



REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 7 September some moderately positive external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 closed with an increase of 0.2-0.3%, on Thursday the composite index of the Asia-Pacific region MSCI Asia Pacific showed comparable changes. The markets were supported by statements by a number of representatives of the Federal Reserve on the need for a cautious approach to further tightening of monetary policy and information on a temporary solution to the US public debt problem. According to media reports, the US president and the leaders of the party factions of the Congress agreed to finance the work of the government and increase the upper limit of the US government debt until December 15 – these measures are tied to allocating almost \$8 billion for the liquidation of consequences of Hurricane Harvey. Now, experts say, legislators, the Department of Treasury and the White House have time until December to agree on more ambitious changes in the government debt restrictions. November Brent futures traded near \$54 per barrel, at the closing level on 6 September. Oil quotes are stable after the growth to the May's highs the day before, due to expectations of increased demand for oil after the resumption of US refineries that closed after Hurricane Harvey.

On Thursday the MICEX Index and the European Stoxx Europe 600 Index spent the trading session in a small plus within 0.5% on some neutral news background. As a result of the past meeting, the ECB retained all key interest rates, including the refinancing rate at zero, the deposit rate at -0.4%. Also, the ECB kept the volume of asset purchase within QE at a level of €60 billion per month. At the final press conference, analysts stated, Mario Draghi did not say anything new about the prospects of monetary policy – noting that the Eurozone's economy still needs "very significant incentives", the ECB head said that most decisions about the incentive program are likely to be taken in October. The statistics published during the day were ambiguous and had no significant effect on the changes of the markets. The assessment of the Eurozone's GDP growth in the second quarter was revised to 2.3% – the maximum since 2011, the volume of industrial production in Germany in July did not change in spite of the forecasts, the weekly increase in the number of applications for unemployment benefits in the US by 62 thousand was the highest since 2012 because of applications of Americans who lost their jobs due to Hurricane Harvey. Nevertheless, the MICEX Index closed trading in a small minus by a reduction in a number of "heavy" index securities at the auction closing.

As a result of the trading session the MicexPWR Sector Index underperformed. The main contribution to the advancing MicexPWR underperformance in comparison with the MICEX Index was made by shares of Enel Russia and RusHydro.

ELECTRIC POWER INDUSTRY NEWS

FAS plans to discuss with the new head of "Rosseti" the sale of energy sales companies

FAS plans to discuss with the new head of "Rosseti" the sale of energy sales companies of the group, hopes for changes of this issue, told RIA Novosti Deputy Head of the Federal Antimonopoly Service Vitaly Korolev on the sidelines of the Eastern Economic Forum.

Read full text: <http://www.bigpowernews.ru/markets/document79467.phtml>

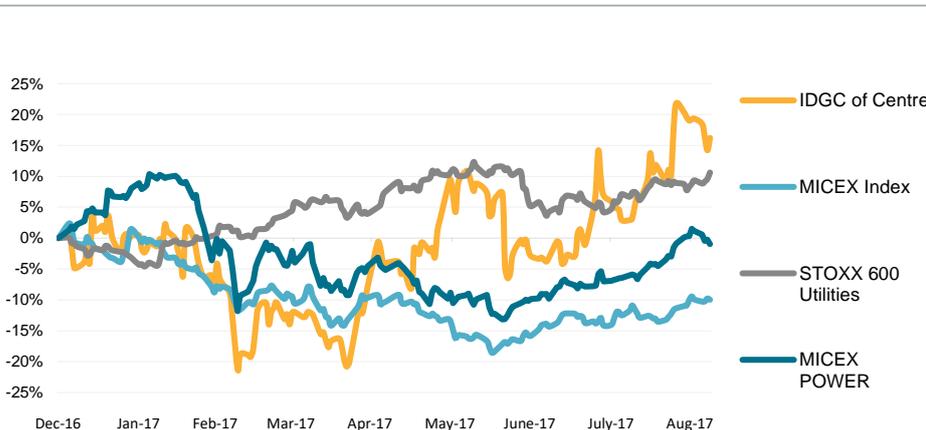
COMPANY NEWS

Tambovenergo for 7 months of 2017 connected to grids 630 facilities in the Tambov region

IDGC of Centre – Tambovenergo division summed up the results of work on grid connection for 7 months of 2017. During the reporting period, 630 facilities with a total capacity of 31.6 MW were connected to the company's power grids, which is 44% more than in the previous year (21.99 MW).

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/61314/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 010,17	-0,22%	-9,97%
S&P 500	2 465,10	-0,02%	10,11%
FTSE 100	7 396,98	0,58%	3,56%
DAX	12 296,63	0,67%	7,10%
DJStoxx 600	374,95	0,27%	3,74%
STOXX Utilities	306,16	0,96%	10,62%
Nikkei	19 396,52	0,20%	1,48%
Sensex	31 662,74	0,00%	18,91%
CSI300	3 829,87	-0,51%	15,70%
Bovespa	73 412,41	0,00%	21,89%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,20	0,52%	14,00%
USD/RUB	57,34	-0,88%	-5,47%
Euro/RUB	68,42	-0,53%	7,22%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 349,22	1,12%	17,58%
Brent*, USD/bbl	54,49	0,54%	-7,28%

* - November futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,5195
Capitalisation**, billion RUB	21,93
Capitalisation**, million USD	382,50

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	-0,72%	-0,96%
Shares of IDGC of Centre**	1,76%	16,22%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	2,09%	-6,02%
FGC UES	-0,93%	-15,85%
IDGC of Volga	-0,67%	110,54%
MOESK	0,00%	-0,22%
IDGC of Northern Caucasus	-0,80%	-15,87%
IDGC of Centre and Volga Reg	-0,69%	122,84%
IDGC of North-West	-0,97%	11,64%
IDGC of Urals	-0,50%	20,36%
IDGC of Siberia	-4,15%	57,47%
IDGC of South	-0,65%	-12,79%
Lenenergo, ordinary shares	0,26%	4,54%
TRK, ordinary shares	0,00%	-14,29%
Kubanenergo	-0,14%	-16,44%

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:RM
MRKC:MM