

# DAILY MARKET REVIEW

11 April, Thursday

2019



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 10 April some moderately negative external background formed on the Russian market. On Tuesday major US indices lost 0.6-0.7%, on Wednesday the composite index of the Asia-Pacific region MSCI Asia Pacific declined by 0.2%. The markets were pressured by trade tensions between the US and the EU and the worsening forecast for the global economy from the IMF. The US president confirmed his intention to introduce duties on European goods in the amount of \$11.2 billion in response to the European Union subsidies for the Airbus aircraft concern. The International Monetary Fund has worsened its January forecast for global economic growth in 2019 by 0.2 pp, to 3.3%, including due to trade wars and Brexit. June Brent futures traded at around \$70.7 per barrel, at the level of our close on 9 April. Ambiguous statistics from the American Petroleum Institute did not have a significant impact on the market trends: last week oil reserves increased by 4.1 million barrels, while gasoline reserves declined by 7.1 million barrels.

Most of the trading session, the MOEX Russia Index, the European Stoxx Europe 600 Index and the index of emerging markets MSCI EM were in a small plus within 0.5%. The ECB, as a result of the last meeting, predictably kept all three key interest rates at previous levels, saying that it expects that interest rates will remain at current levels "at least until the end of 2019." The Central Bank also announced that it will continue to reinvest the proceeds from the redeemed bonds in full during the additional time after it starts raising interest rates. A reduction in the risk of "hard" Brexit also had support to investors. Media reported that the EU can agree on a "flexible" extension of the UK exit from the European Union, which will last as long as necessary, but not more than one year. The MOEX Russia Index has once again updated the historical maximum – an additional positive factor for buyers was the rise in Brent quotes above \$71 per barrel. For the third day in a row, Sberbank's shares, proxy papers of our market for non-residents, have been the driving force behind the growth of the MOEX Russia Index. In general, experts note an improvement in investors' attitude towards Russian assets, which can be indicated by both the ruble strengthening and the good results of the OFZ auctions. On Wednesday, the Ministry of Finance placed a record volume of government bonds at weekly primary auctions – of 137.1 billion rubles.

During the trading session, the electric utilities sector index outperformed. The main contribution to the final MOEXEU outperformance compared to the MOEX Russia Index was made by shares of ROSSETI and RusHydro.

## ELECTRIC POWER INDUSTRY NEWS

### Scientists: the development of new energy is faced with the problem of low speed of innovation

The energy of the new technological cycle, which implies structural changes in the economic model and the revision of the strategy of managing the energy system, is faced with the problems of low innovation rate, the promising energy sector requires large investments and needs political support.

Read full text: <https://tass.ru/nauka/6318204>

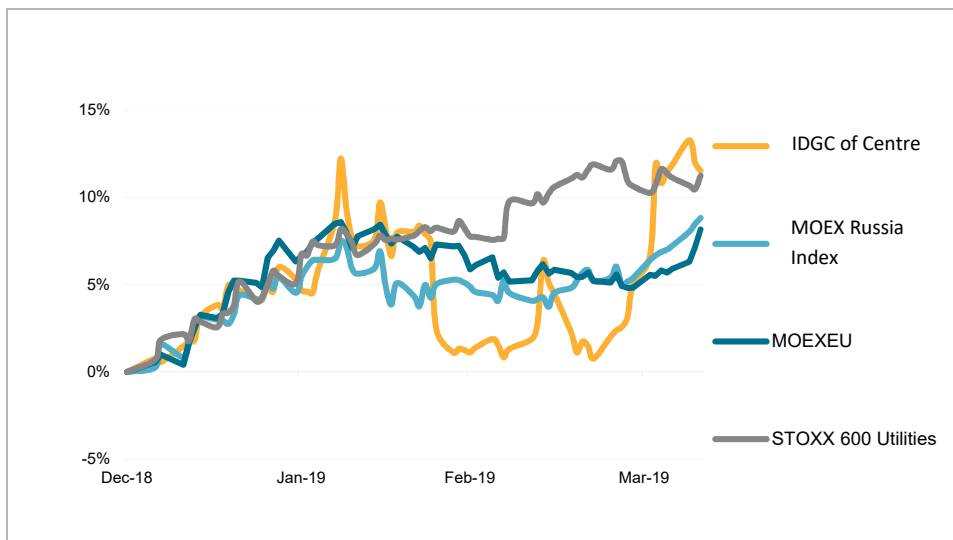
## COMPANY NEWS

### IDGC of Centre - the managing organization of IDGC of Centre and Volga Region prepares for a fire hazard period

Power engineers are implementing in the regions of their responsibility (20 constituent entities of the Russian Federation) a plan of mandatory and additional measures to ensure reliable and stable operation of the power grid complex, increase the level of fire protection of power facilities and prevent emergency situations.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/68005/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.18
MOEX Russia	2 578,58	0,32%	8,83%
S&P 500	2 888,21	0,35%	15,21%
FTSE 100	7 421,91	-0,05%	10,31%
DAX	11 905,91	0,47%	12,76%
DJStoxx 600	386,68	0,26%	14,52%
Nikkei	21 687,57	-0,53%	8,36%
Sensex	38 585,35	-0,91%	6,98%
CSI300	4 085,85	0,26%	35,71%
Bovespa	95 953,45	-0,35%	9,18%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.18
USD/RUB	64,78	-0,88%	-6,76%
EURO/RUB	72,97	-0,53%	-8,17%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.18
Gold, USD/oz	1 307,99	0,30%	1,99%
Brent*, USD/bbl	71,73	1,59%	33,33%

\* - June futures

Source: Bloomberg, Company calculations

Shares	Price**, ₽	MCap**, ₽ bln	MCap**, \$ mln
IDGC of Centre	0,3190	13,47	207,91
IDGC of Centre & Volga Reg	0,2785	31,39	484,53

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.18
STOXX 600 Utilities	0,70%	11,25%
MOEXEU Index	0,98%	8,18%
IDGC of Centre**	-0,44%	11,54%
IDGC of Centre and Volga Region**	0,36%	5,09%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.18
Rosseti, ordinary shares	2,43%	36,04%
FGC UES	1,15%	13,88%
IDGC of Volga	-0,43%	5,82%
MOESK	0,22%	5,38%
IDGC of Northern Caucasus	0,00%	12,00%
IDGC of North-West	0,00%	-3,96%
IDGC of Urals	-0,56%	-4,01%
IDGC of Siberia	0,51%	132,29%
IDGC of South	0,44%	25,87%
Lenenergo, ordinary shares	0,67%	13,42%
TRK, ordinary shares	2,44%	9,09%
Kubanenergo	0,87%	42,21%

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

[www.mrsk-1.ru/en/investors/](http://www.mrsk-1.ru/en/investors/)

### IR Division

+7 (495) 747 92 92, ext. 33-34  
[ir@mrsk-1.ru](mailto:ir@mrsk-1.ru)

### Tickers

Moscow Exchange (MOEX)  
Bloomberg  
Reuters

MRKC  
MRKC:RM  
MRKC:MM