



REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 19 November some neutral external background formed on the Russian market. On Friday the US indices DJIA and S&P500 closed with an increase of 0.2-0.5%, on Monday the composite index of the Asia-Pacific region, MSCI Asia Pacific, added 0.3%. The markets were supported by hopes for easing of the US-China trade confrontation and unexpectedly soft statements by the deputy chairman of the Fed, who lowered the yields of US government bonds and weakened the dollar. So, Donald Trump expressed confidence that China wants to resolve trade disputes with the US, and did not rule out that Washington could avoid further imposing duties on Chinese imports. In turn, the deputy chairman of the American Central Bank said that the interest rate is close to the "neutral" level and when making decisions at the Fed, it is worthwhile to closely monitor the situation abroad, where economic growth is slowing. However, on Monday, fears of trade wars returned to the markets after the APEC summit participants for the first time in history failed to agree on a final declaration due to disagreements between the US and China on trade and security issues. Against this background, futures for US indices lost 0.3%. January Brent futures traded around \$67.4 per barrel, \$0.7 below our close on Friday, 16 November. Data of the oilfield services company Baker Hughes about the increase in the number of operating oil production rigs in the US to a maximum since March 2015 in conditions of record oil production in the country were a negative factor for quotations.

Most of the trading session on Monday the Russian market was dominated by buyers in the context of investors' demand for assets of emerging markets in the hope of a less aggressive tightening of monetary policy by the Fed. Investors, Bloomberg writes, interpret the recent comments of the Fed leadership as a transition from autopilot policy to strategy, as a result of which they can take a pause in 2019 to see the effects on the economy. In this regard, the market for futures on the Fed rate is already laying the absence of further increases after mid-2019. In the middle of the day, the MOEX Russia Index and the index of emerging markets MSCI EM added more than half a percent. The driver of the growth in our market was oversold shares of the oil and gas sector, recovering from the fall of the MicexO&G Sector Index over seven consecutive trading sessions. At the end of the day, the MOEX Russia Index dropped to zero, following the fall in Brent quotes below \$65.5 per barrel and a percentage decline in major US indices at the start of trading. Negative background for the oil market was media information on the resumption of oil exports from the Iraqi province of Kirkuk in the amount of up to 100 thousand barrels per day. The driving force behind the decline in the US indices was papers of the technology sector led by Apple and its stocks, which were under pressure from active sales due to a reduction in the production of three newest smartphones.

During the trading session the MicexPWR Sector Index underperformed. The main contribution to the final MicexPWR decline in antiphase with the MOEX Russia Index was made by shares of Inter RAO and ROSSETI.

ELECTRIC POWER INDUSTRY NEWS

ROSSETI's annual and sustainability reports entered the top hundred according to the international competition LACP Inspire Awards

The international communications company (LACP Inspire Awards) summarized the annual corporate publishing competition held among companies from most sectors of the economy from around the world.

Read full text: http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=34269

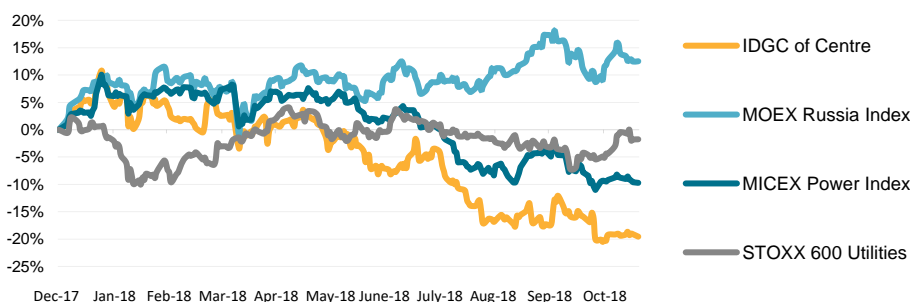
COMPANY NEWS

IDGC of Centre for nine months reduced receivables for electricity transmission services by more than half a billion rubles

IDGC of Centre summed up the work on reducing receivables for electricity transmission services for nine months of 2018.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/66509/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.17
MOEX Russia	2 373,78	0,05%	12,52%
S&P 500	2 690,73	-1,66%	0,64%
FTSE 100	7 000,89	-0,19%	-8,93%
DAX	11 244,54	-0,85%	-12,95%
DJStoxx 600	355,11	-0,73%	-8,75%
Nikkei	21 821,16	0,65%	-4,15%
Sensex	35 774,88	0,90%	5,04%
CSI300	3 294,60	1,13%	-18,27%
Bovespa	87 900,83	-0,69%	15,05%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.17
USD/RUB	65,99	-0,93%	14,51%
EURO/RUB	74,90	-0,84%	8,89%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.17
Gold, USD/oz	1 224,17	0,07%	-6,04%
Brent*, USD/bbl	66,79	0,04%	-0,12%

* - January futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	MCap**, ₺ bln	Change	
			per day	fr 31.12.17
IDGC of Centre	0,2864	12,09		183,22
IDGC of Centre & Volga Reg	0,2626	29,59		448,45

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.17
STOXX 600 Utilities	0,05%	-1,75%
MICEX POWER Index	-0,15%	-9,72%
IDGC of Centre**	-0,56%	-19,55%
IDGC of Centre and Volga Region**	0,27%	-12,96%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.17
Rosseti, ordinary shares	-2,41%	-12,97%
FGC UES	-0,46%	-6,63%
IDGC of Volga	0,21%	-4,77%
MOESK	-0,15%	-23,92%
IDGC of Northern Caucasus	-0,85%	-26,77%
IDGC of North-West	-0,35%	8,65%
IDGC of Urals	0,59%	-18,95%
IDGC of Siberia	-1,76%	-26,72%
IDGC of South	0,00%	3,51%
Lenenergo, ordinary shares	0,17%	20,00%
TRK, ordinary shares	0,00%	-8,36%
Kubanenergo	5,45%	-26,02%

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