



REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 26 December some neutral external background formed on the Russian market. On Monday the US exchanges were closed in connection with the Christmas celebrations. On Tuesday the composite index of the Asia-Pacific region, MSCI Asia Pacific, traded near zero with mixed changes of the main country stock indices, the Hong Kong, Australia, New Zealand, Indonesia and Philippines exchanges were closed due to the continuation of the Christmas holidays. The Japanese Nikkei225, which lost 0.2%, was pressured, including, by the yen strengthening on favourable statistics: the key indicator of inflation, monitored by the central bank – consumer prices excluding fresh food – in November rose to a maximum since March 2015. February Brent futures traded near \$65.2 per barrel, slightly below our closing level on Friday, 22 December. A slight decrease in quotations was facilitated by media reports that on the oil pipeline Forties in the North Sea, whose work was suspended due to a failure, repairs completed and pumping oil in a test mode began.

On Tuesday the Russian market was dominated by sellers – the MOEX Russia Index spent most of the trading session in more than a half-percent minus under the pressure of declining oil prices and the ruble strengthening. In the second half of the day the MOEX Russia Index was able to reduce losses to 0.4% after the jump in Brent quotes above \$66 per barrel on the information about an explosion at the oil pipeline in Libya, which supplies oil to the export terminal of Es Sider.

During the trading session the MicexPWR Sector Index underperformed. The main contribution to the MicexPWR underperformance in comparison with the MOEX Russia Index was made by shares of Inter RAO and FGC UES.

ELECTRIC POWER INDUSTRY NEWS

Consumers do not want to pay for upgrading old stations

On Thursday the Supervisory Board of "Market Council" approved performance of an assessment of the cost of modernizing thermal power plants in Russia. But industrial consumers considered this issue premature and unreasonable. The valuation concept violates the instructions given by Russian President Vladimir Putin at the November meeting on the development of the electric power industry, Director of "Energy Consumers Community" Vasily Kiselev points out in a letter of 21 December to the Management Board of "Market Council" Maxim Byistrov, Vedomosti writes, who managed to get acquainted with the text.

Read full text: <http://www.bigpowernews.ru/markets/document81177.phtml>

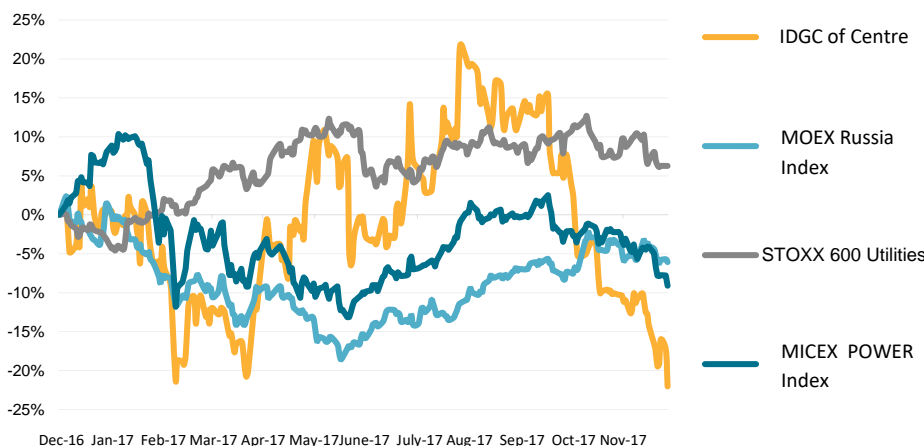
COMPANY NEWS

IDGC of Centre implemented its 24-hour Internet-based information service for citizens on causes of electricity outage

You can send a request on the official website at www.mrsk-1.ru in the section "Outage and construction schedules - Get information about the outage". If there is no information about the power outage at the time of the request, you will receive an answer with information on causes for outages and planned timing for restoration of electricity supply by e-mail in the shortest possible time. In order not to waste time searching for contact information of the grid company, we recommend that you save the above link.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/62744/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



Dec-16 Jan-17 Feb-17 Mar-17 Apr-17 May-17 June-17 July-17 Aug-17 Sep-17 Oct-17 Nov-17

World indexes	Value	Change	
		per day	fr 31.12.16
MOEX Russia	2 097,03	-0,38%	-6,08%
S&P 500	2 680,50	-0,11%	19,73%
FTSE 100	7 592,66	0,00%	6,30%
DAX	13 072,79	0,00%	13,86%
DJStoxx 600	390,28	0,00%	7,99%
Nikkei	22 892,69	-0,20%	19,77%
Sensex	34 010,61	0,21%	27,73%
CSI300	4 053,62	0,30%	22,46%
Bovespa	75 707,73	0,69%	25,70%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
USD/RUB	58,20	-0,20%	-4,05%
EURO/RUB	69,09	-0,05%	8,28%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 283,10	0,70%	11,82%
Brent*, USD/bbl	67,02	2,71%	14,35%

* - February futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	Change	
		₺ bln	MCap**, \$ mln
IDGC of Centre	0,3485	14,71	252,80
IDGC of Centre & Volga Reg	0,3089	34,81	598,16

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.16
STOXX 600 Utilities	0,00%	6,27%
MICEX POWER Index	-1,45%	-9,12%
IDGC of Centre**	-5,68%	-22,04%
IDGC of Centre and Volga Region**	-2,08%	100,34%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	-1,89%	-29,73%
FGC UES	-1,48%	-19,54%
IDGC of Volga	-1,42%	79,38%
MOESK	2,86%	0,22%
IDGC of Northern Caucasus	-1,84%	-15,19%
IDGC of North-West	-2,12%	-7,64%
IDGC of Urals	-1,42%	26,44%
IDGC of Siberia	-2,20%	32,62%
IDGC of South	1,48%	17,94%
Lenenergo, ordinary shares	-0,20%	-11,44%
TRK, ordinary shares	-0,56%	-24,79%
Kubanenergo	0,64%	-8,97%

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:RM
MRKC:MM