

KASE WEEKLY

28 January –
01 February, 2019

KASE NEWS

- ▲ The Moscow Stock Exchange [became](#) a shareholder of KASE.
- ▲ Grata Audit has been [excluded](#) from the list of audit firms recognized by KASE.
- ▲ As of February 1, 2019 KASE has [changed](#) parameters of shares included in the KASE Index representative list.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan has raised KZT64.5 bn on KASE placing two issues of [18-year](#) and [20-year](#) bonds at 8.82 and 8.78 % APR, respectively.
- ▲ The Asian Development Bank raised KZT30.4 bn through subscription having placed two issues of Eurobonds. Five-year debt instruments were placed at [1.0%](#) p.a. margin; margin on 7-year bonds was [1.3%](#) APR.
- ▲ The Fund of Problem Loans [raised](#) KZT604.0 bn on KASE on February 1 placing 15-year bonds (FPKRb2) at 9.00 % APR.
- ▲ Faeton Company [raised](#) KZT130.2 mln on KASE on January 29 offering bonds (FATNb2) at 10.9991% APR.
- ▲ Mortgage Organization Baspana [raised](#) KZT5.0 bn on KASE on January 29 selling its annual bonds at 9.75 % APR.
- ▲ KazMunayGas Exploration Production [bought](#) back 51,211 of own preferred shares at KZT12,800 per share. Total buyback volume amounted to KZT655.5 mln.
- ▲ Bank CenterCredit [notifies](#) of placing 6.0 mln ordinary shares (CCBN) and selling 20.0 mln convertible preferred shares (CCBNp) repurchased earlier.
- ▲ Ordinary shares of North Caspian Petroleum [underwent](#) listing procedure on KASE by category "shares" of alternative market.
- ▲ Kaspi.kz [announces](#) swapping of 42.0 mln preferred shares (KSPIp) for ordinary shares (KSPI).
- ▲ The brand of Russia's Sberbank is [recognized](#) as the strongest banking brand in the world by Brand Finance.



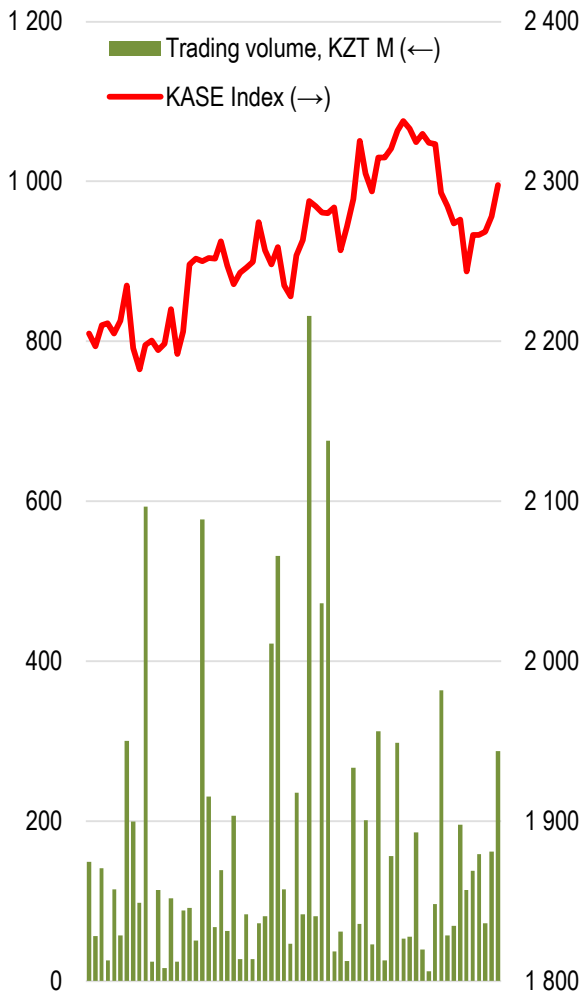
KASE Index rose by 2.40% and reached 2,297.61 points over the trading week.

01.02.2019

Trends (%)

	Price	Δ 7d	Δ 1m
KASE Index	2 297,6	2,4	-0,3
First class of liquidity			
KAZ Minerals	2 981,0	16,8	17,8
NOSTRUM OIL & GAS PLC	660,0	10,9	20,0
Gazprom (Russia)	957,6	6,4	14,1
Aeroflot (Russia)	620,3	2,5	10,6
Kcell	1 854,0	2,4	0,2
Bank of America	10 750,0	1,8	10,0
KazTransOil	1 410,0	1,4	5,1
Sberbank (Russia)	1 227,5	1,4	18,6
NAC Kazatomprom JSC	5 250,0	1,0	
NAC Kazatomprom JSC GDR, \$	14,2	1,0	
CenterCredit Bank	240,0	0,0	2,5
KazMunayGas EP (pref.)	12 800,0	0,0	12,8
KEGOC	1 602,0	-0,3	0,1
BAST	30 100,9	-0,5	-9,1
Halyk Bank	98,0	-0,6	-2,4
Kazakhtelecom (pref.)	11 639,0	-3,0	-9,1
Kazakhtelecom	25 989,0	-5,0	-22,4

KASE Index shares

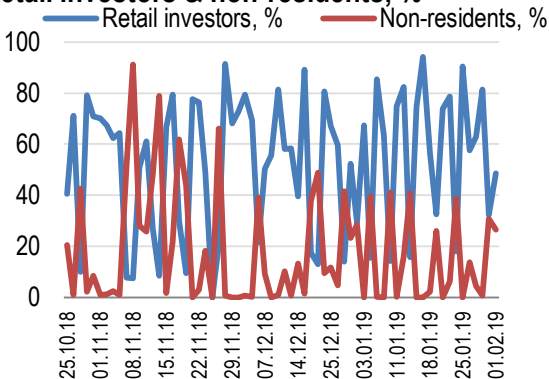


Note: Index stocks are highlighted in green

Equity instruments of KAZ Minerals grew the most. Stock prices of the manufacturing company grew during the week and the total growth amounted to 16.8%. Closing price reached 2,981.02 per share. Prices of the company's equity instruments grew amid improved recommendations of analysts that have increased target price to KZT3,050.

The largest faller were Kazakhtelecom shares amid continuing litigation with the minority shareholders. The company's share price fell by 5% to KZT25,989.00.

Retail investors & non-residents, %

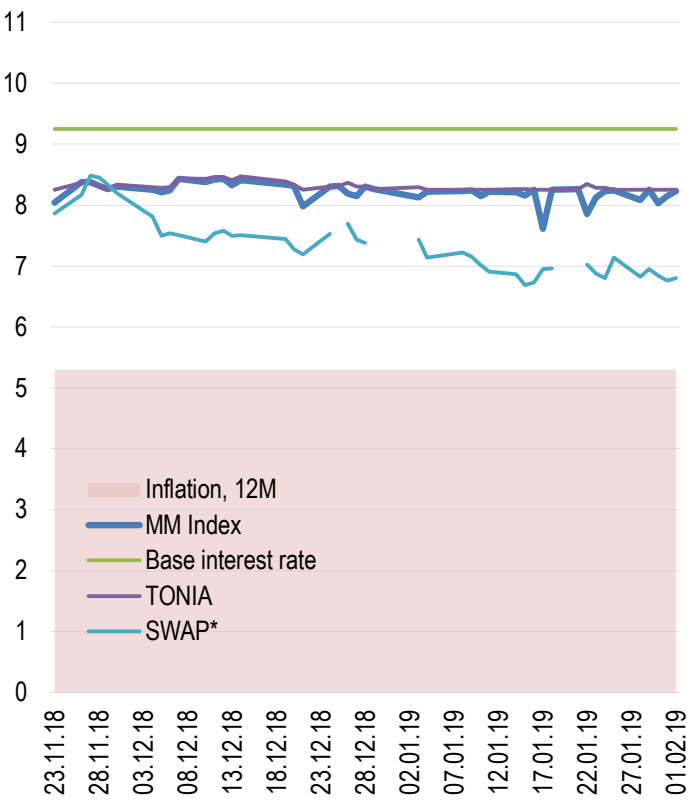




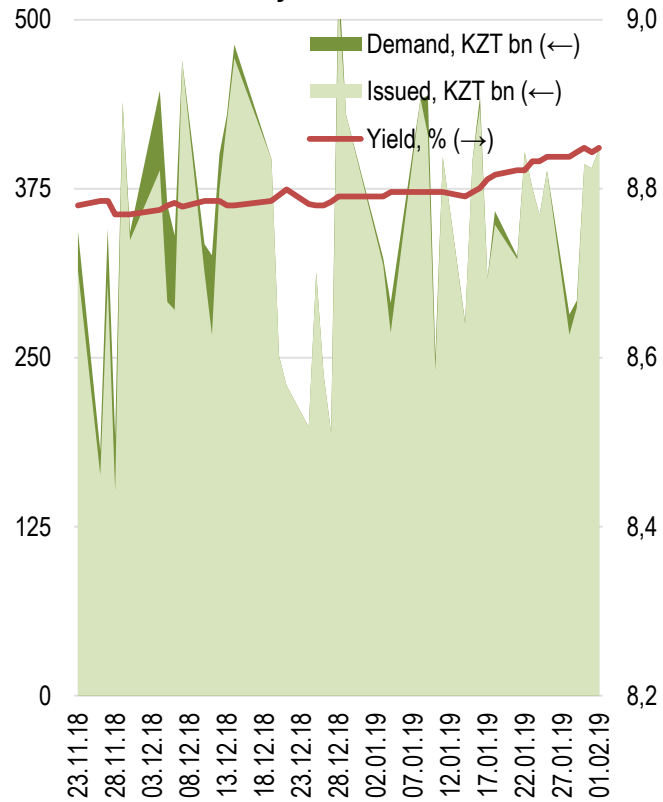
The yield of one-day currency swaps dropped by 27 b.p. to 7.46% APR over the week. The yield of one-day repo transactions with government securities did not change and remained at 8.25% APR.

The National Bank has placed six issues of notes with the total trading volume of KZT1.9 trillion over-the-counter. The yield on five issues of 7-day notes was within the range from 8.84% to 8.85% APR with the total offering volume of KZT1,7 trillion. The yield on the 28-day notes reached 8.90% APR at the offering volume of KZT193.0 bn. The total demand for the notes exceeded the supply by 2%.

Inflation and interest rates

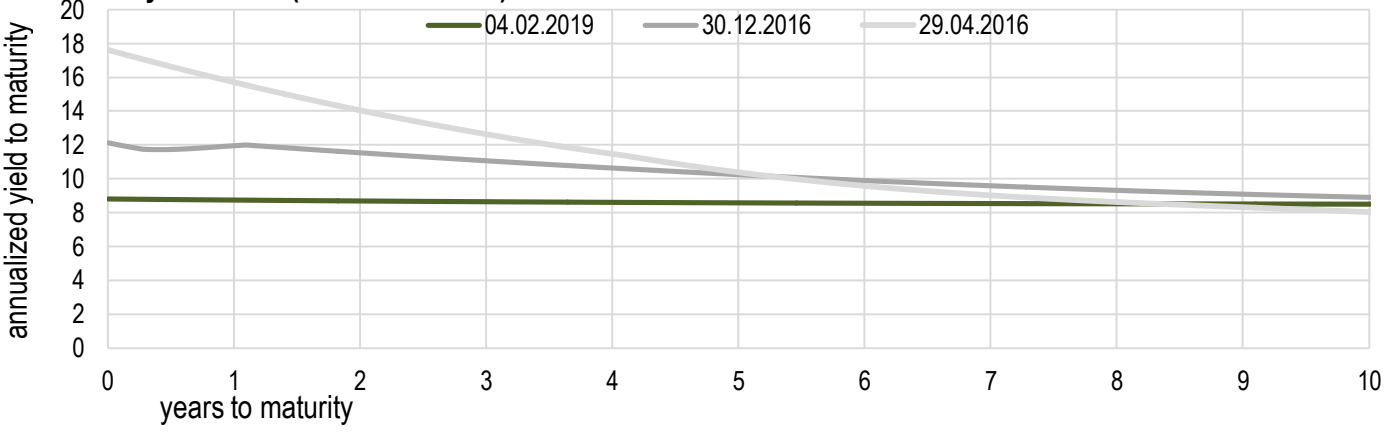


Issuance of weekly NBK notes



* 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 KZT5.28 to KZT382.74 and the total trading volume amounted to USD467.4 mln.

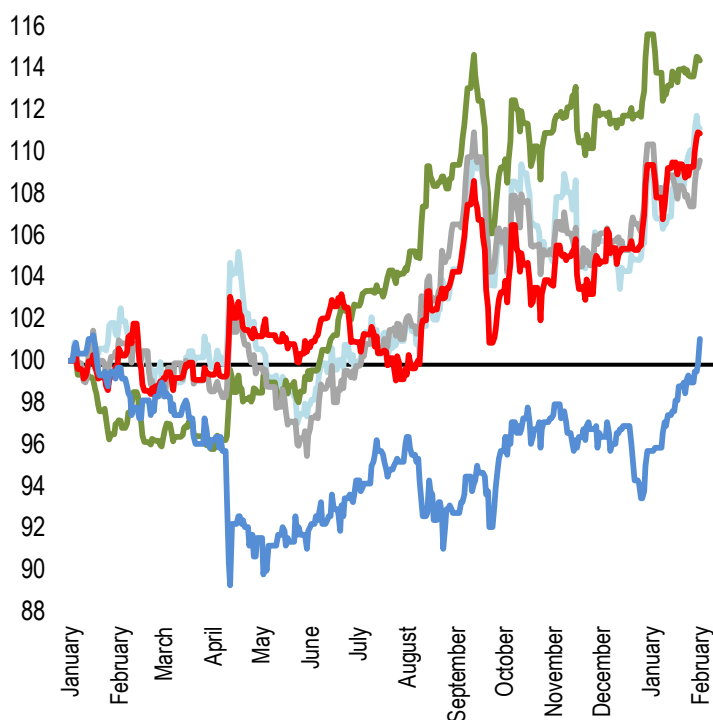
Factors relating to news were largely positive. For instance, weekly change of Brent crude oil prices is close to zero and the ruble has strengthened against the dollar; the rate has dropped to 65.41. It can be assumed that the exchange rate fixing was determined by domestic factors, namely, the excess of demand for a currency over its supply.

The Russian currency grew KZT0.0952 to KZT5.8308 over the week. Total trading volume for the current week reached RUB124.0 mln.

For the euro the only effective trading day closed by a rise of KZT10.95 to KZT438.1 per unit of currency.

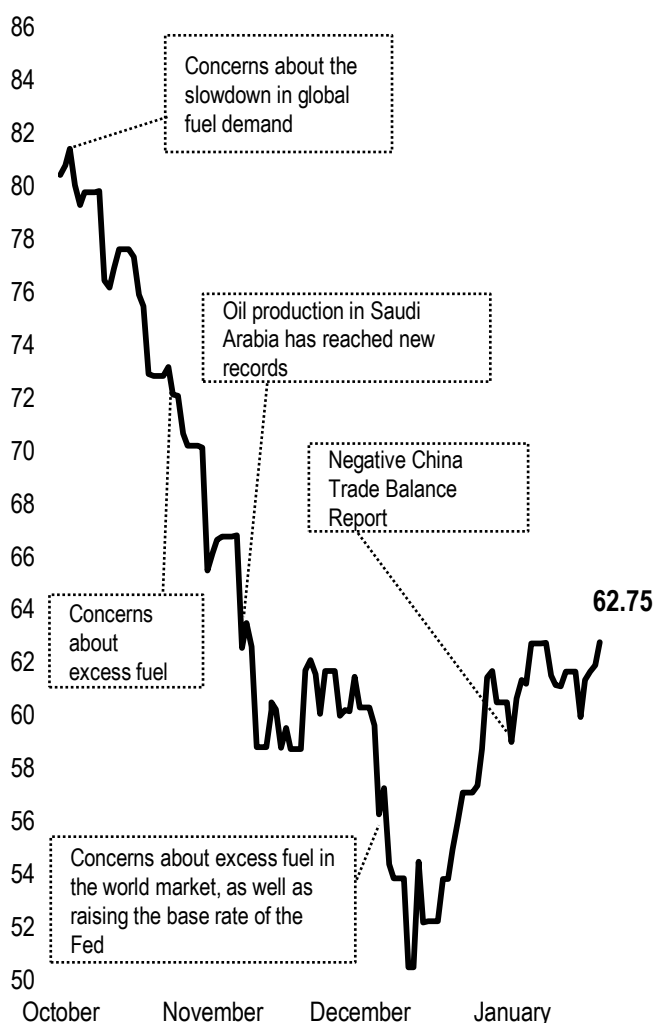
The yuan exchange rate with settlements T+0 grew by KZT1.1101 to KZT56.5789 at the trading volume of CNY7.1 mln.

FX rates
Δ %, base (01.01.18)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	498,49	+1,2	+2,1	+2,1
— USDKZT	380,06	+0,6	-1,1	-1,1
— EURKZT	436,35	+1,8	-0,7	-0,7
— CNYKZT	56,64	+1,9	+1,4	+1,4
— RUBKZT	5,83	+1,7	+5,6	+5,6

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	2 706,53	1,6	7,8	-4,1	1,5
Dow Jones	25 063,89	1,3	7,4	-4,3	1,2
 RTS	1 211,23	1,6	13,3	-6,3	1,7
MICEX	2 285,53	0,0	0,0	-0,7	1,7
 Hang Seng	27 930,74	1,3	11,1	-14,4	0,9
SS CSI 300	3 247,40	2,0	9,4	-23,5	1,9
 Euro Stoxx 50	3 171,12	0,2	5,9	-11,4	0,4
FTSEuroFirst	3 916,50	0,9	5,7	-9,8	1,0
 FTSE 100	7 020,22	3,1	4,2	-6,3	3,1
 KASE	2 297,61	2,4	-0,3	-2,4	

Commodities market

01.02.2019

Name	Price	Trend %	
		7d	1m
Oil	62,75	1,8	14,3
	55,26	2,9	18,7
Natural gas	2,73	-14,0	-7,6
Copper	277,30	1,6	5,7
Iron	616,50	13,1	13,1
Gold	1 317,98	1,0	2,6
Silver	15,93	1,5	1,8
Wheat	524,25	0,8	3,5

Economic calendar

		Currency	Forecast	Previous
05.02	ISM Non-Manufacturing PMI (Jan)	USD	57.1	58.0
06.02	Building Permits	USD	1.290M	1.328M
06.02	Core Retail Sales Index (MoM)	USD	0.0%	0.2%
06.02	GDP (QoQ)	USD	2.6%	3.4%
06.02	Crude Oil Inventories	USD		0.919M
07.02	Fed Chair Powell Speaks	USD		
08.02	Interest Rate Decision	RUB	7.75%	7.75%


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	5,2 %	01.02.19	7,1 %
Gross international reserves of NBK, USD bn	30 909	01.01.19	30 745
Reserve money, KZT bn	6 650,9	01.01.19	5 538,7
Money supply, KZT bn	20 813,4	01.01.19	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

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**Corporate Events Calendar of
KASE listed Companies**

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