



REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 06 October some moderately positive external background formed on the Russian market. On the eve the US indices DJIA and S&P500 rose by 0.4-0.6%, on Thursday the composite stock index of the Asia-Pacific region MSCI Asia Pacific showed a comparable trend. The markets were supported by higher oil prices and good statistics on business activity in the US service sector in September – ISM Non-Manufacturing Indicator rose to the highest since October last year. December Brent futures traded near the mark of \$51.7 per barrel, or \$0.2 less than the closing level on 05 October. Oil prices corrected after more than a 2% growth on Wednesday, the driver of which was the US Department of Energy data, which recorded a decline of oil reserves in the country at the end of the fifth week in a row.

For most of the trading session the MICEX Index had slight increase in the range of 0.5%. On the one hand, our market was supported by growth in oil prices – in the afternoon Brent quotes rose to around \$52.5 per barrel. On the other hand, the activity of buyers was constrained by small decline of western markets related to the strengthening of investors' concerns regarding the interest rate hike by the Fed before the end of the year. On Thursday strong statistics on the US labour market was posted: the number on applications for unemployment benefits dropped to a record low since 1973. As Bloomberg Agency noted, the number of applications remains below the mark of 300 thousand for 83 weeks in a row, which speaks of the active growth of the labour market and can be an argument in favour of an early increase of the rate by the US Federal Reserve.

At the end of the trading session the MicexPWR Sector Index underperformed mainly due to lower stocks of Yunipro.

ELECTRIC POWER INDUSTRY NEWS

Cold weather raised the demand for electricity

Due to the cold weather the power consumption in the Unified Energy System of Russia continues to grow. In September, it increased by 1.9% to 77.4 billion kWh, and electricity generation - by 2.5%, to 79.5 billion kWh. In addition to low temperatures, established in most of Russia, the growth in demand was due to a slight increase in industrial consumption in certain regions. The growth of generation, beyond the normal loading Russian hydropower plants, practically had no effect on the cost of electricity in the European part of Russia and in the Urals, but lowered the prices in Siberia.

Read full text: <http://www.kommersant.ru/doc/3108035>

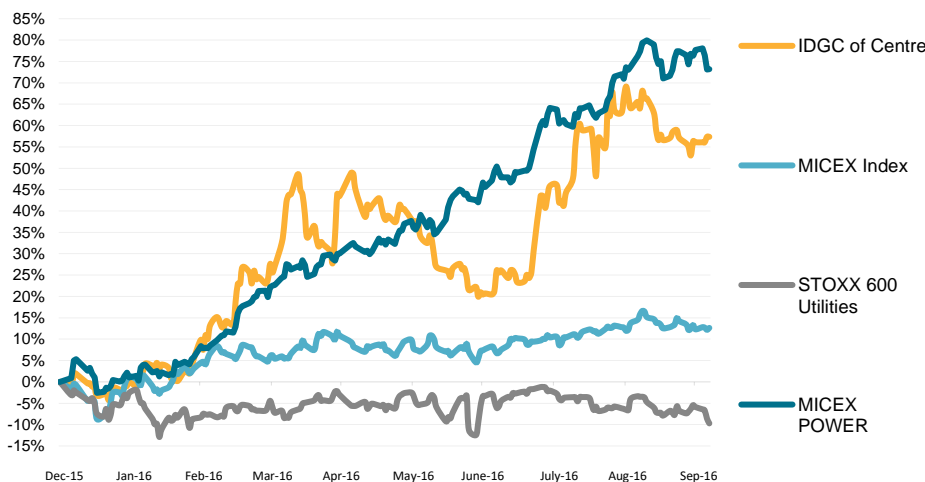
COMPANY NEWS

IDGC of Centre modernizes significant energy facilities of the Kostroma region

IDGC of Centre in the Kostroma region completed the bulk of work on reconstruction of two significant power supply centres in the region – the 110 kV substations "Kostroma-3" and "SU GRES". The substation "SU GRES" provides electricity to the rapidly growing industrial park "Volgorechensky", whose anchor residents are OJSC "Gazpromtrubinvest", LLC "NOV Kostroma", OJSC "INTER RAO - Electric Power Plants". The substation "Kostroma-3" is used to power a number of socially important facilities of the regional centre over the Kostroma River. During the reconstruction the capacity of each power facility was increased from 26 MVA to 32 MVA.

Read full text: <https://www.mrsk-1.ru/press-center/news/company/57156/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change	
		per day	fr 31.12.15
MICEX	1 983,88	0,41%	12,63%
S&P 500	2 160,77	0,05%	5,72%
FTSE 100	6 999,96	-0,47%	12,14%
DAX	10 568,80	-0,16%	-1,62%
DJStoxx 600	342,82	-0,40%	-6,28%
STOXX Utilities	276,38	-1,22%	-9,72%
Nikkei	16 519,29	0,00%	-13,21%
Sensex	28 106,21	-0,41%	7,61%
CSI300	3 253,28	0,00%	-12,80%
Bovespa	60 644,24	0,65%	39,89%

Source: Bloomberg, Company calculations

Currency rates	Value	Change	
		per day	fr 31.12.15
Euro/USD	1,12	-0,40%	-8,19%
USD/RUB	62,46	0,04%	-14,30%
Euro/RUB	70,08	0,46%	-12,07%

Source: Bloomberg, Company calculations

Raw	Value	Change	
		per day	fr 31.12.15
Gold, USD/oz	1 254,38	-0,98%	18,22%
Brent*, USD/bbl	52,51	1,25%	18,27%

* - December futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,3070
Capitalisation**, billion RUB	12,96
Capitalisation**, million USD	207,51

Source: Central Bank of Russia, Company calculations

Russian indexes	Change	
	per day	fr 31.12.15
MICEX-Power Index	0,04%	73,18%
Shares of IDGC of Centre**	0,00%	57,36%

Source: Bloomberg, Company calculations

Grid companies	Change**	
	per day	fr 31.12.15
Rosseti	-0,77%	89,63%
FGC UES	0,46%	185,81%
IDGC of Volga	-0,26%	94,86%
MOESK	-0,73%	26,40%
IDGC of Northern Caucasus	0,00%	35,60%
IDGC of Centre and Volga Reg	-0,32%	47,45%
IDGC of North-West	-0,39%	87,23%
IDGC of Urals	0,00%	53,68%
IDGC of Siberia	0,85%	21,52%
IDGC of South	0,21%	54,17%
Lenenergo	-0,76%	127,95%

Source: MOEX, Company calculations

** - at the price of last transaction at MOEX

IDGC of Centre, PJSC
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

Tickers
Moscow Exchange (MOEX)
Bloomberg
Reuters

MRKC
MRKC.RX
MRKC.MM