



IDGC OF CENTRE

# DAILY MARKET REVIEW

02 October, Thursday

2014

## REVIEW OF STOCK MARKETS

Before the opening of trading on 01 October some moderately negative external background formed on the Russian market. On Tuesday the U.S. indices DJIA and S&P500 lost 0.2-0.3%. As noted by Bloomberg, a decline in stock prices of oil producers following the collapse of oil prices had the pressure on the indices. Major stock indices in the Asia-Pacific region as a whole showed some restrained negative trend, and the composite MSCI Asia Pacific index decreased by 0.4%, futures on the S&P500 lost 0.2%. Statistics from China was negative for the markets – the industrial PMI in September remained at the level of August, having lost 0.6 point compared with July, which, according to economists, indicates the relative deterioration of conditions in the manufacturing industry of China.

November Brent traded near \$95 a barrel – \$1.5 below our closing of September 30th. Oil prices fell to the lowest level since June 2012 on fears of excess supply of crude oil in the context of ongoing problems in the economies of the Eurozone and China. According to the Department of Energy of the United States, oil production in the country increased to a maximum of 1986, and Libya is increasing its exports. At the same time, the International Energy Agency once again downgraded its forecast for global oil demand in 2014-2015. As another factor in reducing oil quotes the analysts point to the rise in the dollar, the index of which to 10 major currencies rose to the highest level since June 2010 in anticipation of the base rate raising by the U.S. Central Bank.

Most of the trading session the Russian market had a slight increase within half a percent on the MICEX Index. Positive investors' sentiment, including, were due to statements the Central Bank of Russia that it did not intend to impose restrictions on the movement of capital, and the Ministry of Finance – on the inadmissibility of such restrictions. At the same time, the rise of our market was limited to the negative dynamics of European markets, where investors again were upset with poor statistics: in September the Eurozone industrial PMI fell to 50.3 points – the lowest level since 2013, in Germany the indicator for the first time since June of last year fell below the threshold level of 50 points. And a sharp deterioration in forecasts of the Government of Italy for the third largest economy in the Eurozone for 2014-2015 did not add optimism to European markets – in particular, this year after a revision the GDP is expected to decline by 0.3%, while in April its growth was projected at 0.8%. However, in the last hours of trading the Russian indices went into negative territory, and the MICEX Index closed below the psychological mark of 1,400 points. Increased negative sentiment in the western exchanges had pressure on our market after the publication of weak statistics on manufacturing activity in the United States in September – the loss of the major indices was about a percent.

By the end of trading session the dynamics of the MicexPWR Sector Index looked a little worse than the market. The main contribution to the resulting MicexPWR decline was made by shares of RusHydro, FGC UES and IDGC of Centre. On Western exchanges the European DJStoxx Index lost 0.83%, and the U.S. S&P Index fell by 1.32%.

## ELECTRIC POWER INDUSTRY NEWS

### Head of "Russian Grids" participated in the Investment Forum "Russia Calling!"

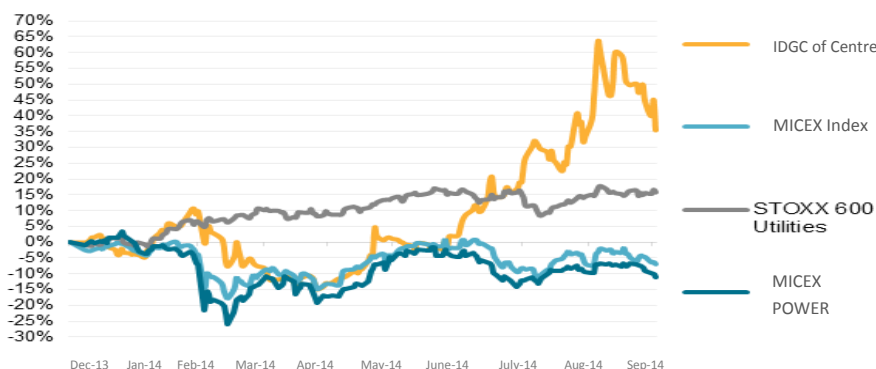
To read full text: [http://www.rosseti.ru/press/news/?ELEMENT\\_ID=19688](http://www.rosseti.ru/press/news/?ELEMENT_ID=19688)

## COMPANY NEWS

### A new substation "Carash" was commissioned in the Yaroslavl region

To read full text: [http://www.mrsk-1.ru/ru/press/news/company/?id\\_4=89701](http://www.mrsk-1.ru/ru/press/news/company/?id_4=89701)

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 399,99	-0,79%	-6,92%
S&P 500	1 946,16	-1,32%	5,29%
FTSE 100	6 557,52	-0,98%	-2,84%
DAX	9 382,03	-0,97%	-1,78%
DJStoxx 600	340,22	-0,83%	3,64%
STOXX Utilities	322,33	-0,72%	15,81%
Nikkei	16 082,25	-0,56%	-1,28%
Sensex	26 567,99	-0,23%	25,49%
CSI300	2 450,99	0,00%	5,19%
Bovespa	52 858,43	-2,32%	2,62%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,26	-0,16%	-8,56%
USD/RUB	39,38	-0,01%	20,33%
Euro/RUB	49,98	0,06%	11,14%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 213,82	0,47%	1,01%
Brent*, USD/bbl	94,16	-0,54%	-11,84%

\* - November futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2960
Capitalisation**, billion RUB	12,50
Capitalisation**, million USD	317,30

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.13
MICEX-Power Index	-1,04%	-10,96%
Shares of IDGC of Centre**	-6,68%	35,41%

Source: MOEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	-0,76%	-32,95%
FGC UES	-1,77%	-38,50%
IDGC of Volga	-2,45%	4,92%
MOESK	-2,56%	-31,62%
IDGC of Northern Caucasus	0,07%	-4,15%
IDGC of Centre and Volga Reg	-5,21%	32,06%
IDGC of North-West	-2,19%	-2,50%
IDGC of Urals	-2,09%	-10,93%
IDGC of Siberia	0,00%	26,26%
IDGC of South	0,89%	15,91%
Lenenergo	-1,56%	3,23%

Source: MOEX, Company calculations

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

## IDGC of Centre, JSC

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

Bloomberg

Reuters

MRKC

MRKC.RX

MRKC.MM