

KASE WEEKLY

February 01–05,
2021

KASE NEWS

- ▲ KASE [has determined](#) the representative list for calculating KASE Index.
- ▲ KASE [has formed](#) lists of securities of the first, second and third classes of liquidity for February 2021.
- ▲ Subsidiary Bank Sberbank of Russia JSC [was assigned](#) the status of a market-maker on KASE for the instrument USDKZT_TOM.
- ▲ Subsidiary Bank Sberbank of Russia JSC [refused](#) the status of a market-maker on KASE for the instrument USDKZT_TOD.
- ▲ International bonds US91282CAV37 (US_06_3011) and US912810RJ97 (US_07_4411) of the US Department of Treasury [have been included](#) in the "Government securities" sector of KASE official list.
- ▲ KASE's Management Board [agreed](#) to include in KASE official list Asian Development Bank's international bonds XS2294363416 planned for issue.
- ▲ Common shares KZ1C00003821 (ZHLT) of Zhaltyrbulak JSC [underwent](#) the listing procedure on KASE in the "shares" sector of the alternative market.
- ▲ Trades in international [bonds](#) XS2251962903 (ASDBe4) and XS2251962499 (ASDBe5) of Asian Development Bank and bonds [KZ2P00007248](#) (MFKTb1) of Microfinance Organization "Credit Time" LLP were opened on KASE.
- ▲ Trades in international bonds XS0918292151 (ECTRe1) of Eastcomtrans LLP [have been suspended](#) on KASE.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan raised KZT51.2 bn on KASE by placing MEUKAM-120 of issue 17 ([KZKD00000899](#)), MEUKAM-180 of issue 11 ([KZKD00000790](#)) and MEUKAM-120 of issue 16 ([KZKD00000865](#)).
- ▲ Kazakhstan Sustainability Fund JSC raised KZT14.5 bn on KASE by placing bonds [KZ2C00007300](#) (KFUSb8) and [KZ2C00007318](#) (KFUSb9).
- ▲ Microfinance Organization "R-Finance" LLP [raised](#) KZT200.0 mln on KASE by placing three-year bonds KZ2P00007206 (MFRFb1) at 20.0 % per annum.
- ▲ National Atomic Company "Kazatomprom" JSC [reported](#) its operating results for the fourth quarter of 2020.
- ▲ First Heartland Jýsan Bank JSC [announced](#) the affirmation of the bank's ratings by S&P Global Ratings.
- ▲ First Heartland Jýsan Bank JSC [sent](#) a request to shareholders of ATFBank JSC to sell their 106,269 common shares KZ000A0ETF32 (ATFB).
- ▲ NC KazMunayGas JSC [announced](#) the affirmation of the company's ratings by S&P Global Ratings.
- ▲ The Board of Directors of National managing holding "Baiterek" JSC [made a decision](#) to reorganize the company by merging with KazAgro National Management Holding JSC.
- ▲ Eastcomtrans LLP [has notified](#) holders of international bonds XS0918292151 (ECTRe1) about the price of their redemption.
- ▲ NOSTRUM OIL & GAS PLC [announced](#) the termination of its relationship agreement with Mayfair Investments B.V.



KASE Index grew by 2.1 % to 2,857.78 points. The largest number of deals among index shares was made with ordinary shares of Halyk Bank – 900 deals (29.1 % of the total share). The largest trading volume fell on Kcell securities - KZT 421.9 million (39.8% of the total share).

KASE Index shares



05.01.2021

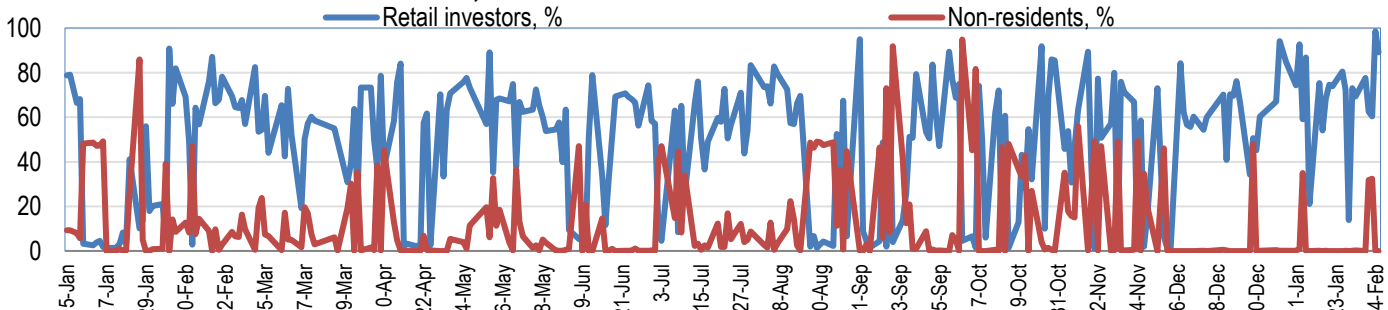
KASE Index	2 711,65	Trends (%)	
		-2,9	3,9
First class of liquidity	Price	Δ 7d	Δ 1m
Aeroflot	418,1	4,7	-1,6
Bank CenterCredit	212,1	2,5	-1,7
Kazakhtelecom	26 800,0	2,1	1,2
KEGOC	1 700,0	0,9	0,0
Sberbank Russia	1 481,0	0,6	3,7
Gazprom	1 199,0	0,3	14,1
NAC Kazatomprom	7 587,0	0,1	21,2
VTB Bank	0,2	0,0	0,0
Bank of America Corporation	12 797,0	-0,0	7,5
KazTransOil	985,1	-0,2	8,2
Kazakhtelecom, preferred shares	12 700,0	-0,8	-2,1
Freedom Holding Corp.	21 208,3	-2,0	13,7
Kcell	2 751,0	-2,3	0,4
Halyk Savings Bank of Kazakhstan	122,6	-8,5	-2,3
KAZ Minerals	3 550,0	-11,3	0,1

Note: Index stocks are highlighted in green

The leaders of growth were KAZ Minerals stocks, which gained 8.9 %. On February 4, KAZ Minerals announced that the major co-owners of the company Vladimir Kim and Oleg Novachuk through Nova Resources B.V. (Bidco) increased their offer to minority shareholders to buy back a stake in the company to £7.8 per share from the previously offered £6.4 per share. The announcement pointed out that the increased offer price estimates KAZ Minerals' total issued and authorized share capital at approximately £3.7 billion and represents a premium of approximately 22% to the original offer price. The company believes that KAZ Minerals' activities as a private entity at this time will best serve its long-term interests, in particular, in the implementation of the risky and capital-intensive Baimskaya project. The deal is expected to be executed in the first half of 2021.

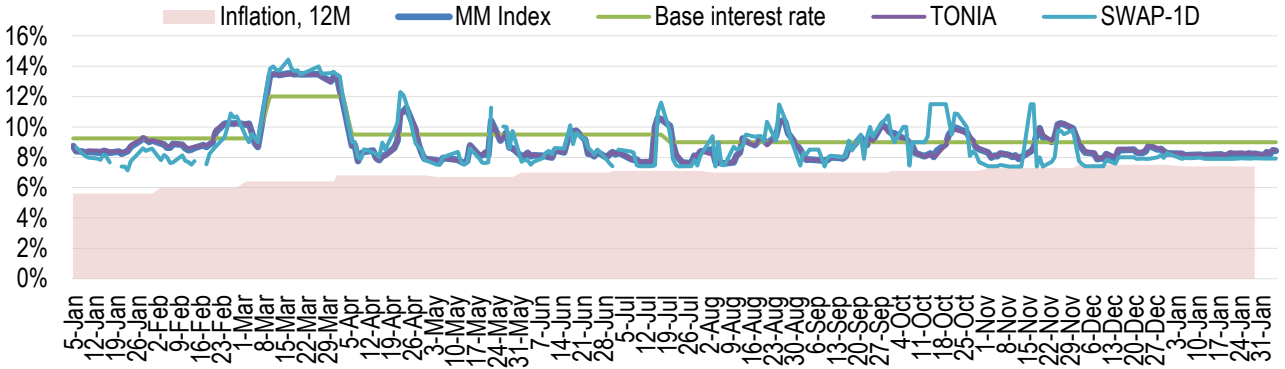
During the reporting week, shares of Kazatomprom increased in price by 5.4%. On February 1, the company announced production results for 2020, according to which the company in 2020 reduced the uranium production by 14.6%, to 19,477 thousand tons. The company said that production volumes, both on a pro rata basis and on a 100% basis, for Q4 and 2020 were lower as a result of the expected impact from the decline in development activities and a decrease in the number of production personnel from April to July 2020.

Retail investors & non-residents, %

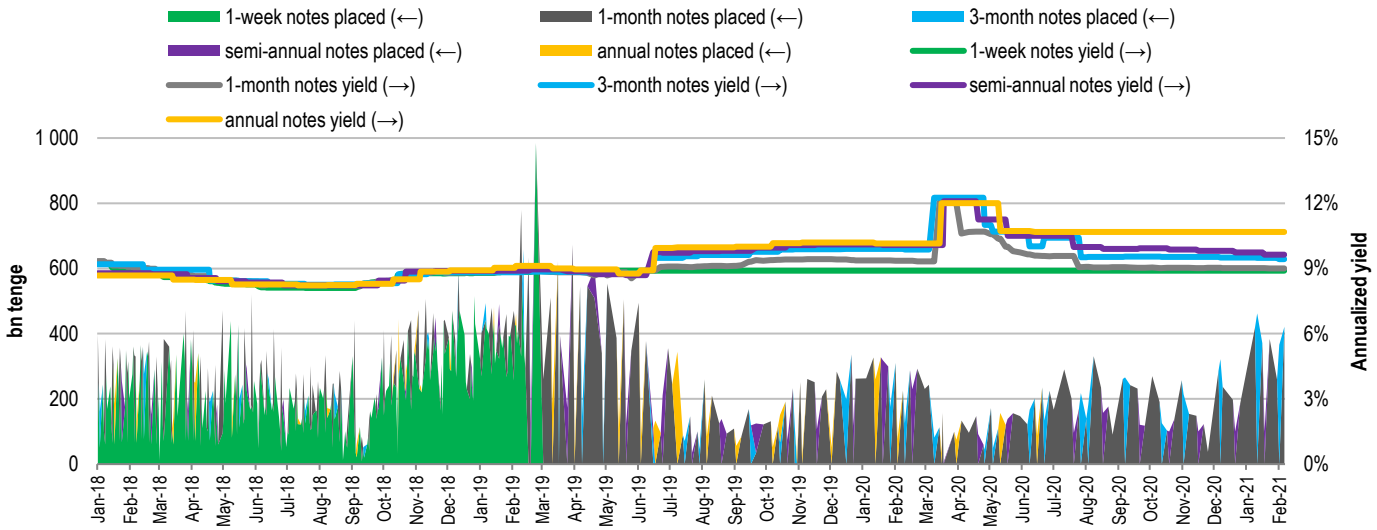


The yield of one-day repo transactions with government securities increased by 22 b.p. to the level of 8.47% per annum. The rate of borrowing the tenge secured by US dollars decreased by 2 b.p. and amounted to 7.91% per annum. The total volume of borrowing the tenge liquidity for one day amounted to KZT1.8 trln (-6.0% to the same indicator of the previous week) over the week.

Inflation and interest rates

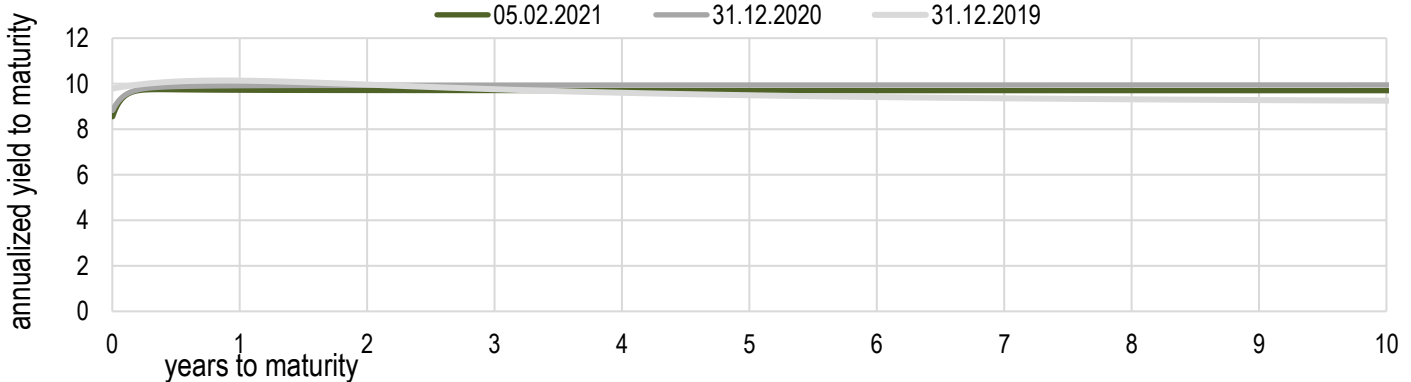


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





The US dollar exchange rate against the tenge decreased by KZT3.73 (0.9%) to KZT420.49. The total trading volume amounted to \$610.2 mln (+3.6% on the same indicator of the previous week). The total number of deals for purchase and sale of the US dollar amounted to 1,733 (-219 on the same figure of the previous week). The maximum price was KZT424.80 per US dollar, the minimum – KZT419.75.

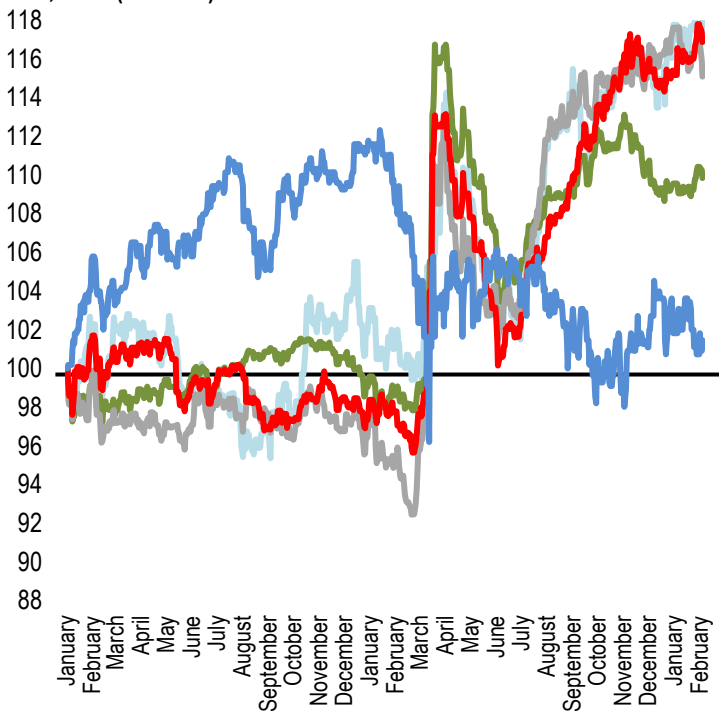
The tenge strengthened against the US dollar against the background of a jump in oil prices to the maximum that was recorded in more than a year. The oil market is supported by an additional decrease in production by Saudi Arabia, compliance with their obligations to reduce production by the OPEC+ countries, as well as hopes for a quick recovery in fuel demand as mass vaccinations in the world expand and the epidemiological situation in China improves. Oil prices were also supported by the statement from the OPEC+ Ministerial Monitoring Committee (JMMC) on the importance of immediately accelerating the balancing of the oil market. In addition, following the meeting held on February 3, it was announced that the demand for oil in the near future will remain uncertain, but the spread of vaccines will contribute to its growth.

The price of March Brent oil futures on the London ICE Futures exchange on Friday closed at \$59.34 per barrel (+6.2%). The exchange rate of the US dollar against the Russian ruble on the Moscow Exchange amounted to 74.6528 rubles (-1.4%).

The value of the Russian ruble decreased by KZT0.0116 (0.2%) to KZT5.5880. The euro fell by KZT1.00 (0.2%) to KZT510.30. The Chinese yuan fell in price by KZT0.5672 (0.9%) to KZT65.0000.

FX rates

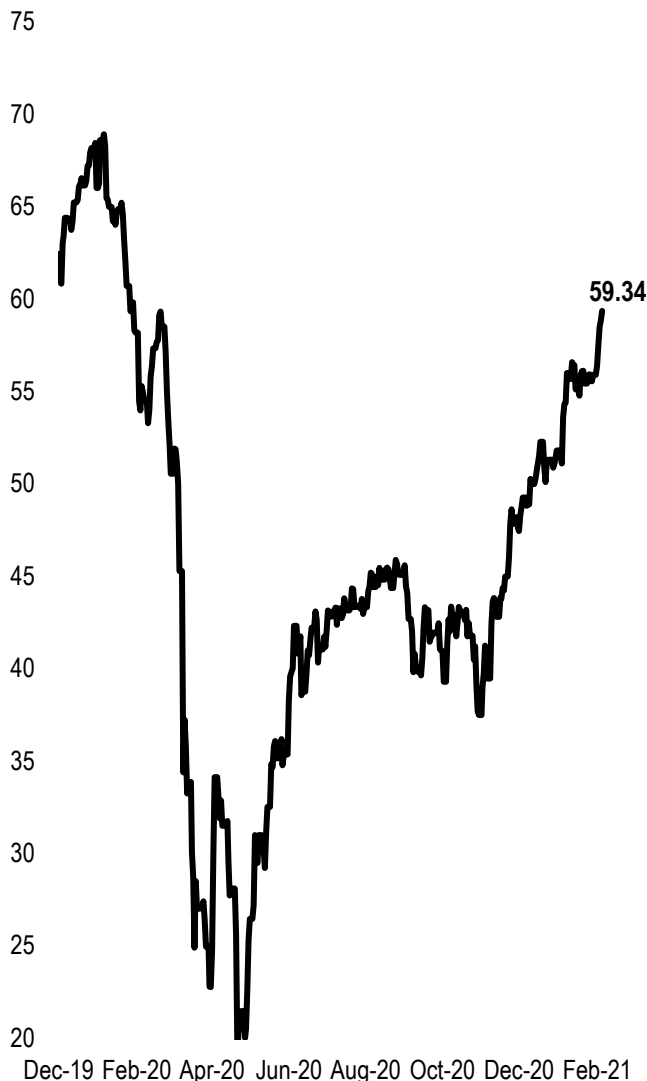
Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2020, %
— GBPKZT	574.88	1.0	1.3	0.7
— USDKZT	420.91	0.2	0.0	0.0
— EURKZT	516.79	0.5	0.9	0.1
— CNYKZT	64.36	0.2	-0.2	-0.2
— RUBKZT	5.62	-1.4	-0.9	-0.5







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	3 726,86	-1,2	0,7	14,8	0,0
Dow Jones	30 391,60	0,6	0,6	5,9	0,2
 RTS	1 426,11	4,6	5,1	-9,1	1,9
MICEX	2 285,53	0,0	0,0	0,0	1,9
 Hang Seng	27 649,86	-4,3	3,0	-2,0	3,5
SS CSI 300	5 368,51	-0,9	6,0	30,0	5,9
 Euro Stoxx 50	3 547,85	0,5	0,2	-5,5	-1,1
FTSEuroFirst	3 925,50	-0,1	-0,2	-11,9	-0,3
 FTSE 100	6 612,25	2,3	0,9	-12,7	-0,1
 KASE	2 711,65	-2,9	3,9	14,9	

Commodities market

05.01.2021

Name	Price	Trend %		
		7d	1m	1y
Oil (Brent)	53,60	-4,9	8,8	-22,2
Oil (WTI)	49,93	-6,8	7,9	-21,1
Natural gas	2,70	-5,2	4,9	26,6
Copper	363,95	2,6	3,6	30,4
Iron	1 102,00	-7,2	12,4	55,3
Gold	1 950,23	4,8	6,1	24,6
Silver	27,64	-6,0	14,2	52,0
Wheat	654,00	0,5	15,4	18,9

Economic calendar

		Currency	Forecast	Previous
09.01	Short-term forecast of situation on energy source markets from EIA	USD		
10.02	Crude oil reserves	USD	0.985M	-9.994M
11.02	Number of initial claims for unemployment benefits in the US	USD	793K	812K
11.02	FRS report on monetary and credit policy	USD		
12.02	Decision on interest rate (Feb)	RUB	4.25%	4.25%
12.02	US federal budget	USD		-430.0B


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

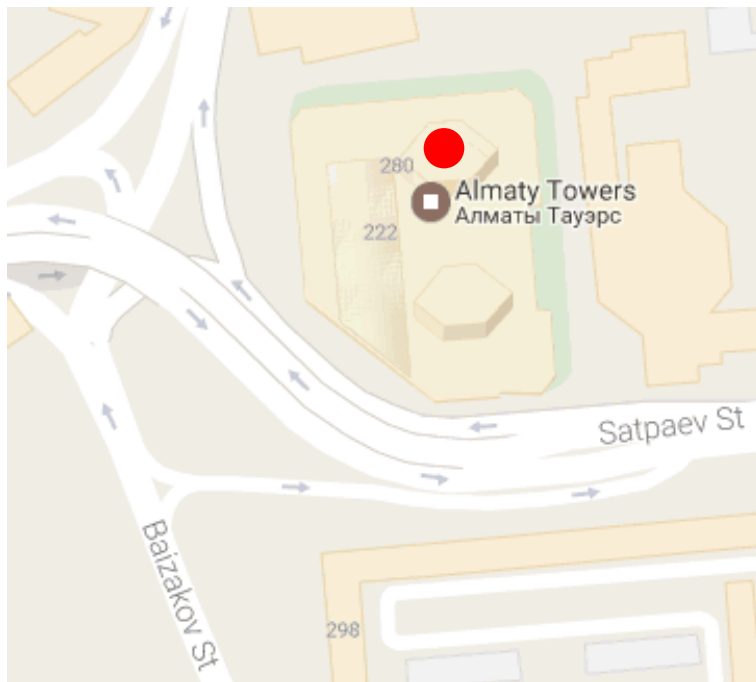
	Rating	Date	Previous
	BBB- stable	09/10/18	BBB- stable
	Baa3 stable	07/26/17	Baa3 stable
	BBB stable	09/28/18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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