



IDGC OF CENTRE

# DAILY MARKET REVIEW

09 December, Tuesday

2014

## REVIEW OF STOCK MARKETS

Before the opening of trading on 08 December some moderately positive external background formed on the Russian market. Last Friday the U.S. indices DJIA and S&P500, having updated their historical highs, closed with the growth of 0.2-0.3%. On Monday most of the major stock indices in the Asia-Pacific region demonstrated a positive trend. Investors' optimism was mainly driven by strong data on the U.S. labour market – jobs growth in November for 321 thousand was a record since January 2012, the rate increases by more than 200 thousand for the tenth month in a row, which was not observed since 1995. A steady rise of the Chinese stock market continues – after 11% growth over the past week on Monday the CSI300 Index added another 4%. One of the main drivers of the Chinese market growth is still the decision of the People's Bank of China to cut interest rates. January Brent futures traded around \$68.3 per barrel – a little below our closing on Friday December 5th. Global investment banks continue to worsen forecasts for oil prices – in particular, Morgan Stanley cut its forecast for the average price of Brent crude oil in 2015 from \$98 to \$70 per barrel.

The Russian market remains under pressure of negative dynamics of oil prices. The rise of the MICEX Index in the correction after two days of active reduction again changed for active sales after the fall of the January Brent contract below \$67 a barrel – the MICEX Index, having lost about 3%, fell below the psychological mark of 1,500 points. And pessimism in the European markets did not add confidence to Russian investors, where the decline in major indices exceeded half a percent after the publication of statistics on worse than expected German industrial production in October and reduction by S&P rating of Italy from "BBB" to "BBB-". As noted in S&P, the weak dynamics of Italian GDP and deteriorating economic competitiveness negatively affect the sustainability of the national debt. At the end of the day sales in the Russian market got increased, despite the neutral start of the U.S. trading session.

During the entire trading session the MicexPWR Sector Index looked worse than the dynamics of the MICEX Index. The main contribution to the final MicexPWR daily loss, about 40%, was made by shares of FGC UES, which renewed their historical minimum (for a daily close) and shares of Inter RAO. On Western exchanges the European DJStoxx Index fell 0.63%, and the U.S. S&P Index lost 0.73%.

## ELECTRIC POWER INDUSTRY NEWS

### Mr. Medvedev signed a plan of programs to increase energy efficiency

To read full text: [http://www.gazeta.ru/business/news/2014/12/09/n\\_6724917.shtml](http://www.gazeta.ru/business/news/2014/12/09/n_6724917.shtml)

### Smolny plans to increase the lost share of "Lenenergo"

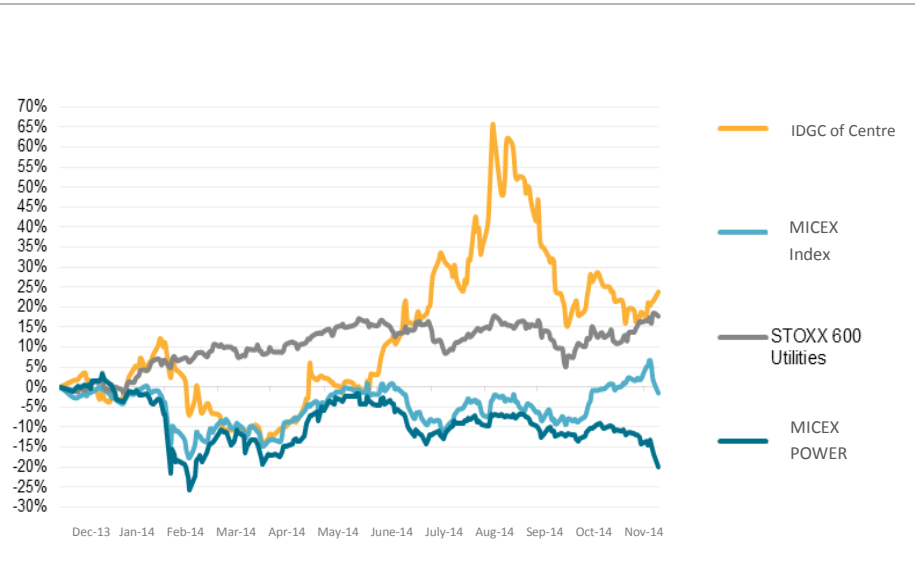
To read full text: <http://www.kommersant.ru/doc/2628994?isSearch=True>

## COMPANY NEWS

### We went into the winter fully prepared

To read full text: [http://www.mrsk-1.ru/ru/press/news/branches/?id\\_4=89863](http://www.mrsk-1.ru/ru/press/news/branches/?id_4=89863)

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.13
MICEX	1 481,27	-3,13%	-1,52%
S&P 500	2 060,31	-0,73%	11,47%
FTSE 100	6 672,15	-1,05%	-1,14%
DAX	10 014,99	-0,72%	4,85%
DJStoxx 600	348,61	-0,67%	6,20%
STOXX Utilities	327,63	-0,63%	17,71%
Nikkei	17 935,64	0,08%	10,09%
Sensex	28 119,40	-1,19%	32,82%
CSI300	3 252,88	4,10%	39,61%
Bovespa	50 274,07	-3,31%	-2,39%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	Change fr 31.12.13
Euro/USD	1,23	0,26%	-10,69%
USD/RUB	53,11	0,79%	62,27%
Euro/RUB	65,72	1,35%	46,14%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change fr 31.12.13
Gold, USD/oz	1 203,51	0,94%	0,16%
Brent*, USD/bbl	66,19	-4,17%	-37,49%

\* - January futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2675
Capitalisation**, billion RUB	11,29
Capitalisation**, million USD	212,64

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change fr 31.12.13
MICEX-Power Index	-3,84%	-19,89%
Shares of IDGC of Centre**	1,90%	23,79%

Source: MOEX, Company calculations

Grid companies	Change** for the day	Change** fr 31.12.13
JSC Russian Grids	-6,21%	-40,36%
FGC UES	-6,01%	-46,36%
IDGC of Volga	-0,43%	0,53%
MOESK	1,41%	-22,26%
IDGC of Northern Caucasus	-0,37%	-11,92%
IDGC of Centre and Volga Reg	-1,64%	42,29%
IDGC of North-West	-3,23%	-15,52%
IDGC of Urals	-1,01%	-7,64%
IDGC of Siberia	0,00%	27,66%
IDGC of South	-5,73%	2,24%
Lenenergo	0,47%	-6,90%

Source: MOEX, Company calculations

\*\* - at the price of last transaction at MOEX

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### Tickers

Moscow Exchange

Bloomberg

Reuters

MRKC

MRKC.RX

MRKC.MM