



REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 08 August some positive external background formed on the Russian market. Last Friday the US indices DJIA and S&P500 closed with an increase of 0.9-1.0%, the S&P500 once again updated its historical maximum. On Monday the composite stock indicator of the Asia-Pacific region MSCI Asia Pacific added about 1.5%. Investors were supported by strong statistics from the US labour market – the number of jobs in June increased by 255 thousand, 1.5 times better than expected. October Brent traded near the mark of \$44.4 per barrel, or \$0.5 higher than the closing level on Friday 05 August. As MarketWatch writes, oil quotes are actively growing on reports that a number of OPEC members, including Ecuador, Venezuela and Kuwait, are calling for the resumption of negotiations on the establishment of production limits for the cartel. At the same time, the activity of buyers was held back by information from Baker Hughes about increase in the number of active oil drilling rigs in the US, continuing for six consecutive weeks. At the same time, according to the US Commodity Futures Trading Commission, the number of short positions of hedge funds on the WTI crude oil jumped to the highest level since 2006 – speculators are betting on a repetition of the scenario of last year, when oil prices, after rising in the first half of the year, fell 40 % in the second.

The MICEX Index and the European Stoxx Europe 600 Index spent the trading session on Monday in positive area, on average their increase was about 0.5%. Drivers of the market recovery were including rising oil prices – Brent quotations exceeded \$45 per barrel, and statistics from Germany, where the growth of industrial production in June was better than expected.

During the trading session the MicexPWR Sector Index underperformed. The main contribution to the final MicexPWR reduction was made by shares of FGC UES.

ELECTRIC POWER INDUSTRY NEWS

The city rates were under investigation

As "Kommersant" found out, in the production of the Investigative Committee of Russia there is a high-profile criminal case against the management of the Regional Energy Commission (REC) in Moscow, whose functions before disbanding in the spring of this year was to regulate prices on tariffs. Within the case the former head of the REC and his two deputies were arrested. Almost all residents of the capital are registered as victims in the case, who paid unreasonably high prices for housing and communal services. However, the damage caused to consumers is estimated at only 130 million rubles.

Read full text: <http://kommersant.ru/doc/3058880>

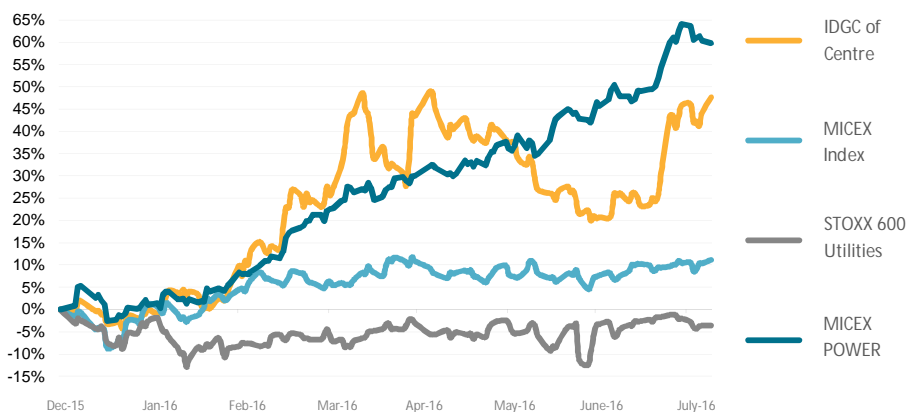
COMPANY NEWS

In the first half of the year IDGC of Centre provided power supply to a number of large and significant facilities in the Central Federal District

IDGC of Centre summed up the work on the connection to power grids in the first half of 2016. During the reporting period the company received 31,792 relevant applications, executed 19,561 contracts for grid connection. The total connected capacity under the performed contracts amounted to 446 MW. The total revenue from the grid connections was 0.6 billion rubles without VAT, which is 30% higher than in the first half of 2015. In the first half of the year IDGC of Centre connected to the power grids a number of companies that are essential for socio-economic development of regions of its service area (11 subjects of the Central Federal District).

Read full text: <https://www.mrsk-1.ru/press-center/news/company/56664/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	1 956.99	0,65%	11,11%
S&P 500	2 180,89	-0,09%	6,70%
FTSE 100	6 809,13	0,23%	9,08%
DAX	10 432,36	0,63%	-2,89%
DJStoxx 600	341,53	0,04%	-6,64%
STOXX Utilities	295,18	0,08%	-3,58%
Nikkei	16 650,57	2,44%	-12,52%
Sensex	28 182,57	0,37%	7,91%
CSI300	3 234,18	0,91%	-13,32%
Bovespa	57 635,43	-0,04%	32,95%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,11	-0,08%	-8,88%
USD/RUB	65,56	-1,25%	-10,04%
Euro/RUB	73,03	-1,21%	-8,37%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 335,31	-0,05%	25,84%
Brent*, USD/bbl	45,39	2,53%	5,19%

* - October futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2880
Capitalisation**, billion RUB	12,16
Capitalisation**, million USD	185,45

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	-0,37%	59,73%
Shares of IDGC of Centre**	2,31%	47,62%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	0,08%	89,96%
FGC UES	-4,20%	148,32%
IDGC of Volga	3,14%	111,31%
MOESK	1,18%	26,00%
IDGC of Northern Caucasus	2,08%	37,60%
IDGC of Centre and Volga Reg	1,45%	55,89%
IDGC of North-West	3,92%	83,94%
IDGC of Urals	-0,32%	66,32%
IDGC of Siberia	2,58%	22,13%
IDGC of South	4,08%	55,45%
Lenenergo	6,80%	133,19%

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