



## REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 7 March some moderately negative external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 decreased by 0.5% -0.7%, on Thursday the composite index of the Asia-Pacific region MSCI Asia Pacific lost 0.6%. The markets were pressured by new signals of a slowing global economy. The OECD downgraded forecasts for the global GDP growth in 2019 by 0.2 percentage points, to 3.3%. According to experts, the revision of expectations reflects the sharp slowdown in world trade, especially in the Eurozone, the risks of a slowdown in the recovery of China's economy and the implementation of the tough Brexit scenario. An additional negative factor for investors was a reminder of the uncertainty of the situation with the US-PRC trade negotiations. According to media reports, the Chinese technology giant Huawei sued the US government, accusing the government of unreasonableness of the ban on the use of Huawei equipment by government agencies. May Brent futures traded around \$66.1 per barrel, \$0.5 above our closing level on 6 March. The oil quotes rose, despite data from the US Department of Energy, which recorded an increase in oil reserves last week by 7.1 million barrels and maintaining production levels in the US at a record level of 12.1 million barrels per day. The market is still supported by the reduction of oil production by OPEC+. In particular, UBS predicts a rise in the cost of Brent oil to \$70-80 per barrel – in the coming months, experts expect a deterioration in the supply situation due to OPEC+ actions to reduce production and increase in global demand.

In anticipation of the outcome of the ECB meeting, the Russian market and global exchanges showed moderately negative trends. The MOEX Russia Index, the index of emerging markets MSCI EM, the Stoxx Europe 600 Index and futures for US indices lost on average within half a percent. The ECB as expected kept the key rates at the same level, including at zero – the base rate on loans. At the same time, Bloomberg writes, the regulator managed to surprise the markets by announcing a new series of targeted long-term loans for banks and noting that now interest rates will remain at current levels "at least until the end of 2019," whereas previously it was assumed that the rates would not rise until autumn. The announcement of the new ECB stimulus provoked the fall of the euro against the dollar and the growth of stock indices. However, after the statements of the ECB head about the increased risks for the Eurozone's economy and a significant deterioration in forecasts for 2019 for the region's economy, sellers once again became more active in the markets. The loss of the European Stoxx Europe 600 Index, US indices and the MSCI EM Index came close to a percent, the MOEX Russia Index closed with a decline of 0.7%.

During the day changes of the electric utilities sector index in general corresponded to the market. The main contribution to the final MOEXEU reduction was made by shares of Unipro.

## ELECTRIC POWER INDUSTRY NEWS

### FAS plans to start equalization of electricity tariffs in pilot regions in 2020

The Federal Antimonopoly Service (FAS) of Russia plans to begin levelling tariffs for electricity transmission in the framework of digitalization in pilot regions in 2020, Deputy Head of the FAS Vitaly Korolev told TASS.

Read full text: <http://www.bigpowernews.ru/markets/document87258.phtml>

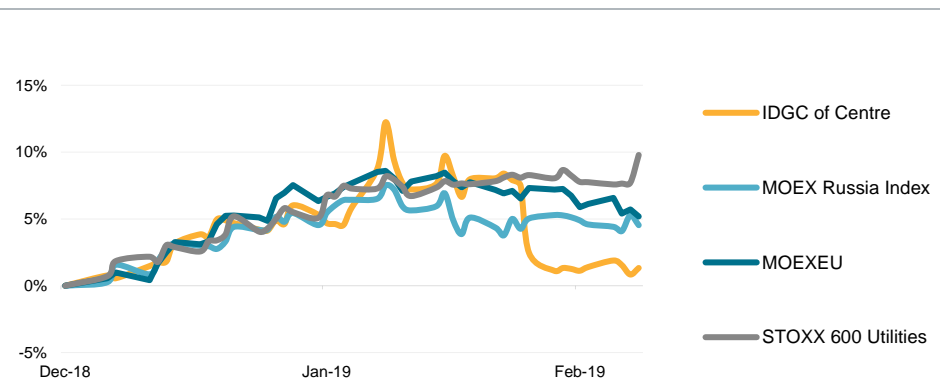
## COMPANY NEWS

### Igor Makovskiy: "IDGC of Centre is ready to provide the growing economy of the subjects of the Central Federal District with the necessary capacity"

A factory for production of food, alcohol and fodder yeast of Angel Yeast Rus., Ltd., a subsidiary of the Chinese company Angel Yeast Co., Ltd., one of the world's largest yeast producers, has opened in the Lipetsk region. The company, located on the territory of the special economic zone "Dankov", will become the largest in Europe and the most modern in Russia in its field.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/67552/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.18
MOEX Russia	2 476,64	-0,70%	4,53%
S&P 500	2 748,93	-0,81%	9,66%
FTSE 100	7 157,55	-0,53%	6,38%
DAX	11 517,80	-0,60%	9,08%
DJStoxx 600	373,88	-0,43%	10,73%
Nikkei	21 456,01	-0,65%	7,20%
Sensex	36 725,42	0,24%	1,82%
CSI300	3 808,85	-1,02%	26,51%
Bovespa	94 340,17	0,13%	7,34%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.18
USD/RUB	65,84	0,06%	-5,22%
EURO/RUB	74,42	-0,12%	-6,35%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.18
Gold, USD/oz	1 285,61	-0,06%	0,24%
Brent*, USD/bbl	66,3	0,47%	23,23%

\* - May futures

Source: Bloomberg, Company calculations

Shares	Price**, ₽	MCap**, ₽ bln	MCap**, \$ mln
IDGC of Centre & Volga Reg	0,2635	29,70	451,01

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.18
STOXX 600 Utilities	1,94%	9,78%
MOEXEU Index	-0,50%	5,18%
IDGC of Centre**	0,49%	1,33%
IDGC of Centre and Volga Region**	-0,45%	-0,57%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.18
Rosseti, ordinary shares	-0,49%	25,09%
FGC UES	-0,42%	11,40%
IDGC of Volga	-0,65%	1,33%
MOESK	-0,88%	2,58%
IDGC of Northern Caucasus	-0,42%	0,86%
IDGC of North-West	0,21%	-12,07%
IDGC of Urals	0,65%	1,19%
IDGC of Siberia	19,63%	111,71%
IDGC of South	-0,07%	22,77%
Lenenergo, ordinary shares	-0,18%	7,37%
TRK, ordinary shares	1,82%	9,09%
Kubanenergo	0,71%	16,80%

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**  
**MRKC:MM**