

# DAILY MARKET REVIEW

5 April, Wednesday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 04 April some moderately negative external background formed on the Russian market. On Monday the US indices DJIA and S&P500 closed with a decrease of 0.1-0.2%. The market was pressured by the statistics – in March the index of manufacturing activity decreased for the first time in six months, car sales fell to a minimum in two years. At the same time, the activity of sellers was limited to the expectations of the beginning of the reporting season, which, experts believe, will support the growth of shares in the US: analysts polled by Bloomberg forecast earnings per share growth of 9.7% for companies on the S&P 500 list with a revenue increase of 6.7%. On Tuesday, after the fall of American automakers, quotes of representatives of the Asian car industry declined, pulling the main country stock indices of the Asia-Pacific region. June Brent futures traded near the mark of \$52.9 per barrel, \$0.2 lower than the closing level on 03 April. The decline in oil prices was facilitated both by the restoration of production of raw materials in Libya after a week of downtime, and the information of the Iranian agency that the export of oil and gas condensate from the country at the end of March amounted to a record of 3.05 million barrels per day.

The MICEX Index for most of the trading session demonstrated more than a half-percentage increase due to the rise in quotations of Brent crude oil above \$53.5 per barrel and the weakening of the ruble. During the day, the rise of the Russian market was restrained by negative sentiments of western investors who ignored good statistics published during the day – the growth of retail sales in the Eurozone in February was the highest since October last year, in the US in February orders for durable goods and orders of industrial enterprises increased at the level of expectations. At the end of the day, the growth of the MICEX Index accelerated to 0.9% after a moderately positive start of trading in the US.

During the trading session the changes of the MicexPWR Sector Index corresponded to the MICEX Index. The main contribution to the final MicexPWR growth was made by shares of FGC UES and Rosseti.

## ELECTRIC POWER INDUSTRY NEWS

### Rosseti proposes to change the structure of payment for electric grid services, dividing it into federal and regional part, says the newspaper

"Rosseti" offered the government to change the structure of the tariff for electricity transmission services. Representatives of Rosseti told about this at the parliamentary hearings in the State Duma, Vedomosti reports. The grid tariff should be divided into two parts - the federal rate and the regional surplus, considers the monopoly.

Read full text: <http://www.bigpowernews.ru/markets/document76184.phtml>

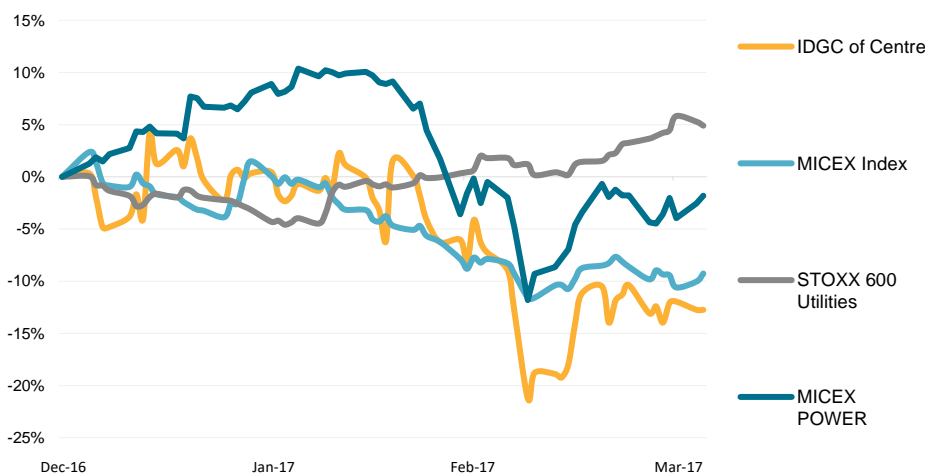
## COMPANY NEWS

### Implementation of investment programs in the field of utility services

In 2016, in the Kostroma region, 14 investment programs in the electricity and utilities sector were implemented. The results of the programs at the weekly meeting were reported by Director of the regional department of state regulation of prices and tariffs Irina Soldatova.

Read full text: <http://www.adm44.ru/news/2017/04/288ee259-0325-4872-ad36-71a21e0fc39e.aspx>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



| World indexes   | Value     | Change  |             |
|-----------------|-----------|---------|-------------|
|                 |           | per day | fr 31.12.16 |
| MICEX           | 2 025,69  | 0,85%   | -9,27%      |
| S&P 500         | 2 360,16  | 0,06%   | 5,42%       |
| FTSE 100        | 7 321,82  | 0,54%   | 2,51%       |
| DAX             | 12 282,34 | 0,21%   | 6,98%       |
| DJStoxx 600     | 380,03    | 0,20%   | 5,15%       |
| STOXX Utilities | 290,33    | -0,36%  | 4,90%       |
| Nikkei          | 18 810,25 | -0,91%  | -1,59%      |
| Sensex          | 29 910,22 | 0,00%   | 12,33%      |
| CSI300          | 3 456,05  | 0,00%   | 4,41%       |
| Bovespa         | 65 768,91 | 0,85%   | 9,20%       |

Source: Bloomberg, Company calculations

| Currency rates | Value | Change  |             |
|----------------|-------|---------|-------------|
|                |       | per day | fr 31.12.16 |
| Euro/USD       | 1,07  | 0,00%   | 1,37%       |
| USD/RUB        | 56,14 | 0,32%   | -7,45%      |
| Euro/RUB       | 59,90 | 0,14%   | -6,14%      |

Source: Bloomberg, Company calculations

| Raw             | Value    | Change  |             |
|-----------------|----------|---------|-------------|
|                 |          | per day | fr 31.12.16 |
| Gold, USD/oz    | 1 256,28 | 0,22%   | 9,48%       |
| Brent*, USD/bbl | 54,17    | 1,98%   | -7,31%      |

\* - June futures

Source: Bloomberg, Company calculations

| Shares of IDGC of Centre      | Value  |
|-------------------------------|--------|
| Last transaction, RUB         | 0,3900 |
| Capitalisation**, billion RUB | 16,46  |
| Capitalisation**, million USD | 293,29 |

Source: Central Bank of Russia, Company calculations

| Russian indexes            | Change  |             |
|----------------------------|---------|-------------|
|                            | per day | fr 31.12.16 |
| MICEX-Power Index          | 0,74%   | -1,83%      |
| Shares of IDGC of Centre** | 0,00%   | -12,75%     |

Source: Bloomberg, Company calculations

| Grid companies               | Change** |             |
|------------------------------|----------|-------------|
|                              | per day  | fr 31.12.16 |
| Rosseti, ordinary shares     | 3,14%    | -13,63%     |
| FGC UES                      | 2,69%    | -7,09%      |
| IDGC of Volga                | 1,44%    | 6,79%       |
| MOESK                        | 0,10%    | 10,91%      |
| IDGC of Northern Caucasus    | 0,27%    | -16,10%     |
| IDGC of Centre and Volga Reg | 0,00%    | 8,58%       |
| IDGC of North-West           | 1,30%    | -14,91%     |
| IDGC of Urals                | -1,29%   | -7,29%      |
| IDGC of Siberia              | -0,15%   | -20,19%     |
| IDGC of South                | -1,52%   | -25,57%     |
| Lenenergo, ordinary shares   | 1,80%    | -7,72%      |
| TRK, ordinary shares         | 0,00%    | -10,08%     |
| Kubanenergo                  | 1,22%    | 4,83%       |

Source: MOEX, Company calculations

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

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### Tickers

Moscow Exchange (MOEX)

Bloomberg

Reuters

MRKC  
MRKC RX  
MRKC.MM