



IDGC OF CENTRE

DAILY MARKET REVIEW

17 April, Friday

2015

REVIEW OF STOCK MARKETS

Before the opening of trading on 16 April some moderately positive external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 rose by 0.4-0.5% on good quarterly statements of several companies and the continuing rise in oil prices. These factors were able to neutralize the negative backdrop of released worse than expected statistics on industrial production in March and the index of business activity in New York in April. On Thursday the composite index of the Asia-Pacific region MSCI Asia Pacific added about a percent. Of the total APR market dynamics the 3% growth of the Chinese CSI300 stood out, having risen to a 7-year high in anticipation of new stimulus measures in the conditions of economic growth weakening. Earlier this week, reminds Bloomberg, Premier of the State Council of the PRC said the government would take special measures to stimulate certain sectors of the economy. June Brent was trading around \$62.7 per barrel – nearly \$3 above the level of our closing on 15 April. The sharp rise in oil prices was due to several factors. Firstly, the US Department of Energy reported a decline in oil production in the country in the reporting week, and a smaller-than-expected growth of oil reserves. Secondly, the IEA said that production at US shale deposits decreased in May. At the same time as emphasized by the media, such reduction is mentioned for the first time since 2013, when the IEA started to publish monthly reports on drilling and production. Thirdly, the prospects for lifting the sanctions against Iran and thus growth of Iranian oil exports have become more non-obvious after the US Congress has secured the right not to approve the nuclear deal with Iran after its signing and postpone the removal of unilateral sanctions against Tehran.

Thursday's trading session the MICEX index held in the lateral dynamics near zero – rising oil prices were offset by deterioration in investors' sentiment in Europe, where in the middle of the day the loss of the major indices on average was closer to a percent. The Greek problem continues to provide pressure on European markets – today the German Finance Minister publicly confirmed media reports in recent days that the Eurogroup would not be able to take decisions on financial aid to Greece because of the position of Athens. In this case, the minister stressed, the new leftist government destroyed what had already been done in the framework of the program of aid to Greece. It should be noted that Wednesday S&P agency downgraded Greece to "CCC +" – the level of pre-default ratings – because of delaying negotiations with creditors, saying that Greece expects a default, unless mid-May an agreement is reached. Russian indices closed on the daytime highs, despite a slight decline in US indices in early trading after publication of worse than expected statistics on new construction in March and jobless claims.

By the end of the trading session the MicexPWR Sector Index looked better than the market mainly due to strong growth in shares of RusHydro and E.ON Russia.

ELECTRIC POWER INDUSTRY NEWS

Alexander Novak promised to solve the key problems in the power sector this year

To read full text: <http://www.bigpowernews.ru/news/document63351.phtml>

Ministry of Energy updated the forecast growth in energy consumption up to 2035, having reduced the estimate of the average annual demand growth by half — 0,9–1,7% — the newspaper

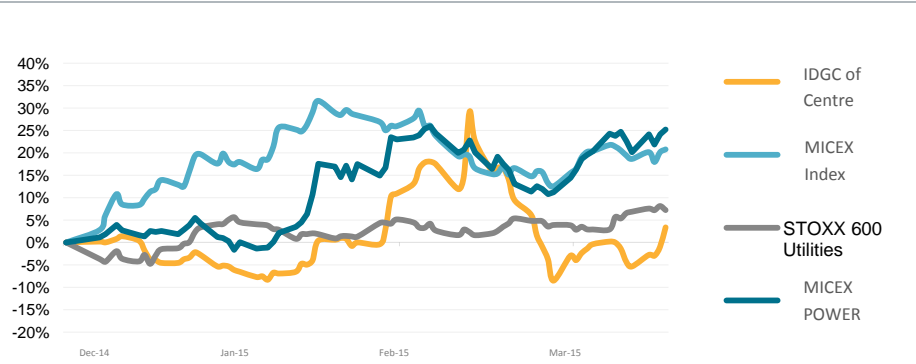
To read full text: <http://www.bigpowernews.ru/news/document63344.phtml>

COMPANY NEWS

IDGC of Centre is successfully eliminating the effects of bad weather at its power facilities in the Smolensk region

To read full text: <http://www.mrsk-1.ru/press-center/news/company/47832/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.14
MICEX	1 686,79	0,54%	20,78%
S&P 500	2 104,31	-0,11%	2,21%
FTSE 100	7 060,45	-0,51%	7,53%
DAX	11 998,86	-1,90%	22,37%
DJStoxx 600	410,93	-0,76%	19,97%
STOXX Utilities	338,12	-0,44%	7,19%
Nikkei	19 885,77	0,08%	13,95%
Sensex	28 666,04	-0,46%	4,24%
CSI300	4 513,55	3,04%	27,73%
Bovespa	54 457,21	-0,84%	8,90%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.14
Euro/USD	1,07	0,00%	-11,69%
USD/RUB	50,50	-2,83%	-10,23%
Euro/RUB	53,66	-2,15%	-21,48%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.14
Gold, USD/oz	1 202,50	0,00%	1,53%
Brent*, USD/bbl	62,78	-0,85%	9,51%

* - May futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,261
Capitalisation**, billion RUB	11,02
Capitalisation**, million USD	218,18

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.14
MICEX-Power Index	0,89%	25,21%
Shares of IDGC of Centre**	4,40%	3,37%

Source: MOEX, Company calculations

Grid companies	Change** for the day	fr 31.12.14
JSC Russian Grids	-1,09%	31,56%
FGC UES	-0,78%	41,67%
IDGC of Volga	-1,37%	-9,86%
MOESK	2,02%	-19,20%
IDGC of Northern Caucasus	-3,78%	36,78%
IDGC of Centre and Volga Reg	0,82%	-23,91%
IDGC of North-West	4,25%	26,09%
IDGC of Urals	5,60%	17,18%
IDGC of Siberia	-3,30%	-18,56%
IDGC of South	0,00%	3,56%
Lenenergo	-1,55%	45,14%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

IDGC of Centre, JSC

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

Tickers

Moscow Exchange
Bloomberg
Reuters

[MRKC](#)
[MRKC.RX](#)
[MRKC.MM](#)