



IDGC OF CENTRE

DAILY MARKET REVIEW

17 November, Monday

2014

REVIEW OF STOCK MARKETS

Before the opening of trading on 14 November some neutral external background formed on the Russian market. On Thursday the U.S. indices DJIA and S&P500 closed higher by 0.1-0.2% with the next update of historic highs. As reported by Bloomberg, investors' optimism was due to good corporate reports and news about possible mergers and acquisitions. Major stock indices in the Asia-Pacific region added within an average of half a percent. January Brent futures traded at \$77.3 per barrel – \$1.5 below our closing November 13th. On Thursday the price of Brent fell more than 3%, which, according to analysts of Goldman Sachs, reflects the growing confidence of investors that OPEC will maintain production quotas unchanged at the meeting of 27 November. Pressure on oil prices could be also provided by the International Energy Agency, whose experts believe that global oil prices may fall even below current levels in the coming months as the market enters a low demand season. The oil market opens a new chapter as the global economic growth may not provide any increase in demand at the level of previous years, while new technologies make development of new reserves increasingly easy, the IEA said in the review.

Most of the trading session the Russian market was in positive territory on average with a half-point on the MICEX Index. Our market was restoring after sales of Thursday, including with reversal in oil prices – in the afternoon Brent quotes exceeded \$79 per barrel. As noted by Bloomberg, rising oil prices could be connected with the expectations that the decline in quotations below \$80 per barrel increases the chances that OPEC is still to reduce production quotas at the upcoming meeting. At the same time the rise of our market was restrained with understated dynamics of European markets, which unenthusiastically responded to its poor statistics: GDP growth in the Eurozone in the III quarter was 0.2%, consumer price inflation accelerated to 0.1 percentage points in comparison with September inflation of 0.3%, which was the lowest since October 2009. Published statistics on better than expected U.S. retail sales in October and consumer confidence in November had no significant effect on the dynamics of the Russian market.

During the trading session the MicexPWR Sector Index was broadly consistent with the market dynamics. By the end of the day the main contribution to the MicexPWR growth was made by stocks of Russian Grids, recovering after falling in the previous trading session. On Western exchanges the European DJStoxx Index and the U.S. S&P Index closed near zero.

ELECTRIC POWER INDUSTRY NEWS

Repairs are expensive than failures

November 3rd, the Russian power industry broke its all-time record for electricity prices.

To read full text: <http://www.kommersant.ru/doc/2611956>

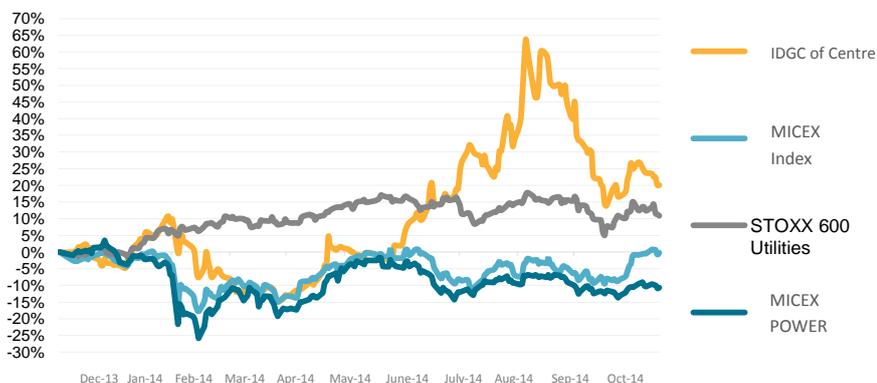
COMPANY NEWS

IDGC of Centre summarizes the grid connection for 9 months of 2014

For 9 months of 2014 IDGC of Centre concluded over 38,788 contracts for a total capacity of about 1,090 MW. During the same period the company performed more than 35,702 contracts, which is 21.21% more than in the same period of 2013. The total capacity under these agreements amounted to more than 760 MW.

To read full text: http://www.mrsk-1.ru/ru/press/news/company/?id_4=89812

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 500,76	0,57%	-0,22%
S&P 500	2 039,82	0,02%	10,36%
FTSE 100	6 654,37	0,29%	-1,40%
DAX	9 252,94	0,05%	-3,13%
DJStoxx 600	335,63	-0,07%	2,25%
STOXX Utilities	308,60	-0,39%	10,88%
Nikkei	17 490,83	0,56%	7,36%
Sensex	28 046,66	0,38%	32,48%
CSI300	2 581,09	0,05%	10,78%
Bovespa	51 772,40	-0,14%	0,51%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,25	0,48%	-9,17%
USD/RUB	46,12	-0,46%	40,92%
Euro/RUB	57,42	-0,75%	27,69%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 188,75	2,25%	-1,07%
Brent*, USD/bbl	79,41	2,48%	-25,01%

* - December futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2625
Capitalisation**, billion RUB	11,08
Capitalisation**, million USD	240,27

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.13
MICEX-Power Index	0,33%	-10,59%
Shares of IDGC of Centre**	0,00%	20,08%

Source: MOEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	3,02%	-32,36%
FGC UES	-0,44%	-40,41%
IDGC of Volga	1,08%	2,72%
MOESK	-0,50%	-28,38%
IDGC of Northern Caucasus	-0,69%	-7,06%
IDGC of Centre and Volga Reg	0,88%	52,51%
IDGC of North-West	5,38%	-3,56%
IDGC of Urals	1,85%	-5,13%
IDGC of Siberia	-0,11%	34,61%
IDGC of South	8,38%	20,57%
Lenenergo	0,43%	0,22%

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