

KASE WEEKLY

12 – 16 November, 2018

KASE NEWS

- ▲ Online project "KASE: History in Persons" – interviews with Oraz Dzhandosov and Kairat Turmagambetov [published](#).
- ▲ KASE [held](#) Kazakhstan Exchange Forum.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Ordinary shares KZ1C60760010 (KZ1C00001601, AMXP) of Asker Munai Exploration [included](#) in sector "shares" of KASE official list's alternative market;
- ▲ KAZ Minerals PLC [provided](#) production report for nine months and Q3 2018;
- ▲ Shareholders of Corporation Tsesna [decided](#) to increase the number of authorized ordinary shares to 100.0 mln pieces and to choose KPMG Audit LLP as an auditor of the company's 2018 consolidated financial statements;
- ▲ National Company KazMunaiGaz says Standard & Poor's [upgraded](#) ratings of company and bonds, outlook Stable;
- ▲ KazTransOil says Standard & Poor's [upgraded](#) long-term credit rating of company to BB; outlook Stable;
- ▲ Consolidated financial statements of Kazakhtelecom for January-September 2018 have been [published](#);
- ▲ Kaspi.kz [plans](#) an IPO on the London Stock Exchange in 2019;
- ▲ KazMunaiGas Exploration Production buys back 109,405 of own [preferred](#) shares at KZT12,800 per share;
- ▲ KazAgroFinance [says](#) Fitch Ratings affirmed the company's ratings;
- ▲ Revised charter of Life insurance company Asia Life [released](#);
- ▲ Preferred shares KZ1P36280116 (KZ000A0H0930, CCBNp) of Bank CenterCredit convertible into ordinary shares, [included in KASE official list](#) by category "standard" of main market as of November 14;
- ▲ Bonds KZ2C0M12G010 (KZ2C00004513, BASPb2) of "Baspana" Mortgage organization [included in KASE official list](#) by category "commercial bonds" of alternative market as of November 16.



KASE Index closes the week by a 2.43-per-cent increase to 2,248.02 points. Five of seven share titles included in the Index closed in the black. Stocks of KAZ Minerals PLC and Kcell closed by a minor fall.

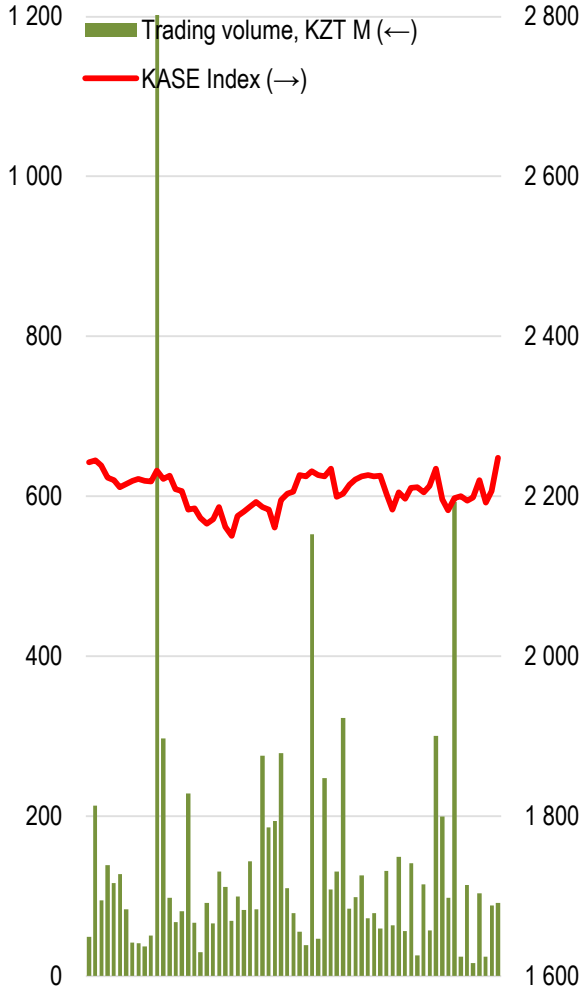
16.11.2018

Trends (%)

KASE Index	2 248,0	2,4	1,0
First class of liquidity	Price, KZT	Δ 7d	Δ 1m
CenterCredit Bank	258,5	10,4	3,1
Bank VTB (Russia)	0,2	5,0	0,0
Kazakhtelecom	29 350,0	4,1	1,2
KazTransOil	1 341,9	3,3	2,0
Sberbank (Russia)	1 125,4	2,8	5,0
Aeroflot (Russia)	557,7	2,5	-4,8
KazMunayGas EP (pref.)	12 800,0	2,4	0,0
KEGOC	1 540,0	1,2	0,1
Halyk Bank	105,1	1,0	-0,7
Kazakhtelecom (pref.)	11 800,0	0,0	-4,1
Kcell	1 682,9	-0,0	-0,3
KAZ Minerals	2 524,0	-0,0	3,0
Gazprom (Russia)	870,0	-0,0	-4,5
Bank of America	10 313,7	-1,8	-1,9
BAST	37 512,9	-2,2	-7,9

Note: Index stocks are highlighted in green

KASE Index shares

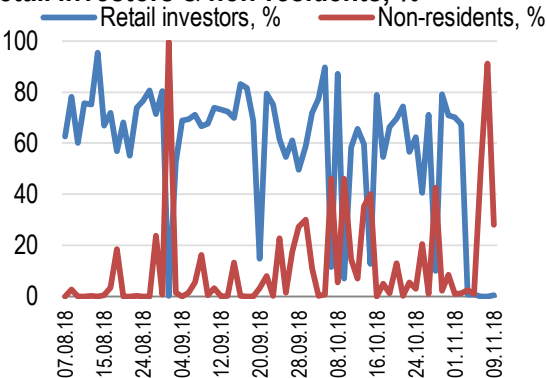


Bank CenterCredit's stocks grew the most and rose amid the increase of the target price. On Tuesday, after the update of the target price to KZT377 by Freedom Finance, a brokerage firm, the bank's stocks rose by 10.42% to KZT258.46 over the week. Weekly trading volumes were the highest since early May 2018.

The price of Kazakhtelecom's shares showed marked increase. The price of the national telecom operator's equity instruments rose by 4.06 % to KZT29,350.00 over the week. The main increase took place on Tuesday, the day before the publication of the consolidated reporting for 9 months of 2018 on KASE, according to which, the company has shown a 3-per-cent increase in revenues whereas net profit for the reporting period amounted to KZT40.4 bn, which is by 25% more than in the same period of last year.

Stocks of KazTransOil rose 3.30% to KZT1,341.86. The main news for the Company was that S&P Global Ratings international rating agency upgraded long-term credit ratings of KazTransOil from "BB-" to "BB". Outlook Stable. Rating upgrade followed the upgrade of the parent company KazMunayGas's rating.

Retail investors & non-residents, %

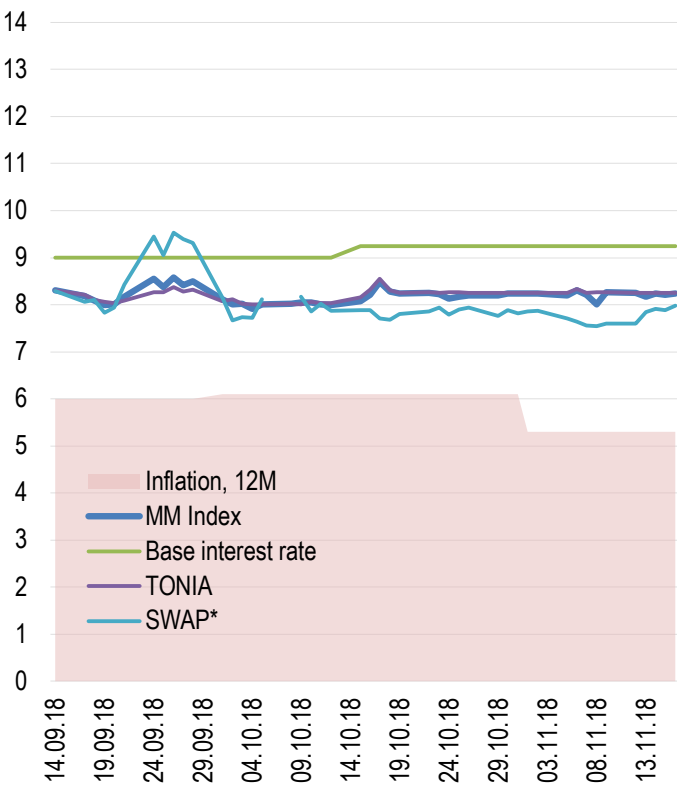




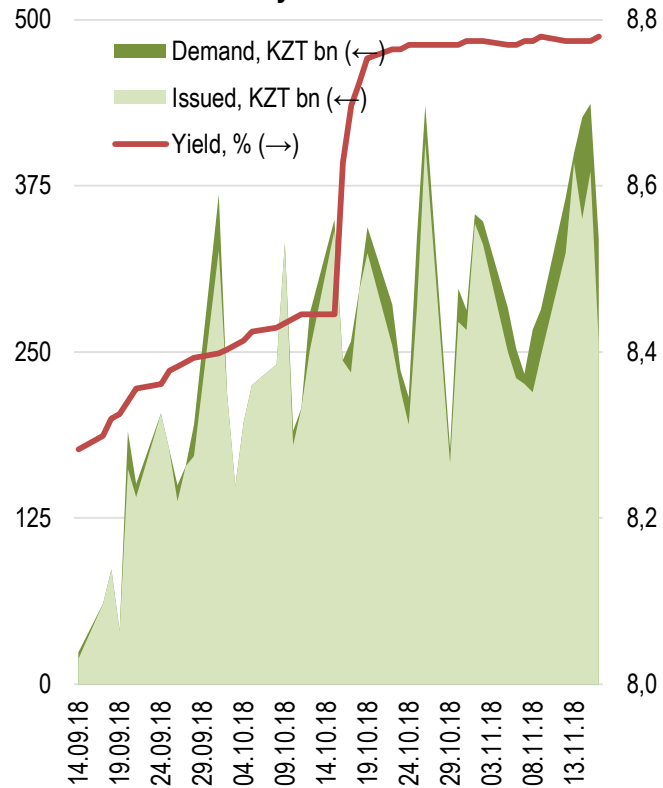
There was no unified pattern in the money market yield. The yield of one-day repo transactions with government securities dropped by 2 b.p. to 8.27% APR. The yield on one-day currency swaps increased by 38 b.p. to 7.93% APR.

Open position of the National Bank notes exceeded KZT4 trillion for the first time since June 26, 2018. - On 16 November, it reached KZT4,083.6 bn. The National Bank has placed seven issues of notes for the amount of KZT1,945.3 bn over the week. The total demand for the notes exceeded the supply by 16%. Weekly notes were offered with the yield 8.77-8.78%. Monthly and three-month instruments were placed with a yield of 8.79% and 8.82%, respectively.

Inflation and interest rates

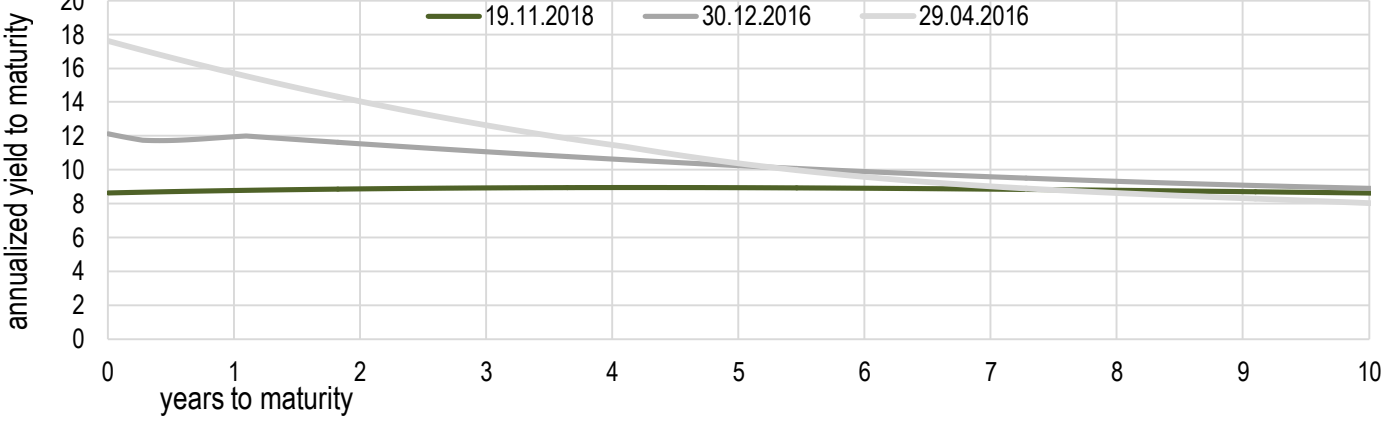


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





Weighted average US dollar rate dropped by KZT5.59 to KZT367.06 over the week and the total trading volume amounted to USD709.7 mln.

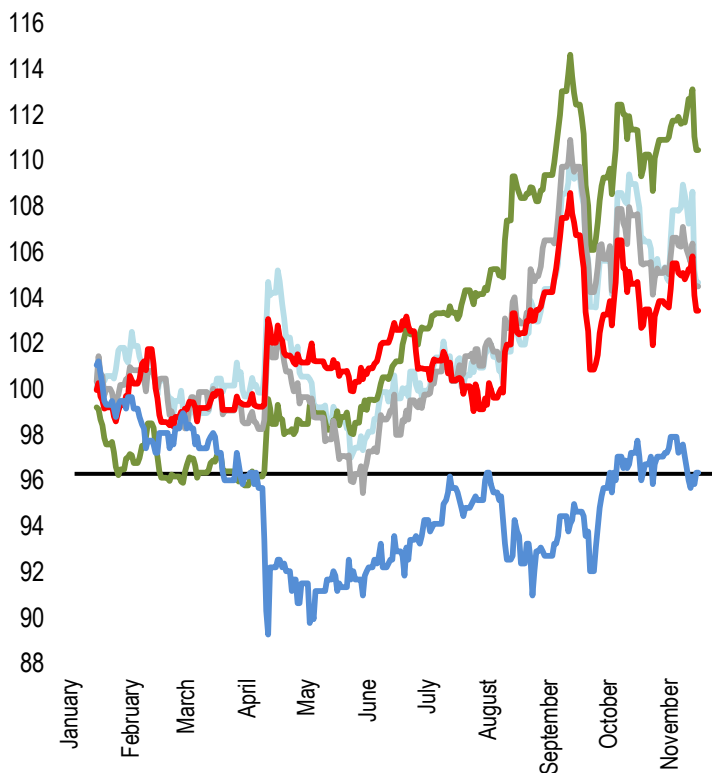
The tenge has strengthened over the week following the ruble, which, in its turn, rose by 3.0 % from RUB68.00 to RUB65.98 per dollar against the dollar. Reversal of the Russian ruble to an upward trend occurred due to the decision of the US Congress not to consider new sanctions against Russia over Crimea.

The ruble fell by KZT0.0007 to KZT5.5780 on KASE over the week. Total trading volume reached RUB116 mln over the week. For the euro closed the week with weakening by KZT7.30 to KZT417.85.

The exchange rate of yuan increased by KZT0.4209 having fixed at KZT54.0979 at the trading volume of CNY2.1 mln over the week.

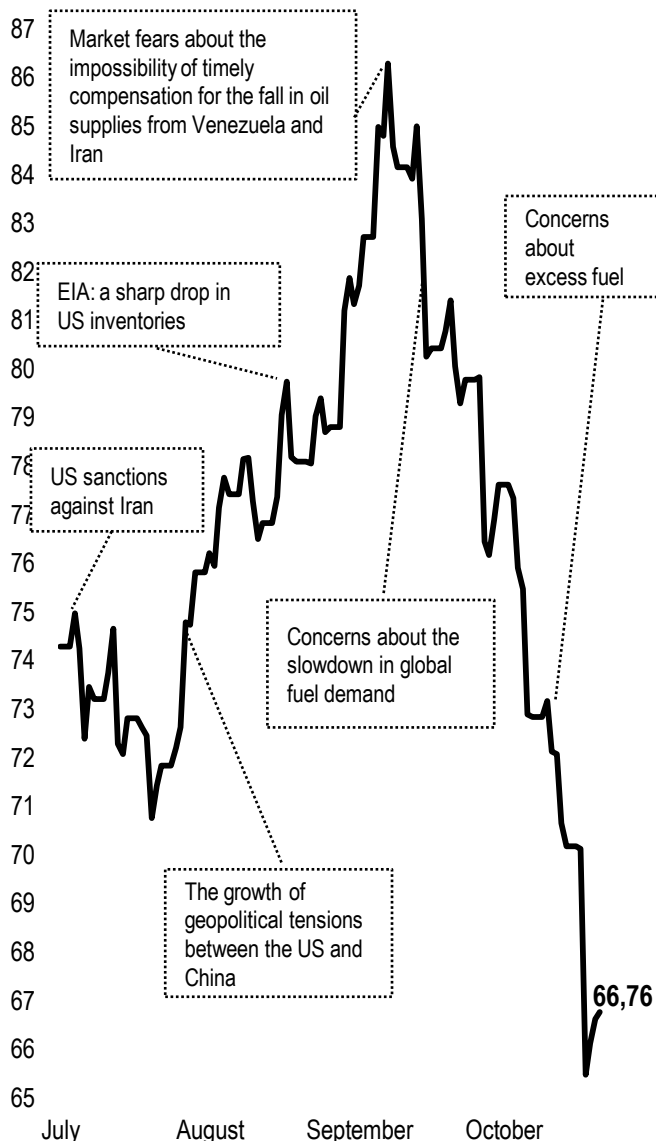
FX rates

Δ %, base (01.01.17)



	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	471,78	-3,1	-2,6	+5,2
— USDKZT	369,01	-0,6	+0,6	+11,0
— EURKZT	416,39	-1,8	-1,9	+4,6
— CNYKZT	53,18	-0,7	+0,3	+4,1
— RUBKZT	5,53	-1,2	-1,2	-4,2

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	2 736,27	-1,6	-2,6	5,8	-1,3
Dow Jones	25 413,22	-2,2	-1,1	8,3	-2,0
RTS	1 134,93	1,2	-2,4	0,7	1,4
MICEX	2 285,53	0,0	0,0	7,2	1,4
Hang Seng	26 183,53	2,3	2,8	-9,8	2,6
SS CSI 300	3 257,67	2,8	4,5	-20,6	2,9
Euro Stoxx 50	3 180,74	-1,5	-1,9	-10,8	-1,4
FTSEuroFirst	3 931,50	-1,7	-1,2	-7,8	-1,8
FTSE 100	7 013,88	-1,3	-0,6	-5,1	-0,9
KASE	2 248,02	2,4	1,0	8,4	

Commodities market

16.11.2018

Name	Price	Trend %	
		7d	1m
Oil	66,76	-4,9	-16,6
	56,46	-6,2	-19,1
Natural gas	4,27	14,9	28,7
Copper	279,85	4,2	0,7
Iron	566,00	-4,9	7,8
Gold	1 223,36	1,1	0,1
Silver	14,38	1,7	-1,9
Wheat	506,75	0,9	-2,1

Economic calendar

		Currency	Forecast	Previous
20.11	Speech by Mark Carney, Bank of England Governor	GBP		
20.11	Number of construction permits issued (Oct.)	CNY	1,260M	1,270M
21.11	Basic orders for durable goods (mom) (Oct.)	USD	0,4%	0,1%
21.11	Crude oil reserves	USD	3,182M	10,270M
21.11	Sales on the secondary housing market (Oct.)	USD	5,20M	5,15M
22.11	USA - Thanksgiving Day	USD		
22.11	Publication of minutes of ECB meeting on monetary policy	EUR		

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	5,3 %	01.11.18	7,1 %
Gross international reserves of NBK, USD bn	29 092	01.11.18	30 745
Reserve money, KZT bn	5 799,3	01.11.18	5 538,7
Money supply, KZT bn	19 715,1	01.10.18	19 456,0

Kazakhstan credit ratings

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

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Corporate Events Calendar of KASE listed Companies

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