

KASE WEEKLY

26 – 30 March,
2018

KASE NEWS

- ▲ Parameters of subgroups of non-indexed Government Securities (GS) for Q2, 2018 are [determined](#) in order to implement their market valuation.
- ▲ KASE [changed](#) the length of the base period for market valuation of non-indexed GS.
- ▲ KASE [composed](#) lists of shares of first, second and third classes of liquidity in April-May 2018.

ISSUER NEWS AND ANNOUNCEMENTS

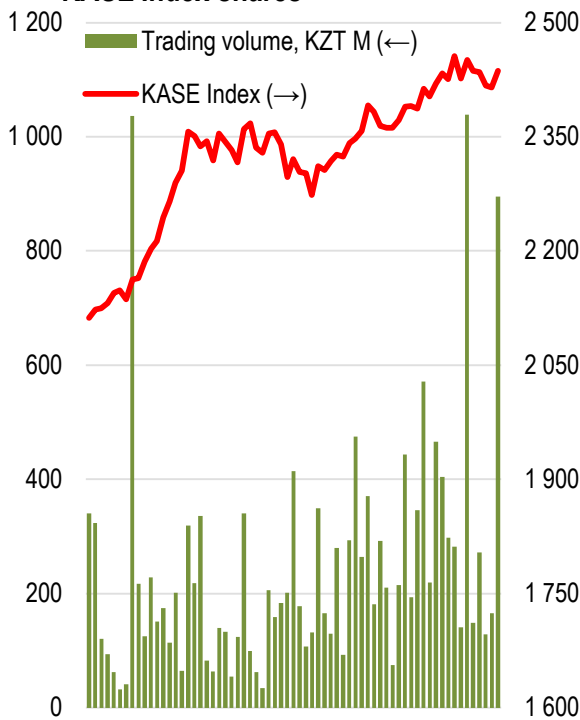
- ▲ KazAgro National Management Holding [announced](#) sole shareholder's decision to increase the number of the company's authorized shares.
- ▲ Caspiy Neft [announced](#) payout of dividends on common shares (KSNF) for the second half of 2017.
- ▲ KazAgro National Management Holding [informed](#) that Moody's Investors Service assigned ratings to company and its international bonds, outlook "Stable".
- ▲ Subsidiary Bank Alfa-Bank [announced](#) that Fitch Ratings affirmed ratings of the bank and its bonds (ALBNb3), outlook "Stable".
- ▲ Bank RBK [announced](#) that Standard & Poor's has upgraded the Bank's rating, outlook "Stable".
- ▲ National Company KazMunayGaz [announced](#) 2017 operating results.
- ▲ Consolidated financial statements of the Development Bank of Kazakhstan for 2017 have been [published](#).
- ▲ NOSTRUM OIL & GAS PLC [reported](#) 2017 operating results.
- ▲ Subsidiary Bank Sberbank of Russia [announced](#) financing the purchase of equipment for hydroelectric power station in South Kazakhstan Region worth over KZT 750 mln.
- ▲ Kazakhtelecom [informed](#) about changes in the Management Board.
- ▲ Halyk Savings Bank of Kazakhstan [informed](#) about changes in the Management Board.
- ▲ Halyk Finance [announced](#) its victory in the nomination "The Best Bond House in CEE" according to EMEA Finance.
- ▲ KazAgro National Management Holding [announced](#) intention to expand microlending in rural areas.



KASE Index closes the second week in the red dropping by 0.56% to 2,437.05 points.

On Friday, the maximum volume of trading was held as of 20 March. It was the second highest volume of this year. Significant cash flows were recorded for the shares of four issuers that are part of the Index. These were the shares, the trading volume of which on Friday exceeded the volume of previous four trading days: Bank CenterCredit, Kcell, KEGOC and Kazakhtelecom. In other words, we see that those buyers, who repurchase shares at the prices that have fallen earlier, became more active.

KASE Index shares



30.03.2018

		Trends (%)	
KASE Index	2 437,1	-0,6	3,2
First class of liquidity	Price, KZT	Δ 7d	Δ 1m
QAZKOM	112,0	21,0	24,4
Kazakhtelecom (pref.)	10 665,0	3,0	8,8
Kazakhtelecom	26 900,0	0,7	12,1
KEGOC	1 414,0	0,4	-0,1
Kcell	1 674,0	0,3	3,0
CenterCredit Bank	303,9	0,3	9,3
KazTransOil	1 552,2	0,1	-2,4
KazMunayGas EP (pref.)	12 500,0	0,0	-5,2
Gazprom (Russia)	797,0	-0,5	-1,8
Halyk Bank	113,2	-0,7	4,6
Aeroflot (Russia)	888,0	-1,3	8,4
BAST	53 300,1	-2,5	-3,3
Aktobe Metalware Plant	11 368,6	-2,5	1,1
KAZ Minerals	3 903,0	-3,2	1,8
Bank VTB (Russia)	0,3	-3,3	-3,3
Sberbank (Russia)	1 410,0	-3,6	-10,6
Bank of Astana	1 171,0	-3,6	-0,9
Bank of America	9 766,8	-4,4	-6,1
KazMunayGas EP	25 000,0	-7,4	-7,4

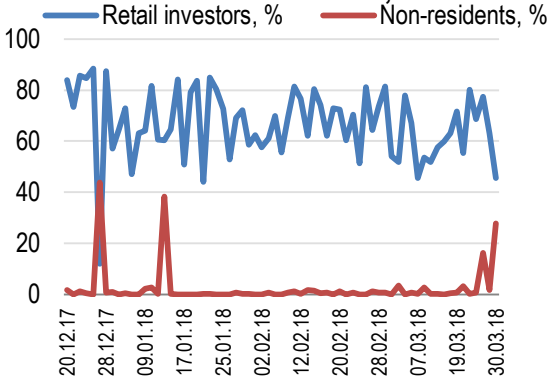
Note: Index stocks are highlighted in green

The greatest faller were shares of Bank of Astana, which fell by 3.62 % to KZT1,171.00. The bank's securities have approached the lower boundary of the downtrend. If there is no interest from buyers that maintain the price by an impulse buying, it is likely that the price will continue to be traded at current values or will break past current support level.

Shares of KAZ Minerals PLC, which came under pressure whole week due to trade wars between the U.S. and China, were showing significant decline. The company's equity instruments had fallen by 3.15 % to KZT3,903.03 over the week.

On Friday, administration of South Kazakhstan Region raised KZT1.2 bn on KASE selling two-year bonds.

Retail investors & non-residents, %

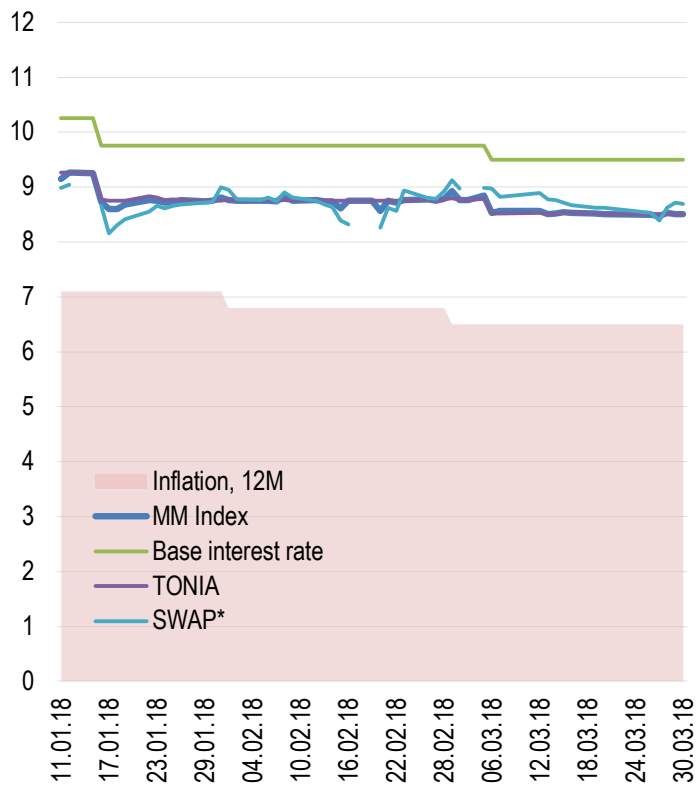




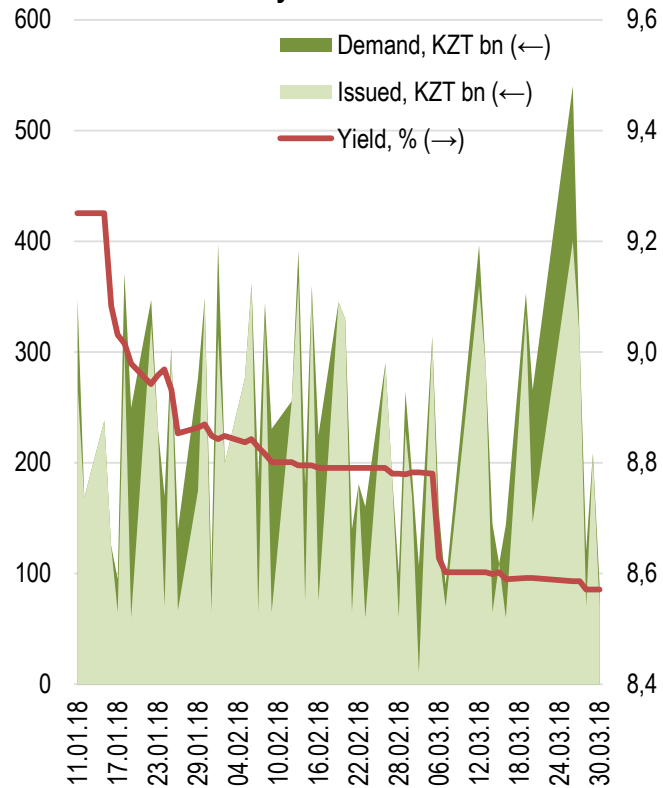
The yield on one-day swaps went up by 12 b.p. to 8.60 % over the week. The yield of one-day repo transactions with government securities remains at 8.51 % per annum.

The National Bank has placed seven issues of notes with the total volume of KZT1,555.6 bn over-the-counter during the week. The yield on five issues of 7-day notes with the total offering volume of KZT1,062.9 bn varied within the range of 8.57-8.59 % per annum. The yield on the 28-day notes amounted to 8.70 % per annum. The yield on semi-annual instruments reached 8.57 %. The total demand for notes exceeded the supply by 18% and reached KZT1,828.1 bn.

Inflation and interest rates

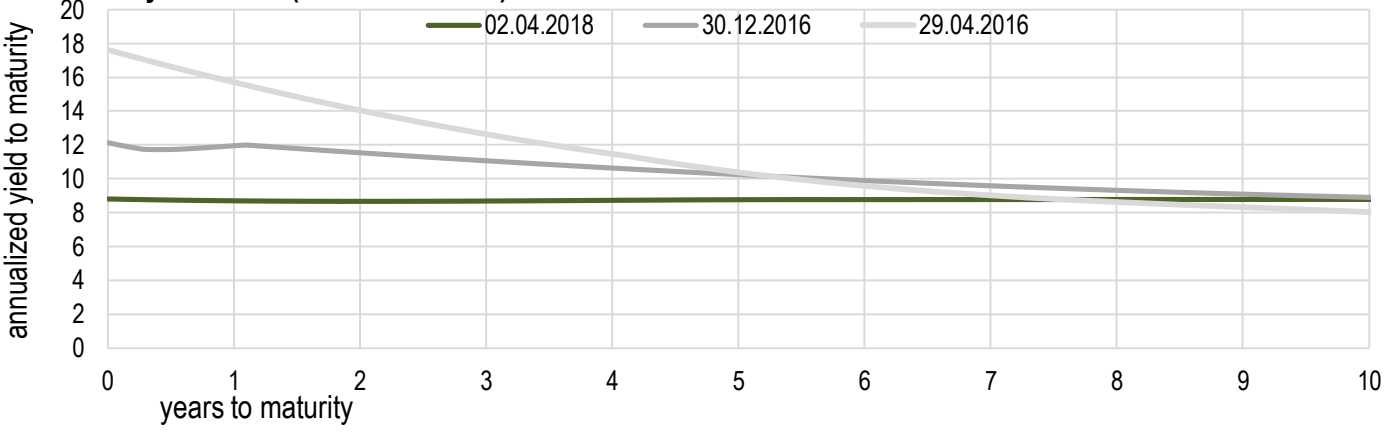


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





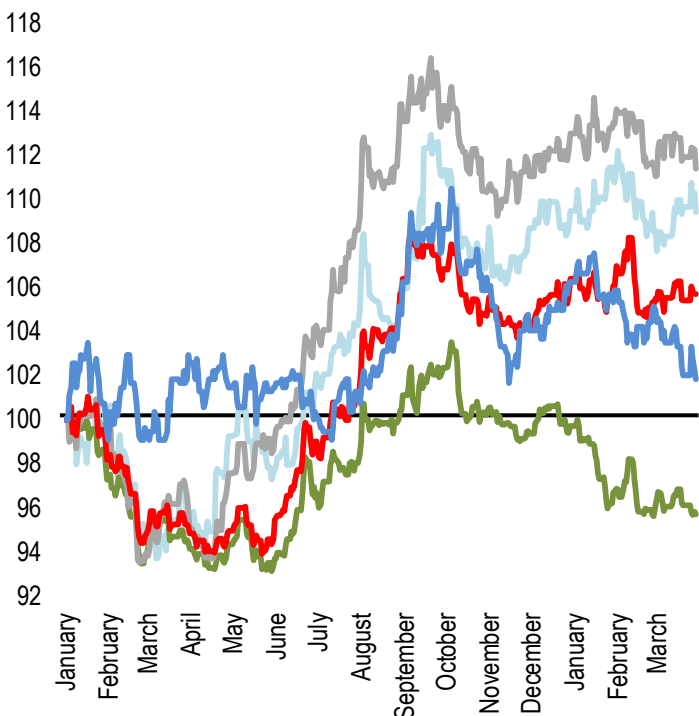
The weighted average dollar exchange rate fell by 0.6 % or KZT2.03 to KZT318.31 over the week. Tenge has strengthened mainly on Monday. Let me remind you that there was a long weekend and it was on the first trading day when tenge has won back lost positions based on important world market outcomes. Rising oil prices amid sudden reduction of oil reserves in the United States and Saudi Arabia's willingness to extend oil production cuts agreement between OPEC and non-OPEC countries to 2019 contributed to the positive dynamics of the national currency. On Friday, at the close of the foreign currencies trading session on KASE, Brent crude oil traded just below 70.0 dollars per barrel.

The exchange rate of ruble rose by KZT0.0081 to KZT 5.5661 at the total trading volume of RUB 292.7 mln over the week.

Trading in euro was held only on Tuesday. As a result of these trades, the exchange rate of the European currency fixed at KZT 397.50 at the trading volume of EUR 500 th.

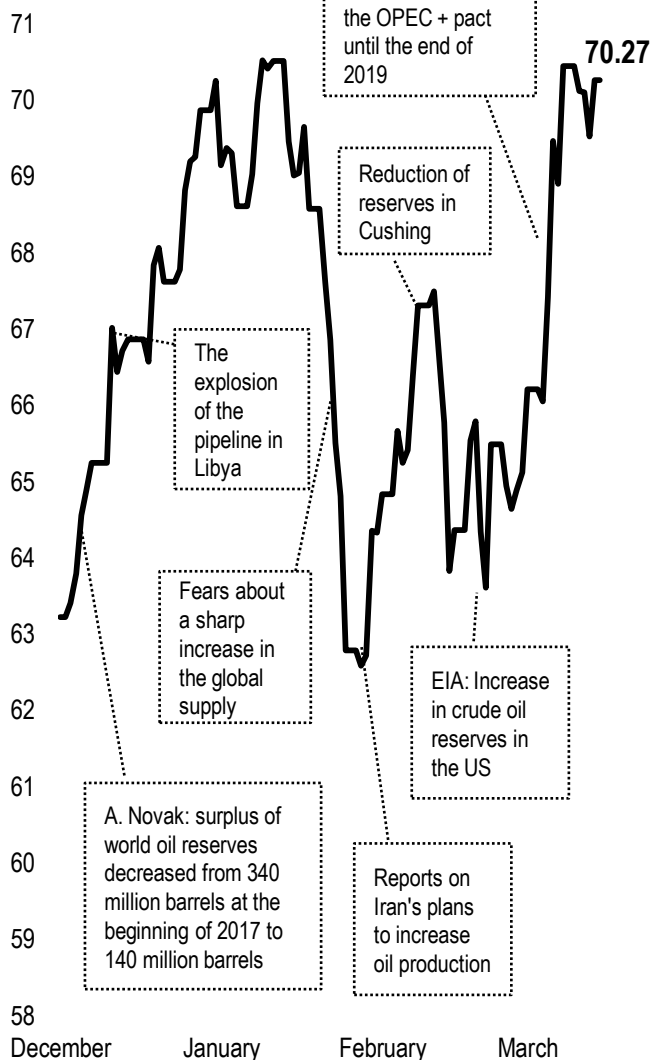
The Chinese currency depreciated by 14 tiyin and fixed at KZT 50.7882 at the volume of transactions of CNY 5.5 mln

FX rates
Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	448,45	-0,2	+0,8	+9,4
— USDKZT	319,02	-0,4	+0,1	-4,3
— EURKZT	392,62	-0,5	-0,1	+11,4
— CNYKZT	50,76	+0,3	+0,5	+5,7
— RUBKZT	5,53	-0,2	-3,2	+1,8

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	2 640,87	-2,8	-2,7	11,5	1,7
Dow Jones	24 103,11	-2,5	-3,7	16,3	2,3
 RTS	1 249,41	-0,5	-2,8	9,9	-0,5
MICEX	2 285,53	-0,2	-0,5	13,0	-0,5
 Hang Seng	30 093,38	-4,6	-2,4	23,8	0,5
SS CSI 300	3 898,50	-4,4	-3,1	13,4	2,2
 Euro Stoxx 50	3 361,50	-1,5	-2,3	-3,4	2,1
FTSEuroFirst	4 002,50	-0,4	-4,0	-6,2	1,8
 FTSE 100	7 056,61	-0,1	-2,4	-4,2	2,1
 KASE	2 437,05	-0,6	3,2	56,5	

Commodities market 30.03.2018

Name	Price	Trend %	
		7d	1m
Oil	70,27	4,2	6,8
	64,94	2,4	5,4
Natural gas	2,73	2,2	2,5
Copper	302,55	0,0	-2,6
Iron	487,00	-3,5	-6,9
Gold	1 325,48	1,0	0,5
Silver	16,27	0,9	-0,3
Wheat	451,00	-0,4	-6,9

Economic calendar

	Currency	Forecast	Previous
02.04 Caixin Manufacturing PMI (March)	CNY	51,8	51,6
02.04 ISM Manufacturing PMI (March)	USD	60,1	60,8
04.04 CPI (Y/Y) (March)	EUR	1,4%	1,1%
04.04 ISM Non-Manufacturing PMI (March)	USD	59,2	59,5
04.04 Crude Oil Inventories	USD	-0,287M	1,643M
06.04 Unemployment Rate (March)	USD	4,0%	4,1%
06.04 Fed Chair Powell Speaks	USD		


Note: The calendar contains the economic events of the upcoming week, deemed by KASE as most significant

B – billions
M – millions
K – thousands

Kazakhstan statistics

	Value	As of	Beginning 2017
Annual inflation	6,5 %	01.03.18	8,5 %
Gross international reserves of NBK, USD bn	31 434	01.03.18	29 530
Reserve money, KZT bn	4 893,7	01.03.18	5 162,2
Money supply, KZT bn	18 692,8	01.03.18	19 912,6

Kazakhstan credit ratings

	Rating	Date	Previous
	BBB- stable	12.03.18	BBB- stable
	Baa3 stable	26.07.17	Baa3 negative
	BBB stable	20.10.17	BBB stable

CONTACT INFORMATION



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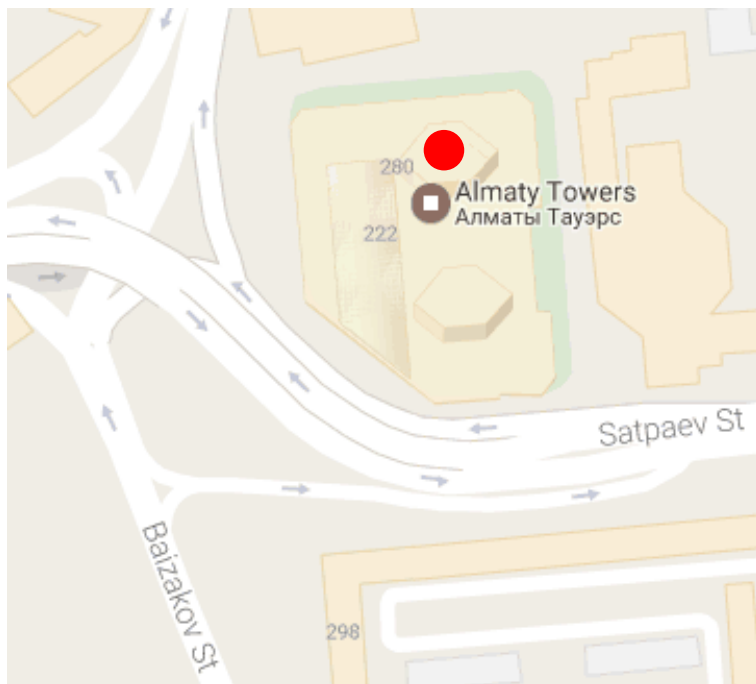
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