

KASE WEEKLY

26 – 30 November,
2018

KASE NEWS

- ▲ KASE has [composed](#) lists of shares of first, second and third classes of liquidity for December 2018 - January 2019.
- ▲ KASE will [transfer](#) GS trading to T+2 settlement scheme as of December 4.
- ▲ Bonds of four issues will be [included](#) in KASE_BM* series indexes' universe as of December 1.
- ▲ Online project "KASE: History in Persons": interviews with Daniyar Akishev and Yeszhan Birtanov have been [published](#).
- ▲ Announcement: KASE to [hold](#) workshop "The Basics of Investor and Stakeholder Interaction" on December 6, 2018.

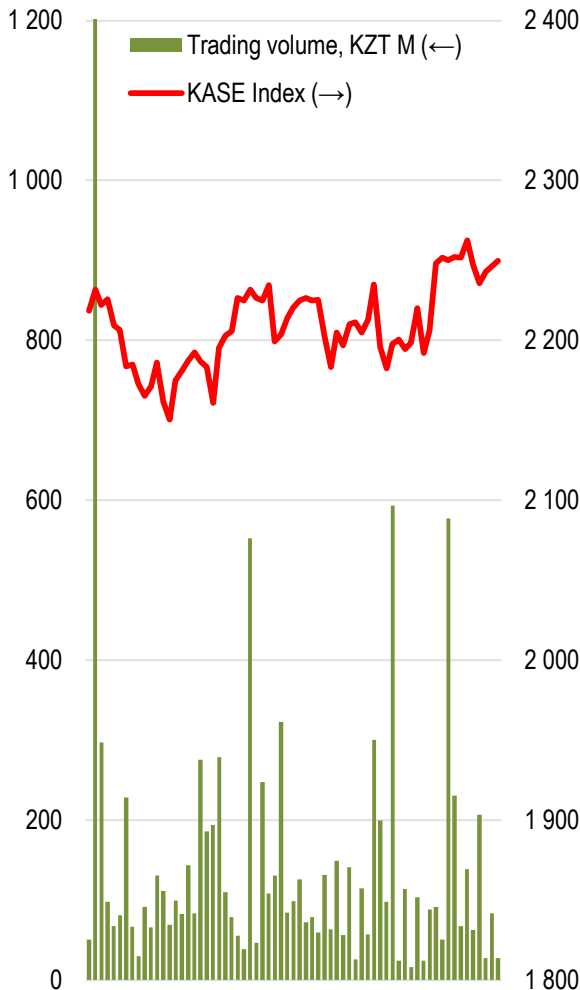
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ KazMunayGas Exploration Production [bought](#) back 37,871 own preferred shares (RDGZp) at KZT12,800 per share.
- ▲ KazAgro National Management Holding [raised](#) KZT 450.0 bn on KASE by placing 15-year bonds (KZAGb7) at 10.00% APR on November 29.
- ▲ Samruk-Energy [raised](#) KZT 21.7 bn on KASE on November 30 by placing 7-year bonds (SNRGb4) at 11.20% APR.
- ▲ The administration of North Kazakhstan Region [raised](#) KZT356.4 mln by placing two-year bonds (SKK024_066) at 0.35% APR on November 26.
- ▲ Subsidiary Bank Alfa-Bank [raised](#) KZT 800.0 mln on KASE by placing bonds (ALBNb4) at 9.50% APR on November 26.
- ▲ Subsidiary Bank Sberbank of Russia [raised](#) KZT 4.2 bn on KASE by placing three-year bonds (SBERb10) at 11.00% APR on November 27.
- ▲ Kaspi Bank raised KZT 9.8 bn on KASE by placing bonds (CSBNb17) at 11.50 % APR on November [27](#) and [28](#).
- ▲ Fincraft Resources [announced](#) the deal on consolidation of 22% shares of Petropavlovsk PLC and its bonds through purchase of structure Fincraft Holdings LTD.
- ▲ Kaspi Bank [reported](#) that Standard & Poor's had affirmed its ratings, outlook "Stable".
- ▲ Tengri Bank [says](#) Standard & Poor's upgraded long-term credit rating of the bank to "B-"; outlook "Stable".



KASE Index failed to make up for the losses recorded in the beginning of the week and closed by a 0.57-per-cent decrease. The Index fell to 2,249.61 points. Five of seven share titles included in the Index closed in the red.

KASE Index shares



30.11.2018

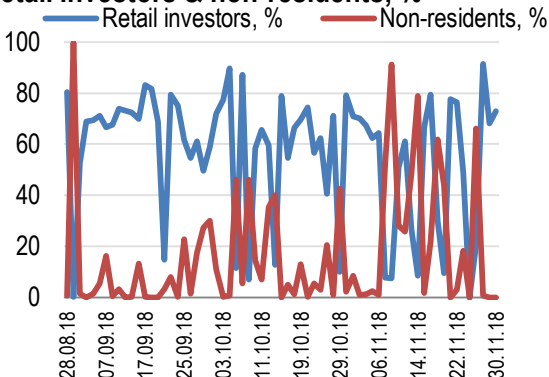
		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 249,6	-0,6	2,0
First class of liquidity	Price, KZT		
Gazprom (Russia)	892,0	7,5	2,6
Aeroflot (Russia)	639,9	4,9	18,2
KAZ Minerals	2 625,0	3,6	7,5
KazMunayGas EP (pref.)	12 800,0	3,2	1,2
Bank of America	10 434,1	2,6	5,3
Kcell	1 685,0	0,0	-0,2
Bank VTB (Russia)	0,2	0,0	0,0
KEGOC	1 564,8	-0,0	1,2
Halyk Bank	103,9	-0,1	-1,2
Kazakhtelecom (pref.)	12 102,5	-0,4	-3,2
Sberbank (Russia)	1 080,0	-1,5	3,1
BAST	37 570,5	-2,0	-5,5
Kazakhtelecom	30 050,0	-2,1	3,6
KazTransOil	1 292,1	-2,5	-1,7
CenterCredit Bank	248,0	-3,9	2,8

Note: Index stocks are highlighted in green

Bank CenterCredit stocks that dropped 3.88% to KZT247.98 have declined the most. It looks like investors have preferred to close their positions after the growth, which was caused by improvement recommendations of a brokerage firm. This short-term growth was followed by a correction. By the way, the Bank reported this week that Standard & Poor's has affirmed its ratings at "B" outlook "Stable". This news was neutral for shares.

Stocks of Kaz Minerals that rose 3.55% to KZT2,625.00 showed the most growth amid rising copper prices.

Retail investors & non-residents, %

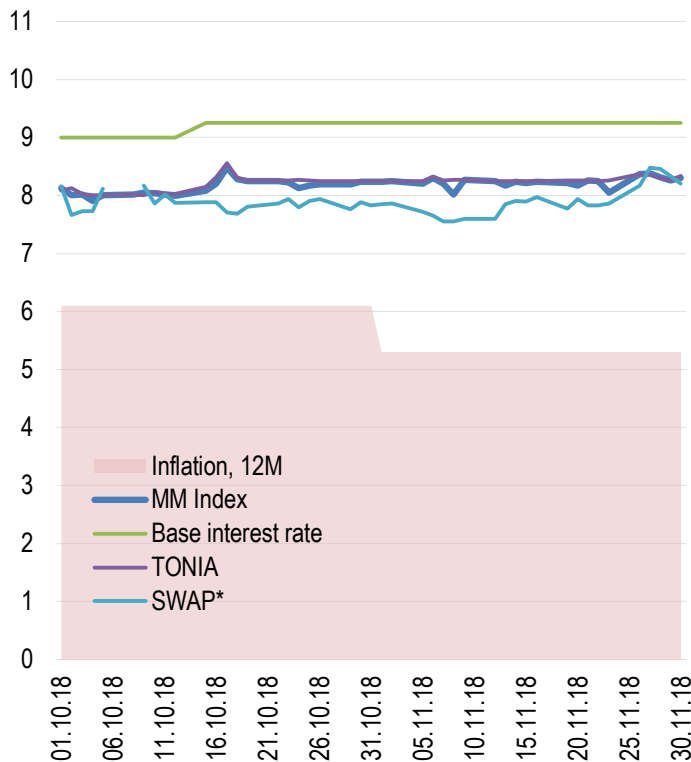




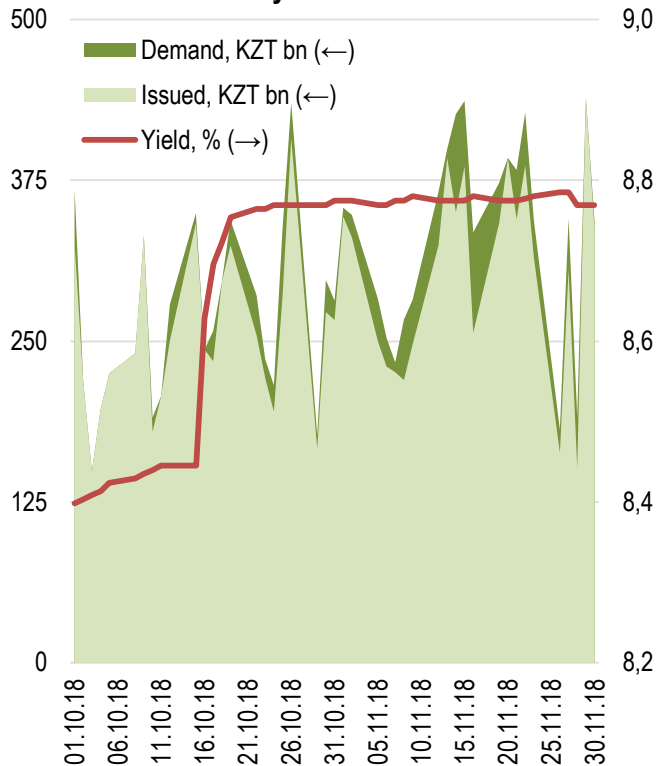
The yield of one-day repo transactions with government securities rose by 7 b.p. to 8.33% APR. The yield of one-day swaps rose by 17 b.p to 8.02% APR.

The National Bank's open position on notes have dropped dramatically by Thursday falling almost KZT500 bn to KZT3.7 trillion. The decrease is primarily due to the decreased demand for short-term instruments. The National Bank has placed seven issues of notes for the amount of KZT1,527.3 bn over the week. The total demand for the notes exceeded the supply by 8%. Weekly notes were placed with the yield of 8.77-8.79%, monthly instruments were offered for the amount of KZT131.3 bn.

Inflation and interest rates

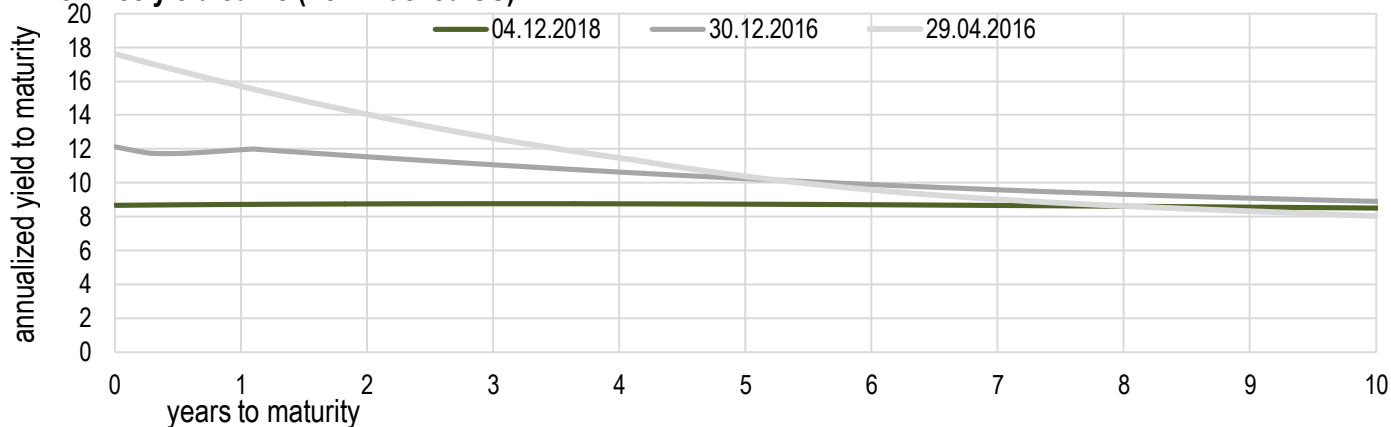


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





Weighted average dollar rate grew by KZT5.51 to KZT371.56 over the week. Total trading volume in dollars amounted to USD500.8 mln.

FX market activity has diminished. The tenge weakened amid the end of the tax period. Market participants started taking into consideration in the dollar price the macroeconomic changes that have occurred and were previously negated because of the tax period. In particular, this applies to oil prices, which have been declining for the seventh consecutive week. Oil prices fell by 30.1% during seven weeks.

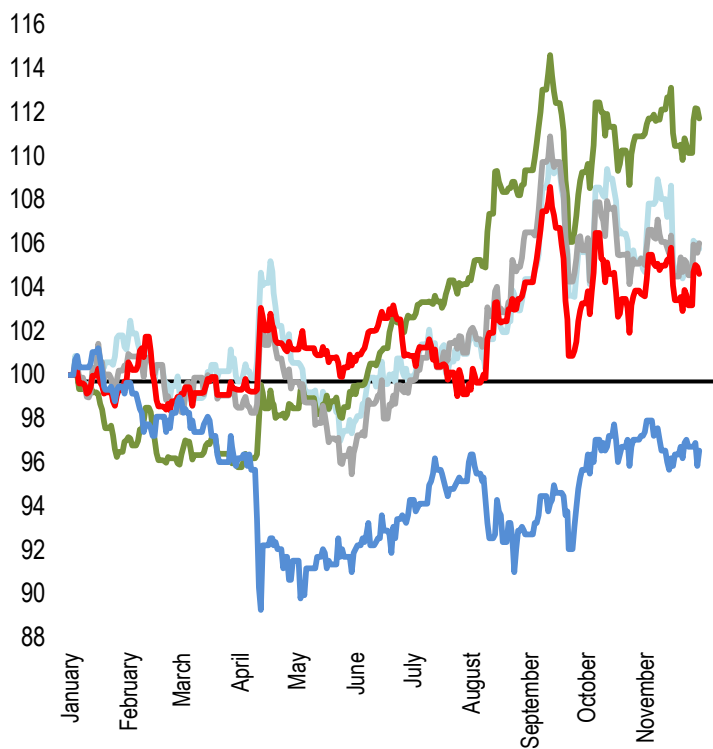
The ruble rose KZT0.0160 to KZT5.6013 on KASE over the week. Total trading volume reached RUB92.0 mln over the week.

The euro rate rose by KZT1.20 over the week to KZT420.60.

The exchange rate of yuan increased by KZT0.4000 having fixed at KZT53.3000 at the trading volume of CNY3.9 mln over the week.

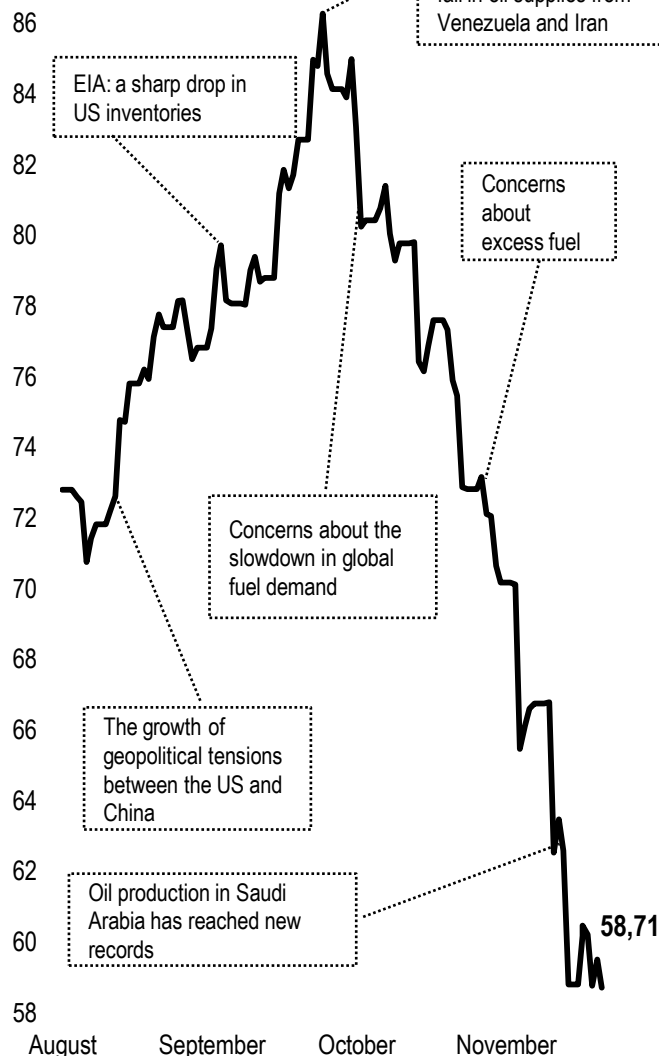
FX rates

Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	474,38	+1,0	+0,9	+5,7
— USDKZT	371,28	+1,1	+0,7	+11,7
— EURKZT	422,18	+0,8	+0,8	+6,0
— CNYKZT	53,45	+0,9	+0,9	+4,6
— RUBKZT	5,57	-0,5	-0,7	-3,5

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	2 760,17	4,8	1,8	4,3	4,9
Dow Jones	25 538,46	5,2	1,7	5,2	5,3
 RTS	1 126,14	1,1	0,0	-0,5	0,6
MICEX	2 285,53	0,0	0,0	8,8	0,6
 Hang Seng	26 506,75	2,2	6,1	-9,2	2,5
SS CSI 300	3 172,69	0,9	0,6	-20,8	0,8
 Euro Stoxx 50	3 173,13	1,1	-0,8	-11,1	1,1
FTSEuroFirst	3 917,50	0,9	-1,1	-8,7	1,0
 FTSE 100	6 980,24	0,4	-2,1	-4,7	0,2
 KASE	2 249,61	-0,6	2,0	9,3	

Commodities market

30.11.2018

Name	Price	Trend %	
		7d	1m
Oil	58,71	-0,2	-22,2
	50,93	1,0	-22,0
Natural gas	4,61	7,1	41,4
Copper	277,75	0,4	4,5
Iron	506,00	-5,6	-8,9
Gold	1 220,52	-0,2	0,5
Silver	14,09	-1,0	-1,3
Wheat	515,75	3,2	3,0

Economic calendar

		Currency	Forecast	Previous
05.12	Speech by the ECB President Draghi	EUR		
05.12	ISM Manufacturing PMI (November)	USD	59.2	60.3
05.12	Speech by Fed Chairman Powell	USD		
05.12	Crude Oil Inventories	USD	-2.267M	3.577M
06.12	CPI (YoY)	RUB	3.9%	3.5%
07.12	Unemployment Rate (November)	USD	3.7%	3.7%
07.12	Baker Hughes Oil Rig Count	USD		887

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 %	01.11.18	7,1 %
Gross international reserves of NBK, USD bn	29 092	01.11.18	30 745
Reserve money, KZT bn	5 799,3	01.11.18	5 538,7
Money supply, KZT bn	19 715,1	01.10.18	19 456,0

Kazakhstan credit ratings

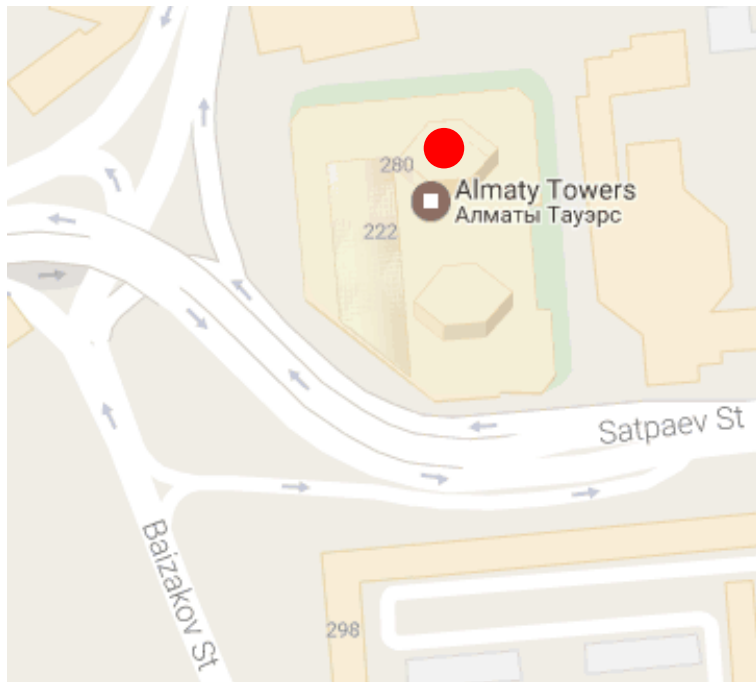
	Rating	Date	Previous
	BBB- stable	10.09.18	BBB- stable
	Baa3 stable	26.07.17	Baa3 stable
	BBB stable	28.09.18	BBB stable

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