

# KASE WEEKLY

07–10 July, 2020

## KASE NEWS

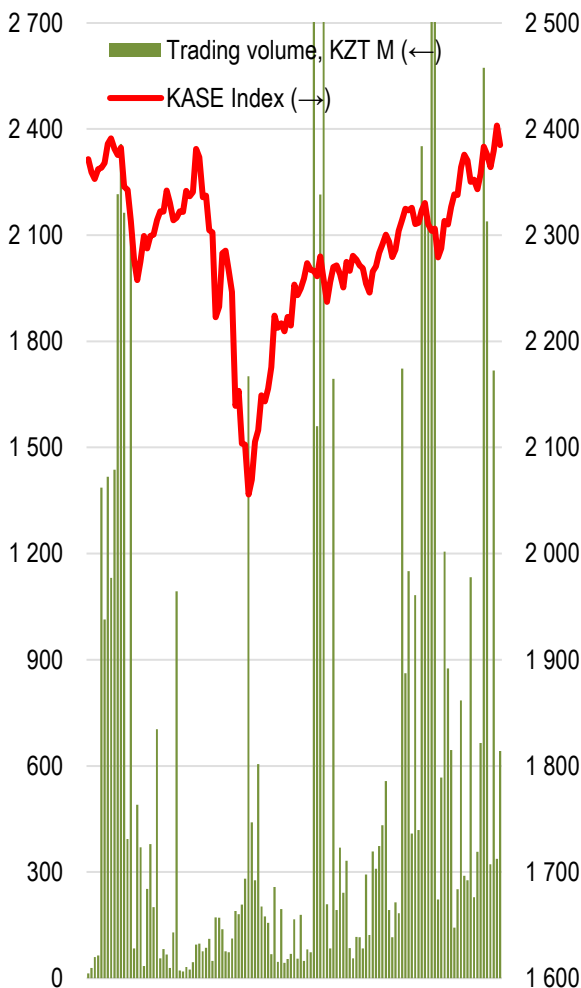
- ▲ KASE operation [schedule](#) from July 7 to July 17.
- ▲ [Amendments](#) to the Specification of the USD/KZT futures put into effect.
- ▲ Bonds KZMJ00000859 (VKK024\_085) of local executive body of East Kazakhstan region [included](#) in sector "Government securities" of KASE official list.
- ▲ In KASE secondary market sector trading in bonds KZ2P00006315 (QSHDb1) of "QS Holding" LLP was [opened](#).

## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ BAST JSC [placed](#) 25,000 common shares KZ1C00001015 (BAST) in KASE's trading system in the amount of KZT300.0 mln.
- ▲ The akimdik of East Kazakhstan region raised on KASE KZT2.0 bn, by placing bonds [KZMJ00000859](#) (VKK024\_085), akimdik of Pavlodar region – KZT1.9 bn, by placing bonds [KZMJ00000818](#) (PVK024\_081), akimdik of Aktobe region – KZT2.0 bn, by placing bonds [KZMJ00000636](#) (ABK024\_063), akimdik of Almaty – KZT3.0 bn, by placing bonds [KZAJ00000069](#) (ALK024\_006).
- ▲ Agrarian credit corporation [raised](#) on KASE KZT5.0 bn, by placing bonds KZ2C00006849 (AGKKb13) with yield to maturity of 11.7501 % APR.
- ▲ KazAgroFinance [raised](#) on KASE KZT4.0 bn, by placing bonds KZ2C00006781 (KAFIb10).
- ▲ The Ministry of Finance of the Republic of Kazakhstan raised on KASE KZT56.7 bn, by placing MEKKAM-12 of issue 148 ([KZK100000241](#)) with weighted average yield of 10.7850 % APR and MEUKAM-144 of first issue ([KZKD00000261](#)) with weighted average yield to maturity of 10.8361 % APR.
- ▲ Kazakhstan sustainability fund raised on KASE KZT9.5 bn, by placing bonds [KZ2C00006476](#) (BASPB7) with yield of 11.2800 % APR and bonds [KZ2C00006484](#) (BASPB8) with yield of 11.2400 % APR.
- ▲ TechnoLeasing LLP [raised](#) on KASE KZT122.9 mln, by placing bonds KZ2P00006299 (THLZb1) with yield of 18.0000 % APR.
- ▲ Freedom Holding Corp. [purchased](#) 100 % of IC "ZURICH Capital Management".
- ▲ NAC Kazatomprom [provides](#) updated with regard to the impact of COVID-19 pandemic on the company's operations.
- ▲ Samruk-Energy [informs](#) about production of electricity and coal in Kazakhstan over five months of 2020.
- ▲ Tethys Petroleum Limited [makes](#) agreement on mutual settlements with Olisol Petroleum Limited and "Special financial company DSFK".

Despite investors' concerns caused by rising coronavirus cases, the local stock market indicator closed in plus this week. KASE Index showed a slight growth of 0.5% to 2,384 points, despite the fact that seven out of eight representatives of the index universe closed in the red zone based on results of the week.

**KASE Index shares**



10.07.2020

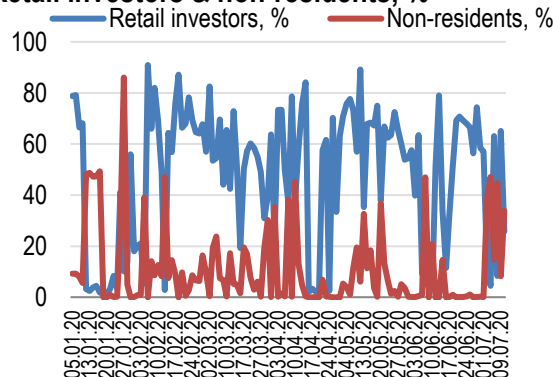
KASE Index	2 384.89	Trends (%)	
		0.4	3.5
<b>First class of liquidity</b>	<b>Price</b>	<b>Δ 7d</b>	<b>Δ 1m</b>
<b>KAZ Minerals</b>	2 600.0	6.3	14.7
Freedom Holding Corp.	8 184.0	4.2	7.8
Gazprom	1 253.2	2.5	5.9
Bank of America Corporation	9 827.2	2.2	-12.3
Sberbank Russia	1 225.0	1.2	-4.7
Aeroflot	477.9	0.9	-11.8
Kazakhtelecom, preferred shares	12 250.0	0.0	-3.5
VTB Bank	0.2	0.0	-4.5
<b>KazTransOil</b>	836.9	-0.0	5.8
<b>Kazakhtelecom</b>	25 289.0	-0.0	-4.2
<b>KEGOC</b>	1 705.0	-0.3	-1.2
<b>Kcell</b>	2 508.0	-0.5	1.7
<b>Halyk Savings Bank of Kazakhstan</b>	128.2	-0.8	11.0
<b>NAC Kazatomprom</b>	5 536.1	-1.7	-3.7
<b>Bank CenterCredit</b>	230.6	-2.0	-1.2

Note: Index stocks are highlighted in green

The volume of trades in index shares compared to the previous week decreased 2 times to KZT1.4 bn.

The main and only driver of the index's growth was the common stock of KAZ Minerals, which went up by 6.3% to KZT2,600. The main factor behind the growth of securities is presumably the active recovery of copper prices on commodity exchanges. Meanwhile, the shares of the copper mining company on the London Stock Exchange rose by 7.7% to 523 pence apiece over the week, which is KZT2,372 at the official rate of the National Bank for today.

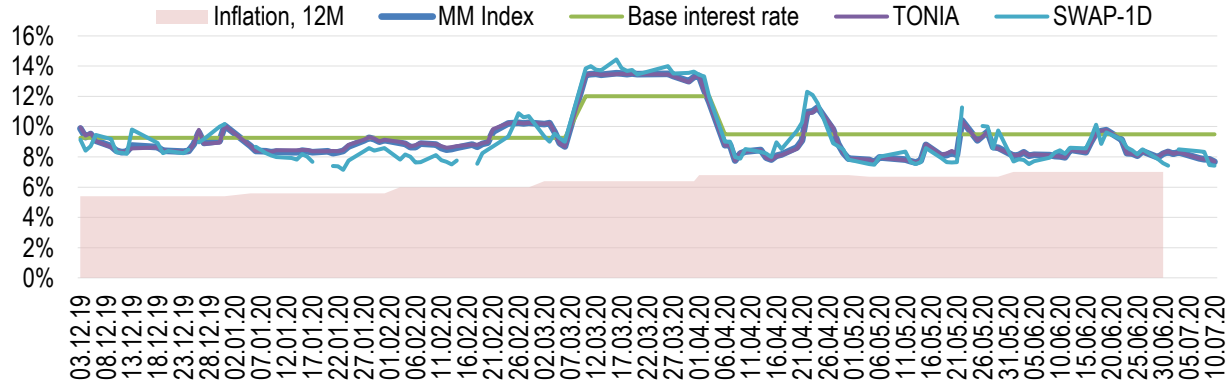
**Retail investors & non-residents, %**



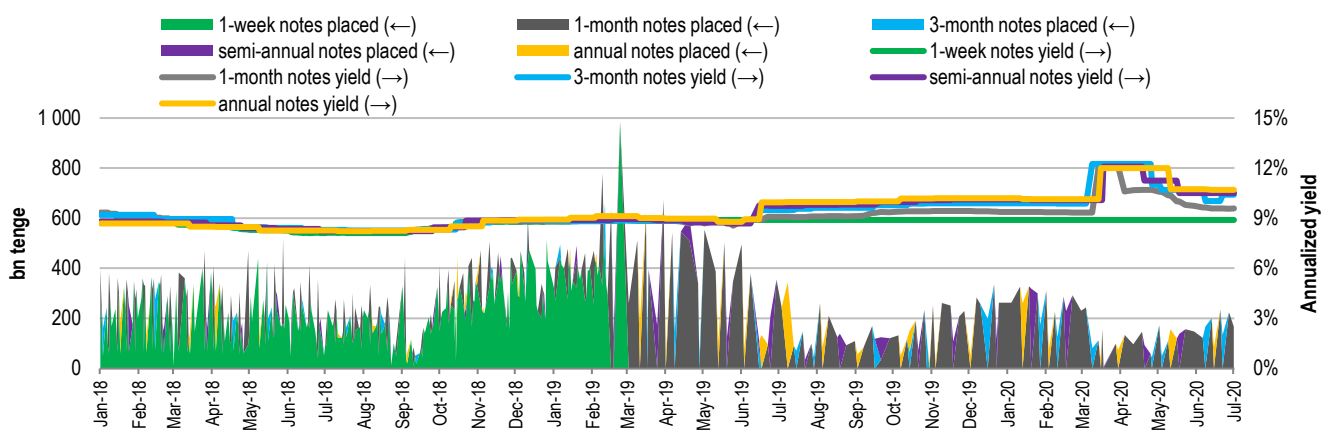


The yield on one-day repo transactions with government securities decreased by 61 b.p. over the week to the level of 7.7% per annum. The rate of borrowing the tenge secured by US dollars decreased by 109 b.p. to 7.4% per annum. The average volume of raised tenge liquidity for one day this week amounted to KZT325 bn against KZT286 bn last week.

### Inflation and interest rates

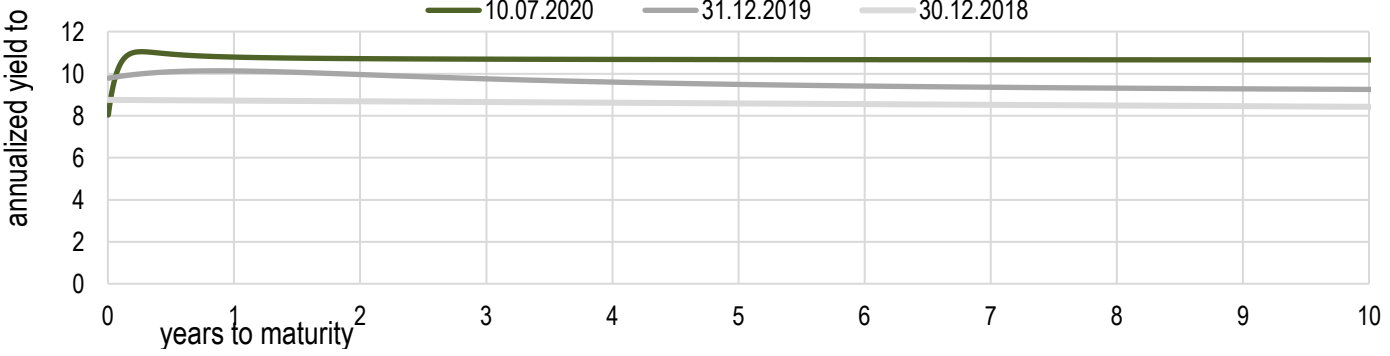


### Main Features of National Bank Notes Placements



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

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





USDKZT – based on results of the week, the tenge is depreciating against the US dollar to KZT412.55, thereby decreasing in price by KZT6.86. Total trading amount during the week made up USD414 mln against USD497 mln last week.

Based on results of the week, the tenge lost its positions against foreign currencies by more than 1%. The weakening of the national currency follows the decline in oil prices. So, by 15:30 o'clock, Nur-Sultan time, September Brent oil futures are trading at \$41.36, having decreased in price by 3.4% over the week. The weakening of oil prices comes amid the continued increase in cases of COVID-19 infection. On Thursday, the United States recorded a record daily increase in the number of infected people – 60,800 people.

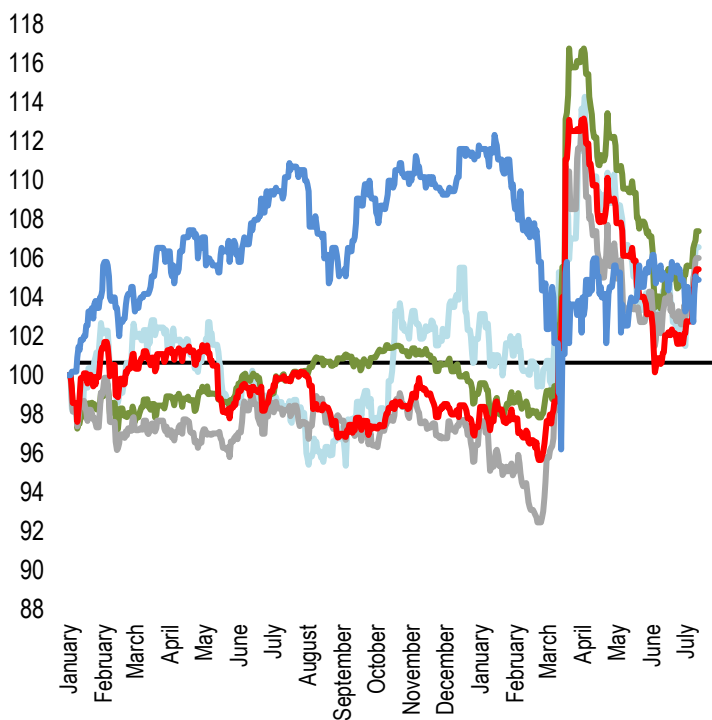
The United States is the world's largest consumer of oil, which raises concerns among investors about the recovery of the demand for "black gold". Also on Wednesday, updated weekly data on oil reserves came from the US Department of Energy, according to which oil reserves in the United States during the week ended July 3, rose by 5.7 million barrels. Meanwhile, it became known today that the deal to cut the oil production by the OPEC+ countries in June was executed by 108%, according to the monthly report of the International Energy Agency.

RUBKZT – the value of the Russian ruble grew by KZT0.06 to KZT5.83.

EURKZT – the euro appreciated by KZT9.25 to KZT465.50.

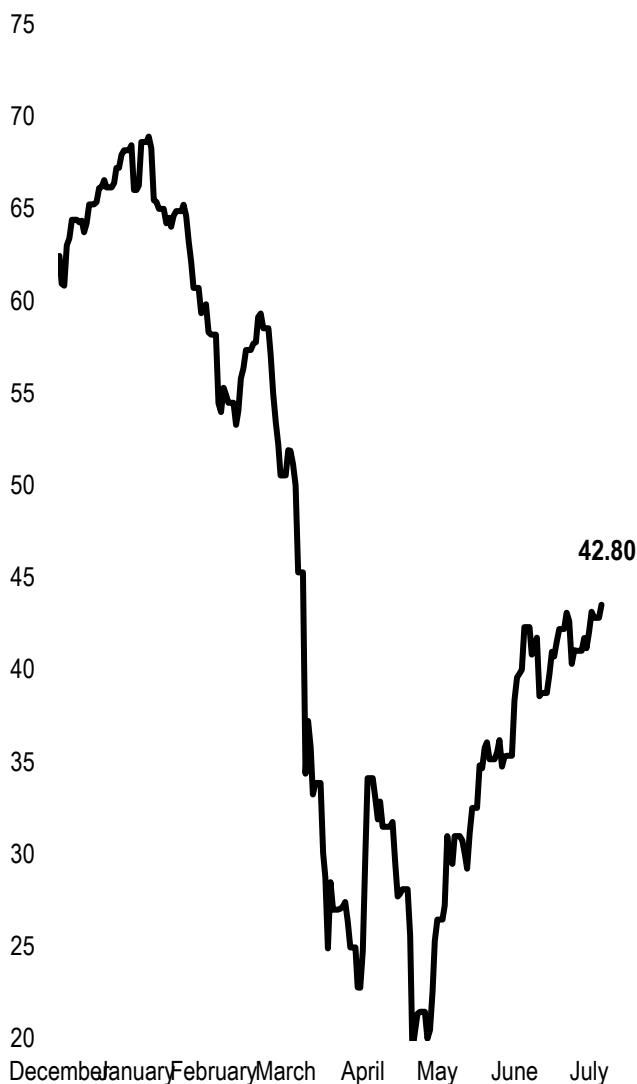
CNYKZT – the Chinese yuan rose against the tenge by KZT1.49 to KZT58.90.

**FX rates**  
Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	519,74	2,4	3,1	4,0
— USDKZT	410,70	1,2	3,0	7,7
— EURKZT	465,28	1,6	3,6	9,0
— CNYKZT	58,81	2,4	4,6	7,8
— RUBKZT	5,80	0,5	0,2	-6,0

**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	3 130.01	4.0	0.2	4.5	4.1
Dow Jones	25 827.36	3.2	-1.7	-4.2	3.2
RTS	1 235.18	-0.9	-5.1	-12.5	-0.5
MICEX	2 285.53	0.0	0.0	0.0	-0.5
Hang Seng	25 373.12	3.4	4.3	-11.9	3.9
SS CSI 300	4 419.60	6.8	10.9	14.1	6.9
Euro Stoxx 50	3 294.38	2.8	0.8	-7.0	2.8
FTSEuroFirst	3 682.50	1.6	-1.7	-13.5	1.9
FTSE 100	6 157.30	0.0	-3.5	-19.0	-0.5
KASE	2 376.04	1.1	2.8	4.0	

## Commodities market

03.07.2020

Name	Price	Trend %		
		7d	1m	1y
Oil	42.80	4.3	7.6	-32.4
	40.65	5.6	9.0	-29.1
Natural gas	1.73	16.0	-4.8	-24.3
Copper	273.35	2.8	9.9	2.0
Iron	799.50	-0.8	0.8	-18.0
Gold	1 772.05	0.0	4.3	25.1
Silver	18.24	1.2	1.6	19.6
Wheat	490.00	3.4	-4.3	-5.4

## Economic calendar

		Currency	Forecast	Previous
13.07	Speech by the governor of the Bank of England Bailey	GBP		
14.07	GDP (m/m)	GBP	5,5%	-20,4%
15.07	Auction for offering of 10-year treasury notes of Germany	EUR		-0,380%
15.07	Crude oil reserves	USD	-2,098M	5,654M
16.07	GDP (y/y) (2 qtr.)	CNY	2,5%	-6,8%
16.07	The ECB's statement on monetary policy	EUR		
16.07	Decision on the interest rate (July)	EUR	0,00%	0,00%

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	7,0%	01.07.20	5,3 %
Gross international reserves of NBK, USD bn	31 561	01.06.20	30 927
Reserve money, KZT bn	8 428,3	01.06.20	5 995,7
Money supply, KZT bn	22 438,2	01.06.20	20 813,4

## Kazakhstan credit ratings

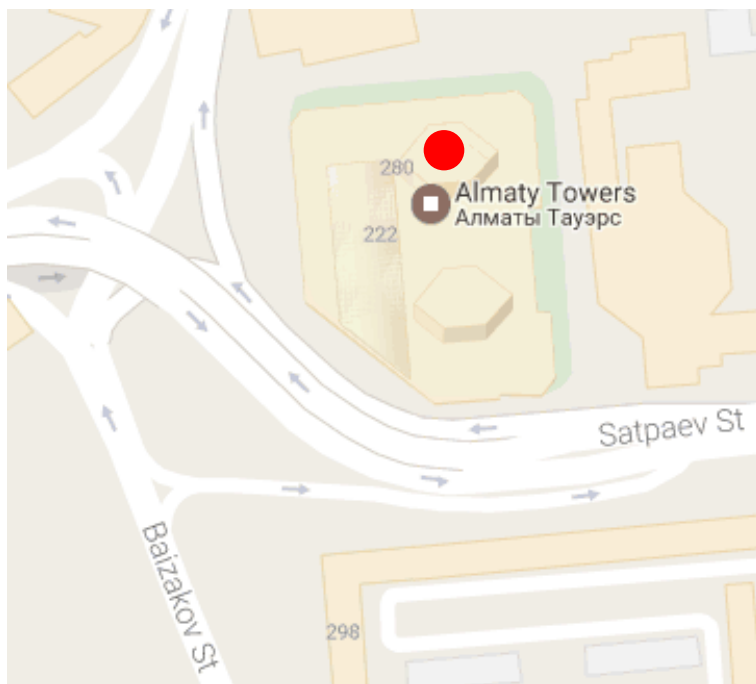
	Rating	Date	Previous
	BBB- stable	10.09.18	BBB- stable
	Baa3 stable	26.07.17	Baa3 stable
	BBB stable	28.09.18	BBB stable

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**Corporate Events Calendar of KASE listed Companies**

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