



## REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 20 October some neutral external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 rose by 0.2%, on Thursday the composite stock index of the Asia-Pacific region MSCI Asia Pacific added about 0.5%. Investors were supported by another victory for Hillary Clinton in the third televised debate of candidates for the US presidency, rising oil prices and good quarterly reporting of a number of American companies. According to the newspaper Financial Times, statements of US companies for the third quarter exceed expectations so far and analysts do not rule out that the so-called "profit recession" - the reduction of net income of US companies has already continued for five consecutive quarters - could end in July-September. December Brent futures traded near the mark of \$52.4 per barrel, or \$0.4 less than the closing level on 19 October. Oil quotes corrected after a 2% growth on the day before on the US Department of Energy data, which recorded the reduction of oil reserves in the country at 5.3 million barrels last week. On Wednesday the Brent quotes went up to the annual maximum, where investors preferred to take profits on fears of the rally redundancy. In particular, experts point out that the total commercial stocks in the US now account for about 470 million barrels, which is 5.4% higher than a year earlier and 31.5% more than the average for the five years.

On Thursday the Russian market was under pressure from falling oil prices. In the afternoon, when the Brent quotes dropped to \$51.6 per barrel, the loss of the MICEX Index exceeded 0.5%. The rate of decline of the MICEX Index slowed down after improving sentiment on Western markets on statements of the ECB head, made after a meeting of the Central Bank, which kept at zero the base interest rate on loans and the amount of purchase of assets at the level of €80 billion per month. In particular, Mario Dragi said that the QE program will run until March 2017 and may be extended, if necessary, adding that a sudden completion of the incentive program is unlikely. In addition, the ECB head stated that the members of the management of the Central Bank at the last meeting did not discuss the issue of curbing the QE - speculations on this subject had a strong pressure on the markets two weeks ago. In addition, the markets were supported by news from the US, where the largest companies continue successfully reporting and published better than expected statistics on resale of homes in September and the Philly Fed in October. At the end of the day sales on the Russian market again intensified amid increasing oil prices fall, including on the growing US dollar following the statements of Mario Dragi.

At the end of the trading session the MicexPWR Sector Index outperformed. The main contribution to the MicexPWR outperformance compared with the MICEX Index was made by shares of RusHydro and Rosseti. Rosseti's shares could be supported by Interfax information that the Ministry of Energy considers it necessary to raise tariffs for electric grid companies in some 20 regions above the approved level. In turn, RusHydro's shares rose on good performance reporting for the third quarter.

## ELECTRIC POWER INDUSTRY NEWS

### Federal Antimonopoly Service proposes to limit the right of regions to exceed the level of indexation of tariffs for electricity transmission

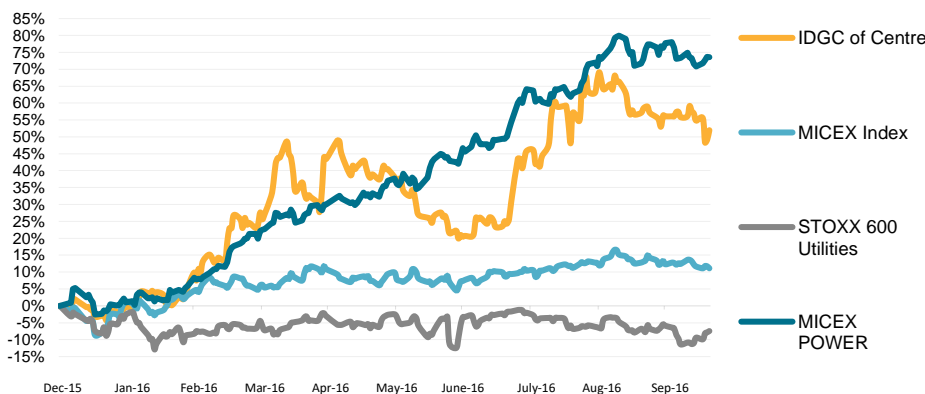
Read full text: <http://www.bigpowernews.ru/markets/document73297.phtml>

## COMPANY NEWS

### "Lipetskenegero" improves energy efficiency

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/57270/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	1 957.09	-0.53%	11,11%
S&P 500	2 141.34	-0.14%	4,77%
FTSE 100	7 026.90	0,07%	12,57%
DAX	10 701.39	0,52%	-0,39%
DJStoxx 600	344.29	0,19%	-5,88%
STOXX Utilities	283.32	0,40%	-7,45%
Nikkei	16 519.29	0,00%	-13,21%
Sensex	28 129.84	0,52%	7,70%
CSI300	3 318.60	0,07%	-11,05%
Bovespa	63 837.85	0,52%	47,26%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,09	-0,21%	-9,97%
USD/RUB	62,58	-0,49%	-14,13%
Euro/RUB	68,77	-0,71%	-13,71%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 265.76	-0,27%	19,29%
Brent*, USD/bbl	51,38	-2,45%	15,72%

\* - December futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2965
Capitalisation**, billion RUB	12,52
Capitalisation**, million USD	200,01

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	-0,02%	73,62%
Shares of IDGC of Centre**	1,89%	51,97%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	1,30%	98,06%
FGC UES	-1,02%	180,81%
IDGC of Volga	-2,77%	89,46%
MOESK	-0,22%	20,27%
IDGC of Northern Caucasus	0,32%	24,80%
IDGC of Centre and Volga Reg	0,33%	46,18%
IDGC of North-West	1,27%	74,45%
IDGC of Urals	2,55%	47,89%
IDGC of Siberia	0,00%	17,83%
IDGC of South	-1,26%	50,64%
Lenenergo, ordinary shares	-0,38%	129,04%

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](mailto:ir@mrsk-1.ru)

### Tickers

Moscow Exchange (MOEX)  
Bloomberg  
Reuters

MRKC  
MRKC.RX  
MRKC.MM