



IDGC OF CENTRE

# DAILY MARKET REVIEW

14 December, Monday

2015

## REVIEW OF STOCK MARKETS

Before the opening of trading on Friday 11 December some neutral external background formed on the Russian market. On Thursday the US indices DJIA and S&P500 rose by 0.2-0.5% in the correction after three days of decline. On Friday the composite index of the Asia-Pacific region MSCI Asia Pacific lost 0.3% under pressure from the ongoing fall in commodity prices, the trigger for which was the next update of the annual minimum of oil quotes. January Brent futures traded near the mark of \$39.6 per barrel, or \$0.3 lower than the closing level on 10 December. The market is still pressured with news from OPEC – the transfer of decisions on quotas for June 2016 and information on the growth of production of the cartel in November to the highest since April 2012. At the same time, notes Bloomberg, oil quotes pull prices of all commodities – the corresponding index, calculated by the agency, got down to levels in May 1999.

On Friday the Russian and European indices declined in response to the ongoing downturn in the oil market. At mid-day Brent crude oil price fell to the lowest level since December 2008 at \$39 a barrel after publication of the forecast of the International Energy Agency, according to which the excess supply of oil in the world will continue, at least until the end of 2016, because, experts say, the growth of global demand slows and OPEC's plans to maximize production. The negative dynamics of the indices also took into account the interest rate rise expectations by the US Federal Reserve this week – according to futures, the likelihood of its first increase since 2006 at a meeting of the Fed December 15-16 is estimated by traders at 76%. The decision of the Bank of Russia to maintain the key interest rate at 11%, taking into account, as they say in the press release, "the increase in inflation risks, while maintaining the risk of cooling the economy" did not have any significant effect on the mood of Russian investors. Most analysts forecast a similar action of the Central Bank in the conditions of the upcoming Fed rate decision, inflation expectations growth and lower prices for commodities. Against this background in the middle of the trading session the loss of the MICEX Index and the European Stoxx Europe 600 Index reached 0.7-1%. In the afternoon sale on the market increased after the fall in oil prices to around \$38.5 per barrel and publication of slightly worse than expected US data on retail sales in November and consumer confidence in December. The loss of the MICEX Index exceeded a percent, the decline rate of the Stoxx Europe 600 got close to 2.5%, trading in the United States began with more than a percentage decrease. At the close of trading the MICEX Index was able to play 0.4 percentage points from daily lows back and closed the day lower by 0.7%.

At the end of the trading session the MicexPWR Sector Index overperformed – active sales on Friday were concentrated in the first tier shares. The main contribution to the MicexPWR outperformance was made by shares of E.ON Russia, which grew 2.5% up due to a 3% jump at the close of trading.

## ELECTRIC POWER INDUSTRY NEWS

### "Rosseti" completed placement of BO-06 bonds

Read full text: <http://www.rusbonds.ru/nwsinf.asp?id=4177612>

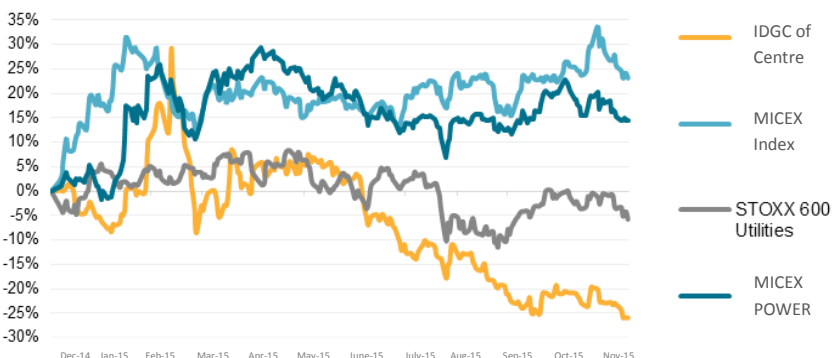
## COMPANY NEWS

### Bryanskenergo held a roundtable for representatives of small and medium-sized businesses for grid connection

Read full text:

<http://energycluster.ru/PressReleaseenergycluster/PressReleaseShow.asp?ID=583749>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.14
MICEX	1 720,31	-0,73%	23,18%
S&P 500	2 012,37	-1,94%	-2,26%
FTSE 100	5 952,78	-2,22%	-9,34%
DAX	10 340,06	-2,44%	5,45%
DJStoxx 600	355,79	-2,04%	3,87%
STOXX Utilities	297,34	-1,56%	-5,74%
Nikkei	19 230,48	0,97%	10,20%
Sensex	25 044,43	-0,82%	-8,93%
CSI300	3 608,06	-0,41%	2,10%
Bovespa	45 262,72	-0,81%	-9,49%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.14
Euro/USD	1,10	0,36%	-9,63%
USD/RUB	69,22	0,02%	23,03%
Euro/RUB	76,07	0,67%	11,30%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.14
Gold, USD/oz	1 074,77	0,30%	-9,25%
Brent*, USD/bbl	37,93	-4,53%	-42,60%

\* - January futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,1871
Capitalisation**, billion RUB	7,90
Capitalisation**, million USD	114,12

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.14
MICEX-Power Index	-0,06%	14,45%
Shares of IDGC of Centre**	-0,11%	-25,90%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day	fr 31.12.14
JSC Russian Grids	0,99%	5,56%
FGC UES	-0,88%	28,43%
IDGC of Volga	-2,09%	-32,80%
MOESK	-0,66%	-40,00%
IDGC of Northern Caucasus	1,22%	2,89%
IDGC of Centre and Volga Reg	0,47%	-33,95%
IDGC of North-West	-1,85%	4,74%
IDGC of Urals	0,42%	55,32%
IDGC of Siberia	1,62%	-44,11%
IDGC of South	-0,96%	-0,32%
Lenenergo	-6,40%	33,71%

Source: MOEX, Company calculations

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

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## Tickers

Moscow Exchange (MOEX)

Bloomberg

Reuters

[MRKC](#)

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