

KASE WEEKLY

June 21–25, 2021

KASE NEWS

- ▲ International bonds [XS2351373134](#) (ASDBe8) of Asian Development Bank are included in KASE official list.
- ▲ KASE's Management Board [made a decision to include](#) international bonds KZX000000690 (AOILe1) of 5A OIL (5A OIL) LLP in the "bonds" category of KASE official list's alternative market.
- ▲ Trades in common shares [KZ1C00008077](#) (FHSE) of First Heartland Securities JSC, [bonds](#) KZ2C00007516 (KFUSb18) and KZ2C00007573 (KFUSb24) of Kazakhstan Sustainability Fund JSC and shares [US46137V1420](#) (US_PHO_) Invesco Water Resources ETF were opened on KASE.
- ▲ On KASE, trades in bonds [KZ2P00003874](#) (FATNb1) of Faeton Company LLP and [KZ2C00006641](#) (BTDVb3) of Kazakhstan Housing Company JSC are suspended
- ▲ Bonds [KZ2C00007458](#) (KFUSb12) of Kazakhstan Sustainability Fund JSC are included in the GS basket without CCP.
- ▲ Bonds KZ2P00007420 (MFNBk1) of MFO "Niet Credit" LLP [were transferred](#) to the trading mode in "clean" prices.
- ▲ Freedom Finance JSC was assigned the market-maker status on KASE for GDR [US48581R1068](#) (KSPId) of Kaspi.kz JSC and shares [US46137V1420](#) (US_PHO_) Invesco Water Resources ETF.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Eurasian Development Bank [raised](#) KZT9.1 bn on KASE by placing bonds KZ2D00005824 (EABRb13) at 9.55 % per annum.
- ▲ Asian Development Bank [raised](#) KZT13.3 bn on KASE through subscription by placing international bonds XS2351373134 (ASDBe8) with a yield to maturity of 10.45 % per annum.
- ▲ The Ministry of Finance of Kazakhstan [raised](#) KZT29.1 bn on KASE by placing the first issue of MEUKAM-180 (KZKD00000105, MUM180_0001) with an average weighted yield to maturity of 9.60 % per annum.
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT 10.0 bn on KASE by placing bonds KZ2C00007466 (KFUSb13) with an average weighted yield to maturity of 9.79 % per annum.
- ▲ Akimdik of North Kazakhstan region [attracted](#) 1.1 billion tenge at KASE by placing bonds KZMJ00000974 (SKK024_097).
- ▲ Akimdik of Kostanay region [raised](#) KZT1.9 bn on KASE by placing bonds KZMJ00000982 (KSK024_098).
- ▲ S&P Global Ratings [has affirmed](#) the ratings of First Heartland Jusan Bank and withdrew them at the initiative of the bank.
- ▲ NOSTRUM OIL & GAS PLC [announces](#) an extension of the forbearance agreement.
- ▲ KazTransOil JSC [paid](#) dividends on common shares KZ1C00000744 (KZTO) for 2020.
- ▲ Bank Bank RBK JSC [paid](#) dividends on preferred shares KZ1P00000764 (INBNp) for 2020.
- ▲ The Agency of the Republic of Kazakhstan for Regulation and Development of the Financial Market [has stripped](#) Capital Bank Kazakhstan JSC of the license to conduct banking and other transactions and activities in the securities market.



June 25, 2021

Trends (%)

KASE Index	3 329,27	-0,6	-0,9
First class of liquidity	Price	Δ 7D	Δ 1M
Kazakhtelecom, preferred shares	19 300,0	8,4	14,2
Freedom Holding Corp.	26 814,4	3,9	34,0
VTB Bank	0,3	3,6	7,4
Kazakhtelecom	30 390,0	2,5	4,8
Bank of America Corporation	17 600,0	2,5	-4,2
Gazprom	1 654,7	1,1	8,7
Halyk Savings Bank of Kazakhstan	168,7	1,0	4,1
KazTransOil	1 116,0	0,5	-8,4
KEGOC	1 736,0	-0,3	-2,8
Bank CenterCredit	248,1	-0,8	0,9
Aeroflot	426,0	-1,2	0,4
Sberbank Russia	1 852,2	-1,2	4,6
Kcell	2 445,0	-2,6	-4,6
NAC Kazatomprom	13 013,0	-4,2	0,5

Based on results of the week, KASE Index value decreased by 0.59 % – to 3,329.27 points. The largest number of deals among shares of the representative list was made with shares of Halyk Bank – 2,214. The largest volume of deals fell on shares of Bank CenterCredit (BCC) – KZT406.8 mln.

BCC provided consolidated financial statements for January-March 2021, according to which the bank's net income increased 2.4 times compared with the same period in 2020 amounting to KZT2.6 bn.

The bank noted that the increase in profit was influenced by an increase in interest income by 15%, including due to an increase in income from the securities portfolio and interbank loans. In addition, the expenses on creating reserves decreased by 35 % compared with the first quarter of 2020, which indicates an improvement in the quality of the bank's loan portfolio, said the BCC spokesperson. The return on equity has doubled and amounted to 7.9 %.

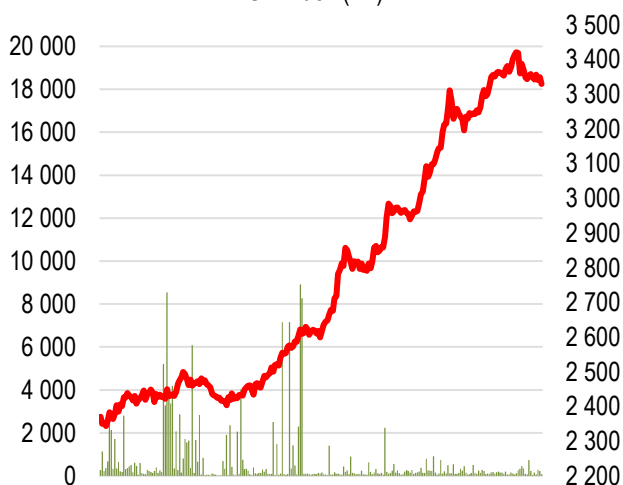
The bank's loan portfolio since the beginning of the year has decreased by 3.2 % – to KZT976.8 bn, the deposit portfolio, on the contrary, increased by 4.6 % and amounted to KZT1.2 trln. Liabilities increased by 1.9 %, to KZT1.8 trln, equity – by 3.2%, to KZT136 bn.

Meanwhile, KazTransOil announced the payment of dividends on its ordinary shares on June 18, 2021. The amount of the dividend was KZT132 per share for a total amount of KZT50.8 bn.

Note: Index stocks are highlighted in green

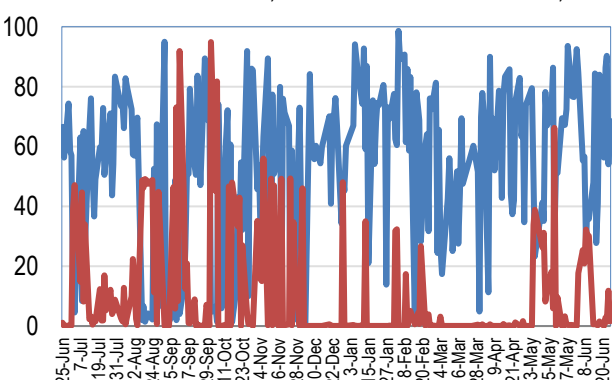
KASE Index shares

Trading volume, KZT M (←→)
KASE Index (→)



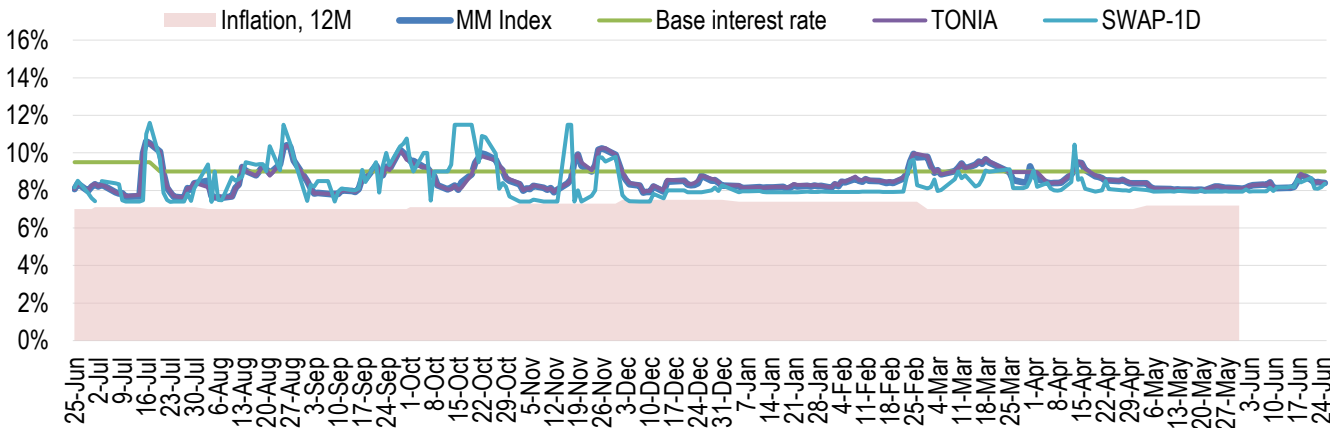
Retail investors & non-residents, %

Retail investors, % Non-residents, %

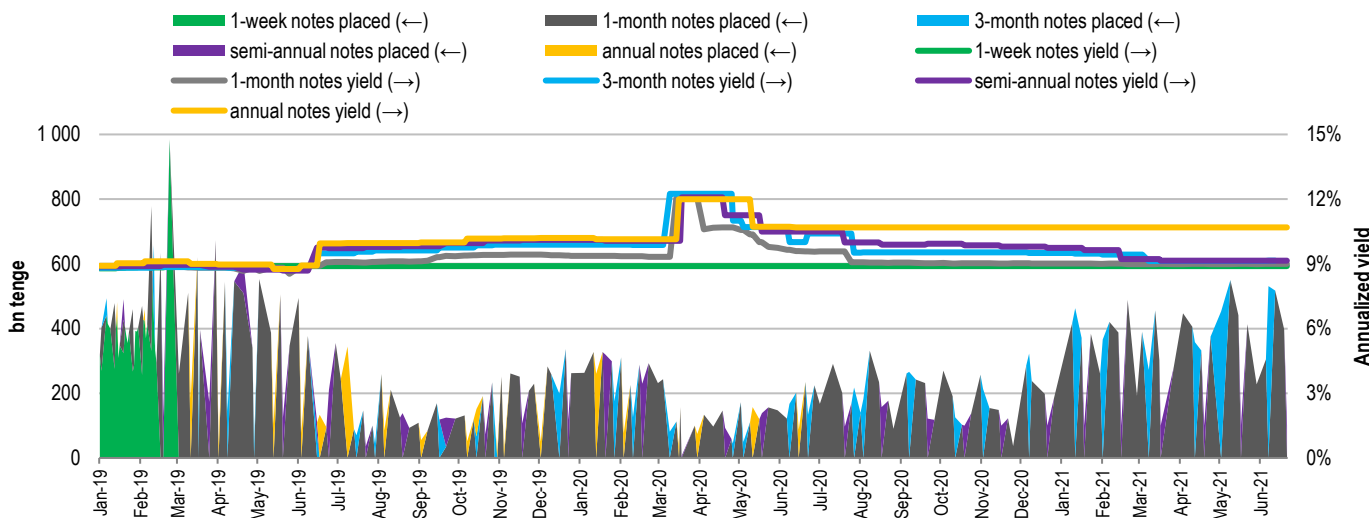


The yield on one-day REPO transactions with government securities (GS) (TONIA) decreased by 49 b.p. over the week – to 8.39% per annum. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) decreased by 8 b.p. over the week and amounted to 8.35% per annum. The average trading volume in one-day money market instruments amounted to KZT340.9 bn, which is by 6.2% lower than the average value for the previous week.

Inflation and interest rates

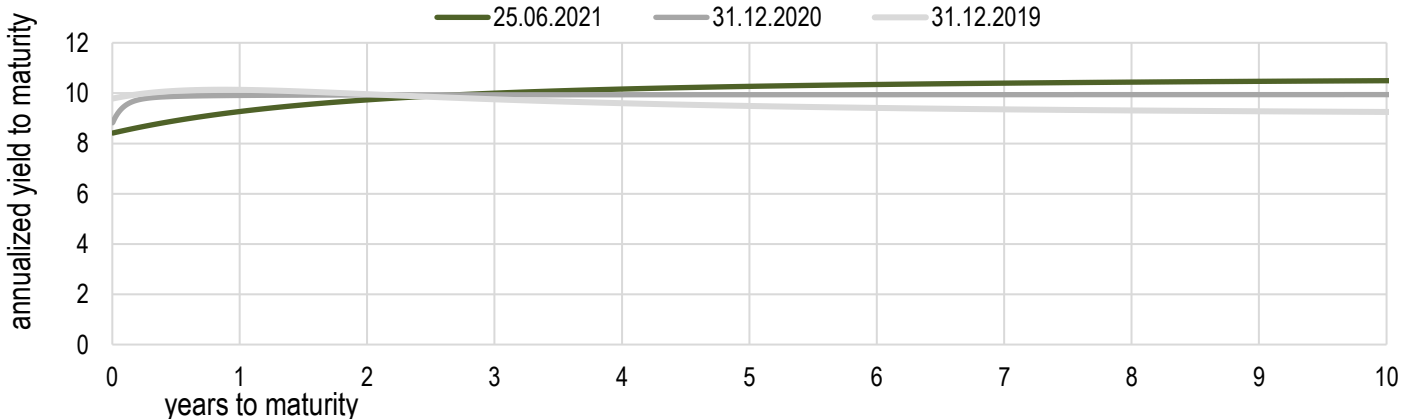


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





The weighted average rate of the US dollar against the tenge with the settlement term "tomorrow" over the week decreased by KZT0.96 (0.22%) – to KZT426.87. Average trading volume was \$175.4 mln, up 12.7% on the prior week's average. A total of 2,458 deals were concluded. The minimum price was KZT425.40 per US dollar, the maximum was KZT427.95, the price of the last deal was KZT425.70.

The tenge strengthened on the back of the rise in oil prices for the fifth week in a row. Oil quotes were supported by investors' optimism about demand amid the global economic recovery.

According to a report from the US Department of Energy, oil reserves in the country fell for the fifth consecutive week – this is the longest period of decline since January. The reserves of "black gold" over the week ended June 18 decreased by 7.6 million barrels, to 459.1 million barrels, the lowest figure since March 2020.

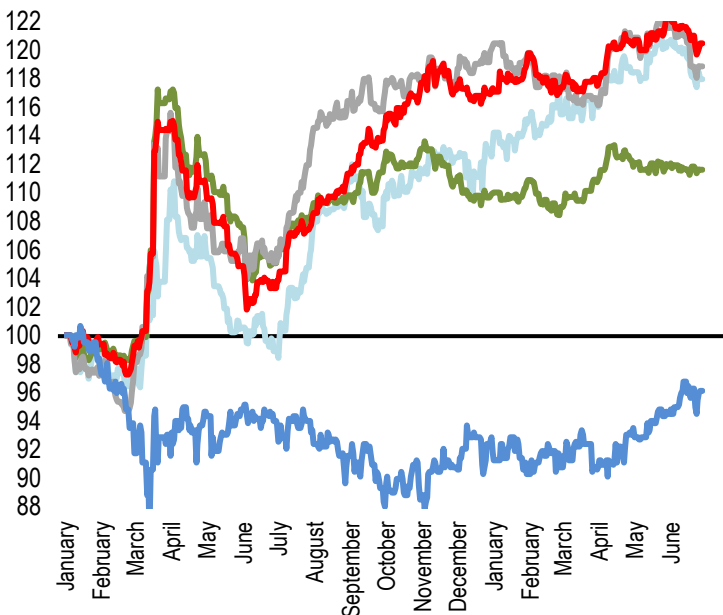
Meanwhile, the key spread between WTI oil futures contracts on Monday reached \$1.12 a barrel, the highest level in seven years, signaling traders' concerns about the deteriorating situation with US oil inventories. In the past, according to Bloomberg, the spread between the third and fourth closest to each other maturing WTI futures exceeded \$1 per barrel only twice in 13 years – in 2008, and from mid-2013 to mid-2014. In each of these two periods, the price of oil was above \$100 per barrel. Over the week, the price of WTI rose by 3.9% – to \$74.05 per barrel.

Meanwhile, oil reserves in China, according to analysts at Kayross, are at their lowest level since the beginning of this year.

The price of August Brent oil futures on the London ICE Futures exchange increased by \$2.67 (3.63%) – to \$76.18 per barrel over the week. The exchange rate of the US dollar against the Russian ruble on the Moscow Exchange dropped by ₰0.6128 (0.84%) to ₰72.2047 over the week.

FX rates

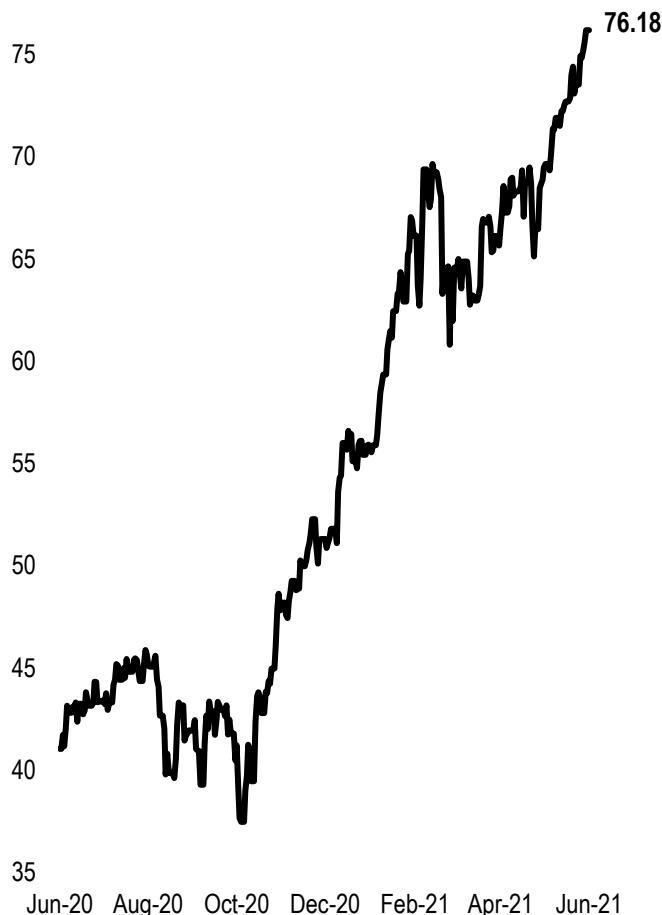
Δ %, base (01.01.20)



	Price	Δ 7D, %	Δ 30D, %	Δ 2020, %
— GBPKZT	596,15	-0,02	-1,39	4,38
— USDKZT	427,01	0,06	0,12	1,50
— EURKZT	509,94	-0,00	-2,41	-1,20
— CNYKZT	66,02	-0,48	-0,86	2,37
— RUBKZT	5,91	0,34	1,72	4,60

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

June 25, 2021

Name	Value	Trend %			Futures	Name	Price	Trend %		
		7D	1M	1Y	7D			7D	1M	1Y
S&P 500	4 280,70	2,7	2,0	38,8	2,8	Oil (Brent)	76,18	3,6	10,6	85,6
Dow Jones	34 433,84	3,4	0,3	33,7	3,6	Oil (WTI)	74,05	3,4	11,8	91,2
RTS	1 672,08	1,5	5,1	33,0	1,6	Natural gas	3,50	8,7	17,2	135,9
MICEX	2 285,53	0,0	0,0	0,0	1,6	Copper	429,20	3,2	-5,3	61,2
Hang Seng	29 288,22	1,7	0,4	18,2	1,6	Iron	1 319,00	2,2	14,4	63,6
SS CSI 300	5 239,97	2,7	-1,5	26,6	3,0	Gold	1 781,44	1,0	-6,1	1,0
Euro Stoxx 50	4 120,66	0,9	2,2	28,0	1,1	Silver	26,09	0,5	-6,3	45,8
FTSEuroFirst	4 509,00	0,1	1,3	23,5	1,2	Wheat	637,00	-3,9	-1,8	30,9
FTSE 100	7 136,07	1,7	1,6	16,1	1,9					
KASE	3 329,27	-0,6	-0,9	40,5						

Economic calendar

Currency

Forecast

Previous

01.07	Manufacturing PMI from Caixin (June)	CNY	51,8	52,0
01.07	Number of initial applications for unemployment benefits	USD	393K	411K
01.07	Manufacturing PMI from ISM (June)	USD	61,0	61,2
01.07	Speech of Governor of bank of England Baily	GBP		
02.07	Unemployment level (June)	USD	5,7%	5,8%
02.07	ECB Chair Lagarde will hold a speech	USD		

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 2020

Annual inflation	7.2%	06/01/21	5.6%
Gross international reserves of NBK, USD bn	34,674	02/01/21	35,638
Reserve money, KZT bn	9,173.8	01/01/21	8,652.5
Money supply, KZT bn	25,392	01/01/21	20,875.8

Кредитные рейтинги Казахстана

Rating

Date

Previous

	BBB-/A-3- stable	03/06/21	BBB- stable
	Baa3 positive	02/17/21	Baa3 positive
	BBB stable	02/20/21	BBB stable

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Corporate Events Calendar of KASE listed Companies

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