



REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 30 January some moderately negative external background formed on the Russian market. Last Friday the US indices DJIA and S&P500 closed with the reduction in the range of 0.1%, on Monday the Japanese Nikkei 225 and Australia's S&P/ASX 200 lost on average more than 0.5%, a number of stock exchanges, including mainland China and Hong Kong, were closed in connection with the celebration of the New year according to the lunar calendar. The markets were pressured by weak statistics on changes of the US GDP in the fourth quarter. The growth of the world's largest economy was 1.9%, while analysts on average expected an increase of 2.2%, in 2016 the GDP grew up by 1.9% against an increase of 2.6% in 2015. An additional negative factor for investors in the Asian session was the information that the US President had signed the Immigration Restriction Decree – according to experts, this may indicate a strengthening of protectionist orientation of the foreign policy of the new administration, given the signing of the presidential decree on the refusal of the USA to participate in the Trans-Pacific Partnership. March Brent futures traded near the mark of \$55.3 per barrel, or \$0.2 less than the closing level on Friday, January 27th. Oil, noted in Bloomberg, is cheaper because of indirect signals on increasing volume of its production in the US, which, as investors fear, will negate the limitation of OPEC and other oil producing countries. In particular, according to the company Baker Hughes, the growing number of active oil drilling rigs in the US last week was the highest since November 2015.

On Monday the MICEX Index traded mostly more than a percent in negative territory, adjusting after the rise by 1.7% on Friday due to speculation about the possible forthcoming lifting of US sanctions. However, already after the closing of our market on Friday Donald Trump said that Washington considered premature to talk about lifting sanctions against Russia. In addition, Senator John McCain said that if the US President has not put an end to speculation about the lifting of sanctions, the Congress will start work on giving the sanctions against the Russian Federation the status of the law, and then removing them would be possible only after the approval of the Congress. Additional pressure on the Russian market on Monday was given by deteriorating sentiment in the western markets, which demonstrated a percent drop, despite good statistics. In the US, spending of the population in December increased at the level of expectations, the composite index of business and consumer confidence in the Eurozone's economy rose in January to the highest level since March 2011, the inflation rate in Germany in January was a record since July of 2013. At the end of the day sales on the Russian market increased after more than a percent decline in the major indices in early trading in the US.

During the trading session the MiceXPWR Sector Index outperformed. The main contribution to the final growth as opposed to the MICEX Index was made by shares of Inter RAO and FGC UES.

ELECTRIC POWER INDUSTRY NEWS

"Rosseti" supports consolidation of regional and municipal grids

State Power Grid Holding "Rosseti" has expressed support for consolidation of grid companies of the regional and municipal levels, says the article of Director of Strategic Development Department of "Rosseti" Sergey Lebedev, published in the "Expert" journal.

Read full text: <http://www.bigpowernews.ru/news/document75178.phtml?1&q=>

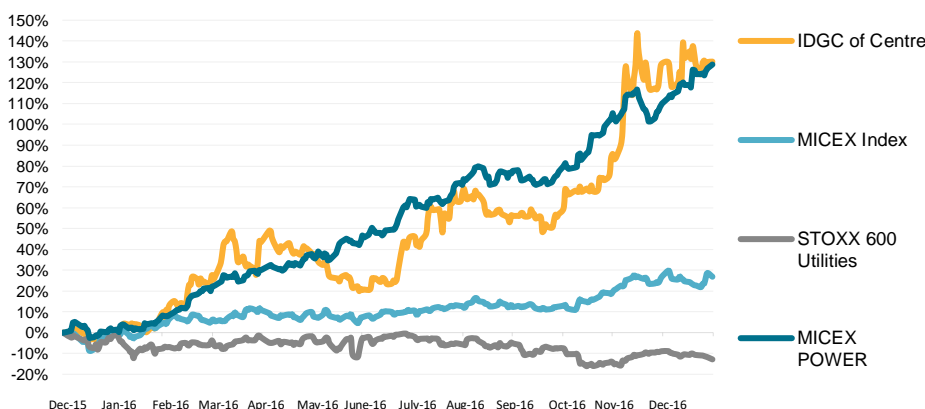
COMPANY NEWS

Replacement of meters was the most demanded service from customers of "Bryanskenergo" in 2016

IDGC of Centre – Bryanskenergo division summed up the work with customers in 2016.

Read full text: <http://gorodbryansk.info/2017/01/bryanskenergo-390/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 234,14	-1,41%	0,06%
S&P 500	2 280,90	-0,60%	1,88%
FTSE 100	7 118,48	-0,92%	-0,34%
DAX	11 681,89	-1,12%	1,75%
DJStoxx 600	362,55	-1,05%	0,31%
STOXX Utilities	264,83	-1,19%	-4,31%
Nikkei	19 368,85	-0,51%	1,33%
Sensex	27 849,56	-0,12%	4,59%
CSI300	3 387,96	0,00%	2,35%
Bovespa	64 301,73	-2,62%	6,77%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,07	-0,06%	1,67%
USD/RUB	60,32	1,15%	-0,56%
Euro/RUB	64,34	0,50%	0,83%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 195,70	0,38%	4,20%
Brent*, USD/bbl	55,23	-0,52%	-2,80%

* - March futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,4490
Capitalisation**, billion RUB	18,96
Capitalisation**, million USD	314,26

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	0,76%	8,88%
Shares of IDGC of Centre**	0,11%	0,45%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	1,85%	9,69%
FGC UES	2,38%	16,38%
IDGC of Volga	1,39%	10,98%
MOESK	1,48%	14,81%
IDGC of Northern Caucasus	-0,21%	8,62%
IDGC of Centre and Volga Reg	0,39%	4,66%
IDGC of North-West	0,00%	-1,64%
IDGC of Urals	0,90%	2,43%
IDGC of Siberia	-1,75%	0,84%
IDGC of South	-0,59%	-3,44%
Lenenergo, ordinary shares	1,01%	-0,27%

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