



REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 23 November some moderately negative external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 lost 0.1-0.3% on lower volumes on the eve of the Thanksgiving Day celebration on Thursday. The decline in the value of financial companies after the publication of the Fed's minutes offset the rise in commodity sector stocks after the rise in prices for oil and metals. The published minutes of the last meeting of the Fed confirmed the lack of unity among the regulator's heads regarding the future policy because of the continuing low inflation – an increasing number of executives of the US Central Bank believe that low inflation is caused by long-term rather than one-time factors. In this regard, traders, while maintaining an estimate of the likelihood of a rate hike in December at almost 100%, lowered their expectations regarding the number of rate hikes next year. On Thursday the composite index of the Asia-Pacific region MSCI Asia Pacific traded in a small minus mainly due to almost a 3% decline in the Chinese CSI300 pressured by the ongoing campaign of the PRC authorities to combat the excessive debt burden in the country. On Thursday Chinese media reported the Central Bank refused to issue new licenses to microcredit companies working online, and banned existing companies from opening new offices. The Japanese market was closed due to the Thanksgiving Day celebration. January Brent futures traded near \$63.2 per barrel, \$0.4 above the closing level on 22 November. Quotations, among other things, were supported by a report of Reuters that Saudi Arabia is lobbying for the extension of the OPEC+ agreement till the end of 2018.

The MICEX Index spent the trading session on Thursday in the red on average about half a percent in the global fixation of profits in emerging markets. At European exchanges, zero changes prevailed amid a reduced activity of investors: exchanges in the USA were closed in connection with the Thanksgiving Day. Strong statistics kept European markets from correction, which fixed the growth of the composite index of business activity in the Eurozone in November to a maximum since 2011.

During the trading session changes of the MiceXPWR Sector Index in total corresponded to the MICEX Index. Inter RAO's shares made the main contribution to the sector indicator decrease. Grid companies' shares differed from the general trend with a 14% growth in IDGC of South's stocks after the publication of strong IFRS financials for nine months – net profit was RUB1.5 bln against a small loss a year ago.

ELECTRIC POWER INDUSTRY NEWS

RUIE complained to Dmitry Medvedev of the Energy Ministry for plans to return the "last mile" mechanism, says the newspaper

The Russian Union of Industrialists and Entrepreneurs (RUIE) complained to Prime Minister Dmitry Medvedev of the Ministry of Energy. The ministry intends to impose a new non-tax burden on the industry and resume the support of distribution grid companies at its expense, the letter of President of the Russian Union of Industrialists and Entrepreneurs Alexander Shokhin says, Vedomosti reports, which managed to get acquainted with the text of the letter. The interlocutor of the newspaper, close to one of the parties, confirmed its authenticity. A representative of Mr. Medvedev redirected the request to the relevant vice-premier Arkady Dvorkovich, his representative did not respond to the request, notes Vedomosti.

Read full text: <http://www.bigpowernews.ru/markets/document80705.phtml>

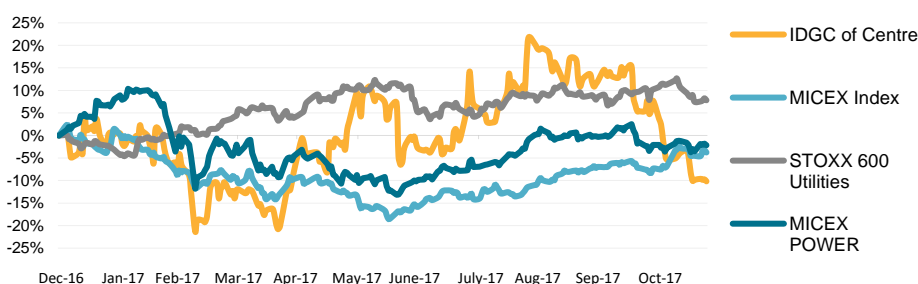
COMPANY NEWS

The RF Ministry of Energy approved the adjustment of IDGC of Centre's investment program for 2016-2022

The Ministry of Energy of the Russian Federation approved changes to IDGC of Centre's investment program for 2016-2022. The grounds for adjusting IDGC of Centre's investment program were: accounting for the adopted tariff and balance decisions for 2017, the current forecast of the social and economic development of Russia for the planning period and the update of IDGC of Centre's obligations on new connections.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/62452/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 148,56	-0,54%	-3,77%
S&P 500	2 597,08	0,00%	16,00%
FTSE 100	7 417,24	-0,02%	3,84%
DAX	13 008,55	-0,05%	13,30%
DJStoxx 600	387,12	0,02%	7,11%
STOXX Utilities	298,40	-0,40%	7,82%
Nikkei	22 523,15	0,00%	17,83%
Sensex	33 588,08	0,08%	26,15%
CSI300	4 102,40	-2,96%	23,94%
Bovespa	74 486,58	-0,04%	23,68%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,18	0,46%	12,67%
USD/RUB	59,01	-0,76%	-2,72%
Euro/RUB	69,40	-0,59%	8,76%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 291,47	-0,05%	12,55%
Brent*, USD/bbl	63,55	0,36%	8,32%

* - January futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,4015
Capitalisation**, billion RUB	16,95
Capitalisation**, million USD	287,27

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	-0,35%	-2,16%
Shares of IDGC of Centre**	-0,50%	-10,18%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	-0,35%	-20,71%
FGC UES	-0,36%	-18,09%
IDGC of Volga	0,18%	96,34%
MOESK	0,12%	-6,01%
IDGC of Northern Caucasus	-1,40%	-19,95%
IDGC of Centre and Volga Reg	0,00%	113,11%
IDGC of North-West	-1,21%	4,18%
IDGC of Urals	0,78%	17,33%
IDGC of Siberia	-0,42%	42,17%
IDGC of South	14,2%	10,31%
Lenenergo, ordinary shares	-0,10%	-5,36%
TRK, ordinary shares	6,03%	-11,34%
Kubanenergo	-0,88%	-9,20%

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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