

DAILY MARKET REVIEW

4 October, Wednesday

2017



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 03 October some moderately positive external background formed on the Russian market. On Monday the US indices DJIA and S&P500 increased by 0.4-0.7%, with all four major indices – DJIA and S&P500, Nasdaq Composite and Russell 2000 – having updated their historical highs following the results of trading. The US stock market was supported by prospects for tax cuts and strong statistics – the index of business activity in industry in September rose to a maximum of 13 years. On Tuesday, following the new records of Wall Street, the composite index of the Asia-Pacific region MSCI Asia Pacific added within 0.5%. Of the main country indices of the region only Australian S&P/ASX 200 was in the red after statements of the Reserve Bank of Australia that the central bank does not intend to rush to tighten monetary policy, because it is concerned about the weakness of inflation and the strengthening of the national currency. December Brent futures traded near \$55.8 per barrel, slightly above the closing level on 2 October. Oil prices are under the pressure of media reports on the increase in oil production in OPEC. According to data compiled by the Bloomberg agency, OPEC increased its oil production in September by 120,000 barrels per day (b/d), compared to the previous month, to 32.83 million b/d. In addition, Libya reported on the resumption of oil production at its largest El-Sharara field and the expected increase in production by 200 thousand b/d due to this in the next few days.

The MICEX Index, like most of the major European stock indices, during the trading session, in general, showed a slightly positive trend, the growth of indicators on average did not exceed half a percent. The next update of historic highs on Wall Street on Monday could not become a powerful driver for equally convincing changes of the Russian and European markets – according to some analysts, quotations of US stocks look still somewhat inflated. For the Russian market, an additional limiting factor was flat changes of Brent quotes near \$56 per barrel – investors are concerned about the excessive supply of fuel in the world market.

During the trading session the changes of the MicexPWR Sector Index in general corresponded to the MICEX Index. The main contribution to the final MicexPWR growth was made by shares of Inter RAO.

ELECTRIC POWER INDUSTRY NEWS

FAS to approve the methodology for calculating sales mark-ups of suppliers of last resort during the month

The Federal Antimonopoly Service (FAS) of the Russian Federation will approve during the month the methodology for calculating sales mark-ups of suppliers of last resort, the FAS said with reference to the deputy head of the department Vitaly Korolev, who reported this at a meeting of the expert council of the electric utility service.

Read full text: <http://www.bigpowernews.ru/markets/document79928.phtml>

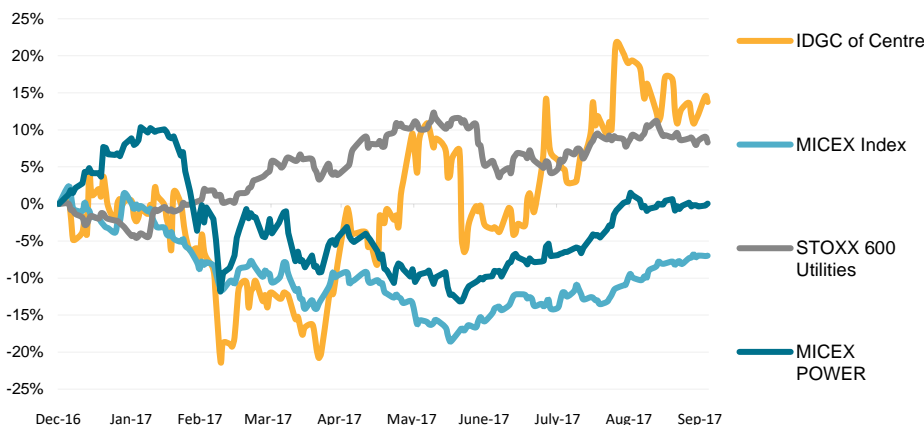
COMPANY NEWS

Tambovergo completed the overhaul of a significant feeding centre of Rasskazovsky district - the "Teleshovskaya" substation

Specialists of IDGC of Centre - Tambovergo division completed the overhaul of the 110/10 kV Substation "Teleshovskaya" in Rasskazovsky district of the Tambov region. The work was carried out as part of the preparation of the power facility for the autumn-winter operation period of 2017-2018.

Read full text: <http://www.press-release.ru/branches/energy/8c3a38d729e36/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 076,81	0,05%	-6,98%
S&P 500	2 534,58	0,22%	13,21%
FTSE 100	7 468,11	0,39%	4,55%
DAX	12 902,65	0,00%	12,38%
DJStoxx 600	390,72	0,15%	8,11%
STOXX Utilities	299,74	-0,71%	8,30%
Nikkei	20 614,07	1,05%	7,85%
Sensex	31 497,38	0,68%	18,29%
CSI300	3 836,50	0,00%	15,90%
Bovespa	76 762,91	3,23%	27,46%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,18	0,09%	11,75%
USD/RUB	57,81	-0,35%	-4,69%
Euro/RUB	67,91	-0,79%	6,42%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 271,66	0,04%	10,82%
Brent*, USD/bbl	56,00	-0,21%	-4,65%

* - December futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,5085
Capitalisation**, billion RUB	21,47
Capitalisation**, million USD	371,33

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	0,24%	0,03%
Shares of IDGC of Centre**	-0,68%	13,76%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	0,00%	-11,09%
FGC UES	0,38%	-15,60%
IDGC of Volga	0,43%	108,04%
MOESK	-0,45%	-1,89%
IDGC of Northern Caucasus	-1,87%	-4,99%
IDGC of Centre and Volga Reg	-0,47%	114,80%
IDGC of North-West	1,61%	14,55%
IDGC of Urals	1,54%	20,36%
IDGC of Siberia	0,23%	55,32%
IDGC of South	-0,67%	-15,08%
Lenenergo, ordinary shares	-0,63%	0,27%
TRK, ordinary shares	0,00%	-11,55%
Kubanenergo	0,00%	-13,91%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

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Tickers

Moscow Exchange (MOEX)

Bloomberg

Reuters

MRKC
MRKC:RM
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