

# DAILY MARKET REVIEW

7 September, Wednesday

2016



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 06 September some moderately positive external background formed on the Russian market. On Monday the US stock exchanges were closed in observance of Labor Day. On Tuesday the composite Asia-Pacific region stock index MSCI Asia Pacific added about 0.5%, reacting to rising oil prices. November Brent futures traded at \$47.7 per barrel, or \$0.2 higher than the closing level on 05 September. Oil prices are still supported by news about the agreement of Russia and Saudi Arabia on possible joint action to stabilize the market. The day before the price reached during the session \$49.40 a barrel, but prices then retreated, as Bloomberg writes, because of doubts about the ability of market participants to achieve a sustainable agreement between producing countries.

For most of the trading session the MICEX Index was more than a half-point plus, despite the decline in oil prices to around \$46.4 per barrel and neutral changes of European markets. The driver of the Russian market rise was shares of Gazprom, which were supported by the media information that the Ministry of Finance developed and submitted for approval a draft regulation, which provides for the introduction of a perpetual norm requiring state-owned companies to pay dividends in the amount of not less than 50% of net profit under IFRS. At the same time, notes the RBC newspaper, the document does not have the requirement "to take into account investment programs of companies", which this year gave Gazprom the right to reduced dividends. The MICEX Index, having once again updated the historical record, was able to close trading at daily highs, despite significant deterioration in the western markets after the publication of weak statistics from the US, where the index of business activity in the service sector in August fell to the lowest level since February 2010. At the same time, the rate of decline of indicators of new orders and business activity was the highest since 2008, when the US economy was in recession.

At the end of the trading session the MicexPWR Sector Index looked somewhat worse than the market mainly due to profit-taking in shares of Inter RAO and FGC UES after their strong growth on Monday.

## ELECTRIC POWER INDUSTRY NEWS

### Electric energy consumption in Russia for 8 months 2016 increased by 1%, while in August by 2.8%

According to operational data of JSC "SO UES", the electric energy consumption in the Unified Energy System of Russia amounted to 77.5 billion kWh in August 2016, which is 2.9% more than the volume of consumption in August 2015. Electricity consumption in August 2016 in the whole of Russia amounted to 79.4 billion kWh, which is 2.8% more than in August 2015.

Read full text: <http://www.bigpowernews.ru/markets/document72401.phtml>

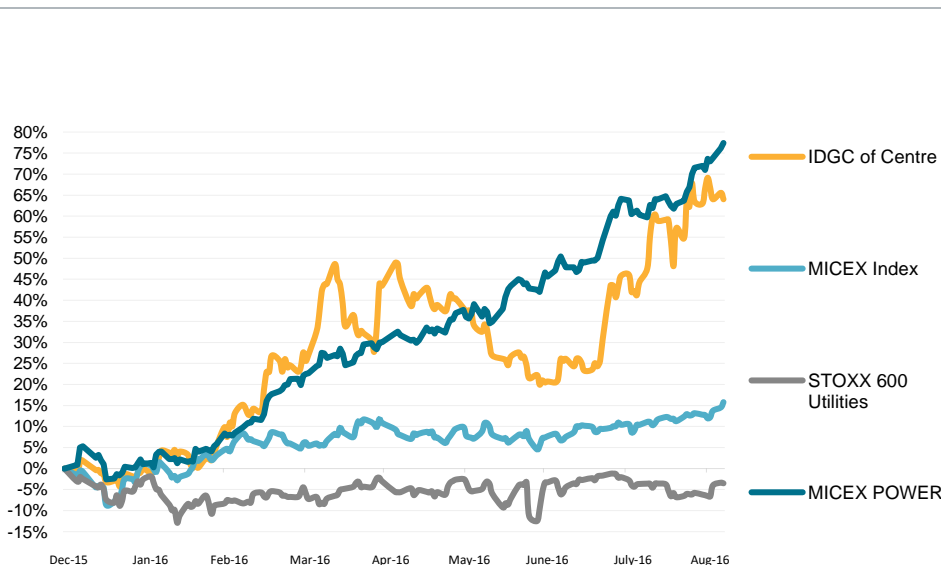
## COMPANY NEWS

### Tambovergo performed overhaul of a district supply centre

A division of Rosseti Group IDGC of Centre - Tambovergo - overhauled the 35 kV substation "Pioneer" (Tambov region, Tokarevsky district), reported news agencies on Monday, 05 September 2016.

Read full text: <http://novostienergetiki.ru/tambovergo-vypnilo-kapremont-rajonnogo-pitayushhego-centra/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	2 017,38	0,68%	14,54%
S&P 500	2 179,98	0,00%	6,66%
FTSE 100	6 879,42	-0,22%	10,21%
DAX	10 672,22	-0,11%	-0,66%
DJStoxx 600	350,62	0,05%	-4,15%
STOXX Utilities	295,86	0,66%	-3,35%
Nikkei	17 037,63	0,66%	-10,49%
Sensex	28 532,11	0,00%	9,25%
CSI300	3 319,68	0,17%	-11,02%
Bovespa	59 566,34	-0,08%	37,41%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,12	0,79%	-7,53%
USD/RUB	64,76	-1,68%	-11,14%
Euro/RUB	72,37	-1,83%	-9,19%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 350,00	1,73%	27,23%
Brent*, USD/bbl	47,26	-0,78%	7,95%

\* - November futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3200
Capitalisation**, billion RUB	13,51
Capitalisation**, million USD	208,60

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	0,70%	77,40%
Shares of IDGC of Centre**	-0,93%	64,02%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	1,95%	107,01%
FGC UES	0,04%	202,34%
IDGC of Volga	0,99%	161,18%
MOESK	0,75%	26,13%
IDGC of Northern Caucasus	0,00%	35,20%
IDGC of Centre and Volga Reg	-0,80%	57,96%
IDGC of North-West	2,35%	90,51%
IDGC of Urals	0,59%	78,42%
IDGC of Siberia	-0,16%	28,69%
IDGC of South	2,02%	61,86%
Lenenergo	-0,57%	129,26%

Source: MOEX, Company calculations

\*\* - at the price of last transaction at MOEX

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**Tickers**  
Moscow Exchange (MOEX)  
Bloomberg  
Reuters

**MRKC**  
**MRKC.RX**  
**MRKC.MM**