

# KASE WEEKLY

04–06 May, 2020

## KASE NEWS

- ▲ The [schedule](#) of KASE operation from May 4 to May 6.
- ▲ The lists of shares of first, second and third classes of liquidity for May 2020 were [formed](#).
- ▲ Parameters of shares in KASE Index representative list [changed](#).
- ▲ Trading in bonds [KZ2C00006070](#) (NRBNb16) of Nurbank and [KZ2C00006062](#) (ALBNb5) of Subsidiary Bank Alfa-Bank opens in KASE secondary market sector.
- ▲ BCC Invest to act as a [market maker](#) for four issues of the Kazakhstan Sustainability Fund's bonds.
- ▲ Bonds KZ2C00006674 (KZENb2) of the National Company Kazakhstan Engineering [included](#) in category "bonds" of KASE Official List's main market.
- ▲ Five issues of Kazakhstan Sustainability Fund's bonds [transferred](#) from "bonds" category of alternative market to "bonds" category of the KASE Official List's main market.
- ▲ Bonds [KZ2C00002004](#) (INBNb2) of Bank RBK and international bonds [US29874QDC50](#) (EBRDU050520) of the European Bank for Reconstruction and Development delisted on KASE after reaching maturity.
- ▲ Bonds KZ2C00006476 (BASPb7) of the Kazakhstan Sustainability Fund [included](#) in the list of securities from GS basket.
- ▲ Trading in bonds [KZ2C00004075](#) (EUBNb17) of the Eurasian Bank and bonds [KZ2C00004083](#) (CCBNb29) of Bank CenterCredit resumed on KASE.
- ▲ The Board of Directors [approved](#) amendments to the Regulations on Methods of Trading in the ASTS+ Trading and Clearing System.

## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ KazAgroFinance [raised](#) KZT6.1 bn placing bonds KZ2C00006385 (KAFIb9) with yield to maturity of 13.00 % APR.
- ▲ Agrarian Credit Corporation [raised](#) KZT5.6 bn on KASE placing bonds KZ2C00006161 (AGKKb12) with yield to maturity of 9.75 % APR.
- ▲ National Atomic Company Kazatomprom [reported](#) operating results for Q1 2020.
- ▲ Bank CenterCredit announced that Moody's Investors Service [affirmed](#) global scale ratings of the bank with Stable outlook.
- ▲ Life Insurance Company Standard Life reported that Fitch Ratings had [affirmed](#) ratings of the company and its bonds; outlook "Stable".

KASE Index rose by 0.1% to 2,277.04 points over the week. The total volume of trading amounted to KZT127.2 million, which is 4.5 times less than last week.

06.05.2020

Trends (%)

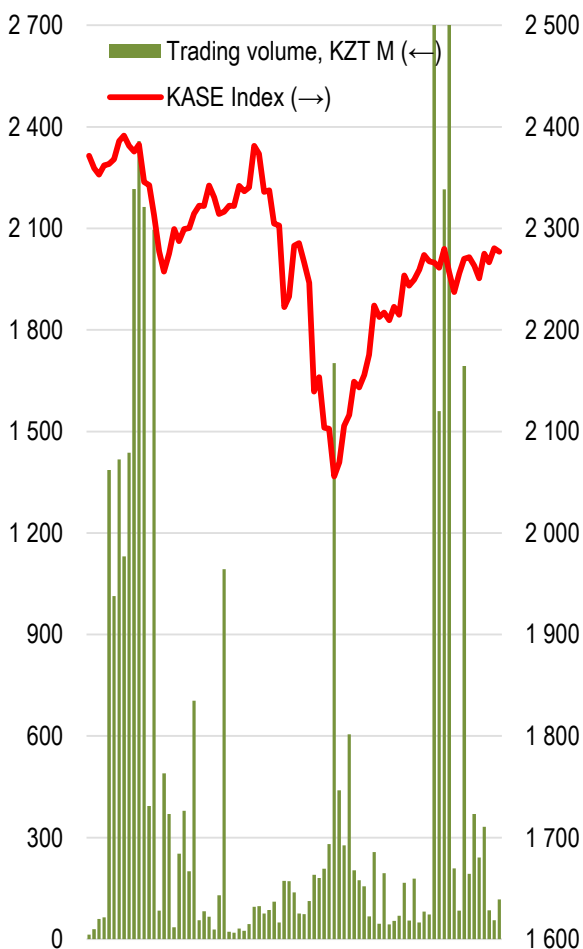
| KASE Index                              | 2 277.04     | 0.1         | 2.4         |
|---|--------------|-------------|-------------|
| <b>First class of liquidity</b>         | <b>Price</b> | <b>Δ 7d</b> | <b>Δ 1m</b> |
| VTB Bank                                | 0.2          | 5.0         | 10.5        |
| <b>KazTransOil</b>                      | 887.0        | 2.0         | -2.1        |
| <b>NAC Kazatomprom</b>                  | 6 219.0      | 1.5         | 13.2        |
| <b>Bank CenterCredit</b>                | 239.5        | 1.2         | 1.0         |
| <b>Halyk Savings Bank of Kazakhstan</b> | 96.0         | 0.5         | -7.1        |
| <b>Kcell</b>                            | 2 579.0      | 0.2         | 2.0         |
| <b>KEGOC</b>                            | 1 647.7      | 0.0         | 0.5         |
| Kazakhtelecom, preferred shares         | 14 000.0     | 0.0         | 10.9        |
| <b>Kazakhtelecom</b>                    | 25 800.0     | -0.9        | -2.1        |
| Sberbank Russia                         | 1 131.6      | -2.4        | -1.0        |
| Freedom Holding Corp.                   | 7 120.0      | -2.5        | 13.1        |
| Aeroflot                                | 432.0        | -2.6        | 8.0         |
| <b>KAZ Minerals</b>                     | 2 190.0      | -2.7        | 12.9        |
| Bank of America Corporation             | 9 950.0      | -7.2        | 9.2         |
| Gazprom                                 | 1 200.1      | -10.0       | -7.2        |

Note: Index stocks are highlighted in green

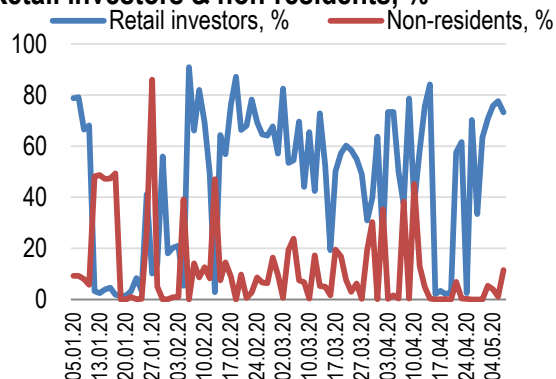
The prices of most shares changed insignificantly by the end of the week. Six shares rose in price: KazTransOil (+2.0%), NAK Kazatomprom (+1.5%), Bank CenterCredit (+1.2%), Halyk Bank (+0.5%), Kcell (+0.2%), KEGOC (+0.1%). The top loser of the week is Kazakhtelecom's ordinary shares (-0.9%) and KAZ Minerals (-2.7%).

The main drivers of the growth of KazTransOil's ordinary shares are the rising oil prices, the news about plans to increase oil transportation in the direction Atyrau-Samara and the expectation of dividend payments. It will be recalled that the Board of Directors of the company recommended to direct II net profit of 2019 and part of the retained earnings of previous years to the payment of dividends. Thus, if the amount of the dividend is approved at KZT118 per share, the dividend payout ratio of KazTransOil in 2019 will be 101%, which is still the maximum indicator among issuers of the representative list. KazTransOil's annual general meeting is scheduled for May 27. The list of shareholders eligible for dividend payments will be fixed at 00.00, June 3, 2020.

## KASE Index shares



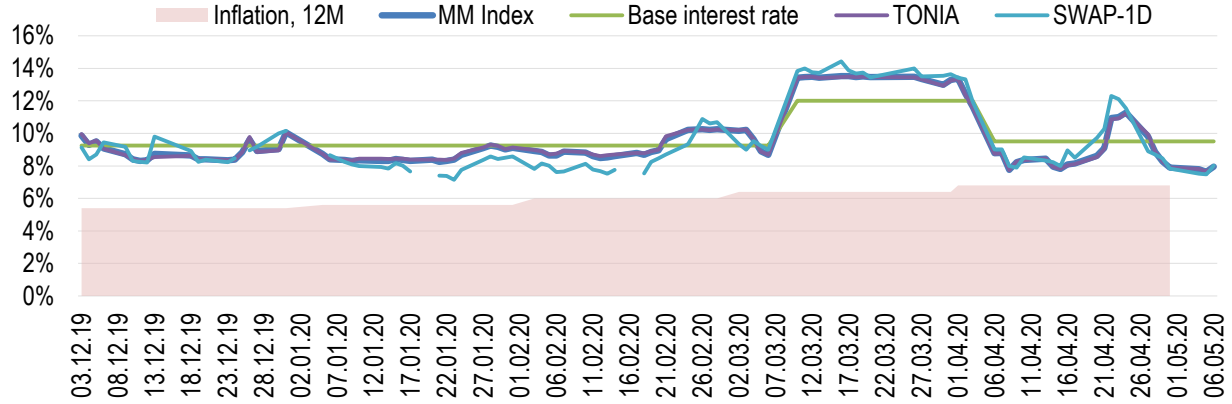
## Retail investors &amp; non-residents, %



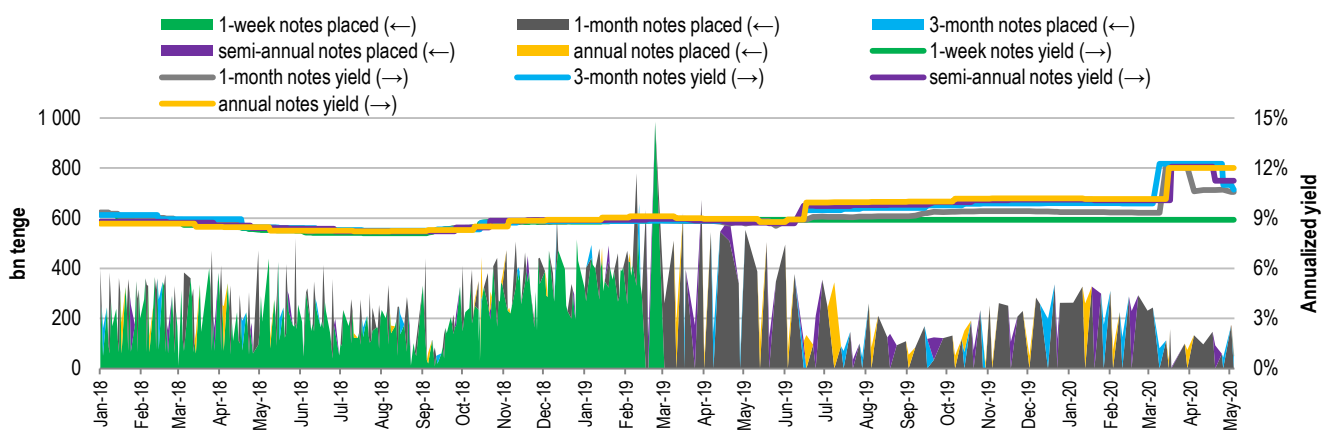


The yield of one-day repo transactions with government securities rose by 6 bps to 8.0% APR. SWAP 1D USD rate was up 18 bps to 7.8% APR. The average amount of liquidity raised for one day on the KASE market was KZT391 billion, a 25% increase compared to the last week. The increase is most likely due to the extension of the trading day until 15.00 Nur-Sultan time.

**Inflation and interest rates**

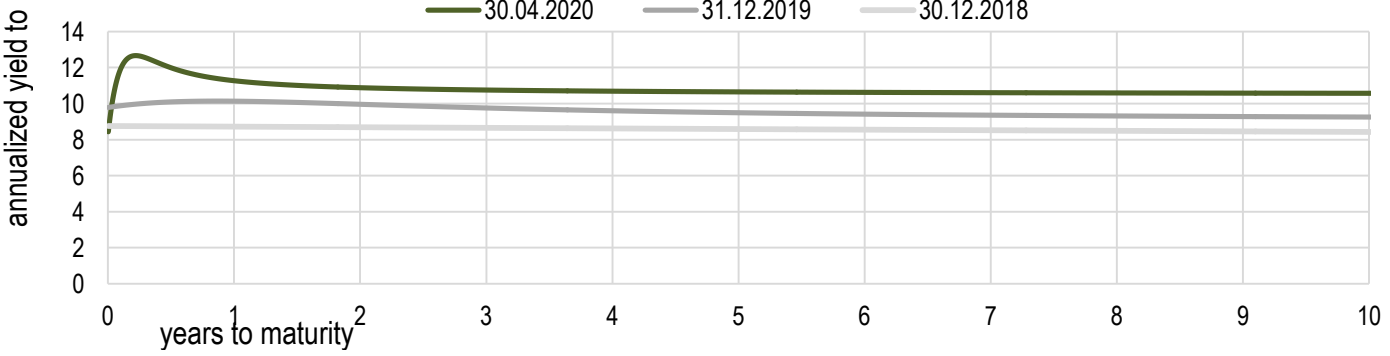


**Main Features of National Bank Notes Placements**



\* weighted average yield on all currency swap transactions with the US dollar.

**Risk-free yield curve (non-indexed GS)**





USDKZT – weighted average rate of tenge against the U.S. dollar over the short trading week strengthened by KZT3.65 to KZT420.92. Total trading volume over the week reached US \$315.3 mln, a 6,3% drop compared to the last week.

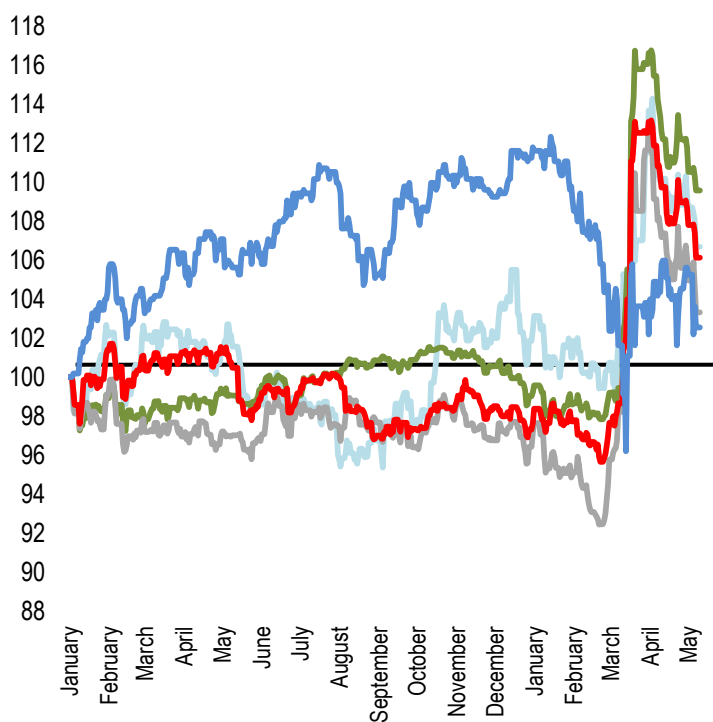
Brent crude oil prices rose above \$30 per barrel for the first time since mid-April. The July contract for Brent oil futures traded in London at US \$31 per barrel by 15:00 Nur-Sultan time. The new OPEC+ deal to cut oil production is a positive driver for the growth of oil prices. Moreover, a number of countries began gradually easing lockdown restrictions, which is also supporting growth of oil prices. However, on Wednesday oil growth slowed down amid investor fears that global oil storage facilities could overflow over the next few weeks.

RUBKZT – the tenge strengthened against the ruble based on the results of the week by 9 tiyn to KZT5.7454. Trading volume amounted to RUB70.0 mln.

EURKZT – the euro rate fell by KZT5 to KZT456.70.

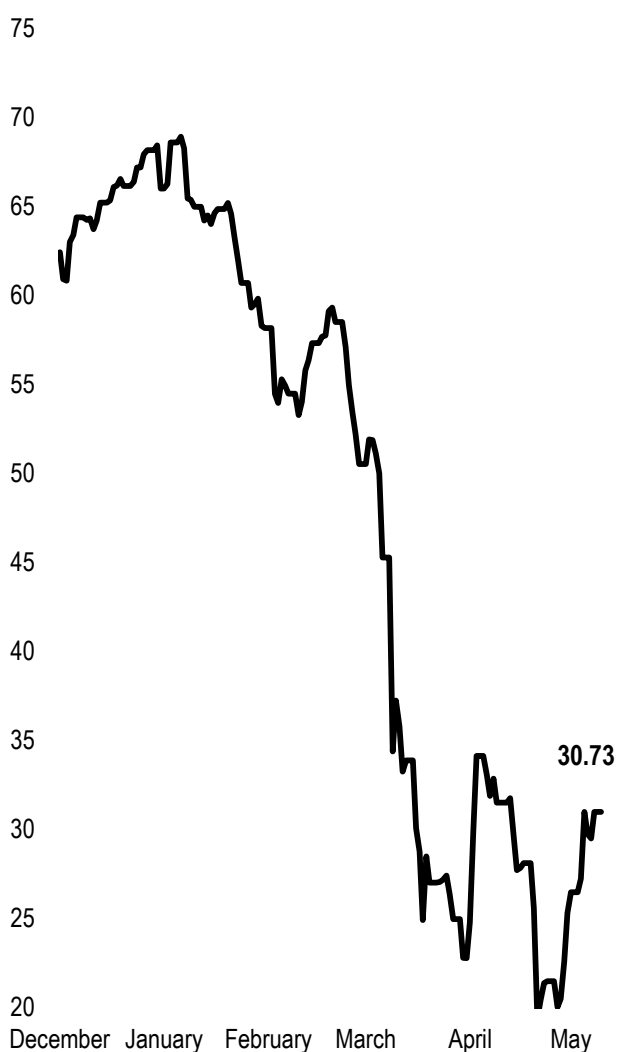
### FX rates

Δ %, base (01.01.19)



|          | Price  | Δ 7d, % | Δ 30d, % | Δ 2019, % |
|----------|--------|---------|----------|-----------|
| — GBPKZT | 527,25 | -2,1    | -3,3     | 5,5       |
| — USDKZT | 459,66 | -2,0    | -4,13    | 7,7       |
| — EURKZT | 423,73 | -1,7    | -4,5     | 11,2      |
| — CNYKZT | 60,02  | -1,5    | -4,0     | 10,0      |
| — RUBKZT | 5,72   | -1,9    | -1,2     | -7,3      |

### Brent oil USD/barrel



Note: The chart and the table are based on the official market rates of the NBK. NBK rates may differ from KASE rates.



| Global indices |           |         |     |       |               |             | Commodities market |         |       |       | 06.05.2020 |  |
|----------------|-----------|---------|-----|-------|---------------|-------------|--------------------|---------|-------|-------|------------|--|
| Name           | Value     | Trend % |     |       | Futures<br>7d | Name        | Price              | Trend % |       |       |            |  |
|                |           | 7d      | 1m  | 1y    |               |             |                    | 7d      | 1m    | 1y    |            |  |
| S&P 500        | 2 848.42  | -2.2    | 6.9 | -1.2  | -3.7          | Oil         | 29.72              | 17.6    | -10.1 | -57.5 |            |  |
| Dow Jones      | 23 664.64 | -2.8    | 4.3 | -8.9  | -4.3          |             | 23.99              | 27.3    | -8.0  | -60.9 |            |  |
| RTS            | 1 111.43  | -1.2    | 2.6 | -10.2 | -3.0          | Natural gas | 1.94               | -0.3    | 12.3  | -23.4 |            |  |
| MICEX          | 2 285.53  | 0.0     | 0.0 | 0.0   | -3.0          | Copper      | 235.25             | -0.1    | 6.1   | -15.8 |            |  |
| Hang Seng      | 24 137.48 | -2.1    | 1.6 | -17.8 | -1.8          | Iron        | 679.50             | -1.7    | -1.2  | -6.1  |            |  |
| SS CSI 300     | 3 936.25  | 0.6     | 6.0 | 5.8   | 2.1           | Gold        | 1 685.71           | 0.0     | 1.5   | 31.2  |            |  |
| Euro Stoxx 50  | 2 843.76  | -2.9    | 1.7 | -16.4 | -4.9          | Silver      | 14.99              | 0.6     | -1.2  | 0.9   |            |  |
| FTSEuroFirst   | 3 363.00  | -2.1    | 2.4 | -18.8 | -4.7          | Wheat       | 524.75             | -0.9    | -5.6  | 21.9  |            |  |
| FTSE 100       | 5 853.76  | -0.8    | 4.9 | -19.4 | -4.5          |             |                    |         |       |       |            |  |
| KASE           | 2 277.04  | 0.1     | 2.4 | #HVD  |               |             |                    |         |       |       |            |  |

| Economic calendar |  | Currency | Forecast | Previous |
|-------------------|--|----------|----------|----------|
| 12.05             | Consumer price index (y/y) (Apr)       | USD      | -0,2%    | -0,1%    |
| 12.05             | Producer price index (PPI) (y/y) (Apr) | CNY      | -2,6%    | -1,5%    |
| 13.05             | GDP (y/y)                              | GBP      | -2,1%    | 1,1%     |
| 13.05             | Producer price index (PPI) (mom) (Apr) | USD      | -0,5%    | -0,2%    |
| 13.05             | Crude oil reserves                     | USD      |          | 4.590M   |
| 15.05             | Industrial Production (YoY) (Apr)      | CNY      | 1,5%     | 1,1%     |
| 15.05             | German GDP (Q1)                        | EUR      | -2,1%    | 0,0%     |

Note: the calendar contains the most significant economic events of the current week according to KASE analysts opinion

B – billions  
M – millions  
K – thousands

| Kazakhstan statistics                       | Value    | As of    | Beginning 2019 |
|---|----------|----------|----------------|
| Annual inflation                            | 6,8%     | 01.05.20 | 5,3 %          |
| Gross international reserves of NBK, USD bn | 29 782   | 01.04.20 | 30 927         |
| Reserve money, KZT bn                       | 8 652,5  | 01.04.20 | 5 995,7        |
| Money supply, KZT bn                        | 22 577,5 | 01.04.20 | 20 813,4       |

| Kazakhstan credit ratings | Rating      | Date     | Previous    |
|---------------------------|-------------|----------|-------------|
|                           | BBB- stable | 10.09.18 | BBB- stable |
|                           | Baa3 stable | 26.07.17 | Baa3 stable |
|                           | BBB stable  | 28.09.18 | BBB stable  |

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**Corporate Events Calendar of KASE listed Companies**

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