

DAILY MARKET REVIEW

6 September, Tuesday

2016



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 05 September some moderately positive external background formed on the Russian market. Last Friday the US indices DJIA and S&P500 closed with the growth of 0.4%, on Monday the composite Asia-Pacific region index MSCI Asia Pacific added more than a percent. Buyers were supported by a decline in fears of investors about the imminent rise in interest rates by the Fed after released worse than expected data on the number of new jobs and the unemployment rate in the US in August. November Brent traded near the mark of \$46.9 per barrel, slightly higher than the closing level on Friday 02 September. A positive factor for oil quotations was the message from the state corporation Saudi Aramco that Saudi Arabia greatly increased prices for the supply of oil to Asia and the US in October amid growing demand. This piece of news levelled the pressure of the information from Baker Hughes about continued growth in the number of active oil drilling rigs in the US.

On Monday the MICEX index continued updating historical records, on the daily maximum the indicator growth approached a percent. The Russian market was supported by growing oil prices – Brent quotations rose above \$49 a barrel after the publication of the joint statement of Russia and Saudi Arabia to coordinate efforts to stabilize the oil market. According to the Ministry of Energy of the Russian Federation, it is including about freezing oil production, which should be agreed with the OPEC member countries towards the informal OPEC meeting in Algeria planned in late September. At the same time, the activity of investors on the Russian market was restrained with inexpressive changes of the European indices, which were pressured including on the statistics – the composite index of business activity in the Eurozone in August dropped to the lowest level since January 2015.

During the trading session the MicexPWR Sector Index outperformed mainly due to growth of shares of FGC UES and Inter RAO.

ELECTRIC POWER INDUSTRY NEWS

Ministry Energy to recommend "Rosseti" to pay dividends for 2016 without other interim payments, said Mr. Novak

The Ministry of Energy of the Russian Federation is most likely to recommend "Rosseti" to pay dividends following the results of 2016 without other interim payments, told reporters on Saturday, September 3, the Russian Energy Minister Alexander Novak.

Read full text: <http://www.bigpowernews.ru/markets/stocks/document72406.phtml>

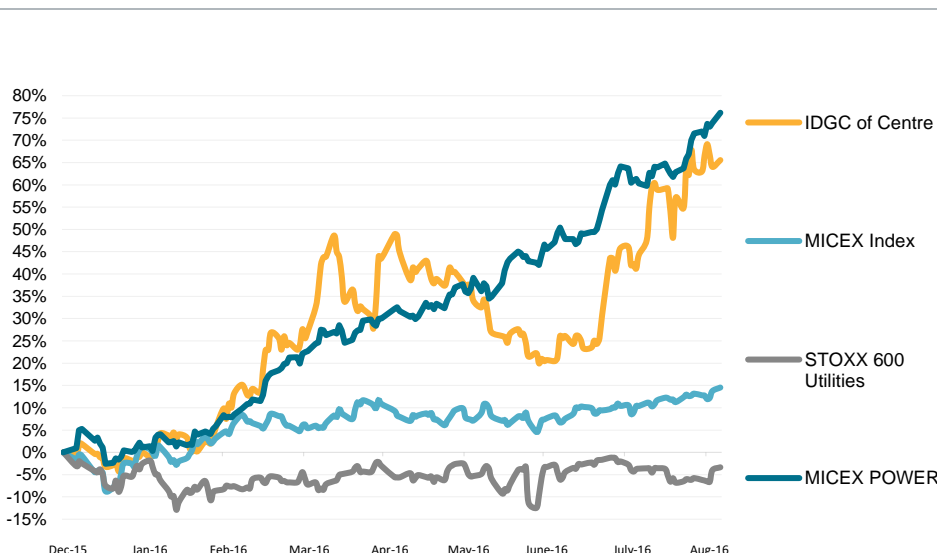
COMPANY NEWS

Belgorod branch of IDGC of Centre implements new energy equipment

IDGC of Centre – Belgorodenergo division increases the proportion of innovative and energy-efficient equipment of domestic production in the process of reconstruction and construction of power facilities. Doing it some part of the implemented equipment is the result of own research and development activities (R&D) of IDGC of Centre. This is the company's patented steel multisided poles of 0.4 kV and pole-mounted transformer substations of 6-10/0.4 kV.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/56912/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	2 017,38	0,68%	14,54%
S&P 500	2 179,98	0,00%	6,66%
FTSE 100	6 879,42	-0,22%	10,21%
DAX	10 672,22	-0,11%	-0,66%
DJStoxx 600	350,62	0,05%	-4,15%
STOXX Utilities	295,86	0,66%	-3,35%
Nikkei	17 037,63	0,66%	-10,49%
Sensex	28 532,11	0,00%	9,25%
CSI300	3 319,68	0,17%	-11,02%
Bovespa	59 566,34	-0,08%	37,41%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,12	-0,03%	-8,26%
USD/RUB	65,87	0,94%	-9,62%
Euro/RUB	73,72	1,43%	-7,50%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 327,08	0,14%	25,07%
Brent*, USD/bbl	47,63	1,71%	8,79%

* - November futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3230
Capitalisation**, billion RUB	13,64
Capitalisation**, million USD	207,02

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	1,31%	76,17%
Shares of IDGC of Centre**	0,94%	65,56%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	-0,27%	103,06%
FGC UES	4,25%	202,21%
IDGC of Volga	1,93%	158,61%
MOESK	0,64%	25,20%
IDGC of Northern Caucasus	0,90%	35,20%
IDGC of Centre and Volga Reg	-0,30%	59,24%
IDGC of North-West	-2,86%	86,13%
IDGC of Urals	0,30%	77,37%
IDGC of Siberia	0,64%	28,89%
IDGC of South	0,41%	58,65%
Lenenergo	-0,28%	130,57%

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