutral in nature and did not have any significant impact on the dynamics of trades: firstly, the consumer price inflation excluding the cost of energy and food was in line with the expectations - the Core CPI Index, which is referenced by the U.S. Central Bank in decision-making, secondly, the industrial growth was in line with the projections of analysts. Quarterly reporting of the largest U.S. companies could not make adjustments in investor sentiment either: in particular, the positive results of Goldman Sachs were offset by weak statements of Coca-Cola. Against this backdrop, trading in the U.S. began near zero marks without changing the balance of power of buyers and sellers in our market.

At closing, the MICEX Index gained 0.47% to close trading at 1,410.10 points and the RTS Index due to a half-point weakening of the ruble against the dollar increased by 1.05%, closing at 1,368.83 points. The MicexPWR Sector Index rose by 1.17%, reaching 1,209.98 points. On Western exchanges the European DJStoxx 600 Index ended the day with a loss of 0.70%, while the U.S. S&P 500 Index fell by 0.37%.

ELECTRIC POWER INDUSTRY NEWS

Interview with Minister of Energy of the Russian Federation A. Novak to the magazine "Profile"

Head of the Minister of Energy Alexander Novak confirms that the time of rapid rise in prices of electricity is over and now power companies have to learn to live in conditions of a moderate — in the range of inflation — growth of rates.

To read full text: <http://www.profile.ru/article/napryazhenie-v-setyakh-glava-minenergo-aleksandr-novak-utverzhaet-cto-vremya-bystrogo-vzdo>

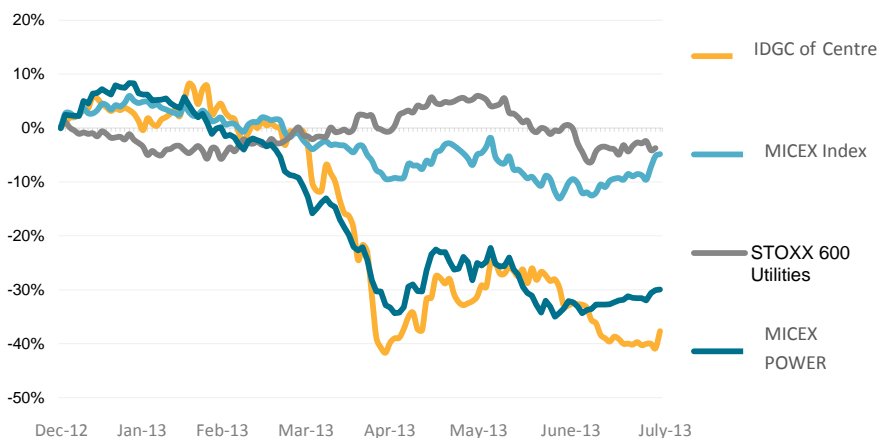
COMPANY NEWS

IDGC of Centre is implementing a pilot project to install intelligent fault locators

As part of the project to implement comprehensive automation of electric grid facilities, which is included in the strategy of IDGC of Centre on the «intellectualization» of the grid, IDGC of Centre is testing the work of fault locators in networks with insulated neutral, installed in the Belgorod region.

To read full text: http://www.mrsk-1.ru/ru/press/news/company/?id_4=88634

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.12
MICEX	1 410,10	0,47%	-4,38%
S&P 500	1 676,26	-0,37%	17,53%
FTSE 100	6 556,35	-0,45%	11,17%
DAX	8 201,05	-0,41%	7,73%
DJStoxx 600	295,31	-0,70%	5,59%
STOXX Utilities	249,44	0,03%	-3,68%
Nikkei	14 599,12	0,64%	40,44%
Sensex	19 851,23	-0,91%	2,19%
CSI300	2 317,85	0,46%	-8,13%
Bovespa	46 869,29	0,28%	-23,10%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	Change fr 31.12.12
Euro/USD	1,31	0,71%	-0,40%
USD/RUB	32,62	-0,06%	7,41%
Euro/RUB	42,61	-0,13%	5,91%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change fr 31.12.12
Gold, USD/oz	1 292,13	0,58%	-22,87%
Brent*, USD/bbl	108,14	0,06%	-2,67%

* - August futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3912
Capitalisation**, billion RUB	16,52
Capitalisation**, million USD	506,27

** - at the price of last transaction at MICEX

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change from 31.12.12
MICEX-Power Index	1,17%	-29,13%
Shares of IDGC of Centre	4,60%	-34,80%

Source: MICEX, Company calculations

Grid companies	Change for the day	Change fr 31.12.12
IDGC of Volga	0,94%	-22,11%
MOESK	1,58%	-14,17%
IDGC of Northern Caucasus	1,23%	-25,51%
IDGC of Centre and Volga Reg	-1,49%	-31,20%
IDGC of North-West	6,38%	-35,14%
IDGC of Urals	0,21%	-21,58%
IDGC of Siberia	0,00%	-6,78%
IDGC of South	4,74%	-23,43%
Lenenergo	0,40%	-23,33%

Source: MICEX, Company calculations

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. 31-81
ir@mrsk-1.ru

Tickers

Moscow Exchange
Bloomberg
Reuters

MRKC
MRKC.RX
MRKC.MM