

# DAILY MARKET REVIEW

25 January, Wednesday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 24 January some neutral external background formed on the Russian market. On Monday the US indices DJIA and S&P500 fell 0.1-0.3%, on Tuesday the main country indices of the Asia-Pacific region traded without a single trend. Market participants, writes Bloomberg, assessed the first actions and statements of the new US president. During the first meeting at the White House with leaders of the largest companies in the US on Monday Donald Trump warned business representatives about the intention to impose "very high" taxes on US companies that move production outside the country and then exporting manufactured products abroad into the US. However, he promised that the companies that want to set up manufacturing facilities in the US will have softer regulation from his administration. In addition, Donald Trump signed a decree on the USA abandoning the Trans-Pacific Partnership – a free trade area in the Asia-Pacific region, which was to include 11 more countries. March Brent futures traded near the mark of \$55.6 per barrel, or \$0.5 higher than the closing level on 23 January. Oil prices were growing up, including on the message from Bernstein Energy that global oil reserves in the fourth quarter fell to 24 million barrels relative to the previous three months – according to experts, it is the most significant quarterly decline in three years, confirming that the period of reserve increase has been replaced by their decline.

On Tuesday the MICEX Index was recovering from the longest in the history continuous decline – nine trading sessions in a row. The Russian market was supported by a rise in oil prices and positive changes of European markets, which reacted with a cautious rise on good statistics – according to preliminary data, the manufacturing PMI in the Eurozone rose to a maximum of almost six years. Against this background, for the entire second half of the trading session the MICEX Index was in a percent plus and closed on the daily highs after the start of trading in the US with a slight increase in the major indices.

During the trading session the MicexPWR Sector Index underperformed. The main contribution to the final underperformance of the sector indicator in comparison with the MICEX Index was made by a 3% decline in shares of RusHydro and Yunipro. RusHydro's shares for a second day in a row have active profit taking after a 12% growth over the past week. In turn, Yunipro's shares were under pressure on the media information, firstly, the regulator is considering to provide industrial users the right to unilaterally break the power supply agreement, secondly, the launch of the third power unit of Berezovskaya GRES has been postponed for three months – from September to December 2018.

## ELECTRIC POWER INDUSTRY NEWS

### Grid companies to be paid extra for the "last mile"

The Ministry of Energy is looking for a way to compensate grid companies shortfall in income due to the cancellation of the "last mile".

Read full text: <http://www.vedomosti.ru/business/articles/2017/01/25/674729-setevim-kompaniyam-milyu>

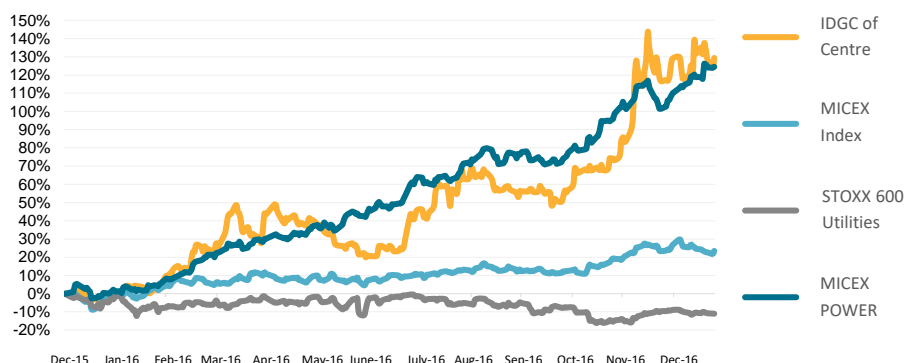
## COMPANY NEWS

### Orelenergo increases funding of the repair program

IDGC of Centre – Orelenergo division approved its repair program for 2017. In the difficult macroeconomic situation the company managed not only to preserve but also to increase compared to last year the scope of its financing. At carrying out of repair work at regional electric grid facilities it is planned to allocate 98.3 million rubles - 18.1 million more than in 2016.

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/58672/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 174,59	1,33%	-2,60%
S&P 500	2 280,07	0,66%	1,84%
FTSE 100	7 150,34	-0,01%	0,11%
DAX	11 594,94	0,43%	0,99%
DJStoxx 600	361,92	0,25%	0,14%
STOXX Utilities	270,43	-0,06%	-2,29%
Nikkei	18 787,99	-0,55%	-1,71%
Sensex	27 375,58	0,95%	2,81%
CSI300	3 364,45	0,01%	1,64%
Bovespa	65 840,09	0,14%	9,32%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,08	0,28%	2,28%
USD/RUB	59,50	-0,28%	-1,90%
Euro/RUB	63,94	0,34%	0,21%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 208,94	-0,76%	5,35%
Brent*, USD/bbl	55,44	0,38%	-2,43%

\* - March futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,4475
Capitalisation**, billion RUB	18,89
Capitalisation**, million USD	317,50

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	0,18%	6,82%
Shares of IDGC of Centre**	2,40%	0,11%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	0,57%	8,66%
FGC UES	3,57%	8,56%
IDGC of Volga	-1,83%	10,09%
MOESK	2,51%	9,13%
IDGC of Northern Caucasus	8,43%	7,94%
IDGC of Centre and Volga Reg	0,20%	3,31%
IDGC of North-West	0,19%	-1,82%
IDGC of Urals	0,30%	2,43%
IDGC of Siberia	-3,83%	5,14%
IDGC of South	-1,97%	-4,96%
Lenenergo, ordinary shares	-0,72%	-0,36%

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