



IDGC OF CENTRE

# DAILY MARKET REVIEW

29 September, Monday

2014

## REVIEW OF STOCK MARKETS

Before the opening of trading on 26 September some negative external background formed on the Russian market. On Thursday the U.S. indices DJIA and S&P500 closed with the maximum fall of 1.5-1.6% in nearly two months. Negative impact on the market, says Bloomberg, was given by poor statistics, particularly, on orders for durable goods in August, as well as the unstable geopolitical situation in the Middle East and Ukraine. Asian markets were down after the fall of the American indices – the loss of the composite index of the Asia-Pacific region accounted for 0.7%. November Brent traded near \$97 a barrel – \$0.5 higher than our closing on 25 September.

On Friday the Russian market was dominated by pessimism – in the second half of the trading session the reduction of the MICEX Index exceeded half a percent. Pressure on the market was put largely by skeptical Western media in relation to the ability to run as soon as possible the process of easing sanctions against Russia. Investors had some hope that in some way these procedures could be made on the basis of already beginning 30 September debates in the Committee of Permanent Representatives to the EU on the implementation status of the peace plan agreed by the Russian Federation-the OSCE-Ukraine contact group. However, diplomatic sources of the western media believe that all sanctions will remain in its present form as due to some insufficient, according to a number of countries, progress in the implementation of the peace plan, and the lack of consensus in the EU to assess the effectiveness and appropriateness of the sanctions. A more likely scenario, diplomats believe, is the transfer of procedures for the revision of the sanctions in October – as Reuters agency reminds, the July decision on the sanctions provided to revise the measures adopted on 31 October. Friday's joint statement of the G7 and EU Foreign Ministers on the situation in regard to Ukraine did not add clarity on the intentions of the West. On the one hand, the document notes that the G7 could cancel the existing sanctions against Russia in the case of compliance with the agreements reached on 5 September in Minsk, on the other hand – it again contained the threat of further tightening of sanctions in case of failure of the Russian Federation to fulfill its obligations. Against this background, the overall moderately positive dynamics of European exchanges, which were restoring together with American futures after the yesterday's fall, could not provide significant support to our market. Released at the level of analysts' expectations statistics from the United States on the revision of the GDP growth in the II quarter and consumer confidence in September, did not have any significant impact on the dynamics of the market. At the end of the day the MICEX Index still managed to reduce losses on the statements of the deputy head of the European Commission G. Oettinger and Minister of Energy A. Novak on high chances of reaching agreements between Russia, the EU and Ukraine on gas issues.

During the entire trading session the MicexPWR Sector Index looked worse than the market. The main contribution to the resulting MicexPWR decline was made by shares of E.ON Russia, which lost 2.4%. On Western exchanges the European DJStoxx Index grew by 0.25%, and the U.S. S&P Index increased by 0.86%.

## ELECTRIC POWER INDUSTRY NEWS

**Indexation of electricity tariffs for the population in 2015 will be at the inflation rate of the previous year plus 1%**

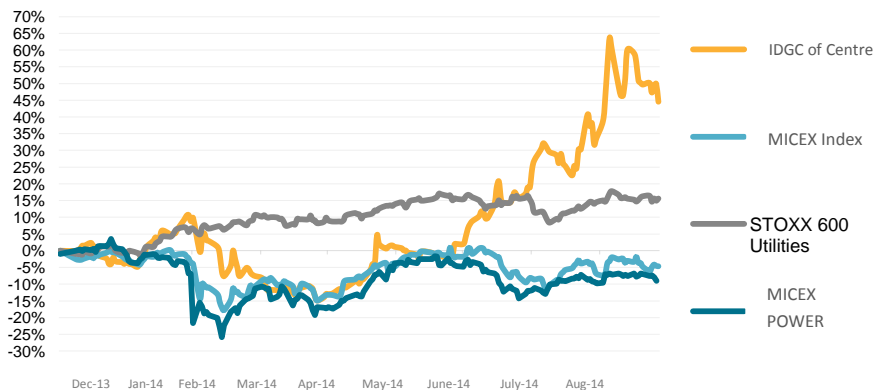
To read full text: <http://www.bigpowernews.ru/news/document58844.phtml>

## COMPANY NEWS

**"Russian Grids" declare their intention to seek recovery of debt**

To read full text: <http://www.rosbalt.ru/business/2014/09/25/1319563.html>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day	fr 31.12.13
MICEX	1 434,20	-0,13%	-4,65%
S&P 500	1 982,85	0,86%	7,28%
FTSE 100	6 649,39	0,15%	-1,48%
DAX	9 490,55	-0,20%	-0,64%
DJStoxx 600	342,30	0,25%	4,28%
STOXX Utilities	321,75	0,58%	15,60%
Nikkei	16 229,86	-0,88%	-0,38%
Sensex	26 626,32	0,60%	25,77%
CSI300	2 437,20	0,01%	4,60%
Bovespa	57 212,38	2,23%	11,08%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day	fr 31.12.13
Euro/USD	1,27	-0,45%	-8,01%
USD/RUB	38,30	-0,21%	17,02%
Euro/RUB	48,84	-0,95%	8,62%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day	fr 31.12.13
Gold, USD/oz	1 218,38	-0,26%	1,39%
Brent*, USD/bbl	97,00	0,00%	-9,18%

\* - November futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3160
Capitalisation**, billion RUB	13,34
Capitalisation**, million USD	348,32

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day	fr 31.12.13
MICEX-Power Index	-1,12%	-9,03%
Shares of IDGC of Centre**	-3,57%	44,56%

Source: MOEX, Company calculations

Grid companies	Change** for the day	fr 31.12.13
JSC Russian Grids	-1,32%	-32,43%
FGC UES	0,18%	-36,78%
IDGC of Volga	-1,15%	13,70%
MOESK	0,01%	-28,02%
IDGC of Northern Caucasus	-4,32%	0,39%
IDGC of Centre and Volga Reg	1,23%	33,08%
IDGC of North-West	-0,84%	-0,53%
IDGC of Urals	-6,11%	-8,44%
IDGC of Siberia	-0,44%	25,69%
IDGC of South	-2,38%	22,53%
Lenenergo	0,65%	14,09%

Source: MOEX, Company calculations

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

## IDGC of Centre, JSC

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  
Bloomberg  
Reuters

[MRKC](#)  
[MRKC.RX](#)  
[MRKC.MM](#)