



REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 7 December some neutral external background formed on the Russian market. The US indices DJIA and S&P500, which lost about 3% during the day on fears of disruption of the US-PRC trade negotiations after Huawei CFO arrest, closed Thursday with a slight decrease of 0.2-0.3%. Investors were supported by the hopes of investors to reduce the rate of tightening of monetary policy by the Fed. Firstly, the head of the Atlanta Federal Reserve Bank said that "now we are very close to the neutral level, and I think the neutral level is exactly what we need." Secondly, The Wall Street Journal reported that the Fed may pause in the rate hike cycle after its rise in December to assess the state of the economy after the policy has already been tightened. On Friday the composite stock index of the Asia-Pacific region MSCI Asia Pacific added 0.3%, futures for US indices fell 0.2%. February Brent futures traded near \$59.4 per barrel, at the level of our closure on 6 December. Pending the decision of OPEC+ to reduce production, traders ignored the message by the US Department of Energy about a week-long drop in oil reserves in the country by impressive 7.3 million barrels.

Most of the Friday the MOEX Russia Index spent in a small plus within half a percent. The inexpressive changes of oil prices before the meeting of OPEC+ countries offset the positive background of more than a percentage correctional growth of the European Stoxx Europe 600 Index after a 3% fall on Thursday. In the afternoon the growth of the MOEX Russia Index exceeded a percent after the Brent quotes rose above \$63 per barrel on news that OPEC+ agreed on a half-year reduction in oil production by 1.2 million barrels per day from October levels. At the same time, the activity of Russian investors was restrained by an almost percentage decline in the major US indices at the start of trading on the ambiguous statistics on the labour market. In November the unemployment rate in the US remained at the lowest level of 3.7% since 1969, the wage growth rate was at the level of 3.1% in annual terms, which is the highest in nine years. At the same time, the increase in the number of jobs was almost 25% worse than forecast, the number of new jobs in October was revised downwards. Against this background the MOEX Russia Index retreated from daily highs, closing trading with an increase of 0.8%.

During the trading session the MicexPWR Sector Index underperformed. The main contribution to the final MicexPWR decline in antiphase with the MOEX Russia Index was made by shares of Inter RAO, Unipro and RusHydro.

ELECTRIC POWER INDUSTRY NEWS

ROSSETI intends to create its own SCADA for 3 years on Russian technologies

ROSSETI intends to create its own SCADA (Supervisory Control And Data Acquisition) system for three years using only Russian technologies, stated Pavel Livinskiy, the head of the power grid holding, during a working meeting with Russian and foreign manufacturers of such systems, said the press service of ROSSETI.

Read full text: <http://www.bigpowernews.ru/news/document85805.phtml>

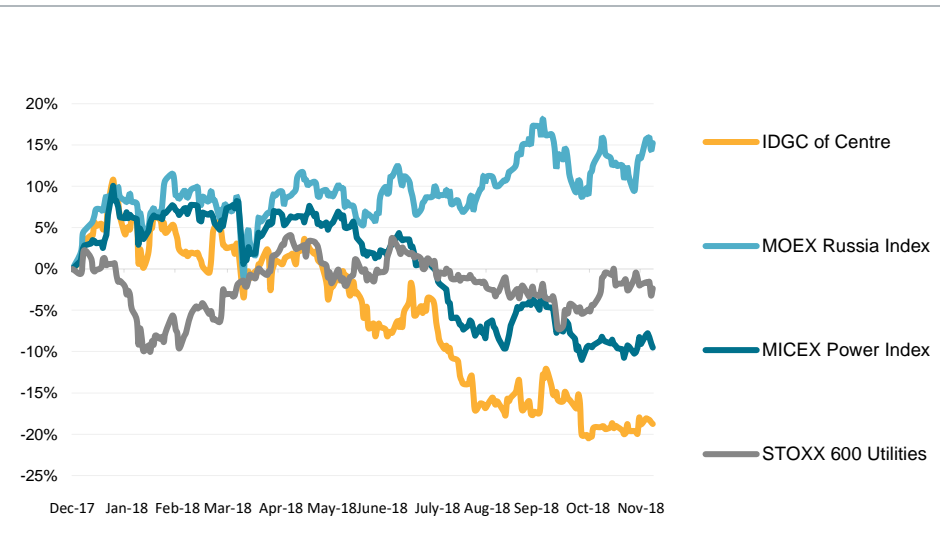
COMPANY NEWS

ROSSETI to invest 13.5 billion rubles in the Belgorod Region and the Udmurt Republic

Today, 7 December, within the framework of the International Forum "Electric Grids", a subsidiary of ROSSETI's Group in the Central Federal District signed agreements with the Belgorod Region and the Udmurt Republic aimed at the long-term development of the electric grid complex of the subjects.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/66727/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.17
MOEX Russia	2 431,29	0,79%	15,24%
S&P 500	2 633,08	-2,33%	-1,52%
FTSE 100	6 778,11	1,10%	-11,83%
DAX	10 788,09	-0,21%	-16,49%
DJStoxx 600	345,45	0,62%	-11,24%
Nikkei	21 678,68	0,82%	-4,77%
Sensex	35 673,25	1,02%	4,75%
CSI300	3 181,57	0,00%	-21,07%
Bovespa	88 115,07	-0,82%	15,33%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.17
USD/RUB	66,74	-0,13%	15,81%
EURO/RUB	75,61	-0,13%	9,92%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.17
Gold, USD/oz	1 249,31	0,93%	-4,11%
Brent*, USD/bbl	61,67	2,68%	-7,78%

* - February futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	MCap**, ₺ bln	Change	
			per day	fr 31.12.17
IDGC of Centre	0,2892	12,21		182,95
IDGC of Centre & Volga Reg	0,2760	31,10		466,07

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.17
STOXX 600 Utilities	0,89%	-2,35%
MICEX POWER Index	-0,52%	-9,50%
IDGC of Centre**	-0,28%	-18,76%
IDGC of Centre and Volga Region**	0,73%	-8,52%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.17
Rosseti, ordinary shares	0,50%	-9,47%
FGC UES	-0,62%	-3,63%
IDGC of Volga	0,05%	-1,61%
MOESK	-0,15%	-25,36%
IDGC of Northern Caucasus	-0,70%	-26,35%
IDGC of North-West	-0,18%	5,00%
IDGC of Urals	0,94%	-17,61%
IDGC of Siberia	-3,20%	-15,37%
IDGC of South	-1,45%	-3,51%
Lenenergo, ordinary shares	-0,18%	18,33%
TRK, ordinary shares	0,00%	-11,05%
Kubanenergo	-1,11%	-31,63%

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:RM
MRKC:MM