

KASE WEEKLY

13–17 April, 2020

KASE NEWS

- ▲ [The schedule](#) of KASE operation from April 13 to April 17.
- ▲ KASE shareholders approve amendments to [charter](#) of the Kazakhstan Stock Exchange and changes to the [Regulations](#) on the Board of Directors.
- ▲ KASE [sets](#) values of limits and concentration rates for shares traded according to T+2 settlement scheme, and rates of discounts on repo market.
- ▲ Bonds KZ2C00000099 (TEBNb12) of ForteBank [removed](#) from KASE Official List due to maturity.
- ▲ [Trading](#) in bonds KZ2C00006476 (BASPb7) of Kazakhstan Sustainability Fund opens in KASE secondary market sector.

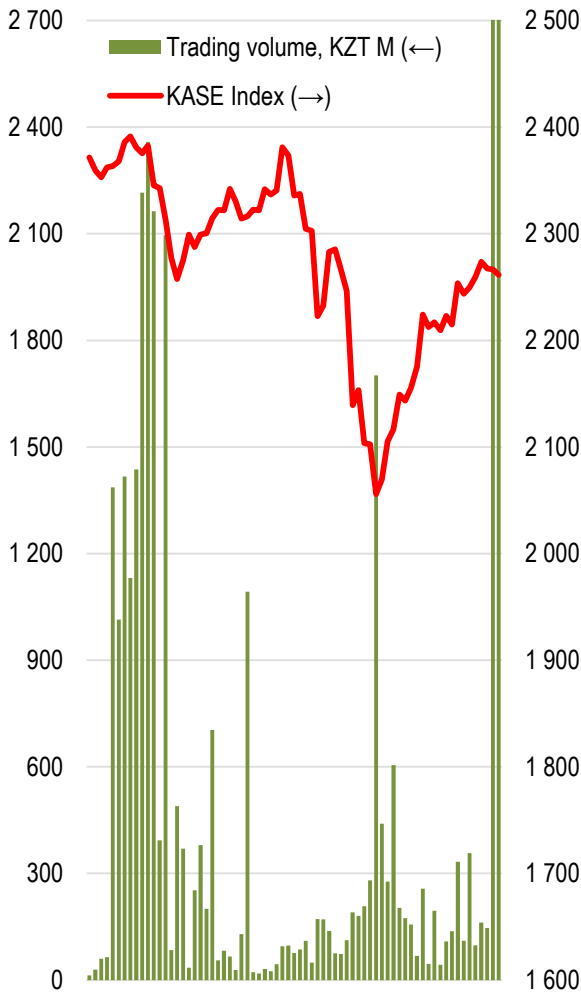
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance raised KZT59.4 bn on KASE placing the third issue of MEUKAM-300 ([KZKD00000857](#)) with YTM of 10.2000 % APR and the 51st issue of MEOKAM-60 ([KZK200000638](#)) with YTM of 11.0000 %.
- ▲ BAST [places](#) 12,229 pieces of ordinary shares KZ1C00001015 (BAST) worth KZT342.4 mln in KASE trading system.
- ▲ KazAgroFinance [raises](#) KZT4.0 bn on KASE by placing bonds KZ2C00006385 (KAFIb9) with YTM of 13.00 % APR.
- ▲ ForteBank says Fitch Ratings [affirmed](#) ratings of the bank at "B", outlook "Negative".
- ▲ Halyk Savings Bank of Kazakhstan says that Fitch Ratings [affirmed](#) ratings of bank and its bonds, outlook "Negative".
- ▲ Agency of the Republic of Kazakhstan on the Regulation and Development of the Financial Market [registers](#) amendments to ATFbank's share issue prospectus.
- ▲ Agency of the Republic of Kazakhstan on the Regulation and Development of the Financial Market [registers](#) amendments to Bank CenterCredit's share issue prospectus.
- ▲ Agency of the Republic of Kazakhstan on the Regulation and Development of the Financial Market [registers](#) amendments to issue prospectus of Nurbank's bonds KZ2C00006070 (NRBNb16).
- ▲ KazTransGas [announces](#) early redemption offer to holders of bonds XS1682544157, US48668NAA90 (KZTGe1).



By the end of today's trading session, the KASE Index hit a new low dropping by 0.22% to 2,261 points. The indicator grew by half a percentage point over the week. The volume of deals with shares in the representative list increased ten-fold compared to the last week and made up KZT5.4 billion over the week.

KASE Index shares



17.04.2020

		Trends (%)	
		0.5	7.4
KASE Index	2 261.31		
First class of liquidity	Price	Δ 7d	Δ 1m
NAC Kazatomprom	5 501.1	3.8	14.6
Kazakhtelecom	27 790.0	3.5	14.5
Freedom Holding Corp.	6 600.0	3.0	14.8
Kcell	2 500.0	1.2	6.8
Bank CenterCredit	237.0	-0.1	0.0
KEGOC	1 639.0	-0.1	1.2
KAZ Minerals	2 187.0	-0.6	32.5
KazTransOil	892.0	-1.1	8.8
Gazprom	1 128.9	-2.8	-11.4
Halyk Savings Bank of Kazakhstan	104.3	-5.1	-9.0
Sberbank Russia	1 135.1	-5.3	-2.1

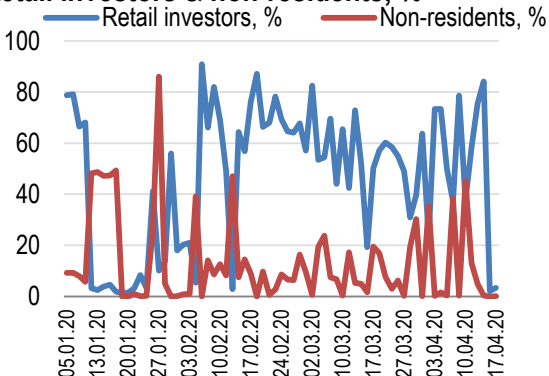
Note: Index stocks are highlighted in green

Most of the deals by the quantity indicator were made with Halyk Bank's shares while in terms of volume - with shares of Kaz Minerals.

The prices of about half of the Index basket shares have changed slightly over the week. The most obvious loser was Halyk Bank, whose ordinary shares have downwardly adjusted by 5.1% thus rolling back the growth from April 7 to April 14. The downward pressure on the bank's shares is exerted by the general negative background, as well as the suspension of the economic activity of the bank's clients, which may negatively affect the financial results of the current year and the decision of shareholders on the distribution of net profit to dividends at the end of 2019. Ordinary shares of Kazatomprom (+3.8%) and Kazakhtelecom (+3.5%) grew most of all. The main drivers of the growth of Kazatomprom's stock prices are the growing uranium spot and futures prices amid the recovery in manufacturing activity in China and the reduction of global metal production, as well as the company's dividend policy. The stability of telecommunication services gives a boost to the rise of Kazakhtelecom's stocks along with support from the planned increase in dividends. According to the results of the first quarter of 2020, the growth of the telecom sector in Kazakhstan amounted to 10.5% compared to the same period last year, second only to the construction sector.

Last week, the placement of medium- and long-term treasury securities was held. Kazakhstan's Ministry of Finance raised KZT8.0 billion on KASE on April 15 by placing the 51st issue of MEOKAM-60 with YTM of 11.00 % APR. On April 13, this government agency raised KZT51.4 billion placing the third issue of MEUKAM-300 with YTM of 10.20% APR.

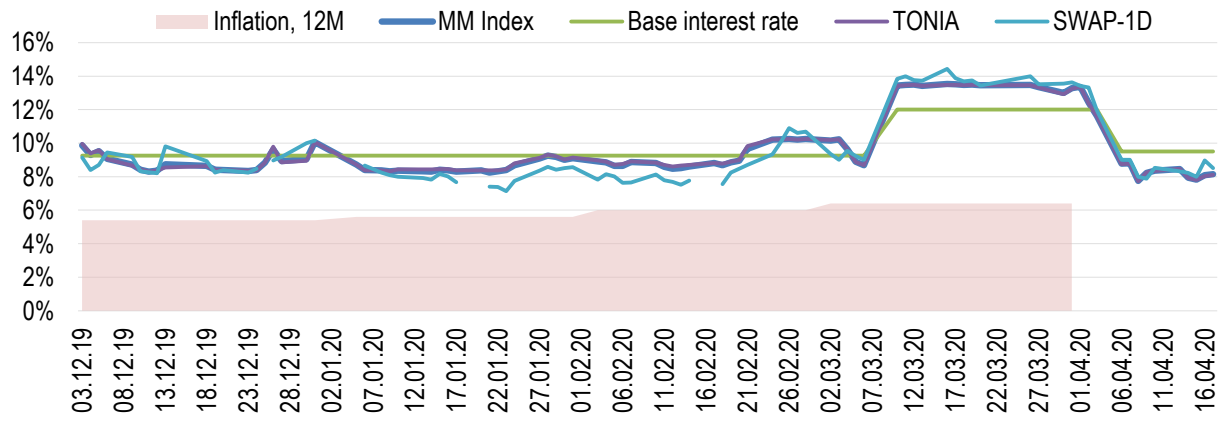
Retail investors & non-residents, %



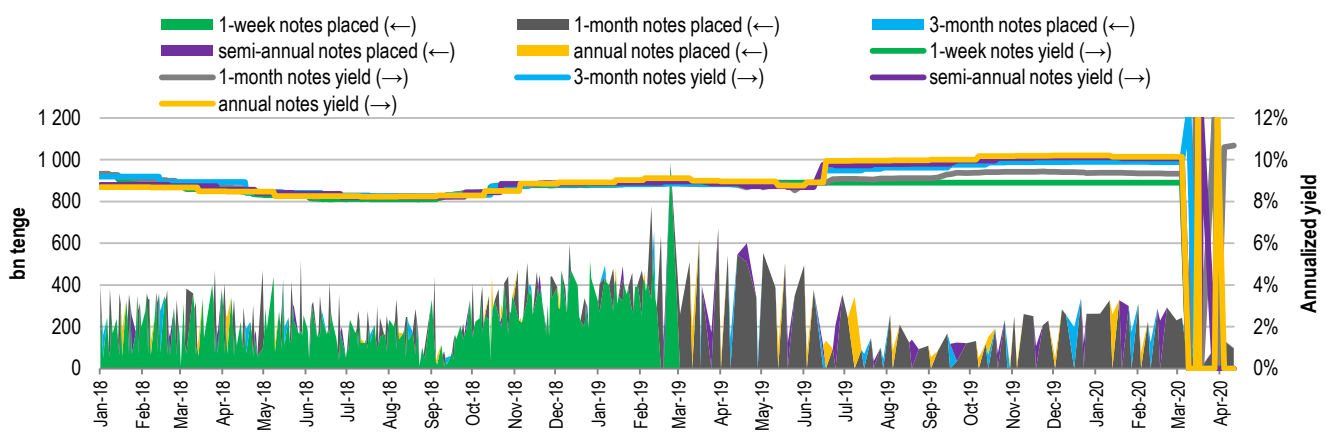


Money market rates remained near the lower end of the interest rate range amid strengthening of the tenge. The yield of one-day repo transactions with government securities dropped by 24 bps to 8.1% APR. SWAP 1D USD rate was down 2 bps to 8.5% APR.

Inflation and interest rates

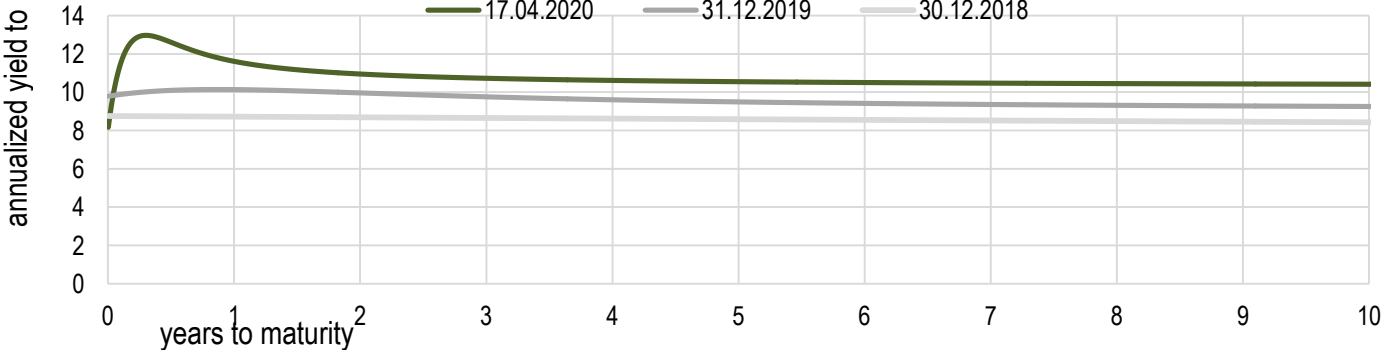


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





USDKZT – the tenge has strengthened against the U.S. dollar by KZT1.13 to KZT426.44 by the end of Friday. The tenge strengthened by KZT4.59 over the week.

Last week, the focus of investors' attention was the news about successful conclusion of the new OPEC+ deal and its consequences. World markets fell short of expectations of the new agreement because the scope of production cuts are not enough to stabilize supply and demand in the world economy. Oil prices continue falling amid concerns over the spread of COVID-19 and the price of Brent crude dropped to US \$27 per barrel by the end of the week. The fears in world markets are also heightened by a report by the State Statistical Office of China, which reported a record 6.8% drop in GDP for the first quarter of 2020. It is the first economic contraction for China since 1992. The indicator was worse than the expectations of experts, who predicted a 6.5% decline.

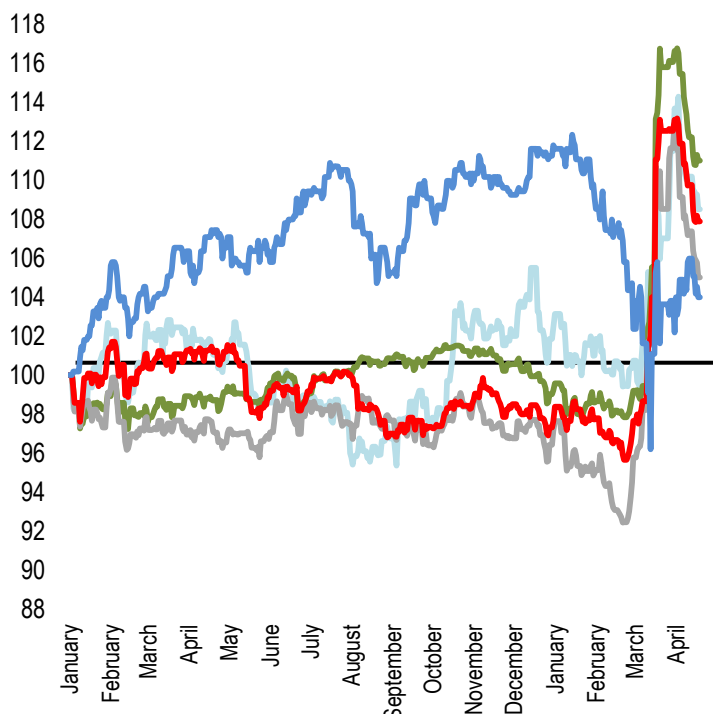
RUBKZT – the exchange rate of the ruble was KZT5.83 by the end of the week.

CNYKZT – the tenge strengthened against the yuan by KZT1.42 to KZT60.22 by the end of the week.

EURKZT – the value of the euro dropped by KZT9 to KZT465.

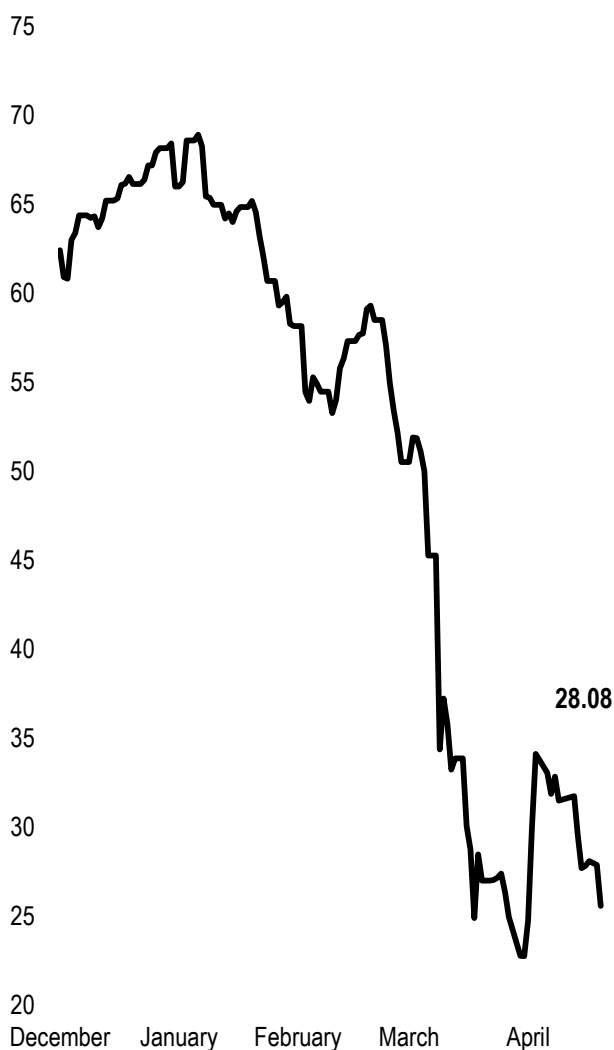
FX rates

Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	533,31	-0,8	0,6	6,7
— USDKZT	427,57	-1,2	-1,9	12,2
— EURKZT	464,64	-1,3	-3,9	8,9
— CNYKZT	60,44	-1,4	-2,6	10,8
— RUBKZT	5,77	-1,2	-1,2	-6,5

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

17.04.2020

Name	Value	Trend %			Exchange rate in tenge*	Trend		
		7d	1m	1y		7d	1m	2017
S&P 500	2 874.56	3.0	19.9	-1.0	427.57	-1.2	-1.9	12.2
Dow Jones	24 242.49	2.2	21.8	-8.7				
RTS	1 078.69	-5.5	29.6	-14.5	5.77	-1.2	-1.2	-6.5
MICEX	2 534.97	-5.3	10.9	10.9				
Hang Seng	24 380.00	0.3	9.4	-18.6	60.44	-1.4	-2.6	10.78
SS CSI 300	3 839.49	1.9	5.6	-5.7				
Euro Stoxx 50	2 888.30	-0.2	21.1	-17.5	464.64	-1.3	-3.9	8.9
FTSEuroFirst	3 398.16	-0.3	20.1	-19.5				
FTSE 100	5 787.00	-1.0	13.9	-22.4	533.31	-0.8	0.6	6.7
KASE	2 261.31	0.5	7.4	-5.7				

Economic calendar

Currency

Forecast

Previous

20.04	Base lending rate of NBK	CNY	3,85%	4,05%
20.04	Trade Balance (Feb)	USD		1,3B
21.04	Employment Change 3M/3M (MoM) (Feb)	GBP	175,0K	17,3K
21.04	ZEW Economic Sentiment (Apr)	EUR		-49,5
22.04	Crude oil reserves	USD	11,676M	19,248M
23.04	Manufacturing activity index PMI (Mar)	GBP		48,7
24.04	Interest rate decision (Apr)	RUB	6,0%	6,0%

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	6,4%	01.04.20	5,3 %
Gross international reserves of NBK, USD bn	29 891	01.03.20	30 927
Reserve money, KZT bn	6 395,2	01.03.20	5 995,7
Money supply, KZT bn	20 793,9	01.03.20	20 813,4

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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