



# Midlincoln Research

March 19 2018

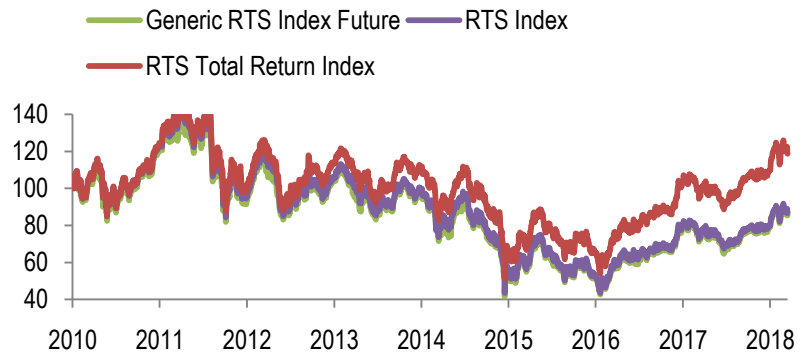
Ticker	Company	Estimated Ex Date for 2017	Weight In the RTS Index	Expected Dividend Yield
PHOR RM	PhosAgro PJSC	09.03.2018	0.9%	4.67
NVTK RM	Novatek PJSC	30.04.2018	5.5%	1.98
POLY RM	Polymetal International PLC	03.05.2018	1.2%	3.88
VTBR RM	VTB Bank PJSC	04.05.2018	2.8%	2.11
MOEX RM	Moscow Exchange	15.05.2018	1.8%	6.41
MAGN RM	Magnitogorsk Steel	04.06.2018	0.8%	7.93
SBER RM	Sberbank of Russia PJSC	13.06.2018	13.9%	4.34
SBERP RV	Sberbank Pref	13.06.2018	1.1%	5.79
MGNT RM	Magnit PJSC	14.06.2018	4.5%	4.46
NLMK RM	Novolipetsk Steel PJSC	14.06.2018	1.4%	8.02
TRMK RM	TMK PJSC	18.06.2018	0.3%	2.1
GMKN RM	MMC Norilsk Nickel PJSC	21.06.2018	6.2%	7.77
MVD RM	M.Video PJSC	25.06.2018	0.2%	4.05
ROSN RM	Rosneft Oil Co PJSC	29.06.2018	3.7%	3.31
MTSS RM	Mobile TeleSystems PJSC	03.07.2018	2.9%	8.51
MTLR RM	Mechel PJSC	05.07.2018	0.3%	0
RTKM RM	Rostelecom PJSC	05.07.2018	0.6%	7.91
TATN RM	Tatneft PJSC	05.07.2018	3.4%	6
TATNP RM	Tatneft PJSC	05.07.2018	0.6%	7.66
HYDR RM	RusHydro PJSC	09.07.2018	0.9%	6.75
LKOH RM	LUKOIL PJSC	10.07.2018	13.4%	5.53
AFKS RM	Sistema PJSC FC	11.07.2018	0.4%	12.06
AFLT RM	Aeroflot PJSC	13.07.2018	0.8%	9.07
TRNFP RM	Transneft PJSC	13.07.2018	1.0%	4.29
SNGS RM	Surgutneftegas OJSC	17.07.2018	2.7%	2.23
SNGSP RM	Surgutneftegas OJSC	17.07.2018	1.7%	5.24
ALRS RM	Alosa PJSC	18.07.2018	2.1%	6.69
GAZP RM	Gazprom PJSC	18.07.2018	14.9%	5.91
CHMF RM	Severstal PJSC	21.09.2018	1.5%	9.11
FEES RM	ROSSETI PJSC	na	0.4%	7.98
IRAO RM	Inter RAO UES PJSC	na	1.2%	3.75
MFON RM	MegaFon PJSC	na	0.8%	7.17
PIKK RM	PIK Group PJSC	na	0.4%	0.99
RSTI RM	ROSSETI PJSC	na	0.2%	1.53
RUAL RM	United Co RUSAL PLC	na	0.9%	3.16
YNDX RM	Yandex NV	na	1.4%	0
PLZL RM	Polyus PJSC	na	1.1%	5.61
UWGN RM	United Wagon Co PJSC	na	0.3%	-

\* Grey area shows known dividends that will be available for ETF investors if they decide to invest on March 19. Phosagro has went Ex div already. While some stocks Ex dividend dates have not been yet fully known.

\*\* 2017 Dividends cut off dates are usually in 2018 and will be paid within 45 days following approval at AGM

Figure sources: Bloomberg, Midlincoln Research

## RTS futures match RTS Price return not total return. Switch to RTS ETF instead.

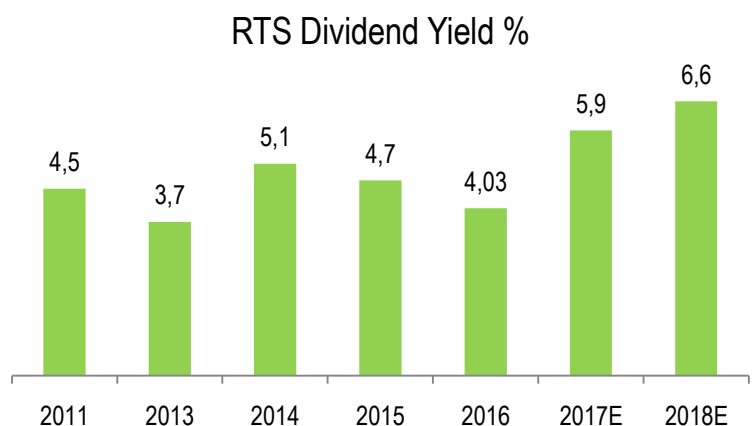


RTS futures were rolled from March to June expiry, but rolling over futures provides no exposure to RTS chunky dividend yield. For example Sberbank which has 14% weight in the RTS index will discuss 2017 dividends at its supervisory board meeting on March 20. Consensus yield on Sberbank ords is 4.3% and 5.6% on prefs.

Investors into RTS\$ futures will miss Sberbank's chunky dividends as well as all other generous dividends on RTS index stocks, highlighted in the table on the left. But RTS ETF investors will get additional dividend carry which is expected to be 5.9% this year. Top line on the chart above is total return RTS index (RTSR) which outperformed underlying RTS price index by 31.7% and RTS future by 33.3% since 2010.

FINEX RTS ETF (FXRL RX) currently has \$9MM in AUM, their TER is 90bps, while ITI Funds RTS ETF (RUSE LN) currently has \$4MM AUM and has a TER of 65bps, plus it will be listed on MOEX in the next couple of weeks.

Clients switching from Finex to ITI Funds ETF will save 25bps per annum.





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