

KASE WEEKLY

27 – 31 May,
2019

KASE NEWS

- ▲ KASE [summarized](#) the results of 2018.
- ▲ KASE has [composed](#) lists of shares and depository receipts of the first, second and third classes of liquidity for June - July 2019.
- ▲ KASE has [composed](#) lists of securities of investment funds of first, second and third classes of liquidity for June - July 2019.
- ▲ Kazakhstan Stock Exchange [announced](#) decisions of the Annual General Meeting of Shareholders held on May 30, 2019.
- ▲ Bonds of five issues will be [included](#) in KASE_BM* series of indexes' universe as of June 01.
- ▲ Freedom Finance [admitted](#) to KASE membership under "foreign exchange" category.
- ▲ Trading in new instruments on CS auto repo currency market [opens](#) on KASE on May 28, 2019.

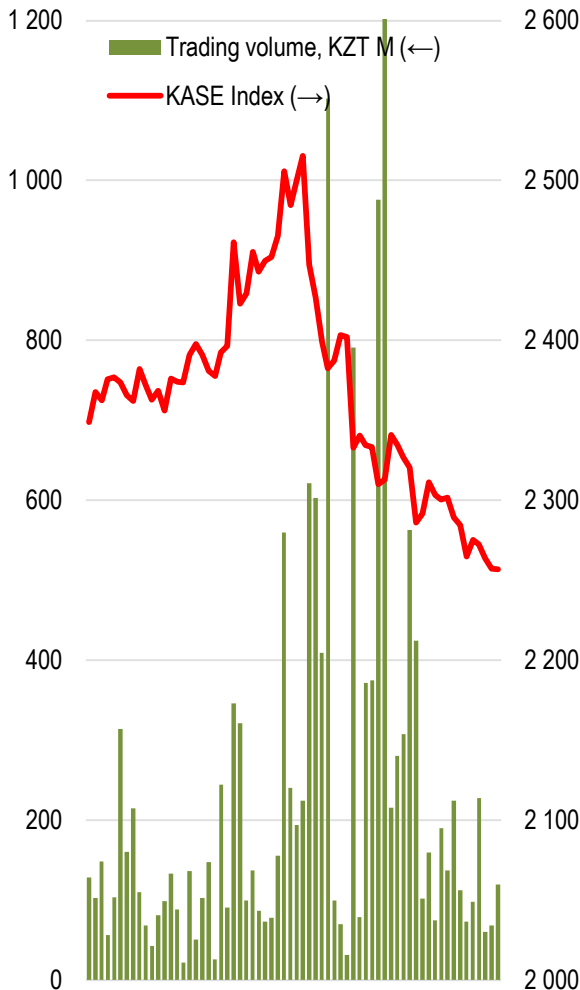
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT25.7 bn on KASE selling 25-year bonds at 8.84 % APR on May 27. Period of maturity is 19.6 years.
- ▲ The Eurasian Development Bank raised a total of KZT50.0 bn on KASE on May 27 having offered three issues of five-year bonds ([EABRK270524_1](#), [EABRK270524_2](#), [EABRK270524_3](#)) at 9.5% APR.
- ▲ Administrations of [Atyrau](#), [Almaty](#), [Kyzylorda](#), [West Kazakhstan](#) and [Zhambyl](#) regions and the city of [Nur-Sultan](#) raised a total of KZT13.0 bn on KASE having offered bonds at 0.35% APR.
- ▲ Baspana Mortgage Organization [raised](#) KZT7.0 bn on KASE on May 29 selling bonds (BASPb3) at 9.3101 % APR.
- ▲ Almatytemir [bought](#) back 204,972,918 pieces of its bonds (ALTMb1) worth KZT211.6 mln on May 29.
- ▲ Kazakhtelecom [paid](#) dividends on ordinary shares of KZT781.06 per share for 2018 and extra dividends on preferred shares of KZT481.06 per share for 2018.
- ▲ Shareholders of KazTransOil [approved](#) annual financial statements and decided to pay dividends on ordinary shares for 2018.
- ▲ The Eurasian Development Bank [reported](#) that Moody's Investors Service has assigned Baa1 rating to three issues of the bank's bonds.
- ▲ Kcell [reported](#) the results of the annual general meeting of shareholders held on May 29, 2019.



KASE Index slightly declined by 0.4% to 2,256.68 points by the end of the week. Shares in the representative list, except for Kazakhtelecom's stocks, closed the week with a change within one percent.

KASE Index shares



31.05.2019

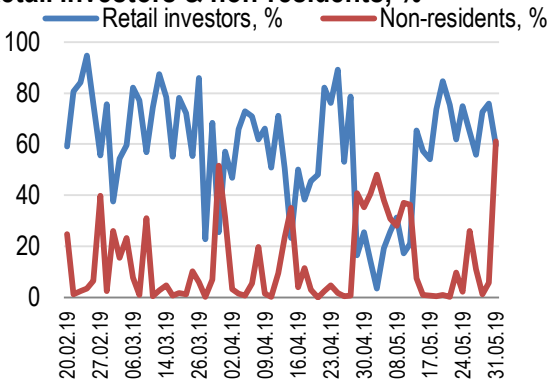
		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 256,68	-0,4	-3,3
First class of liquidity	Price		
Kazakhtelecom (pref.)	13 081,0	3,0	1,6
Gazprom (Russia)	1 246,0	2,1	25,9
Sberbank (Russia)	1 374,0	1,3	4,8
NAC Kazatomprom JSC	5 700,0	1,0	1,1
Halyk Bank	107,4	0,4	2,2
Kcell	1 951,0	0,4	-0,8
KEGOC	1 607,0	0,0	-1,9
KAZ Minerals	2 560,0	0,0	-20,7
CenterCredit Bank	239,8	-0,1	2,5
KazTransOil	1 175,0	-0,8	-6,3
Kazakhtelecom	26 790,0	-2,1	4,0
Aeroflot (Russia)	528,6	-2,3	-6,9
NOSTRUM OIL & GAS PLC	376,0	-3,6	-18,9
Bank of America	10 281,2	-3,9	-5,2

Note: Index stocks are highlighted in green

Kazakhtelecom's shares contributed the most to the negative trend of the KASE Index, which fell by 2.1% to KZT26,790.0 during the week. The company reported that it completed payment of dividends on its ordinary shares for the total amount of KZT8.4 bn or KZT781.06 per ordinary share. The company also paid extra dividends on preferred shares worth KZT0.15 bn or KZT481.06 per share.

On May 28, 2019, the Annual General Meeting of shareholders of KazTransOil decided to pay dividends on ordinary shares of KazTransOil for 2018 and approved a dividend of KZT104.00 per ordinary share for 2018. Net income of 2018 in the amount of KZT38.5 bn and part of retained earnings of previous years in the amount of KZT1.5 bn will be used to pay dividends on ordinary shares.

Retail investors & non-residents, %

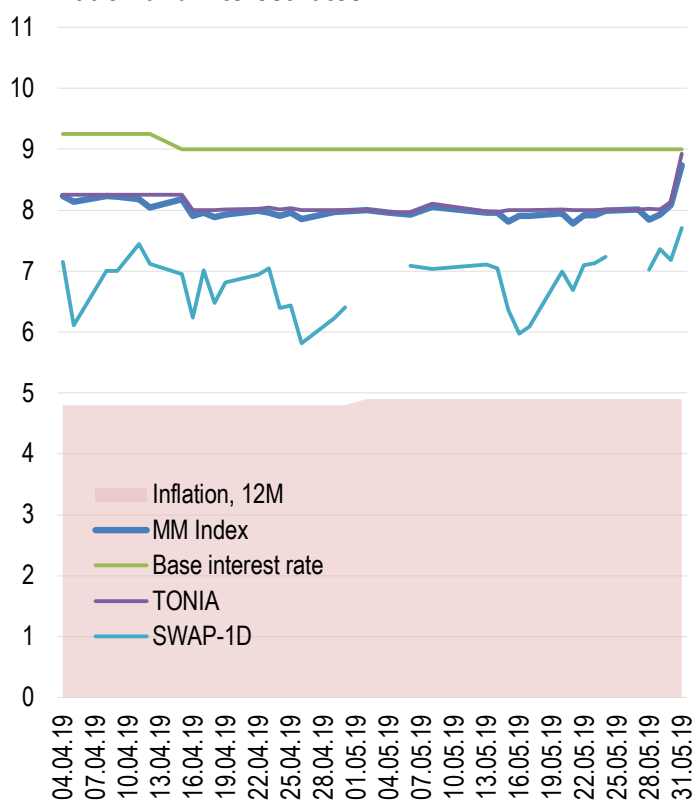




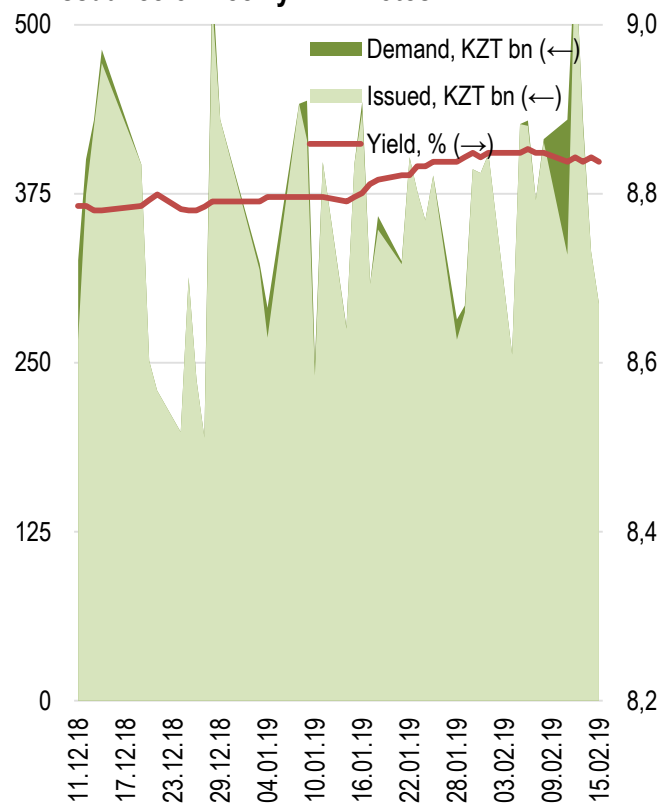
Short-term borrowing rates on the money market have grown. The yield of one-day currency swaps rose by 47 b.p. to 7.70% APR over the week. The yield of one-day repo transactions with government securities increased by 91 b.p. to 8.92% APR.

The National Bank placed 28-day notes for the amount of KZT347.1 bn at 8.54% APR on Monday, May 27. The demand for short-term instruments exceeded the supply by 71%.

Inflation and interest rates

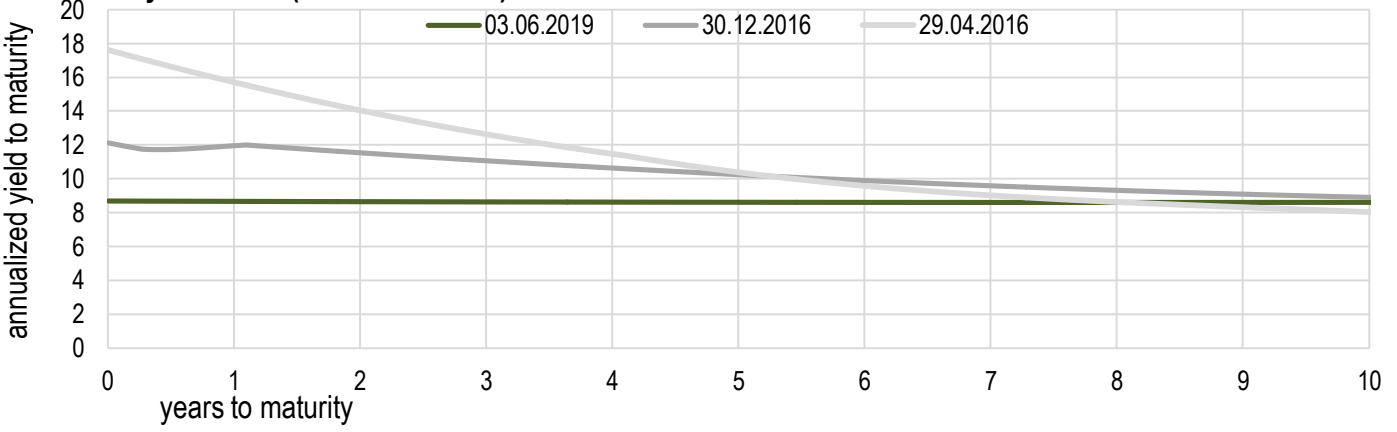


Issuance of weekly NBK notes



* From February 18, NBK has stopped the auctions of weekly notes

Risk-free yield curve (non-indexed GS)





Weighted average dollar rate grew by KZT3.20 to KZT382.56 at the trading volume of US \$524.0 mln.

The national currency was gradually losing ground to the US dollar during the week after the completion of the exporters' tax period, which traditionally acted as a local factor of support. Brent crude oil prices falling below US \$70 were additional incentive of the downward trend. By the end of the week, oil accelerated its fall to the February lows amid weak decline in U.S. stock of raw materials as well as Donald Trump's negative rhetoric on escalating trade wars.

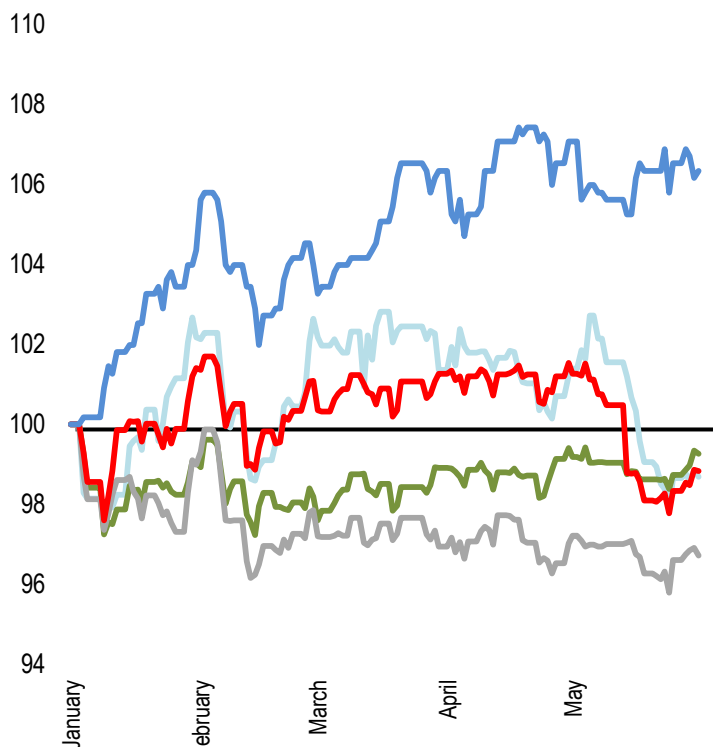
The exchange rate of the ruble dropped by KZT0.0168 to KZT5.8540 at the trading volume of RUB171.8 mln.

The yuan exchange rate with settlements T+0 rose by KZT0.4105 to KZT54.1900.

The price of one euro on KASE rose by KZT5.23 to KZT426.83 per unit of currency.

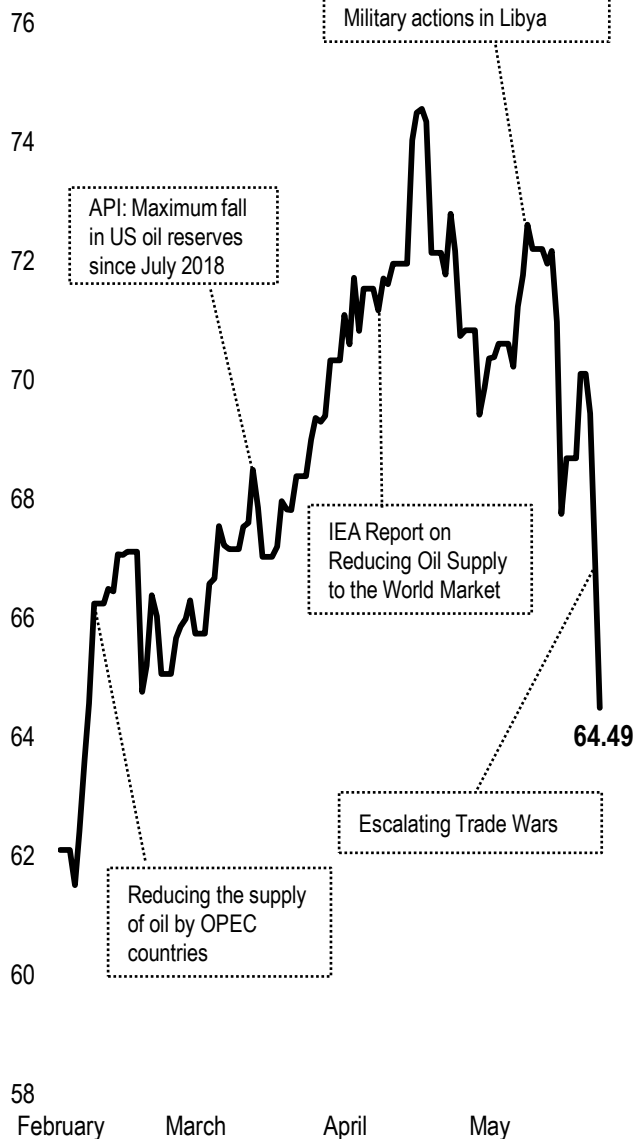
FX rates

Δ %, base (01.01.19)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	481,71	+0,9	-2,7	-1,3
— USDKZT	381,37	+0,9	+0,1	-0,7
— EURKZT	424,96	+1,0	-0,5	-3,3
— CNYKZT	55,23	+1,1	-2,4	-1,2
— RUBKZT	5,87	+0,5	-0,7	+6,3

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	2 752,06	-2,6	-5,9	1,7	-2,8
Dow Jones	24 815,04	-3,0	-6,1	1,6	-3,1
 RTS	1 287,09	0,6	3,1	10,7	0,7
MICEX	2 285,53	0,0	0,0	0,0	0,7
 Hang Seng	26 901,09	-1,7	-9,4	-11,7	-2,2
SS CSI 300	3 629,79	1,0	-7,2	-4,5	0,8
 Euro Stoxx 50	3 280,43	-2,1	-6,7	-3,7	-1,8
FTSEuroFirst	4 015,50	-1,9	-5,1	-4,7	-1,9
 FTSE 100	7 161,71	-1,6	-3,0	-6,7	-1,5
 KASE	2 256,68	-0,4	-3,3	-9,8	

Commodities market

31.05.2019

Name	Price	Trend %	
		7d	1m
Oil	64,49	-6,1	-10,7
	53,50	-8,7	-15,9
Natural gas	2,45	-5,5	-6,3
Copper	264,00	-2,5	-5,8
Iron	836,00	3,3	17,3
Gold	1 305,58	1,6	2,3
Silver	14,57	0,3	-0,5
Wheat	503,00	2,8	18,4

Economic calendar

		Currency	Forecast	Previous
03.06	Caixin Manufacturing PMI (May)	CNY	50.0	50.2
04.06	ISM Manufacturing PMI (May)	USD	53.0	52.8
04.06	CPI (YoY) (May)	EUR	1.3%	1.7%
04.06	FED Chair Powel Speaks	USD		
05.06	Crude Oil Inventories	USD		-0.282M
06.06	ECB Marginal Lending Facility	EUR	0.25%	0.25%
07.06	Unemployment Rate (May)	USD	3.6%	3.6%

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 2018
Annual inflation	4,9 %	01.05.19	7,1 %
Gross international reserves of NBK, USD bn	27 089	01.05.19	30 745
Reserve money, KZT bn	5 694,8	01.05.19	5 538,7
Money supply, KZT bn	19 354,0	01.05.19	19 456,0

Kazakhstan credit ratings

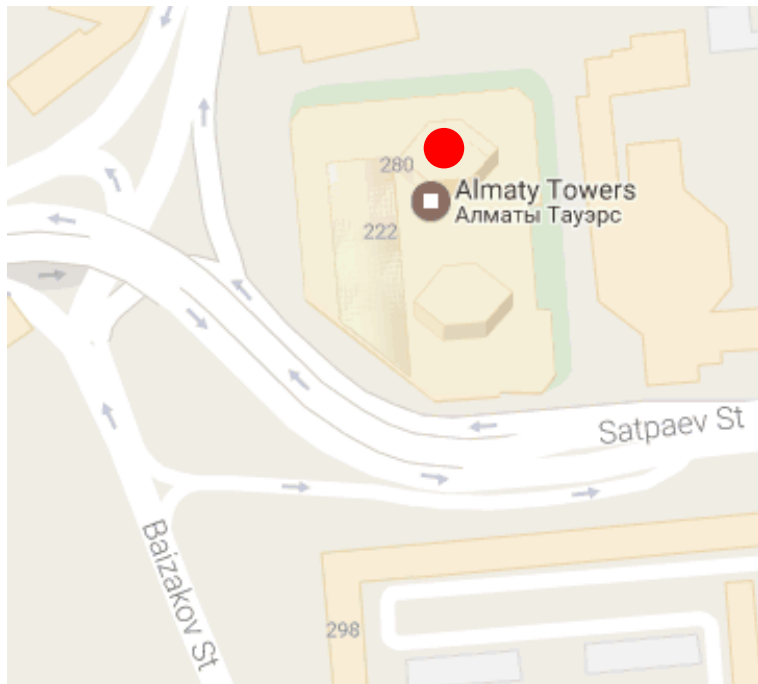
	Rating	Date	Previous
S&P Global	BBB- stable	08.03.19	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 stable
FitchRatings	BBB stable	25.03.19	BBB stable

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Corporate Events Calendar of KASE listed Companies

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