

## REVIEW OF STOCK MARKETS

Before the opening of trading some neutral external background formed on the Russian market. The U.S. indices DJIA and S&P500 closed the trading session on Wednesday lower by 0.1-0.2%, the composite Pacific MSCI Asia Pacific stock index lost within half a percent. Weak statistics on sales of buildings in the U.S. in March suddenly became negative background for investors – the indicator had fallen by 14.5% to a minimum of eight months, while analysts had expected sales growth compared to February. At the same time, U.S. index futures were slightly up, playing back good reporting of Apple and Facebook. June Brent traded at \$109.3 per barrel – at our closing on Wednesday.

The Russian market continues to be held hostage to developments in Ukraine, where the situation has deteriorated since the resumption of the "anti-terrorist operation" in the eastern regions. The participants of the Geneva meeting give diametrically opposite assessment of the events in Ukraine. The Russian party believes that the use of the army is in direct violation of the agreements reached, while the EU considers that the authorities in Kiev have the right to defend the sovereignty and territorial integrity of Ukraine. Along with it Western countries continue to accuse Russia of not fulfilling the Geneva agreements, in connection with what the U.S. President said about the possibility of new sanctions against Russia. As a result, the Ukrainian factor was the main reason of more than 1.5% reduction in the Russian market in the second half of the day, while European indices added over half a percent on good corporate reports and published better than expected statistics on business confidence in Germany and orders of durable goods in the United States. In the last hours of trading the market sentiment deteriorated significantly after the announcement of the Minister of Defense of the Russian Federation on the start of training exercises of the Southern and Western military districts because of the worsening situation in the south-east of Ukraine: the fall of the MICEX Index exceeded 2.5%, and all major European indices went minus. The markets avoided further decline with information on the suspension of the "anti-terrorist operation" in the background, as the Ukrainian media say, of a sharp rise in the risk of crossing the border by Russian troops.

The MicexPWR Sector Index looked worse than the market because of falling shares of FGC UES, Inter RAO and Russian Grids. These papers made major, about 55%, contribution to the reduction of MicexPWR. On Western exchanges the European DJStoxx 600 Index rose 0.32%, and the American S&P 500 Index - plus 0.17%.

## ELECTRIC POWER INDUSTRY NEWS

**Net loss of "Russian Grids" under IFRS for 2013 totalled 159.4 billion rubles against profit a year earlier**

Net loss of "Russian Grids" under IFRS on the results of 2013 amounted to 159.4 billion rubles against the profit of 43.9 billion rubles a year earlier, the company said.

To read full text: <http://www.bigpowernews.ru/news/document56031.phtml>

**Ministry of Energy plans to use individual long-term and flexible grid tariffs for large industrial consumers**

To read full text: <http://www.bigpowernews.ru/news/document56041.phtml?1&q=>

## COMPANY NEWS

**Bryanskenergo summed up its operating activity in 2013**

IDGC of Centre - Bryanskenergo division held an extended meeting with heads of subdivisions and chiefs of Distribution Zones of the branch.

To read full text: [http://www.mrsk-1.ru/ru/press/news/branches/?id\\_4=89282](http://www.mrsk-1.ru/ru/press/news/branches/?id_4=89282)

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 300,54	-2,15%	-13,53%
S&P 500	1 878,61	0,17%	1,64%
FTSE 100	6 703,00	0,42%	-0,68%
DAX	9 548,68	0,05%	-0,04%
DJStoxx 600	336,13	0,32%	2,40%
STOXX Utilities	303,52	-0,06%	9,05%
Nikkei	14 404,99	-0,97%	-11,58%
Sensex	22 876,54	0,00%	8,06%
CSI300	2 190,47	-0,19%	-5,99%
Bovespa	51 817,45	0,48%	0,60%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,38	0,04%	0,25%
USD/RUB	35,66	-0,04%	8,96%
Euro/RUB	49,28	0,13%	9,59%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 293,36	0,74%	7,63%
Brent*, USD/bbl	110,33	1,12%	0,76%

\* - June futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,1887
Capitalisation**, billion RUB	7,97
Capitalisation**, million USD	223,39

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	from 31.12.13
MICEX-Power Index	-2,66%	-17,85%
Shares of IDGC of Centre**	-2,53%	-13,68%

Source: MICEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	-3,59%	-41,18%
FGC UES	-4,37%	-35,73%
IDGC of Volga	-3,92%	-27,92%
MOESK	-2,25%	-20,32%
IDGC of Northern Caucasus	0,33%	-1,75%
IDGC of Centre and Volga Reg	-1,12%	6,82%
IDGC of North-West	-0,88%	-9,33%
IDGC of Urals	-3,31%	-32,57%
IDGC of Siberia	0,00%	-41,67%
IDGC of South	-3,39%	-29,96%
Lenenergo	-5,36%	13,32%

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