

KASE WEEKLY

September 12 – 16
2022

KASE NEWS

- KASE [launches](#) a new theme website – ipo.kase.kz.
- [Amendments](#) to the Listing Rules and the Rules for determining the amount, terms and procedure for paying listing fees and the [Procedure](#) for Implementing Listing Procedures in a new version have been put into effect.
- Bonds [KZ2P00008865](#) (MFSLb2) of Safe-Lombard LLP, [bonds](#) [KZ2C00008605](#) (BRKZb25) and [KZ2C00008613](#) (BRKZb26) of Development Bank of Kazakhstan JSC, bonds [KZ2C00008969](#) (KMGZpp1) of National Company KazMunayGas JSC, bonds [KZMJ00001378](#) (KOK024_137) of akimdik of Kyzylorda region, bonds of Kazakhstan Sustainability Fund JSC of six issues and common shares [KZ1C00014562](#) (ADRP) of Aidarly Project JSC are included in KASE official list.
- Bonds [KZ2C00008050](#) (KFUSb30) of Kazakhstan Sustainability Fund JSC and bonds [KZ2C00003994](#) (SNRGb3) of Samruk-Energy JSC were excluded from KASE official list due to the expiration of circulation period.
- [KZ2C00001493](#) (ALTMb1) of Almatytemir JSC were excluded from KASE official list in connection with their cancellation.
- Trades in international bonds [US91282CCT62](#) (US_09_2408) of the US Department of the Treasury are opened on KASE.
- Bonds [KZ2P00008790](#) (MFOkb6) of MFO OnlineKazFinance LLP [transferred](#) to trading mode in "clean" prices.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed on KASE 25.2 mln MEOKAM-48 of issue 54 ([KZK200000729](#), MOM048_0054).
- The Ministry of Finance of Kazakhstan raised KZT27.4 bn on KASE by placing METIKAM-36 of the first issue ([KZKT00000016](#), MTM036_0001).
- Akimdik of Kyzylorda region raised KZT2.3 bn on KASE by placing bonds [KZMJ00001378](#) (KOK024_137).
- Kazakhstan Sustainability Fund JSC raised KZT24.4 bn on KASE by placing bonds [KZ2C00008688](#) (KFUSb38) and [KZ2C00008696](#) (KFUSb39).
- Bank RBK JSC [paid](#) dividends on preferred shares KZ1P00000764 (INBNp).
- Transnational Company Kazchrome JSC [paid](#) dividends on common KZ0009093704 (KZCR) and preferred KZ0009089744 (KZCRp) shares for 2021.
- National Company Food Contract Corporation JSC [paid](#) dividends on ordinary shares for 2021.
- BCC Invest JSC [paid](#) dividends to holders of units KZPF00000231 (BCClrb) of "CenterCredit - Reasonable Balance" IUIT for June–August 2022.
- KEGOC JSC [says](#) S&P Global Ratings affirmed the company's ratings.
- Development Bank of Kazakhstan [says](#) S&P Global Ratings affirmed the bank's ratings.
- Damu Entrepreneurship Development Fund JSC [says](#) S&P Global Ratings affirmed the company's ratings.
- SWF Samruk-Kazyna JSC [says](#) S&P Global Ratings affirmed the fund's ratings.
- ForteBank JSC [says](#) Fitch Ratings upgraded the bank's rating to "BB-", outlook "Stable".
- Kaspi Bank JSC [says](#) S&P Global Ratings upgraded the bank's ratings, outlook "Stable".
- KEGOC [announces](#) changing the type of bonds [KZ2C00007797](#) (KEGCb4) to "green".



16.09.2022

KASE Index	3 142,65	Trends (%)	
		0,1	3,7
First class of liquidity	Price	Δ 7D	Δ 1M
АО "Казакхтелеком"	28 676,66	3,2	2,8
АО "ForteBank"	3,79	2,4	1,1
АО Kaspi.kz	27 800,00	2,0	3,0
АО "НАК "Казатомпром"	15 100,00	1,8	12,8
АО "Банк ЦентрКредит"	604,50	0,9	26,2
АО "KM GOLD"	189,99	-	0,5
АО "KEGOC"	1 583,00	- 0,1	- 0,8
AT&T Inc.	16,93	- 0,3	- 8,5
АО "Народный сберсгательный банк Каза	120,90	- 0,5	6,9
Freedom Holding Corp.	54,16	- 1,1	- 5,0
Apple Inc.	153,00	- 1,8	- 11,9
Intel Corporation	29,85	- 2,7	- 18,3
АО "Кселл"	1 605,00	- 3,5	- 5,3
АО "КазТрансОйл"	717,10	- 4,0	- 8,1
Advanced Micro Devices, Inc.	77,77	- 7,0	- 23,3
Meta Platforms, Inc.	150,74	- 7,7	- 15,8

Note: Index stocks are highlighted in green

At the beginning of last week, data on inflation in the United States of America and the EU countries were released. Contrary to market expectations, the cycles of rate hikes carried out by the leading central banks did not lead to a significant reduction in inflation. In the European Union, inflation rose from 8.9% to 9.1%, in America, headline inflation fell, but core inflation, which is more focused on the Fed, rose from 5.9% to 6.3%. The ongoing acceleration of inflationary processes has led to the fact that the markets began to lay more likely to prolong the cycle of rising rates. As a result, a significant decline in stock indices, an increase in the yield of government securities and the strengthening of the dollar against other currencies were observed on international markets throughout the week. The Fed and the Bank of England will make another decision on the base rate this week on September 22.

On the local stock market last week was relatively stable. KASE Index practically did not change over the week, the market closed at the level of 3,142.65 points. Shares of Kazakhtelecom (+3.2 %), Kaspi.kz (+2 %), Kazatomprom (+1.8 %) and BankCenter Credit (+0.9 %) ended the week in the green zone. The growth of Kaspi.kz shares is associated with an increase in the rating of Kaspi Bank from "BB-" to "BB" by the international agency S&P Global Ratings, the rating outlook is "Stable". The agency noted that the rating of Kaspi Bank reflects a proven strategy and strong market positions in the business segment. In addition, on the same day, the international agency Fitch Ratings upgraded ForteBank's long-term rating from "B+" to "BB-" with a stable outlook. Confirming the stability of the economic situation, last week dividends were paid by Bank RBK, Kazchrome, Food Contract Corporation. BCC Invest has paid dividends to holders of units of the "CenterCredit-Razumny balance" interval mutual investment fund.

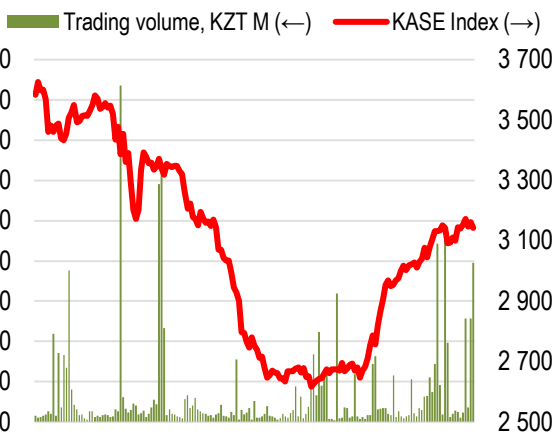
Activity continues on the debt market of KASE. On September 16, Kazakhstan Sustainability Fund placed two issues of two-year bonds in the amount of 28.9 billion tenge. The yield to maturity based on the results of the auction was at the level of 15.45–15.7% per annum. Since September 13, five-year bonds of two issues of Development Bank of Kazakhstan in the amount of 50 billion tenge have been included in the main market of KASE official list, of which bonds for 15 billion tenge have the status of "green". Last week, KEGOC provided KASE with changes and additions to the bonds issue prospectus of the fourth issue, according to which the type of bonds was changed to "green". These are the first "green" bonds of KEGOC. The issue volume is 35 billion tenge, the placement is scheduled for KASE in November.

In the government securities market, on September 14, the Ministry of Finance placed two issues of treasury bills for a total of 52.6 billion tenge with a yield to maturity of 13.9–14.88% per annum with a maturity of 3 to 4 years. The next day, the Akimdik of Kyzylorda region, having placed two-year bonds, raised 2.3 billion tenge. These bonds were issued to finance housing construction as part of government programs.

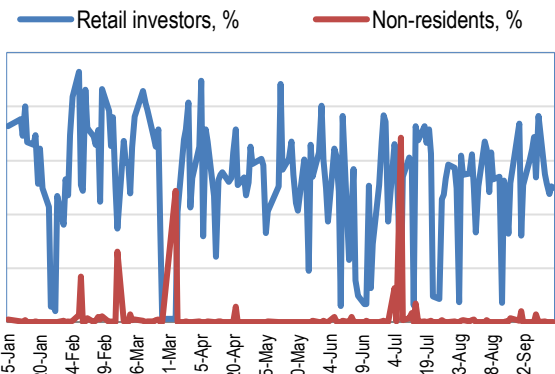
KASE continues to work on the project of involving general collateral certificates in trading. Currently, the list of securities included in the collateral pool under the GCGlobalSec certificate is expanding.

For investors interested in working with instruments of foreign issuers, KASE announced the opening of trading on September 16 in three-year international bonds of the US Department of the Treasury with a coupon of 0.375% per annum. In addition, trading in The Walt Disney Company shares will be launched from September 20. As a result, shares of 47 foreign issuers and six foreign ETFs will be available for trading in the KASE Global sector.

KASE Index shares



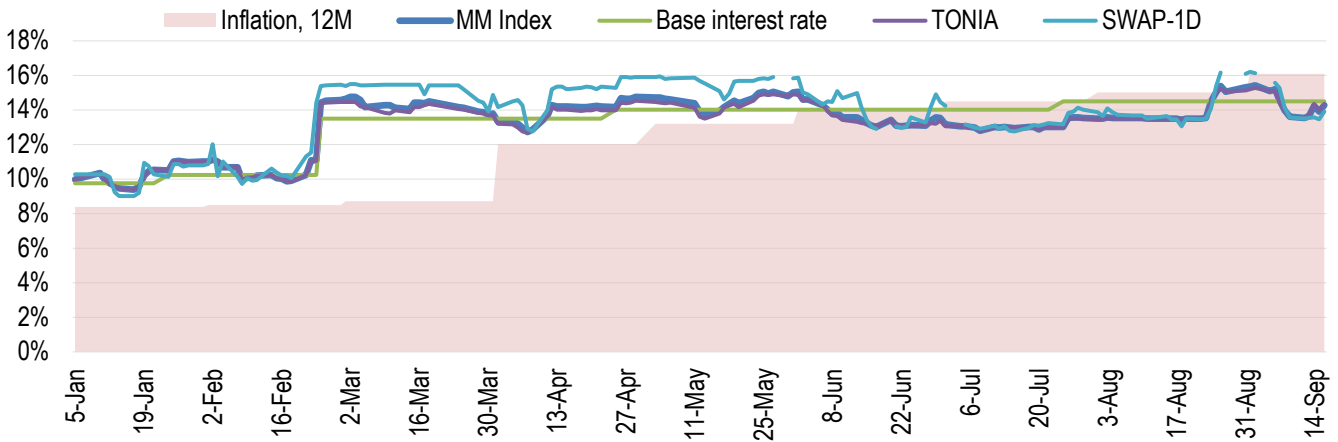
Retail investors & non-residents, %



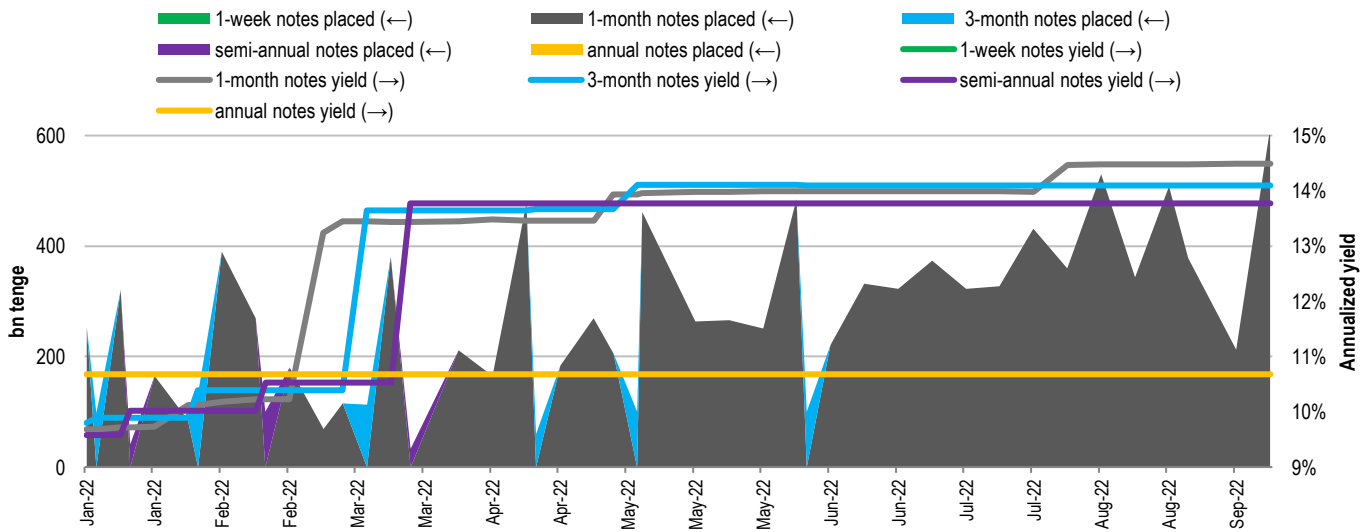


The profitability of one-day REPO transactions with government securities (GS) (TONIA) from September 9 to 16 increased from 13.61 % to 14.35 % per annum. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) during the period under review increased from 13.56 % to 13.91 % per annum.

Inflation and interest rates

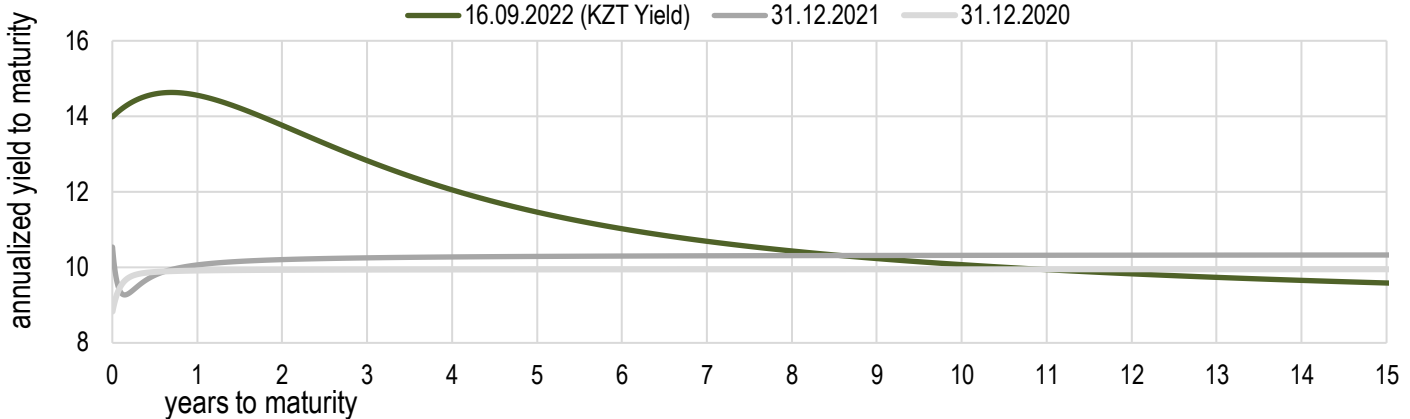


Main Features of National Bank Notes Placements



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

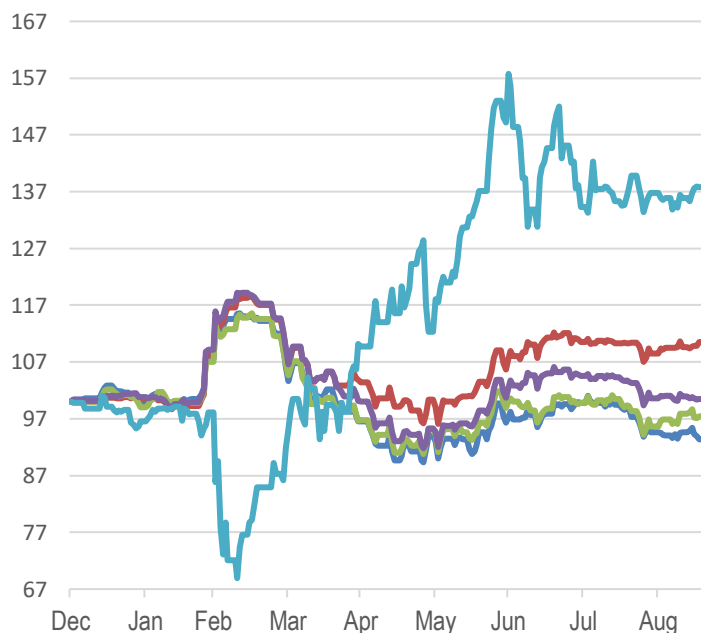
Risk-free yield curve (non-indexed GS)



As a result of trades on September 16, the market rate of tenge formed at the level of 477.12 tenge per US dollar, depreciating over the week by 0.8% (from 473.35). A number of significant events took place on the foreign exchange market, the main of which is the release of US inflation data. According to the US Department of Labor, the consumer price index in August rose by 0.1% compared to July (core CPI – by 0.6%), exceeding market expectations. This factor, in turn, puts pressure on the US Federal Reserve to take a "hawkish" position before the meeting of the Federal Open Market Committee in September. This signals a likely tightening of monetary policy. The European Central Bank also expressed its determination to respond to inflation rates. He announced a further increase in interest rates while maintaining the current trend. These factors led to a predominantly negative dynamics of the currencies of developing countries against the US dollar:

- the Russian ruble appreciated by 0.5% (from 60.6 to 60.28). The Central Bank of the Russian Federation lowered the rate by 50 b.p. to 7.5% (in August, annual inflation slowed down to 14.3%);
- the Indian rupee weakened by 0.2% (from 79.58 to 79.75). Growing expectations for India to be included in the JPMorgan & Chase Co. Emerging Markets Bond Index increase the attractiveness of Indian bonds, offsetting the negative risk sentiment in global markets;
- the Turkish lira weakened by 0.2% (from 18.22 to 18.26) amid worsening global risk sentiment after the release of US inflation data. The current account deficit widened to \$4.01 billion;
- the Mexican peso weakened by 0.7% (from 19.9 to 20.04) on the back of a strong dollar and rising US Treasury yields;
- the Indonesian rupiah weakened by 0.8% (from 14,830 to 14,955) on the back of a strengthening US dollar;
- the South African rand weakened by 1.7% (from 17.31 to 17.61) on the back of lower global risk and the outflow of foreign capital. Analysts expect the Central Bank to raise its key rate by 50-75 b.p. at the next meeting on September 22;
- the Brazilian real weakened by 1.9% (from 5.15 to 5.25) against the background of the outflow of foreign capital.

FX rates

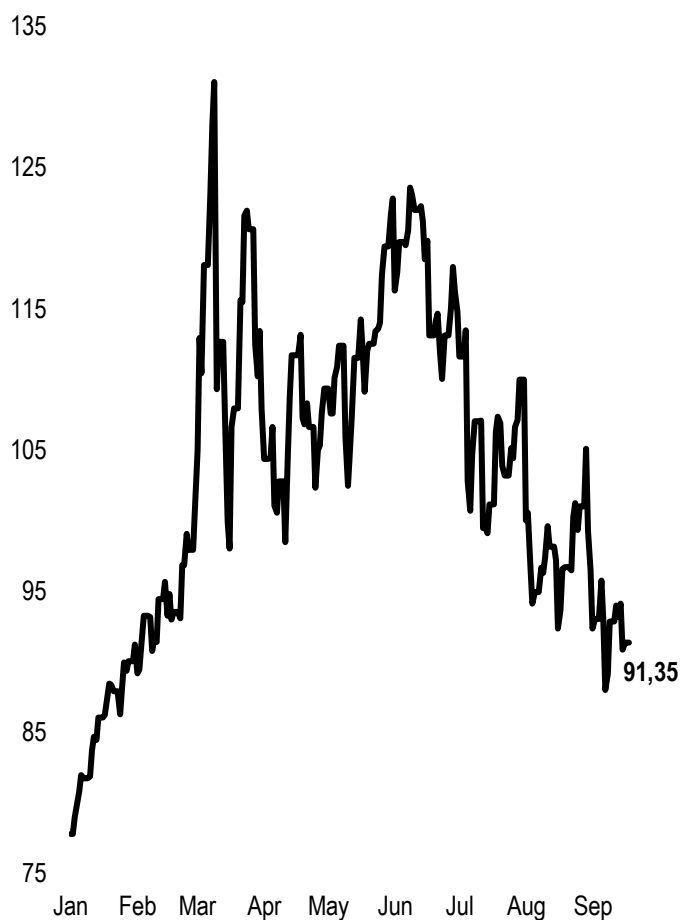


— GBPKZT — USDKZT — EURKZT
— CNYKZT — RUBKZT

Price Δ 7d, % Δ 30d, % Δ 2022, %

GBPKZT	542,72	-1,31	-4,71	-6,03
USDKZT	477,12	0,80	-0,50	9,85
EURKZT	475,45	-0,40	-1,89	-2,87
CNYKZT	68,03	-0,53	-3,23	0,32
RUBKZT	7,95	1,40	2,45	37,95

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

Name	Value	Trend %			Futures
		7D	1M	1Y	7D
S&P 500	3 873,33	-4,8	-9,4	-13,4	-4,8
Dow Jones	30 822,42	-4,1	-9,3	-11,3	-4,2
RTS	1 275,03	1,0	12,2	-27,4	-7,5
MICEX	2 285,53	0,0	0,0	0,0	-7,5
Hang Seng	18 761,69	-3,1	-5,8	-23,9	-3,4
SS CSI 300	3 932,68	-3,9	-6,7	-18,2	-3,8
Euro Stoxx 50	3 500,41	-2,0	-6,8	-16,1	-2,4
FTSEuroFirst	4 227,90	-1,7	-5,9	-6,7	-2,3
FTSE 100	7 236,68	-1,6	-3,7	3,0	-1,6
KASE	3 142,65	0,1	3,7	-8,7	

Commodities market

September 16, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	91,35	-1,6	-2,5	20,7
Oil (WTI)	85,11	-1,9	-3,4	17,2
Natural gas	7,76	-2,9	-16,0	45,5
Copper	356,10	-0,6	-0,6	-16,8
Iron	784,50	-0,2	1,0	3,9
Gold	1 675,06	-2,4	-4,9	-4,5
Silver	19,30	3,4	-2,2	-15,2
Wheat	859,75	0,8	12,6	20,6

Calendar of economic events

Currency

Forecast

Previous

20.09	<u>Base lending rate of the NBK</u>	CNY	3.65 %	3.65 %
20.09	<u>ECB President Lagarde to give a speech</u>	EUR		
21.09	<u>Fed rate decision</u>	USD	3.25 %	2.50 %
22.09	<u>Interest Rate Decision (Sep)</u>	GBP	2.25 %	1.75 %
22.09	<u>Number of initial applications for unemployment benefits</u>	USD	218K	213K
23.09	<u>Manufacturing PMI (Sep)</u>	EUR	48.3	49.1
23.09	<u>Statement by Fed Chairman Mr. Powell</u>	USD		

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

Previous month

Annual inflation	16,1%	01.09.22	15,0%
Gross international reserves of NBK, USD bn	32,7	01.09.22	32,8
Reserve money, KZT bn	12 076,5	01.09.22	11 579,1
Money supply, KZT bn	31 568,3	01.09.22	31 396,3

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 negative

02.09.22

BBB-/A-3 stable

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

17.06.22

BBB/stable

CONTACT INFORMATION



Address: Republic of Kazakhstan, 050040, Almaty, Baizakov St., 280, Business Center "Almaty Towers"

Tel.: +7 (727) 237 53 00



Corporate website



Contact us



Corporate Events Calendar of KASE listed Companies

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