

# KASE WEEKLY

24 – 29 December,  
2018

## KASE NEWS

- ▲ The [parameters](#) of subgroups of non-indexed GS for the first quarter of 2019 for the purposes of their market valuation.
- ▲ KASE [removed](#) bonds of two issues from KASE\_BM\* series indices' universe due to maturity
- ▲ KASE [notifies](#) of voluntary liquidation of the IRBIS Information Agency of Financial Markets LLP.

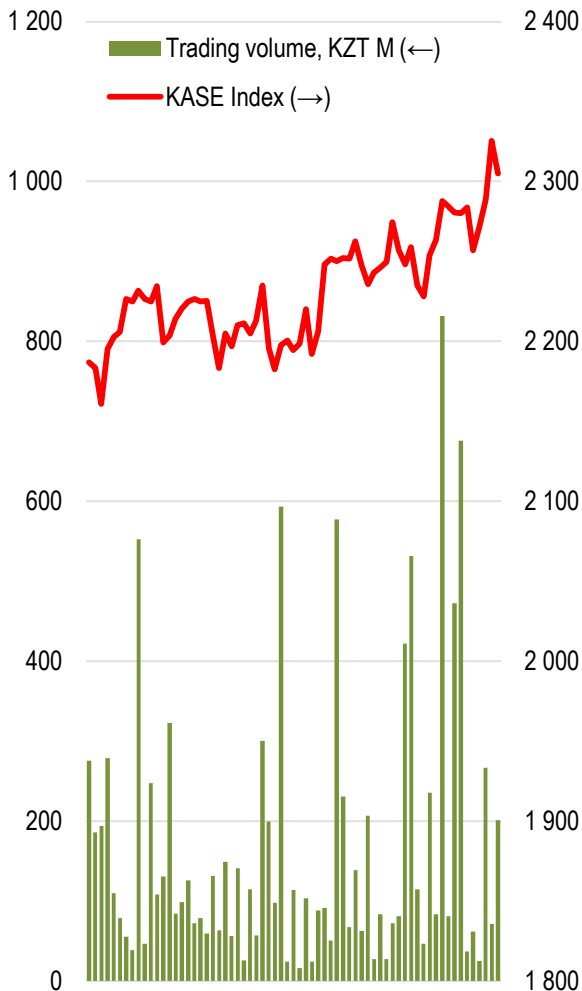
## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT77.6 bn on KASE on December 26 by selling 11th issue of MEUKAM-180 with YTM of 8.60 % APR.
- ▲ KazAgro National Management Holding [raised](#) KZT 77.7 bn on KASE by selling 15-year bonds (BTRKb1) at 9.50% APR on December 27.
- ▲ Bank CenterCredit [raised](#) KZT15.0 bn on KASE placing seven-year bonds (CCBNb32) at 10.95 % APR on December 27.
- ▲ Nurbank raised KZT9.7 bn in total on KASE on December 26 by selling three-year bonds ([NRBNb13](#)) and 18-month bonds ([NRBNb14](#)) at 12.50% APR.
- ▲ Subsidiary Bank "Home Credit and Finance Bank" [raised](#) KZT5.0 bn on KASE on December 27 by selling bonds (HCBN6) at 13.50% APR.
- ▲ Subsidiary Bank Sberbank of Russia [raised](#) KZT6.0 bn on KASE on December 28 by selling bonds (SBERb10) at 11.00% APR.
- ▲ Subsidiary Bank "Home Credit and Finance Bank" [raised](#) KZT7.8 bn on KASE on December 28 by selling bonds (HCBN6) at 13.50% APR.
- ▲ Kazakhtelecom has [paid](#) dividends on preferred shares (KZTKp) for 2018.
- ▲ Faeton Company [raised](#) KZT250.0 mln on KASE on December 25 offering bonds (FATNb2) at 10.9956% APR.
- ▲ The administration of East Kazakhstan Region [raised](#) KZT1.3 bn by placing two-year bonds (VKK024\_069) at 0.35% APR on December 25.
- ▲ Mortgage Organization Kazakhstan Mortgage Company [said](#) Moody's Investors Service assigned its ratings to the company, outlook "Stable".



KASE Index closed the last trading week of the year 2018 with an increase of 1.1% to 2,304.94 points. Four share titles from the representative list closed the week in the green zone.

**KASE Index shares**



**29.12.2018**

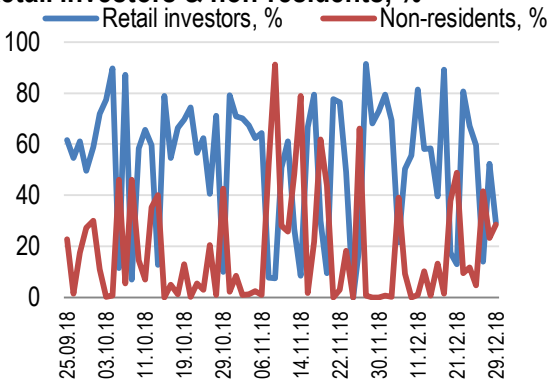
		Trends (%)	
<b>KASE Index</b>	2 304,9	1,1	2,6
<b>First class of liquidity</b>	<b>Price, KZT</b>	<b>Δ 7d</b>	<b>Δ 1m</b>
<b>Kcell</b>	1 850,0	9,1	9,8
<b>KEGOC</b>	1 600,6	1,6	2,3
Gazprom (Russia)	839,3	1,5	-1,6
Aeroflot (Russia)	561,0	1,3	-9,4
<b>KAZ Minerals</b>	2 530,0	1,3	-0,8
Sberbank (Russia)	1 034,9	0,8	-1,9
<b>KazTransOil</b>	1 342,0	0,2	2,4
KazMunayGas EP (pref.)	11 343,1	0,0	-10,0
Bank of America	9 770,0	-0,2	-6,1
<b>Halyk Bank</b>	100,4	-0,5	-2,0
<b>Kazakhtelecom</b>	33 499,0	-2,3	11,7
Kazakhtelecom (pref.)	12 800,0	-2,4	5,8
<b>CenterCredit Bank</b>	234,2	-2,4	-7,0
BAST	33 129,0	-4,5	-12,1
Bank VTB (Russia)	0,2	-4,8	-4,8

*Note: Index stocks are highlighted in green*

Kcell's equity instruments that grew by 9.1% to KZT1,850 per share rose most of all. On Monday, the news broke that the deal on the acquisition of 75% stake in Kcell by Kazakhtelecom was completed and that the new chief executive officer, Damir Zhanbakiev, was appointed. The news about changes in the composition of shareholders and the Board of Directors of Kcell were met by investors with great optimism and helped quotations of shares return to the levels of October 2017.

The greatest faller was shares of Bank CenterCredit that fell by 2.4 % to KZT234.2. During the week, quotations of the bank's stocks tried to increase at low volumes of transactions, but later the whole weekly growth was negated in the last trading day when the shares lost nearly 4% of their value.

**Retail investors & non-residents, %**

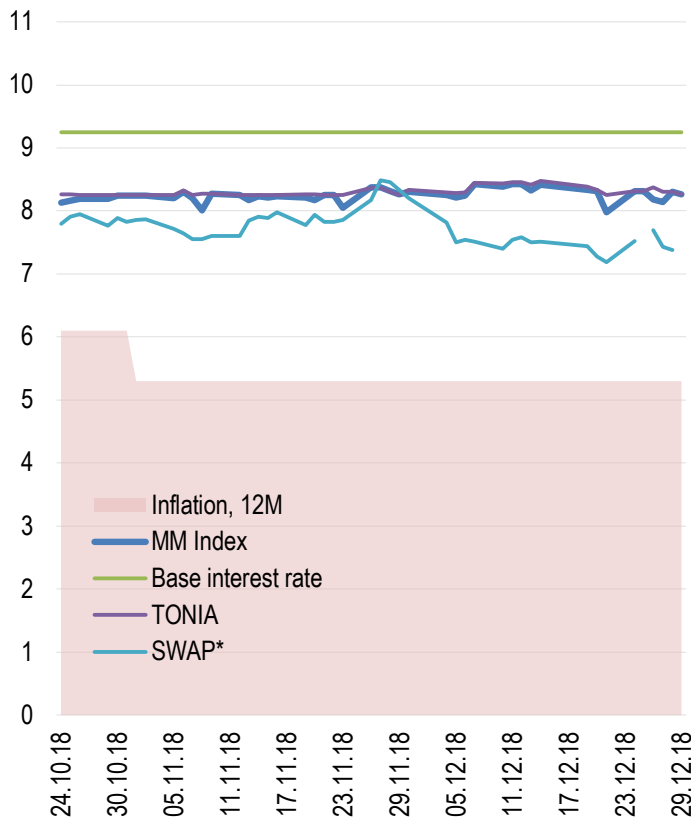




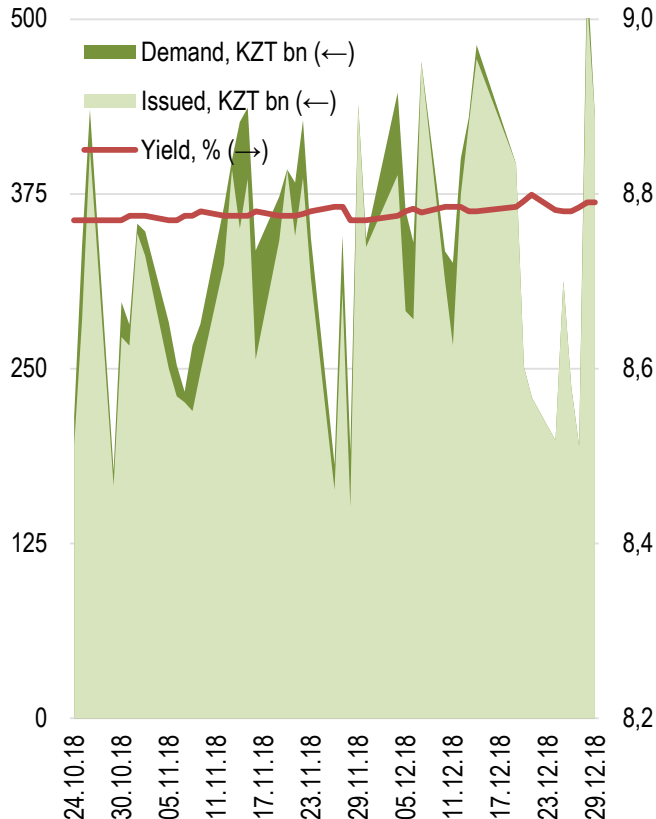
Short-term borrowing rates have increased over the reporting week. The yield on one-day currency swaps increased by 24 b.p. to 7.43% APR over the week. The yield of one-day repo transactions with government securities rose by 1 b.p. to 8.26% APR.

The National Bank has placed eight issues of notes with various terms to maturity with the total trading volume of KZT2.1 trillion over-the-counter. Weekly notes have been placed at the rates ranging between 8.79 and 8.78%, monthly notes were placed at 8.82% and semi-annual notes were placed at 8.88% APR. The total demand for the notes was 1.7 % higher than the offer.

**Inflation and interest rates**

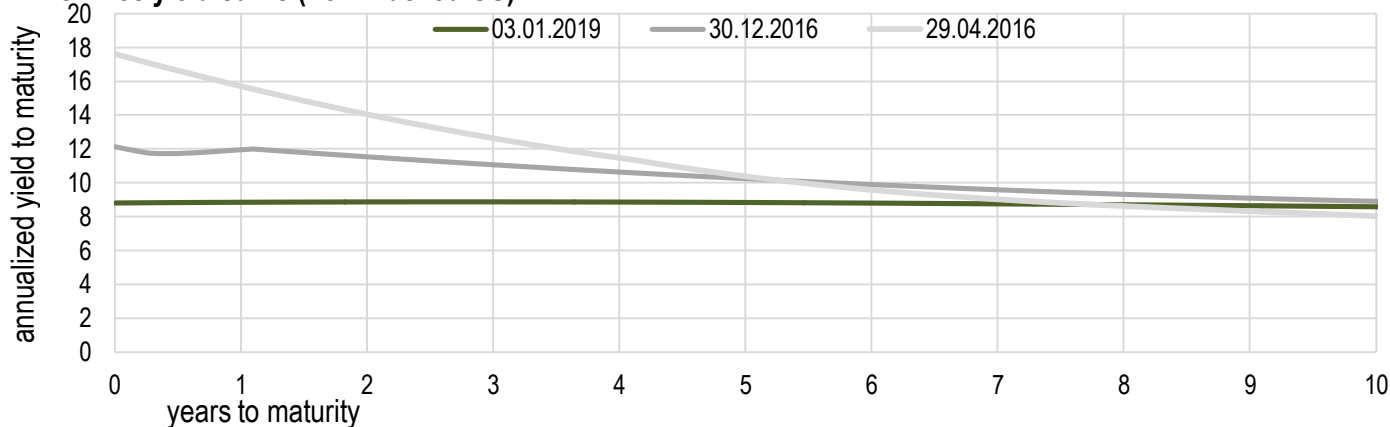


**Issuance of weekly NBK notes**



\* 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 KZT12.85 to KZT384.20 and the total trading volume amounted to USD891 mln.

The tenge has significantly weakened against the dollar in the run-up to the long holidays. The cost of the US dollar has reached its historical high on the exchange trades on KASE amid declining oil prices, which reached the minimum since October 2017, and amid increased exchange rate of the USD/RUB currency pair that rose to its three-month maximum.

The Russian currency grew KZT0.0761 to KZT5.5360 over the week. Total trading volume reached RUB189.4 mln over the week.

The exchange rate of euro rose by KZT1.90 having closed at KZT426.70 over the reporting week.

The exchange rate of yuan increased KZT1.4594 having fixed at KZT55.2950 at the trading volume of CNY3.9 mln.

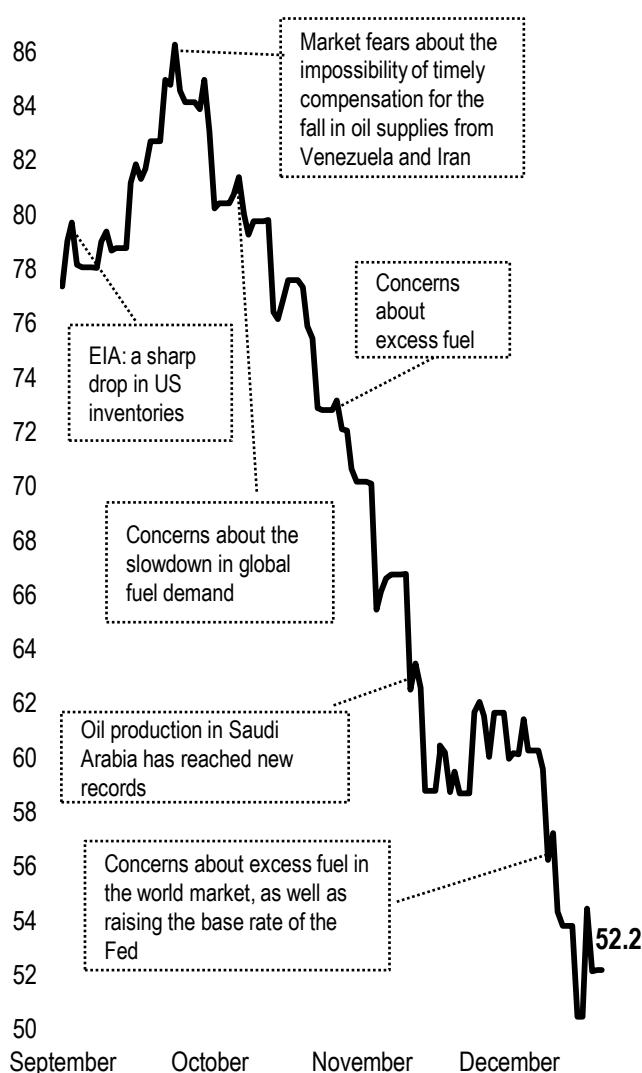
**FX rates**

Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	481,03	+2,3	+1,1	+7,2
— USDKZT	380,44	+2,4	+2,1	+14,5
— EURKZT	435,30	+2,6	+3,5	+9,3
— CNYKZT	55,39	+3,0	+3,3	+8,4
— RUBKZT	5,48	+0,7	-0,9	-5,0

**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	2 485,74	2,9	-9,2	-7,0	3,0
Dow Jones	23 062,40	2,7	-9,0	-6,7	2,8
 RTS	1 066,13	-1,0	-6,6	-7,6	-1,6
MICEX	2 285,53	0,0	0,0	8,3	-1,6
 Hang Seng	25 504,20	-1,0	-3,6	-14,8	-0,3
SS CSI 300	3 010,65	-0,6	-4,0	-25,3	-0,5
 Euro Stoxx 50	2 986,53	-0,5	-5,9	-14,8	-0,2
FTSEuroFirst	3 697,50	-0,7	-5,8	-14,3	-0,3
 FTSE 100	6 733,97	0,2	-4,3	-12,4	0,4
 KASE	2 304,94	1,1	2,6	6,6	

## Commodities market

29.12.2018

Name	Price	Trend %	
		7d	1m
Oil	52,20	-3,0	-12,3
	45,33	-0,6	-11,9
Natural gas	3,30	-13,4	-28,9
Copper	268,15	0,1	-3,5
Iron	540,50	0,3	7,3
Gold	1 280,71	1,9	4,6
Silver	15,44	5,8	8,1
Wheat	511,50	-0,5	3,0

## Economic calendar

		Currency	Forecast	Previous
03.01	ISM manufacturing PMI (Dec)	USD	57.7	59.3
03.01	New home sales (Nov)	USD	1K	1K
04.01	CPI (YoY) (Dec)	EUR	1.8%	1.9%
04.01	Unemployment Rate (Dec)	USD	3.7%	3.7%
04.01	Fed Chair Powell Speaks	USD		
04.01	Crude Oil Inventories	USD	-2.333M	-0.046M
04.01	Baker Hughes Oil Rig Count	USD		885

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	5,3 %	01.12.18	7,1 %
Gross international reserves of NBK, USD bn	30 158	01.12.18	30 745
Reserve money, KZT bn	5 988,4	01.12.18	5 538,7
Money supply, KZT bn	19 896,6	01.12.18	19 456,0

## Kazakhstan credit ratings

	Rating	Date	Previous
<b>S&amp;P Global</b>	BBB- stable	10.09.18	BBB- stable
<b>MOODY'S</b>	Baa3 stable	26.07.17	Baa3 stable
<b>FitchRatings</b>	BBB stable	28.09.18	BBB stable

# CONTACT INFORMATION



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

**Tel.:** 8 (727) 237 53 00



**Corporate website**



**Contact us**



**Corporate Events Calendar of KASE listed Companies**

The information contained therein was gathered by the employees of Kazakhstan Stock Exchange JSC (KASE). KASE does not guarantee the completeness and accuracy of the information contained in this report, as well as its reliability. Neither KASE, nor any of the employees are liable for any direct or indirect loss (damage) arising from the use of this report or information / analysis presented therein. KASE does not assume any responsibility to update this report on a regular basis or notify of all changes that have occurred.

KASE draws investors' attention to the following factors:

1. return on investment in financial instruments depends on a variety of market and non-market factors. In particular, the actual income of an investor may change depending on the fluctuations in interest rates, changes in taxation, FX movements, changes in quotations of securities, market indexes, changes in production and financial performance of companies, and other factors;
2. previous results do not necessarily affect the future results with the future estimations based on the assumptions that may not materialize. The value of any investment or income may go down and up, as a result the investors might not receive the entire invested amount back. For the investments in non-universally recognized markets, the investors may experience various difficulties, including selling them or obtaining the reliable information about their value or the risks involved;
3. report does not take into account the individual financial characteristics and aims of those receiving it.

KASE recommends that the investors independently evaluate the feasibility of certain investments and strategies and encourages the investors to use the services of financial consultants.

KASE reserves all rights for the report. This analytical material can be copied and/or distributed in full or in part upon written permission of KASE