

# KASE WEEKLY

01–05 June, 2020

## KASE NEWS

- ▲ KASE [changed](#) parameters of shares included in KASE Index representative list.
- ▲ The lists of securities of the first, second and third classes of liquidity for June 2020 [formed](#).
- ▲ Bonds KZMJ00000834 (VKK024\_083) of local executive authority of East Kazakhstan region [included](#) in the Government Securities sector.
- ▲ Four issues of Baiterek Development's bonds [included](#) in the "bonds" category of KASE Official List's main market.
- ▲ International bonds [XS0220743776](#) (BRKZe3) of the Development Bank of Kazakhstan, [bonds](#) KZ2C00002046 (TSBNb14) and KZ2C00002079 (TSBNb17) of First Heartland Jýsan Bank delisted from KASE Official List due to maturity.
- ▲ Trading in Bank RBK's bonds [KZ2C00006013](#) (INBNb8) and ATFBank's bonds [KZ2C00003135](#) (ATFBb15) suspended.
- ▲ Trading in bonds KZ2C00006500 (SKENb3) of SevKazEnergy [opens](#) in KASE secondary market sector.
- ▲ KASE Board of Directors approves [Regulations](#) on Clearing Members, the [Procedure](#) for Execution of Securities Transactions without Central Counterparty and Settlements (gross settlements) and amendments to the [Regulations](#) on Methods of Trading in the ASTS+ Trading and Clearing System.

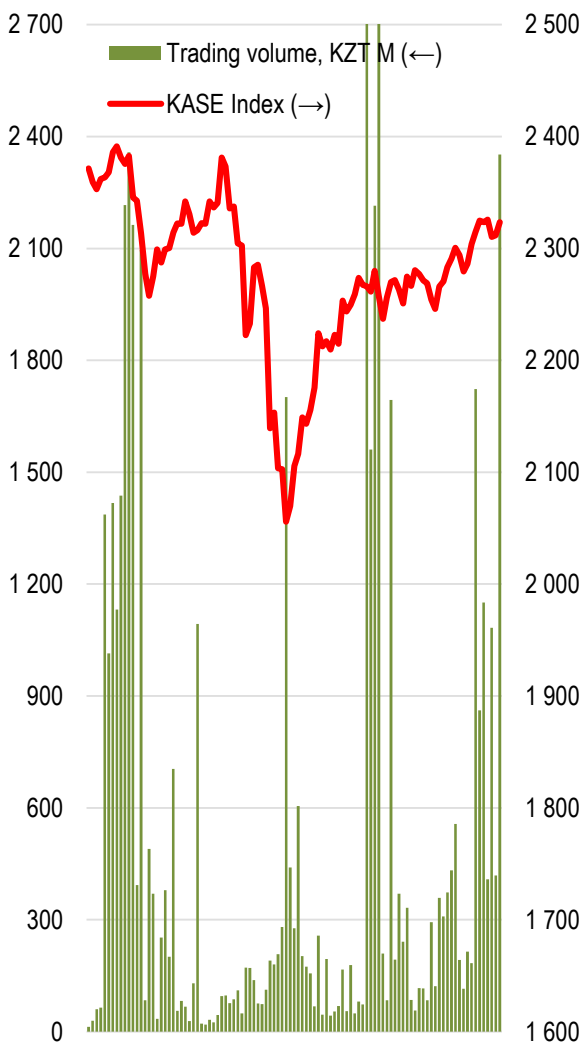
## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance raised KZT60.1 bn on KASE by placing the 18th issue of MEUKAM-120 ([KZKD00000907](#)) with weighted average yield to maturity of 10.7620 % APR, the 148th issue of MEKKAM-12 ([KZK100000241](#)) with weighted average yield of 10.7189 % APR and the first issue of MEUKAM-144 ([KZKD00000261](#)) with weighted average yield to maturity of 10.8854 % APR.
- ▲ BAST [places](#) on KASE 14,820 ordinary shares KZ1C00001015 (BAST) for the amount of KZT200.1 mln.
- ▲ Local administration of East Kazakhstan region [raised](#) KZT5.0 bn on KASE placing two-year bonds KZMJ00000834 (VKK024\_083).
- ▲ RG Brands [bought](#) back 339,352 pieces of its ordinary shares KZ1C00000496 (RGRB) for the amount of KZT464.1 mln on KASE.
- ▲ Kazakhstan Sustainability Fund raised KZT9.4 bn on KASE by placing bonds [KZ2C00006476](#) (BASPb7) with weighted average yield of 11.3450 % APR and bonds [KZ2C00006484](#) (BASPb8) with weighted average yield of 11.3181 % APR.
- ▲ National Atomic Company Kazatomprom [comments](#) on secondary offering of ordinary shares KZ1C00001619 (KZAP) and GDR US63253R2013 (KZAPd\_US).
- ▲ National Company Kazakhstan Temir Zholy [announces](#) results of tender offer in respect of international bonds XS0799658637 (TMJLe1).

Based on the results of the week, KASE Index decreased by 0.1% to the level of 2,323 points.

Only 2 components of the index basket showed positive results for the week.

**KASE Index shares**



**05.06.2020**

KASE Index	2 323.36	Trends (%)	
		-0.1	2.0
<b>First class of liquidity</b>	<b>Price</b>	<b>Δ 7d</b>	<b>Δ 1m</b>
<b>Halyk Savings Bank of Kazakhstan</b>	116.8	11.2	21.2
Aeroflot	505.0	9.3	15.4
Bank of America Corporation	10 849.0	6.5	9.5
VTB Bank	0.2	6.3	4.8
Sberbank Russia	1 236.0	5.5	8.2
Gazprom	1 187.9	2.5	1.5
<b>NAC Kazatomprom</b>	5 700.0	1.0	-8.6
Freedom Holding Corp.	6 910.0	0.7	-4.1
<b>Bank CenterCredit</b>	236.0	-0.8	-0.3
<b>KAZ Minerals</b>	2 250.0	-1.1	3.2
<b>KEGOC</b>	1 735.0	-1.4	5.8
<b>Kazakhtelecom</b>	26 799.0	-2.5	1.9
Kazakhtelecom, preferred shares	12 700.0	-3.8	-9.3
<b>Kcell</b>	2 470.0	-4.1	-4.6
<b>KazTransOil</b>	809.0	-7.7	-7.9

Note: Index stocks are highlighted in green

The best dynamics was demonstrated by stocks of Halyk Bank, which went up by 11.2% due to the strengthening of the tenge, the recovery of industry financial indices, the growth of securities' quotations on the London Stock Exchange, as well as against the background of the news of possible dividend payments in the second half of 2020 according to the results of 2019. In addition, on June 1, financial indicators for the first quarter of this year were presented, according to which the bank's net income under the IFRS increased by 8.8% YoY. The worst dynamics based on results of the week was shown by KazTransOil shares, which decreased in value by 7.7% to KZT809 after payout of dividends for 2019. In addition, the results of the January-March 2020 financial statements presented during the week, which indicate that the consolidated net income of the company decreased by 26% YoY, could serve as a reduction factor.

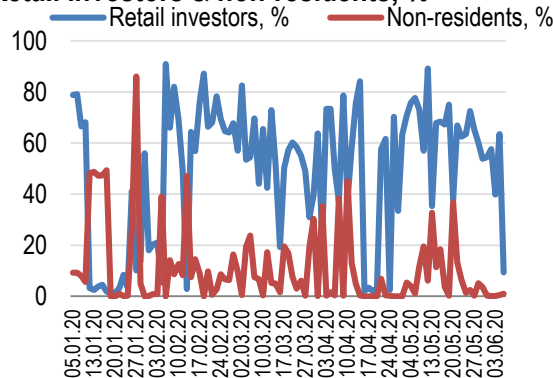
Last week, there were several offerings of government and corporate securities.

The Ministry of Finance of Kazakhstan raised KZT3.1 bn on KASE on June 1, placing MEUKAM-120 of issue 18 for 7.1 years with a weighted average yield to maturity of 10.7620 % per annum. On June 3, short-term securities MEKKAM-12 of issue 148 were placed in the amount of KZT47.6 bn with an average weighted yield of 10.7189 % per annum. On June 5, the financial authority raised KZT9.4 bn, placing MEUKAM-144 of the first issue with a weighted average yield to maturity of 10.8854 % per annum for 7.1 years.

The akimdik of East Kazakhstan region raised KZT5.0 bn on KASE on June 2 by placing two-year bonds VKK024\_083. On the same day, BAST JSC placed 14,820 ordinary shares of BAST in KASE's trading system in the amount of KZT200.1 mln.

On June 5, Kazakhstan Sustainability Fund JSC raised KZT4.6 bn on KASE by placing bonds BASPb7 with a weighted average yield of 11.3450 % per annum for 4.8 years. On the same day, the financial institution raised KZT4.8 bn by placing bonds BASPb8 with a weighted average yield of 11.3181 % per annum for a period of 2.7 years.

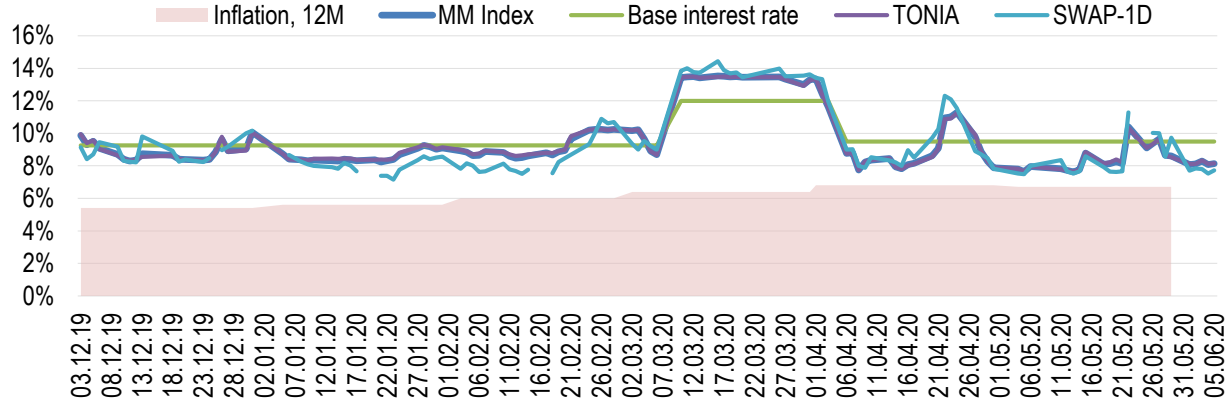
**Retail investors & non-residents, %**



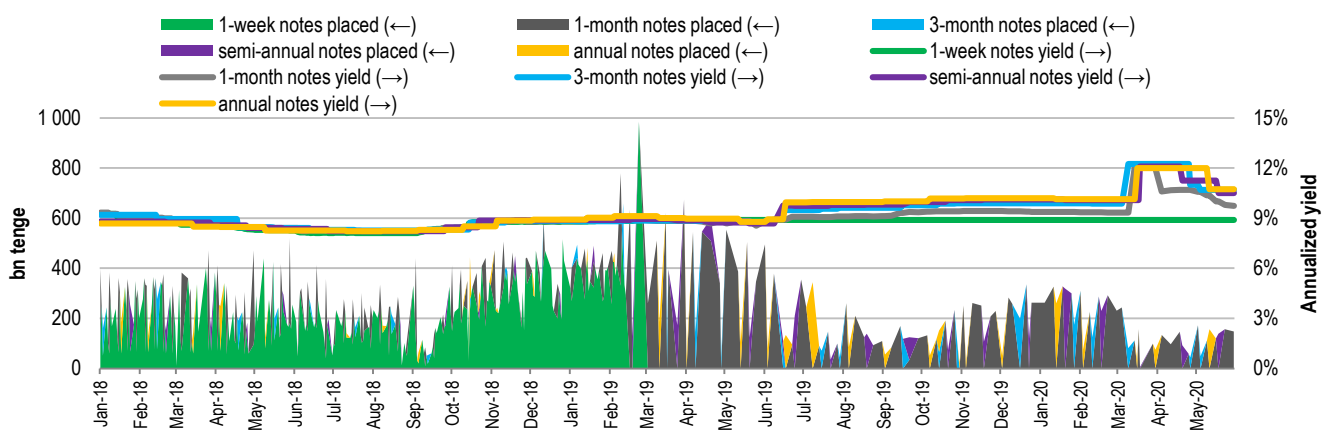


The yield of one-day repo transactions with government securities decreased by 37 basis points over the week to 8.2% per annum. The borrowing rate for tenge secured by US dollars decreased by 201 basis points to 7.7% per annum. The average amount of raised tenge liquidity in the week amounted to KZT366.8 bn.

**Inflation and interest rates**

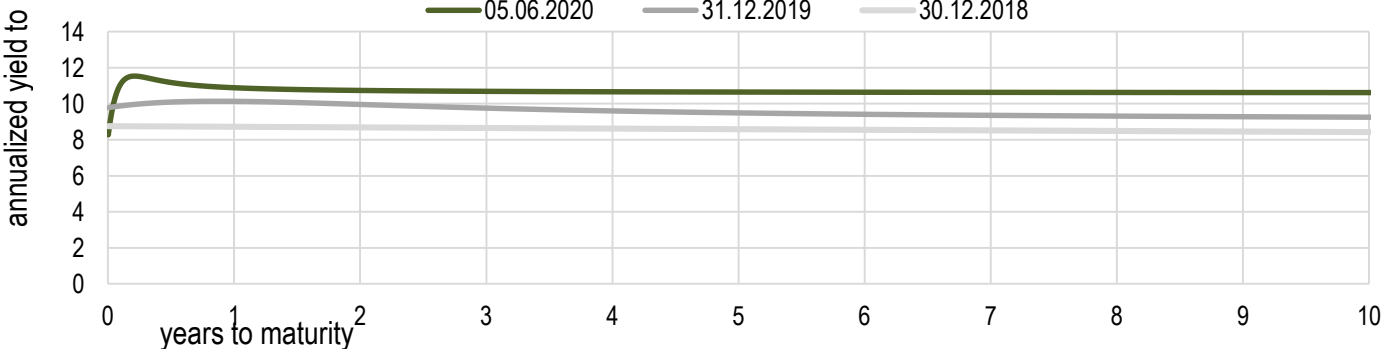


**Main Features of National Bank Notes Placements**



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

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





**USDKZT** – according to the results of the week, the average weighted rate of the tenge appreciated against the US dollar by KZTR11.88 to KZT399.67.

The national currency is strengthening following oil prices rising on the eve of the OPEC+ summit, at which countries might agree to extend the current levels of production. Russia and Saudi Arabia managed to reach a preliminary agreement on extending the current level of oil production until August of this year, but if some countries fail to comply with their obligations, the deal could fail. Kazakhstan will also take part in the OPEC+ summit, which is scheduled for June 6 in a video conference format. As of 15:30, Nur-Sultan time, the Brent futures with delivery in August is trading at \$40.95 per barrel, which is by 17% more than last Friday's close.

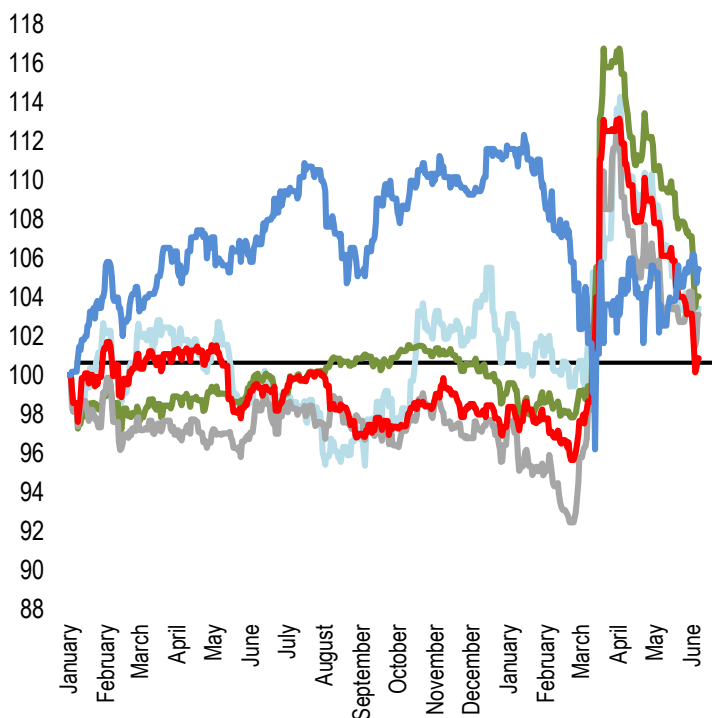
**EURKZT** – the euro depreciated against the tenge by KZT3.50 to KZT448.90.

**RUBKZT** – the Russian ruble weakened against the tenge by KZT0.01 to KZT5.82.

**CNYKZT** – the tenge strengthened against the yuan by KZT1.37 to KZT56.50.

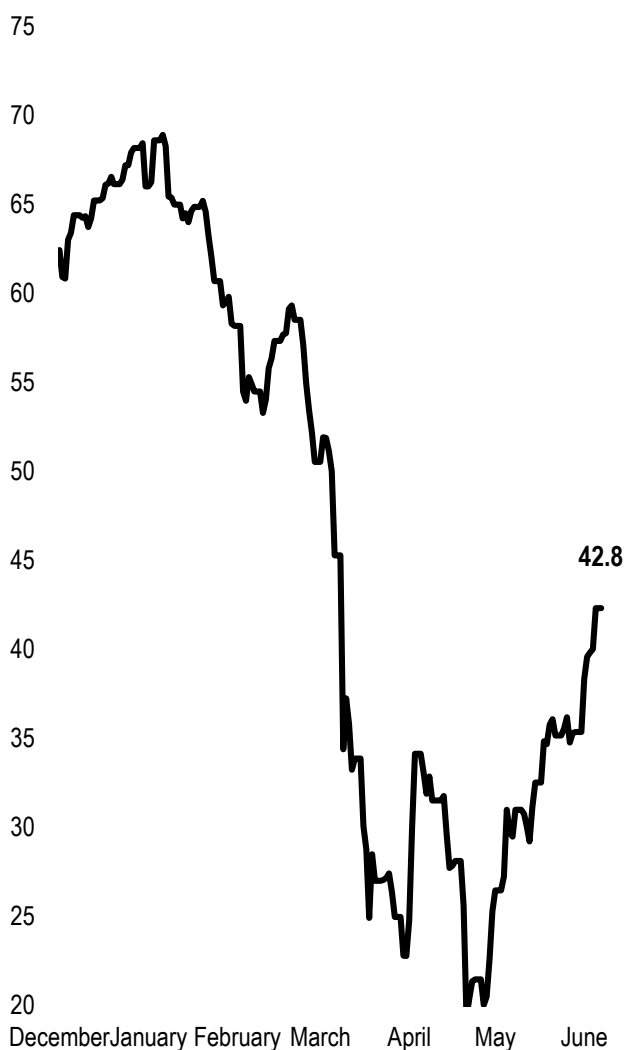
### FX rates

Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	500,47	-1,0	-5,1	0,1
— USDKZT	399,51	-3,2	-5,7	4,8
— EURKZT	447,33	-1,5	-2,7	4,8
— CNYKZT	56,10	-2,7	-6,5	2,8
— RUBKZT	5,78	-0,5	1,0	-6,3

### 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	3 193.93	4.9	12.1	12.3	4.8
Dow Jones	27 110.98	6.8	14.6	5.4	6.7
RTS	1 285.78	5.4	15.7	-2.6	5.5
MICEX	2 285.53	0.0	0.0	0.0	5.5
Hang Seng	24 770.41	7.9	2.6	-8.1	8.5
SS CSI 300	4 001.25	3.5	1.7	12.2	4.0
Euro Stoxx 50	3 384.29	11.0	19.0	1.4	11.0
FTSEuroFirst	3 851.00	9.8	14.5	-5.5	9.7
FTSE 100	6 484.30	6.7	10.8	-10.7	7.0
KASE	2 323.36	-0.1	2.0	6.6	

## Commodities market

05.06.2020

Name	Price	Trend %		
		7d	1m	1y
Oil	42.30	19.7	42.3	-31.4
	39.55	11.4	64.9	-24.8
Natural gas	1.78	-3.6	-8.3	-23.3
Copper	255.55	5.4	8.6	-3.6
Iron	795.00	2.4	17.0	-0.9
Gold	1 685.06	-2.6	0.0	25.8
Silver	17.48	-5.5	16.6	17.3
Wheat	515.25	-1.1	-1.8	1.0

## Economic calendar

		Currency	Forecast	Previous
08.06	President of the ECB Lagarde will hold a speech	EUR		
09.06	Germany's trade balance (Apr)	EUR	10,0B	12,8B
09.06	GDP (qt./qt.) (1 qt.)	EUR	-3,8%	-3,8%
09.06	Auction for offering of 10-year treasury notes	USD		0,700%
10.06	Decision on the Fed rate	USD	0,25%	0,25%
11.06	International reserves of the Central Bank (USD)	RUB		563,9B
12.06	GDP (y/y)	GBP	-22,3%	-5,7%

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	6,7%	01.06.20	5,3 %
Gross international reserves of NBK, USD bn	30 557	01.05.20	30 927
Reserve money, KZT bn	8 284,2	01.05.20	5 995,7
Money supply, KZT bn	22 222,6	01.05.20	20 813,4

## Kazakhstan credit ratings

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

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**Corporate Events Calendar of KASE listed Companies**

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