

DAILY MARKET REVIEW

23 June, Thursday

2016



ROSSETI



IDGC OF CENTRE

REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 22 June some moderately positive external background formed on the Russian market. On Tuesday the US indices DJIA and S&P500 rose by 0.1-0.3%, on Wednesday the composite Asia-Pacific region index MSCI Asia Pacific traded in a small plus with multidirectional changes of the major country stock indices. The markets were supported in conditions of continuing uncertainty regarding the possible Brexit by statements of the Federal Reserve Chair, who promised once again that the rise in interest rates in the US would be cautious and careful. August Brent futures traded near the mark of \$51 per barrel, or \$1.2 higher than the closing level on 21 June. Oil prices rose on the American Petroleum Institute (API) data, reporting the fall in US oil inventories by 5.2 million barrels.

During the trading session the MICEX Index showed a predominantly negative trend, despite rise of European indices and futures for US indices. Sales in the Russian market increased after the publication of the US Department of Energy data, which recorded a significantly lower in comparison with the API version reduction of oil reserves – by 0.9 million barrels. The release of these statistics provoked a decline in Brent oil prices to around \$50 per barrel, the loss of the MICEX Index exceeded 0.5%. At the same time, the European Stoxx Europe 600 Index added about one percent on expectations of victory in the referendum of Brexit opponents and good statistics from the US, where sales in the secondary housing market in May rose to the highest since February 2007.

At the end of the trading session the MicexPWR Sector Index underperformed. The main contribution to advancing negative changes of MicexPWR was made by shares of FGC UES and Rosseti.

ELECTRIC POWER INDUSTRY NEWS

"Rosseti" installed in Sochi the first domestic charging stations for electric vehicles

As part of the National Program of "Rosseti" for the development of charging infrastructure for electric vehicles Kubanenergo (part of PJSC "Rosseti") installed in Sochi the first production models of domestic charging stations for electric vehicles.

Read full text: http://www.rosseti.ru/press/news/?ELEMENT_ID=26981

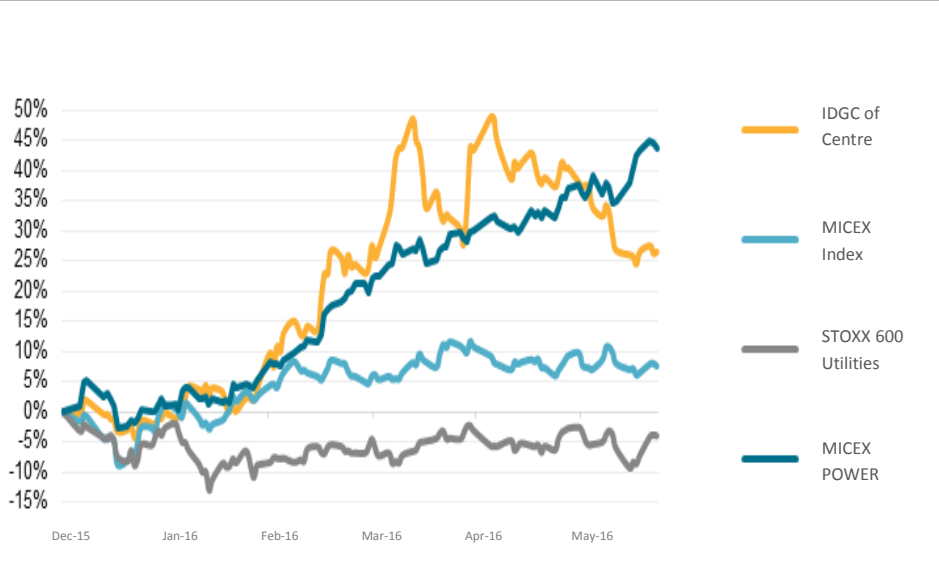
COMPANY NEWS

Orelenergo successfully fights the theft of electricity

IDGC of Centre - Orelenergo division conducts systematic work to detect and prevent cases of non-contractual and non-metered electricity consumption. Employees of Distribution Zones of the branch together with representatives of law enforcement agencies regularly make raids to detect cases of energy theft. Their efforts bring effect. From the beginning of the year power engineers revealed 60 cases of electricity theft in the Orel region. The total damage to Orelenergo amounted to more than 190 thousand KWh, or more than half a million rubles. For comparison - this is the monthly consumption amount of such settlements as the small village of Nekrasovka and the small village of Kireevka or the small village of Gat and the village of Lavrovo.

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/53608/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	1 896,70	-0,38%	7,68%
S&P 500	2 085,45	-0,17%	2,03%
FTSE 100	6 261,19	0,56%	0,30%
DAX	10 071,06	0,55%	-6,25%
DJStoxx 600	341,32	0,38%	-6,69%
STOXX Utilities	294,21	-0,15%	-3,89%
Nikkei	16 065,72	-0,64%	-15,59%
Sensex	26 765,65	-0,18%	2,48%
CSI300	3 133,96	0,89%	-16,00%
Bovespa	50 156,30	-1,34%	15,70%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,13	0,39%	-7,02%
USD/RUB	64,17	0,04%	-11,95%
Euro/RUB	72,79	0,01%	-8,67%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 266,22	-0,15%	19,33%
Brent*, USD/bbl	49,88	-1,46%	19,30%

* - August futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2470
Capitalisation**, billion RUB	10,43
Capitalisation**, million USD	162,49

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	-0,63%	43,80%
Shares of IDGC of Centre**	0,20%	26,60%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	-2,73%	34,83%
FGC UES	-1,54%	135,39%
IDGC of Volga	-1,72%	47,30%
MOESK	0,19%	39,20%
IDGC of Northern Caucasus	1,40%	16,00%
IDGC of Centre and Volga Reg	-0,36%	30,73%
IDGC of North-West	0,00%	69,71%
IDGC of Urals	1,82%	47,37%
IDGC of Siberia	2,09%	0,20%
IDGC of South	-1,48%	28,21%
Lenenergo	-0,52%	25,98%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

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Tickers

Moscow Exchange (MOEX)
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MRKC
MRKC RX
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