



DAILY

MARKET REVIEW

2014

| 27 March, Thursday

REVIEW OF STOCK MARKETS

Before the opening of trading on some moderately positive external background formed on the Russian market. On Tuesday the U.S. indices DJIA and S&P500 closed higher by 0.4-0.6% on strong consumer confidence statistics – the corresponding index, calculated by Conference Board, was up to a maximum of six years. U.S. index futures and most of the major Asia-Pacific indices were slightly up, the composite APR stock index added 0.4%. May Brent traded around \$107.2 per barrel – at our closing on Tuesday.

The Russian market for the second day in a row demonstrates forward-looking, compared to western exchanges, positive dynamics. At midday, the MICEX Index growth reached 2.5%, while the growth rate of the main European indices was on average two times less. The main factor in the restoration of our market is growing investor confidence that the EU and the U.S. in the current situation still will not impose economic sanctions, limiting with already adopted measures. This, in particular, is demonstrated by the statements made on Tuesday by the U.S. president and the head of the European Commission, who necessitated the introduction of the third phase of sanctions with further escalation of the conflict in Ukraine with the participation of Russia. The World Bank relies on this outcome as well – in its report, "The crisis of confidence exacerbates economic problems of Russia" the bank's experts suggested that "the international community still to refrain from trade sanctions". Ascent of the Russian market paused after ambiguous statistics from the U.S.: in general orders for durable goods rose more than forecast in February, at the same time, contrary to expectations, orders for capital goods excluding aircraft and military equipment decreased – the indicator of business investment. At the end of the day selling pressure increased on the Russian market after the start of neutral trading in the U.S.

Following the results of the day the MICEX Index gained 1.88% to close trading at 1,349.39 points. The MicexPWR Sector Index throughout the trading session looked worse than the market and closed the day near zero mainly due to the gain in sales of stocks of Russian Grids and FGC UES in the last hours of trading. Pressure on stocks of Russian Grids, which demonstrated featureless trends on Wednesday, could be put by a statement of Deputy Minister of Energy Mr. V. Kravchenko that he considers unlikely privatization of one of IDGCs this year. "I'd like to, but I'm afraid, that the market situation is unlikely – the market is "down", quoted Interfax his words. On Western exchanges the European DJStoxx 600 Index rose by 0.72%, and the American S&P 500 Index lost 0.70%.

ELECTRIC POWER INDUSTRY NEWS

Ministry of Energy called unlikely privatization of one of the daughters of "Russian Grids" this year

This was announced by Deputy Minister of Energy of Russian Mr. Vyacheslav Kravchenko to reporters at the conference "Russian Energy".

To read full text: <http://itar-tass.com/ekonomika/1075517>

Participants of the conference "Russian Energy" discussed increasing consumer responsibility

March 26 at the VII Conference "Russian Energy" a session was held devoted to issues of regulation in the energy sector.

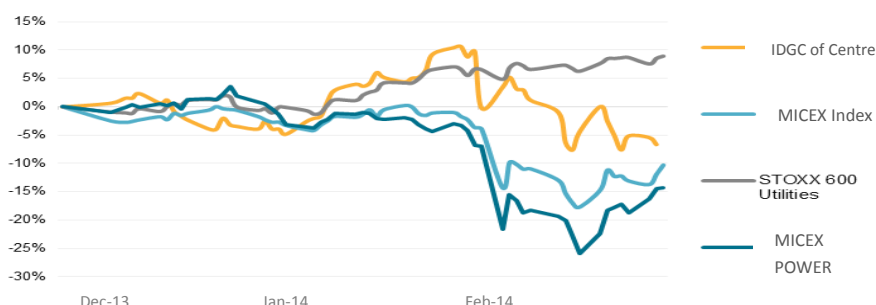
To read full text: http://www.rosseti.ru/press/news/?ELEMENT_ID=16909

COMPANY NEWS

Bryanskenergo fulfilled the annual plan for metrological assurance of production and quality control of electric energy

To read full text: http://www.mrsk-1.ru/ru/press/news/branches/?id_4=89207

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 349,39	1,88%	-10,28%
S&P 500	1 852,56	-0,70%	0,23%
FTSE 100	6 605,30	0,01%	-2,13%
DAX	9 448,58	1,18%	-1,08%
DJStoxx 600	330,93	0,72%	0,81%
STOXX Utilities	303,21	0,38%	8,94%
Nikkei	14 477,16	0,37%	-11,14%
Sensex	22 095,30	0,18%	4,37%
CSI300	2 171,05	-0,16%	-6,82%
Bovespa	47 965,61	-0,45%	-6,88%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,38	-0,27%	0,00%
USD/RUB	35,93	-0,65%	9,78%
Euro/RUB	49,70	-0,43%	10,53%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 304,48	-0,51%	8,56%
Brent*, USD/bbl	107,03	0,04%	-2,63%

* - April futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2040
Capitalisation**, billion RUB	8,61
Capitalisation**, million USD	239,69

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	from 31.12.13
MICEX-Power Index	0,27%	-14,25%
Shares of IDGC of Centre**	-1,31%	-6,68%

Source: MICEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	-1,53%	-33,59%
FGC UES	-0,75%	-22,36%
IDGC of Volga	0,28%	-20,11%
MOESK	0,84%	-27,99%
IDGC of Northern Caucasus	2,79%	-2,33%
IDGC of Centre and Volga Reg	-1,67%	3,75%
IDGC of North-West	3,65%	-5,00%
IDGC of Urals	0,02%	-30,99%
IDGC of Siberia	11,42%	-37,59%
IDGC of South	-2,80%	-22,31%
Lenenergo	-0,18%	-2,54%

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