



IDGC OF CENTRE

DAILY MARKET REVIEW

17 February, Wednesday

2016

REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 16 February some moderately positive external background formed on the Russian market. On Monday the US markets were closed in observance of Presidents' Day. On Tuesday the composite Asia-Pacific region index MSCI Asia Pacific added about a percent on growing oil and the European markets rally on 15 February. On Monday the Stoxx Europe 600 index rose by 3%, demonstrating the maximum rise for the last two sessions since 2011. The European markets were supported by a statement of the ECB Head on the possibility of decisive action in the event of a threat to price stability in the Eurozone, and the media information that the ECB is discussing with the Italian Government redemption of "bad" debts of Italian banks. On Tuesday among the leaders of growth was the Chinese market – the CSI300 index added 3% to Bloomberg's data about the record total amount of funding (bank loans, off-balance sheet loans, placement of shares and bonds) in January, which is 1.5 times higher than the forecasts and amounted to \$525 billion. April Brent futures traded at \$34.9 per barrel, or \$1.2 higher than the closing level on 15 February. The main driver for the growth of oil prices was media reports of a possible meeting on Tuesday in Qatar of Minister of Energy of the Russian Federation and Minister of Petroleum of Saudi Arabia, triggering another surge of speculation about the possibility of concerted action by the major oil producers to stabilize the situation on the world oil market.

At the beginning of the trading session the MICEX Index growth exceeded a percent, which followed the rise in oil prices to around \$35.5 per barrel in anticipation of news from Qatar. Information on the results of the meeting of Ministers of Russia, Saudi Arabia, Qatar and Venezuela did not particularly impress the markets, and the MICEX Index rate of growth was reduced by half after the decline in the cost of Brent below \$34 per barrel. As Head of the Ministry of Energy of the Russian Federation said, "according to the results of the meeting of four countries – Russia, Saudi Arabia, Qatar and Venezuela – are ready to keep the average 2016 oil production at the level of January 2016 and not to exceed it. The decision will be taken if other manufacturers join this initiative." Investors were disappointed with both the lack of mentioning possible reduction of production and the pending nature of this initiative. However, analysts noted that the first step in dealing with an excess of oil on the market has been made, and if the oil producers are able to agree even only to freeze the production, it will create the conditions for a recovery in oil prices in the second half of the year. At the end of the day, despite the decline of oil prices below \$33 per barrel, the MICEX Index was able to keep growing on the start of trading in the US with a percent increase in the major indices.

During the trading session the MicexPWR Sector Index underperformed. The main contribution to the lagging MicexPWR dynamics behind the MICEX Index was made by stocks of IDGC of Centre and Enel Russia.

ELECTRIC POWER INDUSTRY NEWS

STARTUP TOUR 2016 passes in Chelyabinsk with the support of PJSC "Rosseti"

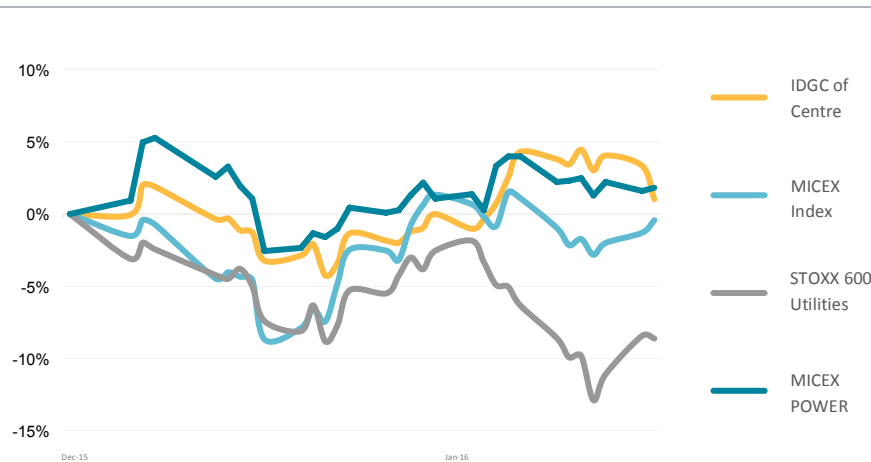
Read full text: <http://www.mrsk-1.ru/press-center/news/holding/51281/>

COMPANY NEWS

The economic effect of the implementation in 2015 of the program of energy saving and energy efficiency of Smolenskenergo amounted to more than 37 million rubles

Read full text: <http://www.mrsk-1.ru/press-center/news/branches/51287/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.15
MICEX	1 753,86	0,88%	-0,43%
S&P 500	1 881,92	0,92%	-7,93%
FTSE 100	5 846,55	0,38%	-6,34%
DAX	9 107,30	-1,08%	-15,23%
DJStoxx 600	319,68	-0,65%	-12,61%
STOXX Utilities	277,69	-0,94%	-8,62%
Nikkei	16 054,43	0,20%	-15,65%
Sensex	23 191,97	-1,54%	-11,20%
CSI300	3 037,04	3,07%	-18,60%
Bovespa	40 674,66	1,45%	-6,17%

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

Currency rates	Value	Change for the day	Change fr 31.12.15
Euro/USD	1,12	0,00%	2,71%
USD/RUB	77,78	-2,16%	6,72%
Euro/RUB	87,19	-2,95%	9,40%

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

Raw	Value	Change for the day	Change fr 31.12.15
Gold, USD/oz	1 209,30	0,00%	13,93%
Brent*, USD/bbl	33,39	0,00%	-10,43%

* - April futures

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

Shares of IDGC of Centre	Value
Last transaction, RUB	0,1971
Capitalisation**, billion RUB	8,32
Capitalisation**, million USD	106,98

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change fr 31.12.15
MICEX-Power Index	0,25%	1,83%
Shares of IDGC of Centre**	-2,23%	1,03%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	Change** fr 31.12.15
JSC Russian Grids	0,53%	2,84%
FGC UES	1,91%	6,03%
IDGC of Volga	-2,88%	3,86%
MOESK	-0,26%	0,80%
IDGC of Northern Caucasus	0,00%	-2,40%
IDGC of Centre and Volga Reg	-0,66%	-3,82%
IDGC of North-West	-2,46%	1,09%
IDGC of Urals	0,52%	1,05%
IDGC of Siberia	4,26%	0,41%
IDGC of South	1,90%	2,88%
Lenenergo	-1,35%	-3,93%

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