

KASE WEEKLY

June 20-24
2022

KASE NEWS

- [Updates](#) have been made to the current version of the trading and clearing system ASTS+ of the stock market.
- Amendments to the [Rules](#) for holding a competition among retail investors have been put into effect.
- International bonds [XS2489628870](#) (ASDBe10) of Asian Development Bank, bonds [KZ2C00008597](#) (KAFIpp2) of KazAgroFinance JSC and common shares [US4824801009](#) (KLAC_KZ) of KLA corporation are included KASE official list.
- International bonds [CH0246199050](#) (TMJLe3) of NC Kazakhstan temir zholy JSC and bonds [KZ2D00005824](#) (EABRb13) of Eurasian Development Bank are excluded from KASE official list due to the expiration of circulation.
- Trades in common shares [US20825C1045](#) (COP_KZ) of ConocoPhillips and [US34959E1091](#) (FTNT_KZ) of Fortinet, Inc. are suspended at KASE.
- Bonds [XS2472852610](#) (BRKZe13) of Development Bank of Kazakhstan JSC are included in the T+ List and the T+ Collateral List.
- Shares [CA13321L1085](#) (CCJ_KZ) of Cameco Corporation have been excluded from the T+ List and the T+ Collateral List.
- NURTEAM AUDIT LLP has been [excluded](#) from the list of audit organizations recognized by KASE on the company's initiative.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed on KASE 110.4 mln MEUKAM-156 of the fifth issue ([KZKD00000758](#), MUM156_0005), 82.0 mln MEOKAM-36 of issue 92 ([KZK200000703](#), MOM036_0092) and 77.2 mln MEOKAM-48 of issue 53 ([KZK200000711](#), MOM048_0053).
- Asian Development Bank [raised](#) KZT10.0 bn on KASE through subscription by placing international bonds XS2489628870 (ASDBe10) with yield to maturity of 14.00 % APR.
- MFO "Swiss Capital" LLP [raised](#) \$503.0 th. on KASE by offering bonds KZ2P00007826 (MFSCb2) with yield to maturity of 10.50 % APR.
- Kazakhstan Sustainability Fund JSC [raised](#) KZT4.8 bn on KASE by placing bonds KZ2C00008001 (KFUSb35) with yield to maturity of 14.79 % APR.
- Fitch has [affirmed](#) Kazakhstan at 'BBB' with a Stable outlook.
- Agrarian Credit Corporation JSC [paid](#) dividends on ordinary shares for 2021.
- RG Brands Kazakhstan LLP paid the [seventh](#) and [eighth](#) tranches of dividends to the sole partner for 2021.
- RG Brands JSC paid the [seventh](#) and [eighth](#) tranches of dividends on common shares KZ1C00000496 (RGBR) for 2021.
- "Otbasy bank" house construction savings bank [paid](#) dividends on ordinary shares for 2021.
- KEGOC [paid](#) dividends on common shares KZ1C00000959 (KEGC) for 2021.



24.06.2022

		Trends (%)	
KASE Index	2 658,11	1,6	0,4
First class of liquidity	Price	Δ 7D	Δ 1M
AO "Банк ЦентрКредит"	425,25	7,7	13,4
Apple Inc.	140,64	7,1	- 1,7
AO Kaspi.kz	24 507,00	5,8	- 8,0
Yandex N.V.	13 500,00	5,7	17,4
PayPal Holdings Inc.	74,16	3,5	- 9,2
Freedom Holding Corp.	40,58	2,8	- 1,5
AO "Народный сберегательный банк"	113,60	1,8	5,5
Advanced Micro Devices, Inc.	83,83	1,7	- 11,8
AO "КазТрансОйл"	670,53	1,6	- 10,7
AO "Кселл"	1 075,89	0,9	13,9
AO "КЕГОС"	1 609,99	0,5	- 3,0
AO "Фридом Финанс"	5 900,00	-	-
AO "Казактелеком"	27 088,88	- 0,4	- 8,2
AO "KM GOLD"	200,00	- 1,5	-
AO "ForteBank"	3,75	- 1,6	- 5,1
AO "Национальная атомная компания"	11 900,00	- 2,4	- 3,7
The Coca-Cola Company	60,16	- 3,7	- 6,0

STOCK MARKET

KASE index closed five trading sessions last week with consistent growth and if the trend continues, it has every chance to end the month in the green zone. The most active growth among the representatives of the index basket was shown by shares of the banking sector: common shares of Bank CenterCredit added 6.3% over the week, Kaspi.kz – 4.8%, Halyk Bank – 1.7%. Kaspi.kz shares received additional support from the gradual buyback of GDRs on the London Stock Exchange. Out of the reported \$100 million buyback, the Bank has already bought back \$30 million of GDRs.

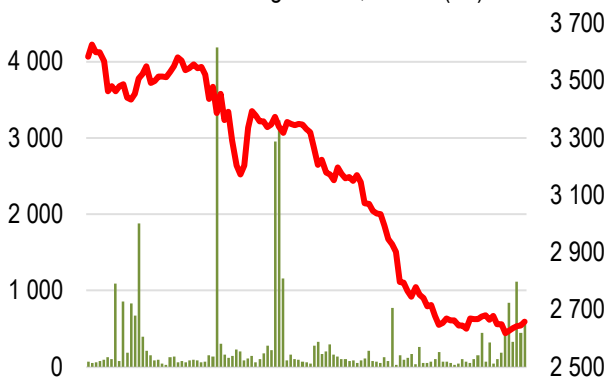
A bit slower was the recovery of share prices of other representatives of the index basket. Recovery in the price of Kaztransoil's shares continued. From the local minimum of 640.50 tenge per share, recorded on June 13, the transport company has already recovered 4.5%.

Common shares of KEGOC added 0.7%. Last week, the power grid operator paid dividends on ordinary shares for 2021 in the amount of 13.2 billion tenge. As a result, the total amount of dividends for 2021 made up 35.2 billion tenge, or 135.57 tenge per share, which is equivalent to a dividend yield of 8.4% per annum based on Friday's closing price. Prices of shares of representatives of the telecommunications sector – Kcell and Kazakhtelecom – showed movement in a horizontal range.

Note: Index stocks are highlighted in green

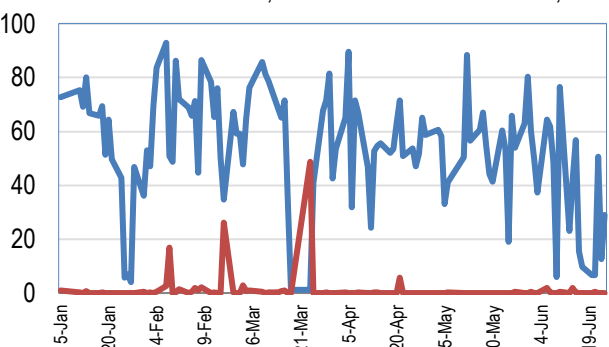
KASE Index shares

Trading volume, KZT M (←)



Retail investors & non-residents, %

Retail investors, % Non-residents, %



Gradual downward correction continued on the oil market. The price of Brent oil fell to \$110 per barrel by Friday amid recession risks in the US and concerns about weak demand due to the slowdown in the global economy. The reason was the desire of the United States to reduce sharply rising fuel prices, including through pressure on large energy companies. The decline in oil prices led to a decline in quotations of energy companies, which have been the main driver of growth in recent months.

At the same time, there was an increase in the main stock indicators on international markets. In many respects, the cautious policy of central banks on the issue of raising rates, despite record inflation rates, contributed to the improvement in investor sentiment. Meanwhile, released indicators of manufacturing PMI in Europe, although lower than expected, showed growth, while the head of the Fed, Jerome Powell, in his speech last week, did not voice new risks for the economy. As a result, the S&P 500 rose by 3% over the week, the NASDAQ – by 6%.

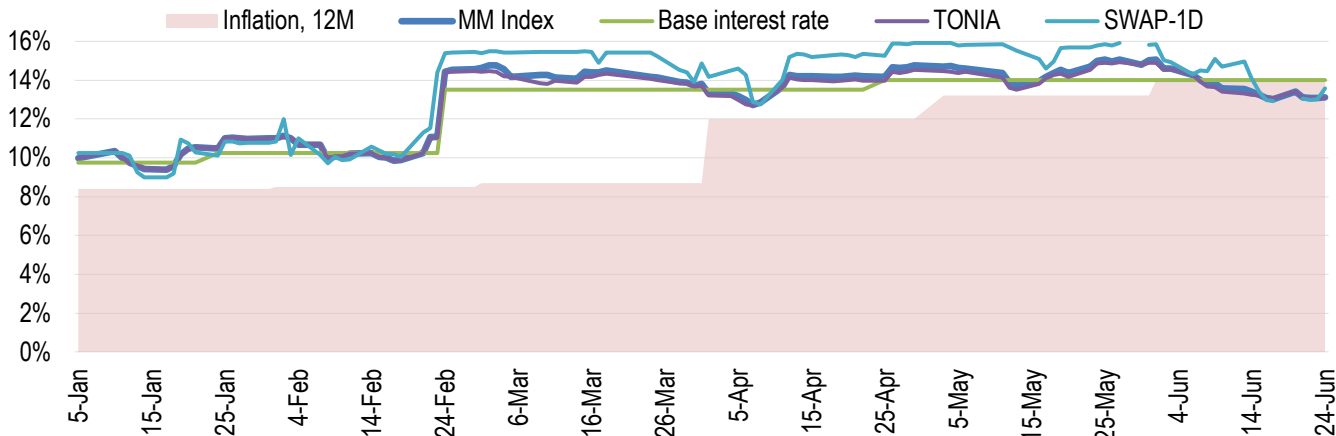
Against the background of emerging external optimism, KASE informs you that common shares of KLA Corporation, the admission initiator of which is CAIFC INVESTMENT GROUP JSC, are included in the "KASE Global" sector. KLA Corporation has been providing process control, revenue management systems and solutions to the semiconductor and other nanoelectronics industries since 1975. Thus, the number of shares of foreign issuers in the "KASE Global" sector of Kazakhstan Stock Exchange amounted to 46.

On KASE's debt market last week, the Ministry of Finance placed three issues of treasury bills for a total of KZT246.2 bn with a yield to maturity of 13.6-13.85% per annum and maturities of 3 to 5 years. Asian Development Bank raised KZT10.0 bn on KASE by placing international bonds with a yield of 14.0% APR with a maturity of 2.3 years. Last week, Kazakhstan Sustainability Fund placed bonds in the amount of 4.8 billion tenge with a yield of 14.79% per annum for 1 year and the microfinance organization Swiss Capital – in the amount of 0.5 million US dollars with a coupon rate of 10% per annum for 1.4 years.

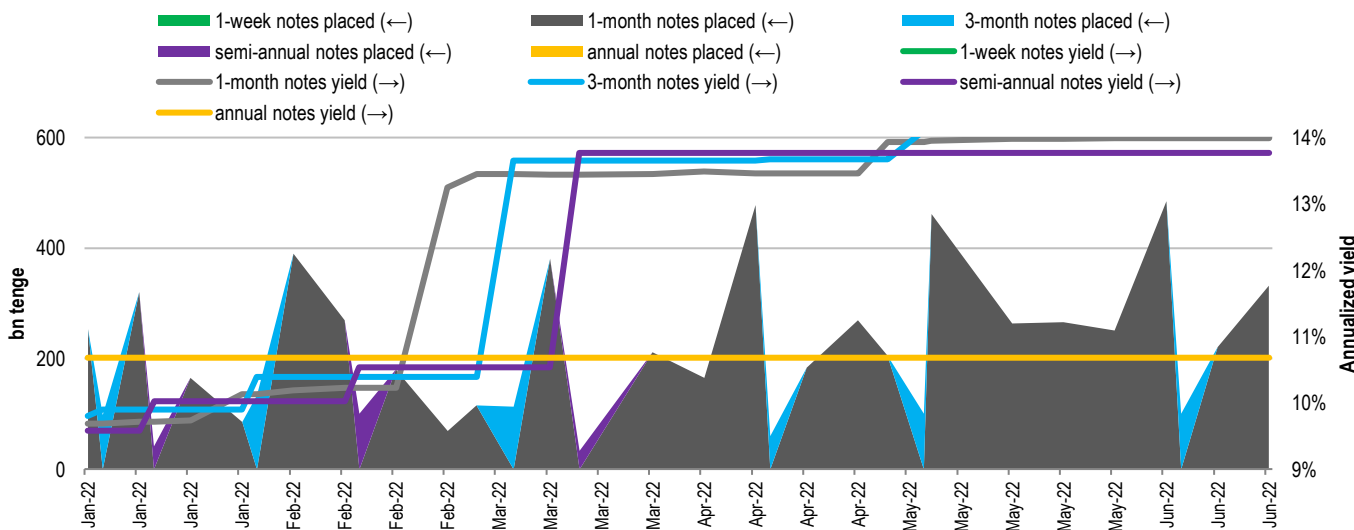
The borrowing rate was positively affected by Fitch Ratings' affirmation of Kazakhstan's long-term foreign currency rating at "BBB" with a "Stable" outlook. Fitch Ratings' decision is based on Kazakhstan's strong fiscal and external balance sheets and accumulated savings from oil revenues.

The yield on one-day REPO transactions with government securities (GS) (TONIA) from June 20 to June 24 remained unchanged – 13.07% per annum. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) for the period under review increased from 12.90 % to 13.58 % per annum.

Inflation and interest rates

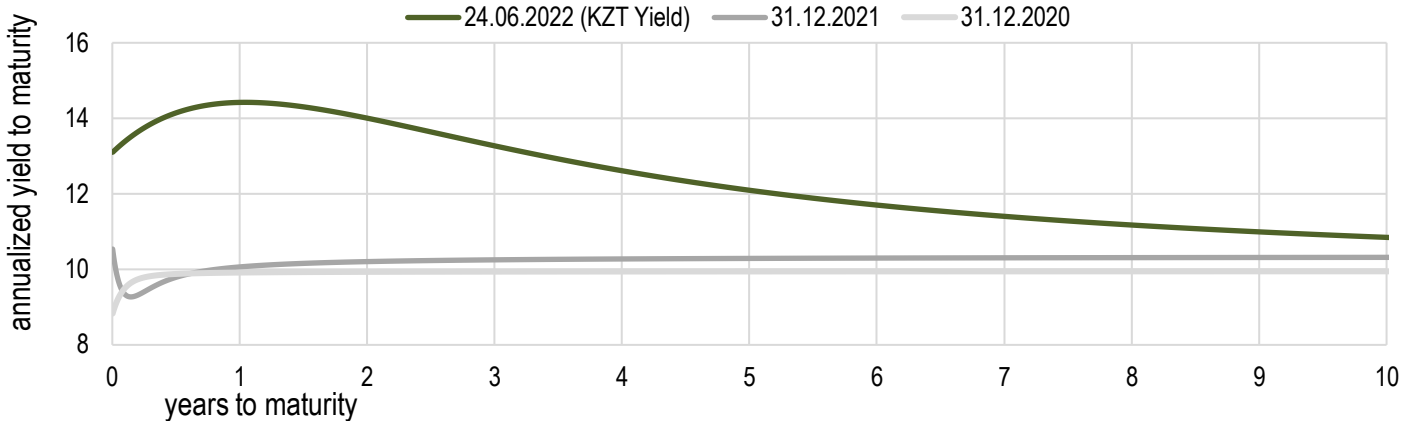


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



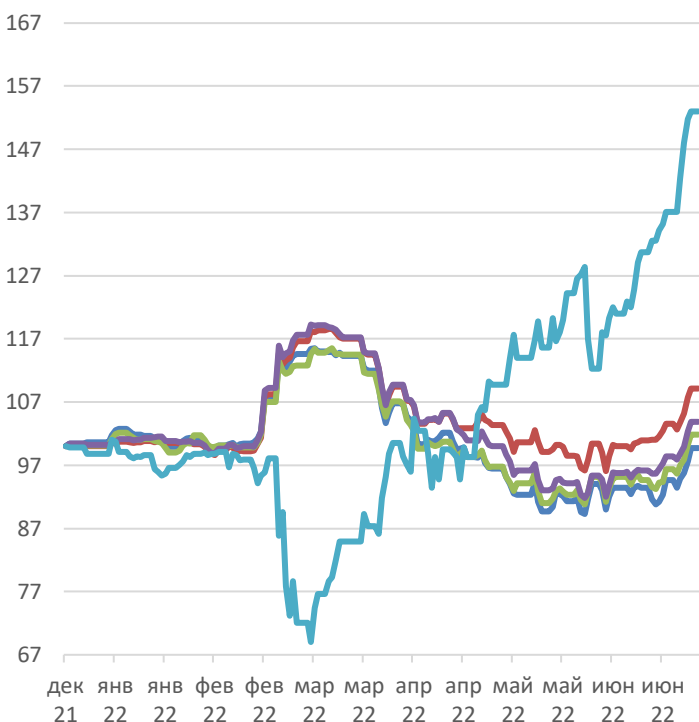


After a protracted strengthening, the tenge trend reversed. The main reason for such dynamics is the growth in demand for the currency and the limited number of sellers in the market. General meetings of shareholders were held in joint-stock companies, as a result, the demand for dollars increased due to the start of dividend payments. The demand for foreign currency for import operations remains usual. On the other hand, there is a limited supply of foreign currency. At the end of May, exporters used foreign exchange earnings to pay taxes on mining and rent tax on exports during the so-called "big tax week". In June, such volumes for sale are not observed. Therefore, banks send all customers-buyers to exchange trading, there are no counter flows inside, which creates additional demand for the currency.

However, it must be emphasized that the average daily trading volume in June is USD95 mln, which is 18% less than in May. The total trading volume at the moment is USD1.6 bn. That is, economic activity in terms of the foreign exchange market continues to remain at fairly low levels.

In general, the dynamics of the tenge corresponds to the global trend. The growth of US government securities yields and the global strengthening of the US dollar put pressure on the currencies of many developing countries. Emerging market currencies have been mostly negative since early June, with the Brazilian real depreciating by 10.7 %, the Turkish lira by 5.8 %, and the Indonesian rupiah, Mexican peso and South African rand depreciating by about 2 %. At the same time, the JP Morgan Emerging Markets Index fell 2.2%.

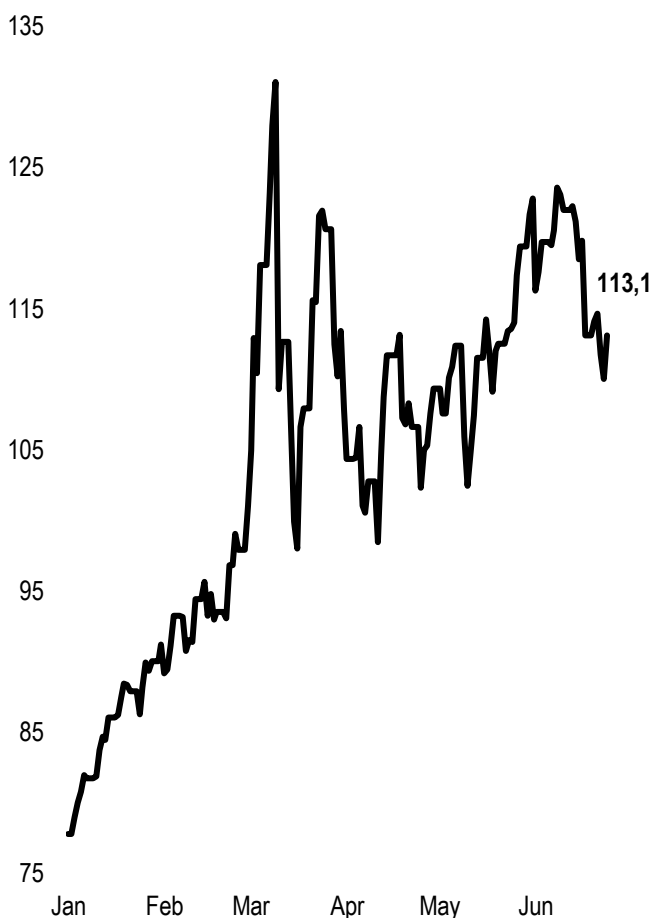
FX rates



— GBPKZT — USDKZT — EURKZT
— CNYKZT — RUBKZT

	Price	Δ 7d, %	Δ 30d, %	Δ 2022, %
— GBPKZT	579,07	5,34	8,87	-2,41
— USDKZT	470,90	5,38	11,49	7,68
— EURKZT	496,94	5,74	9,48	0,21
— CNYKZT	70,33	5,49	10,83	2,32
— RUBKZT	8,83	11,63	19,35	51,82

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	3 911,74	6,4	-1,7	-8,3	6,5
Dow Jones	31 500,68	5,4	-1,9	-7,9	5,4
RTS	1 414,96	7,6	14,2	-15,0	6,8
MICEX	2 285,53	0,0	0,0	0,0	6,8
Hang Seng	21 719,06	3,1	7,7	-24,8	2,9
SS CSI 300	4 394,77	2,0	10,3	-14,8	2,1
Euro Stoxx 50	3 533,17	2,8	-3,9	-14,3	3,1
FTSEuroFirst	4 264,50	1,8	-4,9	-5,3	2,5
FTSE 100	7 208,81	2,7	-4,2	1,4	3,0
KASE	2 658,11	1,6	0,4	-20,6	

Commodities market

June 24, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	113,12	0,0	-0,8	49,7
Oil (WTI)	107,62	-1,8	-2,5	46,8
Natural gas	6,22	-10,4	-30,7	82,0
Copper	374,05	-6,8	-12,5	-13,2
Iron	842,50	-10,3	-11,5	-36,2
Gold	1 826,88	-0,7	-1,4	2,9
Silver	21,13	-2,1	-3,4	-18,9
Wheat	923,75	-10,7	-19,6	41,8

Economic calendar

Currency

Forecast

Previous

27.06	ECB President Lagarde to give speeches on June 27, 28 and 29	EUR		
29.06	Statement by Fed Chairman Mr. Powell	USD		
29.06	Crude oil reserves	USD		1.956 M
30.06	Manufacturing PMI (June)	CNY	48.6	49.6
30.06	Number of initial applications for unemployment benefits	USD	227K	229K
01.07	Consumer Price Index (CPI) (YoY) (June)	EUR	8.4%	8.1%
01.07	ISM Manufacturing PMI (June)	USD	55.0	56.1

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	14,0%	01.06.22	13,2%
Gross international reserves of NBK, USD bn	32,8	01.06.22	33,4
Reserve money, KZT bn	9 875,0	01.06.22	9 968,0
Money supply, KZT bn	28 319,2	01.06.22	28 984,2

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