



REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 29 December some moderately negative external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 fell 0.6-0.8%. Experts note low trading volumes in the last week of 2016, which, in their opinion, entails a higher risk of a sharp change in the indices in the absence of significant news. On Thursday the composite index of the Asia-Pacific region MSCI Asia Pacific was slightly up with multidirectional changes of the major country stock indices of the Asia-Pacific region. Of the total changes the fall of the Japanese Nikkei225 was different, including due to the strengthening yen at a maximum of seven weeks at 1.3%. February Brent futures traded near the mark of \$56.2 per barrel, or \$0.3 less than the closing level on 28 December. Oil prices fell on the American Petroleum Institute data, which reported an increase in US oil inventories last week by 4.2 million barrels, at the Cushing terminal, which stores traded on the NYMEX oil – by 528 thousand barrels.

In the first half of the trading session the MICEX Index was in negative area, playing back a decline of the US market and negative changes of oil prices. In the afternoon the Russian market sentiment improved significantly against the backdrop of renewed rise in oil prices – the MICEX Index, losing the daily lows more than 0.5%, went to a percent growth. Our market was additionally supported by good statistics – according to a study of IHS Markit, business activity in the manufacturing sector of the Russian Federation in December rose to a maximum of April 2011.

During the trading session the changes of the MicexPWR Sector Index were generally in line with the MICEX Index. The main contribution to the final MicexPWR growth was made by shares of TGK-1 and Mosenergo.

ELECTRIC POWER INDUSTRY NEWS

The Russian Energy Ministry prepares changes in the regulations for repairs in the electric power industry

The Ministry of Energy attended to questions of the reliability of generating facilities, as well as planning and execution of repair activities.

Read full text: <http://peretok.ru/news/strategy/14798/>

"Rosseti" decided not to place bonds in 4Q 2016

In June 2016 the Supervisory Board of Vnesheconombank decided to acquire in 2016 bonds of PJSC "Rosseti" totalling up to 25.0 billion rubles at the expense of pension savings under the management of VEB. Within this limit in 3Q 2016 BO-02 and BO-03 series bonds in volume of 10.0 billion rubles with a coupon rate of 9.15% per annum were placed, which is the best deal among corporate borrowers in 2016.

Read full text: http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=28969

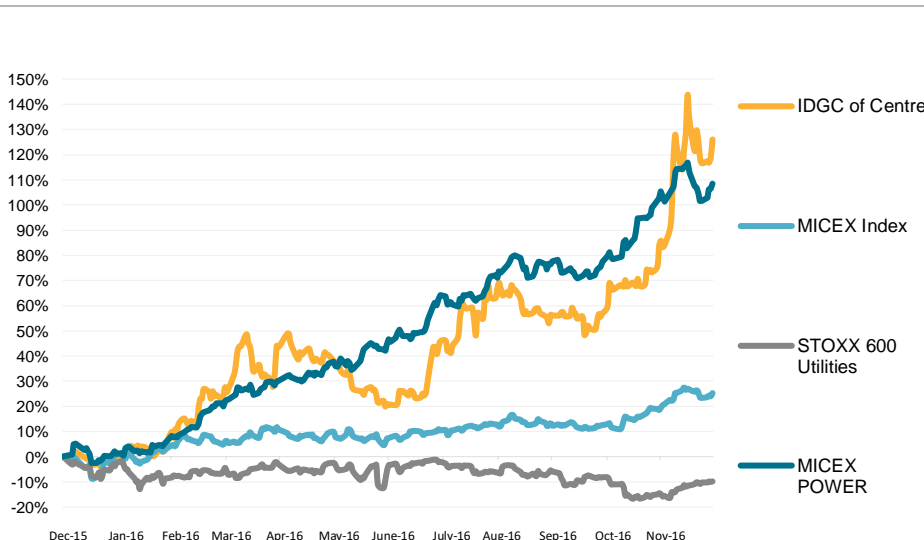
COMPANY NEWS

Kurskenergo reduces losses in grids

IDGC of Centre – Kurskenergo division summed up the delivery of electric energy for 11 months of this year.

Read full text: <http://www.46tv.ru/line/kursk/064246/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	2 206,33	1,07%	25,26%
S&P 500	2 249,26	-0,03%	10,05%
FTSE 100	7 120,26	0,20%	14,06%
DAX	11 451,05	-0,21%	6,59%
DJStoxx 600	360,26	-0,35%	-1,52%
STOXX Utilities	276,06	0,21%	-9,82%
Nikkei	16 519,29	0,00%	-13,21%
Sensex	26 366,15	0,59%	0,95%
CSI300	3 297,76	-0,13%	-11,61%
Bovespa	60 227,29	0,75%	38,93%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,05	0,86%	-13,85%
USD/RUB	60,67	-0,32%	-16,76%
Euro/RUB	63,49	-0,13%	-20,34%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 158,19	1,45%	9,15%
Brent*, USD/bbl	56,85	-0,19%	23,45%

* - February futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,4410
Capitalisation**, billion RUB	18,62
Capitalisation**, million USD	306,89

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	1,01%	108,38%
Shares of IDGC of Centre**	3,28%	126,04%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti, ordinary shares	-1,44%	147,36%
FGC UES	0,42%	238,00%
IDGC of Volga	1,86%	181,49%
MOESK	-1,27%	24,00%
IDGC of Northern Caucasus	5,52%	76,00%
IDGC of Centre and Volga Reg	1,15%	137,26%
IDGC of North-West	1,71%	95,26%
IDGC of Urals	1,89%	70,00%
IDGC of Siberia	2,90%	67,01%
IDGC of South	2,22%	62,18%
Lenenergo, ordinary shares	2,40%	141,92%

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