

# DAILY MARKET REVIEW

25 April, Tuesday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Monday 24 April some favourable external background formed on the Russian market. On Friday the US indices DJIA and S&P500 closed with a decline of 0.2-0.3% – the positive background of Donald Trump's statements that the plan to reduce taxes would be submitted before the end of April was offset by investors' concerns about the outcome of the first round of presidential elections in France. Markets feared that in the second round there would be the ultra-right and ultra-left candidates who favour the withdrawal of France from the European Union. On Monday the composite index of the Asia-Pacific region MSCI ASIA Pacific and the S&P500 futures added about 0.5% and a percent, respectively – the worst scenario of the presidential elections in France did not materialize, the centrist E. Macron entered the second round, from whom political analysts expect a convincing victory in the second round. June Brent futures traded near the mark of \$52.3 per barrel, \$0.2 higher than the closing level on Friday, 21 April. After falling by 7% last week, oil prices stabilized, including on the recommendation of the OPEC Technical Committee to extend the deal on reducing production by OPEC+ for another six months. At the same time, Baker Hughes's data on the continuing fourteenth consecutive week of drilling activity in the USA became a deterrent for oil quotes.

The MICEX Index in the first half of the trading session showed a percentage increase within the global optimism after summarizing the first round of the presidential elections in France. Against the background of investors' confidence in the inevitable victory of E. Macron in the second round, the European Stoxx Europe 600 Index added more than 2%, futures for US indices grew by a percent. In the second half of the day, the growth of the MICEX Index exceeded 1.5% – additional support for the Russian market was provided by Vedomosti, citing sources in the government that the signed draft dividend directives for all state-owned companies, with the exception of Rosneft, set a threshold of 50% of profits according to IFRS. On this piece of news, Gazprom's paper became the driver of the MICEX Index rise, shares of FGC UES and Rosseti led the growth of the electricity sector.

As a result of the trading session the MicexPWR Sector Index looked significantly better than the broad market. The main contribution to the outpacing MicexPWR growth in comparison with the MICEX Index was made by shares of FGC UES and Rosseti, which added 9.3% and 8.6%, respectively, on Vedomosti's information about the government's decision on dividends of state-owned companies.

## ELECTRIC POWER INDUSTRY NEWS

### RF Ministry of Energy proposes to create a single centre for prospective planning

At the meeting of the Russian Union of Industrialists and Entrepreneurs (RSPP) on the electric power industry, the issue of excessive grid construction was raised. The problem is the availability in the regulatory framework of mechanisms of preferential terms when paying for grid connection for small points.

Read full text: <http://www.energyland.info/analytic-show-157986>

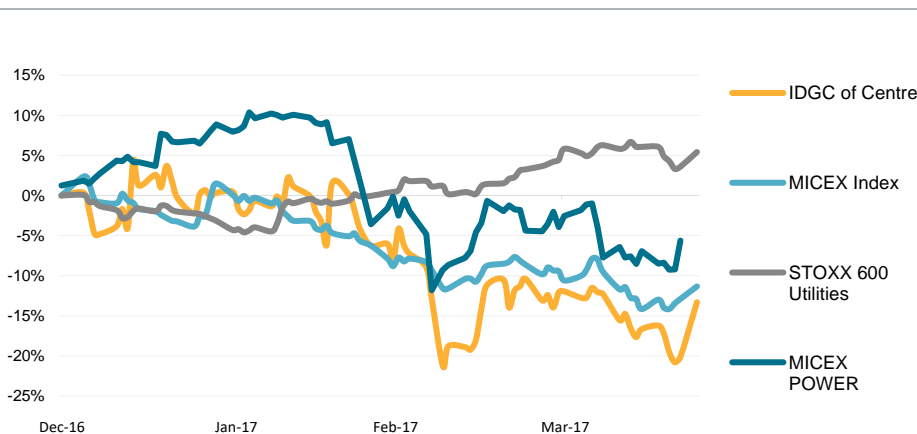
## COMPANY NEWS

### IDGC of Centre and IDGC of Centre and Volga Region summed up their activities in 2016 and discussed plans for 2017

In Moscow, an off-site joint production meeting of managers of IDGC of Centre and IDGC of Centre and Volga Region was held. During the meeting, the results of the activities in 2016 were summed up and the priority tasks for 2017 were determined. The meeting was chaired by Oleg Isaev, who heads both electric distribution companies. The meeting was attended by managers of the main functional areas and directors of 20 regional branches.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/59760/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	1 979,57	1,79%	-11,34%
S&P 500	2 370,14	0,91%	5,87%
FTSE 100	7 264,68	2,11%	1,71%
DAX	12 454,98	3,37%	8,48%
DJStoxx 600	386,09	2,11%	6,83%
STOXX Utilities	291,78	1,77%	5,42%
Nikkei	18 875,88	1,37%	-1,25%
Sensex	29 655,84	0,99%	11,38%
CSI300	3 431,38	-1,02%	3,66%
Bovespa	64 551,93	1,24%	7,18%

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

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,07	0,00%	2,01%
USD/RUB	56,23	-0,33%	-6,71%
Euro/RUB	60,32	-0,49%	-4,29%

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

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 284,44	0,00%	11,47%
Brent*, USD/bbl	51,96	0,00%	-8,55%

\* - June futures

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

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3875
Capitalisation**, billion RUB	16,36
Capitalisation**, million USD	290,93

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	3,96%	-5,63%
Shares of IDGC of Centre**	8,54%	-13,31%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	8,59%	-18,35%
FGC UES	9,28%	-6,42%
IDGC of Volga	1,97%	10,71%
MOESK	3,37%	9,24%
IDGC of Northern Caucasus	3,00%	-22,22%
IDGC of Centre and Volga Reg	3,54%	4,86%
IDGC of North-West	5,35%	-21,27%
IDGC of Urals	2,08%	-10,33%
IDGC of Siberia	2,59%	-24,25%
IDGC of South	5,73%	-29,58%
Lenenergo, ordinary shares	2,13%	-4,00%
TRK, ordinary shares	-0,24%	-13,03%
Kubanenergo	2,50%	-5,75%

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