



IDGC OF CENTRE

# DAILY MARKET REVIEW

11 August, Tuesday

2015

## REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 10 August some neutral external background formed on the Russian market. Last Friday the US indices DJIA and S&P500 closed down 0.3% on growth of concerns prompted by good statistics on the labour market in the US in July that the Fed will move to tighten monetary policy already at the September meeting. At the same time, notes Bloomberg, the DJIA showed a decline for the seventh session in a row, the last time there was such a long drop in the summer of 2011 against the backdrop of the crisis because of the uncertainty with the increase of the US debt "ceiling". On Monday the composite index of the Asia-Pacific region MSCI Asia Pacific added 0.4%, despite some weak Chinese statistics for the end of July: the decline of exports and imports exceeded forecasts, producer prices continued their longest decline in the history of observations – the 41st consecutive month the consumer price inflation is kept twice below the target value. September futures for Brent traded near \$48.4 per barrel – \$0.6 lower than at the end of our trading on 07 August. The pressure on the oil quotations was provided by information of Baker Hughes about the ongoing third consecutive week increase in the number of drilling rigs in the United States, which raised expectations for an increase of oil production in this country. At the same time some support for oil prices was given by information that China in July increased imports of cheap oil to record levels. According to Bloomberg, experts of Societe Generale and JPMorgan lowered its oil price forecasts, noting weak demand and excess supply of the raw material. Societe Generale downgraded the outlook for WTI crude oil for the current quarter by \$12.2 per barrel, to \$47.8 per barrel. Analysts at JPMorgan lowered their oil price forecast for WTI and Brent in the second half of the year by \$16 per barrel to \$44 and \$50 per barrel, respectively.

The Russian stock market continued to follow the dynamics of oil prices. The MICEX Index started trading with a percent decline in response to the continuing fall in oil prices. In the afternoon the MICEX Index was able to play all the losses back and gained a foothold in positive territory after recovery of Brent oil prices, which by the end of our trading session rose to around \$50 per barrel. Additional support for our market was given by a percent growth of US stock indices in early trading on the information on major transactions in mergers and acquisitions.

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 growth was made by shares of RusHydro and FGC UES.

## ELECTRIC POWER INDUSTRY NEWS

**Technical managers of "Rosseti" discussed measures to improve the reliability of the electric grid complex**

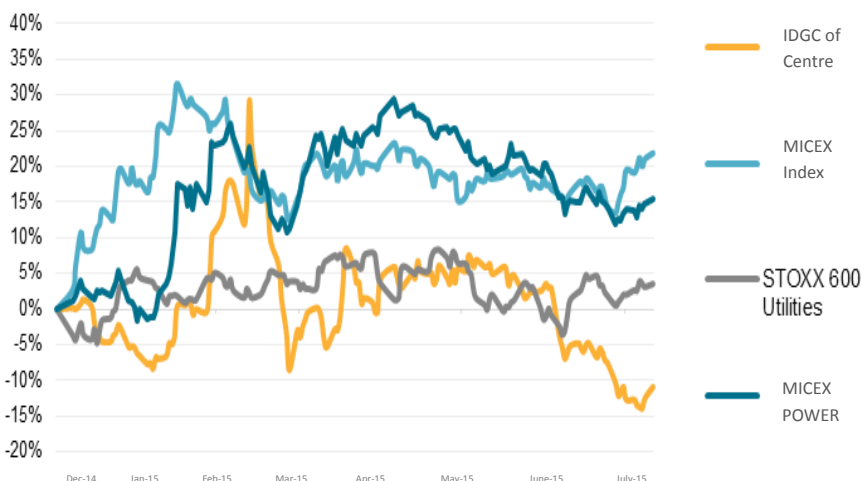
To read full text: [http://www.rosseti.ru/press/news/index.php?ELEMENT\\_ID=24494](http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=24494)

## COMPANY NEWS

**IDGC of Centre's executive management held a meeting with analysts of the investment bank Renaissance Capital**

To read full text: <http://www.mrsk-1.ru/press-center/news/company/48893/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



| World indexes   | Value     | Change for the day | fr 31.12.14 |
|-----------------|-----------|--------------------|-------------|
| MICEX           | 1 702,02  | 0,69%              | 21,87%      |
| S&P 500         | 2 104,18  | 1,28%              | 2,20%       |
| FTSE 100        | 6 736,22  | 0,26%              | 2,59%       |
| DAX             | 11 604,78 | 0,99%              | 18,35%      |
| DJStoxx 600     | 399,82    | 0,69%              | 16,72%      |
| STOXX Utilities | 326,64    | 0,40%              | 3,55%       |
| Nikkei          | 20 808,69 | 0,41%              | 19,24%      |
| Sensex          | 28 101,72 | -0,48%             | 2,19%       |
| CSI300          | 4 084,37  | 4,54%              | 15,58%      |
| Bovespa         | 49 353,00 | 1,60%              | -1,31%      |

Source: Bloomberg, Company calculations

| Currency rates | Value | Change for the day | fr 31.12.14 |
|----------------|-------|--------------------|-------------|
| Euro/USD       | 1,10  | 0,53%              | -9,31%      |
| USD/RUB        | 63,84 | -0,04%             | 13,48%      |
| Euro/RUB       | 69,81 | 0,25%              | 2,15%       |

Source: Bloomberg, Company calculations

| Raw             | Value    | Change for the day | fr 31.12.14 |
|-----------------|----------|--------------------|-------------|
| Gold, USD/oz    | 1 104,51 | 0,95%              | -6,74%      |
| Brent*, USD/bbl | 50,41    | 3,70%              | -20,64%     |

\* - 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 | 148,79 |

Source: Central Bank of Russia, Company calculations

| Russian indexes            | Change for the day | fr 31.12.14 |
|----------------------------|--------------------|-------------|
| MICEX-Power Index          | 0,48%              | 15,40%      |
| Shares of IDGC of Centre** | 1,81%              | -10,89%     |

Source: Bloomberg, Company calculations

| Grid companies               | Change** for the day | fr 31.12.14 |
|------------------------------|----------------------|-------------|
| JSC Russian Grids            | 0,64%                | 14,07%      |
| FGC UES                      | 1,67%                | 46,53%      |
| IDGC of Volga                | 5,45%                | -16,85%     |
| MOESK                        | 0,60%                | -32,80%     |
| IDGC of Northern Caucasus    | 1,00%                | 25,21%      |
| IDGC of Centre and Volga Reg | -2,00%               | -29,09%     |
| IDGC of North-West           | 0,00%                | 13,83%      |
| IDGC of Urals                | -0,74%               | 9,66%       |
| IDGC of Siberia              | 0,00%                | -43,89%     |
| IDGC of South                | 0,59%                | 11,00%      |
| Lenenergo                    | 2,70%                | 63,14%      |

Source: MOEX, Company calculations

\*\* - at the price of last transaction at MOEX

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## Tickers

Moscow Exchange (MOEX)

Bloomberg

Reuters

[MRKC](#)

[MRKC.RX](#)

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