

# DAILY MARKET REVIEW

30 August, Wednesday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Tuesday 29 August some negative external background formed on the Russian market. On Monday the US indices DJIA and S&P500 closed in different directions with minor changes within 0.1% – the fall in shares of insurers and companies of the fuel and energy complex due to the consequences of Hurricane Harvey was offset by purchases in papers of the technology sector and the health sector. On Tuesday the main country indices of the Asia-Pacific region and futures for US indices lost on average about half a percent. Negative background for investors was the growth of geopolitical tension after the launch of the DPRK missile, which flew over the territory of Japan and fell into the Pacific Ocean. In response, the Prime Minister of Japan after a conversation with the US President said that it is necessary to increase pressure on North Korea and called an emergency meeting of the UN Security Council. In this regard, investors' demand for protective assets has increased – gold and US bonds have risen to a maximum since November last year. October Brent futures traded near \$52.2 per barrel, \$0.6 above the closing level on 28 August. The rise in prices was fueled by media reports that, due to Hurricane Harvey, about 15% of the US refineries were disabled, oil production in the Gulf of Mexico was reduced by 19%. Additional support for oil prices was the message of The Wall Street Journal on the appeal of Russia and Saudi Arabia to the rest of OPEC+ members to extend the agreement to limit oil production until mid-2018.

Most of the trading session on Tuesday the Russian and European markets were dominated by sellers as part of the global trend of avoiding risks due to another aggravation of the situation on the Korean peninsula. At the same time, the MICEX Index looked better than the European Stoxx Europe 600 Index, which lost more than a percent under additional pressure of the strengthened euro, which has updated the most since the beginning of 2015 to the dollar. In the second half of the day, sentiment on the stock markets of Russia and Europe improved after the publication of strong statistics from the US, where the consumer confidence index rose to a record level in August and the subsequent US futures turnaround from the session lows. The MICEX Index could close trading in a small plus due to the confident growth of "heavy" index shares of Magnit and Norilsk Nickel.

During the trading session the changes of the MicexPWR Sector Index in general corresponded to the MICEX Index. The main contribution to the final growth of the sector indicator was made by shares of Gazprom Generation companies. Shares of Rosseti closed the day better than the market due to good IFRS reporting for the first half of the year – adjusted net profit increased by 60.4% yoy, to 70.9 billion rubles.

## ELECTRIC POWER INDUSTRY NEWS

### "Rosseti" in the coming years plans an investment program at the level of 230-250 billion rubles a year

"Rosseti" in the coming years is planning an investment program at the level of 230-250 billion rubles a year, said during a conference call the director of the investment activity department of the company Dmitry Akopyan.

Read full text: <http://www.bigpowernews.ru/news/document79305.phtml>

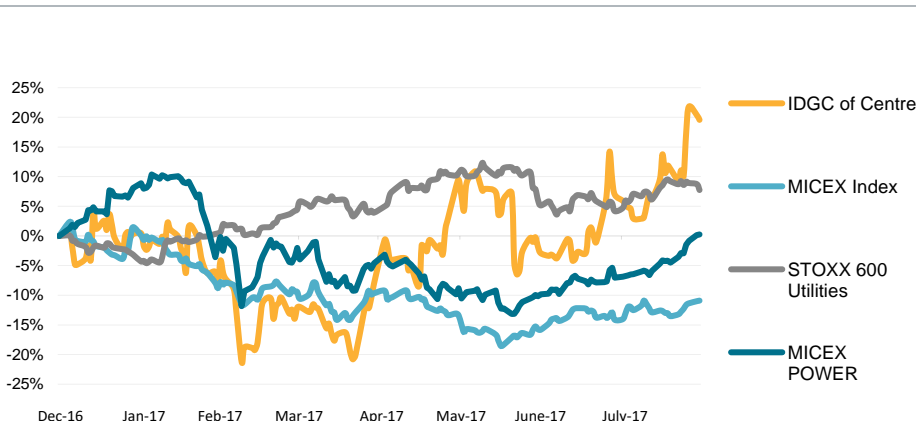
## COMPANY NEWS

### IDGC of Centre presented a new R&D at the EXPO-2017 exhibition in Kazakhstan

IDGC of Centre presented a new research and development project "Operating and maintenance staff simulator based on virtual reality models of a transformer substation" at the International specialized exhibition EXPO-2017 in Astana. The innovative product in the exposition of PJSC "Rosseti" is located in the pavilion "Future Energy", where the best solutions of the leading world companies on the future energy are collected.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/61227/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	1 989,12	0,10%	-10,91%
S&P 500	2 442,26	-0,08%	9,09%
FTSE 100	7 337,43	-0,87%	2,72%
DAX	11 945,88	-1,46%	4,05%
DJStoxx 600	368,42	-1,04%	1,94%
STOXX Utilities	298,19	-0,91%	7,74%
Nikkei	19 362,55	-0,45%	1,30%
Sensex	31 388,39	-1,14%	17,88%
CSI300	3 834,54	-0,21%	15,84%
Bovespa	71 044,75	0,04%	17,96%

Source: Bloomberg, Company calculations (19:00 MSK)

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,20	0,00%	13,90%
USD/RUB	58,55	-1,02%	-2,86%
Euro/RUB	69,85	0,21%	10,83%

Source: Bloomberg, Company calculations (19:00 MSK)

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 310,13	0,00%	13,70%
Brent*, USD/bbl	51,89	0,00%	-8,68%

\* - October futures

Source: Bloomberg, Company calculations (19:00 MSK)

Shares of IDGC of Centre	Value
Last transaction, RUB	0,5345
Capitalisation**, billion RUB	22,57
Capitalisation**, million USD	385,43

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	0,15%	0,27%
Shares of IDGC of Centre**	-0,65%	19,57%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	0,56%	-11,11%
FGC UES	-0,46%	-14,52%
IDGC of Volga	-0,65%	104,02%
MOESK	-0,11%	1,34%
IDGC of Northern Caucasus	1,07%	-14,29%
IDGC of Centre and Volga Reg	-1,21%	121,35%
IDGC of North-West	-0,78%	14,91%
IDGC of Urals	-1,78%	17,33%
IDGC of Siberia	-3,63%	68,34%
IDGC of South	-3,22%	-8,21%
Lenenergo, ordinary shares	-0,37%	-3,09%
TRK, ordinary shares	-2,41%	-14,92%
Kubanenergo	-0,87%	-21,61%

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](mailto:ir@mrsk-1.ru)

### Tickers

Moscow Exchange (MOEX)

Bloomberg

Reuters

MRKC  
MRKC:RM  
MRKC:MM