

KASE WEEKLY

January 18–22,
2021

KASE NEWS

- ▲ KASE [held](#) an online press conference on the results of 2020.
- ▲ KASE's Management Board [has determined](#) the weighted average yield rates for the first quarter of 2021 to calculate the fair value of illiquid debt securities of organizations – residents of the Republic of Kazakhstan.
- ▲ Bonds KZ2C00004208 (KCELb1) of Kcell JSC [were excluded](#) from the official list of KASE.
- ▲ Bonds KZ2C00002285 (SKKZb8), KZ2C00002293 (SKKZb9), KZ2C00002335 (SKKZb13) and KZ2C00002343 (SKKZb14) Sovereign Wealth Fund "Samruk-Kazyna" JSC [were excluded](#) from KASE official list of.
- ▲ Bonds KZ2C00007300 (KFUSb8), KZ2C00007318 (KFUSb9), KZ2C00007326 (KFUSb10) and KZ2C00007334 (KFUSb11) of Kazakhstan Sustainability Fund JSC [are included](#) in KASE official list by category "bonds" of the main market.
- ▲ Units KZPF00000231 (BCClrb) of IUIT "CenterCredit – Reasonable Balance" [are included](#) in the sector "Securities of investment funds" of KASE official list.
- ▲ Trades in bonds KZ2C00002020 (MREKb7) of Mangistau Regional Electricity Network Company JSC [have been resumed](#) on KASE.
- ▲ Common shares KZ1C00007426 (PRKR) of National Company "Food Contract Corporation" JSC [have been excluded](#) from the list of securities admitted to circulation on KASE in the "Non-listing securities" sector.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan raised KZT82.4 bn on KASE by placing MEUKAM-240 of the first issue ([KZKD00000550](#)), MEKKAM-12 of issue 149 ([KZK100000258](#)) and MEUKAM-156 of the second issue (KZ000A1A1S55).
- ▲ Mortgage organization "Kazakhstan Mortgage Company" JSC redeemed on KASE 40 million bonds [KZ2C00005973](#) (BTDVb1) in the amount of KZT40.2 bn and 25 million bonds [KZ2C00006179](#) (BTDVb2) in the amount of KZT26.0 bn.
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT38.3 bn on KASE, by placing bonds KZ2C00007318 (KFUSb9) with an average weighted yield to maturity of 10.6522 % per annum.
- ▲ BCC Invest JSC [announced](#) the payment of dividends to holders of units KZPF00000058 (BCCI_cc) of the IUIT "CenterCredit-Valyutny" for October–December 2020.
- ▲ Life Insurance Company "Standard Life" JSC [announced](#) that Fitch Ratings affirmed the company's financial stability rating at "B", outlook "Stable".
- ▲ Fincraft Group LLP [announced](#) that S&P Global Ratings raised its long-term credit rating to B+ with a "Stable" outlook.
- ▲ Kazakhstan Sustainability Fund JSC [says](#) Fitch Ratings affirmed the long-term rating of the company at "BBB", forecast "Stable".



KASE index fell by 1.3% to 2,813.86 points. The largest number of deals among index shares was made with ordinary shares of Halyk Bank – 1,217 deals (35.0 % of the total share). The largest trading volume also fell on the securities of Halyk Bank – KZT962.8 mln (73.6 % of the total share).

22.01.2021

Trends (%)

KASE Index	2 813,86	-1,3	7,5
First class of liquidity	Price	Δ 7d	Δ 1m
KAZ Minerals	4 150,0	4,9	18,3
Freedom Holding Corp.	22 249,7	0,5	9,9
Kazakhtelecom	26 366,0	0,3	2,2
VTB Bank	0,2	0,0	4,8
KEGOC	1 693,0	-0,4	0,5
Kcell	2 820,0	-0,4	3,3
Kazakhtelecom, preferred shares	12 800,0	-0,6	-0,4
Sberbank Russia	1 552,0	-1,2	7,8
Bank CenterCredit	211,0	-1,4	-1,9
Aeroflot	410,0	-1,9	5,9
NAC Kazatomprom	7 650,0	-3,2	12,8
Halyk Savings Bank of Kazakhstan	132,5	-4,7	11,8
KazTransOil	997,0	-5,0	9,6
Bank of America Corporation	13 330,8	-6,2	11,1
Gazprom	1 193,3	-7,8	6,5

KASE Index shares

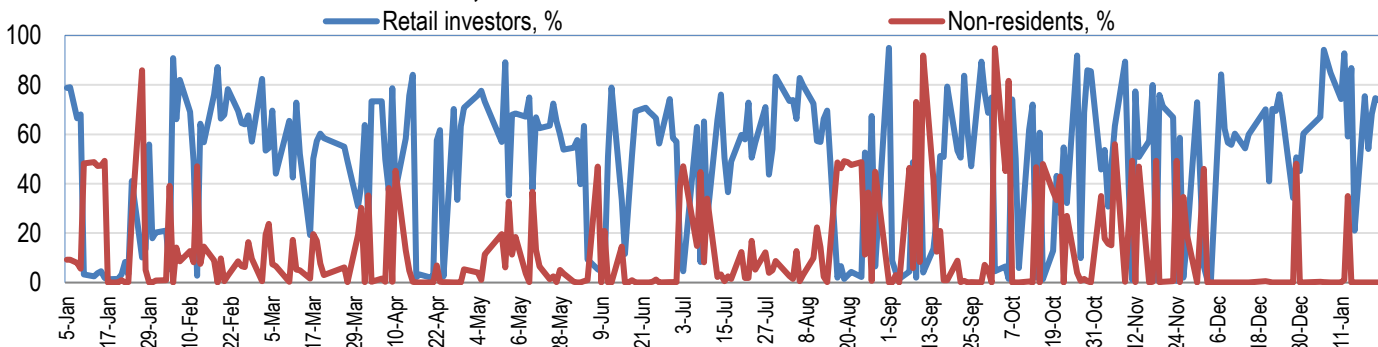


Note: Index stocks are highlighted in green

KASE index closed in "minus" based on results of the week amid growing concerns about demand and the pace of global economic recovery due to tougher quarantine measures in a number of countries, in particular in China.

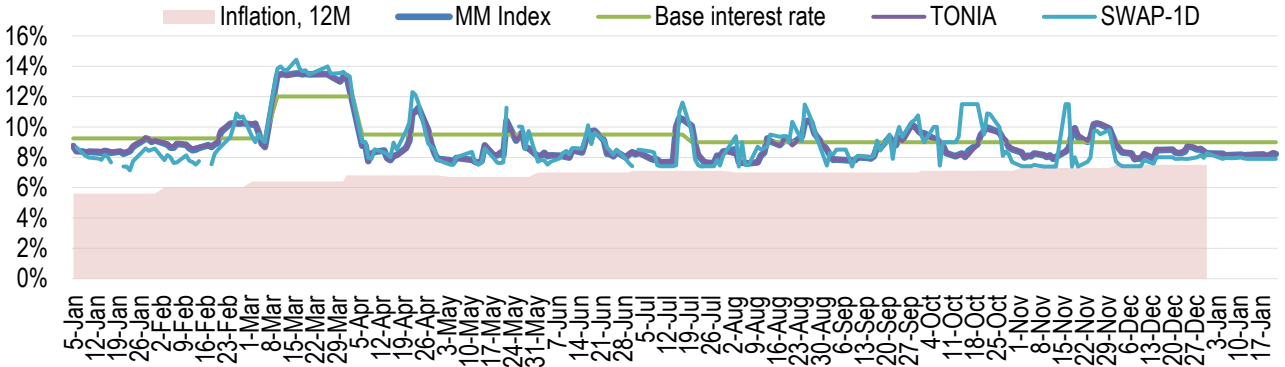
The main outsiders of the trades were shares of KazTransOil, the price of which fell by 5.0% – to KZT996.99. The company's shares probably began to correct after impressive growth, which began against the background of the approval of the tariff and the tariff estimate for the regulated service for pumping oil to Kazakhstan's domestic market. The leaders of growth were KAZ Minerals stocks, which appreciated by 4.9% to KZT4,150.00. The positive dynamics of the shares of the copper mining company was influenced by the data of the State Statistical Office of the PRC (SSO), according to which the economy of China – the largest consumer of copper in the world – increased by 2.3% in 2020, while in the 6th quarter the GDP grew by 6.5%, thus returning to pre-crisis levels of growth.

Retail investors & non-residents, %

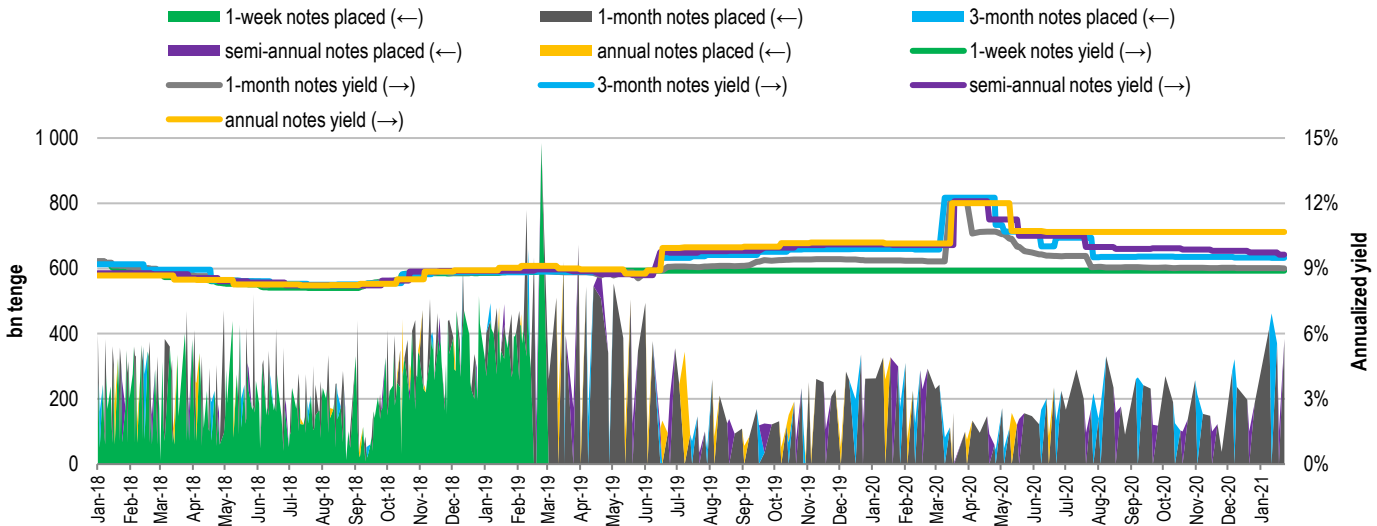


The yield on one-day repo transactions with government securities increased by 10 b.p. to the level of 8.29% per annum. The rate of borrowing the tenge secured by US dollars did not change and amounted to 7.90% per annum. The average volume of borrowing the tenge liquidity for one day amounted to KZT401.1 bn over the week (+12.8% on the same indicator of the previous week).

Inflation and interest rates

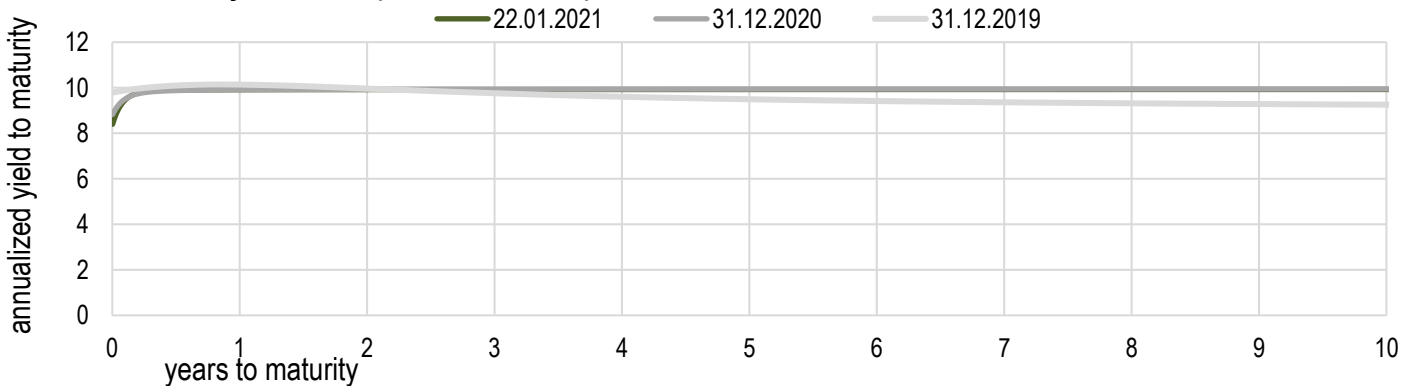


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





The exchange rate of the US dollar against the tenge increased by KZT0.15 (+ 0.04%) to KZT419.69. The total trading volume amounted to \$504.4 mln (-23.4% to the same indicator of the previous week). The total number of deals for purchase and sale of the US dollar amounted to 1,521 (-27.3% on the same indicator of the previous week). The maximum price was KZT421.66 per US dollar, the minimum – KZT417.96.

The tenge depreciates against the US dollar over, the week against the background of the weakening Russian ruble. The ruble is losing ground against the dollar amid growing concerns over the rate at which the coronavirus is spreading around the world and the risks of new sanctions against Russia following the arrest of Russia's opposition leader Alexei Navalny. Oil, meanwhile, traded in different directions amid tightening quarantine measures in the EU and several regions of China. The negative background is also supported by the latest data from the American oil service company Baker Hughes, which showed an increase in the number of operating oil rigs in the US for the eighth consecutive week.

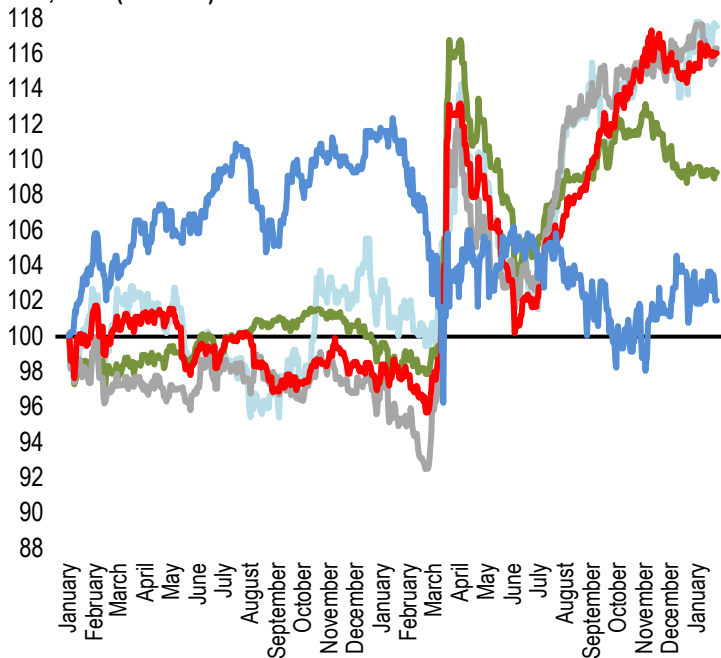
Demand for risky and commodity assets is supported by market expectations for large-scale economic stimuli in the United States. On Tuesday, US Treasury Secretary Janet Yellen urged lawmakers to "act big" on financial aid to combat the consequences of the pandemic. In addition, US President Joe Biden last week presented a draft \$1.9 trillion stimulus package for the coronavirus-affected US economy.

The price of March Brent oil futures on the London ICE Futures Exchange on Friday closed at \$55.41 per barrel (+0.6%). The exchange rate of the US dollar against the Russian ruble on the Moscow Exchange rose to 75.3460 rubles (+2.8%).

The value of the Russian ruble decreased by KZT0.0407 (-0.7%) to KZT5.6770. The Chinese yuan lost KZT0.0591 (-0.1%) to KZT64.8409.

FX rates

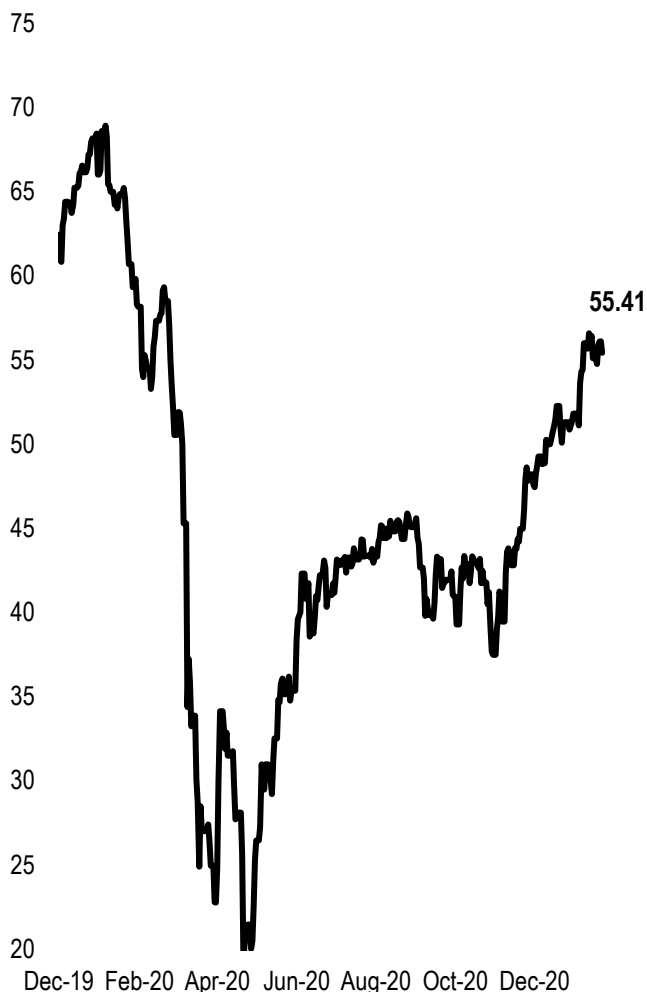
Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2020, %
— GBPKZT	574.56	0.2	2.1	0.6
— USDKZT	418.41	-0.4	-0.3	-0.5
— EURKZT	507.95	-0.6	-0.9	-1.6
— CNYKZT	64.76	-0.3	1.0	0.4
— RUBKZT	5.69	-0.5	2.3	0.7

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

Commodities market

22.01.2021

Name	Value	Trend %			Futures 7d	Name	Price	Trend %		
		7d	1m	1y				7d	1m	1y
 S&P 500	3 841,47	1,9	4,1	15,5	1,9	Oil (Brent)	55,41	0,6	8,2	-10,7
Dow Jones	30 996,98	0,6	2,9	6,3	0,6	Oil (WTI)	52,27	-0,2	8,6	-6,0
 RTS	1 418,29	-3,8	3,8	-11,1	-3,5	Natural gas	2,45	-10,6	-6,2	27,0
MICEX	2 285,53	0,0	0,0	0,0	-3,5	Copper	362,60	0,7	2,1	33,0
 Hang Seng	29 447,85	3,1	11,8	5,5	3,0	Iron	1 174,50	4,9	7,5	65,5
SS CSI 300	5 569,78	2,0	11,2	39,1	1,4	Gold	1 855,61	1,5	-0,9	18,4
 Euro Stoxx 50	3 602,41	0,1	1,8	-3,6	0,1	Silver	25,56	2,8	-1,0	43,3
FTSEuroFirst	4 020,50	-0,2	3,2	-9,6	-0,3	Wheat	634,50	-6,1	0,8	9,3
 FTSE 100	6 695,07	-0,6	3,1	-10,8	-0,6					
 KASE	2 813,86	-1,3	7,5	21,6						

Economic calendar

Currency

Forecast

Previous

01/27	Crude oil reserves	USD	0.430M	4.351M
01/27	Decision on FRS interest rate	USD	0.25%	0.25%
01/28	Number of initial claims for unemployment benefits	USD	875K	900K
01/28	GDP (qtr./qtr.) (4 qtr.)	USD	4.0%	3.4%
01/29	Germany's GDP (qtr./qtr.) (4 qtr.)	EUR		8.5%

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	7.1%	08/01/20	5.3%
Gross international reserves of NBK, USD bn	31,561	06/01/20	30,927
Reserve money, KZT bn	8,428.3	06/01/20	5,995.7
Money supply, KZT bn	22,438.2	06/01/20	20,813.4

Kazakhstan credit ratings

Rating

Date

Previous

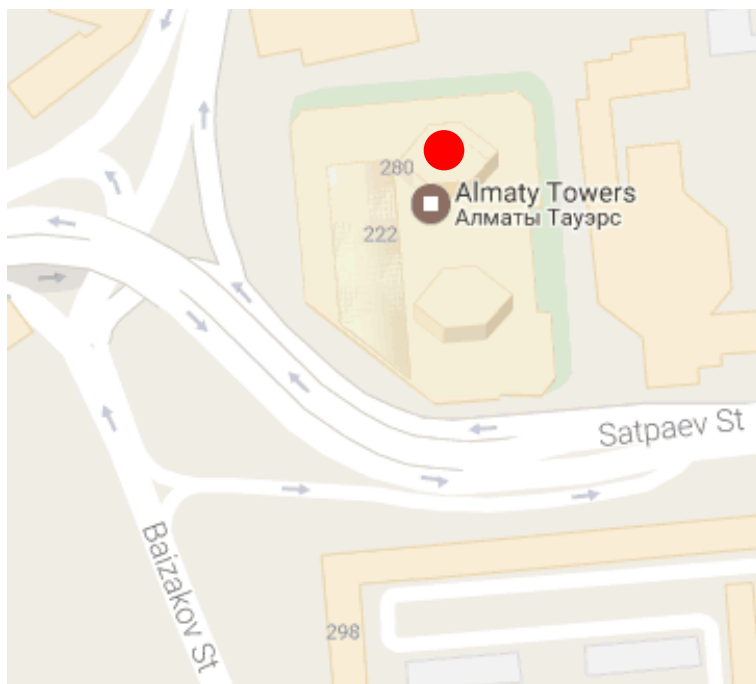
	BBB- stable	09/10/18	BBB- stable
	Baa3 stable	07/26/17	Baa3 stable
	BBB stable	09/28/18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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