

May 23, 2014

The President of Russia has signed a decree on further development of RusHydro [1]

JSC RusHydro (ticker symbol: MOEX, LSE: HYDR; OTCQX: RSHYY) announces that on May 23, 2014, the President of the Russian Federation, Vladimir Putin, has signed a decree No. 362 on further development of JSC RusHydro allowing the Company to issue additional shares providing that the government's ownership in the share capital of the Company should not be less than 60.5%.

According to the Articles of Association of RusHydro the Company has the right to place 54 bn shares.

The amount of potential issue of additional shares will be determined after the Board of Directors approves the increase of the Company's share capital.

[1] - source of information: <http://www.pravo.gov.ru/>

About RusHydro

RusHydro Group is one of Russia's largest generating companies. RusHydro is the leading producer of renewable energy in Russia with over 70 generating facilities in Russia and abroad. The company also manages a number of R&D, engineering and electricity retail companies. Group's thermal assets are operated by subsidiary – RAO Energy System of East in the Far East of Russia. Total electricity generation capacity of the Group is 37.5 GW, heat capacity – 16.2 thousand GCal/h.

Russian Federation owns 66.8% in RusHydro, the rest is held by other institutional and individual shareholders (over 360,000). The company's stock is traded on the MICEX and RTS stock exchanges, and included in MSCI EM и MSCI Russia indexes. Company's GDRs in the IOB section of LSE, ADRs – in OTCQX.

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We do not intend to update these statements to reflect events and circumstances occurring after the date hereof or to reflect the occurrence of unanticipated events. Many factors could cause the actual results to differ materially from those contained in our projections or forward-looking statements, including, among others, general economic conditions, our competitive environment, risks associated with operating in Russia and rapid technological and market changes in our industries, as well as many other risks specifically related to RusHydro and its operations.

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