

# KASE WEEKLY

11 – 15 June,  
2018

## KASE NEWS

- ▲ On June 12, KASE held a media briefing for the media on the results of trading activity on KASE market for the period January - May 2018. The total trading volume at KASE for the reporting period reached [54.7 trillion tenge](#), which is lower than in January-May 2017 by 21.4 %. Positive dynamics was shown by the markets of [foreign currencies](#) (+32.9 %), [shares](#) (+38.2 %), [corporate bonds](#) (5.4 times). The decrease was observed in the [money market](#) (-25.8 %), [government securities](#) (-10.4 %) and securities of [investment funds](#) (-61.1 %).
- ▲ In may, the number of individuals' accounts participated in transactions with shares at KASE [increased](#) by 8.6 %.
- ▲ On June 15 the Kazakhstan stock exchange [has launched](#) KASE Private Market.

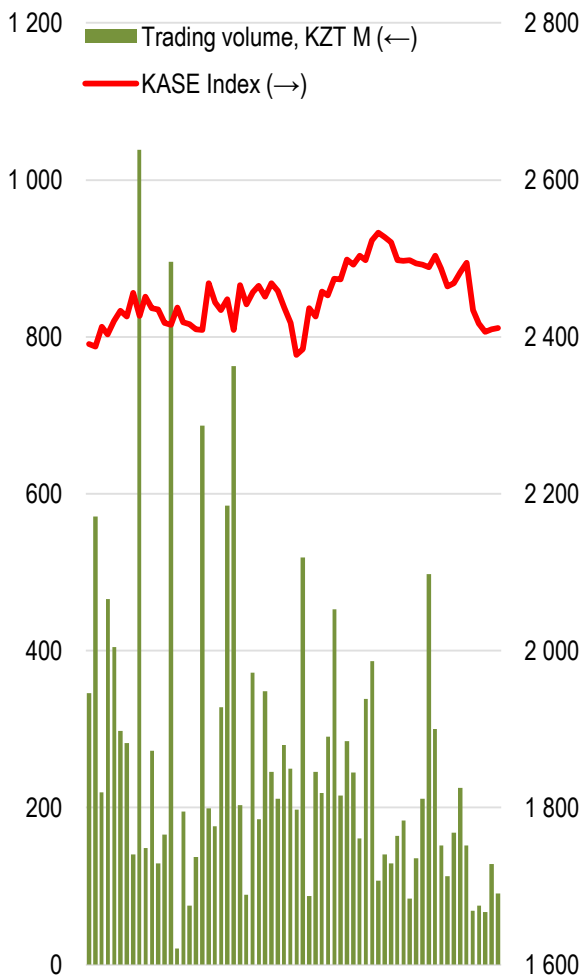
## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Ministry of Finance of Kazakhstan [raised](#) KZT25.2 bln on KASE placing 6<sup>th</sup> issue of MEUKAM-156 (KZKDKY130067) with yield to maturity of 8.44 % APR on June 11
- ▲ Eurasian Development Bank [raised](#) KZT20.0 bn on KASE by placing 3 year bonds KZP01Y03E900 (KZ2D00004298, EABRK120621\_1) with yield to maturity of 9.10 % APR
- ▲ Eurasian Development Bank [raised](#) KZT20.0 bn on KASE by placing 3 year bonds KZP02Y03E908 (KZ2D00004306, EABRK120621\_2) with yield to maturity of 9.10 % APR.
- ▲ Eurasian Development Bank [raised](#) KZT10.0 bn on KASE by placing 3 year bonds KZP07Y03E907 (KZ2D00004314, EABRK120621\_3) with yield to maturity of 9.10 % APR on June, 12.
- ▲ Akimat of Kostanay region [raised](#) KZT3.4 bn on KASE by placing 2 year bonds KSK024\_049.
- ▲ Akimat of Atyrau region [raised](#) KZT1.0 bn on KASE by placing 2 year bonds ARK024\_057.
- ▲ Akimat of Pavlodar region [raised](#) KZT1.2 bn on KASE by placing 2 year bonds PVK024\_047.
- ▲ Akimat of North Kazakhstan region [raised](#) KZT1.0 bn on KASE by placing 2 year bonds SKK024\_053.
- ▲ Akimat of West Kazakhstan region [raised](#) KZT800.3 mln on KASE by placing 2 year bonds ZKK024\_058.



The KASE index closes the fourth week in a row with a decrease, the last time such a trend was noticed in April 2016. At the end of the trading week the blue chip index decreased by 0.47%, and reached 2 400.03 points. 4 components out of 7 included in the index closed in the black.

**KASE Index shares**



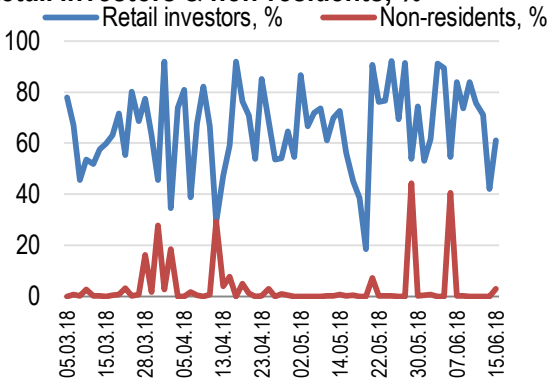
**15.06.2018**

		Trends (%)	
		Δ 7d	Δ 1m
<b>KASE Index</b>	2 400,0	-1,4	-3,9
<b>First class of liquidity</b>	<b>Price, KZT</b>		
QAZKOM	110,0	15,8	4,8
Kazakhtelecom (pref.)	14 000,0	3,0	15,7
Bank of America	10 050,0	1,5	0,5
<b>Kazakhtelecom</b>	33 301,0	0,9	6,2
Aeroflot (Russia)	782,7	0,8	1,5
<b>CenterCredit Bank</b>	290,0	0,4	-1,4
<b>Halyk Bank</b>	102,4	0,2	-2,7
Bank of Astana	860,4	0,0	-1,2
Aktobe Metalware Plant	10 581,2	-0,2	-3,8
<b>KEGOC</b>	1 412,0	-0,2	-1,1
BAST	53 170,0	-1,4	0,3
<b>Kcell</b>	1 520,0	-1,9	-6,7
Sberbank (Russia)	1 133,9	-2,2	-8,0
<b>KazTransOil</b>	1 345,0	-3,8	-15,8
Gazprom (Russia)	744,8	-3,9	-5,7
Bank VTB (Russia)	0,2	-4,0	-11,1
<b>KAZ Minerals</b>	4 301,0	-4,9	-5,5
KazMunayGas EP (pref.)	8 299,0	-5,7	-12,8

Note: Index stocks are highlighted in green

With the falling price of copper Kaz Minerals PLC stock price demonstrated the largest drop. It's price fell by 4.87% to 4 301,03 tenge. During the week, copper fell by 5.3% or 367 dollars to the level of 6908.2 dollars per ton. The shares of KazTransOil and Kcell also showed a significant decline. Equities of the first decreased by 3.85%, equities of the mobile operator decreased in price by 1.94%. Kazakhtelecom equities showed growth of almost one percent, equity instruments of banks included in the index increased by less than 0.5%.

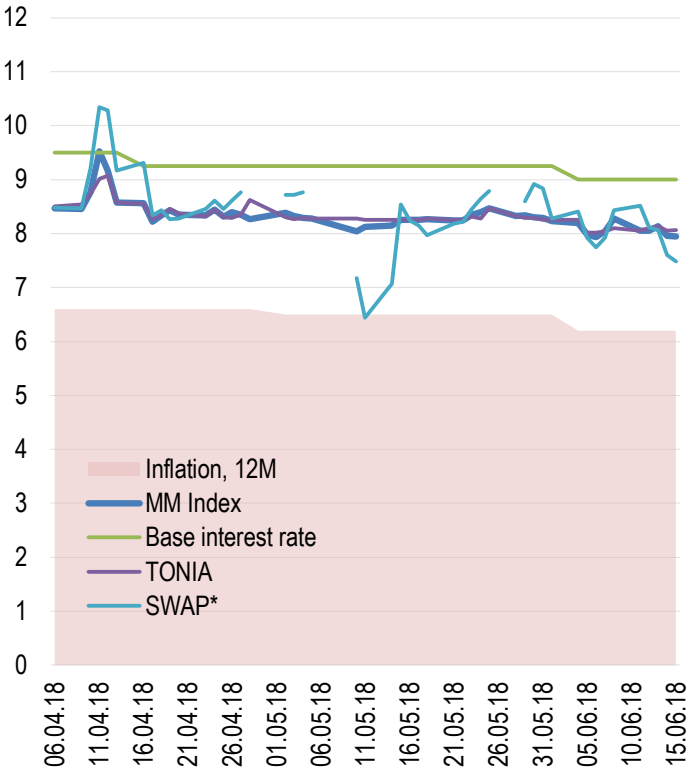
**Retail investors & non-residents, %**



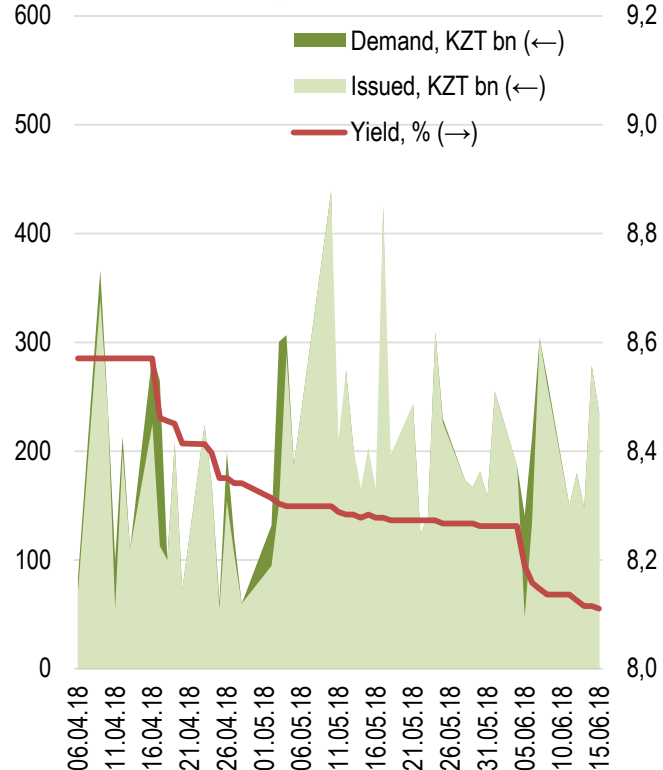


After Friday's jump last week the yield on one-day currency swaps returned to more familiar values, falling by 4.3 p.p. to 6.68%. Yield of repo operations with government securities for one day decreased by 3 b.p. and stopped at 8.06% per annum. The open position of National Bank of Kazakhstan on notes this week was above 4 trillion tenge. For demand meeting regulator increased the volume of outstanding notes by 128.6 billion tenge in comparison with the previous week. During the week the National Bank of Kazakhstan placed 7 issues of notes on OTC market. The total amount of notes placement reached 1.2 trillion tenge.

### Inflation and interest rates

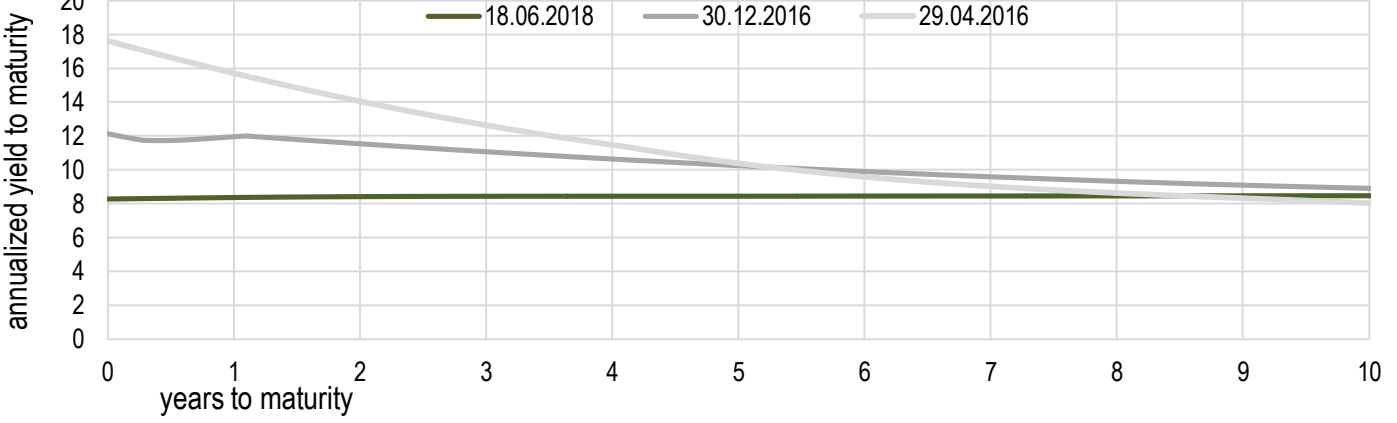


### Issuance of weekly NBK notes



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

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

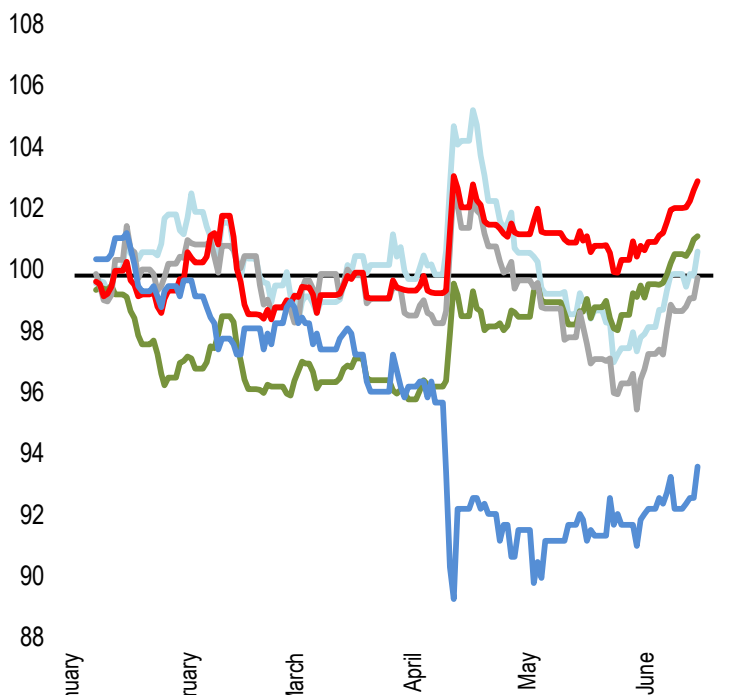




The weighted average USDKZT rate increased by 0.7% or 2.37 tenge to 336.39 tenge at the end of the week. Herewith total trading volume during analyzed week decreased by 27% to 581.5 million dollars compared to last week. USDKZT exchange rate continued to grow for the third week in a row. The dollar has risen to its highest levels since mid-October 2017. A certain pressure on the tenge this week was exerted by a number of factors including: cheaper oil and the ruble, as well as an increase in the reserve rate of the US Federal Reserve. On Wednesday the US Federal Reserve raised the base interest rate by 25 b.p. The Russian Ruble at the end of the week increased by 0.0349 tenge to 5.3785 tenge. The total trading volume Russian Ruble on analyzed week reached 157.0 million rubles. The Euro exchange rate throughout the week showed an increase against the weakening tenge. However, on Friday, the Euro fell by 8 tenge. The decline in the European currency occurred against the background of the last press conference, at which the ECB kept the zero interest rate, and also reduced the forecast of the Eurozone economy growth for 2018 from 2.4% to 2.1%. At the end of the week the Euro fell by 1.5 tenge to 388.90 tenge. The Chinese Renminbi last week rose by 0,1841 tenge to the level 52,3941 tenge with the volume of transactions at 9.1 million yuan.

**FX rates**

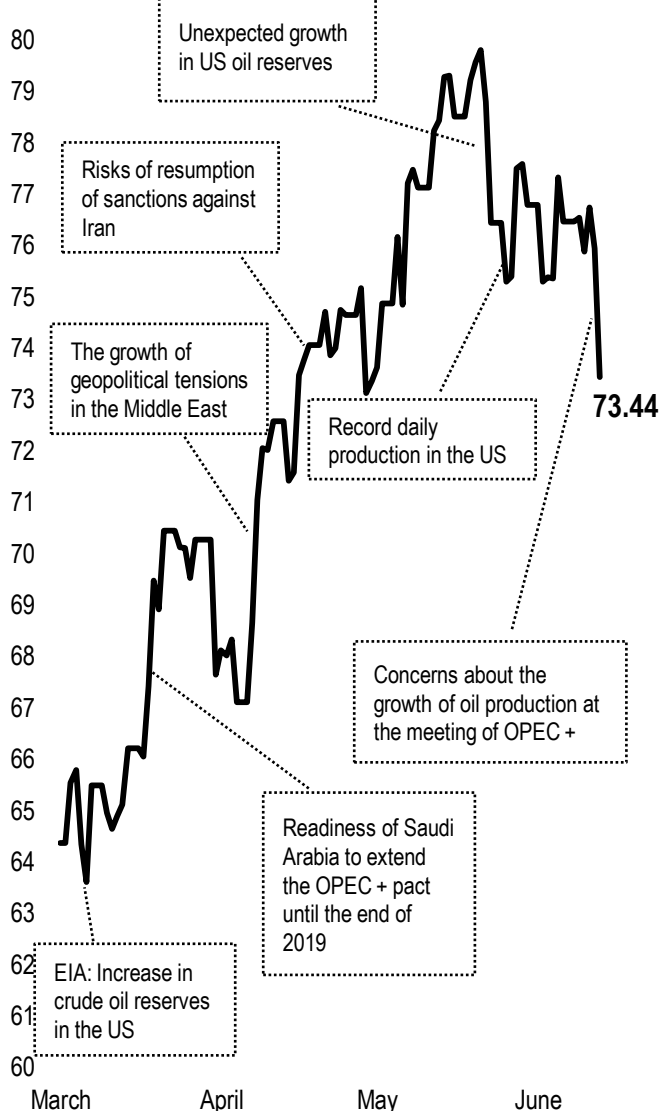
Δ %, base (01.01.18)



	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	451,30	+0,7	+1,6	+0,6
— USDKZT	335,99	+0,9	+2,5	+1,1
— EURKZT	397,24	+0,9	+1,6	-0,2
— CNYKZT	52,57	+0,9	+1,9	+2,9
— RUBKZT	5,40	+0,4	+1,9	-6,4

**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	2 779,66	0,0	2,1	14,3	0,1
Dow Jones	25 090,48	-0,9	1,3	17,5	-0,8
 RTS	1 117,04	-2,3	-6,1	12,6	-2,8
MICEX	2 285,53	0,0	0,0	25,7	-2,8
 Hang Seng	30 309,49	-2,1	-2,6	18,6	-1,9
SS CSI 300	3 753,43	-0,7	-3,6	6,4	-1,0
 Euro Stoxx 50	3 505,02	1,7	-1,6	-0,6	1,8
FTSEuroFirst	4 318,60	2,2	-0,7	0,9	0,9
 FTSE 100	7 633,91	-0,6	-1,3	2,9	-1,3
 KASE	2 400,03	-1,4	-3,9	56,4	

## Commodities market

15.06.2018

Name	Price	Trend %	
		7d	1m
Oil	73,44	-3,9	-7,4
	65,06	-1,0	-9,0
Natural gas	3,02	4,6	7,4
Copper	314,45	-4,7	2,8
Iron	431,00	-12,0	-15,3
Gold	1 278,94	-1,5	-0,9
Silver	16,48	-1,6	1,1
Wheat	499,50	-3,9	1,1

## Economic calendar

		Currency	Forecast	Previous
18.06	Speech of the head of the ECB Draghi	EUR		
19.06	Speech by the Head of the FRS Mr. Powell	USD		
20.06	Sales in the secondary housing market (May)	USD	5,52M	5,46M
20.06	Crude oil reserves	USD	-1,033M	-4,143M
21.06	Decision on the interest rate (June)	GBP	0,50%	0,50%
21.06	Index of manufacturing activity from the Federal Reserve Bank of Philadelphia (June)	USD	29,0	34,4
22.06	Speech by the head of the Bank of England Carney	GBP		

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	6,2 %	01.06.18	7,1 %
Gross international reserves of NBK, USD bn	31 172	01.06.18	30 745
Reserve money, KZT bn	4 787,6	01.06.18	5 538,7
Money supply, KZT bn	18 940,9	01.05.18	19 456,0

## Kazakhstan credit ratings

S&amp;P Global

MOODY'S

FitchRatings

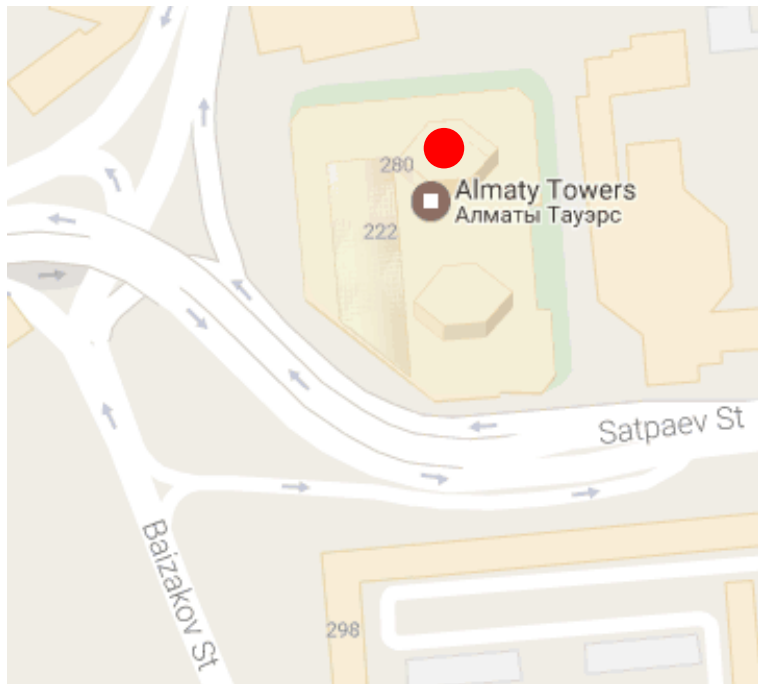
	Rating	Date	Previous
S&P Global	BBB- stable	12.03.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 negative
FitchRatings	BBB stable	17.04.18	BBB stable

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**Corporate Events Calendar of  
KASE listed Companies**

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