

## REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 7 August some neutral external background formed on the Russian market. The US indices DJIA and S&P500 after the collapse on Monday closed Tuesday with a recovery growth of 1.2-1.3% on expectations that the People's Bank of China will restrain the pace of the national currency weakening. Additional support for investors was provided by statements by White House economic adviser Larry Cadlow that Washington was preparing for the arrival of the Chinese delegation in September, and that Donald Trump still wants to conclude a trade deal with China. On Wednesday the composite index of the Asia-Pacific region MSCI Asia Pacific did not show significant changes with a predominantly small decrease in the main country indices. The positive closure of the US market was offset by the continued fears of a possible escalation of the trade conflict between the two largest world economies. October Brent futures traded around \$58.7 per barrel, \$0.8 below our close on 6 August. At the same time, experts say, Brent quotes entered the "bearish" phase, since the fall in prices since the April peak exceeded 20%. According to Dow Jones, oil prices continue to decline on expectations of a reduction in global fuel demand due to the uncertain global economic outlook.

The MOEX Russia Index spent most of the trading session near zero. In the morning, the positive correctional growth of European exchanges following the US market was offset by a decrease in the cost of Brent and futures for US indices. In the afternoon, the western exchanges again came under pressure from fears about the prospects for the global economy in the face of growing tensions between the US and China. A percentage rise in the European Stoxx Europe 600 Index was replaced by zero changes, the loss of futures for the S&P500 index reached 1.8%, Brent quotes fell below \$57 per barrel. At the same time, flight to quality raised all the main protective assets: for the first time since 2013, gold prices tested \$1,500 per ounce, the yield on 10-year US government bonds dropped to lows since September 2016, the entire yield curve of German government securities updated lows below zero, the Japanese yen and Swiss franc rose. Against this background, the MOEX Russia Index fell only 0.5% – the Russian market was kept from larger losses by Gazprom's stocks growth on Bloomberg's information that the company could sell the remaining (3.7%) part of the quasi-treasury stake in the autumn. Moreover, unlike the recent sale of the first part of this package of 2.9% of shares, non-residents may participate in the transaction in the second stage.

During the day, the changes of the electric utilities sector index generally corresponded to the market. The main contribution to the final MOEXEU decline was made by shares of Inter RAO.

## ELECTRIC POWER INDUSTRY NEWS

**Electricity generation in the UES of Centre for January-July 2019 increased by 4%, electricity consumption decreased slightly**

Electricity consumption in the Unified Energy System (UES) of Centre in July 2019 amounted to 17,937.9 million kWh, which is at the level of the same indicator of the previous year, Interregional Dispatching Office of Centre reported.

Read full text: <http://www.bigpowernews.ru/news/document89287.phtml?1&q=>

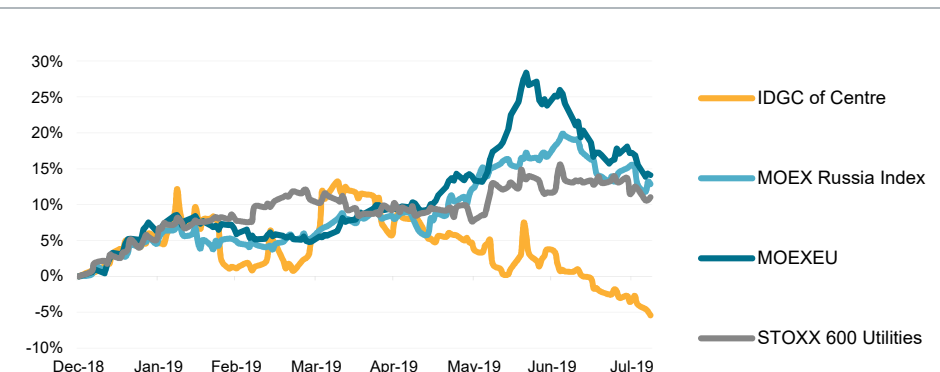
## COMPANY NEWS

**Since the beginning of the year Kurskenergo's specialists cleared 635.9 hectares of routes of power lines**

As part of the implementation of the 2019 repair program, the branch "Rosseti Centre Kurskenergo" continues to work on clearing routes of power lines from trees and shrubs. To date, employees of line service sections, crews of Distribution Zones and personnel of contracting companies have cleared 635.9 hectares of routes of 0.4-110 kV lines. The largest volume of work was carried out in Oboynsky, Bolshesoldatsky and Kastorensky districts. In total, by the end of 2019, Kurskenergo will clear 786.5 hectares of routes from tree and shrub vegetation. 17.4 million rubles are planned for the work.

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/69235/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.18
MOEX Russia	2 674,98	-0,31%	12,90%
S&P 500	2 883,98	0,08%	15,04%
FTSE 100	7 198,70	0,38%	6,99%
DAX	11 650,15	0,71%	10,33%
DJStoxx 600	368,6	0,24%	9,17%
Nikkei	20 516,56	-0,33%	2,51%
Sensex	36 690,50	-0,77%	1,72%
CSI300	3 621,43	-0,41%	20,29%
Bovespa	102 782,40	0,61%	16,95%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.18
USD/RUB	65,20	0,23%	-6,14%
EURO/RUB	73,07	0,97%	-8,04%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.18
Gold, USD/oz	1 501,16	1,81%	17,05%
Brent*, USD/bbl	56,23	-4,60%	4,52%

\* - October futures

Source: Bloomberg, Company calculations

Shares	Price**, ₽	MCap**, ₽ bln	MCap**, \$ mln
IDGC of Centre & Volga Reg	0,2486	28,02	429,68

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.18
STOXX 600 Utilities	0,38%	11,09%
MOEXEU	-0,19%	14,19%
IDGC of Centre**	-0,59%	-5,45%
IDGC of Centre and Volga Region**	-0,84%	-6,19%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.18
Rosseti, ordinary shares	0,83%	51,35%
FGC UES	0,69%	22,40%
IDGC of Volga	-0,43%	-5,61%
MOESK	-0,40%	12,65%
IDGC of Northern Caucasus	7,90%	142,00%
IDGC of North-West	-1,23%	15,77%
IDGC of Urals	-0,22%	-2,38%
IDGC of Siberia	-1,74%	159,51%
IDGC of South	-0,73%	12,03%
Lenenergo, ordinary shares	0,53%	8,32%
TRK, ordinary shares	0,00%	-3,25%
Kubanenergo	0,17%	24,18%

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  
[www.mrsk-1.ru/en/investors/](http://www.mrsk-1.ru/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:RM**  
**MRKC:MM**