



IDGC OF CENTRE

DAILY MARKET REVIEW

29 December, Monday

2014

REVIEW OF STOCK MARKETS

Before the opening of trading on 26 December some moderately positive external background formed on the Russian market. On Thursday the U.S. stock exchanges were closed in observance of Christmas, on Friday the composite index of the Asia-Pacific region added about 0.5%, and US index futures were slightly up. Growth leader on Friday was the Chinese market – the CSI300 index added more than 3% on news that China's Central Bank temporarily eased reserve requirements for certain categories of deposits. Thus, says Bloomberg, the Chinese authorities are increasing measures to support lending in the context of a weakening economy. Experts believe that making such a move the Chinese Central Bank is trying to avoid the need for direct reduction of reserve requirements of banks, fearing that it would be a too strong signal to mitigate its policy, which can cause instability in the stock market. Full reduction of reserve requirements of banks is expected by analysts, polled by the agency, in 1 half of 2015. February Brent futures traded at \$60.2 per barrel – at the closing before the holidays. The media information kept oil quotations from continuing reduction that Saudi Arabia might lay the price of oil at \$80 a barrel in the budget next year. In addition, oil prices were supported with a message from Libya, where government forces had tightened clashes with Islamists who were trying to take control of the entire Libyan oil exports.

In the absence of resting Europe stabilizing oil prices above the sign level of \$60 per barrel was the main driver of the rise of the Russian market on Friday. Most of the trading session the MICEX Index had more than a half-point in positive territory on the daily highs, when oil rose to around \$61 per barrel, the growth rate of the MICEX Index was higher than 1.5%. Nevertheless, at the end of the day the indicator growth fell by more than half of these levels after the return of oil prices to \$60 per barrel. The opening of trading in the U.S. with a slight increase in the major indices did not provide substantial support to the Russian market.

By the end of the trading session the MicexPWR Sector Index looked a little worse than the market mainly due to active sales in shares of FGC UES.

ELECTRIC POWER INDUSTRY NEWS

1.5 billion rubles were returned to a branch enterprise of "Russian Grids" in 2014

To read full text: http://www.rosseti.ru/press/news/?ELEMENT_ID=20580

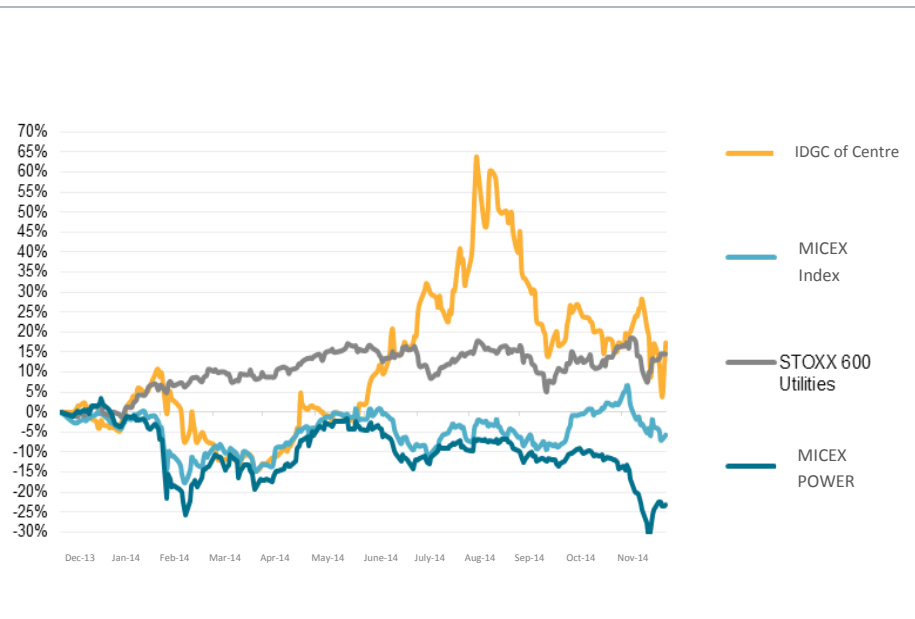
COMPANY NEWS

IDGC of Centre commissioned the 110 kV substation "Kreida"

IDGC of Centre - Belgorodenergo division commissioned a new 110/35/6 kV substation "Kreida". The facility, designed for power supply of industrial and residential customers of the eastern part of Belgorod, became the 180th in the region.

To read full text: <http://www.mrsk-1.ru/press-center/news/company/46907/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 417,80	0,66%	-5,74%
S&P 500	2 088,77	0,33%	13,01%
FTSE 100	6 609,93	0,00%	-2,06%
DAX	9 922,11	0,00%	3,87%
DJStoxx 600	343,89	0,00%	4,76%
STOXX Utilities	318,68	0,00%	14,50%
Nikkei	17 818,96	-0,20%	9,38%
Sensex	27 241,78	0,12%	28,68%
CSI300	3 445,84	3,31%	47,89%
Bovespa	50 889,81	0,00%	-1,20%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,22	-0,42%	-11,65%
USD/RUB	52,62	-3,44%	60,76%
Euro/RUB	64,32	-3,14%	43,02%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 196,00	1,89%	-0,47%
Brent*, USD/bbl	60,19	-0,08%	-45,68%

* - February futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2565
Capitalisation**, billion RUB	10,83
Capitalisation**, million USD	205,81

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.13
MICEX-Power Index	0,22%	-23,25%
Shares of IDGC of Centre**	6,88%	17,34%

Source: MOEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	-2,39%	-43,13%
FGC UES	-4,04%	-49,99%
IDGC of Volga	3,64%	25,11%
MOESK	7,69%	-4,27%
IDGC of Northern Caucasus	-0,89%	-27,78%
IDGC of Centre and Volga Reg	5,26%	48,21%
IDGC of North-West	2,46%	-12,00%
IDGC of Urals	-1,49%	-6,70%
IDGC of Siberia	-0,11%	27,52%
IDGC of South	21,31%	14,98%
Lenenergo	-4,79%	-22,84%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

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Tickers

Moscow Exchange

Bloomberg

Reuters

MRKC

MRKC.RX

MRKC.MM