

DAILY MARKET REVIEW

10 January, Wednesday

2018



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 9 January some moderately positive external background formed on the Russian market. On Monday the US indices DJIA and S&P500 closed in different directions with changes in the range of 0.2%, while the S&P500, having updated the historic maximum, grew for the fifth session in a row. As noted by The Wall Street Journal, the S&P500 updated records during the first five sessions of the beginning of the year, which was marked for the first time since 1964. Analysts retain a positive view on the US stock market, including thanks to the tax reform adopted late last year, as well as higher commodity prices and stable macroeconomic data. On Tuesday the rise of the composite index of the Asia-Pacific region MSCI Asia Pacific was about a third of a percent, the Japanese Nikkei225 updated the record since 1991. March Brent futures traded near \$68.1 per barrel, \$0.6 higher than the closing level on Friday, 5 January. Oil prices were supported by information of the oilfield services company Baker Hughes on the reduction in the number of operating oil production facilities in the US last week.

Buyers continue to dominate the Russian market. On the daily highs, the rise of the MOEX Russia Index exceeded 1.5% due to positive moods on global stock exchanges and the growth of oil prices. The European Stoxx Europe 600 Index added about half a percent, including on favourable statistics – unemployment in the Eurozone in November updated the minimum since January 2009, industrial production in Germany in November rose more than forecast. At the end of the day, the growth rate of the MOEX Russia Index fell to less than a percentage point, following the reduction of Brent quotations to around \$67.8 per barrel.

During the trading session the MicexPWR Sector Index underperformed. The main contribution to the final MicexPWR underperformance in comparison with the MOEX Russia Index was made by shares of Inter RAO.

ELECTRIC POWER INDUSTRY NEWS

The generation of electricity in the Russian Federation in 2017 increased by 0.2% to 1.073 trillion kWh, - says CDU TEK

Electricity production in Russia in 2017 increased by 0.2% compared to the level 2016 and amounted to 1.073 trillion kWh. Tass reported with reference to the materials of Central Dispatching Department of Fuel Energy Complex (CDU TEK).

Read full text: <http://www.bigpowernews.ru/markets/document81235.phtml?1&q=>

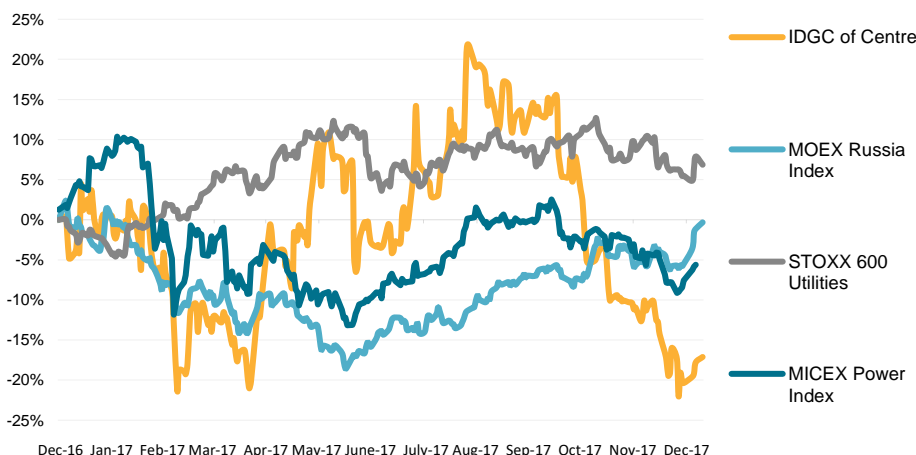
COMPANY NEWS

Specialists of IDGC of Centre's branches were trained in the operation of remote control systems in Kostroma

In Kostroma training of personnel of services for operation of supervisory control and information systems of IDGC of Centre's branches was completed. 11 specialists from the Kostroma and Tambov branches of the company were trained under the program "Basis for configuring and adjusting the equipment "Kompas 2.0" and ARIS equipment in the laboratory of automated control systems for technological processes in the power grid complex operating on the basis of the Automation and Microprocessor Technology Department of Kostroma State University. The laboratory was created with the direct participation of Kostromaenergo and is equipped with relay protection and automation devices of the latest modifications, with means of dispatching and technological control, AMI. In 2017 in the laboratory another workbench was equipped with operating equipment - the software and hardware package ARIS.

Read full text: <http://www.elektroportal.ru/news/news-87858.html>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.17
MOEX Russia	2 225,39	0,81%	5,48%
S&P 500	2 751,29	0,30%	2,91%
FTSE 100	7 731,02	0,09%	0,56%
DAX	13 385,59	0,50%	3,62%
DJStoxx 600	400,11	0,69%	2,81%
Nikkei	23 849,99	0,57%	4,77%
Sensex	34 443,19	0,85%	1,13%
CSI300	4 189,30	1,22%	3,93%
Bovespa	78 863,54	-0,26%	3,22%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.17
USD/RUB	57,60	0,00%	-0,05%
EURO/RUB	68,87	0,00%	0,12%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.17
Gold, USD/oz	1 312,85	-0,51%	0,77%
Brent*, USD/bbl	68,82	1,77%	2,92%

* - March futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	MCap**, ₺ bln	MCap**, \$ mln
IDGC of Centre	0,3705	15,64	271,56
IDGC of Centre & Volga Reg	0,3089	34,81	604,38

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.17
STOXX 600 Utilities	-0,96%	6,86%
MICEX POWER Index	0,24%	3,09%
IDGC of Centre**	0,82%	4,07%
IDGC of Centre and Volga Region**	-1,66%	1,89%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.17
Rosseti, ordinary shares	0,32%	1,71%
FGC UES	0,55%	1,70%
IDGC of Volga	0,23%	6,77%
MOESK	-1,56%	-1,89%
IDGC of Northern Caucasus	1,06%	-0,26%
IDGC of North-West	0,00%	0,96%
IDGC of Urals	-0,44%	7,88%
IDGC of Siberia	0,42%	4,37%
IDGC of South	1,76%	6,35%
Lenenergo, ordinary shares	3,69%	5,31%
TRK, ordinary shares	-2,35%	0,81%
Kubanenergo	-0,51%	-1,02%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

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Tickers
Moscow Exchange (MOEX)
Bloomberg
Reuters

MRKC
MRKC:RM
MRKC.MM