

REVIEW OF STOCK MARKETS

Before the opening of trading on some moderately negative external background formed on the Russian market. On Monday the U.S. indices DJIA and S&P500 lost 0.2-0.5% on worse than expected preliminary data on manufacturing activity in the U.S. and China in March. Loss of major stock indices of the Asia-Pacific region was limited to a few tenths of a percent, the composite MSCI Asia Pacific stock index decreased by 0.1%. May Brent was trading at \$106.6 per barrel – half a dollar below our closing on Friday.

Volatile dynamics of the Russian market in the early day was replaced by more than one percent increase in the MICEX Index after confident start of trading in Europe, where the indices were recovering after sales on Monday. Markets were supported by the absence of new Western sanctions against Russia because of the events in Ukraine. According to the results of the summit "G7" leaders, who reported the suspension of its participation in the G8, restricted themselves to a statement that the "G7" countries are still willing to intensify the coordinated sanctions, including economic, that will have ever greater implications for the Russian economy, if Russia continues to escalate. Against this background, worse than expected statistics published on the index of business confidence in Germany in March had no significant effect on the dynamics of trading, although some experts connects it with fears of worsening relations with Russia. In the afternoon, the MICEX Index growth exceeded 2.5%, the rise of the RTS Index with the ruble strengthening, returning to pre-crisis levels – by 3.5%. Sentiment in Europe was rather restrained – growth rate of the main European indices averaged about 1.5%. At the end of the trading session, the MICEX Index retreated from daily highs after the publication of controversial statistics from the U.S.: new home sales in February fell to a minimum of 5 months, while consumer confidence index, exceeding forecasts, rose to the level of January 2008.

Following the results of the day the MICEX Index gained 2.04% to close trading at 1,324.44 points. Dynamics of the MicexPWR Sector Index was broadly consistent with the market changes – corrective mood in stocks of Russian Grids and FGC UES in the morning after an impressive growth on Tuesday was compensated with confident increase in shares of E.ON Russia. In the last hours of the trading session the MicexPWR growth accelerated significantly by renewed growth of stocks of Russian Grids and FGC UES. But at the end of the day profit taking occurred in these papers again, which reduced the gap of MicexPWR from MICEX. On Western exchanges the European DJStoxx 600 Index rose by 1.29%, and the American S&P 500 Index gained 0.44%.

ELECTRIC POWER INDUSTRY NEWS

ERDF by the end of the year can get operational management of one of Territorial Grid Companies; according to analysts, it reduces the likelihood of privatization

"Russian Grids" before the end of the year contemplate to agree with the French ERDF (a subsidiary of the energy giant EdF) to transfer one of the local grid companies (TGC) to its management, informed the news agency "Interfax" referring to the head of "Russian Grids" Oleg Budargin.

To read full text: <http://www.bigpowernews.ru/news/document55442.phtml>

Growth in energy consumption in Russia up to 2020 will be no more than 1% per year

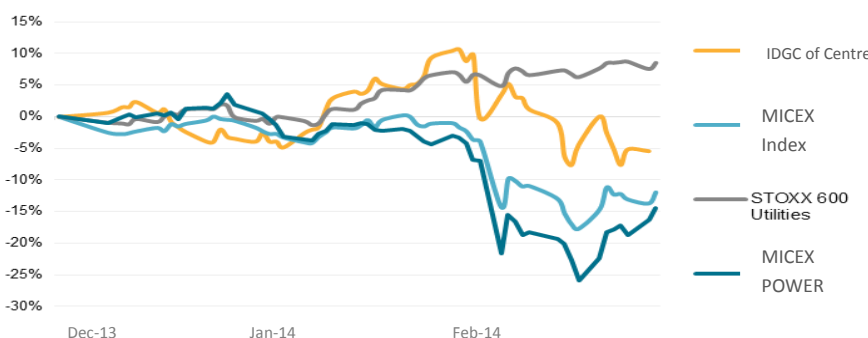
To read full text: <http://www.bigpowernews.ru/news/document55446.phtml>

COMPANY NEWS

Belgorodenergo: total connections to the grid in 2013 increased by 19.5%

To read full text: <http://www.bigpowernews.ru/press/document55438.phtml>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.13
MICEX	1 324.44	2.04%	-11.94%
S&P 500	1 865.62	0.44%	0.93%
FTSE 100	6 604.89	1.30%	-2.14%
DAX	9 338.40	1.63%	-2.24%
DJStoxx 600	3 285.57	1.29%	0.09%
STOXX Utilities	302.07	0.89%	8.53%
Nikkei	14 423.19	-0.36%	-11.47%
Sensex	22 055.21	0.00%	4.18%
CSI300	2 174.44	-0.10%	-6.68%
Bovespa	48 180.14	0.39%	-6.46%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	Change fr 31.12.13
Euro/USD	1.38	-0.35%	0.28%
USD/RUB	36.17	-0.65%	10.50%
Euro/RUB	49.92	-0.53%	11.00%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change fr 31.12.13
Gold, USD/oz	1 311.17	0.18%	9.12%
Brent*, USD/bbl	106.99	0.17%	-2.67%

* - April futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2067
Capitalisation**, billion RUB	8,73
Capitalisation**, million USD	241,29

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change from 31.12.13
MICEX-Power Index	2.23%	-14.49%
Shares of IDGC of Centre**	-0.29%	-5.44%

Source: MICEX, Company calculations

Grid companies	Change** for the day	Change** fr 31.12.13
JSC Russian Grids	-0.95%	-32.56%
FGC UES	2.20%	-21.77%
IDGC of Volga	-0.11%	-20.32%
MOESK	-0.67%	-28.59%
IDGC of Northern Caucasus	-3.74%	-4.99%
IDGC of Centre and Volga Reg	1.67%	5.51%
IDGC of North-West	0.15%	-8.34%
IDGC of Urals	-3.19%	-31.00%
IDGC of Siberia	-1.45%	-43.99%
IDGC of South	1.38%	-20.07%
Lenenergo	-0.22%	-2.37%

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