

KASE WEEKLY

14 – 18 January,
2019

KASE NEWS

- ▲ KASE has [extended](#) the duration of the Base period for market valuation of non-indexed GS with term of 180 days and more to maturity.
- ▲ KASE has [set](#) limits and rates of concentration on shares traded according to T+2 scheme and discount rates for repo market for the period from January 15 to February 15, 2019.
- ▲ KASE has [determined](#) representative list for KASE Index calculation as of February 1, 2019.
- ▲ Online project "KASE: History in Persons": interviews with Aigul Tasbolat and Timur Turlov have been [published](#).
- ▲ KASE Management Board [fixed](#) weighted average yield rates for calculation of fair value of non-marketable debt securities of organizations-residents of the Republic of Kazakhstan for Q1 2019.
- ▲ KASE Management Board [consented](#) to include international bonds XS1937714597 and XS1937714753 of Asian Development Bank planned to be issued in "Securities of international financial organizations" sector of KASE official list

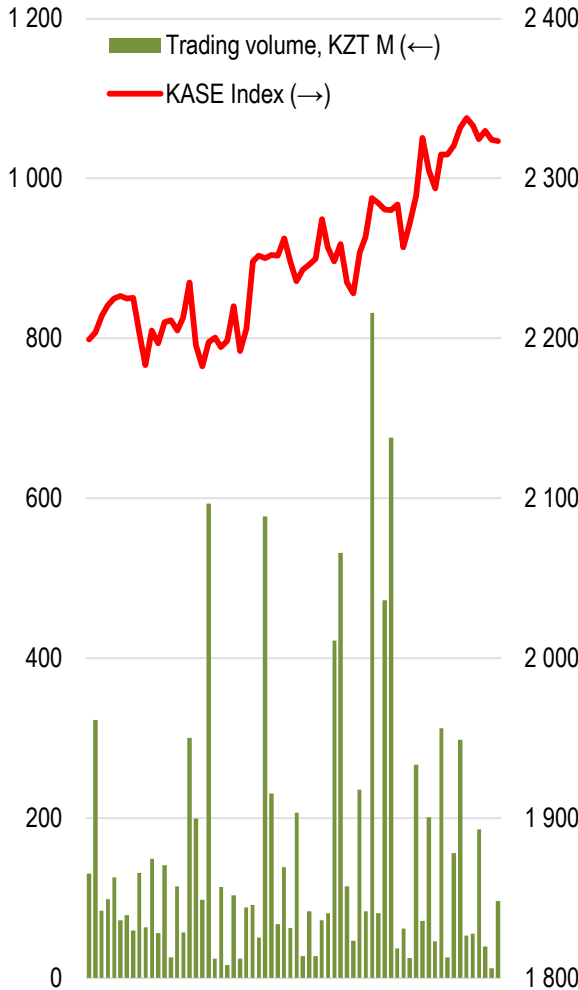
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Ministry of Finance of Kazakhstan [raised](#) KZT25.2 bn on KASE selling 11th issue of MEUKAM-180 with yield to maturity of 8.60 % APR on January 14.
- ▲ Subsidiary Bank Sberbank of Russia [raised](#) KZT812.0 bn on KASE selling bonds (SBERb10) at 11.00% APR on January 17.
- ▲ Kaspi Bank [paid](#) dividends on common (CSBN) and preferred shares (CSBNp) shares for 2017.
- ▲ Shareholders of Bank CenterCredit [approved](#) increase of dividends and change in the procedure for calculation of dividends on preferred shares (CCBNp), approved changing the procedure for exchange of preferred shares for ordinary shares (CCBN) and approved amendments to the bank's charter.
- ▲ Freedom Finance [bought](#) back its 176,342 bonds (FFINb1) on KASE on January 15.
- ▲ Rakhat [reported](#) the proposal of LOTTE CONFECTIONERY CO., LTD to acquire 7.56 % ordinary shares (RAHT) from minority shareholders at the price of KZT20,228.00.
- ▲ Subsidiary Bank Sberbank of Russia [announced](#) that Fitch Ratings had affirmed ratings of bonds (TXBNb5) and (SBERb9), outlook Positive.



KASE Index closed the trading week by a 0.6-percent fall to 2,323.35 points. Five shares titles of the representative list were in the red.

KASE Index shares



18.01.2019

		Trends (%)	
KASE Index	2 323,4	-0,6	1,7
First class of liquidity	Price	Δ 7d	Δ 1m
NAC Kazatomprom JSC	5 195,0	-0,0	-0,0
NAC Kazatomprom JSC GDR, \$	13,9	0,0	0,0
Bank of America	10 600,0	9,4	7,2
Sberbank (Russia)	1 136,0	4,9	8,7
Aeroflot (Russia)	619,3	2,9	9,0
KAZ Minerals	2 605,0	0,6	2,8
NOSTRUM OIL & GAS PLC	576,8	0,3	-4,3
Gazprom (Russia)	900,0	0,3	4,7
Kazakhtelecom	32 754,0	0,0	-6,9
KazMunayGas EP (pref.)	12 800,0	0,0	4,9
KEGOC	1 619,8	-0,0	3,5
CenterCredit Bank	238,0	-0,8	-2,7
Halyk Bank	98,5	-1,0	-3,0
KazTransOil	1 405,0	-1,1	7,5
Kcell	1 845,0	-2,1	10,0
BAST	30 613,9	-2,3	-15,8
Kazakhtelecom (pref.)	12 566,0	-2,4	-6,9

Note: Index stocks are highlighted in green

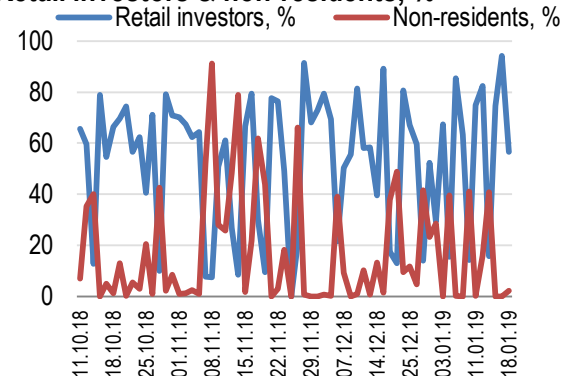
The greatest faller were Kcell shares. Equity instruments of the telecom company fell by 2.1% to KZT1,845.0 per share.

The modest growth of 0.6% to KZT2,605.0 per one share still allowed KAZ Minerals to be among this week's best performing issuer amid negative indicators of other stocks in the KASE Index.

According to the press release provided by KazTransOil, the company and Karachaganak Petroleum Operating B.V. have entered into a new contract worth KZT6,682 billion on rendering operation and maintenance services for Karachaganak-Atyrau trunk oil pipeline.

The budget of this three-year contract with a possible extension for two periods of 12 months each was calculated using the inflation rate for 2019-2021, taking into account the annual increase in the payroll of the maintenance staff and rates for vehicles used in the provision of services.

Retail investors & non-residents, %

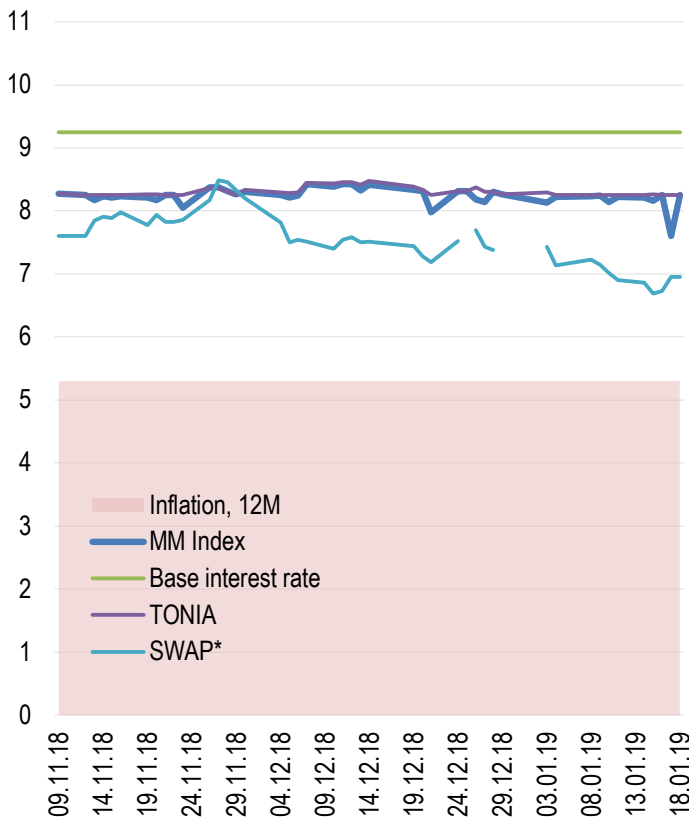




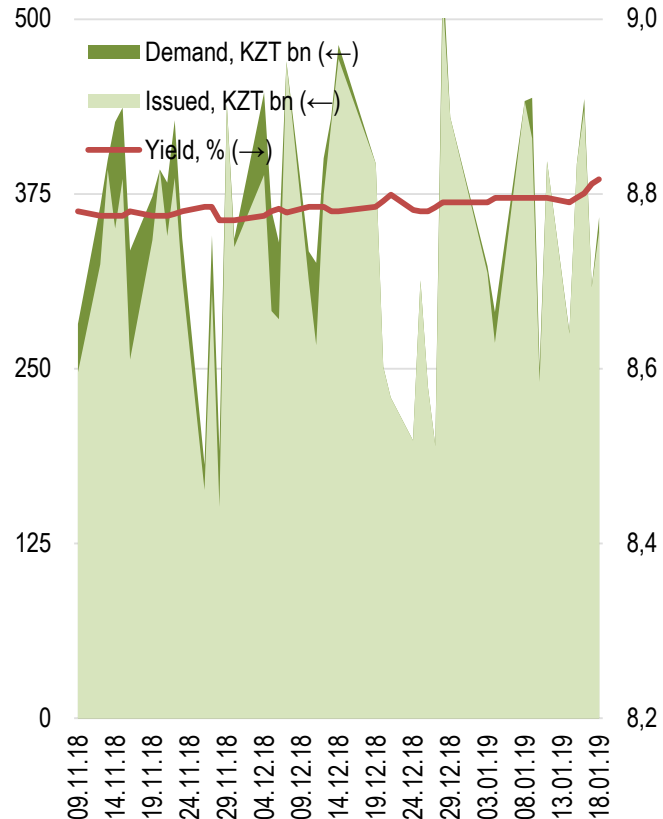
The yield on one-day currency swaps increased by 95 b.p. to 6.95% APR over the week. The yield on one-day repo transactions with government securities increased by 1 b.p. to 8.26% APR.

The National Bank has placed seven issues of notes with various terms to maturity with the total trading volume of KZT2.0 trillion over-the-counter. Five issues of weekly notes were placed within the range from 8.79% to 8.82% APR. The yield of 28-day notes was 8.83% APR and that of annual notes was 9.03% APR. The total demand for the notes was 0.1 % higher than the offer.

Inflation and interest rates

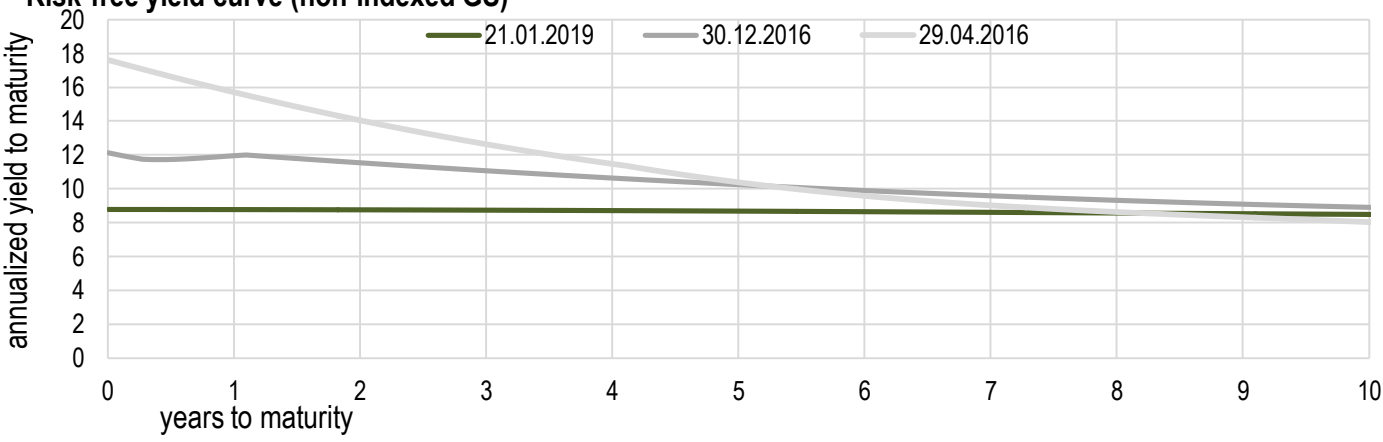


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





Weighted average US dollar rate increased by KZT2.92 to KZT378.98 and the total trading volume amounted to USD 433.9 mln.

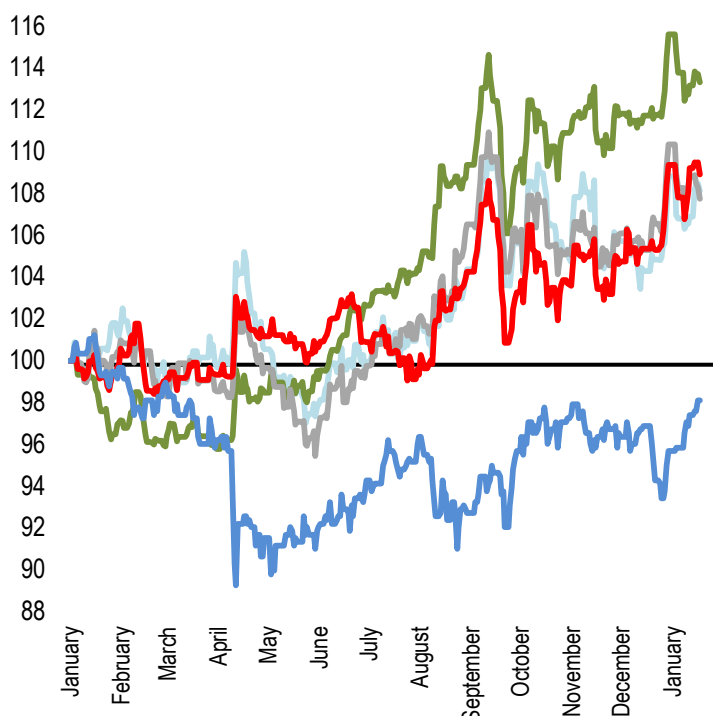
The tenge weakens against the dollar, fully surrendering positions gained when the national currency strengthened a week earlier. Meanwhile, the exchange rate of the USD to KZT is growing despite rising oil prices, which again reached US \$60 per barrel of Brent crude oil benchmark amid OPEC information about a decline in oil production.

The Russian ruble rose by KZT0.0846 to KZT5.7165.

The Euro rate has decreased by KZT1.80 to KZT431.6 over the week.

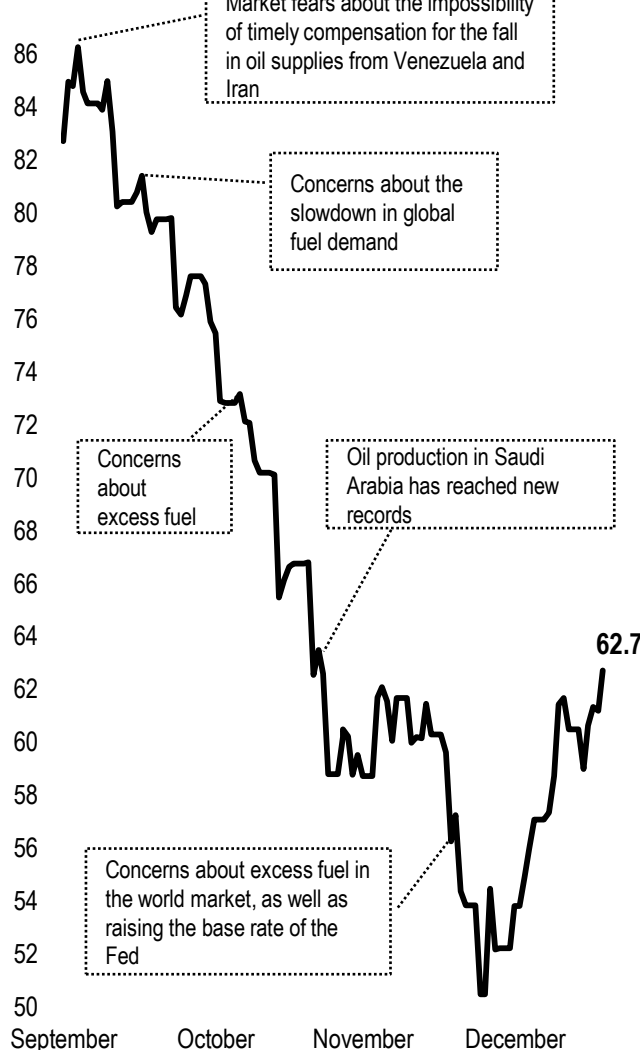
The yuan with settlements T+0 grew by KZT0.0892 to KZT 55.7882. Total trading volume for the reporting week reached CNY9.5 mln.

FX rates
Δ %, base (01.01.18)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	484,99	+1,5	+3,7	-0,6
— USDKZT	376,60	+0,5	+1,4	-2,0
— EURKZT	429,06	-0,6	+2,3	-2,3
— CNYKZT	55,64	+0,7	+3,4	-0,4
— RUBKZT	5,66	+1,3	+1,3	+2,5

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	2 670,71	2,9	6,5	-4,6	2,9
Dow Jones	24 706,35	3,0	5,9	-5,0	3,1
 RTS	1 176,42	2,4	7,0	-8,0	2,4
MICEX	2 285,53	0,0	0,0	-0,5	2,4
 Hang Seng	27 090,81	1,6	4,7	-15,7	1,5
SS CSI 300	3 168,17	2,4	2,5	-25,8	2,5
 Euro Stoxx 50	3 134,92	2,1	2,7	-13,4	2,3
FTSEuroFirst	3 872,50	2,3	2,6	-12,3	2,1
 FTSE 100	6 968,33	0,7	3,0	-9,5	0,9
 KASE	2 323,35	-0,6	1,7	-0,9	

Commodities market

18.01.2019

Name	Price	Trend %	
		7d	1m
Oil	62,70	3,7	9,5
	53,80	4,3	14,0
Natural gas	3,48	12,4	-6,5
Copper	271,90	2,1	-0,1
Iron	541,00	-5,7	2,8
Gold	1 282,11	-0,6	3,1
Silver	15,40	-1,6	4,7
Wheat	517,75	-0,3	-0,9

Economic calendar

		Currency	Forecast	Previous
21.01	GDP (YoY) (Q4)	CNY	6.4%	6.5%
21.01	Industrial Production (YoY) (Dec)	CNY	5.3%	5.4%
22.01	Existing Home Sales (Dec)	USD	5.24M	5.32M
23.01	ECB Interest Rate Decision (Jan)	EUR	0.00%	0.00%
23.01	ECB Marginal Lending Facility	EUR	0.25%	0.25%
24.01	ECB Press Conference	EUR		
24.01	Crude Oil Inventories	USD		-2.683M

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 %	01.12.18	7,1 %
Gross international reserves of NBK, USD bn	30 158	01.12.18	30 745
Reserve money, KZT bn	5 988,4	01.12.18	5 538,7
Money supply, KZT bn	19 896,6	01.12.18	19 456,0

Kazakhstan credit ratings

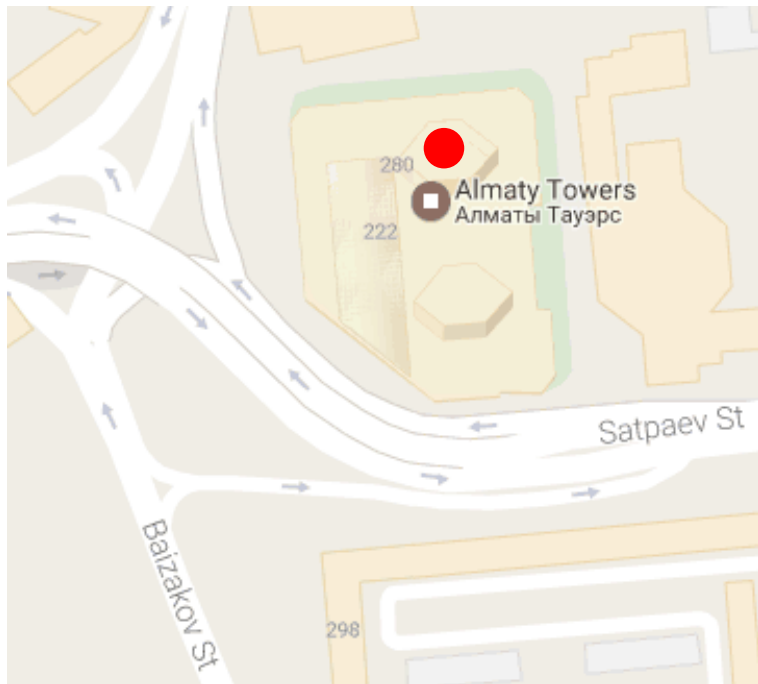
	Rating	Date	Previous
S&P Global	BBB- stable	10.09.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 stable
FitchRatings	BBB stable	28.09.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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