

DAILY MARKET REVIEW

27 December, Tuesday

2016



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 26 December some neutral external background formed on the Russian market. On Friday the shortened trading session in the US closed with growth of the DJIA and S&P500 indices at 0.1% on good statistics – the consumer confidence index in December updated a maximum of 13 years, sales of new buildings in November were better than expected. On Monday the composite index of the Asia-Pacific region MSCI Asia Pacific was trading in a weak red with multidirectional trends in the major stock country indices. The Asian markets were pressured by information from Bloomberg that the Chinese authorities are ready to allow for a slowdown of GDP growth to less targeted 6.5% per year on the background of growth of domestic debt and fears of growing geopolitical uncertainty after the election of US President Donald Trump. As the media reminds, this year the Chinese government promised to maintain growth of economy at not less than 6.5% up to 2020. February Brent futures closed Friday's trading around the level of \$55.2 per barrel, or \$0.3 higher than the closing level on 23 December.

In the absence of external reference points – western financial markets were closed for the Christmas holidays – the MICEX Index most of the trading session was in positive territory, on the daily highs the index growth reached 0.6%. Investors' activity was very low – the ruble trading volume on the Moscow stock exchange was three times less than the average over the past 30 trading sessions.

At the end of the trading session the MicexPWR Sector Index outperformed. The main contribution to the final MicexPWR outperformance in comparison with the MICEX Index was made by shares of TGK-1 and Rosseti.

ELECTRIC POWER INDUSTRY NEWS

Consumers request the government not to cancel the increase in fines for outage of power plant equipment

Energy Consumers Association sent a letter to Deputy Prime Minister Arkady Dvorkovich, requesting not to abolish provided from January 2017 increase in penalties for undersupply of power by power plants due to unplanned outages of power equipment, according to RIA Novosti.

Read full text: <http://www.bigpowernews.ru/markets/document74645.phtml>

COMPANY NEWS

In 2016 Bryanskenergo signed 1,152 grid connection contracts

For 11 months of 2016 IDGC of Centre – Bryanskenergo division received 1,611 grid connection requests, signed 1,152 contracts. 1,115 contracts were executed, representing 129% of the plan.

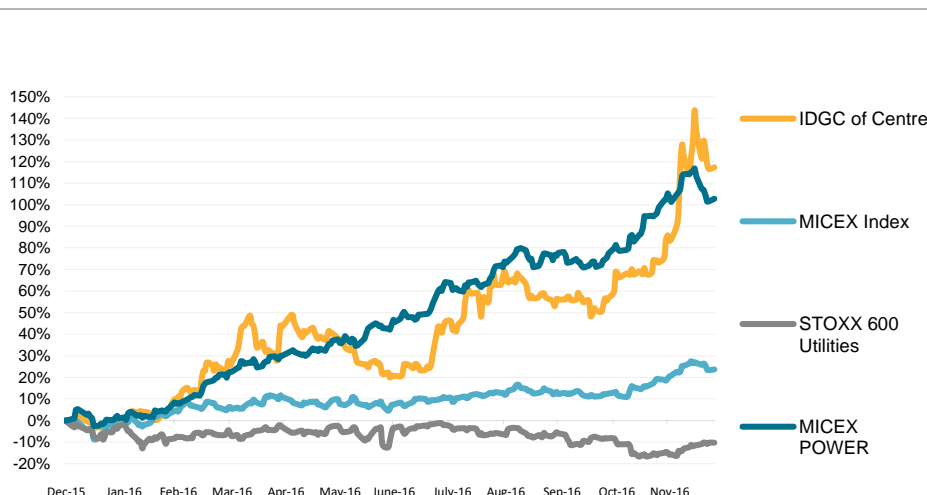
Read full text: <http://www.eprussia.ru/news/base/2016/2772126.htm>

IDGC of Centre to supply power to a large agrobusiness enterprise in the Orel region

IDGC of Centre – Orelenergo division has started work on connection to electric grids of a large regional agriculture facility – a grain warehouse of "Orel-Agro-Product" LLC in Kromsky district. The facility connected capacity will be 2.12 MW.

Read full text: <http://www.avite.ru/novoe/mrsk-tsentra-obespechit-energოსnabzhenie-krupnogo-predpriyatiya-apk-v-orlovskoy-oblasti.html>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	2 177,86	0,22%	23,65%
S&P 500	2 263,79	0,00%	10,76%
FTSE 100	7 068,17	0,00%	13,23%
DAX	11 449,93	0,00%	6,58%
DJStoxx 600	359,98	0,00%	-1,59%
STOXX Utilities	274,74	0,00%	-10,25%
Nikkei	16 519,29	0,00%	-13,21%
Sensex	25 807,10	-0,90%	-1,19%
CSI300	3 322,40	0,45%	-10,95%
Bovespa	58 620,26	1,18%	35,23%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,05	-0,04%	-14,02%
USD/RUB	60,85	-0,02%	-16,51%
Euro/RUB	63,54	-0,03%	-20,27%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 133,30	0,00%	6,80%
Brent*, USD/bbl	55,16	0,00%	21,20%

* - February futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,4240
Capitalisation**, billion RUB	17,90
Capitalisation**, million USD	294,16

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	0,62%	102,78%
Shares of IDGC of Centre**	0,36%	117,32%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti, ordinary shares	0,36%	117,32%
FGC UES	1,82%	146,72%
IDGC of Volga	0,49%	225,35%
MOESK	-1,40%	170,95%
IDGC of Northern Caucasus	2,33%	22,93%
IDGC of Centre and Volga Reg	3,50%	65,60%
IDGC of North-West	-0,48%	131,05%
IDGC of Urals	0,19%	91,97%
IDGC of Siberia	0,00%	70,53%
IDGC of South	-1,09%	67,83%
Lenenergo, ordinary shares	-1,61%	57,05%

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

Tickers

Moscow Exchange (MOEX)
Bloomberg
Reuters

MRKC
MRKC.RX
MRKC.MM