

KASE WEEKLY

October 06-09
2023

KASE NEWS

- KASE began calculating and publishing new indices of the government securities market of the Republic of Kazakhstan.
- KASE [compiled](#) lists of securities of the first, second and third classes of liquidity for October 2023.
- Central Securities Depository [granted](#) KASE membership in "currency" category.
- KASE [publishes](#) member activity rankings for September 2023 on own website.
- Bonds [KZ2P00010010](#) (MFBLb2) of Birinshi Lombard LLP, [six issues](#) of international bonds of the US Department of the Treasury and bonds [KZMJ00001626](#) (AIK006_162) of the akimdik of Abai region are included in KASE official list.
- International bonds [US912797GV34](#) (US_70_2310) and [US912796Y21](#) (US_26_2310) of the US Department of the Treasury were excluded from KASE official list due to the expiration of their circulation period.
- Trading in bonds [KZ2C00010122](#) (MFOKb15) of MFO OnlineKazFinance JSC and bonds [KZ2C00009454](#) (KFUSb53) of Kazakhstan Sustainability Fund JSC opens on KASE.
- Trading in futures with execution in November 2023 and September 2024 [opens](#) on KASE.
- Bonds [KZ2P00009988](#) (MFUCb4) of "UNICREDO" MFO are transferred to trading mode in "clean" prices.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed 42.4 mln MEUKAM-108 of issue 12 ([KZKD00000915](#), MUM108_0012) on KASE.
- As part of the subscription to KASE, 13.7 mln common shares [KZ1C00001148](#) (PHYS) of Phystech II JSC were placed at KZT1,000.00 per share.
- Akimdik of Abai region [raised](#) KZT2.6 bn on KASE on October 6 by placing bonds [KZMJ00001626](#) (AIK006_162).
- Kazakhstan Sustainability Fund on October 6 [raised](#) KZT3.0 bn on KASE by placing bonds [KZ2C00009389](#) (KFUSb51) at yield to maturity of 14.85 % APR.
- MFO OnlineKazFinance JSC [announces](#) the redemption of its bonds [KZ2P00008576](#) (MFOKb3).
- The sole shareholder of First Heartland Securities [decides](#) to voluntarily terminate securities license and delist common shares [KZ1C00008077](#) (FHSE) on KASE.
- The name of Forpost LLP [changed](#).
- BASS Gold [says](#) that authorized body consented to transfer of subsoil use right from Blok One Company to Forpost.
- AstanaGas KMG [says](#) Fitch Ratings affirmed the company's ratings; outlook "Stable".
- MFO "Arnur Credit" [announces](#) receiving gold certificate from MFR for client protection standards.
- BCC Invest [announces](#) placement of 1.5 bn common shares of the company.



06.10.2023

Trends (%)

KASE Index	4 067,28	-0,9	5,4
First class of liquidity	Price	Δ 7D	Δ 1M
Pfizer Inc.	33,67	4,0	- 6,5
АО "КазТрансОйл"	850,00	2,2	1,0
Intel Corporation	36,00	2,1	15,7
АО "ForteBank"	3,67	1,9	- 1,1
АО "Казхателеком"	34 150,00	1,8	2,2
Apple Inc.	173,95	1,7	- 6,3
АО "БАСТ"	6 600,00	1,5	- 5,0
АО "Народный банк Казахстана"	152,26	0,8	0,5
АО "Банк ЦентрКредит"	783,98	0,6	22,2
АО "Кселл"	1 999,99	0,4	0,8
АО "KM GOLD"	120,47	0,4	- 1,5
Freedom Holding Corp.	85,00	0,0	- 14,0
Advanced Micro Devices, Inc.	103,15	- 0,5	- 4,5
АО "Банк ЦентрКредит"	725,00	- 0,7	5,4
АО "КЕГОС"	1 475,00	- 1,0	- 6,4
АО "НК "КазМунайГаз"	11 656,89	- 1,7	1,4
АО Kaspi.kz	45 399,50	- 1,9	- 1,9
Ford Motor Company	13,71	- 2,1	- 0,4
Tesla, Inc.	250,00	- 3,4	1,6
AT&T Inc.	14,49	- 3,8	- 1,3
PayPal Holdings Inc.	56,80	- 3,9	- 11,0
АО "НАК "Казатомпром"	18 730,00	- 3,9	30,0
Bank of America Corporation	26,30	- 8,6	- 8,6

Note: Index stocks are highlighted in green

October began with a correction on the local stock market: KASE Index decreased by 0.9 %, to 4,067 points. The strongest correction was observed in shares of Kazatomprom, which fell by 3.9 % over the week. Considering that prices on the uranium market are at multi-year highs, and there have been no significant corporate events, it can be assumed that investors are adjusting prices in anticipation of reports for the third quarter, which will begin to be released only at the end of the month.

The quarterly results of the banking sector, judging by the operational data of the National Bank, will turn out to be strong. Over the eight months of this year, the net profit of second-tier banks increased by 76.5 % to 1.4 trln tenge. Halyk Bank remains the leader in terms of net profit with an increase of 28.5 % to 446 bn tenge. Profit Kaspi Bank grew by 38.3 % to 305.5 bn tenge. The profit of Bank CenterCredit decreased by 29.2 % to 85.1 bn tenge due to the high base of last year. Since the beginning of the month, shares of Halyk Bank have increased by 0.8 %, while shares of Bank Center Credit and Kaspi.kz fell by 0.7 and 1.9 %, respectively.

KASE continues to collect orders for the purchase of KEGOC shares as part of the announced placement. Until October 27, the book is open only to existing shareholders of the company for the purpose of exercising their preemptive purchase right. The collection of orders will be open for everyone from October 16 and will last through November 2. Let us remind you that at the end of last month KEGOC carried out an additional issue of 15.3 mln shares at a price of 1,482 tenge per share. At the end of last week, KEGOC share's price dropped to 1,475 tenge per share, which is lower than the price of the ongoing offering.

Last week, KASE generated another list of securities of the first, second and third classes of liquidity. The first class of liquidity included 55 instruments, including ETFs for bonds and short-term US notes, shares of Nvidia, Citigroup, M&T Bank added since last month. A total of 26 types of instruments were included in the first liquidity class of the KASE Global sector in October.

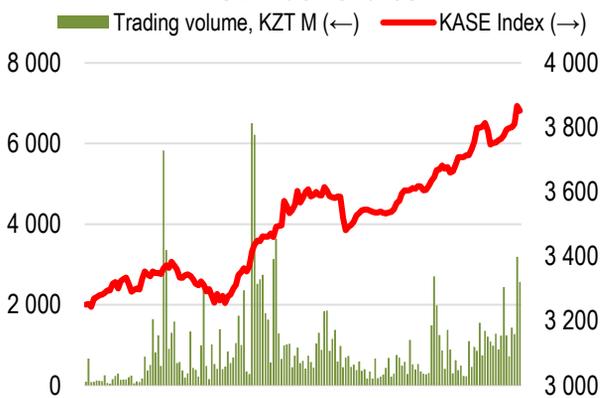
Three offerings have taken place on KASE's debt capital market since the beginning of October: Kazakhstan Sustainability Fund raised 1 bn tenge for a period of one year at 12.5 % per annum, the Ministry of Finance raised 39.2 bn tenge for a period of three years at 9.1 % per annum, the local executive body of Abai region raised 2.6 bn tenge for five months at 4.25 % per annum.

Coupon payments on previously placed issues were made last week by Kazakhstan Sustainability Fund, National management holding "Baiterek", national company "KazMunayGas", Microfinance organizations R-finance and Unicredo on bonds at 11-25 % per annum for a period of two to ten years. In particular, Kazakhstan Sustainability Fund made payments on two bonds with a floating coupon rate of 1.25 % + TONIA.

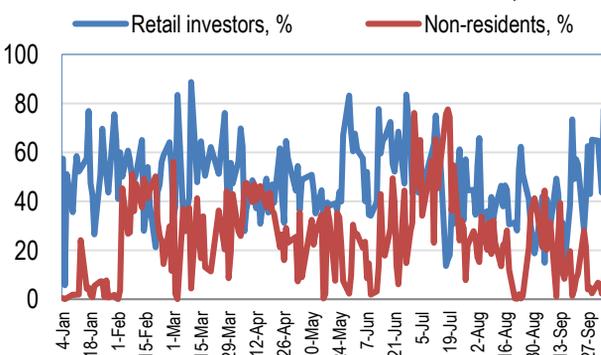
To increase the representativeness of the GS market, Kazakhstan Stock Exchange continues to expand the list of calculated indices. Last year, indices were launched for government securities with maturities of up to one year, from one year, up to five years and more than five years. Last week, a general GS index was launched without segmentation by maturity.

Last month, the total trading volume on all markets of Kazakhstan Stock Exchange reached a record 46.7 trln tenge, including 42.2 trln tenge in the money market, 3.4 trln tenge in the foreign exchange market and 1.1 trln tenge in the stock market. On average, the Exchange traded a volume of 2.2 trln tenge per day.

KASE Index shares

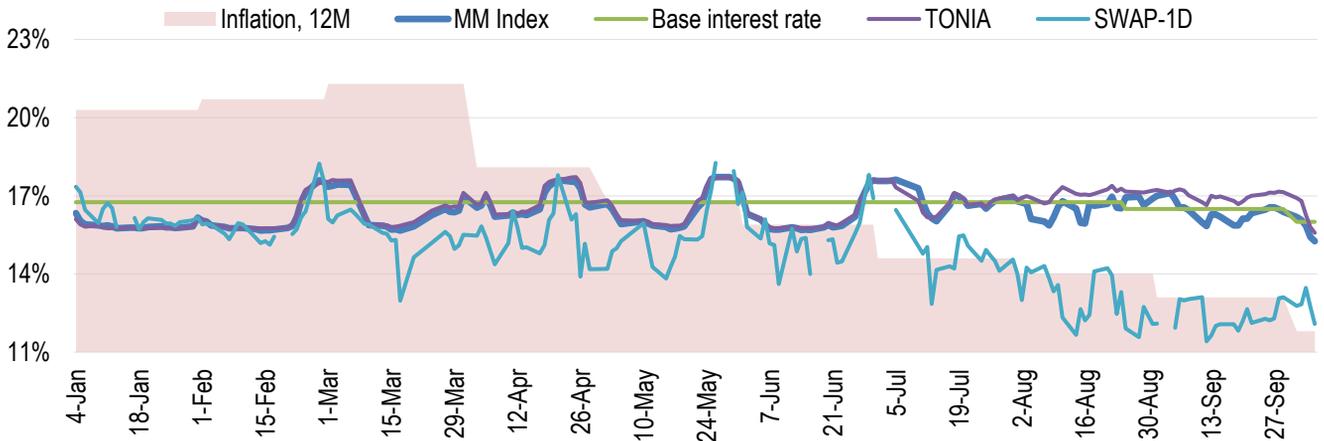


Retail investors & non-residents, %

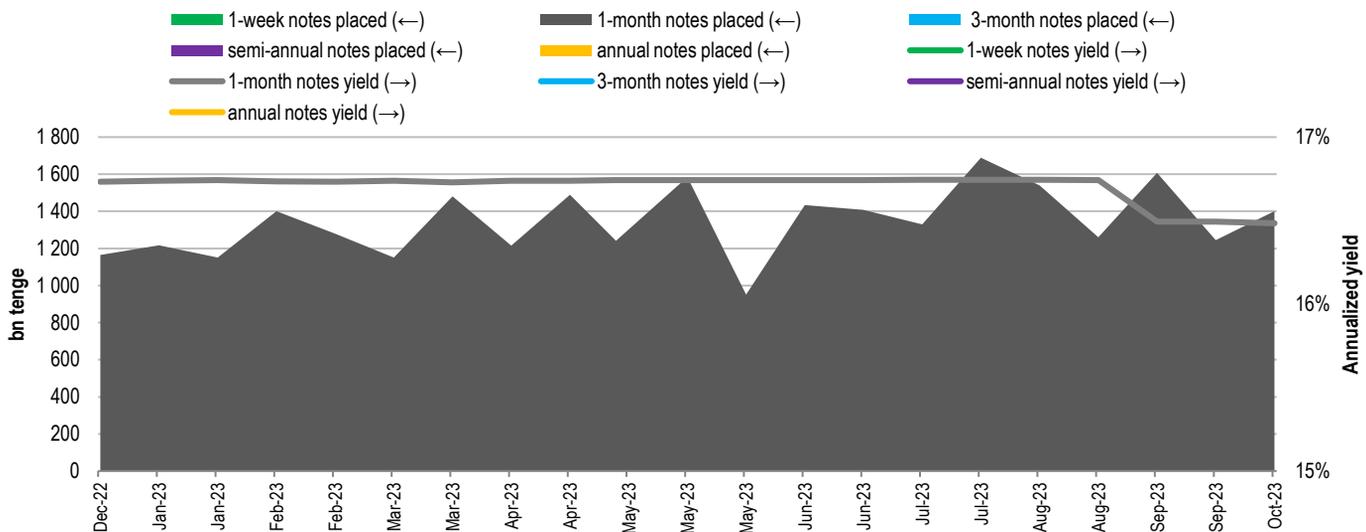


On the KASE money market, the interest rate on the one-day repo TONIA decreased from 17.14 % to 15.58 % per annum, trading in the lower corridor of the key rate. The yield on the one-day currency swap transactions in US dollars decreased over the period from 13.11 % to 12.08 % per annum, trading below the base rate corridor.

Inflation and interest rates

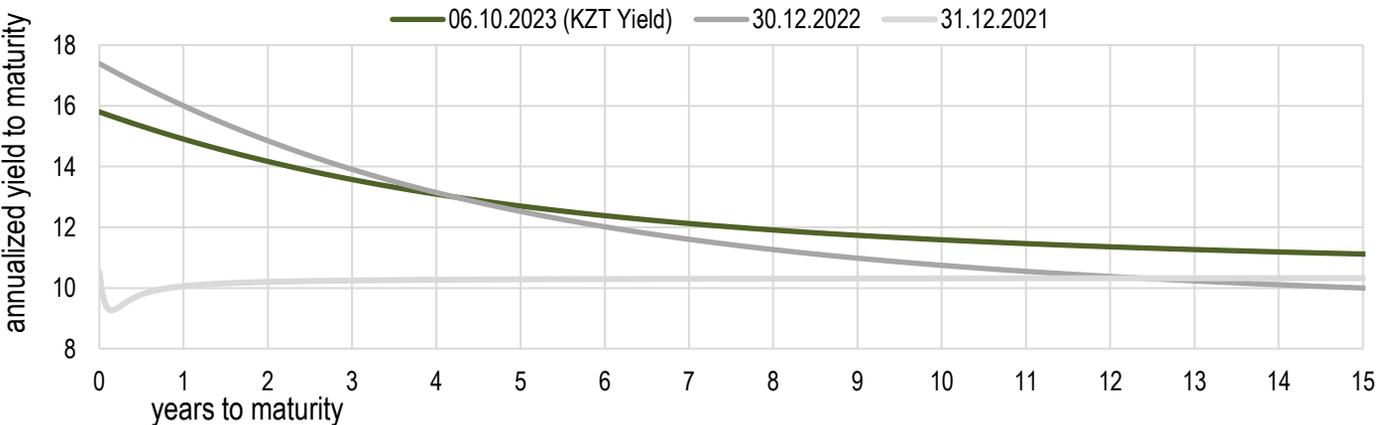


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



On October 6, 2023, the Monetary Policy Committee of the National Bank decided to reduce the key rate by 0.5 percentage points, to 16 %. The decision was made taking into account the overall positive dynamics of inflation processes. The annual inflation is actively slowing down. Core and seasonally adjusted inflation rates are stabilizing. Meanwhile, inflation expectations remain volatile and continue to form at a high level. External inflation is developing favorably, continuing to slow down. This is facilitated by lower prices on world food markets, as well as the policies of central banks to ensure price stability.

However, certain risks require attention. In particular, this is the continued stability of core inflation in the world, increasing inflationary pressure from a number of trading partner countries, the impact of oil prices on global inflation and increased geopolitical risks. Within the economy, prices remain under pressure from fiscal stimulus and robust domestic demand. This, coupled with high inflation expectations, creates an opportunity for the potential realization of secondary effects from rising prices for housing and communal services and fuels and lubricants. Previously, they were, to a certain extent, suppressed by the positive dynamics of the tenge exchange rate.

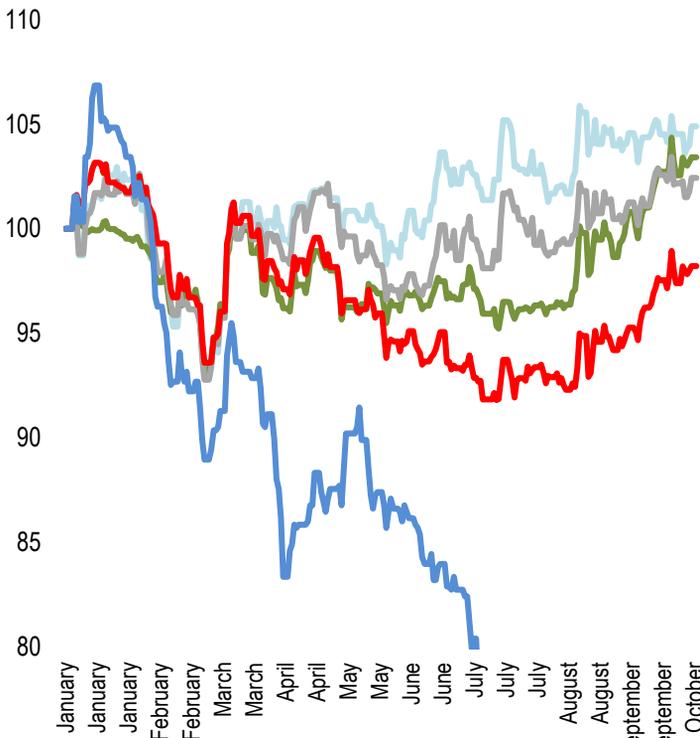
Added to the risks of rising prices is the likelihood of a more significant increase in the cost of food products due to worsening forecasts for the wheat harvest for the current year.

The main task of the National Bank is to ensure price stability. All our efforts will be aimed at achieving **the established inflation target of 5 %** in the medium term.

The next decision on the key rate will be a fundamental one. The level of the key rate will be set based on the results of the next forecast round and announced **on November 24, 2023** at 12:00 Astana time.

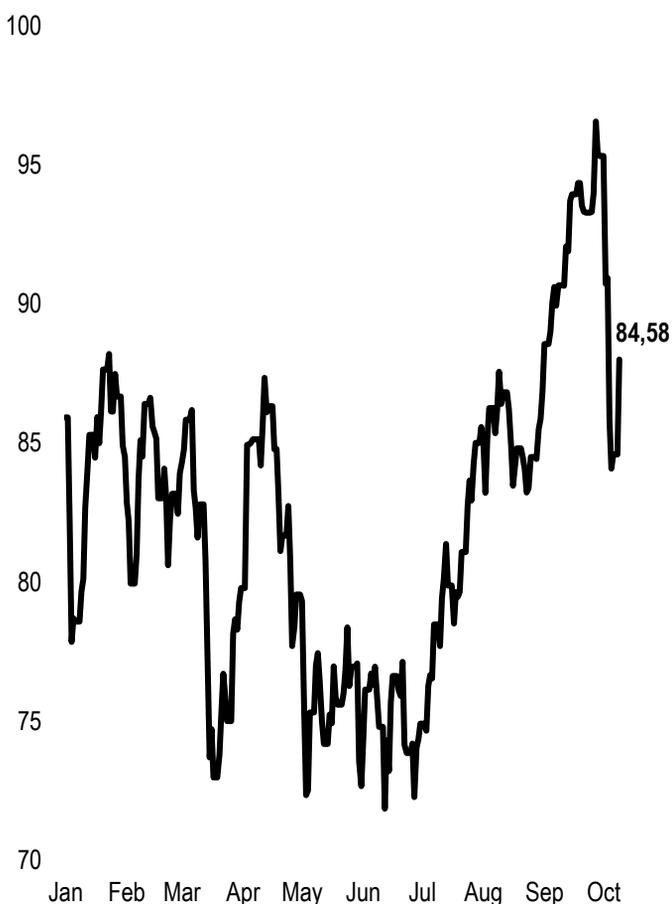
FX rates

Δ %, base (01.01.23)



	Price	Δ 7d, %	Δ 30d, %	Δ 2023, %
— GBPKZT	583,78	0,35	0,25	3,99
— USDKZT	478,43	0,83	3,80	3,20
— EURKZT	504,84	0,26	1,48	1,77
— CNYKZT	65,53	0,83	3,83	-2,01
— RUBKZT	4,77	-2,25	1,70	-25,51

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	4 308,50	0,5	-3,5	15,1	0,4
Dow Jones	33 407,58	-0,3	-3,0	11,6	-0,4
RTS	987,14	-2,0	-5,0	-5,5	-1,5
MICEX	2 285,53	0,0	0,0	0,0	-1,5
Hang Seng	17 485,98	-1,8	-5,2	-2,9	-2,0
SS CSI 300	3 689,52	0,0	-3,2	-3,0	-0,5
Euro Stoxx 50	4 144,43	-0,7	-2,2	20,7	-0,9
FTSEuroFirst	4 769,00	-1,1	-0,5	15,6	-1,0
FTSE 100	7 494,58	-1,5	0,9	7,1	-1,8
KASE	4 067,28	-0,9	5,4	30,1	

Commodities market

October 6, 2023

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	84,58	-11,3	-6,6	-10,4
Oil (WTI)	82,79	-8,8	-5,4	-6,4
Natural gas	3,34	14,0	33,0	-52,1
Copper	362,75	-2,9	-3,2	5,3
Iron	930,50	0,0	1,3	22,1
Gold	1 833,01	-0,8	-4,5	7,0
Silver	21,72	-3,2	-6,4	5,1
Wheat	568,25	4,9	-2,2	-35,4

Calendar of economic events

Currency

Forecast

Previous

11.10	German Consumer Price Index (CPI) (MoM) (Sep)	EUR	0.3 %	0.3 %
11.10	Producer Price Index (PPI) (MoM) (Sep)	USD	0.3 %	0.7 %
11.10	Consumer Price Index (CPI) (MoM)	RUB	0.7 %	0.3 %
11.10	Publication of FOMC minutes	USD		
12.10	GDP (MoM) (Aug)	GBP	0.2 %	-0.5 %
12.10	Number of initial applications for unemployment benefits	USD	210K	207K
12.10	Crude oil reserves	USD		-2.224M

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	11,8%	01.10.23	13,1%
Gross international reserves of NBK, USD bn	33,6	01.09.23	34,2
Reserve money, KZT bn	9 068,2	01.09.23	9 587,0
Money supply, KZT bn	34 486,8	01.09.23	34 215,8

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 stable

03.03.23

BBB-/A-3 negative

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

26.05.23

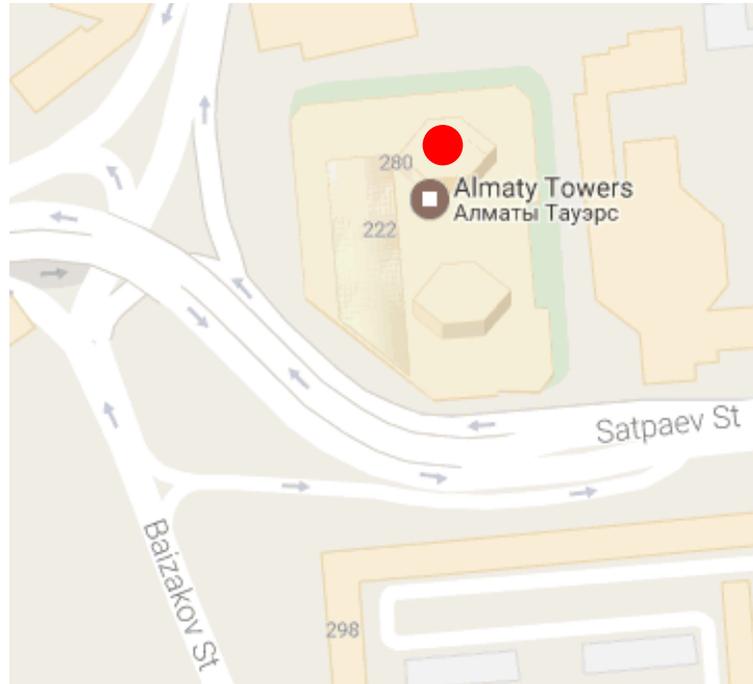
BBB/stable

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**Corporate Events Calendar of
KASE listed Companies**

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