



IDGC OF CENTRE

# DAILY MARKET REVIEW

01 March, Tuesday

2016

## REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 29 February some moderately negative external background formed on the Russian market. Last Friday the US indices DJIA and S&P500 fell 0.2-0.3%. The market was pressured with good statistics, which, according to investors, may push the Fed to take more decisive action to tighten monetary policy this year. In particular, the assessment of GDP growth in the fourth quarter was increased to one percent from the preliminary 0.7%, the increase in household spending in January was the highest in eight months. In addition, the Core PCE index, which draws attention of the Fed in assessing the risks of inflation, in January rose by 1.7% y/y, showing the fastest growth since October 2014. On Monday most of the major country indices of the Asia-Pacific region MSCI Asia Pacific declined. The main drivers of sales were the fall in the Chinese market after the yuan weakening on concerns on the Chinese currency devaluation and disappointment with the results of the financial summit of G20 – the market participants, writes Bloomberg agency, considered G20 promises too vague regarding stimulus of global economic growth. April Brent futures traded near the mark of \$35.3 per barrel, a dollar below the closing level on Friday 26 February. On Friday Brent quotations rose to around \$37 a barrel on heightened expectations of freezing oil production by major world producers, but the strengthening of the dollar after the publication of statistics from the US became the basis for substantial correction in oil prices.

The MICEX Index and the European Stoxx Europe 600 Index began trading with a percent decrease under the pressure of falling oil prices and the inconclusive outcome of the G20 financial summit. The market sentiment improved after the appearance of media reports that the People's Bank of China decided to reduce the reserve requirements for banks by 0.5 percentage points to curb the economic slowdown. This piece of news, which became a surprise for analysts, supported the commodity and stock markets. The MICEX Index growth in the second half of the day exceeded a percent, the European markets played the larger part of the losses back. However, Europe until the end of the day was dominated by sales – negative background for investors was the resumption of deflation in the region for the first time since September last year.

During the trading session the MicexPWR Sector Index overperformed. The main contribution to the final MicexPWR growth was made by shares of Inter RAO, which added 3.4% after the publication of strong IFRS results for 2015 and shares of Rosseti (+9.1%). These securities were supported by a statement of the head of the company that Rosseti made a profit in 2015 and is ready to pay a dividend if there is a corresponding instruction of the Government, and a statement of the head of the Ministry of Finance that the budget in 2016 is based on dividends of state companies in the amount of 50% of net profit under IFRS.

## ELECTRIC POWER INDUSTRY NEWS

**Grid companies to place full information on their activities on the official websites**

Read full text: <http://asi.ru/news/44995/>

## COMPANY NEWS

**Senior representatives of IDGC of Centre took part in the CFO Forum of energy industry**

Read full text: <http://www.mrsk-1.ru/press-center/news/company/51382/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.15
MICEX	1 840,17	1,29%	4,47%
S&P 500	1 932,23	-0,81%	-5,47%
FTSE 100	6 097,09	0,02%	-2,33%
DAX	9 495,40	-0,19%	-11,61%
DJStoxx 600	333,92	0,72%	-8,72%
STOXX Utilities	280,81	0,37%	-8,27%
Nikkei	16 026,76	-1,00%	-15,80%
Sensex	23 002,00	-0,66%	-11,93%
CSI300	2 877,47	-2,39%	-22,88%
Bovespa	42 793,86	2,89%	-1,28%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	Change fr 31.12.15
Euro/USD	1,09	-0,54%	-10,55%
USD/RUB	75,09	-1,71%	3,03%
Euro/RUB	82,97	-1,47%	4,11%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change fr 31.12.15
Gold, USD/oz	1 238,67	1,24%	16,73%
Brent*, USD/bbl	36,57	3,19%	-7,18%

\* - April futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2143
Capitalisation**, billion RUB	9,05
Capitalisation**, million USD	120,49

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change fr 31.12.15
MICEX-Power Index	2,37%	8,36%
Shares of IDGC of Centre**	4,13%	9,84%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	Change** fr 31.12.15
JSC Russian Grids	9,11%	17,18%
FGC UES	3,57%	14,75%
IDGC of Volga	0,88%	17,74%
MOESK	2,19%	5,73%
IDGC of Northern Caucasus	2,89%	-0,40%
IDGC of Centre and Volga Reg	2,13%	-0,80%
IDGC of North-West	-0,90%	20,80%
IDGC of Urals	0,00%	0,53%
IDGC of Siberia	0,40%	3,48%
IDGC of South	1,15%	13,14%
Lenenergo	0,87%	0,87%

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