

DAILY MARKET REVIEW

9 November, Wednesday

2016



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 08 November some moderately positive external background formed on the Russian market. On Monday the US indices DJIA and S&P500 rose by 2.1-2.2% due to returned confidence of investors in the victory of Hillary Clinton at the US election after the statement the FBI Director that the case of the e-mails against the candidate of the Democratic Party closed. The composite index of the Asia-Pacific region MSCI Asia Pacific added about 0.5%. An additional limiting factor for Asian markets, which had already played on Monday the leadership restoration of Hillary Clinton in the presidential race, was released worse than expected statistics from China on export and import in October. January Brent futures traded at \$46.3 per barrel, or \$0.8 higher than the closing level on 07 November. Oil prices rose on the background of optimism associated with the hope of a positive outcome for the markets of the upcoming US presidential election. Meanwhile, a more significant rise in quotations was impeded by the Chinese statistics, which showed a decline in oil imports in October by almost 13% compared to September, as well as a significant increase in exports of petroleum products.

The Russian market for the second consecutive day has been moving in opposition to the western markets. On Monday the MICEX Index fell 0.5%, while the growth of the European and US indices exceeded on average 1.5%. Today the MICEX Index most of the trading session demonstrated a percent growth, while the majority of European indices and futures for US indices were slightly down in anticipation of the US presidential election results. As noted by Bloomberg, despite the fact that recent polls indicate the superiority of the Democratic candidate, it is still not so great that the markets could feel comfortable, especially given the experience of the Brexit referendum.

At the end of the trading session the MicexPWR Sector Index underperformed mainly due to decrease of Yunipro's shares remaining under pressure of modest interim dividends for nine months that disappointed investors. At the same time, the main contribution to the MicexPWR growth for the second day in a row has been made by shares of electric power companies of Gazprom, which are supported, according to some analysts, including, by speculation about their possible reorganization.

ELECTRIC POWER INDUSTRY NEWS

The FAS to approve tariffs for electric energy and power for "forced generation" for heat

The portal of drafts of normative legal acts published the FAS order draft "On approval of prices for electric energy and power produced with the use of generating facilities that supply power in the forced operation mode in 2017".

Read full text: <http://www.rosteplo.ru/news.php?zag=1478634922>

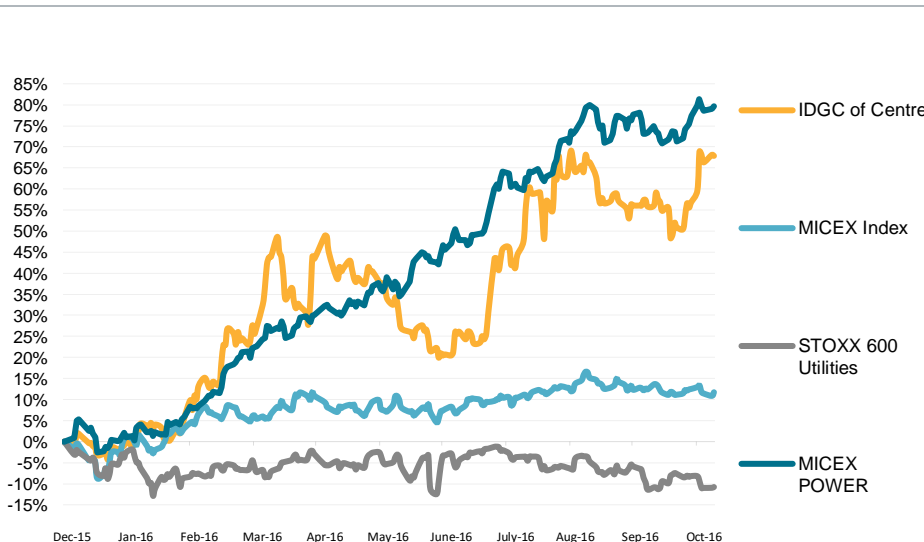
COMPANY NEWS

Tambovergo increases the scope of new customer connections

IDGC of Centre – Tambovergo division summed up the work on grid connections for 9 months of 2016. During the reporting period the branch connected 982 facilities with a total capacity of 37.25 MW to electric grids - 61% higher than the corresponding figures of the previous year (23.14 MW).

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/57448/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	1 967,93	0,78%	11,73%
S&P 500	2 139,56	0,38%	4,68%
FTSE 100	6 843,13	0,53%	9,62%
DAX	10 482,32	0,24%	-2,43%
DJStoxx 600	334,91	0,32%	-8,45%
STOXX Utilities	273,11	0,21%	-10,79%
Nikkei	16 519,29	0,00%	-13,21%
Sensex	27 591,14	0,48%	5,64%
CSI300	3 371,12	0,43%	-9,65%
Bovespa	64 157,68	0,17%	48,00%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,10	-0,18%	-9,33%
USD/RUB	63,91	0,63%	-12,31%
Euro/RUB	70,69	0,14%	-11,30%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 275,68	-0,47%	20,22%
Brent*, USD/bbl	46,04	-0,24%	2,40%

* - January futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3275
Capitalisation**, billion RUB	13,83
Capitalisation**, million USD	216,35

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	0,27%	79,58%
Shares of IDGC of Centre**	-0,15%	67,86%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	-0,26%	115,70%
FGC UES	0,21%	171,13%
IDGC of Volga	0,00%	113,62%
MOESK	0,57%	17,20%
IDGC of Northern Caucasus	0,98%	24,00%
IDGC of Centre and Volga Reg	0,48%	67,99%
IDGC of North-West	0,66%	68,25%
IDGC of Urals	0,00%	55,79%
IDGC of Siberia	1,65%	26,43%
IDGC of South	-1,41%	56,41%
Lenenergo, ordinary shares	-0,89%	118,78%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

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Tickers
Moscow Exchange (MOEX)
Bloomberg
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MRKC
MRKC.RX
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