



## REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 18 March some moderately positive external background formed on the Russian market. On Friday the US indices DJIA and S&P500 closed with an increase of 0.5%, on Monday the composite index of the Asia-Pacific region MSCI Asia Pacific added 0.8% despite weak statistics. In the US, production in the manufacturing industry in February declined despite expectations, the New York manufacturing activity index fell to its lowest level since May 2017. In Japan, the rate of decline in industrial production in January was the highest for the year, in February the decline in exports exceeded forecasts, while the decrease in both indicators has continued for the third month in a row. According to experts, the new signals of a slowdown in the global economy increase the chances of expanding incentive programs by leading central banks. In particular, Reuters writes, the US dollar has recently been under pressure from speculation that the Fed can significantly lower the forecast for the number of increases in the key interest rate in the current year – down to zero. May Brent futures traded around \$67.2 per barrel, \$0.4 above our closing level on Friday, 15 March. The weakening of the dollar and the statement of the Minister of Energy of Saudi Arabia that the work on rebalancing the market is far from completion is positive for oil prices, and therefore the alliance of oil-producing countries should continue to restrict production at least until June.

On Monday, global stock markets showed a moderately positive trend. In the second half of the day, the MOEX Russia Index, the European Stoxx Europe 600 Index and futures for the American indices added on average about a third of a percent. In addition to expectations of easing monetary policy by leading central banks, the markets were supported by successful completion of the US-PRC trade negotiations. Analysts believe that the progress of the negotiation process may be evidenced by media information that the meeting between the US President and the PRC Chairman to sign the final trade agreement may be postponed to June.

During the day, the electric utilities sector index underperformed. The main contribution to the final MOEXEU decrease in antiphase with the MOEX Russia Index was made by shares of Inter RAO and FGC UES. Federal Grid Company reported under IFRS for 2018: revenue increased by 4.9% y/y to 254.0 billion rubles, net profit – by 5.7% to 92.9 billion rubles. According to Finam's analysts, the financial results for 2018 are neutral for shares of FGC UES. "The focus of investors is now the decision on dividend payments, as well as the issue of financing the investment program, which will increase significantly in connection with the power supply of the Far Eastern projects," the review says.

## ELECTRIC POWER INDUSTRY NEWS

### ROSSETI to construct digital substations according to IEC standards

The company "ROSSETI" plans to construct digital substations under the program of digitalization of the electric grid complex in accordance with the standards of the International Electrotechnical Commission (IEC), the head of the company Pavel Livinskiy told TASS.

Read full text: <http://www.bigpowernews.ru/news/document87354.phtml>

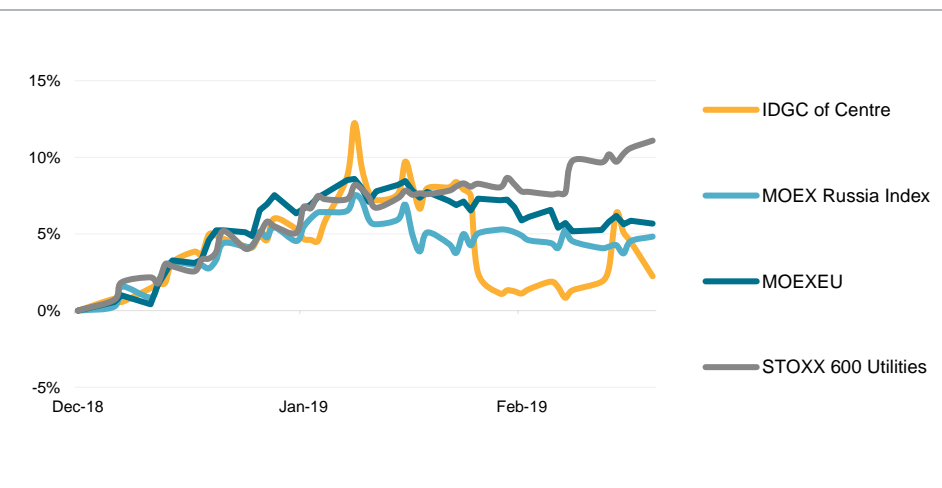
## COMPANY NEWS

### IDGC of Centre - the managing organization of IDGC of Centre and Volga Region expands the use of advanced innovative technologies for electricity storage

General Director of IDGC of Centre - the managing organization of IDGC of Centre and Volga Region Igor Makovskiy held a meeting on the prospects for expanding the use of advanced innovative power storage systems in the Company's electric grid complex (it operates in 20 regions of the Russian Federation). The event was attended by technical managers and specialists of the Company, as well as manufacturers of power storage systems.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/67651/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.18
MOEX Russia	2 483,70	0,28%	4,83%
S&P 500	2 832,94	0,37%	13,01%
FTSE 100	7 299,19	0,98%	8,49%
DAX	11 657,06	-0,25%	10,40%
DJStoxx 600	382,11	0,27%	13,17%
Nikkei	21 584,50	0,62%	7,84%
Sensex	38 095,07	0,19%	5,62%
CSI300	3 851,75	2,85%	27,94%
Bovespa	99 993,92	0,86%	13,78%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.18
USD/RUB	65,42	0,03%	-5,83%
EURO/RUB	74,07	0,01%	-6,79%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.18
Gold, USD/oz	1 303,71	0,10%	1,65%
Brent*, USD/bbl	67,54	0,57%	25,54%

\* - May futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	MCap**, ₺ bln	MCap**, \$ mln
IDGC of Centre	0,2924	12,34	188,70
IDGC of Centre & Volga Reg	0,2689	30,30	463,23

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.18
STOXX 600 Utilities	0,44%	11,09%
MOEXEU Index	-0,18%	5,68%
IDGC of Centre**	-2,14%	2,24%
IDGC of Centre and Volga Region**	-0,26%	1,47%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.18
Rosseti, ordinary shares	-0,27%	25,08%
FGC UES	-1,18%	13,22%
IDGC of Volga	0,15%	2,14%
MOESK	0,15%	3,03%
IDGC of Northern Caucasus	-1,85%	6,00%
IDGC of North-West	-0,77%	-7,21%
IDGC of Urals	1,28%	2,60%
IDGC of Siberia	11,43%	225,17%
IDGC of South	-2,49%	43,71%
Lenenergo, ordinary shares	0,17%	10,78%
TRK, ordinary shares	0,00%	8,44%
Kubanenergo	-3,43%	38,52%

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**