

KASE WEEKLY

04 – 08 June,
2018

KASE NEWS

- ▲ Trades in new instruments [open](#) in KASE CS automatic repo market as of June 04, 2018.
- ▲ Rankings of members' activity for May 2018 is [published](#).
- ▲ On June 06, 2018, KASE [removed](#) bonds (CSBNb7) of "Kaspi Bank" JSC from representative list for bond market indices of KASE_BM* series due to maturity.
- ▲ KASE StartUp platform is officially [launched](#).

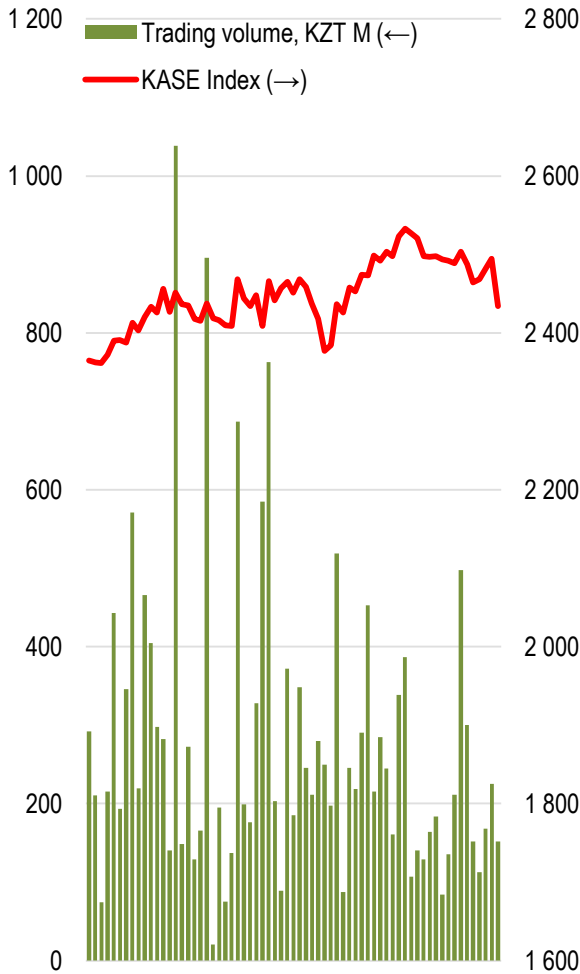
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of finance of Kazakhstan [raised](#) KZT29.1 bn on KASE selling 15-year bonds with yield to maturity of 8.43 % APR.
- ▲ Mayor's Office of Astana [raised](#) KZT1.7 bln on KASE by placing two-year bonds at 0.35% per annum on June 08.
- ▲ Mayor's Office of Almaty [raised](#) KZT3.8 bln on KASE by placing two-year bonds at 0.35% per annum on June 08.
- ▲ BAST JSC [placed](#) on June 5 in the trade system of KASE 10 527 common shares (BAST) for the amount of KZT526.4 m.
- ▲ On June 05 in the trade system of KASE [sold](#) 26,778 common shares (RANL) of Rannila Kazakhstan JSC at a price of KZT 1.50 per share.
- ▲ KASE Management Board [consented](#) to include international bonds of International Financial Corporation planned to be issued in "Securities of international financial organizations" sector of KASE official list.
- ▲ "AsiaCredit Bank" JSC [reported](#) on Standard & Poor's confirmation of the bank rating and revision of the forecast from "Stable" to "Negative".
- ▲ KAZ Minerals PLC (United Kingdom) [reported](#) on the intention of Non Ferrous China to invest \$70 million in the Koksai project.
- ▲ "KMK Munai" JSC [informed](#) about the cancellation of the arrest of common shares (LNPT) owned by Yukon Energy Holding S.A. (Republic of Panama).
- ▲ Subsidiary Organization VTB Bank (Kazakhstan) JSC [reported](#) on the launch of a corporate fintech accelerator based on GenerationS.



KASE Index closed the third week in a row with a decrease. As a result of the trading week, the blue chip index decreased by 2.13%, and reached the level of 2 433.84 points. Of the seven denominations of shares in the index, five components closed in the red.

KASE Index shares



08.06.2018

		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 433,8	-2,1	-1,6
First class of liquidity	Price, KZT		
Kazakhtelecom (pref.)	13 596,0	10,9	19,3
Aeroflot (Russia)	776,6	3,5	-0,6
Bank of America	9 900,0	3,1	1,0
Gazprom (Russia)	774,8	2,3	3,3
Kazakhtelecom	32 999,0	2,0	10,0
KAZ Minerals	4 521,0	1,6	9,2
BAST	53 900,0	0,9	1,1
Sberbank (Russia)	1 160,0	-0,1	-2,1
Aktobe Metalware Plant	10 600,0	-0,5	-4,5
Bank of Astana	860,4	-1,3	-4,4
CenterCredit Bank	288,8	-1,4	-3,7
Halyk Bank	102,2	-1,5	-4,4
KEGOC	1 415,5	-1,9	-5,8
KazMunayGas EP (pref.)	8 800,0	-4,5	-5,9
Kcell	1 550,1	-4,9	-6,1
Bank VTB (Russia)	0,3	-7,4	-7,4
QAZKOM	95,0	-9,1	-9,5
KazTransOil	1 398,8	-9,5	-11,3

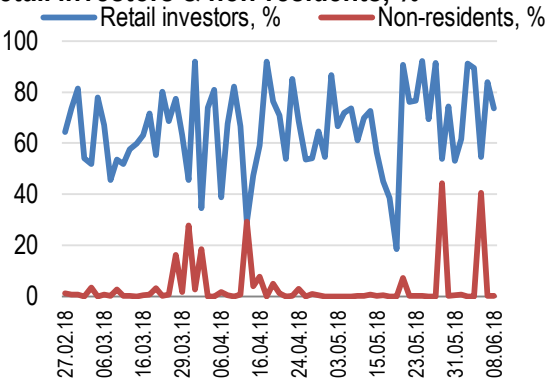
Note: Index stocks are highlighted in green

The largest decrease was demonstrated by shares of KazTransOil, whose price decreased by 9.46% to KZT1,398.80. The share price decreased by the amount of the dividend, which is 160 tenge per one common share. The record date to determine the shareholders entitled to receive dividends will be June 12, but the price has declined on Friday as the company's securities are traded on the T+2 system, i.e. buyers who purchased shares of KazTransOil on Friday did not enter the register, as the ownership would pass to them two business days after the time of record date.

A fairly significant decline this week was recorded on Kcell shares, whose price fell by 4.90% to KZT1,550.06, which is the lowest level since September 11, 2017. The price reduction takes place at a low volume of transactions.

Growth this week showed only two components of the index. Kazakhtelecom's equity instruments rose 1.98%, Kaz Minerals PLC's shares rose against the background of copper price growth by 1.60%.

Retail investors & non-residents, %

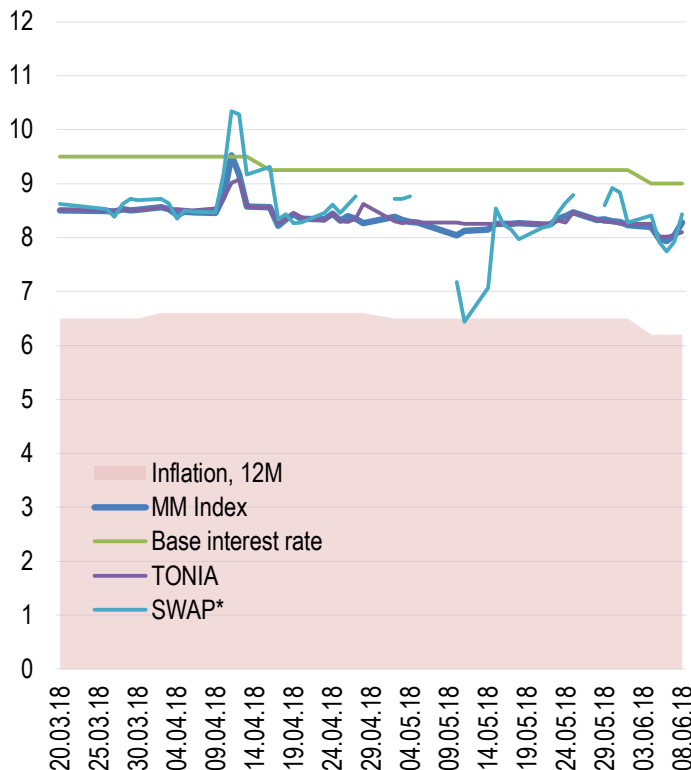




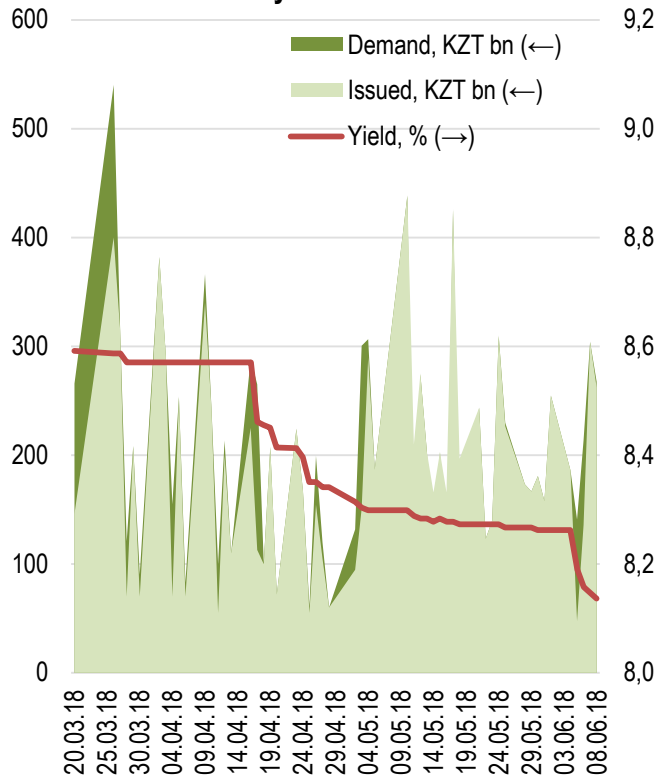
The main event of the week for the money market was the reduction by the National Bank of the base rate to the level of 9.00%. The yield on one-day currency swaps this week increased by 3.36 percentage points. up to 11,00%. The profitability of repo transactions with government securities for a one-day period decreased by 16 b.p. and stopped at the level of 8.09% per annum.

The National Bank placed seven issues of notes OTC, the total volume of which reached 1 087.7 billion tenge. For five issues of weekly notes, the volume of placement was KZT935.0 bn., the yield level was in the corridor 8.14 - 8.26% per annum. For 28-day notes, the yield reached 8.27% per annum, on annual instruments it was at the level of 8.22%. The aggregate demand for notes exceeded supply by 19% and reached KZT1,292.4 bn.

Inflation and interest rates

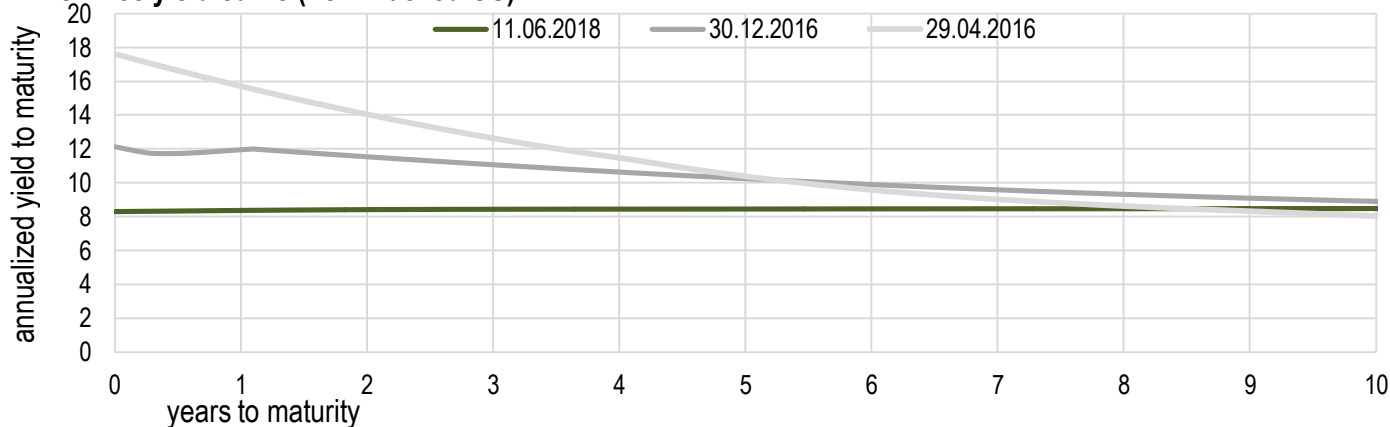


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





The weighted average dollar exchange rate for the week increased by 1.0% or by 3.24 tenge to 334.02 tenge. The volume of trades in comparison with the previous week increased by 60% to 791.9 million dollars. The dollar has risen in price to its maximum levels this year. The growth of the US dollar in the last two trading days was accompanied by an increase in volumes, which, in turn, indicates an increase in the foreign exchange demand.

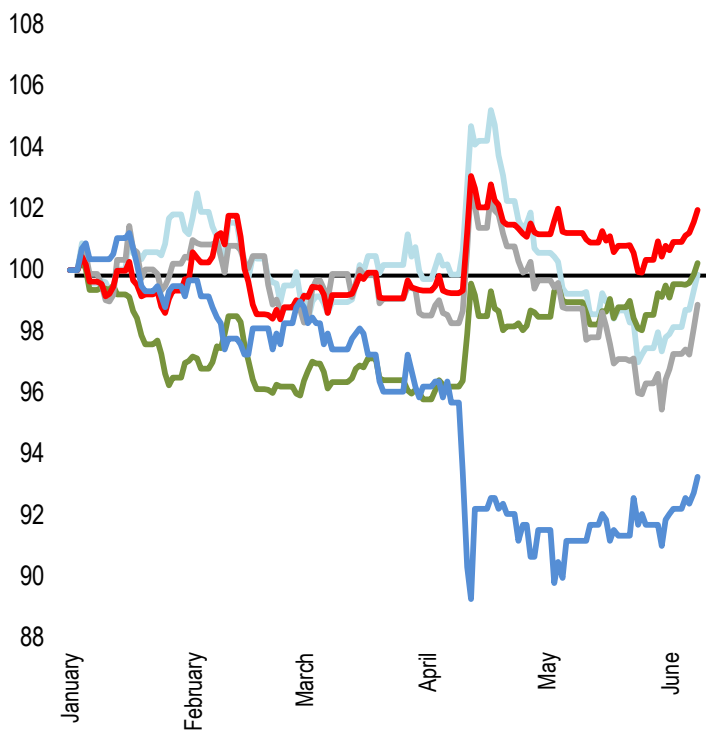
The Russian currency slightly decreased by 0.0230 tenge to 5.53424 tenge. The total trading volume for the current week reached 204.8 million rubles.

Transactions with the euro were concluded only on Wednesday, following which the European currency stopped at the level of 390.50 tenge.

The rate of the yuan for the week rose by KZT0.6327 having stopped at the level of KZT 52,2100 with the volume of transactions of 1.75 million yuan.

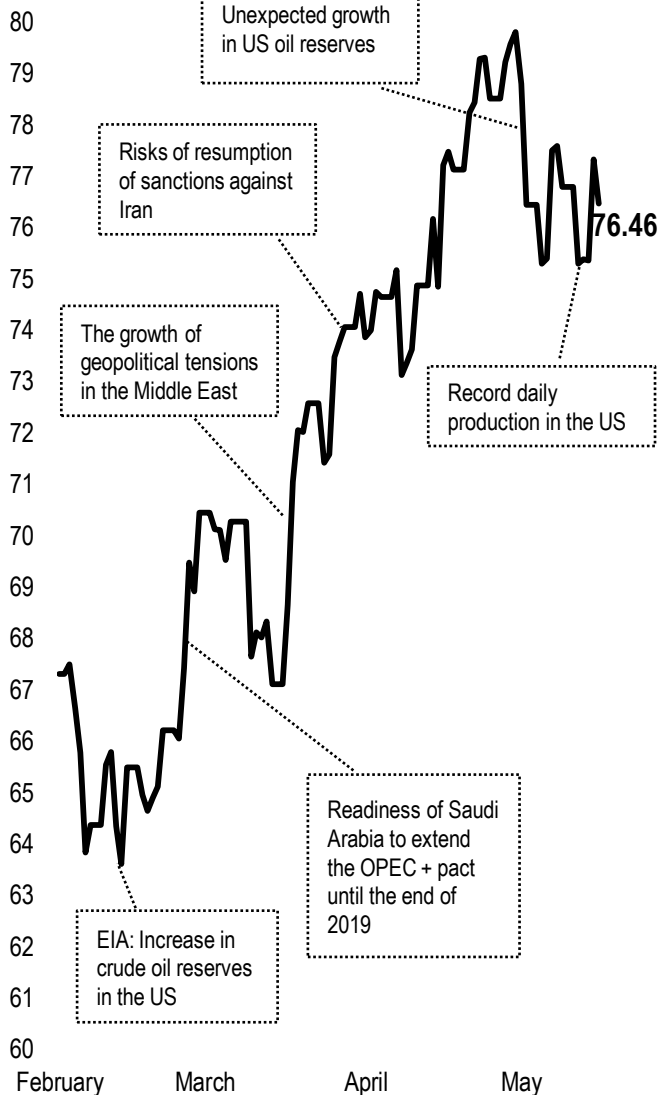
FX rates

Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	447,96	+2,0	+0,6	-0,1
— USDKZT	333,08	+1,1	+1,3	+0,2
— EURKZT	393,67	+2,2	+0,1	-1,1
— CNYKZT	52,09	+1,3	+0,7	+2,0
— RUBKZT	5,38	+1,3	+2,3	-6,8

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	2 779,03	1,6	3,0	14,2	1,8
Dow Jones	25 316,53	2,8	3,2	19,5	2,8
 RTS	1 142,90	-1,8	0,1	10,1	-2,0
MICEX	2 285,53	0,0	0,0	21,9	-2,0
 Hang Seng	30 958,21	1,5	1,4	18,8	1,5
SS CSI 300	3 779,62	0,2	-2,4	6,1	0,4
 Euro Stoxx 50	3 447,30	-0,2	-3,4	-3,3	-0,1
FTSEuroFirst	4 225,50	-0,4	-2,5	-2,3	-0,5
 FTSE 100	7 681,07	-0,3	0,2	3,1	-0,1
 KASE	2 433,84	-2,1	-1,6	56,9	

Commodities market

08.06.2018

Name	Price	Trend %	
		7d	1m
Oil	76,46	-0,4	-1,0
	65,74	-0,1	-7,6
Natural gas	2,89	-2,4	5,6
Copper	330,00	6,5	8,6
Iron	490,00	1,3	-1,1
Gold	1 298,17	0,4	-1,1
Silver	16,74	1,8	1,7
Wheat	520,00	-0,6	1,1

Economic calendar

		Currency	Forecast	Previous
12.06	Core CPI (MoM) (May)	USD	0,2%	0,1%
13.06	PPI (MoM) (May)	USD	0,3%	0,1%
13.06	Crude Oil Inventories	USD	-1,824M	2,072M
13.06	FOMC Economic Projections	USD		
13.06	Fed Interest Rate Decision	USD	2,00%	1,75%
14.06	Industrial Production (YoY) (May)	CNY	6,9%	7,0%
14.06	ECB Interest Rate Decision (Jun)	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 2017
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

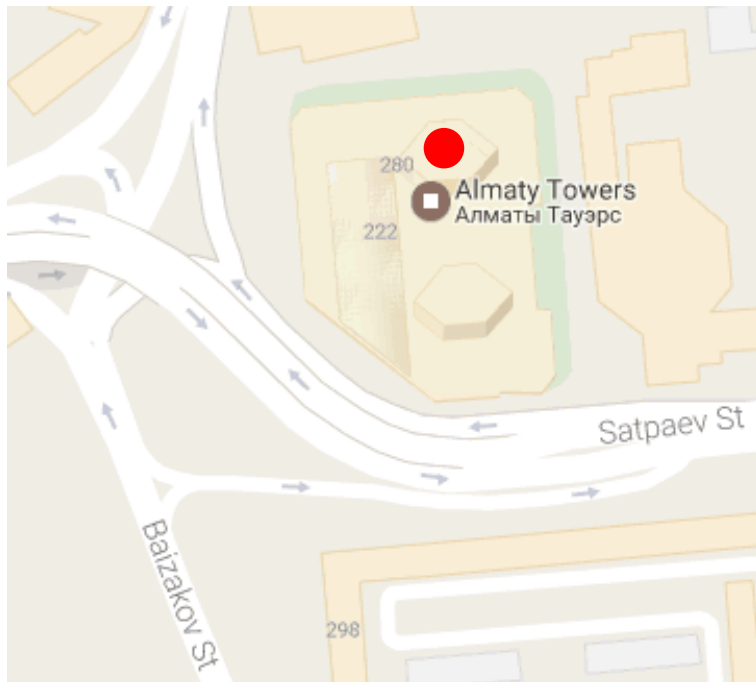
	Rating	Date	Previous
S&P Global	BBB- stable	12.03.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 negative
FitchRatings	BBB stable	17.04.18	BBB stable

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**Corporate Events Calendar of
KASE listed Companies**

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