



IDGC OF CENTRE

DAILY MARKET REVIEW

12 February, Friday

2016

REVIEW OF STOCK MARKETS

Before the opening of trading on Thursday 11 February some moderately negative external background formed on the Russian market. Volatile trading in the US on Wednesday ended with reduction of the DJIA and S&P500 indices by 0.6% and 0.02%, respectively. The market was pressured by statements of the Federal Reserve Head, which showed that the US Central Bank, despite the deterioration of the global environment, is not ready to abandon the slow and gradual rate hikes, and by the decline in oil prices after the publication of the US Department of Energy data on weekly inventory dynamics. On Thursday the composite MSCI All-Country Asia index excluding Japan being on holiday (the country celebrated National Foundation Day) lost more than 2% mainly due to the fall of the market in Hong Kong, where the market resumed work after a three-day break because of the celebration of "lunar" New Year. April Brent futures traded near the mark of \$30.7 per barrel, or \$0.7 less than the close of 10 February. Negative background for the oil quotations was the US Department of Energy statistics, which recorded an increase of inventory in the Cushing terminal, which stores the oil traded on the NYMEX to 64.7 million with the limit storage capacity of 73 million barrels. These data reminded investors of Goldman Sachs's forecast that implies a drop in oil prices below \$20 a barrel due to lack of facilities for fuel storage.

On Thursday the Russian and European stock markets experienced strong selling triggered by falling oil prices to around \$30.1 per barrel, fueling fears of investors about the prospects for the global economy. On the daily lows the drop of the MICEX Index and the Stoxx Europe 600 was 2.5% and 4%, respectively. In the afternoon the mood in the markets improved after the oil price reversal and published statistics from the United States on applications for unemployment benefits turned out better than forecasts. The MICEX Index was able to play more than half of the losses back, the rate of the Stoxx Europe 600 decline decreased by a third.

During the trading session the MicexPWR Sector Index corresponded to the MICEX Index dynamics. The main contribution to the MicexPWR reduction was made by shares of Inter RAO.

ELECTRIC POWER INDUSTRY NEWS

FTS approved the methodology for electric energy pricing, generated with renewables and purchased in order to compensate for losses in power grids

Read full text: <http://www.bigpowernews.ru/markets/document68797.phtml>

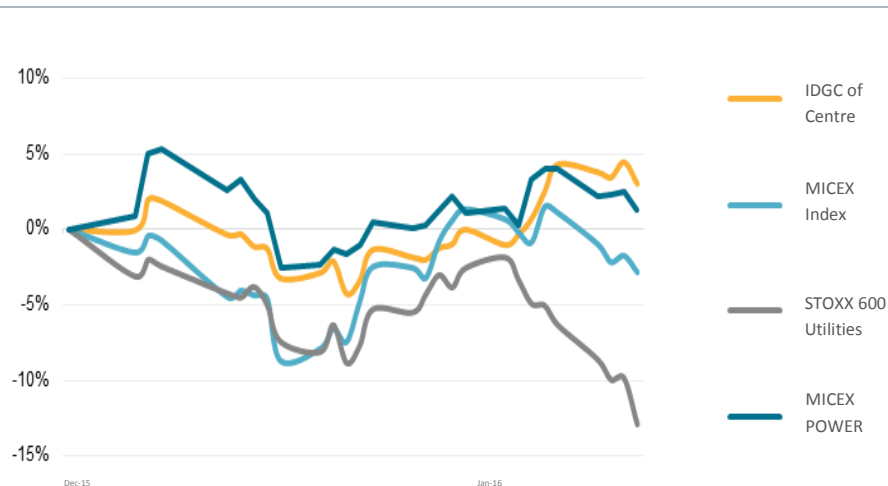
COMPANY NEWS

Smolenskenergo fully performed its repair program in 2015

The repair program of IDGC of Centre – Smolenskenergo division in 2015 was implemented in full and in the planned time frame. Total costs to carry out the repair work amounted to 193.75 million rubles. At the same time to repair cables and overhead power lines of 0.4-110 kV it spent about 79.46 million rubles, 6-110 kV substations - 54.84 million rubles, buildings and structures - 12.10 million rubles. Smolensk power engineers spent 25.82 million rubles on the repair of motor vehicles and 21.53 million rubles to repair means of dispatch and process control, instrumentation, as well as relay protection and automation.

Read full text: <http://www.mrsk-1.ru/press-center/news/branches/51244/>

DYNAMICS OF KEY INDEXES AND SHARES OF THE COMPANY



World indexes	Value	Change for the day fr 31.12.15	
MICEX	1 711,58	-1,11%	-2,83%
S&P 500	1 829,08	-1,23%	-10,51%
FTSE 100	5 536,97	-2,39%	-11,30%
DAX	8 752,87	-2,93%	-18,52%
DJStoxx 600	303,58	-3,68%	-17,01%
STOXX Utilities	266,67	-3,39%	-12,89%
Nikkei	15 713,39	0,00%	-17,44%
Sensex	22 951,83	-3,40%	-12,12%
CSI300	2 963,79	0,00%	-20,56%
Bovespa	39 318,30	-2,62%	-9,30%

Source: Bloomberg, Company calculations

Currency rates	Value	Change for the day fr 31.12.15	
Euro/USD	1,13	0,90%	-6,80%
USD/RUB	79,07	0,49%	8,49%
Euro/RUB	89,22	1,34%	11,95%

Source: Bloomberg, Company calculations

Raw	Value	Change for the day fr 31.12.15	
Gold, USD/oz	1 246,70	4,14%	17,49%
Brent*, USD/bbl	30,06	-2,53%	-21,98%

* - April futures

Source: Bloomberg, Company calculations

Shares of IDGC of Centre	Value
Last transaction, RUB	0,2010
Capitalisation**, billion RUB	8,49
Capitalisation**, million USD	107,32

Source: Central Bank of Russia, Company calculations

Russian indexes	Change for the day fr 31.12.15	
MICEX-Power Index	-1,18%	1,30%
Shares of IDGC of Centre**	-1,37%	3,02%

Source: Bloomberg, Company calculations

Grid companies	Change** for the day fr 31.12.15	
JSC Russian Grids	-3,05%	0,76%
FGC UES	-1,98%	3,37%
IDGC of Volga	-2,55%	8,23%
MOESK	-0,79%	-0,13%
IDGC of Northern Caucasus	-0,40%	-1,60%
IDGC of Centre and Volga Reg	0,16%	2,39%
IDGC of North-West	0,35%	4,01%
IDGC of Urals	2,13%	1,05%
IDGC of Siberia	-0,40%	2,05%
IDGC of South	0,00%	3,85%
Lenenergo	-1,55%	-3,06%

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](#)