



IDGC OF CENTRE

DAILY MARKET REVIEW

18 January, Monday

2016

REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 15 January some neutral external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 rose by 1.4-1.7%, mainly in the framework of a technical rebound after the collapse on Wednesday. On Friday the composite index of the Asia-Pacific region MSCI Asia Pacific lost 0.5% pressured with the continuing fall of China's stock market. At the same time, notes Bloomberg, the Chinese Shanghai Composite Index from December highs lost more than 20% by going to the "bear" trend, the CSI300 index is less than one percent to reach the mark. March Brent futures traded at \$30.3 per barrel, or \$0.7 less than the close of 14 January. Oil quotations were still under pressure of expectations of growth of exports from Iran after the lifting of sanctions, which, as experts believe, may occur as early as next week.

Neutral start of trading on the Russian and European markets was changed with closeouts after the fall of the cost of Brent below \$30 per barrel. In the middle of the day the loss of MICEX Index and the Stoxx Europe 600 exceeded 4% and 2%, respectively. Activity of sellers intensified after the publication of weak statistics from the US: in January the index of manufacturing activity in New York fell to the lowest level since April 2009, the growth rate of retail sales in 2015 was minimal since 2009, data on industrial production in December were worse than expected. Against this background the MICEX Index decline accelerated to 4.9%, the Stoxx Europe 600 indicator - to 3.4%. The MICEX Index was able to get away from daily lows to end the day mainly due to short covering.

During the trading session the MicexPWR Sector Index as a whole corresponded to the market dynamics. The main contribution to the sector indicator decline was made by shares of RusHydro and FGC UES.

ELECTRIC POWER INDUSTRY NEWS

"Rosseti" is already implementing a program to reduce costs

The cost reduction program takes into account the advance of targets. The company also has programs to increase efficiency and reduce operating costs in place.

Read full text: <http://ria.ru/economy/20160113/1359154667.html>

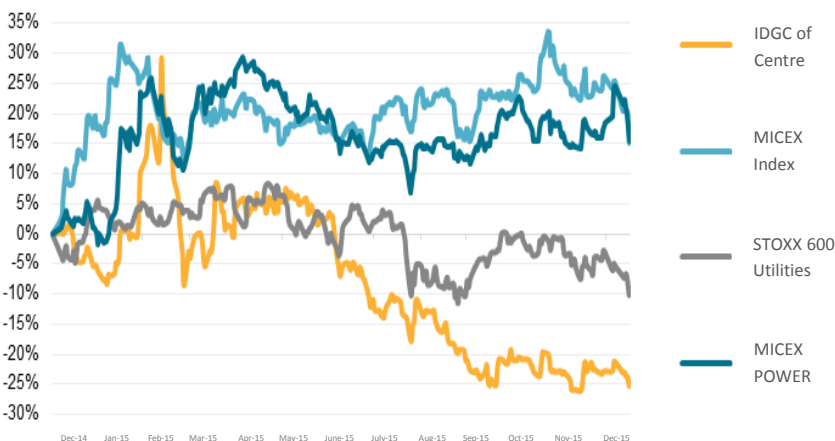
COMPANY NEWS

IDGC of Centre since January has started making lawsuits against non-payers, taking into account legislative innovations toughening their responsibility

IDGC of Centre continues regular work on collecting receivables and improving payment discipline of unscrupulous consumers and retail companies. One of its important components is claim-related activity. The company initiated hundreds of cases on debt collection under contracts for the provision of electricity transmission services. Collect from defaulters funds are directed primarily towards financing the core production activities, which is especially important due to the reduction in recent years of their investment sources.

Read full text: <http://www.mrsk-1.ru/press-center/news/company/50887/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.14	
MICEX	1 608,36	-4,31%	-8,69%
S&P 500	1 880,33	-2,16%	-8,00%
FTSE 100	5 804,10	-1,93%	-7,02%
DAX	9 545,27	-2,54%	-11,15%
DJStoxx 600	329,84	-2,82%	-9,83%
STOXX Utilities	283,41	-2,54%	-7,42%
Nikkei	17 147,11	-0,54%	-9,91%
Sensex	24 455,04	-1,28%	-6,37%
CSI300	3 118,73	-3,19%	-16,41%
Bovespa	38 569,13	-2,36%	-11,03%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.14	
Euro/USD	1,09	0,50%	-10,21%
USD/RUB	76,52	0,12%	4,99%
Euro/RUB	83,15	0,52%	4,33%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.14	
Gold, USD/oz	1 088,88	0,97%	2,62%
Brent*, USD/bbl	28,94	-6,28%	-23,17%

* - March futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,1888
Capitalisation**, billion RUB	7,97
Capitalisation**, million USD	104,16

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day fr 31.12.14	
MICEX-Power Index	-3,60%	-2,57%
Shares of IDGC of Centre**	-1,97%	-3,23%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day fr 31.12.14	
JSC Russian Grids	-2,08%	-3,56%
FGC UES	-4,75%	-7,42%
IDGC of Volga	-2,84%	-3,08%
MOESK	-1,75%	-2,93%
IDGC of Northern Caucasus	-1,61%	-2,40%
IDGC of Centre and Volga Reg	-2,02%	0,32%
IDGC of North-West	1,12%	-1,46%
IDGC of Urals	-2,52%	-2,11%
IDGC of Siberia	0,00%	0,41%
IDGC of South	-3,73%	-0,64%
Lenenergo	-3,66%	-2,18%

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](#)