

KASE WEEKLY

July 11-15
2022

KASE NEWS

- KASE [held](#) a press conference on the results of activities in the second quarter and first half of 2022.
- Bonds [KZMJ00001337](#) (DZK020_133) of the akimdik of Zhambyl region, bonds [KZMJ00001345](#) (VKK024_134) of the akimdik of East Kazakhstan region, bonds [KZ2C00008654](#) (TMJLb10) of National company "Kazakhstan temir zholy" JSC and [bonds](#) of Kazakhstan Sustainability Fund JSC of seven issues are included in KASE official list.
- Preferred shares [KZ1P00000087](#) (REALp) of Financial Company "REAL-INVEST.kz" JSC on the initiative of the issuer, bonds [KZ2C00007474](#) (KFUSb14) of Kazakhstan Sustainability Fund JSC due to the expiration of circulation and bonds [KZ2C00008431](#) (ALBNb6) of Eco Center Bank JSC (SB Bank CenterCredit JSC) due to cancellation were excluded from KASE official list.
- Trades in bonds [KZ2P00008378](#) (MFCIb1) of MFO Capitalinvest LLP, bonds [KZ2C00008316](#) (AGKKb22) of Agrarian Credit Corporation JSC and common shares [KZ1C00014422](#) (MKBW) of Maikuben-West JSC were opened at KASE.
- Trading in common shares [US57636Q1040](#) (MA_KZ) of Mastercard, Inc. and [US92343V1044](#) (VZ_KZ) of Verizon Communications Inc. resumed on KASE.
- Trades in common shares [US0028241000](#) (ABT_KZ) of Abbott Lab are suspended on KASE.
- International bonds [XS2337670421](#) (BRKZe11) of Development Bank of Kazakhstan JSC are included in the T+ Collateral List.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed on KASE 75.2 mln MEUKAM-72 of issue 13 ([KZKD00001145](#), MUM072_0013), 18.0 mln MEUKAM-144 of the third issue ([KZKD00000378](#), MUM144_0003) and 37.5 mln MEUKAM-180 of the second issue ([KZKD0000139](#), MUM180_0002).
- Akimdik of East Kazakhstan region [raised](#) KZT6.0 bn on KASE by placing bonds KZMJ00001345 (VKK024_134).
- Kazakhstan Sustainability Fund JSC [raised](#) KZT9.5 bn on KASE by placing bonds KZ2C00008670 (KFUSb37) with yield to maturity of 14.73% APR.
- ForteBank JSC [says](#) S&P Global Ratings upgraded the bank's ratings.
- Freedom Finance JSC [announced](#) the payment of dividends to holders of units KZPF00000082 (FFIN_or) of IUIT "Fixed Income USD" for the second quarter of 2022.
- KazAzot JSC [paid](#) dividends on common shares KZ1C00001395 (KZAZ) for 2021.
- Fincraft Resources JSC [paid](#) dividends on preferred shares KZ1P00000566 (SATCp) for July 2021 - July 2022.
- Kazakhmys Copper JSC [paid](#) dividends on common shares KZ1C00001379 (KMCP) for 2021.
- RG Brands Kazakhstan LLP paid [the 13th, 14th](#) and [15th](#) tranches of dividends to the sole partner for 2021.
- RG Brands JSC paid the [13th, 14th](#) and [15th](#) tranches of dividends on common shares KZ1C00000496 (RGBR) for 2021.



15.07.2022

KASE Index	2 647,09	Trends (%)	
		-1,1	-0,1
First class of liquidity	Price	Δ 7D	Δ 1M
AO "КазТрансОйл"	755,55	8,7	15,5
AO "Банк ЦентрКредит"	450,10	3,1	16,7
Apple Inc.	148,63	3,0	10,8
Advanced Micro Devices, Inc.	78,50	1,1	- 11,5
AO "Казакхтелеком"	27 349,00	0,7	- 1,0
AO "Кселл"	1 093,63	0,5	4,6
Freedom Holding Corp.	48,29	0,4	23,1
AO "KEGOC"	1 602,00	0,1	- 0,6
AO "KM GOLD"	200,00	-	- 49,4
Intel Corporation	38,17	-	- 0,0
NVIDIA Corp.	154,40	- 0,5	- 2,6
Yandex N.V.	13 000,00	- 1,5	0,9
AO "Народный сберегательный банк Каза"	111,59	- 2,1	- 1,0
AO "НАК "Казатомпром"	11 875,00	- 4,2	- 6,5
AO Kaspi.kz	21 200,00	- 9,7	- 19,4
Exxon Mobil Corporation	84,01	- 10,1	- 16,0
AO "ForteBank"	3,00	- 20,4	- 22,1

Note: Index stocks are highlighted in green

Last week, the figures for consumer and manufacturing inflation in the US came out higher than expected and previous values. The growth of consumer prices amounted to 9.1% in annual terms, which is a maximum in 40 years.

The corporate reporting season has started in the US. As usual, banks are among the first to report, setting the mood for the market. JPMorgan and Morgan Stanley's 2Q earnings turned out to be below expectations, leading to adjustments in financial sector stocks. In this regard, amid the risks of a recession and a new wave of coronavirus, the US S&P 500 and Nasdaq indices showed a downward trend. Brent oil from \$107 at the beginning of the week fell below \$100 per barrel, despite OPEC's forecast of an oil shortage in 2023.

At the beginning of the week, KASE Index was rising, but the negative external background led to its correction on Wednesday. As a result, KASE Index practically did not change, finishing last week at the level of 2,647.09 points.

Common shares of KazTransOil and Bank CenterCredit continued the growing trend that began in mid-June. The value of KazTransOil's shares increased last week by 8.7% to the level of KZT755.55, having exceeded the psychological placement price mark of KZT725. The price of shares of Bank CenterCredit increased by 3.1% over the week.

On July 8, S&P Global Ratings upgraded ForteBank's long-term credit rating from "B+" to "BB-" with a "Stable" outlook, noting an improvement in the bank's capitalization.

On KASE's debt market last week, the Ministry of Finance additionally placed three issues of treasury bills for a total of KZT118.9 billion with a yield to maturity of 13.7-14.5% per annum and with a maturity of 9 months to 5 years.

Akimdik of East Kazakhstan region on July 13 raised KZT6.0 bn on KASE by placing two-year bonds.

On July 15, KASE held a special trading session for placement of annual bonds of Kazakhstan Sustainability Fund JSC in the amount of KZT9.5 bn with a yield to maturity of 14.73% APR.

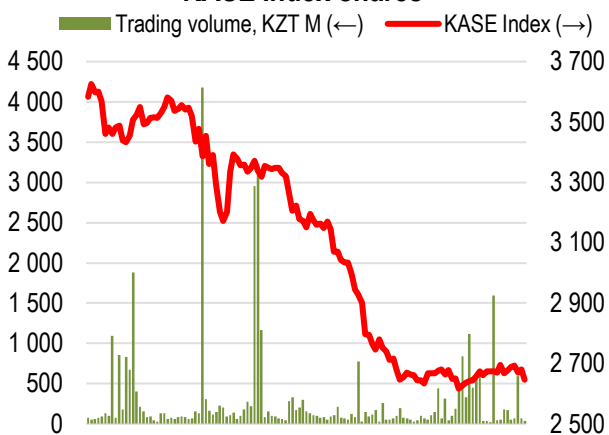
Freedom Finance on July 7 announced the payment of dividends to holders of shares of the interval unit investment trust "Fixed Income USD" for the second quarter of 2022, the total amount of the payment amounted to 36.1 million tenge.

In general, for the first half of 2022, the trading volume on the securities market of Kazakhstan Stock Exchange amounted to 3.6 trillion tenge having increased by 32.3% compared to the same period last year, in dollar terms the growth was 24.8%.

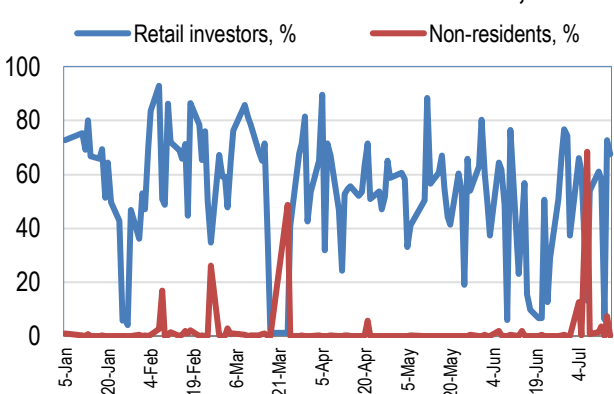
In the KASE Global sector, the trading volume for the first half of the year reached 18.1 billion tenge. This sector was opened on KASE 8 months ago and today it presents shares of 46 foreign companies.

In January-June 2022, the trading volume on KASE's money market, which includes the repo and currency swap markets, reached 125.1 trillion tenge and doubled compared to the corresponding period of 2021.

KASE Index shares

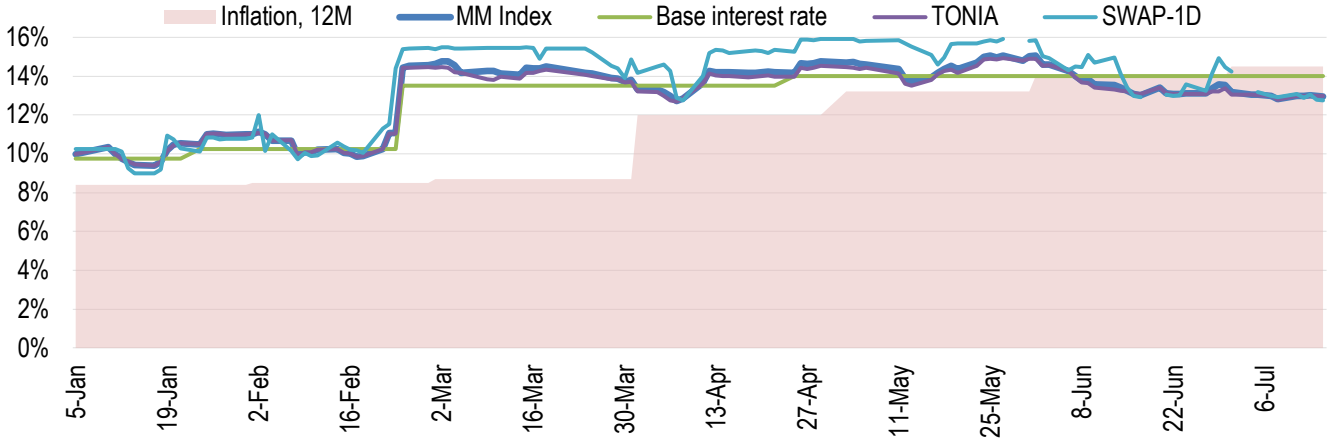


Retail investors & non-residents, %

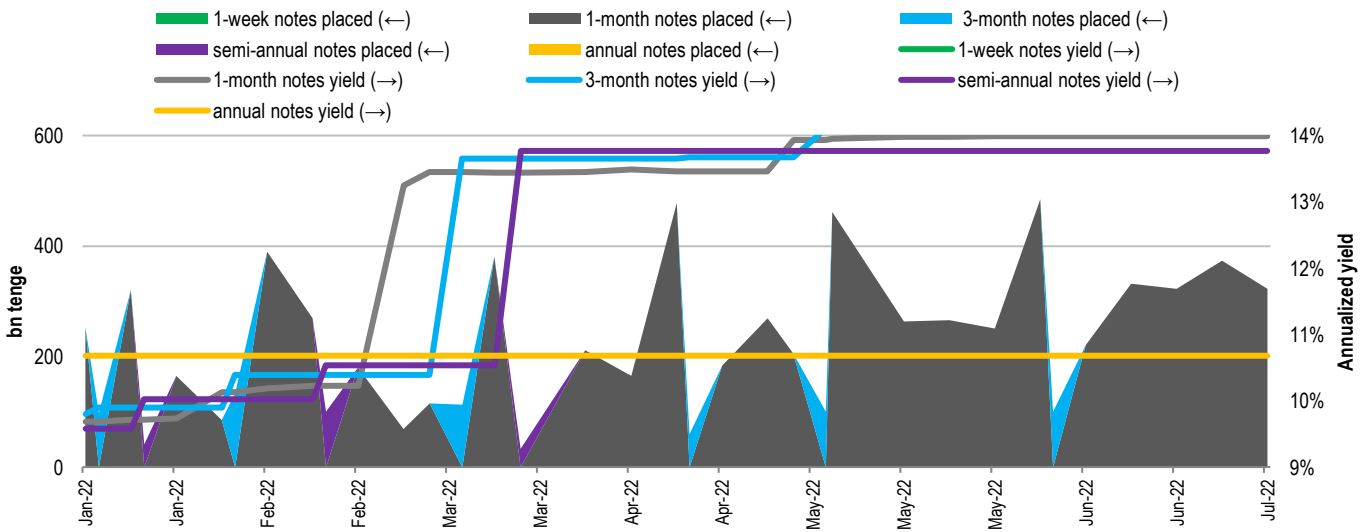


Yield of REPO one-day transactions with government securities (GS) (TONIA) from July 11 to July 15 increased from 12.80% to 13.00% per annum. The rate of tenge borrowing secured by US dollars for a period of one day (SWAP-1D (USD)) for the period under review decreased from 12.92% to 12.75% per annum.

Inflation and interest rates

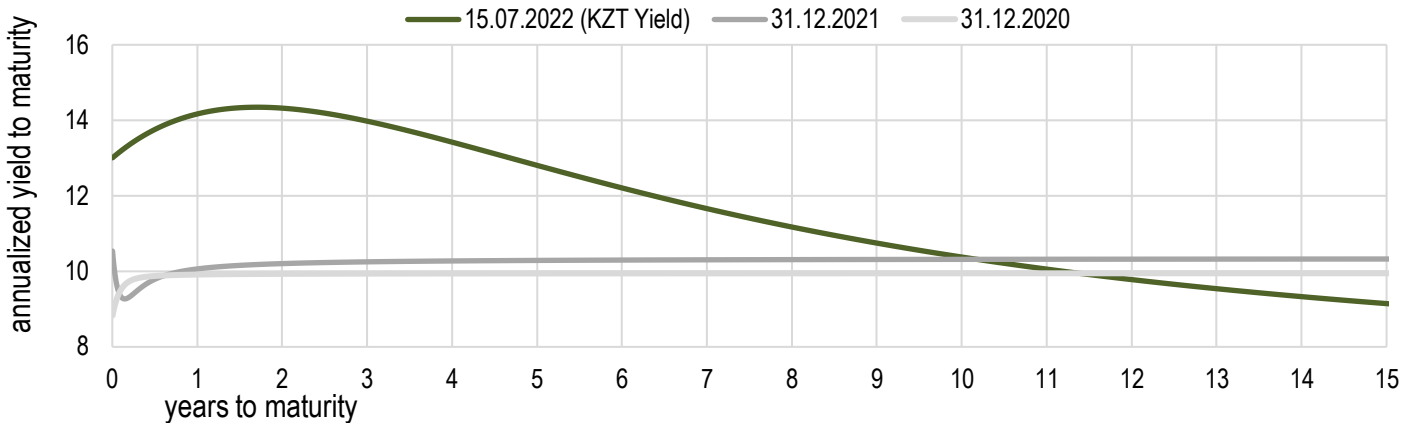


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



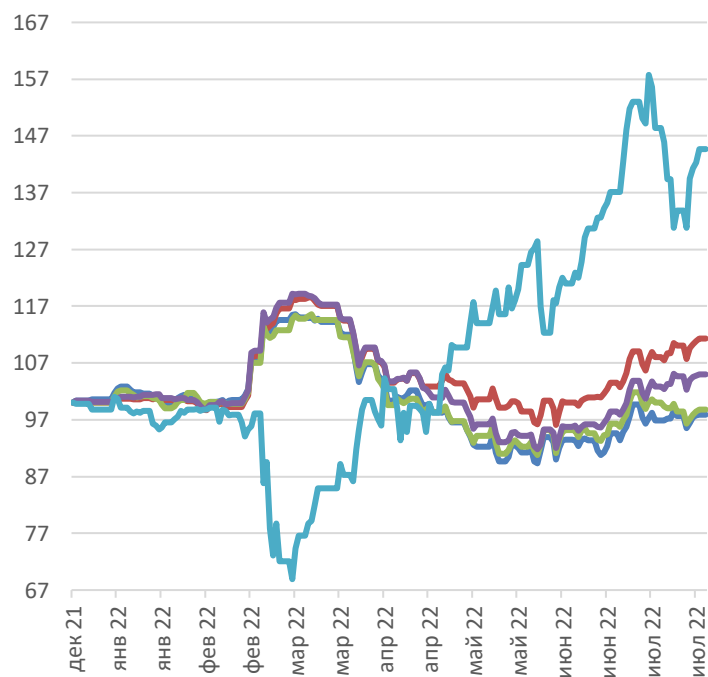


As a result of trades on July 15, the tenge market exchange rate was fixed at the level of 480.37 tenge per US dollar, depreciating over the week by 1.1% (from 474.92). A number of significant events took place on the foreign exchange market, the main of which is the release of data on inflation in the United States. The US consumer price index rose 9.1% year on year in June (up 1.3% month on month in June, exceeding analysts' expectations). This, in turn, signals a further tightening of the US monetary policy, which led to a predominantly negative dynamics of emerging market currencies.

The dynamics of the exchange rates of developing countries against the US dollar was as follows:

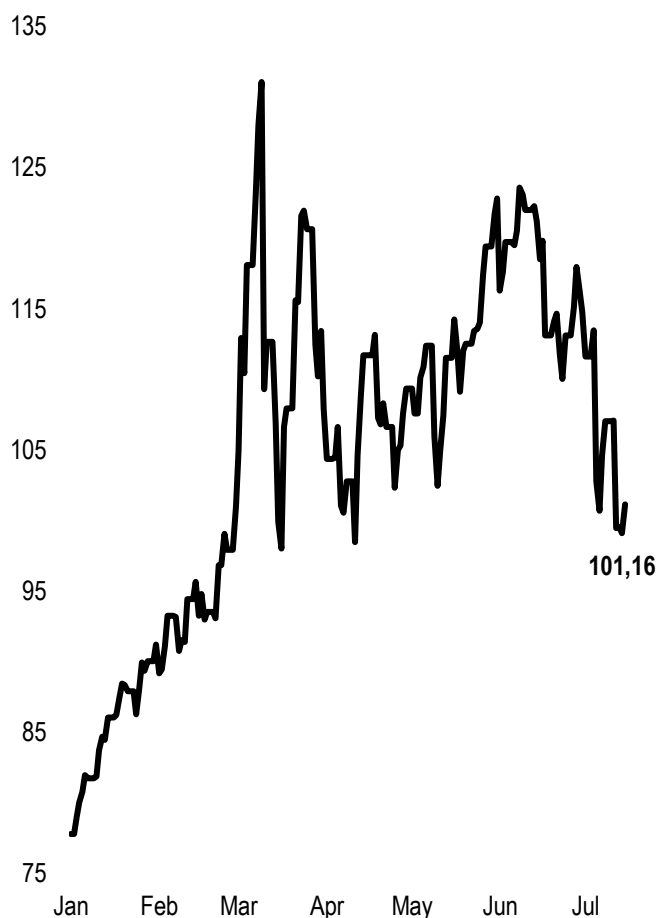
- the Russian ruble strengthened by 6.2% (from 60.92 to 57.17) against the background of an increase in the trade surplus;
- the Indonesian rupiah weakened by 0.1% (from 14,979 to 14,997) on the back of lower palm oil prices and capital flight;
- the Mexican peso weakened by 0.4% (from 20.45 to 20.54) against the background of the strengthening of the US dollar (the DXY US dollar index hit a 20-year high);
- the Turkish lira weakened by 0.6% (from 17.26 to 17.36) amid Fitch Ratings' downgrade of Turkey's sovereign debt rating from 'B+' to 'B';
- the Indian rupee weakened by 0.8% (from 79.25 to 79.88) against the background of the strengthening of the US currency and the outflow of capital. However, the decline in crude oil prices limited the loss of the rupee;
- the South African rand weakened 1.2% (from 16.87 to 17.08) amid continued disruption due to the precarious financial position of state-owned energy company Eskom;
- the Brazilian real weakened by 2.9% (from 5.26 to 5.41) on the back of lower commodity prices and lower global risk sentiment.

FX rates



— GBPKZT — USDKZT — EURKZT
— CNYKZT — RUBKZT

	Price	Δ 7d, %	Δ 30d, %	Δ 2022, %
— GBPKZT	568,33	0,15	7,62	-2,26
— USDKZT	480,37	1,15	9,74	10,82
— EURKZT	482,15	0,34	5,64	-1,50
— CNYKZT	71,10	0,31	9,59	4,78
— RUBKZT	8,35	8,16	7,32	42,29

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	3 863,16	-0,9	1,9	-11,4	-0,9
Dow Jones	31 288,26	-0,2	2,0	-10,6	-0,2
RTS	1 161,53	1,5	-9,3	-27,9	0,4
MICEX	2 285,53	0,0	0,0	0,0	0,4
Hang Seng	20 297,72	-6,6	-4,7	-27,5	-6,6
SS CSI 300	4 248,53	-4,1	-0,7	-17,5	-4,3
Euro Stoxx 50	3 477,20	-0,8	-1,6	-14,3	-0,7
FTSEuroFirst	4 224,50	-1,0	-1,4	-5,1	-1,1
FTSE 100	7 159,01	-0,5	-1,6	2,1	-0,5
KASE	2 647,09	-1,1	-0,1	-16,6	

Commodities market

July 15, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	101,16	-5,5	-14,6	37,7
Oil (WTI)	97,59	-6,9	-15,4	36,2
Natural gas	7,02	16,3	-5,4	94,1
Copper	323,45	-8,4	-22,3	-25,4
Iron	726,00	-14,8	-24,0	-44,3
Gold	1 708,17	-2,0	-6,9	-6,6
Silver	18,55	-3,2	-13,4	-29,7
Wheat	776,75	-11,7	-26,0	15,6

Economic calendar

		Currency	Forecast	Previous
19.07	<u>Consumer Price Index (CPI) (YoY) (June)</u>	EUR	8.6 %	8.1 %
21.07	<u>Bank of Japan Economic Outlook Report (YoY)</u>	JPY		
21.07	<u>Interest Rate Decision (July)</u>	EUR	0.25 %	0.00 %
21.07	<u>Number of initial applications for unemployment benefits</u>	USD	240 K	244 K
21.07	<u>ECB press conference</u>	EUR		
22.07	<u>German Manufacturing PMI (July)</u>	EUR	50.6	52.0
22.07	<u>Interest Rate Decision (July)</u>	RUB	9.0 %	9.5 %

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	Previous month
Annual inflation	14,5%	01.07.22	14,0%
Gross international reserves of NBK, USD bn	32,0	01.07.22	32,8
Reserve money, KZT bn	10 688,8	01.07.22	9 875,0
Money supply, KZT bn	30 423,2	01.07.22	28 319,2

Kazakhstan credit ratings

	Rating	Date	Previous
S&P Global	BBB-/A-3 stable	05.03.22	BBB-/stable
MOODY'S	Baa2/stable	11.08.21	Baa3/positive
FitchRatings	BBB/stable	17.06.22	BBB/stable

CONTACT INFORMATION



Address: Republic of Kazakhstan, 050040, Almaty, Baizakov St., 280, Business Center "Almaty Towers"

Tel.: +7 (727) 237 53 00



Corporate website



Contact us



Corporate Events Calendar of KASE listed Companies

The information contained therein was gathered by the employees of Kazakhstan Stock Exchange JSC (KASE). KASE does not guarantee the completeness and accuracy of the information contained in this report, as well as its reliability. Neither KASE, nor any of the employees are liable for any direct or indirect loss (damage) arising from the use of this report or information / analysis presented therein. KASE does not assume any responsibility to update this report on a regular basis or notify of all changes that have occurred.

KASE draws investors' attention to the following factors:

1. return on investment in financial instruments depends on a variety of market and non-market factors. In particular, the actual income of an investor may change depending on the fluctuations in interest rates, changes in taxation, FX movements, changes in quotations of securities, market indexes, changes in production and financial performance of companies, and other factors;
2. previous results do not necessarily affect the future results with the future estimations based on the assumptions that may not materialize. The value of any investment or income may go down and up, as a result the investors might not receive the entire invested amount back. For the investments in non-universally recognized markets, the investors may experience various difficulties, including selling them or obtaining the reliable information about their value or the risks involved;
3. report does not take into account the individual financial characteristics and aims of those receiving it.

KASE recommends that the investors independently evaluate the feasibility of certain investments and strategies and encourages the investors to use the services of financial consultants.

KASE reserves all rights for the report. This analytical material can be copied and/or distributed in full or in part upon written permission of KASE