

# DAILY MARKET REVIEW

6 March, Monday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 03 March some moderately negative external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 fell 0.5-0.6% within the correction after more than a percent increase on Thursday. One of the reasons for the profit taking was growing investors' confidence in the inevitable increase in the Fed rate at the March meeting – the likelihood of this, according to traders, is already about 90%. At the same time, according to some experts, the continued implementation of the exit strategy by the Fed could signal a fairly large-scale correction of the overbought US stock market. On Friday the main country indices of the Asia-Pacific region lost on average about 0.5%, futures for US indices continued to decline. The market was pressured, notes Bloomberg, by a decline in prices for commodities due to, including, the strengthening of the dollar. May Brent futures traded near the mark of \$55.2 per barrel, or \$0.3 less than the closing level on 02 March. The day before oil prices renewed the minimum of three weeks on the strengthening of the dollar and fears that the growth of production and reserves in the US could negate the efforts of OPEC+ states to reduce the supply of fuel.

Most of Friday the MICEX Index and the European Stoxx Europe 600 Index were flat near zero. Ambiguous statistics, published during the day, did not have a significant impact on the changes of trading – data on retail sales in the Euro zone and Germany in January were worse than expected, while in the Eurozone this indicator has been falling for three months, at the same time in February the PMI in the US service sector, exceeding expectations, grew up to a maximum of 16 months. At the end of the trading session the Russian market was supported by growing quotations of Brent to around \$55.5 per barrel on the information about the evacuation of workers from Libya's largest Es Sider oil terminal because of strengthening of the fighting in the surrounding area.

During the trading session the MicexPWR Sector Index outperformed. The main contribution to the final MicexPWR growth was made by RusHydro's shares, which gained 7.2% in the absence of significant news for such changes.

## ELECTRIC POWER INDUSTRY NEWS

### FAS considers it inappropriate to extend the mechanism of "last mile" in the energy sector

It is impractical to maintain or extend the mechanism of "last mile" in the electric power industry as its action in many cases is not justified economically, said in an interview with TASS Deputy Head of the Federal Antimonopoly Service (FAS) of Russia Vitaly Korolev.

Read full text: <http://www.bigpowernews.ru/markets/document75733.phtml>

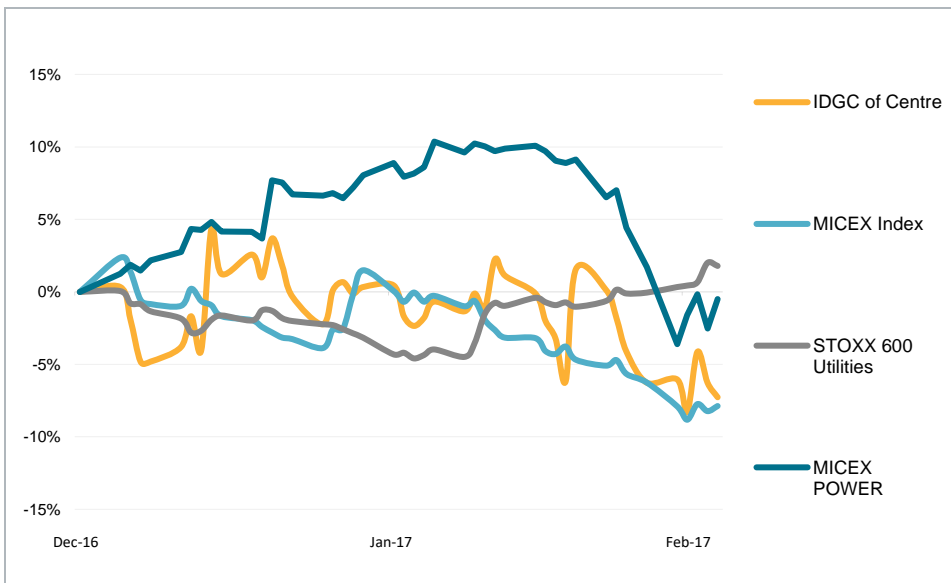
## COMPANY NEWS

### IDGC of Centre invests in power grid facilities of the Belgorod region

In the current year IDGC of Centre – Belgorodenergo division plans to construct and reconstruct a total of 696 km of power lines, upgrade 7 substations, provide power grid infrastructure to enterprises, social facilities and new private housing estates. According to forecasts the amount of commissioned transformer capacity will be 131 MVA.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/59086/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 056,89	0,39%	-7,88%
S&P 500	2 383,12	0,05%	6,44%
FTSE 100	7 374,26	-0,11%	3,24%
DAX	12 027,36	-0,27%	4,76%
DJStoxx 600	375,23	-0,10%	3,82%
STOXX Utilities	281,72	-0,21%	1,79%
Nikkei	19 469,17	-0,49%	1,86%
Sensex	28 832,45	-0,03%	8,28%
CSI300	3 427,86	-0,21%	3,56%
Bovespa	66 785,53	1,41%	10,89%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,06	1,10%	1,00%
USD/RUB	58,41	0,05%	-3,71%
Euro/RUB	61,52	-0,04%	-3,59%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 234,81	0,05%	7,61%
Brent*, USD/bbl	55,90	1,49%	-3,69%

\* - May futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,4145
Capitalisation**, billion RUB	17,50
Capitalisation**, million USD	299,61

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	2,08%	-0,49%
Shares of IDGC of Centre**	-1,07%	-7,27%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	2,54%	-7,07%
FGC UES	0,77%	3,59%
IDGC of Volga	-1,39%	-4,82%
MOESK	-0,51%	7,91%
IDGC of Northern Caucasus	-3,99%	-12,70%
IDGC of Centre and Volga Reg	2,88%	3,72%
IDGC of North-West	-0,64%	-15,45%
IDGC of Urals	-0,31%	-3,04%
IDGC of Siberia	1,04%	-18,76%
IDGC of South	0,00%	-14,89%
Lenenergo, ordinary shares	-3,28%	-3,45%

Source: MOEX, Company calculations

\*\* - at the price of last transaction at MOEX

**IDGC of Centre, PJSC**  
127018, 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](mailto:ir@mrsk-1.ru)

**Tickers**  
Moscow Exchange (MOEX)  
Bloomberg  
Reuters

**MRKC**  
**MRKC RX**  
**MRKC.MM**