

KASE WEEKLY

August 21-25
2023

KASE NEWS

- Common shares [US6745991058](#) (OXY_KZ) of Occidental Petroleum Corporation are included in KASE official list.
- Bonds [KZ2C00008688](#) (KFUSb38) of Kazakhstan Sustainability Fund JSC were excluded from KASE official list of due to the expiration of circulation period.
- Trades in bonds [KZ2C00009389](#) (KFUSb51) and [KZ2C00009447](#) (KFUSb52) of Kazakhstan Sustainability Fund JSC were [opened](#) on KASE.
- Trades in international bonds [XS2541297557](#) (ASDBe12) of Asian Development Bank, common shares [US67066G1040](#) (NVDA_KZ) of NVIDIA Corp. were suspended at KASE.
- Trades in common shares [US4781601046](#) (JNJ_KZ) Johnson & Johnson resumed at KASE.
- Bank CenterCredit JSC was [assigned](#) the status of a market-maker on KASE for bonds of the Ministry of Finance of the Republic of Kazakhstan of five names.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed on KASE 81.3 mln MEKKAM-12 of issue 154 ([KZK100000290](#), MKM012_0154), 5.2 mln MEOKAM-48 of issue 52 ([KZK200000687](#), MOM048_0052), 12.5 mln MEUKAM-216 of the first issue ([KZKD00000972](#), MUM216_0001).
- Berke Bank JSC raised KZT894.7 mln on KASE by placing bonds [KZ2C00009934](#) (BERKb13).
- BRBAPK LLP [raised](#) KZT492.5 mln on KASE by offering bonds KZ2P00009905 (BRBKb1).
- Kazakhstan Sustainability Fund JSC raised KZT993.5 mln on KASE by placing bonds [KZ2C00009371](#) (KFUSb50) and KZT8.7bn – by placing bonds [KZ2C00009447](#) (KFUSb52).
- Zhaikmunai LLP [reported](#) the financial results of NOSTRUM OIL & GAS PLC for the second quarter and six months of 2023.
- National Company "KazMunayGas" JSC [reported](#) financial results for the first half of 2023.
- National Atomic Company "Kazatomprom" JSC [announced](#) its financial results for the first half of 2023.
- Housing Construction Savings Bank "Otbasy Bank" JSC [paid](#) dividends on ordinary shares for 2022.
- Kazakhstan Housing Company JSC [paid](#) dividends on common shares KZ1C00000637 (KZIK) for 2022.
- Participants of Faeton Company LLP [distributed](#) the net income of the partnership for 2022.
- Microfinance Organization "KMF" says Fitch Ratings [affirmed](#) the company's ratings; outlook "Stable".
- Nurbank says S&P Global Ratings [affirmed](#) the bank's ratings; outlook "Stable".
- Shareholders of Investment house "Fincraft" JSC decided to [transform](#) the joint-stock company into a limited liability partnership.
- Safe-Lombard says Fitch Ratings [affirmed](#) long-term issuer default rating at "B-"; outlook "Stable"



25.08.2023

KASE Index	3 797,23	Trends (%)	
		1,2	3,7
First class of liquidity	Price	Δ 7D	Δ 1M
		ТРЕНДЫ	
Freedom Holding Corp.	91,17	24,9	11,4
Tesla, Inc.	240,00	11,6	- 10,8
PayPal Holdings Inc.	61,05	5,4	- 15,9
АО "НАК "Казатомпром""	13 268,30	4,9	6,2
Apple Inc.	177,25	2,5	- 8,8
АО Kaspi.kz	45 449,00	2,4	13,6
Intel Corporation	32,75	1,2	- 3,1
АО "Банк ЦентрКредит"	693,00	1,2	0,6
АО "Народный банк Казахстана"	162,13	0,7	- 1,7
АО "Казактелеком"	32 700,01	0,0	- 0,6
АО "ForteBank"	3,75	-	- 1,6
АО "Банк ЦентрКредит"	597,40	-	3,7
АО "Кселл"	1 975,00	- 0,0	3,7
АО "КЕГОС"	1 572,00	- 0,2	0,3
АО "КазТрансОйл"	814,91	- 0,3	2,4
AT&T Inc.	14,21	- 0,4	- 9,2
АО "БАСТ"	7 049,99	- 0,7	- 5,0
АО "НК "КазМунайГаз"	10 777,77	- 0,7	- 1,1
Advanced Micro Devices, Inc.	102,01	- 0,8	- 8,4
АО "KM GOLD"	122,01	- 0,8	- 3,5
Pfizer Inc.	36,00	- 0,8	- 4,7
Ford Motor Company	13,87	- 0,9	- 1,8
Bank of America Corporation	28,82	- 1,2	- 12,2

Note: Index stocks are highlighted in green

On the local market, KASE Index almost completely recovered last week after the recent decline and again appeared near the historical highs at the level of 3,797.23 points. The main growth driver was Kazatomprom shares, which gained 4.9 %. The company continues to win back a good financial report, as well as rising prices on the world uranium market. ETF for uranium, presented in the KASE Global sector added 3.2 % over the week.

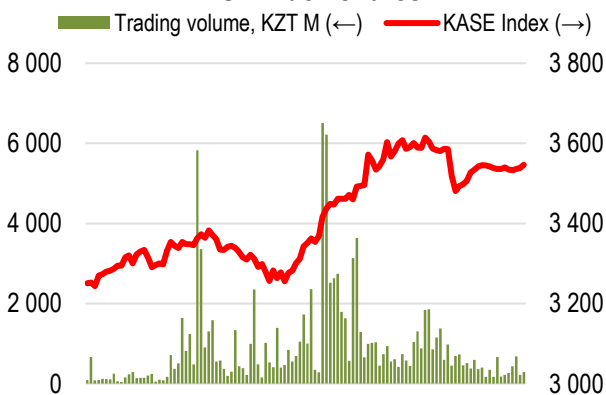
Representatives of the financial sector also closed the week in the green zone. Shares of Kaspi.kz, Bank CenterCredit and Halyk Bank added in price 2.4 %, 1.2 %, 0.7 % respectively. Kaspi.kz held an extraordinary general meeting of shareholders, which approved dividends for the 2nd quarter in the amount of 750 tenge per share.

KazMunayGas JSC published a report for the first half of 2023, according to which the company's net profit fell by 36.6 % to 492 bn tenge. The decline was expected, as Brent oil prices fell by 26.2 % compared to the record first half of last year. In addition, during the Issuer Day at KASE the company reported that in the first half of the year it produced 416 thousand tons less oil due to unstable energy supply at the fields. Given that all factors were clear, the share price corrected only slightly, down 0.7 %.

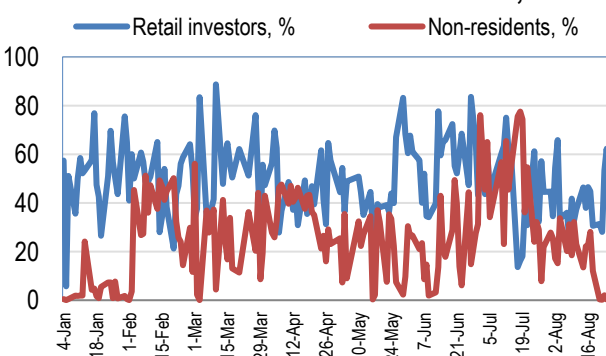
Of the companies whose shares are included in KASE Index basket, Kazakhtelecom and Kcell have not yet provided financial statements for the half year. Last week it became known that Kazakhtelecom became the owner of a 50 % stake in CASPINET B.V., created jointly with AzerTelecom for the construction and operation of the Trans-Caspian fiber-optic communication line. In turn, Kcell last week secured a loan in Halyk Bank for about 85 bn tenge, which is 26.9 % of the total value of the company's assets. The subject and terms of the deal were not disclosed.

Of the unlisted companies, Zhaikmunai announces financial results of [NOSTRUM OIL & GAS PLC for second quarter and six months of 2023](#). Otbasny Bank and Kazakhstan Housing Company paid dividends for 2022, while Karazhyra JSC, Crystal Management JSC, Fincraft Resources JSC and LOGYCOM JSC decided not to pay dividends.

KASE Index shares



Retail investors & non-residents, %



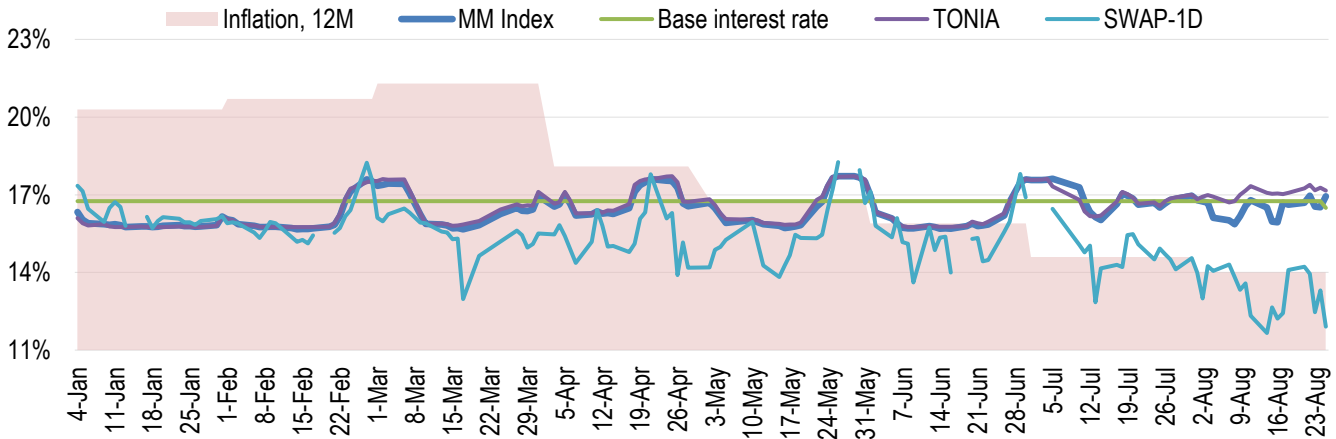
On the debt capital market, 500 mln tenge was raised by a greenhouse complex engaged in the cultivation of agricultural crops, BRBAPK LLP. The bonds were placed for a period of 5 years at 20.5 % per annum. On August 25, 2023, the official opening of trading in bonds of BRBAPK LLP took place on KASE market. This is the "debut" issue of bonds with subsidizing the coupon rate by "Damu" Entrepreneurship Development Fund JSC as part of the implementation of the national project to support SMEs in Kazakhstan, which is a priority direction for the development of the country's economy. The company's bonds were included in the "Bonds" category of the "Debt Securities" sector of KASE official list's "Alternative" market since August 17, 2023. Let us remind you that simplified listing requirements are set for the issuers of this market, which are significantly lower than for representatives of large businesses. Along with this, KASE provides for listing of bonds of small and medium-sized businesses - non-financial organizations benefits for the payment of listing fees and commission fees for organizing specialized trades.

In addition, on the debt capital market, Bereke Bank raised 895 mln tenge for 9 years at 14 % per annum. Kazakhstan Sustainability Fund raised 9 bn tenge for 2 years and 1 bn tenge for 1 year at 12.5 % per annum. Coupons for already placed issues were paid last week by microfinance organizations Swiss Capital, "R-Finance", "MFO OnlineKazFinance", "Safe Lombard", "UNICREDO" and "MFO Bravo Business" on bonds with a coupon rate of 14-25 % per annum, by banking organizations Home Credit Bank and Development Bank of Kazakhstan – with a coupon at a rate of 11.25-12.5 % per annum and by quasi-state organizations Damu Agro, Kazagrofinance, Kazakhstan Housing Company – at 6.02-14 % per annum.

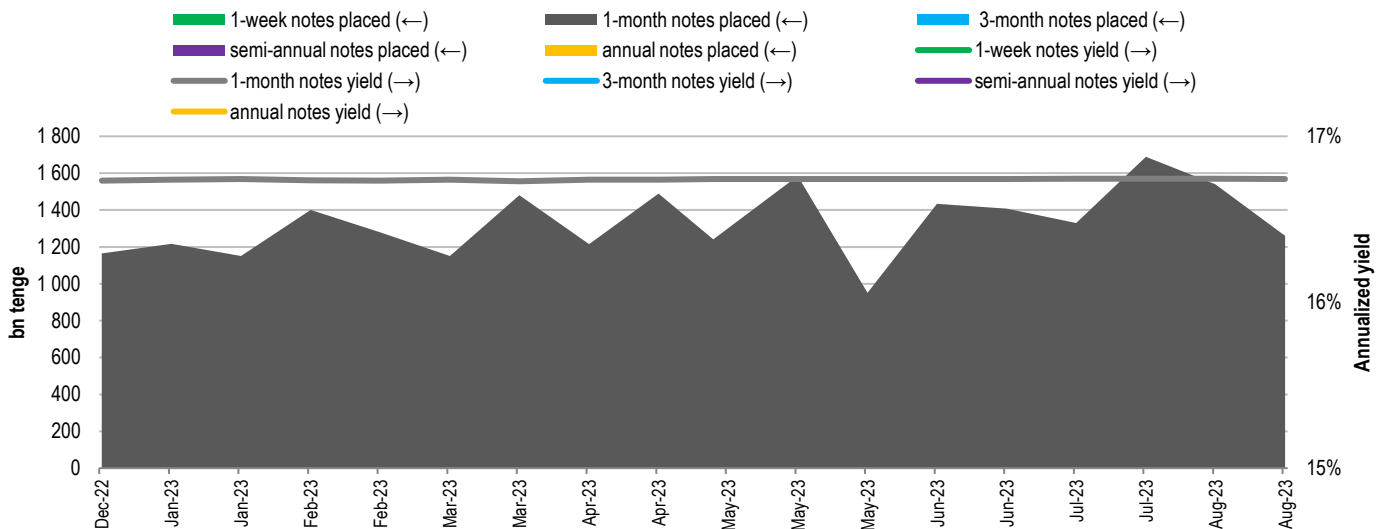
On the government securities market, the Ministry of Finance raised KASE 10 bn tenge for 13 years at 11.7 % per annum, 5 bn tenge for 2 years at 13.85 % per annum and 7.5 bn tenge for 1 year at 14.70 % per annum.

The one-day repo interest rate TONIA increased from 17.08 % to 17.16 % APR, remaining in the upper band of the base rate. The yield of the one-day currency swap operations in US dollars decreased over the period from 14.10 % to 11.92 % per annum, trading below the base rate corridor.

Inflation and interest rates

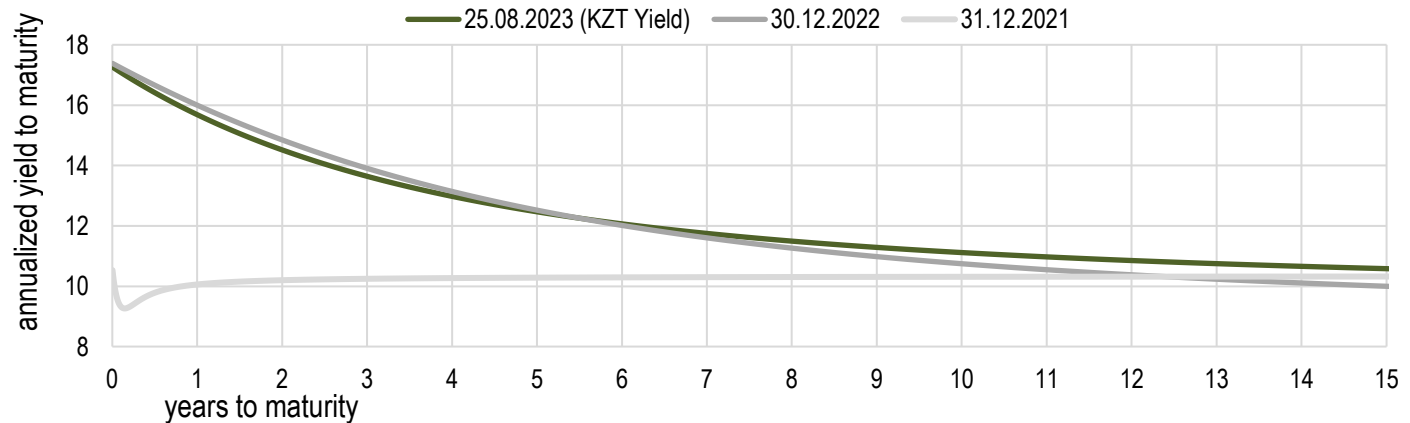


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



The Monetary Policy Committee of the National Bank of the Republic of Kazakhstan decided to reduce the base rate to 16.5 % per annum with a corridor of +/- 1 p.p. The decision was made based on updated forecasts of the National Bank, data analysis and assessment of the balance of inflation risks.

Pro-inflationary pressure from the external environment continues to gradually weaken. Inflation in most countries is slowing down as a result of central bank policy to ensure price stability, but remains stable, leading to a shift in the timing of rate cuts in developed countries. Prices on world food markets, as well as logistics costs, are declining.

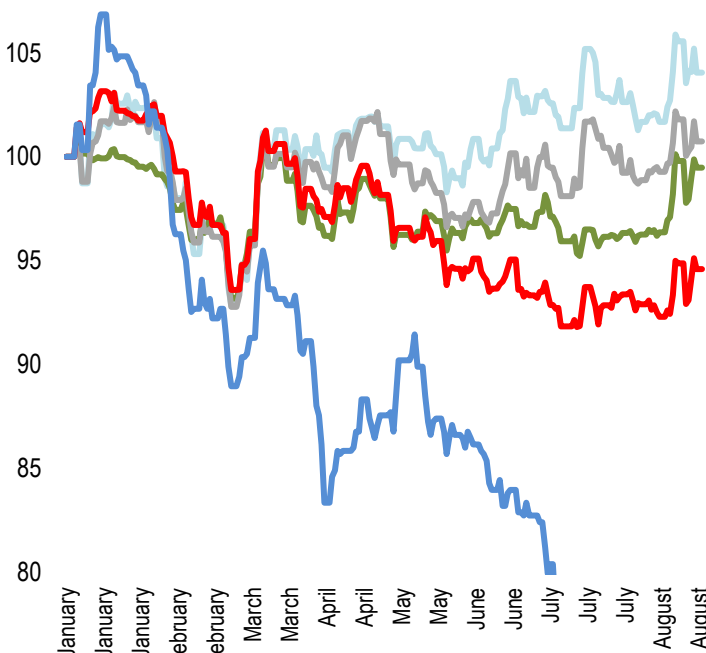
Pro-inflationary pressure remains inside the economy from expanding fiscal stimulus, strong domestic demand, high and unstable inflationary expectations, and rising production costs. The indirect effect from the increase in the cost of fuel and lubricants manifests itself at a moderate pace, partly offset by the dynamics of the tenge exchange rate.

As a result, the total balance of risks due to some easing of pressure from external factors remains in a slightly disinflationary zone. With a further slowdown in actual inflation and its stable part, the policy of a smooth and prudent reduction in the base rate will continue. At the same time, room for reduction is limited by the risks of a potential acceleration of fiscal stimulus in the second half of the year.

FX rates

Δ %, base (01.01.23)

110

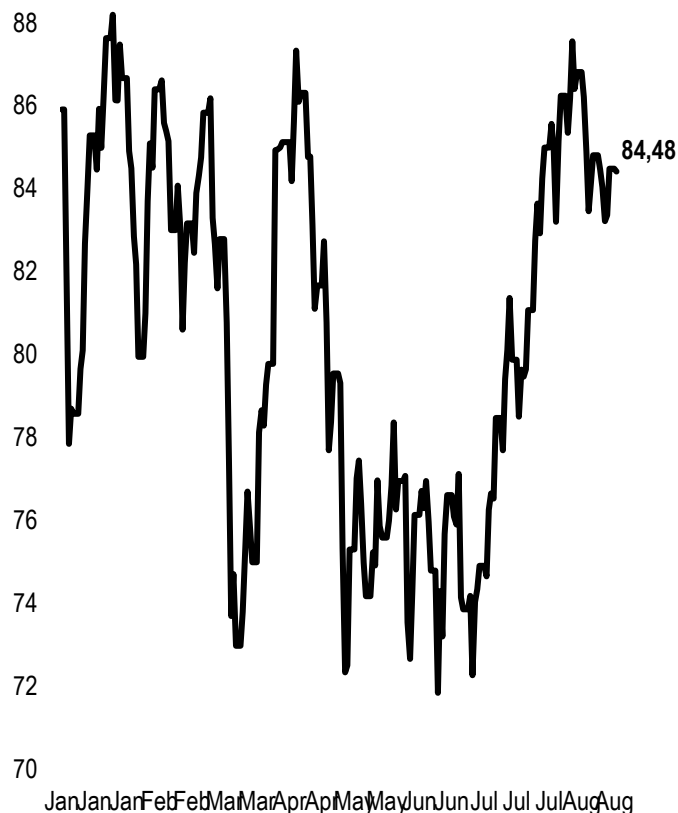


	Price	Δ 7d, %	Δ 30d, %	Δ 2023, %
— GBPKZT	579,03	-1,44	2,50	5,19
— USDKZT	460,17	-0,33	3,82	-0,13
— EURKZT	496,48	-1,04	2,00	1,70
— CNYKZT	63,12	-0,30	1,83	-4,89
— RUBKZT	4,89	-1,21	-1,01	-23,95

Brent oil

USD/barrel

90



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	4 405,71	0,8	-3,5	4,9	0,7
Dow Jones	34 346,90	-0,4	-3,3	3,2	-0,5
RTS	1 043,84	-0,3	0,5	-11,7	-1,1
MICEX	2 285,53	0,0	0,0	0,0	-1,1
Hang Seng	17 956,38	0,0	-7,3	-10,1	0,3
SS CSI 300	3 709,15	-2,0	-5,1	-9,9	-2,3
Euro Stoxx 50	4 236,25	0,6	-2,5	15,3	0,4
FTSEuroFirst	4 778,50	0,5	-3,4	7,5	0,6
FTSE 100	7 338,58	1,0	-4,4	-1,9	1,1
KASE	3 797,23	1,2	3,7	21,3	

Commodities market

August 25, 2023

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	84,48	-0,4	1,9	-15,0
Oil (WTI)	79,83	-1,7	1,3	-13,7
Natural gas	2,54	-0,4	-4,7	-72,9
Copper	376,20	1,5	-3,3	1,7
Iron	888,00	3,7	-1,9	13,5
Gold	1 914,96	1,4	-2,8	8,9
Silver	24,23	6,6	-2,4	26,7
Wheat	593,25	-3,3	-17,6	-22,9

Calendar of economic events

Currency

Forecast

Previous

29.08	The number of open vacancies in the labor market JOLTS (Jul)	USD	9.793M	9.582M
30.08	Non-Farm Employment Change from ADP (Aug)	USD	195K	345K
30.08	Retail Sales (YoY) (Jul)	RUB	9.3 %	10.0 %
30.08	GDP (q/q) (Q2)	USD	2.4 %	2.0 %
31.08	Core Personal Consumption Expenditure Price Index (YoY) (Jul)	USD	4.1 %	4.2 %
01.09	ISM Manufacturing PMI (Aug)	USD	46.6	46.4
01.09	Non-Farm Employment Change (Aug)	USD	170K	187K

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	14,0%	01.08.23	14,6%
Gross international reserves of NBK, USD bn	34,2	01.08.23	34,5
Reserve money, KZT bn	9 587,0	01.08.23	10 440,8
Money supply, KZT bn	34 215,8	01.08.23	34 713,6

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 stable

03.03.23

BBB-/A-3 negative

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

26.05.23

BBB/stable

CONTACT INFORMATION



Address: Republic of Kazakhstan, 050040, Almaty, Baizakov St., 280, Business Center "Almaty Towers"

Tel.: +7 (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.