



IDGC OF CENTRE

DAILY MARKET REVIEW

07 April, Thursday

2016

REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 06 April some neutral external background formed on the Russian market. The day before the US indices DJIA and S&P500 lost 0.8-1.0% on growing concerns about the global economic outlook. In particular, the head of the IMF said about the strengthening of many risks to the global economy, including, she named increased vulnerability of emerging markets, slowing growth in world trade and increased market volatility. On Wednesday the main country stock indices of the Asia-Pacific region were trading without any single dynamics with a few changes – the negative background of the fall of the US market was offset by the rise in oil prices. June Brent futures traded near the mark of \$38.5 per barrel, or \$0.7 higher than our closing of 05 April. The oil prices were supported with statistics from the American Petroleum Institute, which reported the fall in US oil inventories last week by 4.3 million barrels. An additional positive factor for the oil prices was a statement by a representative of Kuwait that the oil-producing countries at the meeting in Qatar on 17 April could reach an agreement to freeze production without the participation of Iran.

For most of the trading session the MICEX Index and major European stock indices had the flat dynamics near zero. Attempts of the Russian market to grow after oil prices did not receive development due to remaining pessimistic investors' sentiment in Europe. After a 2% fall in the afternoon the day before the European Stoxx Europe 600 Index on Wednesday did not show signs of recovery, despite a small rise in US indices futures. Investors doubt the prospects for further recovery of the Eurozone's economy and actively withdraw funds from investment funds focused on the European market, as noted in Bloomberg. At the end of the day the market sentiment improved amid rising oil prices above \$39 a barrel after the publication of statistics of the US Department of Energy, which recorded a decline of oil inventories by almost 5 million barrels and the continued decline in oil production in the country.

During the trading session the MicexPWR Sector Index looked significantly better than the market. The main contribution to the sector indicator outperformance in comparison with the MICEX Index is still made by shares of FGC UES and Rosseti. According to Kommersant, Russian President at a meeting with heads of Rosseti and FGC UES did not support the transition of power grid companies to a single share and creation of a single operating company – the reorganization of the sector, Kommersant recalls, was a key theme of the meeting. Nevertheless, the lack of current decisions on the reform of the electric grid sector did not become a reason for investors' disappointment, who turned their attention to the expected growth of dividend yield of grid companies if the Government decides to change the dividend policy of state-owned companies.

ELECTRIC POWER INDUSTRY NEWS

Rosseti can strengthen control over FGC, but it has its separate treasury so far

"Rosseti" on the basis of the decisions at the meeting with Russian President Vladimir Putin, which took place on Tuesday evening, can increase its influence on the subsidiary FGC UES, but it has its separate treasury so far, two sources familiar with the outcome of the meeting reported to RIA Novosti.

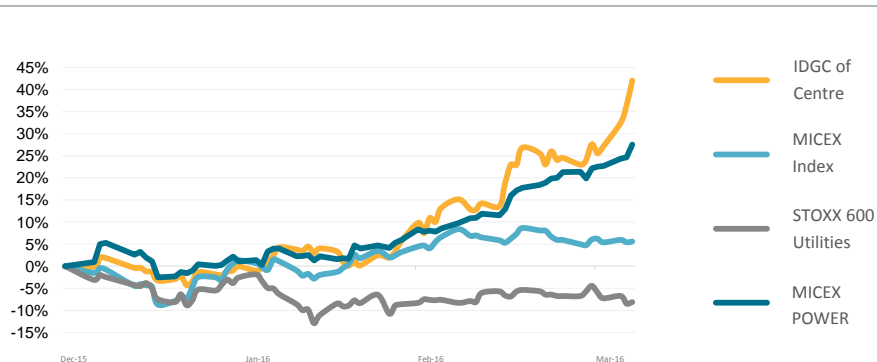
Read full text: <http://www.bigpowernews.ru/news/document69840.phtml>

COMPANY NEWS

IDGC of Centre increases the volume of grid connection and promotes socio-economic development of the Central Federal District

Read full text: <http://www.mrsk-1.ru/press-center/news/company/52594/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	Change fr 31.12.15
MICEX	1 860,17	0,17%	5,61%
S&P 500	2 066,66	1,05%	1,11%
FTSE 100	6 161,63	1,16%	-1,29%
DAX	9 624,51	0,64%	-10,41%
DJStoxx 600	330,65	0,76%	-9,61%
STOXX Utilities	281,29	0,36%	-8,11%
Nikkei	15 715,36	-0,11%	-17,43%
Sensex	24 900,63	0,07%	-4,66%
CSI300	3 257,53	-0,21%	-12,69%
Bovespa	48 096,24	-1,95%	10,95%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	Change fr 31.12.15
Euro/USD	1,14	0,17%	-6,10%
USD/RUB	68,89	0,31%	-5,48%
Euro/RUB	78,28	0,15%	-1,78%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	Change fr 31.12.15
Gold, USD/oz	1 222,47	-0,72%	15,21%
Brent*, USD/bbl	39,84	5,20%	-1,04%

* - June futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2771
Capitalisation**, billion RUB	11,70
Capitalisation**, million USD	169,82

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	Change fr 31.12.15
MICEX-Power Index	2,35%	27,54%
Shares of IDGC of Centre**	4,17%	42,03%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	Change** fr 31.12.15
Rosseti	6,07%	40,31%
FGC UES	6,47%	63,22%
IDGC of Volga	7,41%	52,70%
MOESK	5,17%	13,87%
IDGC of Northern Caucasus	5,69%	18,80%
IDGC of Centre and Volga Reg	8,01%	20,22%
IDGC of North-West	11,01%	72,99%
IDGC of Urals	3,02%	25,79%
IDGC of Siberia	9,53%	20,08%
IDGC of South	8,47%	51,92%
Lenenergo	3,57%	45,85%

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](#)