



REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 14 March some neutral external background formed on the Russian market. On Monday the US indices DJIA and S&P500 closed in different directions with changes in the range of 0.1%, on Tuesday the similar trend was demonstrated by the main country indices of the Asia-Pacific region. In global markets, there was a lull, writes MarketWatch, investors prefer to refrain from major transactions until the end of the Fed meeting today. Investors do not doubt that the interest rate will be increased by 0.25 percentage points, while the main intrigue is how much the rate will increase in the future. While traders consider three key rate increases this year, they do not rule out the possibility of four hikes, which, according to experts, could provoke a correction in US stocks and lead to an outflow of funds from emerging markets. Published statistics on China's economy was ambiguous and had no significant impact on the course of trading: the growth of industrial production in January-February accelerated to a maximum in two years (6.3% with the expected 6.1%), while retail sales increased at a minimal pace in 11 years (+ 9.5% with the expected 10.6%). May Brent futures traded near the mark of \$51.3 per barrel, at the closing level on 13 March. The stabilization of oil prices was also facilitated by media reports on the drop in production in Libya by 11% due to armed clashes that led to the closure of some of the largest oil export terminals in the country.

On Tuesday the main benchmark for the Russian market was the trend of oil prices. The MICEX Index, which added almost a percent in the first half of the day following the Brent price increase above \$51.5 per barrel, in the second half of the trading session was near zero after the Brent quotes dropped below \$50.5 per barrel. A negative factor for the oil market was the publication of the OPEC report, in which the forecast for oil production by non-OPEC countries in 2017 was increased by 300 thousand barrels per day (b/d) with an improvement in the forecast for the growth in world oil demand in 2017 by only 70 thousand b/d. In addition, according to OPEC, Saudi Arabia in February increased its production by record rates for two years, to more than 10 million b/d. This piece of news once again strengthened investors' concerns about the possible widening of the imbalance of supply and demand in the global market. In general, experts noted the low activity on financial markets in anticipation of the outcome of the Fed meeting.

During the trading session the MicexPWR Sector Index outperformed. The main contribution to the final MicexPWR outperformance in comparison with the MICEX Index was made by shares of Inter RAO, which added 3.9%.

ELECTRIC POWER INDUSTRY NEWS

Mr. Shuvalov soon to hold a meeting on dividends of state-owned companies, says Mr. Oreshkin

The issue of dividends of state-owned companies will soon be discussed at a meeting under the leadership of First Deputy Prime Minister Igor Shuvalov, said the head of the Ministry of Economic Development Maxim Oreshkin.

Read full text: <http://www.bigpowernews.ru/news/document75873.phtml>

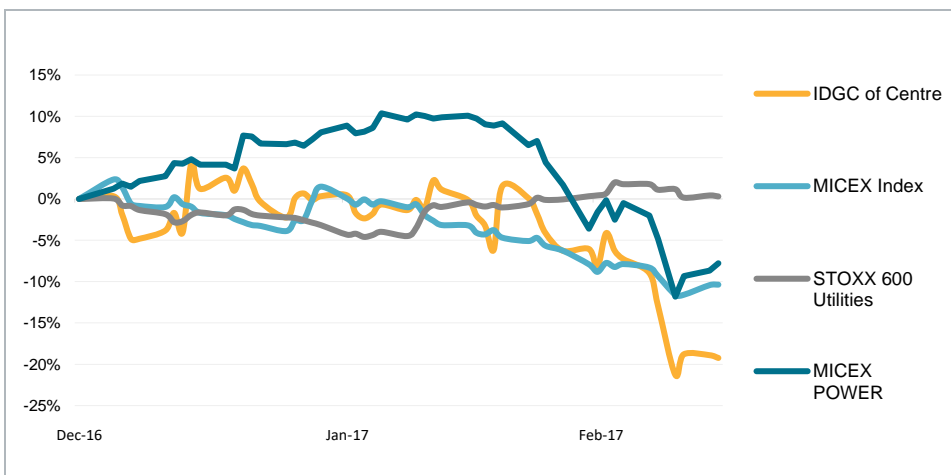
COMPANY NEWS

In 2016 IDGC of Centre reduced receivables by half a billion rubles

IDGC of Centre continues to reduce receivables for electricity transmission services. The company implements a set of measures for the repayment of debts, both in cooperation with authorities of the regions of its service area, using the potential of commissions set up at the initiative of PJSC "Rosseti" to monitor settlements with electricity companies, and in the framework of ongoing claims and lawsuits.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/59162/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 001,25	0,06%	-10,37%
S&P 500	2 365,45	-0,34%	5,66%
FTSE 100	7 357,85	-0,13%	3,01%
DAX	11 988,79	-0,01%	4,42%
DJStoxx 600	373,46	-0,31%	3,33%
STOXX Utilities	277,62	-0,12%	0,31%
Nikkei	19 609,50	-0,12%	2,59%
Sensex	29 442,63	1,71%	10,58%
CSI300	3 456,69	-0,04%	4,43%
Bovespa	64 699,46	-1,27%	7,43%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,06	-0,36%	0,99%
USD/RUB	59,13	-0,14%	-2,51%
Euro/RUB	63,27	0,84%	-0,85%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 199,12	-0,43%	4,50%
Brent*, USD/bbl	50,92	-0,84%	-12,27%

* - May futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3610
Capitalisation**, billion RUB	15,24
Capitalisation**, million USD	257,74

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	0,95%	-7,79%
Shares of IDGC of Centre**	-0,41%	-19,24%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	-1,10%	-21,58%
FGC UES	0,76%	-12,48%
IDGC of Volga	-0,40%	-11,25%
MOESK	0,19%	15,48%
IDGC of Northern Caucasus	-0,27%	-15,19%
IDGC of Centre and Volga Reg	-2,48%	0,81%
IDGC of North-West	-3,64%	-22,91%
IDGC of Urals	1,65%	-6,38%
IDGC of Siberia	-2,47%	-24,61%
IDGC of South	-2,52%	-26,15%
Lenenergo, ordinary shares	-0,10%	-11,90%
TRK, ordinary shares	7,16%	-8,82%
Kubanenergo	-1,89%	1,49%

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