



IDGC OF CENTRE

# DAILY MARKET REVIEW

05 December, Friday

2014

## REVIEW OF STOCK MARKETS

Before the opening of trading on 04 December some moderately positive external background formed on the Russian market. On Wednesday the major U.S. indices rose by 0.2-0.4%, the DJIA and S&P500, as calculated by Bloomberg, updated their historic highs this year for the 33rd and 48th times, respectively. The U.S. stock market was supported with the statistics: the index of business activity in the services in November increased more than forecast, the Fed's new regional economic review Beige Book said "a large-scale increase in employment in all districts". Following the U.S. market Asian stock indices grew – the composite MSCI Asia Pacific index added 0.4%. The Chinese market again demonstrated a higher rate of rising – the CSI300 index rose by more than 4.5%. In this case, the Chinese market has a sharp increase in trading volumes – on Wednesday on the Shanghai Stock Exchange they jumped to \$86 billion, more than three times the volume of trading on the NYSE on Tuesday. As analysts believe, these volumes reflect inflows of fresh capital from the real economy after the decrease of interest rates by the Central Bank of China. January Brent traded around \$70.3 per barrel – almost a dollar below the level of our closing on 03 December. Media reports that Saudi Arabia and other Gulf countries are ready for oil prices to be stabilized at around \$60 per barrel put pressure on oil prices.

Reduction of the MICEX Index in early trading by 0.8% on sagging oil was replaced with a percent increase after the start of the speech of President of the Russian Federation with a message to the Federal Assembly. In particular, in the economic part of his speech, Mr. Putin proposed a moratorium on the increase in the tax burden in the next four years, as well as a full amnesty of capital returned to Russia. European indexes and U.S. futures traded in a small plus pending the outcome of the meeting of the ECB. The market sentiment deteriorated sharply after a speech of the ECB Head on the results of the December meeting of the Central Bank, in which M. Dragi presenting degraded forecasts for the Eurozone economy in 2014-16, however, said that the incentive policy of the ECB will be reviewed in the first quarter of next year. Following the statements of the ECB Head the main stock indices of the Eurozone went on average into more than a percent minus, and the fall of the MICEX Index was 1.8%. Additional pressure on the Russian market was put by a decrease in quotations of Brent crude to around \$69 per barrel after the publication of media reports that Saudi Arabia had reduced the price of oil to the United States and Asian countries for delivery in January. Against this background published at the expected level statistics from the U.S. on unemployment benefits had no significant impact on the market dynamics.

During the trading session the MicexPWR Sector Index was generally in line with the market dynamics. According to the results of the day the substantive contribution to the MicexPWR reduction was made by shares of Inter RAO, adjusting after a sharp rise on Wednesday, shares of E.ON Russia and RusHydro. On Western exchanges the European DJStoxx Index fell 1.29%, and the U.S. S&P Index was 0.12% down.

## ELECTRIC POWER INDUSTRY NEWS

### Rosstat calculated growth of rates since the beginning of 2014

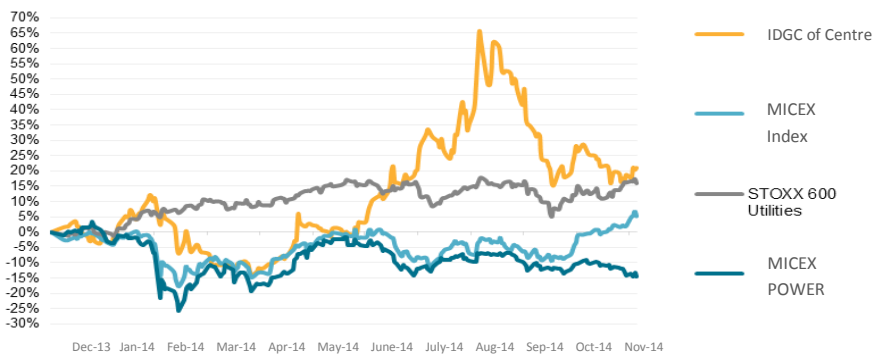
To read full text: [http://ejnews.ru/news\\_zhkh/2014/12/05/27814](http://ejnews.ru/news_zhkh/2014/12/05/27814)

## COMPANY NEWS

### Kurskenergo completed the implementation of the main measures of the investment program in 2014

To read full text: [http://www.mrsk-1.ru/ru/press/news/branches/?id\\_4=89857](http://www.mrsk-1.ru/ru/press/news/branches/?id_4=89857)

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 582,08	-1,54%	5,19%
S&P 500	2 071,92	-0,12%	12,10%
FTSE 100	6 679,37	-0,55%	-1,03%
DAX	9 851,35	-1,21%	3,13%
DJStoxx 600	344,84	-1,29%	5,05%
STOXX Utilities	322,76	-1,20%	15,96%
Nikkei	17 887,21	0,94%	9,80%
Sensex	28 562,82	0,42%	34,92%
CSI300	3 104,35	4,61%	33,23%
Bovespa	51 426,87	-1,71%	-0,16%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,24	0,58%	-10,25%
USD/RUB	54,38	7,12%	66,16%
Euro/RUB	67,27	6,36%	49,58%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 205,27	-0,34%	0,30%
Brent*, USD/bbl	69,64	-0,40%	-34,23%

\* - January futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2615
Capitalisation**, billion RUB	11,04
Capitalisation**, million USD	203,01

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.13
MICEX-Power Index	-1,43%	-14,58%
Shares of IDGC of Centre**	0,58%	21,01%

Source: MOEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	-1,07%	-33,54%
FGC UES	-1,07%	-40,43%
IDGC of Volga	1,55%	0,97%
MOESK	2,94%	-24,42%
IDGC of Northern Caucasus	-7,52%	-4,47%
IDGC of Centre and Volga Reg	0,60%	48,07%
IDGC of North-West	-1,60%	-13,41%
IDGC of Urals	0,83%	-4,81%
IDGC of Siberia	0,00%	27,66%
IDGC of South	0,56%	10,94%
Lenenergo	-1,86%	-9,05%

Source: MOEX, Company calculations

\*\* - at the price of last transaction at MOEX

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## Tickers

Moscow Exchange

Bloomberg

Reuters

MRKC

MRKC.RX

MRKC.MM