



IDGC OF CENTRE

DAILY MARKET REVIEW

10 August, Monday

2015

REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 07 August some neutral external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 lost 0.7-0.8% on weak statements of some companies of the media and biotechnology sectors. Pressure on the market was also provided by statistics on expectations on the US labour market in July. On Friday the main country indices of the Asia-Pacific region were trading without any single dynamics. The Chinese CSI300 2% growth was driven by information that the state-backed China Securities Finance Corp., which provides liquidity to market participants of shares of China, intends to obtain from the government an additional 2 trillion yuan (\$322 billion). Thus, the total amount of funds provided by the company could reach 5 trillion yuan. At the same time, the Australian S&P/ASX 200 index fell 2.4%, showing the worst figure since 2012. In general, the pressure on the Australian market was provided by the fall in commodity prices, and the locomotive of the market decline was the financial sector, which today lost more than 3% on fears that the country's largest banks will be forced to raise additional capital to meet the requirements of the regulator. September futures for Brent traded near \$49.8 per barrel – \$0.8 higher than the level at our closing on 06 August. Oil prices were supported by both their accumulated being oversold and media reports about possible problems with the approval of the Iran agreement by the US Congress. However, writes Bloomberg, if the Congress takes a negative decision on the agreement, which, according to experts, is very likely outcome, the US president can veto it.

On Friday the Russian market moved in opposite to Western markets and oil prices. In the afternoon the growth of the MICEX Index exceeded a percent, while the decline in the composite European Stoxx Europe 600 and futures for US indices averaged about half a percent, the price of Brent fell below \$49 a barrel. The negative dynamics of the Western markets, and oil prices was due to strong US labour market statistics in July: the number of new jobs in the US economy over the past three months was above the forecast (with revised data for May-June), unemployment remained at a minimum level since April 2008 – 5.3%. The publication of these statistical data significantly strengthened investors' expectations of the Fed rate hike already at the September meeting. According to Bloomberg, at the beginning of the week interest rate futures of the Federal Reserve on the Chicago Stock Exchange showed 38% chance for a rate hike in September, in the middle of the week – 48%, and after the release of the data on the labour market – already 58%. Against this backdrop, the dollar index rose to a four-month high, triggering the fall in oil prices denominated in US dollars. An additional negative factor for the oil market was the information of the oilfield service company Baker Hughes on the growth in July, for the second consecutive month, of the number of active oil and gas rigs in the world. At the end of the day the MICEX Index growth rate declined slightly after the start of trading in the US with more than a half-point reduction in the major indices.

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 E.ON Russia.

ELECTRIC POWER INDUSTRY NEWS

Mr. Luzhkov: it is possible to generate electricity with sanctioned food

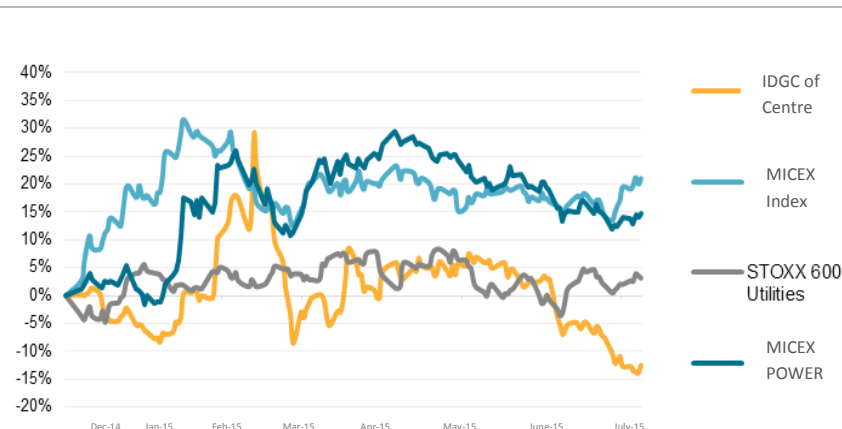
To read full text: <http://izvestia.ru/news/589748>

COMPANY NEWS

More than 2.6 million rubles were spent to provide reliable and environmentally safe production activities of Smolenskenergo for 6 months of 2015

To read full text: http://www.advis.ru/php/view_news.php?id=2824F61F-7249-5141-BB31-CE48F6A8F2A0

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.14
MICEX	1 690,44	0,88%	21,04%
S&P 500	2 077,57	-0,29%	0,91%
FTSE 100	6 718,49	-0,42%	2,32%
DAX	11 490,83	-0,81%	17,19%
DJStoxx 600	397,07	-0,91%	15,92%
STOXX Utilities	325,35	-0,41%	3,14%
Nikkei	20 724,56	0,29%	18,76%
Sensex	28 236,39	-0,22%	2,68%
CSI300	3 906,95	1,96%	10,56%
Bovespa	48 577,32	-2,87%	-2,86%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.14
Euro/USD	1,10	0,38%	-9,79%
USD/RUB	63,86	1,83%	13,52%
Euro/RUB	69,63	2,18%	1,89%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.14
Gold, USD/oz	1 094,15	0,42%	-7,62%
Brent*, USD/bbl	48,61	-1,84%	-23,47%

* - September futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2210
Capitalisation**, billion RUB	9,33
Capitalisation**, million USD	146,09

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.14
MICEX-Power Index	0,64%	14,85%
Shares of IDGC of Centre**	1,61%	-12,48%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	fr 31.12.14
JSC Russian Grids	0,21%	13,35%
FGC UES	0,53%	44,12%
IDGC of Volga	7,06%	-21,15%
MOESK	0,00%	-33,20%
IDGC of Northern Caucasus	0,00%	23,97%
IDGC of Centre and Volga Reg	5,11%	-27,64%
IDGC of North-West	1,41%	13,83%
IDGC of Urals	-0,30%	10,47%
IDGC of Siberia	1,00%	-43,89%
IDGC of South	2,10%	10,36%
Lenenergo	-0,71%	58,86%

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](#)