



IDGC OF CENTRE

DAILY MARKET REVIEW

28 January, Wednesday

2015

REVIEW OF STOCK MARKETS

Before the opening of trading on 27 January some moderately positive external background formed on the Russian market. On Monday the US indices DJIA and S&P500 closed with the growth in the range of 0.3%, on Tuesday the composite index of the Asia-Pacific region MSCI Asia Pacific added more than a percent. Markets were supported, reports Bloomberg, with weakening concerns about actions of the new government in Greece. In particular, the new prime minister of Greece, the leader of the winning leftist coalition SYRIZA in the parliamentary elections waived the requirement to write off Greek public debt by international lenders. In turn, the head of the Eurogroup, said that Europe's finance ministers agreed on the need to cooperate with the new government of Greece in order to preserve the integrity of the currency bloc.

March Brent futures traded near \$48 a barrel – half a dollar below the level of our closing on 26 January. OPEC Secretary General said that currently in the world market there is surplus of supply of approximately 1.5 million barrels per day, and the world market will return to balance more by reducing the supply than increasing the demand. Against this background his statement that oil prices could jump to \$200 a barrel in the case of a lack of investment in production for a long time did not impress investors.

The MICEX Index began the trading session with a 1.7% fall under pressure of the information that S&P downgraded the rating of Russia by one notch – to speculative grade "BB +", outlook "Negative". S&P argued its decision with the limit of flexibility of the monetary policy, weakening economic growth prospects, risk of reduction of external and budget reserves. However, the decline of the MICEX Index did not last long – the weakening of the ruble, triggered by the actions of S&P, returned the attention of investors to shares of exporters, which led the rise of the Russian market, and in the middle of the day the MICEX Index added more than 1.5%. At these levels the ruble stock indicator spent the rest of the trading session, despite the significant deterioration in sentiment in western exchanges – the fall of European indices and US futures exceeded a percent after the publication of weak reporting of a number of companies and worse than expected statistics on retail sales in the US in December. The MICEX Index closed trading near daily highs, ignoring the acceleration of the fall of Western markets, which could not be supported with good statistics from the US on consumer confidence in January and new home sales in December.

During the trading session the MicexPWR Sector Index underperformed the market. The sector indicator closing the day slightly down was mainly determined by reduction of shares of E.ON Russia (-1.2%) and Inter RAO (-0.8%). On Western exchanges the European DJStoxx Index lost 0.99%, and the US S&P Index fell 1.34%.

ELECTRIC POWER INDUSTRY NEWS

Federal Property Management Agency considers the possibility of privatization of subsidiaries of "Russian Grids"

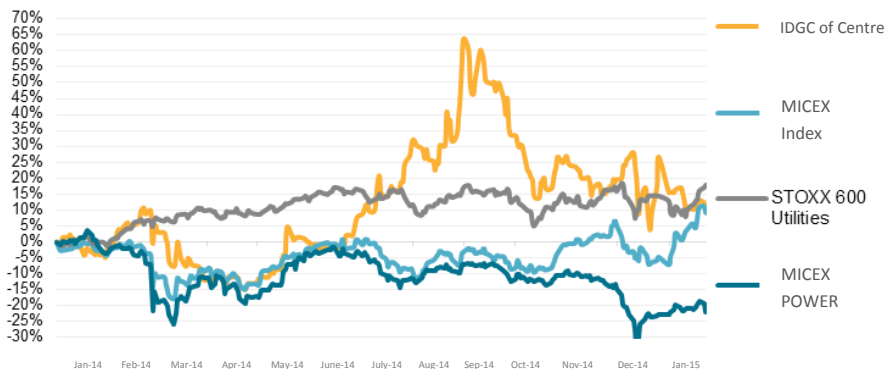
To read full text: <http://itar-tass.com/ekonomika/1726065>

COMPANY NEWS

The Voronezh region discussed the operation through the autumn-winter period and outlined the debt repayment schedule for major nonpayers of IDGC of Centre

To read full text: <http://www.mrsk-1.ru/press-center/news/company/47119/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.14	
MICEX	1 673,92	1,92%	19,86%
S&P 500	2 029,55	-1,34%	-1,43%
FTSE 100	6 811,61	-0,60%	3,74%
DAX	10 628,58	-1,57%	8,39%
DJStoxx 600	368,70	-0,99%	7,64%
STOXX Utilities	328,30	0,03%	4,08%
Nikkei	17 768,30	1,72%	1,82%
Sensex	29 571,04	1,00%	7,53%
CSI300	3 574,93	-0,92%	1,17%
Bovespa	48 591,23	0,03%	-2,83%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.14	
Euro/USD	1,14	0,65%	-6,61%
USD/RUB	65,59	3,47%	16,59%
Euro/RUB	73,56	2,30%	7,64%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.14	
Gold, USD/oz	1 292,34	0,85%	9,12%
Brent*, USD/bbl	49,60	2,99%	-14,79%

* - March futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2395
Capitalisation**, billion RUB	10,11
Capitalisation**, million USD	154,15

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day fr 31.12.14	
MICEX-Power Index	-0,21%	0,96%
Shares of IDGC of Centre**	0,21%	-5,15%

Source: MOEX, Company calculations

Grid companies	Change** for the day fr 31.12.14	
JSC Russian Grids	0,28%	2,41%
FGC UES	-0,30%	10,20%
IDGC of Volga	-2,27%	-15,23%
MOESK	-1,83%	-14,00%
IDGC of Northern Caucasus	3,59%	7,44%
IDGC of Centre and Volga Reg	-2,35%	-18,32%
IDGC of North-West	2,75%	3,56%
IDGC of Urals	1,38%	-3,76%
IDGC of Siberia	0,00%	-6,22%
IDGC of South	-1,58%	0,65%
Lenenergo	-1,83%	7,14%

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