

# DAILY MARKET REVIEW

2 July, Monday

2018



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 29 June some moderately positive external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 rose by 0.4-0.6% within the correction after active sales in recent days. The driver of the rise was shares of technology companies on news of mergers and acquisitions, and the financial sector, which interrupted the longest period of decline in its history, which had dragged on for 13 sessions. On Friday the composite stock index of the Asia-Pacific region MSCI Asia Pacific increased by 0.8%, futures for US indices added about half a percent. Investors in the Asian session were supported by somewhat reduced trade contradictions between the US and China after China announced the easing of restrictions on foreign investment in a number of sectors, including the banking industry, automotive sector, heavy industry and agriculture. In addition, as part of the plan to liberalize the trade regime, China promised to reduce duties on 1,400 imported commodity items from July 1. The main beneficiary of this information was the Chinese market – the CSI300 index added 2.4% on Friday. August Brent futures traded near \$77.7 per barrel, at the closing level on June 28. Oil quotes are consolidating near the annual maximum on fears of interruptions in oil supplies from Iran, Libya and Canada.

On Friday the Russian market was dominated by buyers due to rising prices for Brent crude above \$79 per barrel and restoring global demand for risky assets. In the second half of the day the MOEX Russia Index added more than 1.5%, MSCI Emerging Markets – almost 2%. The growth of the European Stoxx Europe 600 Index exceeded a percent on political risk reduction in Europe after the EU countries were able to agree on positions on the migration problem by adopting a decision on limiting the number of migrants. At the end of the day, Russian investors were supported by good start of trading in the US, where the major indices started trading with a percentage growth, in anticipation of easing the heat of US and Chinese trade disputes, and on the information that all banks successfully passed, except the American "daughter" Deutsche Bank, the stress tests of the Fed. As a result, the 22 largest US banks will be able to pay \$168 billion to shareholders during the coming year, which more than 20% is higher than last year.

During the trading session the MicexPWR Sector Index underperformed – the attention of buyers was mainly concentrated in the first-tier shares.

## ELECTRIC POWER INDUSTRY NEWS

### The Annual General Meeting of Shareholders of Rosseti noted positive changes of the company's key production and financial indicators

In Moscow on June 29, 2018, the Annual General Meeting of Shareholders of the Rosseti Company was held under the chairmanship of the Minister of Energy of the Russian Federation, the Chairman of the Board of Directors of Rosseti Alexander Novak.

Read full text: [http://www.rosseti.ru/press/news/index.php?ELEMENT\\_ID=33496](http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=33496)

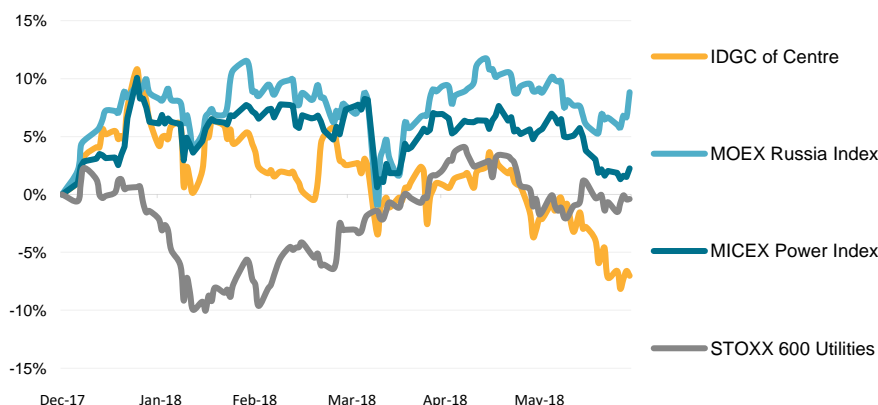
## COMPANY NEWS

### Interregional competitions of professional skills of power engineers of IDGC of Centre and IDGC of Centre and Volga Region started

On 1 July, professional skills competitions for repair and maintenance of 110 kV power lines of IDGC of Centre and IDGC of Centre and Volga Region started at the training centre of IDGC of Centre and Volga Region - Marienergo.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/64479/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.17
MOEX Russia	2 295,95	2,03%	8,83%
S&P 500	2 718,37	0,08%	1,67%
FTSE 100	7 636,93	0,28%	-0,66%
DAX	12 306,00	1,06%	-4,73%
DJStoxx 600	379,93	0,81%	-2,38%
Nikkei	22 304,51	0,15%	-2,02%
Sensex	35 423,48	1,10%	4,01%
CSI300	3 510,99	2,55%	-12,90%
Bovespa	72 762,51	1,39%	-4,76%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.17
USD/RUB	63,29	0,25%	9,82%
EURO/RUB	73,09	-0,70%	6,25%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.17
Gold, USD/oz	1 252,60	0,35%	-3,85%
Brent*, USD/bbl	79,23	2,09%	22,34%

\* - August futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	Change	
		MCap**, ₺ bln	MCap**, \$ mln
IDGC of Centre	0,3310	13,97	220,79
IDGC of Centre & Volga Reg	0,3000	33,81	534,19

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.17
STOXX 600 Utilities	0,04%	-0,39%
MICEX POWER Index	0,73%	2,25%
IDGC of Centre**	-0,45%	-7,02%
IDGC of Centre and Volga Region**	1,87%	-0,56%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.17
Rosseti, ordinary shares	-0,89%	-3,58%
FGC UES	1,43%	15,71%
IDGC of Volga	2,23%	11,54%
MOESK	0,73%	-23,03%
IDGC of Northern Caucasus	-0,62%	-16,15%
IDGC of North-West	3,75%	22,31%
IDGC of Urals	2,61%	-15,51%
IDGC of Siberia	1,43%	-6,99%
IDGC of South	1,55%	-1,51%
Lenenergo, ordinary shares	3,39%	20,73%
TRK, ordinary shares	0,00%	-14,02%
Kubanenergo	1,54%	-24,23%

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**