

KASE WEEKLY

01 – 05 October,
2018

KASE NEWS

- ▲ KASE has [reduced](#) the duration of the Base period for market valuation of non-indexed GS with term of 6,100 days left to maturity.
- ▲ Online project "KASE: History in Persons": interviews with Umut Shayakhmetova and Idel Sabitov have been [published](#).
- ▲ As of October 4 [amendments](#) to Rules of internal accounting of money and preparation of documents at settlement of exchange trading.
- ▲ FinExpertiza Kazakhstan [included](#) in the list of second-level auditing firms recognized by KASE.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Fitch [affirms](#) Republic of Kazakhstan's rating; outlook "Stable"
- ▲ Mortgage Organization Baspana [raised](#) KZT9.9 bn on KASE on October 3 selling bonds (BASPb1).
- ▲ Local administrations of [Atyrau](#), [Kostanay](#), [North Kazakhstan](#) regions and the city of [Astana](#) raised KZT6.6 bn in total.
- ▲ Kaspi Bank [raised](#) KZT5.0 bn on KASE on October 5 selling bonds (CSBNb17) at 11.50% APR.
- ▲ A total of 536 million ordinary shares (GDMM) of GLOTUR DS MULTIMEDIA for the amount of KZT48.2 mln were [sold](#) on KASE trading system on October 4.
- ▲ Alatau Zharyk Company [paid](#) dividends on ordinary and preferred shares for the year 2017.
- ▲ Alatau Zharyk Company [bought](#) back 4.5 mln bonds (AZHKb3) on KASE on September 26 ahead of schedule.
- ▲ Tsesnabank [reported](#) that Standard & Poor's had affirmed its ratings, outlook "Negative".
- ▲ Audited report on the consolidated financial statements of Ferro-Alloy Resources Limited (Guernsey) for 2017 was [published](#).
- ▲ Kcell [reported](#) voluntary liquidation of its subsidiary AP-Telecom LLP.

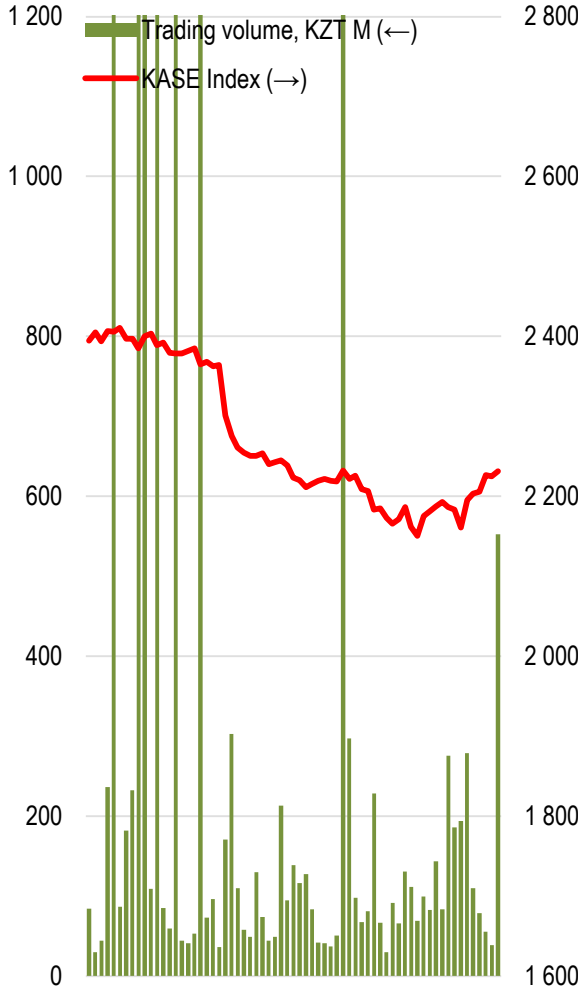


KASE Index fell by 1.65% and reached 2,231.61 points over the trading week. Four of seven share titles included in the Index closed in the green zone.

05.10.2018

		Trends (%)	
		1,7	1,0
KASE Index	2 231,6		
First class of liquidity	Price, KZT	Δ 7d	Δ 1m
Gazprom (Russia)	912,7	10,0	16,2
Halyk Bank	100,0	6,9	0,8
KazTransOil	1 350,0	3,8	-1,3
Bank of America	11 374,0	2,5	1,0
Kazakhtelecom	30 886,4	1,6	-1,9
CenterCredit Bank	256,7	1,5	-4,1
Kazakhtelecom (pref.)	12 875,0	0,2	-3,4
Bank VTB (Russia)	0,2	0,0	0,0
KAZ Minerals	2 611,0	-0,2	15,3
Aeroflot (Russia)	580,2	-0,3	-3,3
KEGOC	1 483,5	-0,8	0,2
KazMunayGas EP (pref.)	12 690,0	-0,9	-0,1
Kcell	1 668,6	-1,2	2,1
BAST	41 800,0	-1,4	9,9
Sberbank (Russia)	1 040,1	-6,1	6,0

KASE Index shares

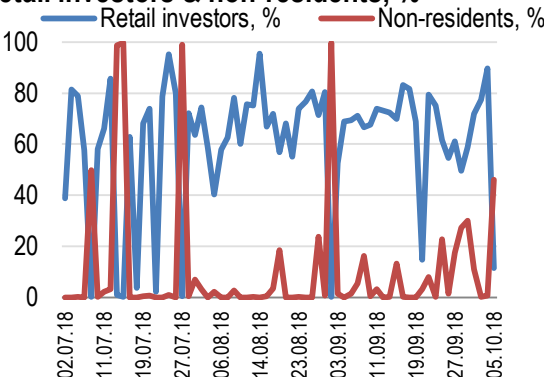


Note: Index stocks are highlighted in green

Equity instruments of Halyk Bank rose most of all by 6.87 %. Thus, the price of the company's shares returned to the psychological level of KZT100 per share, which was reached in mid August. Another representative of the banking sector – Bank CenterCredit also rose by 1.46% to KZT256.69 per share. The state-of-the-nation address of the country's president, where he ordered to provide long-term tenge liquidity to banks in the amount of KZT600 bn for providing loans to priority projects, was a positive news for banks.

The greatest faller was equity instruments of Kcell that fell by 1.22% to KZT1,668.60 per share.

Retail investors & non-residents, %

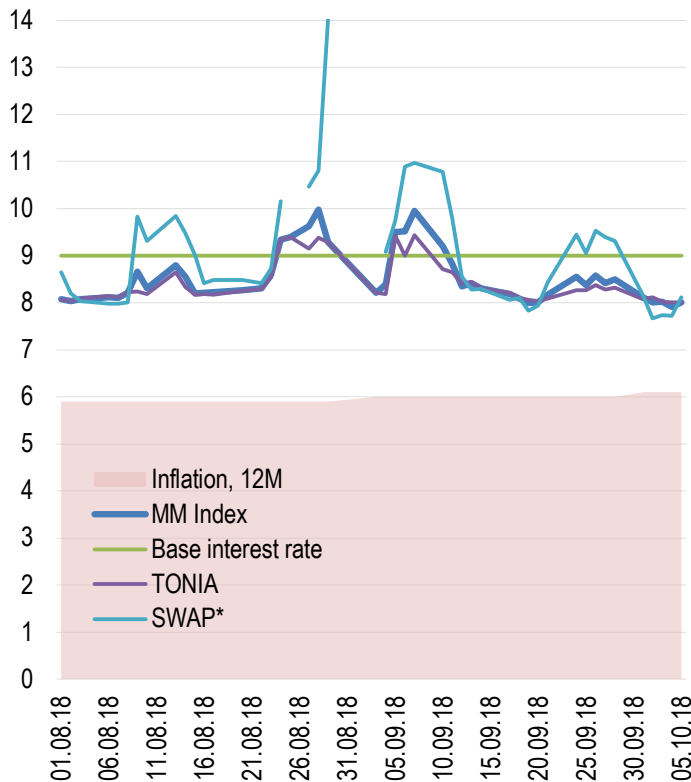




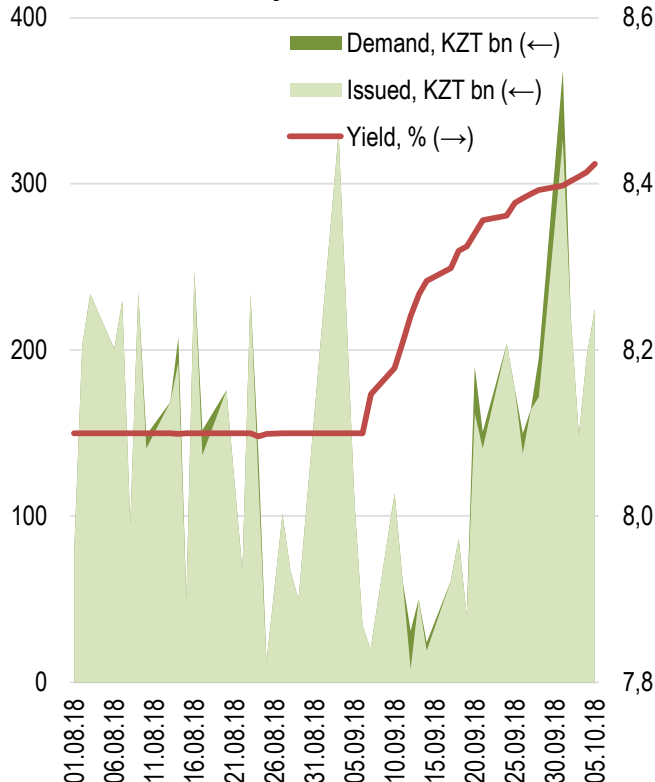
The yield on one-day currency swaps dropped by 165 b.p. to 7.73% APR over the week. The yield on one-day repo transactions with government securities fell by 31 b.p. and remained at 8.00% APR. The yield rate of the two-day dollar swaps reduced by 115 b.p. to 8.11% APR.

The National Bank has placed six issues of notes with the total trading volume of KZT1.4 trillion over-the-counter. The yield on five issues of 7-day notes was within the range from 8.40% to 8.42% APR with the total offering volume of KZT1,1 trillion. The yield on the 28-day notes reached 8.41% APR at the offering volume of KZT262.0 bn. The bid was equal to the ask.

Inflation and interest rates

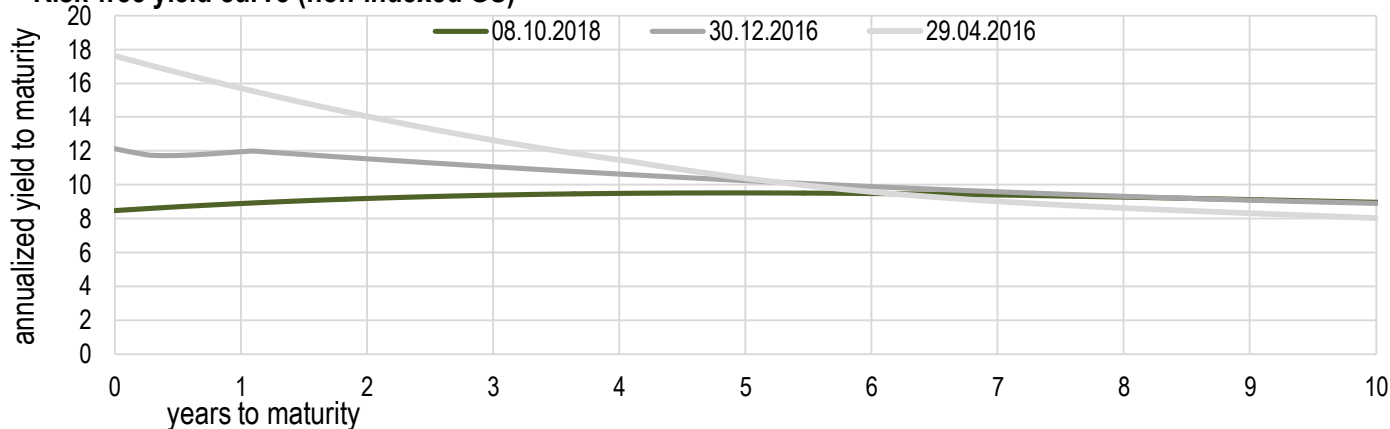


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





Weighted average US dollar rate increased by KZT10.64 to KZT373.71 and the total trading volume amounted to USD516.4 mln.

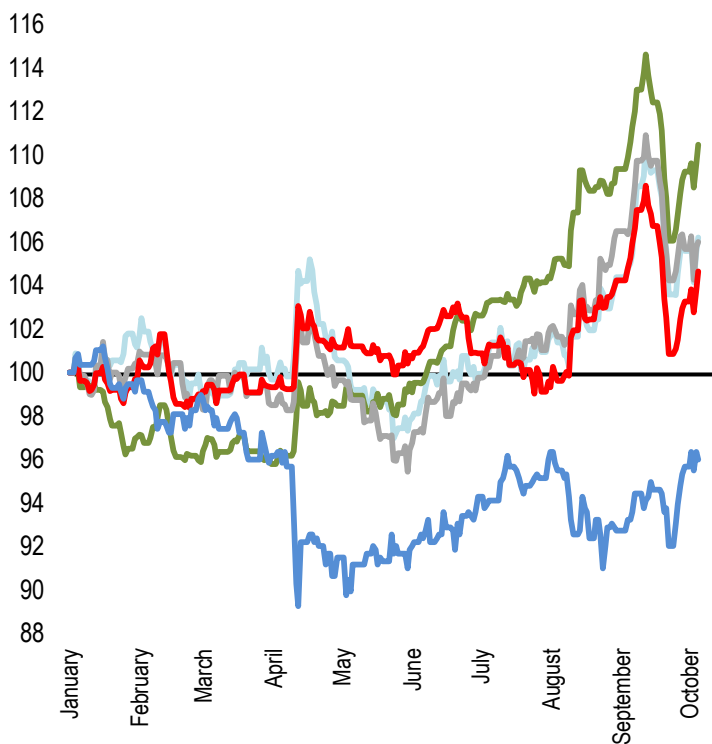
Tenge weakens against the dollar following common downward trend of currencies of emerging markets. The yield of the U.S. 10-year treasury notes reached its more than seven-year maximum amid optimistic data and comments of Jerome Powell, chairman of the Federal Reserve System. The attractive yields of the U.S. Government treasuries has intensified the outflow of capital from developing countries, thereby setting the downward trend of national currencies. Meanwhile, quotations for Brent, the benchmark crude oil, traded above \$84 per barrel, and on Thursday oil price approached almost \$87 per barrel.

Russian currency grew KZT0.0583 to KZT5.6023 over the week. Total trading volume for the week reached RUB175.7 mln.

For the euro two successful trading days closed with the fall by KZT1.67 to KZT421.33 per unit of currency.

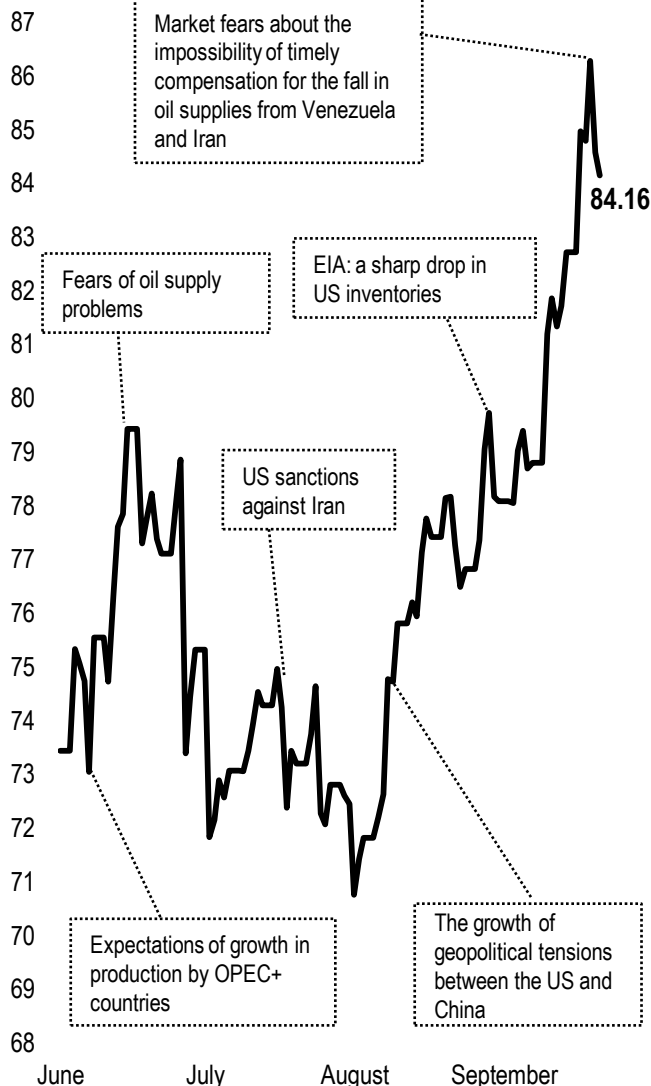
FX rates

Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	476,52	+0,3	+1,1	+6,2
— USDKZT	367,20	+1,5	-0,1	+10,5
— EURKZT	422,21	-0,3	-0,6	+6,0
— CNYKZT	53,47	+1,7	-0,6	+4,7
— RUBKZT	5,54	+0,7	+3,0	-4,0

**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	2 885,57	-1,0	-0,1	13,1	-0,9
Dow Jones	26 447,05	0,0	1,8	16,1	0,1
 RTS	1 159,33	-2,7	8,5	1,3	-2,3
MICEX	2 285,53	0,0	0,0	9,4	-2,3
 Hang Seng	26 572,57	-4,4	-2,5	-6,4	-5,1
SS CSI 300	3 438,86	0,0	4,3	-10,4	0,0
 Euro Stoxx 50	3 345,51	-1,6	0,9	-7,4	-1,7
FTSEuroFirst	4 108,00	-1,5	0,9	-4,5	-1,4
 FTSE 100	7 318,54	-2,6	-0,9	-2,5	-2,6
 KASE	2 231,61	1,7	1,0	8,6	

Commodities market

05.10.2018

Name	Price	Trend %	
		7d	1m
Oil	84,16	1,7	8,9
	74,34	1,5	8,2
Natural gas	3,14	4,5	12,5
Copper	276,30	-1,5	6,6
Iron	505,50	0,0	5,0
Gold	1 203,63	1,1	0,6
Silver	14,65	-0,4	3,8
Wheat	521,00	2,4	5,5

Economic calendar

	Currency	Forecast	Previous
10.10 PPI (MoM) (Sept)	USD	0.2%	-0.1%
11.10 ECB Publishes Account of Monetary Policy Meeting	EUR		
11.10 Core CPI (MoM) (Sep)	USD	0.2%	0.1%
11.10 Crude Oil Inventories	USD	5.082M	7.975M
12.10 Trade Balance (USD) (Sep))	CNY	21.00B	27.89B
12.10 U.S. Baker Hughes Oil Rig Count	USD		861
12.10 IEA Monthly Report	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	Beginning 2017
Annual inflation	6,1 %	01.10.18	7,1 %
Gross international reserves of NBK, USD bn	30 779	01.09.18	30 745
Reserve money, KZT bn	6 118,7	01.09.18	5 538,7
Money supply, KZT bn	19 780,0	01.09.18	19 456,0

Kazakhstan credit ratings

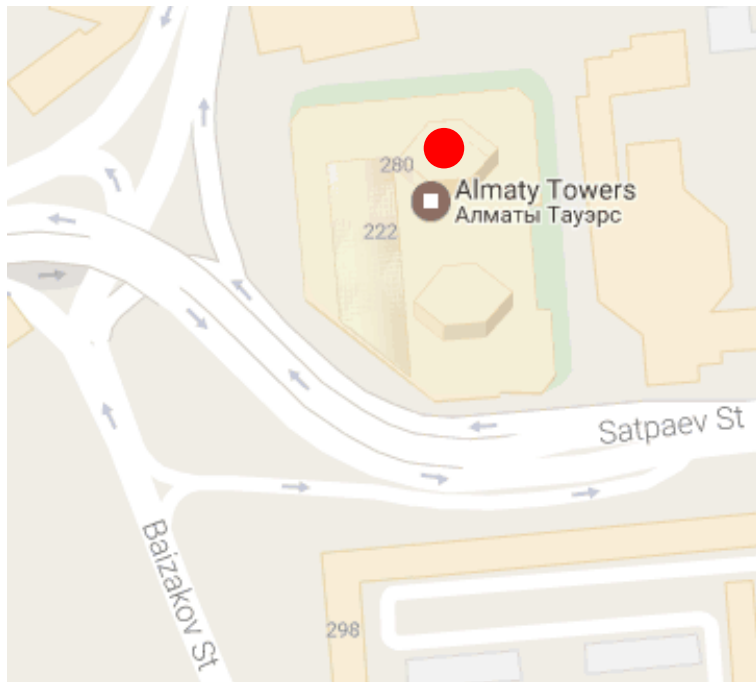
	Rating	Date	Previous
S&P Global	BBB- stable	10.09.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 negative
FitchRatings	BBB stable	28.09.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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