

# KASE WEEKLY

November 30 – December 4,  
2020

## KASE NEWS

- ▲ The trading and clearing system ASTS+ of the currency market [was commissioned](#) on KASE.
- ▲ KASE [has formed](#) lists of securities of the first, second and third classes of liquidity for December 2020.
- ▲ KASE [has stopped](#) calculating indicators of the interbank deposits market KazPrime, KIBOR and KIBID.
- ▲ The representative list of KASE\_BM\* series indices [includes](#) bonds of five names.
- ▲ Halyk Savings Bank of Kazakhstan JSC [was assigned](#) the status of a market-maker on KASE for USDKZT\_TOM.
- ▲ Centras Securities JSC [refused](#) from the status of a market-maker on KASE for bonds KZ2C00002426 (CAEPb1) of Central Asian Electric Power Corporation JSC.
- ▲ Trades in bonds [KZ2C00007136](#) (KFUSb7) of Kazakhstan Sustainability Fund JSC and international bonds [US9127964V80](#) (US\_05\_2110) of the US Department of Treasury were opened on KASE.
- ▲ International bonds US9127964V80 (US\_05\_2110) of the US Department of Treasury [are included](#) in the List T+ and the Collateral List T+.
- ▲ KASE's Management Board [has agreed](#) to include the proposed international bonds XS2264979431 of the European Bank for Reconstruction and Development in the sector "Securities of International Financial Institutions".
- ▲ Bonds KZ2C00007102 (BRKZb21) of Development Bank of Kazakhstan JSC [underwent](#) the listing procedure on KASE by the category "bonds" of the main market.

## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Sovereign Wealth Fund "Samruk-Kazyna" JSC [raised](#) KZT129.2 bn on KASE by placing bonds KZ2C00007151 (SKKZb25) at 10.90 % per annum.
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT11.8 bn on KASE by placing bonds KZ2C00007037 (KFUSb4) with an average weighted yield to maturity of 10.8158 % per annum.
- ▲ KazTransOil JSC [announced](#) approval of the tariff and tariff budget for the regulated service of pumping oil to the domestic market of the Republic of Kazakhstan.
- ▲ Mortgage Organization "Kazakhstan Mortgage Company" JSC [announced](#) an affirmation by the agency Moody's Investors Service of the company's ratings, the outlook is "Stable".
- ▲ Freedom Finance says S&P Global Ratings [has improved](#) its outlook on the company's ratings from "Stable" to "Positive".
- ▲ ATFBank JSC [says](#) agency Fitch Ratings affirmed ratings of the bank and its bonds, the outlook is "Stable".
- ▲ Development Bank of Kazakhstan JSC [raised](#) a line of credit in Russian rubles from Eurasian Development Bank.



According to the results of the week, KASE index increased by 0.86% to 2,609.35 points. The largest number of deals among index shares over the week was made with common shares of Halyk Bank – 1,090 deals. The largest trading volume fell on KAZ Minerals' securities – KZT19.2 bn (98.3% of the total volume over the week).

04.12.2020

Trends (%)

KASE Index	2 609,35	0,9	4,9
<b>First class of liquidity</b>	<b>Price</b>	<b>Δ 7d</b>	<b>Δ 1m</b>
Freedom Holding Corp.	18 660,0	22,0	56,4
Sberbank Russia	1 427,9	9,5	19,0
Aeroflot	425,0	5,4	16,8
VTB Bank	0,2	5,0	10,5
Gazprom	1 050,4	3,0	18,6
Kazakhtelecom, preferred shares	12 970,0	2,4	4,9
<b>Halyk Savings Bank of Kazakhstan</b>	125,5	2,0	11,9
<b>Kazakhtelecom</b>	26 492,0	1,4	4,3
<b>KAZ Minerals</b>	3 545,1	1,3	7,4
<b>Bank CenterCredit</b>	215,9	0,9	1,0
<b>Kcell</b>	2 740,0	0,4	0,7
<b>KEGOC</b>	1 700,0	0,4	1,4
<b>KazTransOil</b>	910,0	0,1	13,6
<b>NAC Kazatomprom</b>	6 258,0	-0,2	2,6
Bank of America Corporation	11 908,1	-2,2	12,6

Note: Index stocks are highlighted in green

KASE Index shares

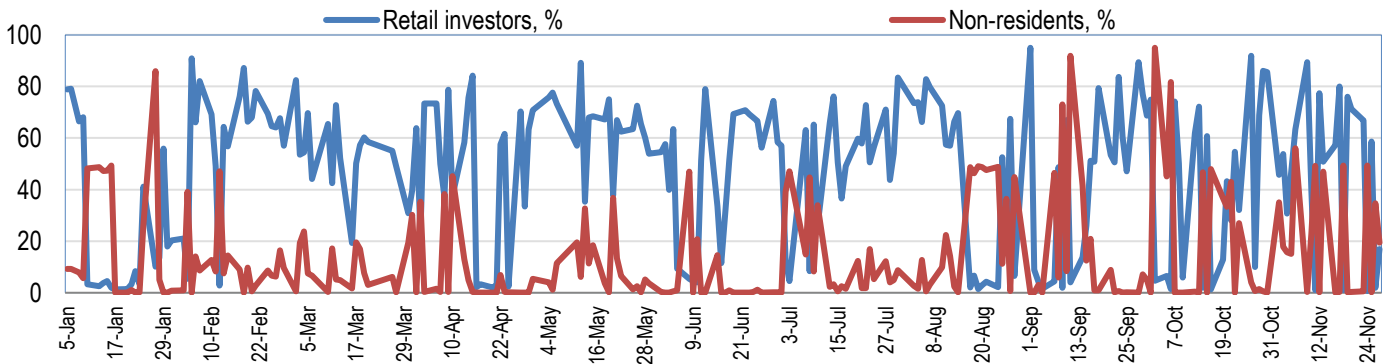


KASE index this week was once again marked by an update of its maximum value of 2020. The basis for the growth of shares from the index basket was the end of the reporting period of companies for the III quarter of 2020 and the rise in prices of risky assets.

Almost all shares of the representative list closed in the "green zone". The only exception were the common shares of Kazatomprom, whose price decreased by mere 0.24% – to KZT6,258.00. At Friday's auctions, stocks of the nuclear company were adjusted downwards from the local resistance level, which is also the highest value for the company's shares. Meanwhile, analysts at VTB Capital raised the target price for Kazatomprom's shares in 12 months to \$24 due to higher-than-expected financials for the third quarter of 2020.

For the second week in a row, stocks of Halyk Bank have been among the growth leaders, going up in price by 2.02% to KZT125.48. Halyk Bank's securities were fixed above local resistance levels against the background of the US dollar's depreciation against the tenge.

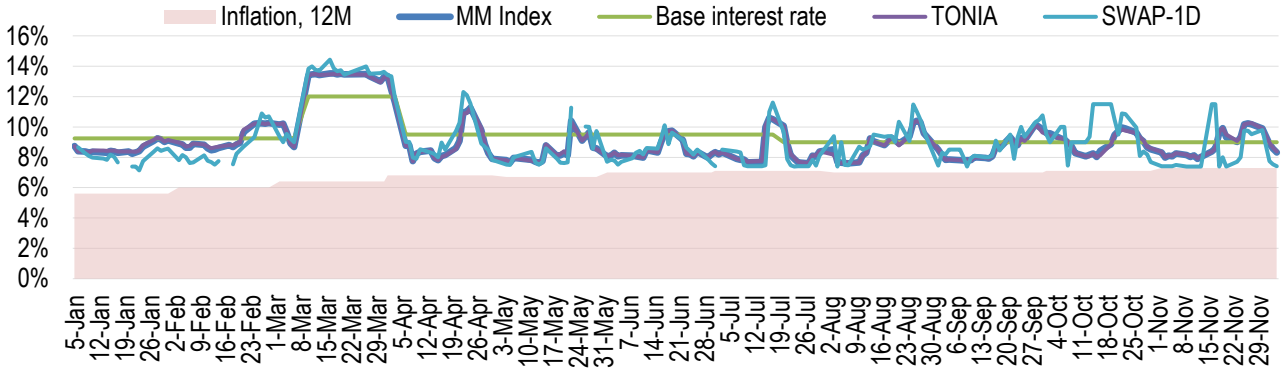
Retail investors & non-residents, %



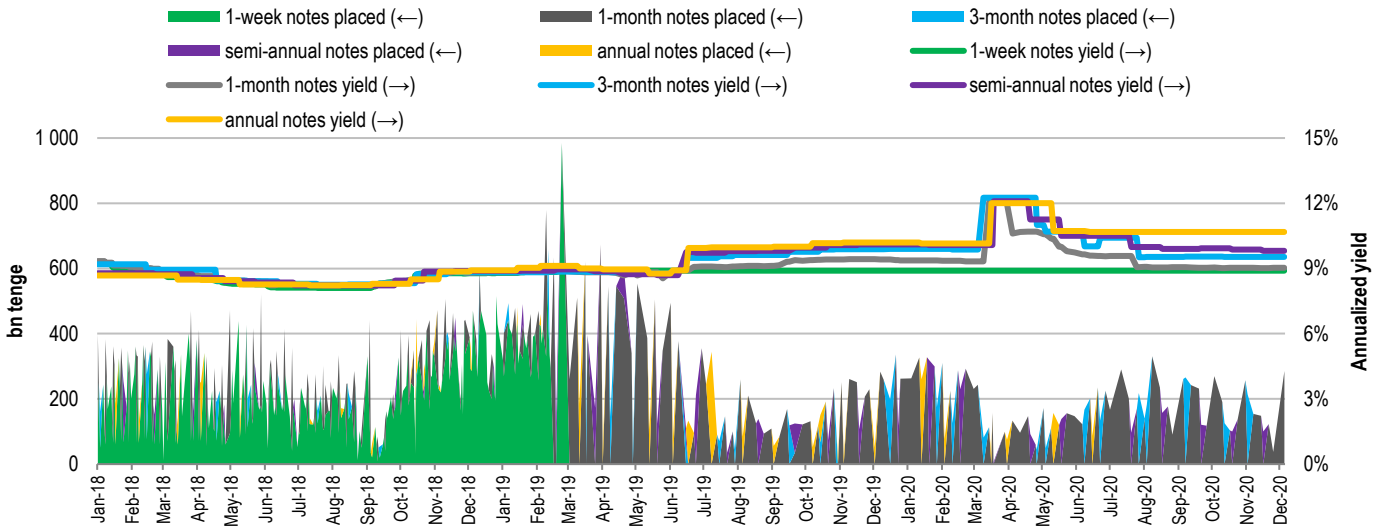


The yield on one-day repo transactions IN government securities decreased by 186 b.p. over the week to the level of 8.39% per annum. The rate of borrowing tenge secured by US dollars decreased by 212 b.p. and amounted to 7.41% per annum. The average volume of tenge liquidity borrowed for one day amounted to KZT332.3 bn (+ 7.3% on the same indicator of the previous week) over the week.

**Inflation and interest rates**

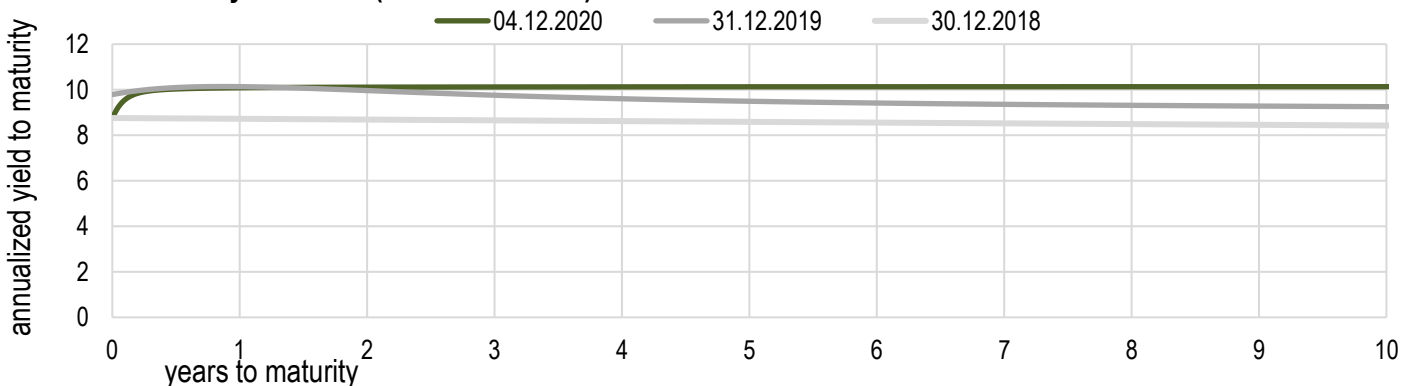


**Main Features of National Bank Notes Placements**



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

**Risk-free yield curve (non-indexed GS)**





As a result of the week, the exchange rate of the US dollar rate against the tenge decreased by KZT3.08 (-0.73%) to KZT420.79. The total trading volume over the week amounted to \$442.2 mln (-31.0% on the same indicator last week). The total number of transactions for purchase and sale of the US dollar was 1,414 (-628 on the previous week). The maximum price was KZT425.45 per US dollar, the minimum – KZT420.50.

The tenge strengthens its positions against the US dollar amid rising oil prices. On Thursday, an OPEC+ meeting was held, following which the alliance countries decided to increase the oil production starting from January 2021. The OPEC+ countries thought that the oil market was stable, but still fragile, as a result of which the oil production would not increase by 2 million bpd, as originally planned, but only by 0.5 million bd. In addition, Kazakhstan's Ministry of Energy said that countries participating in the OPEC+ agreement have agreed to hold monthly ministerial meetings starting from January 2021 to review the current state of the oil market and to adjust the further level of restrictions.

At the same time, the risks of an increase in supplies from Libya and a potential increase in production in Iran in the event of an improvement in relations with the United States remain, which may put pressure on oil prices.

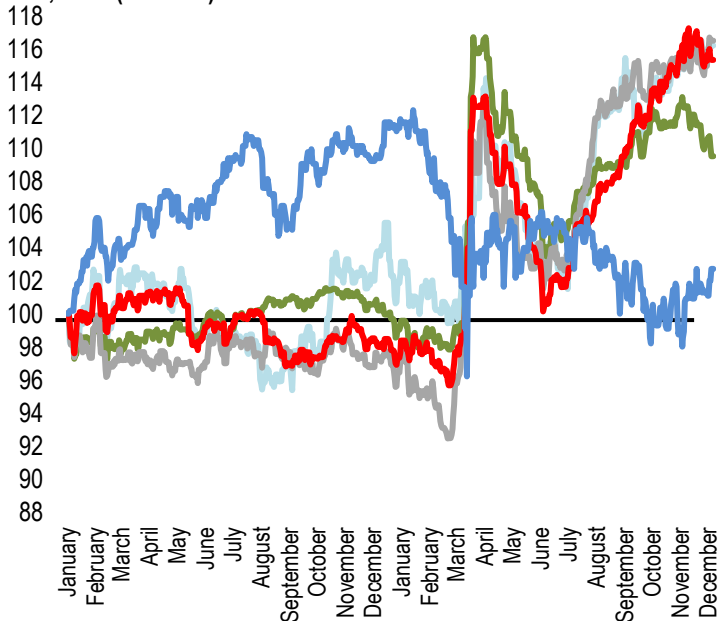
Meanwhile, the latest data from the US Department of Energy showed a decrease in US oil reserves by 679 thousand barrels over the past week. Meanwhile, the UK is the first country to approve the COVID-19 vaccine from Pfizer and BioNTech. The country's Ministry of Health said the vaccine will become available in the UK from next week.

The price of February futures for Brent oil on the London stock exchange ICE Futures by 15:30 o'clock, Nur-Sultan time, on Friday increased by 1.8% – to \$49.60 per barrel. The exchange rate of the US dollar against the Russian ruble on the Moscow Stock Exchange by this time decreased by 0.2% – to 74.2912 rubles.

The exchange rate of the Russian ruble rose by KZT0.0682 (+1.22%) to KZT5.6584. The Chinese yuan depreciated by KZT 0.0164 (-0.03%) to KZT64.4836.

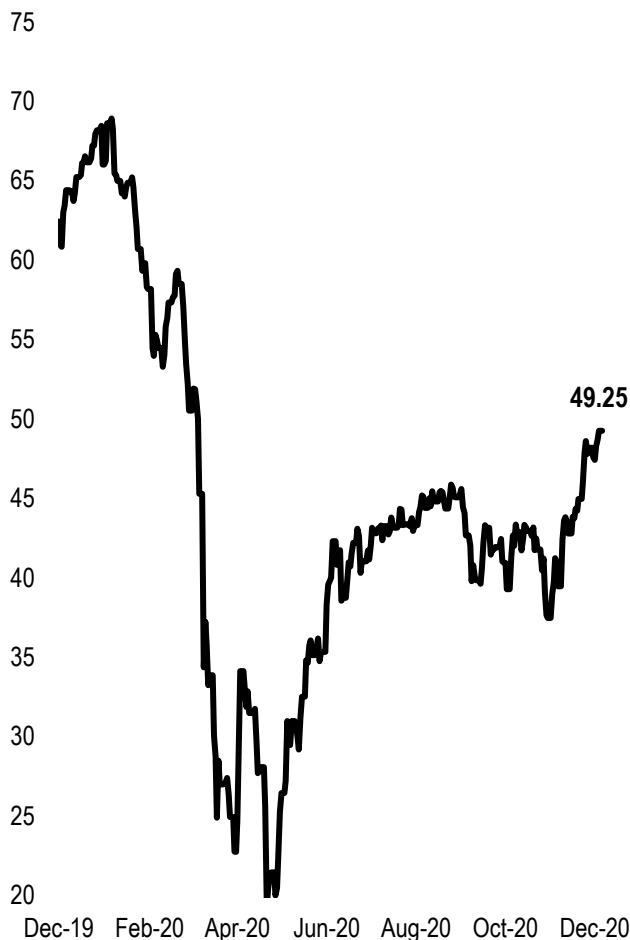
**FX rates**

Δ %, base (01.01.20)









	Price	Δ 7d, %	Δ 30d, %	Δ 2020, %
— GBPKZT	566.73	0.4	0.7	13.3
— USDKZT	422.87	0.1	-2.4	10.9
— EURKZT	512.10	1.9	1.1	20.0
— CNYKZT	64.49	0.4	-0.6	18.2
— RUBKZT	5.63	0.7	3.5	-8.8

**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	3 699,12	1,7	7,4	18,7	1,7
Dow Jones	30 218,26	1,0	8,5	9,2	1,1
 RTS	1 357,39	4,2	22,5	-5,1	4,1
MICEX	2 285,53	0,0	0,0	0,0	4,1
 Hang Seng	26 835,92	-0,2	7,8	2,4	-0,2
SS CSI 300	5 065,92	1,7	5,2	30,6	2,2
 Euro Stoxx 50	3 539,27	0,3	12,0	-3,0	0,0
FTSEuroFirst	3 934,50	0,9	12,4	-8,6	1,1
 FTSE 100	6 550,23	2,9	11,3	-8,2	2,8
 KASE	2 609,35	0,9	4,9	13,3	

## Commodities market

04.12.2020

Name	Price	Trend %		
		7d	1m	1y
Oil (Brent)	49,25	2,2	19,5	-22,3
Oil (WTI)	46,26	1,6	18,2	-20,8
Natural gas	2,58	-9,4	-15,5	6,1
Copper	351,40	3,4	13,1	32,7
Iron	980,00	5,3	10,5	47,8
Gold	1 838,86	2,9	-3,4	24,3
Silver	24,20	7,3	1,3	42,9
Wheat	566,50	-5,0	-6,5	6,5

## Economic calendar

		Currency	Forecast	Previous
12/08	Short-term energy outlook from EIA	USD		
12/10	Great Britain: GDP (m/m)	GBP		1.1%
12/10	Statement on the ECB monetary policy	EUR		
12/10	EU: decision on interest rate (Dec)	EUR		0.00%
12/10	US: base consumer price index (CPI) (m/m) (Nov)	USD	0.1%	0.2%
12/10	US: Number of initial claims for unemployment benefits	USD	725K	712K

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 2019
Annual inflation	7.1%	08/01/20	5.3%
Gross international reserves of NBK, USD bn	31,561	06/01/20	30,927
Reserve money, KZT bn	8,428.3	06/01/20	5,995.7
Money supply, KZT bn	22,438.2	06/01/20	20,813.4

## Kazakhstan credit ratings

	Rating	Date	Previous
	BBB- stable	09/10/18	BBB- stable
	Baa3 stable	07/26/17	Baa3 stable
	BBB stable	09/28/18	BBB stable

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**Corporate Events Calendar of  
KASE listed Companies**

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