

# DAILY MARKET REVIEW

14 September, Thursday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 13 September some moderately positive external background formed on the Russian market. The US indices DJIA and S&P500, having updated their historical records, added on Tuesday 0.3%, on Wednesday the main country stock indices of the Asia-Pacific region showed similar changes. In addition to reducing geopolitical tensions around the DPRK and significantly reducing the damage assessment for the US economy from Hurricane Irma, the markets were supported by the statement of the US Treasury that the presidential administration is determined to carry out the promised tax cut before the end of this year, dating the reform backward – since early 2017. November Brent futures traded near \$54.1 per barrel, slightly below our closing level on 12 September. Oil quotes were fixed at the May's peaks after the publication of the monthly OPEC survey, which reported a reduction in oil production in August and an improvement in the forecast of demand for 2017-2018.

The MICEX index most of the trading session on Tuesday was in a small plus within half a percent, reacting to the growth of oil prices. In the first half of the day, Brent quotes got fixed above \$54.6 per barrel after the publication of the IEA report for August. In their review, experts raised the forecast for the growth in oil demand this year to a two-year high and noted the first four-month drop in oil supplies to the world market, mainly due to a reduction in OPEC production due to planned repairs and resumed riots in Libya. At the end of the trading session, November Brent futures tested a mark of \$55 per barrel after the release of statistics from the US Department of Energy, which recorded significantly lower than forecasted growth in oil reserves in the country – by 5.9 million barrels against the expected 10.1 million barrels, and a record for all time counting (at least since 1990) a drop in gasoline stocks – by 8.4 million barrels. At the same time, the activity of buyers on the Russian market was hampered by profit-taking on the western markets – the European Stoxx Europe 600 Index showed a decline of 0.5% for the most part of the day, trades in the USA began in the negative area. Against this background, the MICEX Index could not hold above the zero mark and closed with a decrease of 0.2%.

During the trading session the changes of the MicexPWR Sector Index in general corresponded to the MICEX Index. The main contribution to the small final decrease in the sector indicator was made by shares of Rosseti and Mosenergo.

## ELECTRIC POWER INDUSTRY NEWS

### FAS submitted to the government a bill prohibiting regions to raise tariffs for housing and communal services above the established limits

FAS is concerned about the situation in which in the regions communal tariffs differ more than 50 times.

Read full text: <http://www.bigpowernews.ru/news/document79315.phtml>

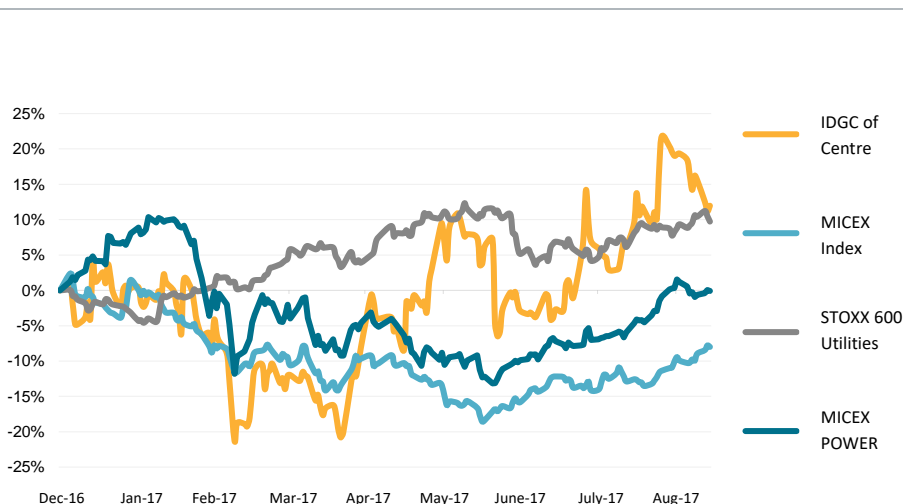
## COMPANY NEWS

### Powers of the sole executive body of IDGC of Centre and Volga Region transferred to IDGC of Centre

The decision to transfer the powers of the sole executive body of IDGC of Centre and Volga Region to IDGC of Centre was taken with a view to implementing the tasks contained in the Strategy for the Development of the Electric Grid Complex of the Russian Federation. This decision was agreed upon by the Board of Directors of Rosseti and approved at the annual meeting of shareholders of IDGC of Centre and Volga Region.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/61377/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 054,19	-0,22%	-8,00%
S&P 500	2 495,15	-0,05%	11,45%
FTSE 100	7 379,70	-0,28%	3,32%
DAX	12 553,57	0,23%	9,34%
DJStoxx 600	381,34	-0,02%	5,51%
STOXX Utilities	303,71	-0,69%	9,73%
Nikkei	19 865,82	0,45%	3,93%
Sensex	32 186,41	0,09%	20,88%
CSI300	3 842,61	0,12%	16,09%
Bovespa	74 519,50	-0,03%	23,73%

Source: Bloomberg, Company calculations (19:00 MSK)

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,20	0,00%	13,79%
USD/RUB	57,27	0,17%	-4,99%
Euro/RUB	68,55	-0,15%	8,77%

Source: Bloomberg, Company calculations (19:00 MSK)

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 331,81	0,00%	15,58%
Brent*, USD/bbl	54,27	0,00%	-4,49%

\* - October futures

Source: Bloomberg, Company calculations (19:00 MSK)

Shares of IDGC of Centre	Value
Last transaction, RUB	0,5005
Capitalisation**, billion RUB	21,13
Capitalisation**, million USD	368,98

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	-0,12%	-0,08%
Shares of IDGC of Centre**	0,70%	11,97%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	-1,34%	-3,23%
FGC UES	0,03%	-14,52%
IDGC of Volga	-3,46%	101,61%
MOESK	-0,34%	-1,11%
IDGC of Northern Caucasus	1,84%	-12,02%
IDGC of Centre and Volga Reg	-1,25%	118,78%
IDGC of North-West	-0,16%	12,55%
IDGC of Urals	-0,52%	17,33%
IDGC of Siberia	-1,20%	56,75%
IDGC of South	-0,22%	-14,12%
Lenenergo, ordinary shares	-0,80%	1,27%
TRK, ordinary shares	0,00%	-14,29%
Kubanenergo	-1,10%	-17,47%

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:RM**

**MRKC.MM**