



IDGC OF CENTRE

DAILY MARKET REVIEW

10 March, Thursday

2016

REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 09 March some moderately negative external background formed on the Russian market. On Tuesday the US indices DJIA and S&P500 lost 0.6-1.1%, the European Stoxx Europe 600 Index - 1%, London's FTSE RIOB indicator that reflects the dynamics of 15 most liquid receipts on shares of Russian companies - 2.1%. On Wednesday the decline of the composite index of stock markets in the Asia-Pacific region MSCI Asia Pacific was about 0.5%. The markets were pressured by weak statistics from China, where the drop of exports in February by 25.4% y/y was a record since the beginning of 2009, the decline in imports (-13.8%) continued for the 16th consecutive month. According to Financial Times, investors assess the data as the latest sign of weakening global trade amid slowing Chinese economy and transition to more moderate consumer demand. May Brent futures traded near the mark of \$39.9 per barrel, or \$0.2 higher than the closing level on 7 March. However, current prices were at \$1.5 below the highs recorded on our holiday 8th of March. Rolling back prices of oil on the levels of December last year was due to the growth in US oil inventories by 4.4 million barrels, according to the American Petroleum Institute, and the pessimism of analysts who believe the rise of prices above \$40 a barrel is a temporary phenomenon. In particular, Goldman Sachs believes that the rise above these levels can lead to an increase in shale oil production and delay rebalance on the oil market, expected in the second half of the year. Reuters also wrote about such risks, having reported on the readiness of a number of US shale companies to increase oil production if the price of WTI reaches the range of \$40-45 per barrel.

During the trading session on Wednesday the MICEX Index was mainly in more than 1% red, playing back the negative dynamics of world stock indices on 8 March. Russian investors were kept from more active sales with the rise in oil prices above \$40 per barrel and a percent growth of the European market, which is supported by expectations of expansion of incentive programs according to the results of the ECB meeting on 10 March. However, the MICEX Index closed trading near daily lows under the pressure of an uncertain start of trading in the US and reduction in the rate of growth of European indices.

During the trading session the MicexPWR Sector Index overperformed. The main contribution to the final MicexPWR growth was made by shares of Inter RAO, RusHydro and Rosseti.

ELECTRIC POWER INDUSTRY NEWS

FAS to check the tariffs for electric energy transmission in some regions

The Federal Antimonopoly Service (FAS) of the Russian Federation will check the regions in which the tariffs for electricity transmission is above or below the permissible, the service reported quoting the deputy head of the FAS Vitaly Korolev, which he voiced at the seminar "Implementation of powers in the sphere of state regulation of prices (tariffs) for goods and services", says RIA Novosti.

Read full text: <http://www.bigpowernews.ru/markets/document69184.phtml>

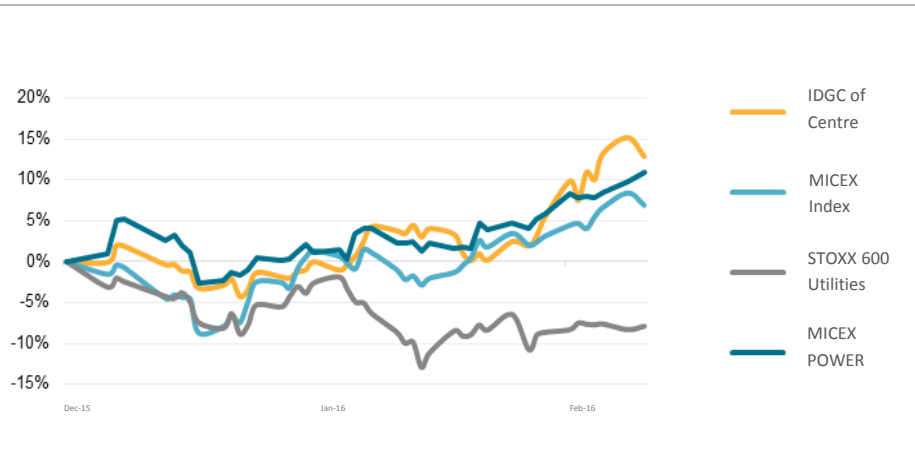
COMPANY NEWS

Tverenergo increases the number of connections of consumers to power grids

IDGC of Centre – Tverenergo division summed up the work on the connection of consumers to the grid of the branch for 2015. During the reporting period the Tver branch of IDGC of Centre concluded 6,158 contracts for connection of electrical installations of consumers to the electric grids of the total capacity of 127.15 MW, which is 7% more than in the same period of 2014.

Read full text: <http://tvernews.ru/news/209542/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.15
MICEX	1 883,00	-1,39%	6,91%
S&P 500	1 989,26	-0,62%	-2,68%
FTSE 100	6 146,32	-0,58%	-1,54%
DAX	9 723,09	-0,57%	-9,49%
DJStoxx 600	339,14	-0,53%	-7,29%
STOXX Utilities	282,03	0,45%	-7,87%
Nikkei	16 642,20	-1,59%	-12,56%
Sensex	24 793,96	0,60%	-5,07%
CSI300	3 071,91	-1,06%	-17,67%
Bovespa	48 665,09	-1,18%	12,26%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	Change fr 31.12.15
Euro/USD	1,10	0,07%	-9,28%
USD/RUB	73,19	0,00%	0,42%
Euro/RUB	80,12	0,00%	0,53%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change fr 31.12.15
Gold, USD/oz	1 253,23	-1,11%	18,11%
Brent*, USD/bbl	41,07	0,56%	4,24%

* - May futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2202
Capitalisation**, billion RUB	9,30
Capitalisation**, million USD	127,03

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change fr 31.12.15
MICEX-Power Index	0,99%	10,85%
Shares of IDGC of Centre**	-2,00%	12,87%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	Change** fr 31.12.15
JSC Russian Grids	2,71%	25,79%
FGC UES	0,09%	15,15%
IDGC of Volga	-0,20%	25,71%
MOESK	1,00%	7,60%
IDGC of Northern Caucasus	0,00%	-1,60%
IDGC of Centre and Volga Reg	-0,96%	-1,59%
IDGC of North-West	3,98%	33,58%
IDGC of Urals	3,32%	14,74%
IDGC of Siberia	-0,80%	2,05%
IDGC of South	0,83%	16,67%
Lenenergo	-0,40%	7,42%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

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Tickers

Moscow Exchange (MOEX)

Bloomberg

Reuters

[MRKC](#)

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