

# DAILY MARKET REVIEW

13 November, Monday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 10 November some moderately negative external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 lost 0.4%, on Friday the composite index of the Asia-Pacific region MSCI Asia Pacific showed similar changes. The markets were pressured by concerns related to the postponement of the approval of the US tax reform. The leaders of the Republicans in the Senate on Thursday presented their proposals, within the framework of which, due to the budget deficit, it is proposed to postpone the reduction of the profit tax of American companies from 2018 to 2019. As analysts note, the discrepancies with the version of the lower house of Congress can significantly slow down the implementation of the tax reform, which, in turn, can provoke profit taking in the stock markets. A positive exception in the Asian session was the Chinese index CSI300, which added almost a percent on the news that the PRC authorities are preparing to ease restrictions on the share of foreign capital in financial companies of the country. January Brent futures traded near \$63.8 per barrel, slightly below the closing level on 09 November. Consolidation of quotations of oil at the two-year highs was due to information that Saudi Arabia intends to reduce oil exports in December by 120,000 barrels per day in comparison with November.

The MICEX Index spent most of the trading session in a small minus within half a percent in the global stock market correction. Following the decline in US and Asian markets, the European Stoxx Europe 600 Index and the consolidated index of emerging markets MSCI EM lost about a third percent. High oil kept the domestic market from higher sales – Brent quotes returned above \$64 per barrel. At the end of the day, the MICEX Index losses exceeded 0.6% after negative start of trading on US exchanges due to weak statistics – the consumer confidence index from the University of Michigan in November fell against analysts' forecasts.

As a result of the trading session the MicexPWR Sector Index looked better than the broad market mainly due to growth of RusHydro's shares.

## ELECTRIC POWER INDUSTRY NEWS

### Russian Ministry of Energy proposes to introduce long-term electric grid tariffs (version 1)

The Ministry of Energy of the Russian Federation proposes to introduce long-term tariffs for electric grid companies, said Deputy Minister Vyacheslav Kravchenko during a round table in the State Duma.

Read full text: <http://www.bigpowernews.ru/markets/document80491.phtml>

### Ministry of Energy of the Russian Federation expects in 2017 to adopt uniform technical regulations in the electric power industry

The Ministry of Energy of the Russian Federation expects this year to adopt unified rules for technological functioning in the electric power industry, Andrey Cherezov, Deputy Energy Minister, told journalists.

Read full text: <http://www.bigpowernews.ru/markets/document80496.phtml>

## COMPANY NEWS

### IDGC of Centre completed the repair of a number of large and significant power facilities of the CFD

IDGC of Centre is completing the repair program of 2017. In the current year, the company has overhauled a number of large and significant facilities in regions of its service area (operating in 11 regions of the Central Federal District).

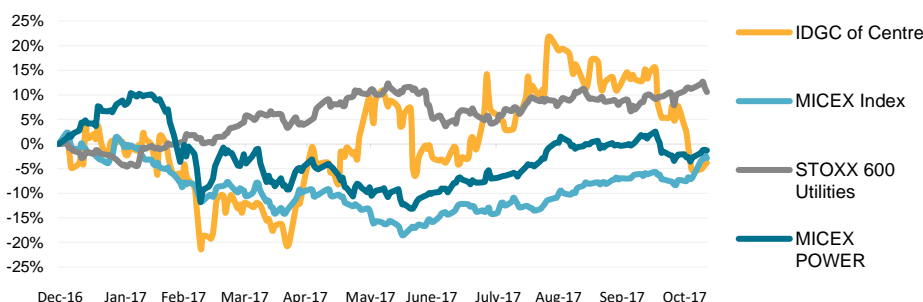
Read full text: <https://www.mrsk-1.ru/press-center/news/company/62328/>

### IDGC of Centre continues work on grid connection of high-speed highway M-11 facilities

A total of 16 kilometres of 10 kV power lines will be constructed by specialists of IDGC of Centre - Tverenergo division in 2017 to meet the needs of the M-11 Moscow-Saint Petersburg high-speed highway.

Read full text: <https://www.mrsk-1.ru/press-center/news/branches/62329/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MICEX	2 169,26	-0,66%	-2,84%
S&P 500	2 582,30	-0,09%	15,34%
FTSE 100	7 432,99	-0,68%	4,06%
DAX	13 127,47	-0,42%	14,34%
DJStoxx 600	388,69	-0,35%	7,55%
STOXX Utilities	306,05	-0,77%	10,58%
Nikkei	22 681,42	-0,82%	18,66%
Sensex	33 314,56	0,19%	25,12%
CSI300	4 111,91	0,88%	24,22%
Bovespa	72 165,64	-1,05%	19,82%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
Euro/USD	1,17	0,21%	10,92%
USD/RUB	59,25	0,01%	-2,31%
Euro/RUB	68,79	0,12%	7,80%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 275,07	-0,78%	11,12%
Brent*, USD/bbl	63,52	-0,64%	8,27%

\* - January futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,4300
Capitalisation**, billion RUB	18,15
Capitalisation**, million USD	306,38

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.16
MICEX-Power Index	-0,12%	-1,28%
Shares of IDGC of Centre**	0,47%	-3,80%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	0,61%	-18,29%
FGC UES	0,34%	-19,39%
IDGC of Volga	-0,96%	92,95%
MOESK	0,48%	-6,01%
IDGC of Northern Caucasus	-0,27%	-15,65%
IDGC of Centre and Volga Reg	-0,80%	109,46%
IDGC of North-West	-0,72%	0,00%
IDGC of Urals	-0,78%	15,50%
IDGC of Siberia	-0,79%	49,34%
IDGC of South	-0,57%	0,57%
Lenenergo, ordinary shares	1,86%	-0,45%
TRK, ordinary shares	0,72%	-12,39%
Kubanenergo	0,13%	-10,34%

Source: MOEX, Company calculations

\*\* - at the price of last transaction at MOEX

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**Tickers**  
Moscow Exchange (MOEX)  
Bloomberg  
Reuters

**MRKC**  
**MRKC:RM**  
**MRKC.MM**