



IDGC OF CENTRE

# DAILY MARKET REVIEW

22 March, Tuesday

2016

## REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 21 March some neutral external background formed on the Russian market. Last Friday the US indices DJIA and S&P500, adding 0.4-0.7%, updated highs this year. The market was supported by a rise in oil prices and the decision of Bank of America to launch a new share repurchase program. On Monday the composite MSCI AC Asia index excluding Japan, where markets were closed in observance of Vernal Equinox Day, traded in a small plus with multidirectional dynamics of the major country indices in the region. The Australian market declined following the correction in commodity prices, while the growth of the Chinese CSI300 index was 2.5% on news that the country's regulators softened margin trading rules. As recalled by Bloomberg, the margin lending, which supported the boom in the Chinese stock market in 2015, aggravated its fall during the summer slowdown. In connection with it the tightening of margin trading rules was one of the measures taken by the Chinese authorities to curb sales on the stock market. May Brent futures traded near the mark of \$40.9 per barrel, almost a dollar below the closing level on Friday, 18 March. The oil quotes were pressured with the information of the oilfield services company Baker Hughes that the number of working drilling rigs in oil fields in the US increased for the first time in the last 13 weeks. This piece of news reminded investors about the readiness of US companies to increase production of shale oil in the recovery of oil prices. BNP Paribas, for example, believes that some companies are ready to increase production when WTI prices get above \$45 per barrel.

On Monday the Russian market observed profit taking after on Friday the MICEX Index updated the annual maximum. The reason for the correction is the decline in oil prices – after Brent quotes tested the level of \$40.5 per barrel the drop in the MICEX Index exceeded a percent. In the second half of the day the MICEX Index was able to halve the losses following the restoration of Brent cost above \$41 per barrel. At the end of the day our market was further supported with neutral start of trading in the US, where investors ignored weak statistics, which recorded a drop in home sales in the secondary market in February to the lowest level in three months.

During the trading session the MicexPWR Sector Index overperformed mainly due to growth of shares of Inter RAO and FGC UES.

## ELECTRIC POWER INDUSTRY NEWS

**"Gazeta.Ru": the Russians will be able to pay for housing and communal services, bypassing operating companies**

Read full text: <http://www.kommersant.ru/doc/2942451>

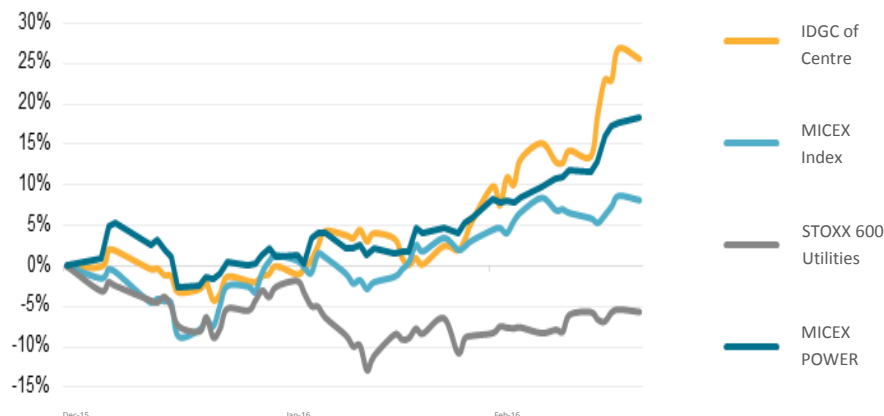
## COMPANY NEWS

### Kostromaenergo reduces electricity losses in grids

IDGC of Centre – Kostromaenergo division summed up the work to reduce electric energy losses in grids in 2015. During this period the company managed to reduce the level of losses by 11.8 million KWh relative to the level of 2014, representing 0.23% of the total electricity supply to the grid, according to the press-service of IDGC of Centre.

Read full text: <http://k1news.ru/news/society/kostromaenergo-sniizhaet-poteri-elektroenergii-v-setyakh/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.15
MICEX	1 904,50	-0,50%	8,13%
S&P 500	2 051,60	0,10%	0,37%
FTSE 100	6 184,58	-0,08%	-0,92%
DAX	9 948,64	-0,02%	-7,39%
DJStoxx 600	340,82	-0,26%	-6,83%
STOXX Utilities	288,78	-0,32%	-5,67%
Nikkei	16 724,81	0,00%	-12,13%
Sensex	25 285,37	1,33%	-3,19%
CSI300	3 249,44	2,44%	-12,91%
Bovespa	51 171,55	0,70%	18,04%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	Change fr 31.12.15
Euro/USD	1,12	-0,20%	-7,48%
USD/RUB	68,40	-0,23%	-6,15%
Euro/RUB	77,20	0,05%	-3,13%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change fr 31.12.15
Gold, USD/oz	1 243,75	-0,93%	17,21%
Brent*, USD/bbl	41,54	0,83%	5,43%

\* - May futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2450
Capitalisation**, billion RUB	10,34
Capitalisation**, million USD	151,21

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change fr 31.12.15
MICEX-Power Index	0,57%	18,41%
Shares of IDGC of Centre**	-1,01%	25,58%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	Change** fr 31.12.15
JSC Russian Grids	1,73%	25,63%
FGC UES	2,35%	31,82%
IDGC of Volga	0,57%	34,96%
MOESK	-0,49%	8,27%
IDGC of Northern Caucasus	2,31%	6,40%
IDGC of Centre and Volga Reg	-0,82%	-4,14%
IDGC of North-West	4,67%	63,50%
IDGC of Urals	2,21%	21,58%
IDGC of Siberia	-1,53%	5,33%
IDGC of South	1,36%	42,95%
Lenenergo	1,83%	33,41%

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](#)