



IDGC OF CENTRE

DAILY MARKET REVIEW

31 July, Friday

2015

REVIEW OF STOCK MARKETS

Before the opening of trading on 30 July some moderately positive external background formed on the Russian market. On Wednesday the US indices DJIA and S&P500 rose by 0.7% on good reporting of a number of companies. The outcome of the Fed meeting did not bring surprises: as it was expected, the interest rate was kept in the range of 0-0.25%, along with it, as noted by Bloomberg, the Fed gave no signal that would rule out the possibility of the first rate hike in September since 2006. On Thursday the composite index of the Asia-Pacific region MSCI Asia Pacific added 0.5%, all major Asia-Pacific country stock indices grew up, with the exception of China – the CSI300 index, in particular, fell almost 3%. According to Bloomberg, traders in mainland China cut bids, made at the expense of borrowed capital, the volume of transactions declined. In total, the stock exchanges in Shanghai and Shenzhen on Thursday still had suspended trading of 18% of the number of registered securities. Meanwhile, the day before the head of the IMF expressed confidence that the Chinese economy would be sufficiently robust to cope with the collapse of the stock market in the summer, which demanded unprecedented intervention from the country's authorities. September futures for Brent traded near \$53.6 per barrel –\$0.5 lower than the level of our closing on 29 July. Quotes of oil entrenched above \$ 53 on the US Department of Energy statistics: last week oil reserves declined significantly contrary to analysts' forecasts, the decline in oil production was the highest since October 2013, and production volumes reached a minimum of more than two months.

On Thursday the Russian market continued rising, supported by both the positive dynamics in the western exchanges, and rising oil prices, which had a foothold in the middle of the day above \$54 per barrel. The growth of the MICEX Index in the second half of the trading session exceeded a percent, the European markets slightly underperformed. The market sentiment deteriorated somewhat after the publication of statistics from the US, re-fueling fears of investors for an earlier start of the Fed raising interest rates. Firstly, the GDP growth rate in the II quarter was slightly worse than expected - 2.3% instead of the projected 2.5%, while the figure for the I quarter was significantly improved - to increase by 0.6% from the previously announced reduction of 0.2%. Secondly, the number of applications for unemployment benefits increased fewer than the forecast, which a week ago dropped to the lowest level since November 1973. Against this background, trading on the US markets started in a small minus, rates of recovery of the MICEX Index and the major European indices got reduced.

During the trading session the MicexPWR Sector Index was generally in line with the dynamics of the MICEX Index. The main contribution to the final MicexPWR increase was made by shares of DVEC and FGC UES.

ELECTRIC POWER INDUSTRY NEWS

FAS does rule out quarterly indexation of tariffs in 2016

The Federal Antimonopoly Service of the Russian Federation considers it possible in the future to review the quarterly indexation of tariffs of natural monopolies, while maintaining their average annual growth, said Head of Electric Power Industry Regulation Office of FAS Vitaly Korolev to reporters on Wednesday, July 29.

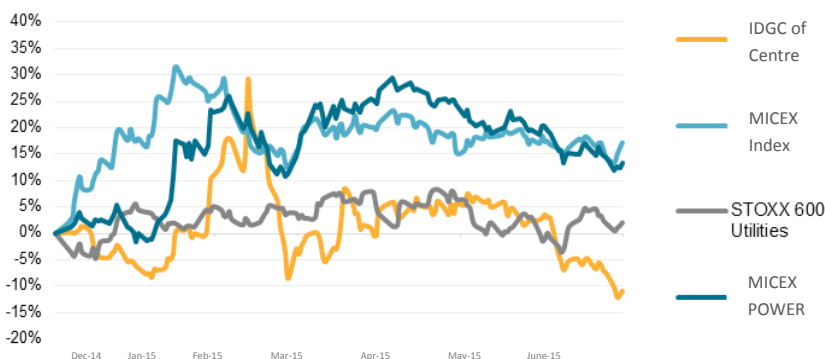
To read full text: <http://www.bigpowernews.ru/news/document65273.phtml>

COMPANY NEWS

IDGC of Centre continues integrated training as part of implementation of the pilot project "Grid connection support"

To read full text: <http://www.mrsk-1.ru/press-center/news/company/48843/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.14
MICEX	1 636,72	0,89%	17,19%
S&P 500	2 108,63	0,00%	2,42%
FTSE 100	6 668,87	0,57%	1,57%
DAX	11 257,15	0,40%	14,80%
DJStoxx 600	396,24	0,57%	15,68%
STOXX Utilities	321,95	0,59%	2,06%
Nikkei	20 522,83	1,08%	17,60%
Sensex	27 705,35	0,51%	0,75%
CSI300	3 815,41	-2,93%	7,97%
Bovespa	49 897,40	-0,69%	-0,22%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.14
Euro/USD	1,09	-1,11%	-10,23%
USD/RUB	59,77	-0,76%	6,24%
Euro/RUB	65,99	-0,96%	-3,45%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.14
Gold, USD/oz	1 088,76	-0,74%	-8,07%
Brent*, USD/bbl	53,31	-0,13%	-16,07%

* - September futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2250
Capitalisation**, billion RUB	9,50
Capitalisation**, million USD	158,94

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.14
MICEX-Power Index	0,83%	13,32%
Shares of IDGC of Centre**	0,90%	-10,89%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	fr 31.12.14
JSC Russian Grids	0,22%	12,14%
FGC UES	1,72%	45,11%
IDGC of Volga	0,48%	-25,63%
MOESK	0,63%	-35,60%
IDGC of Northern Caucasus	0,67%	23,97%
IDGC of Centre and Volga Reg	-1,97%	-27,95%
IDGC of North-West	0,36%	11,46%
IDGC of Urals	0,29%	13,75%
IDGC of Siberia	0,00%	-40,00%
IDGC of South	-3,44%	0,00%
Lenenergo	1,28%	35,43%

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](#)