

DAILY MARKET REVIEW

14 October, Friday

2016



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday some moderately negative external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 gained 0.1% within the stabilization after a percent fall on Tuesday. The posted Fed September meeting minutes did not have a significant impact on investors' sentiment. As noted by analysts, opinions of governors of the Fed on the rate hike timing were divided during at the last session, with the absence of any specifics on the rate increase in the near future allowing investors to conclude that the Fed would not rush to increase the key interest rate. At the same time, on Thursday the composite Asia Pacific region index MSCI Asia Pacific lost more than 0.5% and also US index futures, pressured by weak statistics from China, where in September data on exports and imports were worse than expected. December Brent futures traded near the mark of \$51.5 per barrel, or \$0.3 less than the closing level on 12 October. Oil quotes declined on a report from OPEC on an increase in oil production by the cartel to a record level in eight years and the American Petroleum Institute data, which recorded growth of oil reserves in the country for the maximum 2.7 million barrels in six months.

On Thursday the Russian and European markets were pressured by Chinese statistics, which raised concerns of investors with regard to the second world economy, in the second half of the trading session the loss of the MICEX and the Stoxx Europe 600 Index accounted for about a percent. Good US statistics – the number of applications for unemployment benefits is at the lowest level since 1973 – was not able to provide significant support to the market, taking into account that in recent years economic data from the US are considered by investors in the light of a possible rise in the Fed rate. At the end of the day the MICEX Index decline slowed down in the background of not so pessimistic start of trading in the US, as one might expect on the basis of the daily changes of the futures.

During the trading session the MicexPWR Sector Index was generally in line with the changes of the MICEX Index. The main contribution to the final MicexPWR reduction was made by shares of FGC UES and RusHydro.

ELECTRIC POWER INDUSTRY NEWS

"Rosseti" until the end of the year plans to place bonds of at least 15 billion rubles

"Rosseti" until the end of the year plans to place bonds of at least 15 billion rubles, told journalists Deputy Director General for Finance Egor Prokhorov.

Read full text: <http://www.bigpowernews.ru/markets/stocks/document73137.phtml>

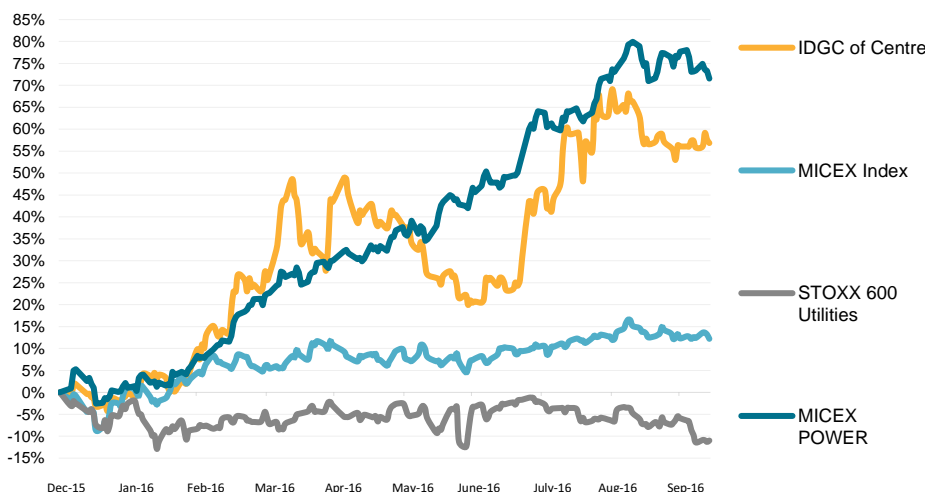
COMPANY NEWS

Kurskenergo held a "round table" with representatives of small and medium-sized businesses of the Kursk region

IDGC of Centre – Kurskenergo division held a "round table", which was attended by representatives of small and medium-sized businesses - legal entities and individual entrepreneurs of the Kursk region.

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/57228/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	1 976,37	-0,85%	12,21%
S&P 500	2 132,55	-0,31%	4,34%
FTSE 100	6 977,74	-0,66%	11,78%
DAX	10 414,07	-1,04%	-3,06%
DJStoxx 600	335,62	-0,87%	-8,25%
STOXX Utilities	272,51	0,36%	-10,98%
Nikkei	16 519,29	0,00%	-13,21%
Sensex	27 643,11	-1,56%	5,84%
CSI300	3 302,65	0,08%	-11,48%
Bovespa	61 118,58	0,16%	40,99%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,10	0,09%	-9,19%
USD/RUB	62,59	0,63%	-14,12%
Euro/RUB	69,12	-0,01%	-13,28%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 258,09	0,23%	18,56%
Brent*, USD/bbl	52,03	0,42%	17,18%

* - December futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3060
Capitalisation**, billion RUB	12,92
Capitalisation**, million USD	206,40

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	-1,03%	71,54%
Shares of IDGC of Centre**	-0,49%	56,84%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	-1,23%	92,16%
FGC UES	-1,85%	183,06%
IDGC of Volga	-4,80%	98,71%
MOESK	0,11%	26,27%
IDGC of Northern Caucasus	-0,30%	33,20%
IDGC of Centre and Volga Reg	-2,00%	47,93%
IDGC of North-West	1,64%	81,02%
IDGC of Urals	0,00%	50,53%
IDGC of Siberia	0,00%	23,16%
IDGC of South	-1,28%	48,08%
Lenenergo	-0,38%	126,42%

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