

# DAILY MARKET REVIEW

29 December, Friday

2017



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 28 December some neutral external background formed on the Russian market. On Wednesday the major US indices DJIA and S&P500 closed with a slight increase of 0.1% on mixed figures – the consumer confidence index in the US in December fell more than expected, the index of unfinished transactions for the sale of housing in the secondary market in November rose against the forecast. In general, MarketWatch writes, the activity remains low, as investors find it difficult to find fresh ideas for trading in the traditionally quiet time between Christmas and New Year. On Thursday the composite index of the Asia-Pacific region MSCI Asia Pacific, adding about half a percent, traded near the historic high. The restraining factor for the Japanese Nikkei225, which lost 0.6%, was the yen strengthening due to the dollar weakening in the world foreign exchange market. February Brent futures traded near \$66.6 per barrel, at the closing level on 27 December. Quotes consolidated near the highs since May 2015 on the report of the American Petroleum Institute on the decline in oil reserves in the country by 6 million barrels and media reports on the decline in production in Libya below 1 million barrels per day due to an explosion on the pipeline on Tuesday.

On Thursday the Russian market was dominated by sellers, at daily lows, the loss of the MOEX Russia Index reached 0.8%. In a situation of shortage of investment ideas, the market was pressured by a slight decline in oil prices and the ruble strengthening. On western exchanges there is a lull – European indices and futures for US indices showed flat changes near zero. As MarketWatch points out, the trends of Western markets until the end of the week will mainly be determined by investors' actions in the framework of portfolio rebalancing. At the end of the day the MOEX Russia Index was able to reduce the rate of decline to 0.2% after the start of trading in the US with a slight increase in major indices.

During the trading session the MicexPWR Sector Index outperformed. The main contribution to the small final MicexPWR growth in antiphase with the MOEX Russia Index was made by shares of Rosseti. Support for the shares of the power holding could be provided by Interfax's information that the new dividend policy of Rosseti provides for the possibility of paying interim dividends, the maximum amount of which is 50% of RAS profit, adjusted for revaluation of shares of "daughters", the share of profit tax, used for financial support of development plans of "daughters".

## ELECTRIC POWER INDUSTRY NEWS

### Director General of Rosseti Pavel Livinsky and Governor of the Tver region Igor Rudenya discussed the priorities of the electric grid development of the subject and signed an agreement on cooperation

Director General of the company "Rosseti" Pavel Livinsky and Governor of the Tver region Igor Rudenya discussed the priority issues of the development of the electric grid complex of the region. The working meeting was held on 28 December during the visit of the head of Rosseti to Tver.

Read full text: [http://www.rosseti.ru/press/news/index.php?ELEMENT\\_ID=32333](http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=32333)

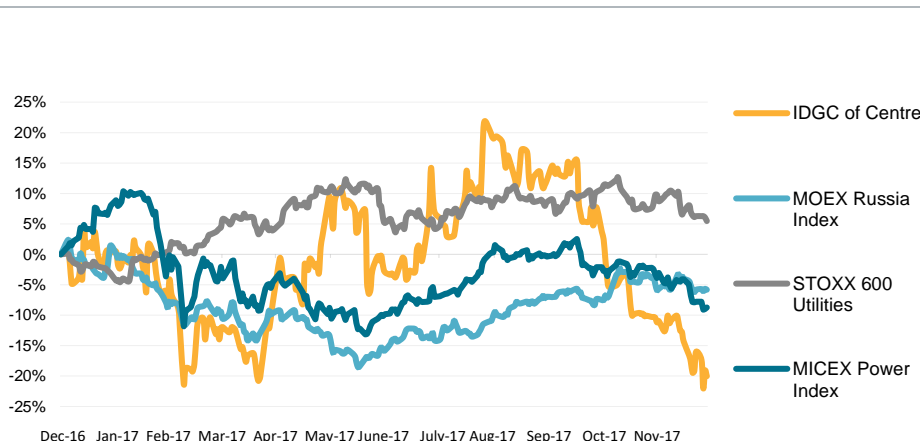
## COMPANY NEWS

### The Kostroma branch of IDGC of Centre confirmed the status of organization of high social efficiency

IDGC of Centre - Kostromaenergo division became the winner of the regional stage of the All-Russian contest "The Russian Organization of High Social Efficiency". Kostroma power engineers won the first place in three contest nominations: "For the formation of a healthy lifestyle in organizations of the production sphere", "For the development of social partnership in organizations of the production sphere", "For the development of human resources in organizations of the production sphere".

Read full text: <https://www.mrsk-1.ru/press-center/news/company/62795/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.16
MOEX Russia	2 102,89	-0,16%	-5,81%
S&P 500	2 687,54	0,18%	20,04%
FTSE 100	7 622,88	0,03%	6,72%
DAX	12 979,94	-0,69%	13,06%
DJStoxx 600	389,54	-0,26%	7,78%
Nikkei	22 783,98	-0,56%	19,20%
Sensex	33 848,03	-0,19%	27,12%
CSI300	4 018,90	0,69%	21,41%
Bovespa	76 402,08	0,43%	26,86%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.16
USD/RUB	57,45	-0,48%	-5,28%
EURO/RUB	68,23	-0,45%	6,93%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.16
Gold, USD/oz	1 295,04	0,61%	12,86%
Brent*, USD/bbl	66,16	0,26%	12,94%

\* - February futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	MCap**, ₺ bln	MCap**, \$ mln
IDGC of Centre	0,3575	15,09	262,69
IDGC of Centre & Volga Reg	0,3089	34,81	605,91

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.16
STOXX 600 Utilities	-0,54%	5,47%
MICEX POWER Index	0,31%	-8,73%
IDGC of Centre**	-1,11%	-20,02%
IDGC of Centre and Volga Region**	-0,50%	100,27%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.16
Rosseti, ordinary shares	2,35%	-28,11%
FGC UES	0,15%	-19,96%
IDGC of Volga	0,10%	78,57%
MOESK	-0,11%	1,22%
IDGC of Northern Caucasus	1,10%	-16,78%
IDGC of North-West	-0,40%	-9,27%
IDGC of Urals	0,48%	26,14%
IDGC of Siberia	1,35%	34,41%
IDGC of South	0,34%	13,93%
Lenenergo, ordinary shares	3,32%	-12,44%
TRK, ordinary shares	4,75%	-21,22%
Kubanenergo	-0,64%	-10,92%

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