

DAILY MARKET REVIEW

22 August, Tuesday

2017



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 21 August some neutral external background formed on the Russian market. On Friday the US indices DJIA and S&P500 closed with a decline of 0.2-0.4%, on Monday the main country indices of the Asia-Pacific region showed similar changes. The markets were pressured by growing investors' doubts in the ability of the US president to assemble a working team and implement the promised economic reforms. On Friday Donald Trump decided to dismiss his adviser on strategic issues S. Bannon, the presidential adviser on issues related to the business regulation, billionaire C. Icahn, left his post the next day. Starting two-week joint military exercises of the United States and South Korea, which could exacerbate geopolitical tensions around the DPRK, added nervousness to traders in the Asian session on Monday. October Brent futures traded near the mark of \$52.7 per barrel, \$0.6 higher than the closing level on Friday, 18 August. Positive background for the quotes were the data of the oilfield service company Baker Hughes about the drop in the number of operating drilling rigs in the US to the maximum value since January.

In the first half of the trading session on Monday the MICEX Index was in a small plus within half a percent due to the stability of Brent oil prices above 52.5 per barrel. At the same time, the activity of buyers on the domestic market was limited by uncertain changes of European markets. The European Stoxx Europe 600 Index lost about half a percent in the global correction in developed markets, caused by tensions on the Korean peninsula and political uncertainty in the US. The MICEX Index was able to close trading in positive territory, despite the drop in Brent quotations to around \$51.6 per barrel and a slight decline in US indices at the beginning of trading.

During the trading session the MicexPWR Sector Index looked better than the broad market. The main contribution to the sector indicator rise was made by shares of Rosseti, FGC UES and Gazprom Generation.

ELECTRIC POWER INDUSTRY NEWS

The government approved the parameters of the demand curve for competitive capacity auction for 2021

Russian Prime Minister Dmitry Medvedev, by Order No. 1767-r dated 17 August, set the maximum capacity prices to be used in the competitive capacity auction for 2021.

Read full text: <http://www.bigpowernews.ru/markets/document79171.phtml>

COMPANY NEWS

Employees of Bryanskenergo calibrated almost 600 units of measuring instruments

IDGC of Centre – Bryanskenergo division summed up the results of metrological assurance of production for 7 months of 2017. All the events planned for the specified period are implemented in full.

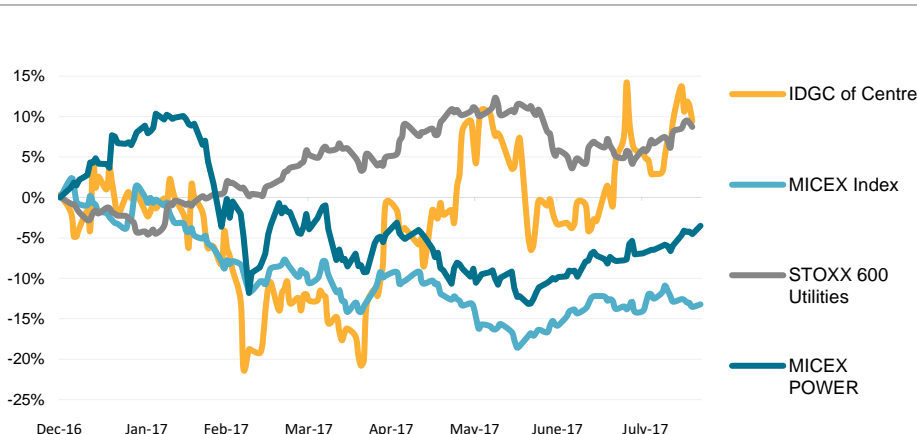
Read full text: <https://www.mrsk-1.ru/press-center/news/branches/61131/>

Tambov branch of IDGC of Centre develops cooperation with the regional department of EMERCOM of Russia

A joint meeting of specialists and operators of the Grid Control Centre and operators on duty of the Crisis Management Centre of the EMERCOM of Russia in the Tambov region was held in the Grid Control Centre (GCC) of IDGC of Centre – Tambovenergo division. Participants of the event discussed cooperation within the framework of the Agreement on the order of interaction between the regional department of the Ministry of Emergencies and Tambovenergo signed in 2014.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/61129/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	1 937,66	0,36%	-13,22%
S&P 500	2 427,48	0,08%	8,43%
FTSE 100	7 318,88	-0,07%	2,46%
DAX	12 065,99	-0,82%	5,09%
DJStoxx 600	372,72	-0,40%	3,13%
STOXX Utilities	300,90	-0,46%	8,72%
Nikkei	19 393,13	-0,40%	1,46%
Sensex	31 258,85	-0,84%	17,40%
CSI300	3 740,99	0,44%	13,02%
Bovespa	68 992,69	0,40%	14,55%

Source: Bloomberg, Company calculations (19:00 MSK)

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,18	0,00%	11,83%
USD/RUB	59,36	0,19%	-1,51%
Euro/RUB	69,72	0,10%	10,63%

Source: Bloomberg, Company calculations (19:00 MSK)

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 284,13	0,00%	11,44%
Brent*, USD/bbl	52,72	0,00%	-7,22%

* - October futures

Source: Bloomberg, Company calculations (19:00 MSK)

Shares of IDGC of Centre	Value
Last transaction, RUB	0,489
Capitalisation**, billion RUB	20,64
Capitalisation**, million USD	347,78

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	1,06%	-3,51%
Shares of IDGC of Centre**	-1,71%	9,40%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	3,08%	-16,25%
FGC UES	0,92%	-16,04%
IDGC of Volga	0,21%	67,68%
MOESK	0,80%	-1,22%
IDGC of Northern Caucasus	2,97%	-13,61%
IDGC of Centre and Volga Reg	0,07%	99,86%
IDGC of North-West	0,36%	2,18%
IDGC of Urals	3,61%	4,56%
IDGC of Siberia	0,61%	37,51%
IDGC of South	1,12%	-13,74%
Lenenergo, ordinary shares	-0,40%	-8,99%
TRK, ordinary shares	0,00%	-15,97%
Kubanenergo	-4,32%	-18,62%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

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Tickers

Moscow Exchange (MOEX)

Bloomberg

Reuters

MRKC
MRKC:RM
MRKC:MM