

KASE WEEKLY

February 06–10
2023

KASE NEWS

- KASE [sums up](#) performance of exchange market in January 2023.
- KASE shareholders [approve](#) Dividend Policy of Kazakhstan Stock Exchange JSC.
- Debut issues of corporate [bonds](#) of the Republic of Uzbekistan and bonds [KZ2P00009343](#) (MFUCb3) of MFO UNICREDO LLP are included in KASE official list.
- Bonds [KZ2C00001964](#) (CSBNb12) of Kaspi Bank JSC, [KZ2P00007248](#) (MFKTb1) of MFO "Credit Time" LLP and [KZ2C00003101](#) (ATFBb12) of First Heartland Jusan Bank JSC are excluded from KASE official list due to circulation period expiration.
- International bonds [XS2291819980](#) (GB_GAZFe1) of Gaz Finance PLC are excluded from KASE official list at the initiative of the admittance initiator.
- Trades in bonds [KZ2D00008257](#) (EABRb26) of the Eurasian Development Bank and bonds [KZ2P00009343](#) (MFUCb3) of MFO UNICREDO LLP are opened at KASE.
- Trades in common shares [US20825C1045](#) (COP_KZ) of ConocoPhillips, [US0378331005](#) (AAPL_KZ) of Apple Inc., [US3453708600](#) (F_KZ) of Ford Motor Company, [US0605051046](#) (BAC_KZ) of Bank of America Corporation, [GB00BGP6Q951](#) (GB_NTRM) of NOSTRUM OIL & GAS PLC are suspended on KASE.
- Trading in common shares US1729674242 (C_KZ) of Citigroup Inc. and US4581401001 (INTC_KZ) of Intel Corporation resumed at KASE.
- BCC Invest JSC [assigned](#) the status of a market-maker on KASE for international bonds XS2399149694 (SKKZe1) of Sovereign Wealth Fund "Samruk-Kazyna" JSC.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed on KASE 10.0 mln MEUKAM-144 of the ninth issue ([KZKD00001178](#), MUM144_0009) and 23.2 mln MEUKAM-132 of the seventh issue ([KZKD00001152](#), MUM132_0007).
- The Ministry of Finance of Kazakhstan raised KZT7.2 bn on KASE by placing METIKAM-72 of the first issue ([KZKT00000040](#), MTM072_0001).
- The Eurasian Development Bank [raised](#) KZT9.9 bn on KASE by placing bonds KZ2D00008257 (EABRb26).
- MFO OnlineKazFinance JSC [raised](#) KZT944.4 mln on KASE via subscription by placing bonds KZ2P00008576 (MFOkb3) with yield to maturity of 22.00 % APR.
- KazTransOil JSC [plans](#) to transport 20,000 tons of Kazakh oil to Germany in February.
- KazTransOil [announces](#) shipment of 82.5 thousand tons of oil from Tengiz field through Batumi oil terminal in January.
- NOSTRUM OIL & GAS PLC [plans](#) to reduce the par value of common shares GB00BGP6Q951 (GB_NTRM) and consolidate them as part of the restructuring.
- NOSTRUM OIL & GAS PLC [announces](#) the publication of a second supplementary prospectus.
- NOSTRUM OIL & GAS PLC [announces](#) the completion of the restructuring.
- NOSTRUM OIL & GAS PLC [announces](#) the split and consolidation of common shares and the admission of new common shares to trading on the London Stock Exchange.
- KEGOC [says](#) Fitch Ratings affirmed ratings of the company; outlook "Stable".



10.02.2023

KASE Index	3 348,45	Trends (%)	
		-0,1	2,1
First class of liquidity	Price	Δ 7D	Δ 1M
AO "Банк ЦентрКредит"	453,00	11,6	23,9
Tesla, Inc.	209,03	8,3	55,0
AO "НК "КазМунайГаз"	9 645,00	2,4	4,4
Apple Inc.	148,67	2,3	13,9
NOSTRUM OIL & GAS PLC	22,44	1,1	4,4
Freedom Holding Corp.	63,85	1,1	4,7
AO "Баян Сулу"	438,56	1,1	25,3
AO "Казакхтелеком"	29 499,00	0,2	4,2
AO "Банк ЦентрКредит"	628,18	0,0	- 1,1
AltynGold plc	880,00	-	2,3
Bank of America Corporation	35,81	- 0,2	5,9
AO "KEGOC"	1 617,00	- 0,2	- 0,5
AO "КазТрансОйл"	718,00	- 0,3	- 0,9
AO "Народный банк Казахстана"	127,00	- 0,3	- 0,4
AO Kaspi.kz	34 000,00	- 0,9	2,7
AO "Кселл"	1 788,99	- 0,9	3,7
AO "ForteBank"	4,30	- 0,9	- 5,5
AO "НАК "Казатомпром""	14 281,01	- 1,3	5,4
Ford Motor Company	14,07	- 4,0	0,8
Advanced Micro Devices, Inc.	82,00	- 4,9	22,1
AO "БАСТ"	9 387,80	- 6,1	- 10,6
Intel Corporation	27,80	- 7,3	- 4,0
American Airlines	16,30	- 8,7	4,8

Note: Index stocks are highlighted in green

In January 2023, the volume of trading on Kazakhstan Stock Exchange in all sectors of the market amounted to 23.7 trillion tenge, or 51.2 billion US dollars, having increased by 20.3 % compared to January 2022, in dollar terms – by 12.8 %.

As a result of January, the capitalization of the equity market increased by 2.5 % to 21.7 trillion tenge, and the value of KASE Index increased by 1.5 % to almost 3,300 points. The main growth driver were shares of Kazatomprom with an increase of 10.4%, shares of Kazakhtelecom rose by 2.9 %, shares of Kcell – by 1.4 %.

It should be reminded that in early February, shares of the National Company "KazMunayGas" were included in the "basket" of index shares, the IPO of which was completed in December last year and became the largest IPO held on Kazakhstan's stock market. Relative to the IPO price, the growth of KazMunayGas shares by the end of last week amounted to almost 15 %.

Other shares of KASE index during the past week were traded mainly without pronounced dynamics. The value of KASE Index for the week symbolically decreased by 0.1 % to 3,348 points. The week was completed in the green zone by common shares of three issuers: KazMunayGas with an increase of 2.4 %, Kazakhtelecom – 0.2 % and Bank CenterCredit – 0.03 %.

The value of KazMunayGas shares increased over the week on the back of an 8 % increase in oil prices over the week. In addition, the company received the right to use subsoil in the subsoil area "Kalamkas-sea, Khazar, Auezov", located in the Kazakh sector of the Caspian Sea.

Support for common shares of Bank CenterCredit could come from the news of the Bank's intention to pay dividends on preferred shares for 2022. Dividend payment is planned from February 15 to March 17 in the amount of 42 tenge per preferred share.

KEGOC says that Fitch Ratings affirmed the company's rating at "BBB-" with a stable outlook. This did not have a significant impact on KEGOC quotes, which slightly decreased by 0.2 % over the past week.

The volume of trading in shares in the "KASE Global" sector in January amounted to 2 billion tenge, or \$4.3 million. The largest trading volume for the specified period fell on the shares of Apple, Intel and AMD. At the same time, shares of Tesla, NVIDIA, American Airlines, Salesforce and Uber Technologies rose in price by more than 25%.

In January of this year, the volume of trading in corporate bonds on KASE amounted to 184.3 billion tenge having increased 6.5 times compared to the corresponding period in 2022.

Last week, the Eurasian Development Bank raised 9.9 billion tenge on the debt capital market by placing monthly bonds with a yield to maturity of 16.9 % per annum.

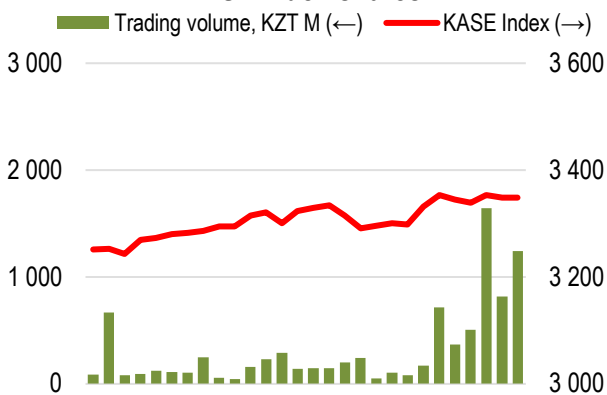
Two debut issues of corporate bonds of the Republic of Uzbekistan were included in KASE official list: those of the National Bank for Foreign Economic Affairs of the Republic of Uzbekistan and the automobile company UzAuto Motors.

In the government securities market, the Ministry of Finance placed three issues of treasury bills for a total of 36.9 billion tenge with a term of 6 to 12 years and a yield of 13-17 % per annum within a week.

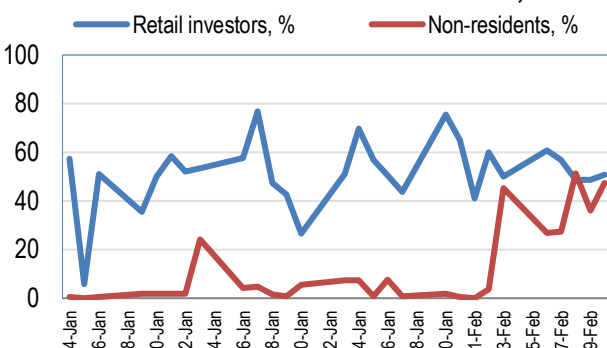
At the international level, leading central banks continue to tighten monetary policies and raise interest rates: the US Federal Reserve increased the rate by 25 basis points to 4.75 % per annum, the European Central Bank raised it by 50 basis points to 3 %. Data on the US labor market came out above analysts' expectations: the number of jobs in the economy increased by 517 thousand in January, unemployment fell to 3.4 %.

In general, the improvement in the situation with inflation in the leading countries and the lift of anti-COVID restrictions in China had a positive impact on the sentiments of stock market participants. Since the beginning of the year, the S&P 500 index has grown by almost 7 %, EURO STOXX 50 – by 8 %.

KASE Index shares

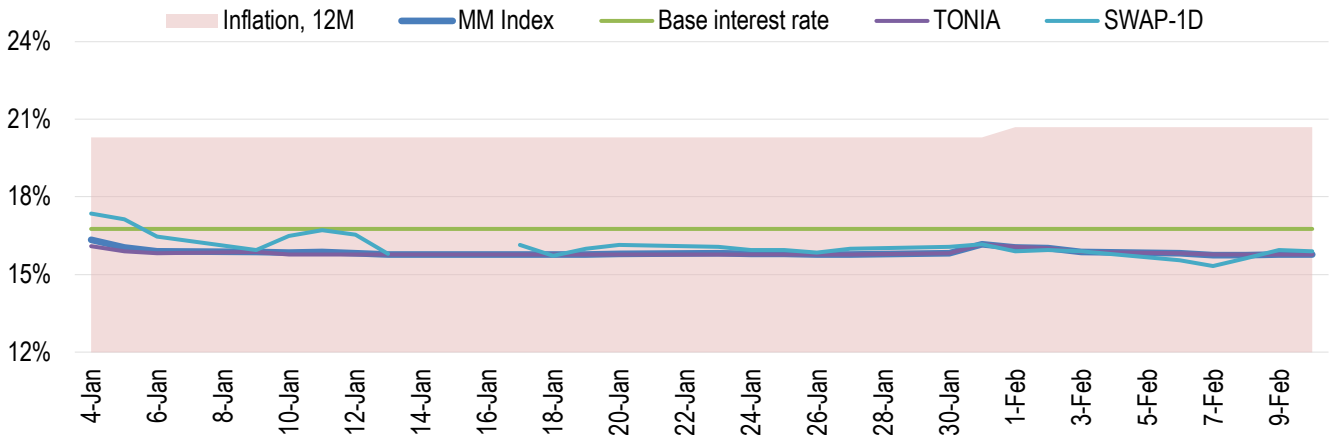


Retail investors & non-residents, %

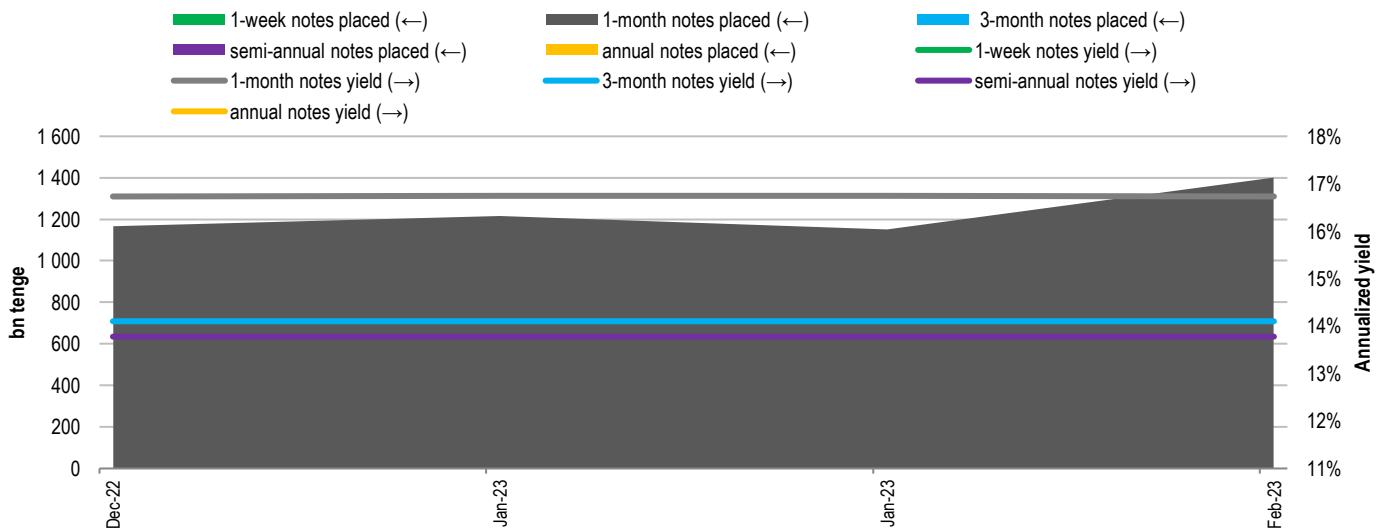


In January, the volume of trading on KASE's money market, which includes the repo and currency swap markets, amounted to 21.2 trillion tenge having increased by 16.9 % compared to the corresponding period of last year. The yield of one-day REPO transactions with government securities (GS) (TONIA) from February 3 to February 10 decreased from 15.87 to 15.76 % per annum. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D) during the period under review fluctuated within 15.34–15.95 % per annum.

Inflation and interest rates

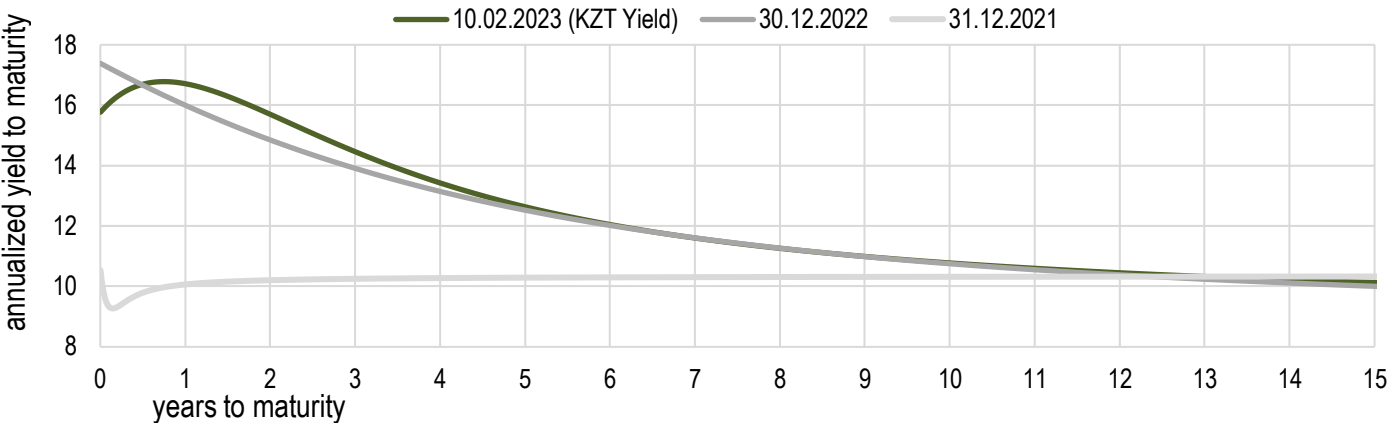


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



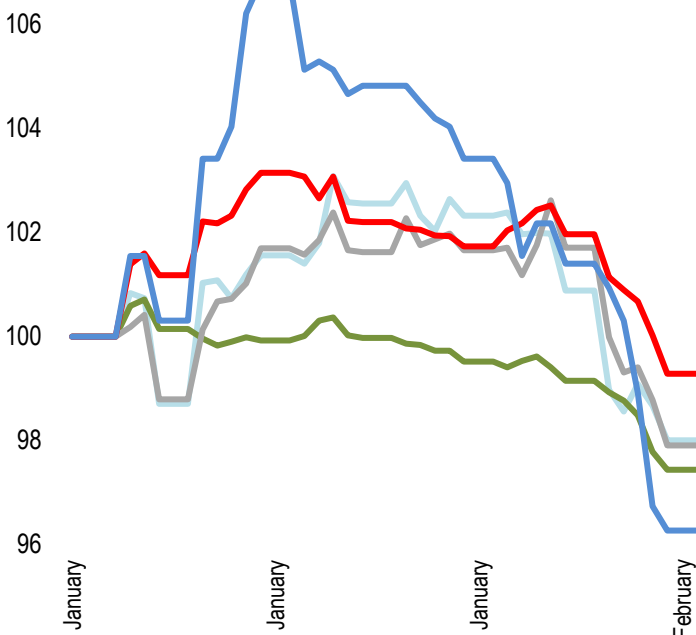
As a result of trades on February 10, the market rate of tenge amounted to 450.79 tenge per US dollar, having strengthened by 1.7 % over the week (from 458.69). A number of significant events took place on the foreign exchange market from February 3 to February 10, 2023. The US Department of Labor said the number of Americans filing initial claims for unemployment benefits by 13,000 to 196,000 last week. This fact exceeds the average forecast of analysts. After the release of mixed data on the labor market, US Federal Reserve Chairman Jerome Powell, along with other leaders, signaled that further rate hikes would be necessary to suppress inflation. Against this background, US Treasury yields showed growth, strengthening the position of the US dollar (the DXY index rose by 0.69 %). The above factors led to a predominantly negative trend in emerging market currencies:

- the Mexican peso strengthened by 1.6 % (from 18.97 to 18.67) on the back of a 50 b.p. increase in the Central Bank of interest rates, to a record 11 %, exceeding analysts' expectations;
- the Turkish lira slightly appreciated by 0.1 % (from 18.83 to 18.81). Turkey declared a state of emergency for three months in areas affected by major earthquakes;
- the Indian rupee weakened by 0.8 % (from 81.84 to 82.51), despite the Central Bank's increase in interest rates by 25 b.p. to 6.5 %;
- the Indonesian rupiah weakened by 1.6 % (from 14894 to 15134) against the background of the outflow of foreign capital. According to the Ministry of Finance, GS sales on February 8 amounted to \$152 million, which is the largest daily outflow since October 5, 2022;
- the Brazilian real weakened by 1.6 % (from 5.13 to 5.21) amid comments by President Lula da Silva that the current key rate of 13.75 % is too high. This was seen by analysts as an intervention in monetary policy;
- The South African rand weakened by 2.2 % (from 17.48 to 17.86) amid the declaration of a state of emergency in the country due to the energy crisis. The government is planning tax breaks for businesses and households that generate their own solar power;
- the Russian ruble weakened by 4 % (from 70.6 to 73.39) against the background of an increase in the budget deficit (1.8 trillion rubles in January 2023).

FX rates

Δ %, base (01.01.23)

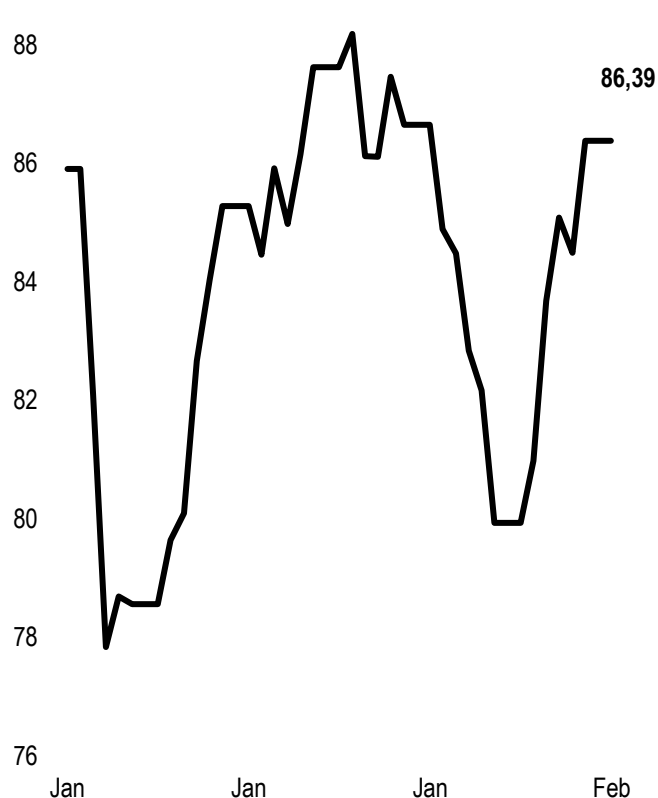
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Brent oil

USD/barrel

90



	Price	Δ 7d, %	Δ 30d, %	Δ 2023, %
— GBPKZT	545,46	-2,86	-2,39	-1,16
— USDKZT	450,79	-1,72	-2,05	-1,86
— EURKZT	482,57	-3,74	-1,89	-0,90
— CNYKZT	66,25	-2,63	-2,10	0,82
— RUBKZT	6,19	-5,06	-6,47	-3,27

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	4 090,46	-1,1	3,0	-9,2	-1,2
Dow Jones	33 869,27	-0,2	-0,3	-3,9	-0,2
RTS	971,95	-3,0	-3,1	-37,2	-1,6
MICEX	2 285,53	0,0	0,0	0,0	-1,6
Hang Seng	21 190,42	-2,2	-1,1	-15,0	-1,9
SS CSI 300	4 106,31	-0,9	2,4	-11,5	-0,8
Euro Stoxx 50	4 197,94	-1,4	2,4	0,0	-1,2
FTSEuroFirst	4 854,50	-0,2	2,1	0,3	-0,2
FTSE 100	7 882,45	-0,2	2,0	2,7	-0,4
KASE	3 348,45	-0,1	2,1	-6,5	

Commodities market

February 10, 2023

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	86,39	8,1	4,5	-5,5
Oil (WTI)	79,72	8,6	3,0	-11,3
Natural gas	2,51	4,3	-31,5	-36,5
Copper	401,65	-1,0	-3,6	-13,8
Iron	895,00	0,9	5,5	10,7
Gold	1 865,57	0,0	-0,5	2,1
Silver	22,08	-1,5	-6,0	-6,2
Wheat	786,00	3,9	6,2	1,9

Calendar of economic events

Currency

Forecast

Previous

14.02	<u>Core Consumer Price Index (CPI) (MoM) (Jan)</u>	USD	0.4 %	0.4 %
14.02	<u>Consumer Price Index (CPI) (YoY) (Jan)</u>	USD	6.2 %	6.4 %
15.02	<u>Sales (MoM) (Jan)</u>	USD	1.8 %	-1.1 %
15.02	<u>ECB President Lagarde to give a speech</u>	EUR		
15.02	<u>Crude oil reserves</u>	USD	0.321M	2.423M
16.02	<u>Number of Initial Claims for Unemployment Benefits</u>	USD	200K	196K
16.02	<u>Producer Price Index (PPI) (MoM) (Jan)</u>	USD	0.4 %	-0.5 %

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

Previous month

Annual inflation	20,7%	01.02.23	20,3%
Gross international reserves of NBK, USD bn	36,7	01.02.23	35,1
Reserve money, KZT bn	11 707,1	01.02.23	11 874,4
Money supply, KZT bn	33 834,4	01.02.23	34 295,9

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 negative

02.09.22

BBB-/A-3 stable

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

02.12.22

BBB/stable

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Corporate Events Calendar of KASE listed Companies

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