

DAILY MARKET REVIEW

23 May, Monday



2016

REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 20 May some mixed external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 closed lower by 0.4-0.5%, while the S&P went to "minus" from the beginning of the current year. The markets continued to play back the increase in the probability of an early rise in interest rates in the country, further supported by the release of strong data on the US labor market – the rate of decline in the number of applications for unemployment benefits last week was the highest since February. On Friday the composite index of the Asia-Pacific region MSCI Asia Pacific added about 0.4%, futures for US indices rose by 0.3%. July Brent futures traded near the mark of \$49.0 per barrel, or \$1.1 higher than the closing level on 19 May. The oil quotes were supported by news about the continued reduction in US production - according to the Energy Information Administration (EIA) of the US Department of Energy, the oil production in the country decreased by 8.79 million barrels per day last week.

The Russian market, having started trading with a gap up on the background of positive sentiment in the global markets, soon lost all the growth, having resumed its decline following the reversal of oil prices. The growth of European markets and the positive dynamics of US indices at the start were not able to provide significant support for our market, against the background of oil prices continuing to adjust. Following the trading, the MICEX Index closed in conditional minus spending larger part of the trading sideways near zero.

During the trading session the MicexPWR Sector Index outperformed. The main contribution to the final MicexPWR outperformance versus the MICEX Index was made by shares of FGC UES and Inter RAO.

ELECTRIC POWER INDUSTRY NEWS

"Rosseti" discussed opportunities for small and medium-sized businesses

On the eve of the Day of the Russian Business "Tomsk Distribution Company" (a subsidiary of PJSC "Rosseti") held a "round table" for small and medium-sized businesses on problems of trade and procurement procedures of the company.

Read full text: http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=26724

Mechanisms for implementation of the legislation in the field of payment discipline discussed in St. Petersburg

Deputy General Director of IDGC of North-West (a subsidiary of PJSC "Rosseti") for development and sale of services Vadim Fedorov within the participation in the congress program of the Russian International Energy Forum in St. Petersburg, evaluated the prospects of legislative innovations in the field of improvement of payment discipline of consumers.

Read full text: http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=26719

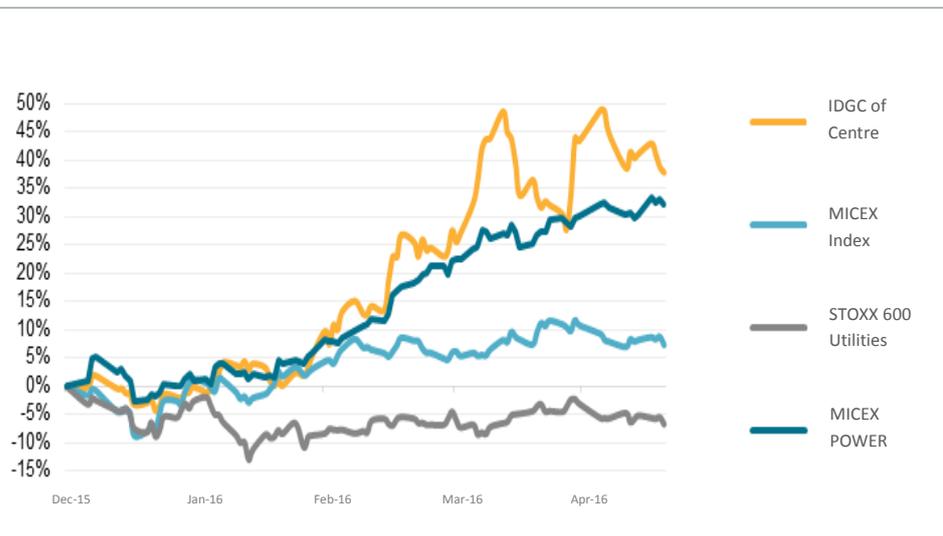
COMPANY NEWS

This year IDGC of Centre to construct electrical networks for lighting the highway M-11

About 26 kilometres of overhead lines of 10 kV and 11 kilometres of cable lines of 10 kV will be constructed by specialists of IDGC of Centre - Tverenergo division for 2016 to meet the needs of the being built in the region section of the new highway M-11 "Moscow - St. Petersburg".

Read full text: <http://www.mrsk-1.ru/press-center/news/company/53243/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	1 891,33	-0,01%	7,38%
S&P 500	2 052,32	0,60%	0,41%
FTSE 100	6 156,32	1,70%	-1,38%
DAX	9 916,02	1,23%	-7,70%
DJStoxx 600	338,01	1,23%	-7,60%
STOXX Utilities	288,98	1,12%	-5,60%
Nikkei	16 736,35	0,54%	-12,07%
Sensex	25 301,90	-0,39%	-3,12%
CSI300	3 078,22	0,51%	-17,50%
Bovespa	49 722,75	-0,82%	14,70%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,12	0,14%	-7,67%
USD/RUB	66,21	1,76%	-9,15%
Euro/RUB	74,28	1,32%	-6,80%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 251,98	-0,22%	17,99%
Brent*, USD/bbl	48,72	-0,18%	18,63%

* - July futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre		Value
Last transaction, RUB		0,2710
Capitalisation**, billion RUB		11,44
Capitalisation**, million USD		172,80

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	0,93%	33,34%
Shares of IDGC of Centre**	0,74%	38,90%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	1,00%	28,41%
FGC UES	3,60%	88,55%
IDGC of Volga	-0,51%	49,61%
MOESK	-0,29%	36,80%
IDGC of Northern Caucasus	0,67%	19,60%
IDGC of Centre and Volga Reg	0,12%	27,87%
IDGC of North-West	0,44%	67,52%
IDGC of Urals	0,40%	32,63%
IDGC of Siberia	-3,17%	12,70%
IDGC of South	-1,28%	23,72%
Lenenergo	-0,86%	25,55%

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