



## REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 10 August some moderately negative external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 closed with a decrease of 0.1-0.3% due to the continuing tension in trade relations between the US and China. After Beijing imposed mirror measures on the announced 25% duty on goods worth \$16 billion, experts fear that Donald Trump will fulfill his promises and impose duties on all Chinese imports for \$500 billion a year. On Friday the composite index of the Asia-Pacific region, MSCI Asia Pacific, fell 1.1% mainly due to the fall of Japanese stocks. The Nikkei 225 index lost 1.3%, ignoring the information on Japan's GDP growth in the second quarter by 1.9% y/y. Positive background of these data was levelled by the strengthening of the yen – as analysts say, the aggressive US policy towards the PRC, Russia, Iran and Turkey significantly worsens the attitude of investors to risky assets. October Brent futures traded near \$71.9 per barrel, \$0.3 below our closing level on 9 August. The industry experts attributed the weakening of oil quotations to the strengthening of the dollar – the DXY index updated the annual maximum.

On Friday the Russian market, like the world's exchanges in general, was under pressure from the threat of a trade war and slowing of the growth of the world economy. In the middle of the day, the MOEX Russia Index and the index of emerging markets MSCI EM and the European Stoxx Europe 600 Index lost about a percent, futures for US indices – about 0.5%. An additional negative factor for European traders was the publication of the Financial Times that the ECB is concerned about the susceptibility of some large euro zone banks to the risks associated with the situation in Turkey amid the weakening of the Turkish lira to a record low. In the second half of the trading session, the MOEX Russia Index dropped more than 1.5% after the acceleration of the decline of European exchanges and the index of emerging markets MSCI EM, triggered by the worsening economic problems in Turkey, where the fall of the lira against the dollar reached 15% on Friday. The main contribution to the negative trends of our market was made by shares of Sberbank, in which the sanctions risks recurred again, and shares of metallurgical and mining companies on fears of a possible increase in the tax burden for these companies – more than 500 billion rubles for 2017. According to media reports, this proposal was sent to the President of the Russian Federation by his assistant A. Belousov, arguing that this is necessary to replenish the budget for the implementation of the new May presidential decrees.

As a result of the trading session the MicexPWR Sector Index mainly due to a fall in shares of Inter RAO by 5.3%.

## ELECTRIC POWER INDUSTRY NEWS

### The average price of electricity for industry in Russia in 2018 to exceed the corresponding level of prices in 15 US states and 6 EU countries - "Community of Energy Consumers"

The average price of electricity for industry in Russia in 2018 will exceed the average price level for industrial consumers in 15 US states and 6 EU countries, the Association "Community of Energy Consumers" reported on the results of its monitoring and forecast of average final prices for industrial consumers.

Read full text: <http://www.bigpowernews.ru/markets/document84148.phtml>

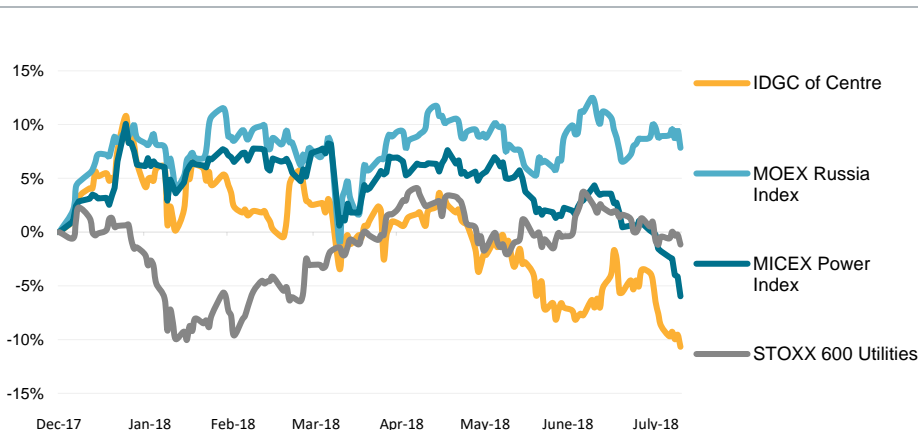
## COMPANY NEWS

### A joint anti-emergency training was held in the Gomel region for the companies of the electric grid complex of the Russian Federation and the Republic of Belarus

In Vetkovsky district of the Gomel region, an intergovernmental training was held for power engineers of the state production association "Belenergo" (it operates the power grid complex of the Republic of Belarus) and GC "Rosseti" (Russia).

Read full text: <https://www.mrsk-1.ru/press-center/news/company/65291/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.17
MOEX Russia	2275.05	-1.50%	7.84%
S&P 500	2839.05	-0.51%	6.19%
FTSE 100	7667.01	-0.97%	-0.27%
DAX	12424.35	-1.99%	-3.82%
DJStoxx 600	385.86	-1.07%	-0.85%
Nikkei	22298.08	-1.33%	-2.05%
Sensex	37869.23	-0.41%	11.19%
CSI300	3405.02	0.22%	-15.53%
Bovespa	76672.56	-2.66%	0.35%

Source: Bloomberg, Company calculations (19:00 MSK)

Currency rates	Value	Change	
		per day	fr 31.12.17
USD/RUB	66,2856	4.23%	15.02%
EURO/RUB	76,825	4.07%	11.69%

Source: Bloomberg, Company calculations (19:00 MSK)

Raw	Value	Change	
		per day	fr 31.12.17
Gold, USD/oz	1211.95	-0.04%	-6.99%
Brent*, USD/bbl	72.82	1.04%	8.90%

\* - October futures

Source: Bloomberg, Company calculations (19:00 MSK)

Shares	Price**, ₽	MCap**, \$ mln	
		₽ bln	\$ mln
IDGC of Centre	0,318	13,43	202,54
IDGC of Centre & Volga Reg	0,2845	32,06	483,70

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.17
STOXX 600 Utilities	-0.92%	-1.16%
MICEX POWER Index	-1.90%	-5.97%
IDGC of Centre**	-1.24%	-10.67%
IDGC of Centre and Volga Region**	-1.90%	-5.70%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.17
Rosseti, ordinary shares	-0.14%	-9.93%
FGC UES	-2.86%	-3.49%
IDGC of Volga	-2.26%	-5.21%
MOESK	-0.84%	-21.25%
IDGC of Northern Caucasus	-1.26%	-18.49%
IDGC of North-West	-1.40%	35.77%
IDGC of Urals	-1.08%	-12.65%
IDGC of Siberia	-2.46%	-13.54%
IDGC of South	-0.56%	19.73%
Lenenergo, ordinary shares	-3.76%	17.19%
TRK, ordinary shares	-3.09%	-15.36%
Kubanenergo	-2.76%	-28.06%

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](mailto:ir@mrsk-1.ru)

**Tickers**  
Moscow Exchange (MOEX)  
Bloomberg  
Reuters

**MRKC**  
**MRKC:RM**  
**MRKC:MM**