



IDGC OF CENTRE

DAILY MARKET REVIEW

21 January, Thursday

2016

REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 20 January some negative external background formed on the Russian market. The US indices DJIA and S&P500, starting trading with more than a percent growth, closed the volatile trading session, rising by only 0.1-0.2%. On Wednesday the composite stock index of the Asia-Pacific region MSCI Asia Pacific lost more than 2.5%. The Japanese Nikkei, falling to 3.7%, went to the "bear" trend – the decline from highs in June 2015 reached 21%. The markets were pressure with a renewed fall in oil prices – during the US trading session the quotations of oil lost about a dollar, yesterday during the Asian trading the price for Brent fell below \$28 a barrel. March Brent futures traded near the mark of \$28.2 per barrel, or \$1.3 less than the closing level on 19 January. Sales were provoked with weak statistics from China, where the GDP growth in 2015 was the weakest in 25 years, and forecasts of the IEA of further drop in oil prices in connection with Iran's access to the market after the lifting of sanctions and the slowdown in global demand for raw materials.

Falling oil prices sparked another round of sales in the Russian and European markets. On the daily lows the loss of the MICEX Index and the Stoxx Europe 600 Index reached 2.7% and 3.5%, respectively. An additional negative factor for European markets was the weak statistics from the US, where in December data on the number of buildings and consumer inflation turned out to be worse than expected. In the afternoon the MICEX Index was able to slow the decline due to a sharp weakening of the ruble, which supported papers of exporters. On Wednesday the dollar during trading on the Moscow stock exchange rose above 81 rubles, having updated the historical maximum on falling oil prices. The head of the Central Bank informed the Bloomberg agency, the Bank of Russia does not see any risks to financial stability, and therefore sees no reason for intervention. Against this background almost 3% drop in the US indices at the beginning of the day and increased sales in Europe were ignored by Russian investors – the final rate of decline of the MICEX Index did not exceed a percent.

At the end of the trading session the MicexPWR Sector Index overperformed mainly due to the growth of shares of RusHydro (+2.3%) and Inter RAO (+1.3%).

ELECTRIC POWER INDUSTRY NEWS

The Federal Law on the establishment of standardized tariff rates for connection to the power grid was signed

Read full text: <http://www.bigpowernews.ru/markets/document68311.phtml>

COMPANY NEWS

"Lipetskenergo" - electricity for the region's development

In 2015 IDGC of Centre – Lipetskenergo division performed more than 4,800 grid connections with total capacity of about 68 MW, providing electricity to dozens of businesses and residents of the Lipetsk region.

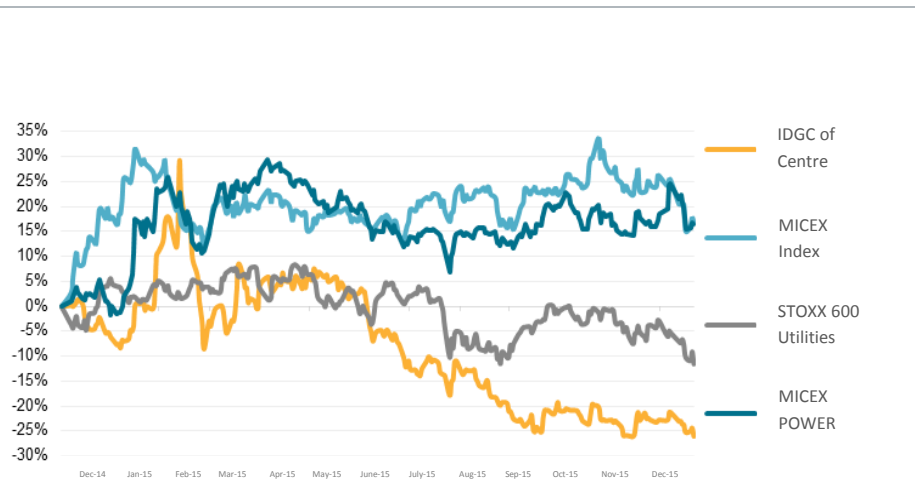
Read full text: <http://www.mrsk-1.ru/press-center/news/branches/50919/>

"Orelenergo" increased funding for the repair program to 100 million rubles

IDGC of Centre – Orelenergo division approved its repair program for 2016. In the difficult macroeconomic situation the company managed not only to maintain but also to increase the volume of financing compared to last year.

Read full text: <http://www.energyland.info/news-show-tek-electro-144089>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.14	
MICEX	1 630,39	-0,92%	-7,44%
S&P 500	1 859,33	-1,17%	-9,03%
FTSE 100	5 673,58	-3,46%	-9,11%
DAX	9 391,64	-2,82%	-12,58%
DJStoxx 600	322,29	-3,20%	-11,90%
STOXX Utilities	279,09	-2,67%	-8,83%
Nikkei	16 416,19	-3,71%	-13,75%
Sensex	24 062,04	-1,71%	-7,87%
CSI300	3 174,38	-1,51%	-14,92%
Bovespa	37 645,48	-1,08%	-13,16%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.14	
Euro/USD	1,09	-0,05%	-10,15%
USD/RUB	78,49	-0,23%	7,69%
Euro/RUB	85,30	-0,38%	7,03%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.14	
Gold, USD/oz	1 100,92	1,24%	3,75%
Brent*, USD/bbl	27,88	-3,06%	-25,99%

* - March futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,1868
Capitalisation**, billion RUB	7,89
Capitalisation**, million USD	100,48

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day fr 31.12.14	
MICEX-Power Index	-0,29%	-1,61%
Shares of IDGC of Centre**	-2,20%	-4,25%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	for the day	fr 31.12.14
JSC Russian Grids	-1,55%	-4,54%
FGC UES	-1,45%	-6,26%
IDGC of Volga	-2,59%	-3,34%
MOESK	-1,20%	-1,33%
IDGC of Northern Caucasus	-0,82%	-2,80%
IDGC of Centre and Volga Reg	-1,09%	0,80%
IDGC of North-West	-2,24%	-4,38%
IDGC of Urals	0,31%	2,11%
IDGC of Siberia	-2,70%	-3,89%
IDGC of South	-0,97%	-2,24%
Lenenergo	-1,33%	-3,06%

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](#)