

# KASE WEEKLY

02 – 05 July,  
2018

## KASE NEWS

- ▲ KASE [reminds](#) that it operates its own official information channel in Telegram – @KASEInfoBot. Users currently subscribed to the channel @KASEInfoBot, may receive latest updates on the process and results of securities and foreign currency trading on KASE, as well as on details of exchange market indicators calculated by KASE and payment of dividends in a convenient and concise format.
- ▲ KASE has [published](#) member activity rankings for June 2018 on its website.

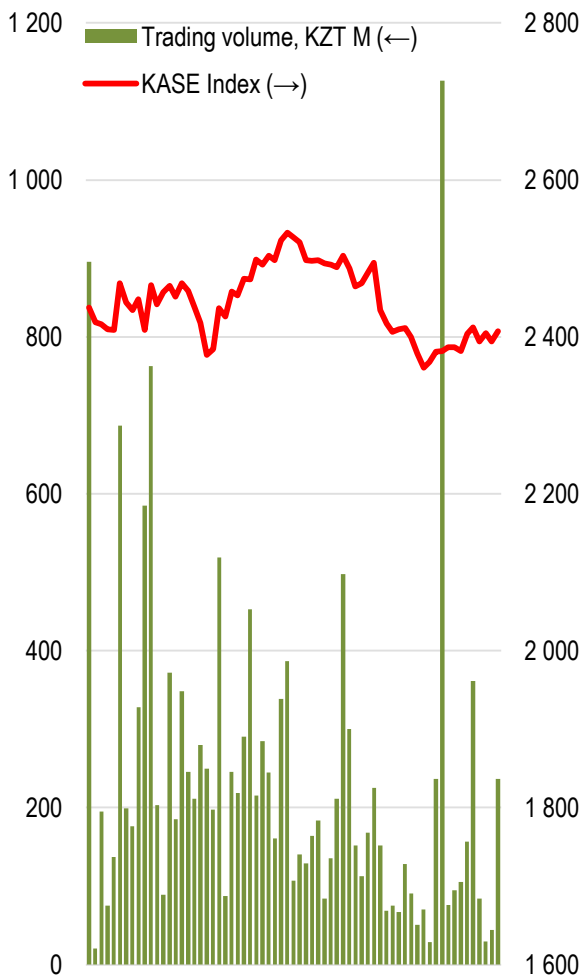
## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT10.4 bn on KASE selling 15-year bonds at 8.46 % APR on July 2.
- ▲ The administration of Karaganda region [raised](#) KZT625.0 mln by placing two-year bonds at 0.35% APR on July 4.
- ▲ National company KazMunayGas [reported](#) redemption of its international bonds (KMGZe2).
- ▲ KazTransOil [announced](#) payout of dividends on common shares (KZTO) for 2017. The payout amounted to KZT61.5 bn. The list of shareholders entitled to dividends was compiled as at June 12, 2018.
- ▲ Kaspi.kz [announced](#) payout of dividends on preferred shares (KSP1p) for Q2 2018.
- ▲ Nurbank [announced](#) that Standard & Poor's had upgraded the bank's national scale rating to "kzBB-" and affirmed its long and short-term ratings.
- ▲ Kcell [announced](#) additional tax provision for payment of taxes based on tax audit results.
- ▲ Subsidiary organization Bank VTB (Kazakhstan) [announced](#) sole shareholder's decision to recapitalize the bank by increasing its number of common shares.
- ▲ National Company KazMunayGas [announced](#) registration of the contract for exploration of crude hydrocarbons on Beineu block in Mangistau region.
- ▲ Subsidiary Bank Sberbank of Russia [informed](#) about changes in the Management Board.



KASE Index closed the week by a small decline. The Index declined by 0.21% and reached 2 407.01 points over the trading week. Four of seven share titles included in the Index closed in the red.

**KASE Index shares**



**05.07.2018**

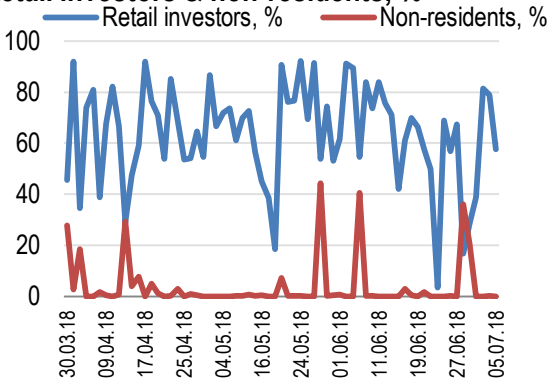
		Trends (%)	
		Δ 7d	Δ 1m
<b>KASE Index</b>	2 407,0	-0,2	-2,5
<b>First class of liquidity</b>	<b>Price, KZT</b>		
QAZKOM	115,0	15,0	10,0
Gazprom (Russia)	784,7	4,6	3,3
Bank VTB (Russia)	0,3	3,8	3,8
Sberbank (Russia)	1 190,0	2,7	2,7
<b>CenterCredit Bank</b>	289,0	2,5	-0,4
<b>Kcell</b>	1 625,0	1,6	0,3
<b>Halyk Bank</b>	102,5	0,5	0,5
BAST	52 492,6	0,1	-2,2
Kazakhtelecom (pref.)	13 999,0	0,0	10,2
Aktobe Metalware Plant	10 475,5	-0,2	-1,9
KazMunayGas EP (pref.)	9 600,0	-0,5	13,6
<b>Kazakhtelecom</b>	33 649,5	-0,7	2,3
<b>KazTransOil</b>	1 390,0	-0,7	-8,4
Bank of Astana	834,1	-1,0	-6,3
<b>KEGOC</b>	1 431,2	-1,3	0,2
Bank of America	9 714,0	-1,6	-1,4
<b>KAZ Minerals</b>	3 910,0	-2,3	-11,1
Aeroflot (Russia)	735,0	-4,7	-1,9

Note: Index stocks are highlighted in green

Stocks of Kaz Minerals PLC have shown the most decline amid falling copper prices that dropped 2.25% to KZT3,909.99. Shares of the production company have renewed local lows since early March 2018. Not that long ago, on June 7, the equity instruments renewed their historical highs. In less than a month, stocks of Kaz Minerals dropped 17% due to the 12% correction in copper prices.

Stocks of Bank CenterCredit that grew most of all look quite interesting from the point of view of technical analysis. Securities of the financial institution were above KZT280 and on Thursday, the bank's shares reached the candlestick pattern with the price increase accompanied by an increase in trading volume, which was the highest since mid-May 2018. The bank's equity instruments grew by 2.49% to KZT289.00 over the week.

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

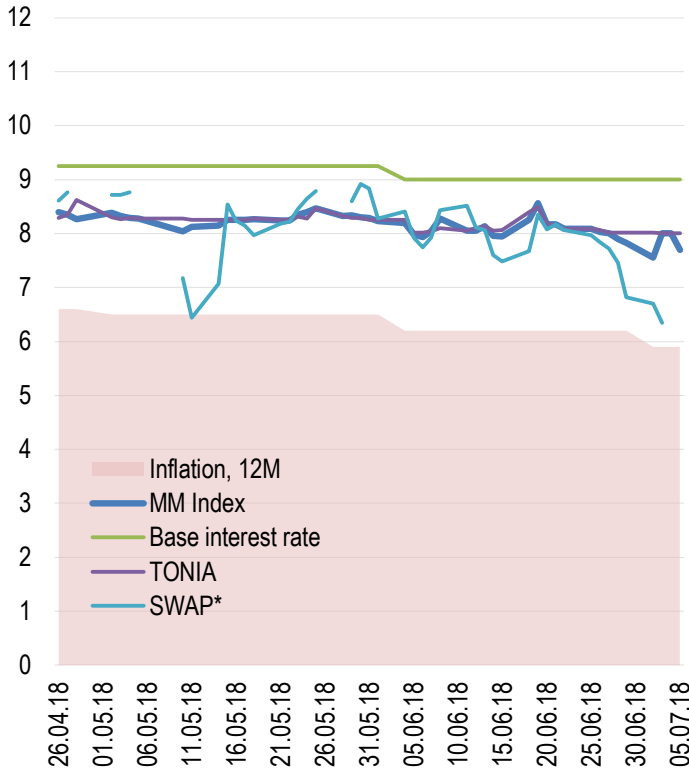




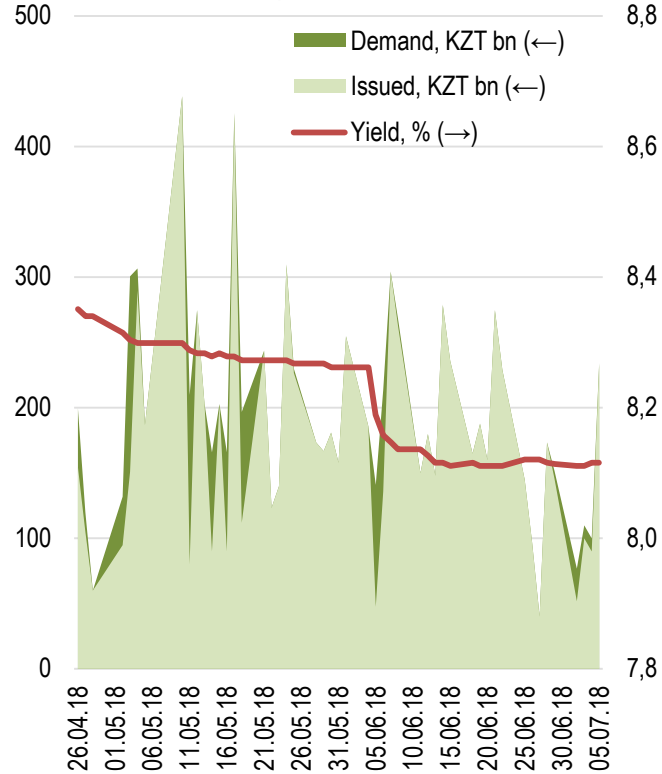
The yield on one-day currency swaps increased 17 b.p. to 6.84% APR over the week. The yield on one-day repo transactions with government securities fell 1 b.p. and remained at 8.01% APR

The National Bank has placed five issues of notes with the total volume of KZT567.8 bn over-the-counter and this value is less than the last week's volume of offerings by 41%. The yield on four issues of 7-day notes with the total offering volume of KZT475.1 bn was within the range from 8.11%APR to 8.12% APR. The yield on the 28-day instruments reached 8.24% APR at the offering volume of KZT92.7 bn. The total demand for the notes exceeded the supply by 11% and reached KZT629.6 bn.

### Inflation and interest rates

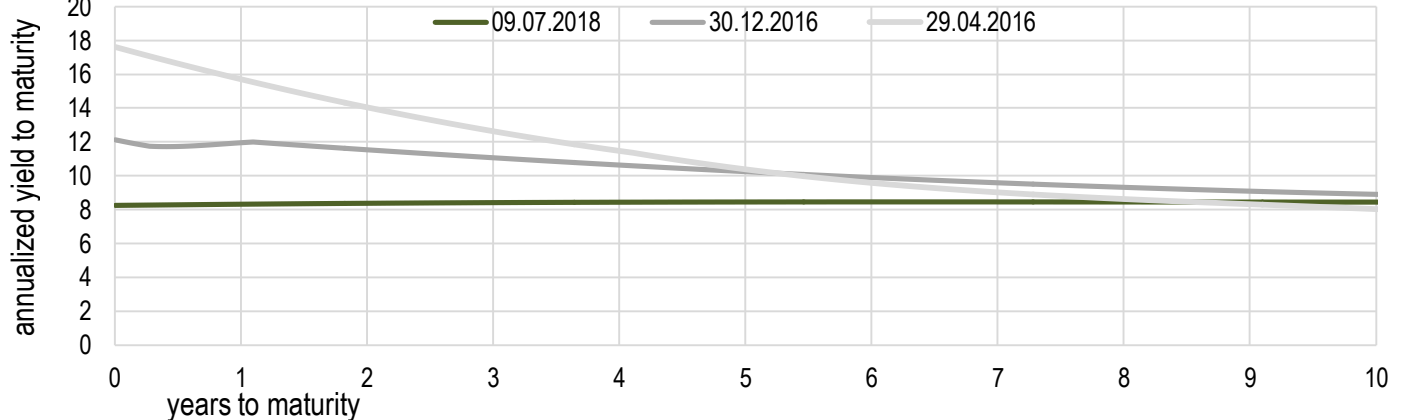


### Issuance of weekly NBK notes



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

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





Weighted average dollar exchange rate grew by 0.7% or KZT2.30 to KZT343.38 over the week. Trading volume decreased by 2 % to US 556.75 mln compared to the last week.

The exchange rate of USD/KZT currency pair closed the fifth week with a growth. Last time such trend was observed in August 2017.

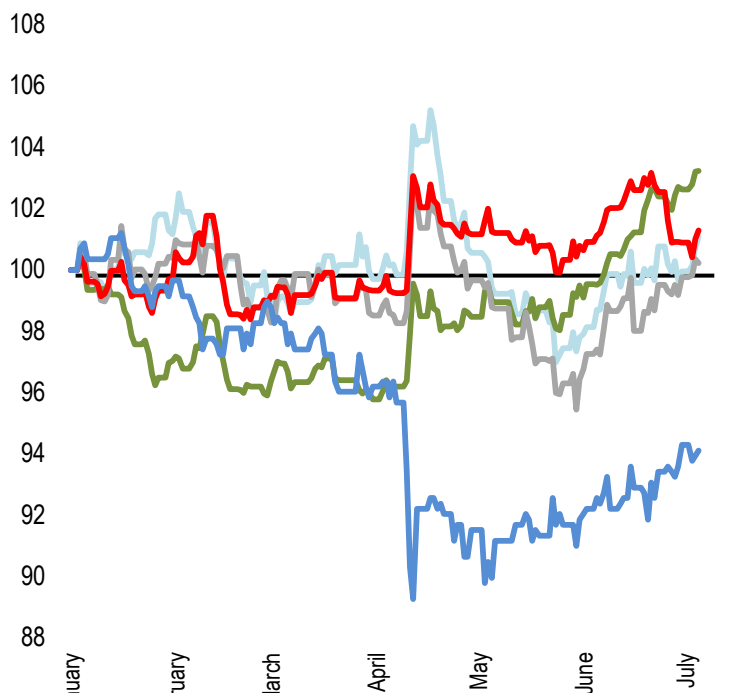
Russian currency declined by KZT0.0077 to KZT5.4318 over the week. The total trading volume for the week reached RUB112.7 mln.

The exchange rate of euro increased KZT5.02 having closed at KZT401.72 over the reporting week.

The exchange rate of yuan grew by KZT0.1100 having fixed at KZT51.6200 at the trading volume of CNY6.6 mln over the week.

**FX rates**

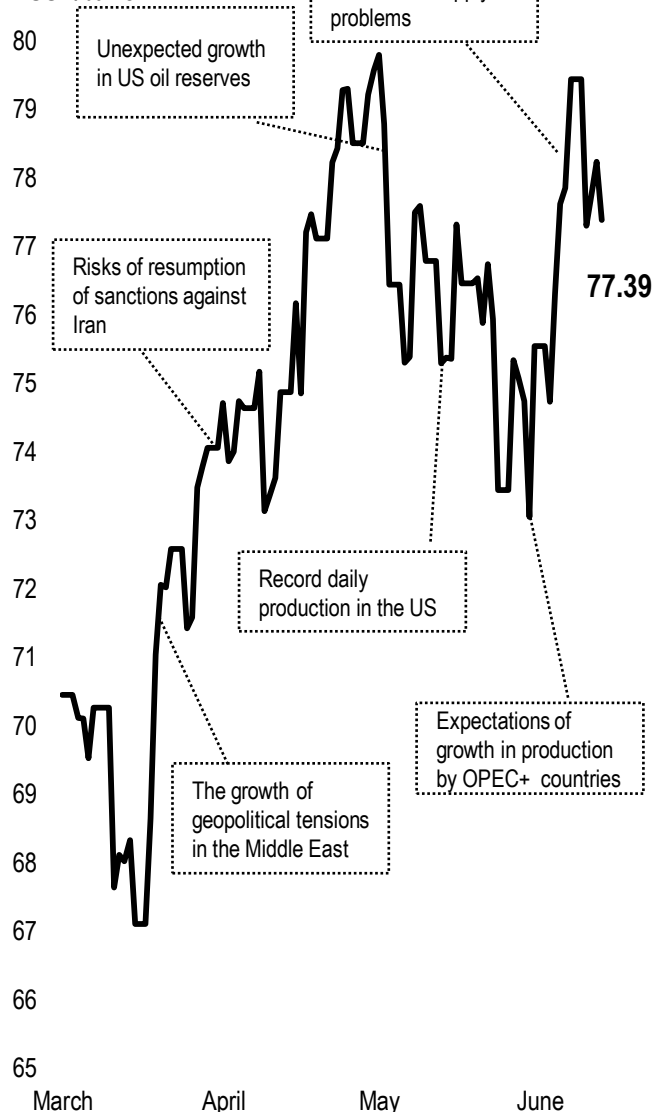
Δ %, base (01.01.17)



	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	453,44	+0,8	+2,4	+1,1
— USDKZT	343,07	+0,8	+3,7	+3,2
— EURKZT	399,13	+0,7	+2,9	+0,2
— CNYKZT	51,75	+0,4	+0,2	+1,3
— RUBKZT	5,43	+0,9	+1,7	-5,9







**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	2 736,61	0,7	-0,4	12,5	0,7
Dow Jones	24 356,74	0,4	-1,8	13,4	0,5
 RTS	1 171,64	1,5	-0,1	16,2	4,2
MICEX	2 285,53	0,0	0,0	19,0	4,2
 Hang Seng	28 182,09	-2,7	-9,4	10,4	-0,2
SS CSI 300	3 342,44	-4,8	-13,1	-8,7	-2,3
 Euro Stoxx 50	3 440,92	1,3	-0,5	-1,1	2,4
FTSEuroFirst	4 231,50	0,7	-0,4	0,4	1,3
 FTSE 100	7 603,22	-0,4	-1,1	3,2	-0,1
 KASE	2 407,01	-0,2	-2,5	42,2	

## Commodities market

05.07.2018

Name	Price	Trend %	
		7d	1m
Oil	77,39	-2,6	2,7
	72,94	-1,6	11,3
Natural gas	2,84	-3,0	-1,8
Copper	281,40	-4,6	-12,0
Iron	433,50	-0,5	-10,3
Gold	1 257,91	0,4	-3,0
Silver	16,01	-0,6	-3,2
Wheat	504,00	1,3	-1,2

## Economic calendar

		Currency	Forecast	Previous
09.07	ECB President Draghi Speaks	EUR		
10.07	JOLTs Job Openings (May)	USD	6,880M	6,698M
11.07	ECB President Draghi Speaks	EUR		
11.07	PPI (MoM) (Jun)	USD	0,2%	0,5%
11.07	Crude Oil Inventories	USD	-4,324M	1,245M
12.07	Core CPI (MoM) (Jun)	USD	0,2%	0,2%
12.07	Central Bank reserves (USD)	RUB		455,5B

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 2017
Annual inflation	5,9 %	01.07.18	7,1 %
Gross international reserves of NBK, USD bn	30 721	01.06.18	30 745
Reserve money, KZT bn	4 787,6	01.06.18	5 538,7
Money supply, KZT bn	18 836,9	01.06.18	19 456,0

## Kazakhstan credit ratings

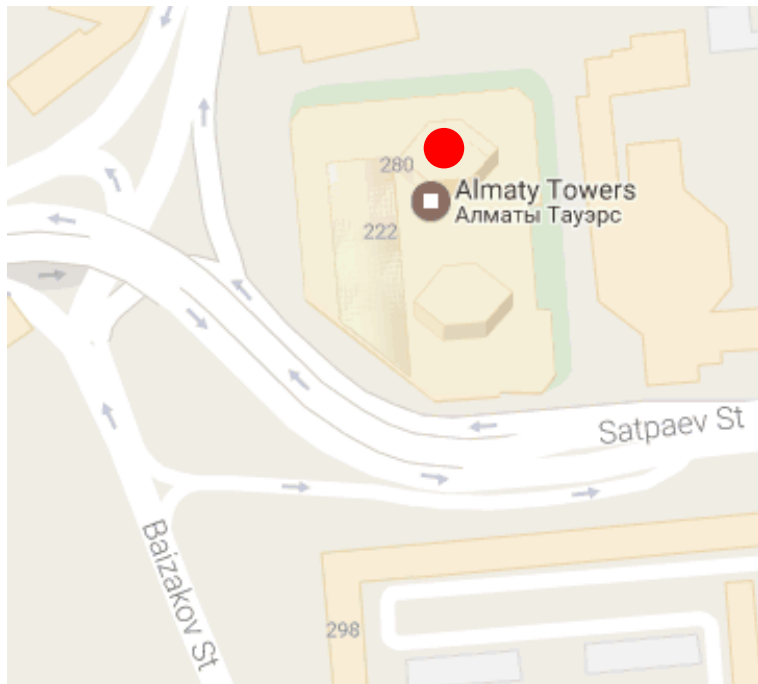
	Rating	Date	Previous
<b>S&amp;P Global</b>	BBB- stable	12.03.18	BBB- stable
<b>MOODY'S</b>	Baa3 stable	26.07.17	Baa3 negative
<b>FitchRatings</b>	BBB stable	17.04.18	BBB stable

# CONTACT INFORMATION



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

**Tel.:** 8 (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