

# DAILY MARKET REVIEW

14 February, Thursday

2019



ROSSETI



IDGC OF CENTRE

## REVIEW OF STOCK MARKETS

Before the opening of trading on Wednesday 13 February some positive external background formed on the Russian market. On Tuesday the US indices DJIA and S&P500 closed with a rise of 1.3-1.5%, on Wednesday the composite stock index in the Asia-Pacific region MSCI Asia Pacific added 0.8%. The markets were supported by investors' hopes on reduction of tensions in the US-China trade relations. According to The Wall Street Journal, the negotiators who are in Beijing are trying to bring together the still significant discrepancies between the concessions Beijing is willing to make and what the White House would be willing to accept. The main task of this round of negotiations, the media notes, is to agree on the main parameters of the agreement, which the leaders of the two countries could sign. At the same time, Donald Trump has already declared his readiness to postpone the deadline for concluding a trade deal with the PRC from 1 March. April Brent futures traded around \$63.1 per barrel, \$0.4 above our 12 February close. The quotes rose on statements by Saudi Arabia about plans to reduce oil production in March to 9.8 million b/d – by 500 thousand b/d more than its obligations under the OPEC+ deal. An additional positive factor for the market was the message of the American Petroleum Institute about the decrease in fuel reserves in the country last week.

On Wednesday, sellers dominated the Russian market – at the daily lows, losses of the MOEX Russia Index were close to 2%. The market was pressured by the fear of introducing new Western restrictions on Russia. According to the Financial Times, the US and the EU are close to agreeing sanctions against the Russian Federation in response to the incident with the detention of Ukrainian sailors and ships in the Kerch Strait. It is noted that this issue should be discussed on 18 February by the foreign ministers of the EU countries. Restrictive measures, according to the FT, can be introduced in the next two months and will be taken against "individuals and companies" that are directly related to the incident with the Ukrainian ships. According to analysts, the current version of the sanctions will not cause significant harm to the Russian economy, but may serve as a signal of increased sanctions pressure on the Russian Federation. Thus, according to Moody's, in the coming months there is a high probability of imposing additional congressional sanctions, which will include a ban on the purchase and, possibly, possession of Russian government bonds and securities of a number of state-owned banks and state-owned companies for American investors. The MOEX Russia Index closed trading near the daily lows, despite the rise in Brent quotes to \$64 per barrel and a more than half-percentage increase in the major US and European indices.

During the trading session the electric utilities sector index outperformed due to the greater activity of sellers in the first-tier securities.

## ELECTRIC POWER INDUSTRY NEWS

### ROSSETI discussed the role of security units in protecting the economic interests of the group of companies

In Moscow under the leadership of Deputy General Director for Security of PJSC ROSSETI Igor Botkin a meeting was held on topical issues of implementing a set of measures to improve the efficiency of financial and economic activities and financial sustainability of the electric grid complex.

Read full text: [http://www.rosseti.ru/press/news/index.php?ELEMENT\\_ID=34669](http://www.rosseti.ru/press/news/index.php?ELEMENT_ID=34669)

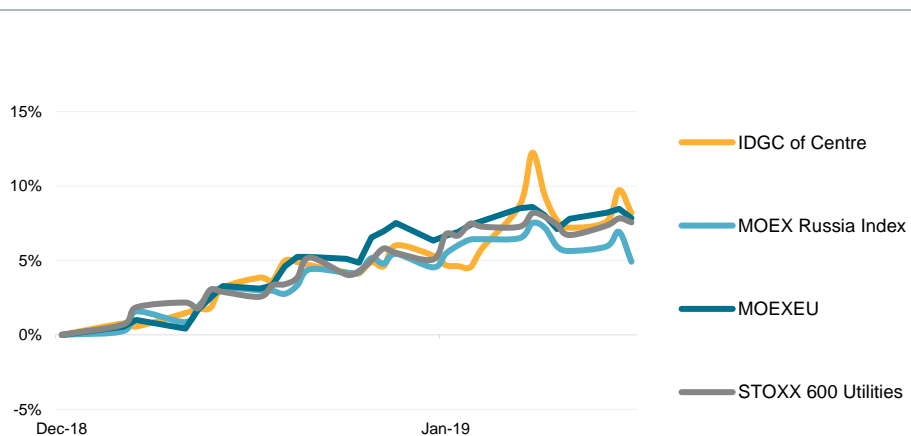
## COMPANY NEWS

### IDGC of Centre's delegation, headed by General Director Igor Makovskiy, to take part in the RIF -2019

The delegation of IDGC of Centre - the managing organization of IDGC of Centre and Volga Region will take an active part in events of the Russian Investment Forum RIF-2019, which will be held on 14-15 February in Sochi. The company's delegation will be headed by General Director Igor Makovskiy.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/67257/>

## DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.18
MOEX Russia	2 485,76	-1,88%	4,91%
S&P 500	2 753,03	0,30%	9,82%
FTSE 100	7 190,84	0,81%	6,88%
DAX	11 167,22	0,37%	5,76%
DJStoxx 600	364,97	0,60%	8,09%
Nikkei	21 144,48	1,34%	5,64%
Sensex	36 034,11	-0,33%	-0,09%
CSI300	3 397,03	2,00%	12,83%
Bovespa	95 842,40	-0,34%	9,05%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.18
USD/RUB	65,71	0,10%	-5,41%
EURO/RUB	74,15	-0,24%	-6,69%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.18
Gold, USD/oz	1 306,27	-0,35%	1,85%
Brent*, USD/bbl	63,61	1,91%	18,23%

\* - April futures

Source: Bloomberg, Company calculations

Shares	Price**, ₺	MCap**, ₺ bln	MCap**, \$ mln
IDGC of Centre & Volga Reg	0,2886	32,52	494,94

Source: Central Bank of Russia, Company calculations

Comparison with indexes	Change	
	per day	fr 31.12.18
STOXX 600 Utilities	-0,25%	7,56%
MOEXEU Index	-0,57%	7,84%
IDGC of Centre**	-1,40%	8,18%
IDGC of Centre and Volga Region**	0,38%	8,91%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.18
Rosseti, ordinary shares	0,76%	27,47%
FGC UES	-1,56%	10,25%
IDGC of Volga	-0,27%	11,94%
MOESK	-1,50%	4,55%
IDGC of Northern Caucasus	-1,37%	2,86%
IDGC of North-West	-0,54%	-1,08%
IDGC of Urals	-1,68%	13,98%
IDGC of Siberia	-3,46%	57,76%
IDGC of South	-1,06%	20,20%
Lenenergo, ordinary shares	-1,37%	9,26%
TRK, ordinary shares	1,64%	20,78%
Kubanenergo	-2,73%	31,56%

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**