



IDGC OF CENTRE

# DAILY MARKET REVIEW

05 February, Friday

2016

## REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 04 February some positive external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500, having lost at the beginning of the trading session more than a percent, increased by 0.5-1.1%. The market was supported with a reduction in expectations for the Fed's rate rise in the medium term, after the release of the US economic activity weak statistics in the services sector in January – the ISM Non-Manufacturing Index fell to the lowest in two years. As The Wall Street Journal writes, according to the futures on the rate size, the probability of its increase is estimated by market participants at just 12% in March, in April – at 15.5%. Moreover, the chances of a rise in rates in December 2016 and in February 2017 are estimated at 48.5%, which is in sharp contrast to the previous week. These speculations provoked the fall of the US dollar, which Bloomberg, citing its own Dollar Spot Index dynamics, called the sharpest in seven years. In turn, the weakening of the US dollar led to a rise in commodity prices, including oil, and thus the growth of shares of commodity companies. Increasing cost of raw materials became a major factor to increase the majority of stock markets in the Asia-Pacific region on Thursday, the composite MSCI Asia Pacific index, excluding Japan, added about one percent. Japan's Nikkei ended the day lower by 0.9% – the strengthening of the yen against the US dollar had a negative impact on the value of shares of Japanese exporters. April Brent futures traded near the mark of \$35.6 per barrel, \$2 above the closing level of 03 February. The sharp weakening of the dollar completely offset the negative US Department of Energy data, which recorded a significant increase in oil and gasoline stocks last week. As a result, on Wednesday Brent and WTI crude oil quotes jumped by 7% and 8%, respectively.

The MICEX Index, reacting to rising oil prices, began the trading session with a 1.5% gap followed by accelerated rise to 2%. At this level the MICEX Index traded up to the end of the day, despite the volatile dynamics on European markets. The Stoxx Europe 600 Index, having started trading with a percent growth, in the second half lost more than 0.5% after the turn of futures for US indices. The pessimism of foreign investors was including due to the weakness of the US statistics – data on applications for unemployment benefits were worse than expected, labour productivity drop in the fourth quarter was the highest since the beginning of 2014. Nevertheless, at the end of the day the western stock indices returned to positive territory, which enabled the MICEX Index to complete trades near daily highs.

During the trading session the MicexPWR Sector Index underperformed. After growing MicexPWR 03 February in opposition to the MICEX Index, on Thursday against the backdrop of rising oil prices the first-tier shares were in higher demand with investors.

## ELECTRIC POWER INDUSTRY NEWS

### Let retailers be

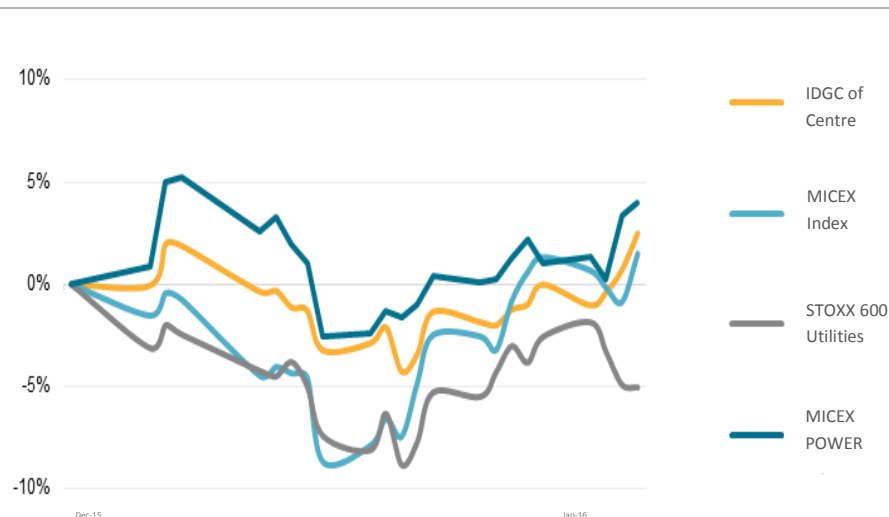
Read full text: <http://www.kommersant.ru/doc/2907525>

## COMPANY NEWS

### Annual Report of IDGC of Centre – Platinum winner of the international contest of annual reports

Read full text: <http://www.mrsk-1.ru/press-center/news/company/51072/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.15	
MICEX	1 787,93	2,38%	1,51%
S&P 500	1 915,45	0,15%	-6,29%
FTSE 100	5 898,76	1,06%	-5,50%
DAX	9 393,36	-0,44%	-12,56%
DJStoxx 600	328,76	-0,20%	-10,13%
STOXX Utilities	290,71	-0,14%	-5,04%
Nikkei	17 044,99	-0,85%	-10,45%
Sensex	24 338,43	0,48%	-6,81%
CSI300	2 984,76	1,23%	-20,00%
Bovespa	40 821,73	3,11%	-5,83%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.15	
Euro/USD	1,12	1,18%	-7,90%
USD/RUB	79,26	1,71%	8,75%
Euro/RUB	86,51	1,81%	8,55%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.15	
Gold, USD/oz	1 155,59	1,13%	8,90%
Brent*, USD/bbl	34,46	-1,66%	-10,56%

\* - April futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2000
Capitalisation**, billion RUB	8,44
Capitalisation**, million USD	106,53

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day fr 31.12.15	
MICEX-Power Index	0,63%	3,99%
Shares of IDGC of Centre**	1,78%	2,51%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day fr 31.12.15	
JSC Russian Grids	2,61%	5,63%
FGC UES	2,74%	4,16%
IDGC of Volga	0,72%	7,71%
MOESK	1,99%	2,53%
IDGC of Northern Caucasus	0,41%	-1,20%
IDGC of Centre and Volga Reg	0,31%	1,75%
IDGC of North-West	1,43%	3,65%
IDGC of Urals	0,52%	2,63%
IDGC of Siberia	0,66%	-5,74%
IDGC of South	1,58%	2,88%
Lenenergo	0,00%	2,40%

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](#)