



Қазақстан қор биржасы
Казахстанская фондовая биржа
Kazakhstan Stock Exchange



State Securities Market Report

May 2023

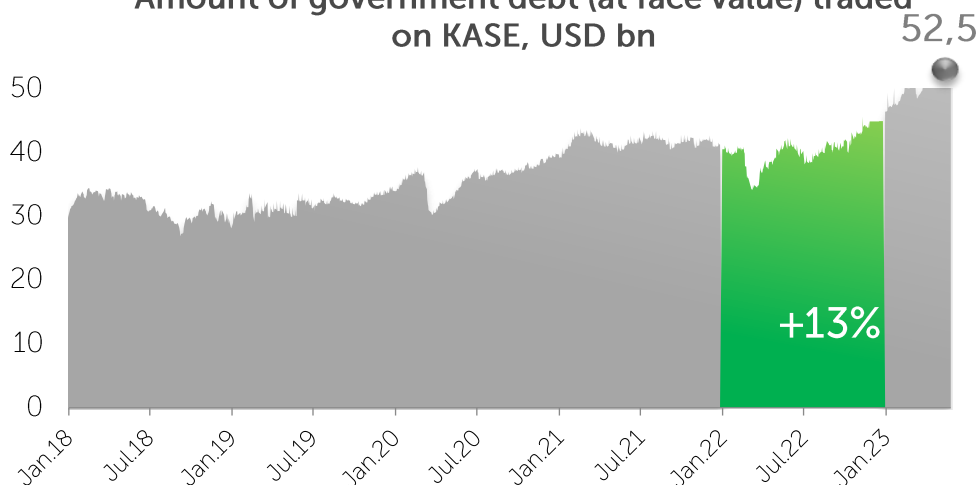
On the 1st of May the amount of public debt at face value, traded on KASE, amounted to USD 50,9 bn (KZT 23,5 tn).

52,5
USD bn

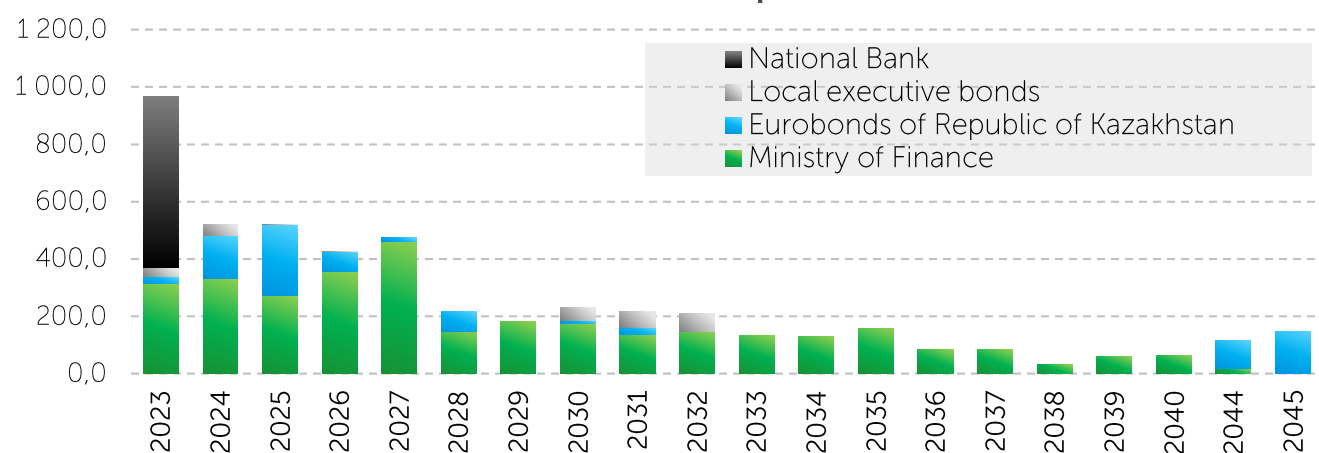
▲ **+3,3%**
per month

▲ **+16,8%**
since January 01, 2023

Amount of government debt (at face value) traded on KASE, USD bn



Public Debt Redemption, USD bn



Planned placements of the Ministry of Finance in June 2023

The Ministry of Finance of the Republic of Kazakhstan plans to hold the following auctions of government securities (MEKAM) in June 2023 for a total of KZT 800 bn*.

Term, years	Placement volume, KZT bn												
	1	2	3	4	5	6	7	8	9	10	12	14	Total
07.06.23	30,0		20,0		30,0		30,0		30,0		30,0		Total
14.06.23				30,0		30,0		30,0	30,0	30,0			150,0
21.06.23	30,0	20,0			20,0		30,0	20,0	30,0			20,0	170,0
28.06.23			20,0	40,0	30,0	30,0				20,0			140,0
29.06.23		20,0		40,0		30,0	30,0	30,0		20,0			170,0
Total	60,0	40,0	40,0	110,0	80,0	90,0	90,0	80,0	90,0	70,0	30,0	20,0	800,0

* The schedule for issuing securities of the Ministry of Finance is a subject to change and addition during 2023

The government securities issue schedule for 2023 is published in the section of the Ministry of Finance of the Republic of Kazakhstan on the website of the State bodies at <https://www.gov.kz/memleket/entities/minfin> in the subsection Documents -> Directions "Public debt"

TRADING VOLUME IN THE GS MARKET

In May the total volume of trades in GS on KASE amounted to USD2,5 bn. For five months of 2023 the total volume of trades amounted to USD7,6 bn.

In 2023 the average daily trading volume amounted to USD 76,6 mn (in the secondary market – USD 19,1 mn), the average daily number of transactions was 20 (in the secondary market – 13), the average volume of one transaction was USD 3,9 bn (in the secondary market – USD 1,5 mn).

May 2023

2,5
USD bn

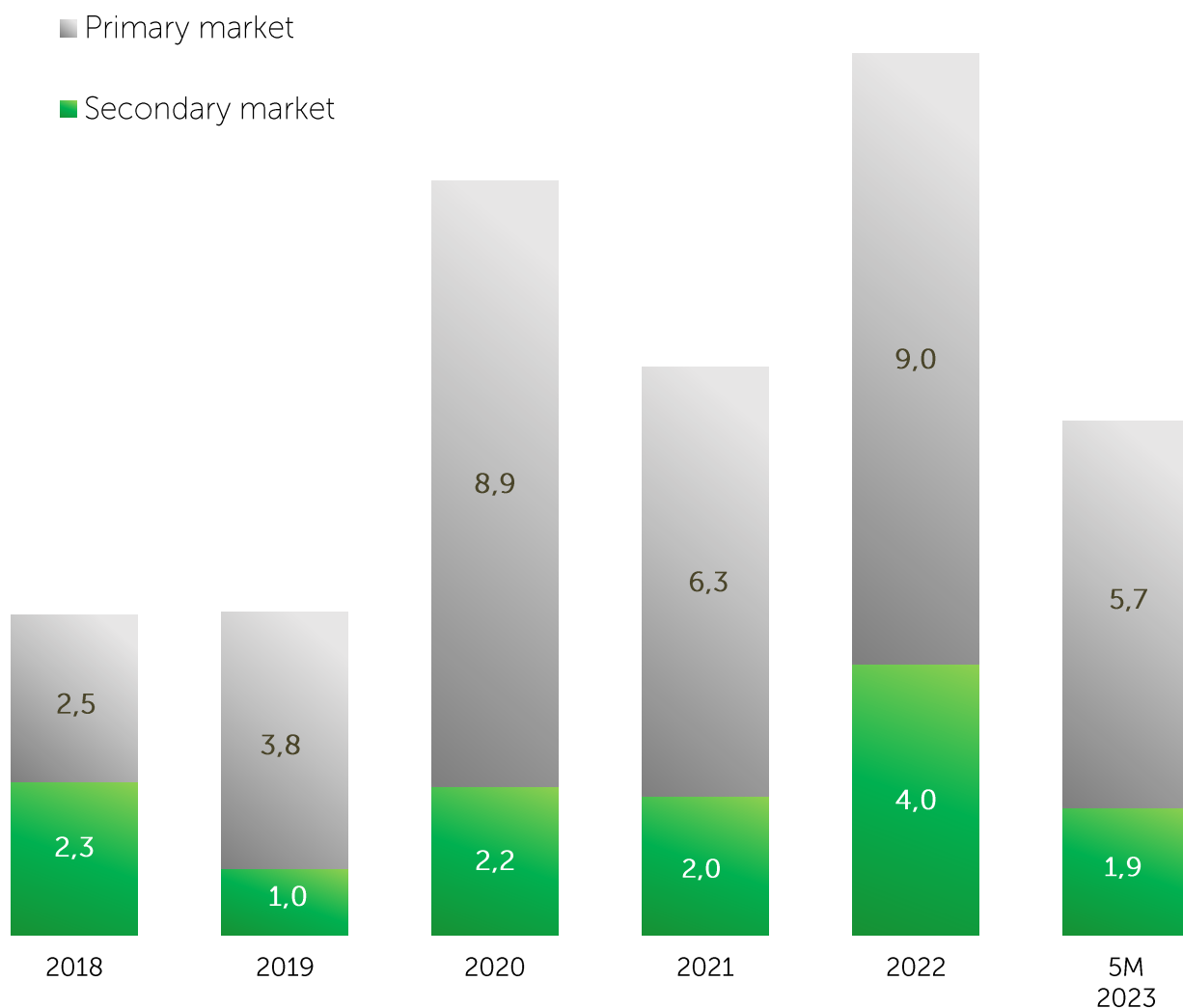
▲ +31,3%
per month

5M 2023

7,6
USD bn

▲ +60,4%
Y-o-Y

Trading volume dynamics, USD bn



In **May**, the volume of trades in the primary GS market amounted to USD1,6 bn.

Of these, USD18,8 mn was raised by the akimats of Akmola and Almaty regions (within the framework of the implementation of state programs). The Ministry of Finance raised USD1,6 bn with an average weighted yield of 11,5000 – 14,6169 % per annum (at 11,50 – 14,75 % per annum) by placing 13 bonds with a maturity of 0,9 to 15,6 years.

For five months of 2023, the volume of trades in the primary GS market amounted to USD 5,7 bn.

Almost the entire volume fell on the placement of treasury obligations of the Ministry of Finance of the Republic of Kazakhstan. A total of 30 bond issues (20 issues were enlarged and 10 new placements were made) were placed at 11,50-17,78 % per annum and maturities from 0,7 to 15,6 years. In addition, 5 obligations of LEB were issued within five months.

May 2023

1,6
USD bn

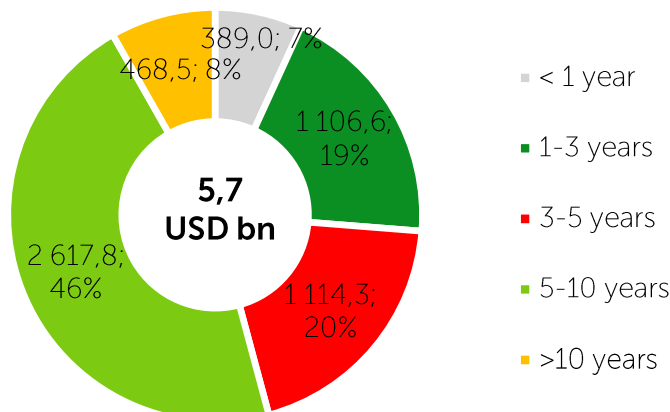
+8,1%
per month

5M 2023

5,7
USD bn

X2,2
Y-o-Y

Structure of GS offerings in the primary market by maturity in 5M 2023, KZT bn



GS placements in May 2023

Issuer	Offering date	Actual amount, KZT mln	Nominal amount, KZT mln	Bid to ask	Yield, % p.a.	Current maturity, years
Ministry of Finance		717 498	758 002			
MKM012_0155	17.05.2023	60 756	68 631	x2,1	14,62	0,9
MOM024_0088	24.05.2023	34 693	34 265	x1,8	14,41	1,9
MOM048_0054	17.05.2023	48 771	47 558	x3,0	13,83	3,3
	10.05.2023	20 752	18 541	x1,6	13,97	4,5
MUM072_0014	03.05.2023	35 524	33 032	x1,3	13,98	5,8
	10.05.2023	36 651	34 022	x1,3	14	5,8
	24.05.2023	47 990	44 318	x1,5	14	5,8
MUM084_0018	17.05.2023	43 577	49 037	x1,7	13,99	4,9
MUM096_0013	03.05.2023	46 242	51 319	x1,5	13,99	6,8
	17.05.2023	72 508	80 083	x2,9	14	9,9
MUM096_0014	10.05.2023	26 000	26 000	x1,5	14	8
	24.05.2023	100 627	100 111	x2,9	14	8
MUM108_0014	17.05.2023	33 000	33 000	84,10%	14	9
MUM156_0007	10.05.2023	26 973	30 000	x1,5	12,25	10,8
MUM180_0006	03.05.2023	28 078	36 800	x2,1	13,98	3,9
MUM180_0013	10.05.2023	15 489	20 000	x2,3	13	9,9
	24.05.2023	32 125	41 285	x1,3	13	9,9
MUM300_0001	10.05.2023	7 744	10 000	x2,5	11,5	15,6
Akimats		8 396	8 396			
Akimat of three regions		8 396	8 396	100,00%	0,35-4,24	0,9-2,0
Total		725 894	766 398			

The full list of GS placements in 2023 can be found in the Newsletter

Source: KASE

In May, the trading volume in the secondary market amounted to USD 876,6 mn.

The share of trades in the notes of the National Bank in the secondary market amounted to 31,2 %, or USD273,2 mn, of the total volume of trades, the share of MEKAM – 66,3 %, or USD581,2 mn, the share of Eurobonds of the Republic of Kazakhstan – 0,1 %, or USD133,5 th.

The rest of the volume, amounting to 2,5 %, or USD22,0 mn, fell on transactions with state securities of foreign states.

May 2023

876,6
USD mn

▲ x2,2
per month

5M 2023

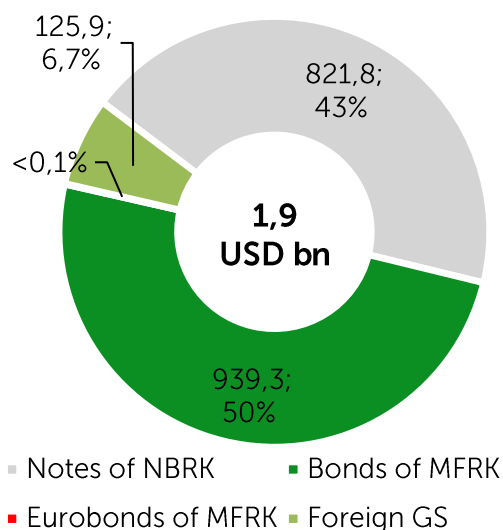
1,9
USD bn

▼ -11,6%
Y-o-Y

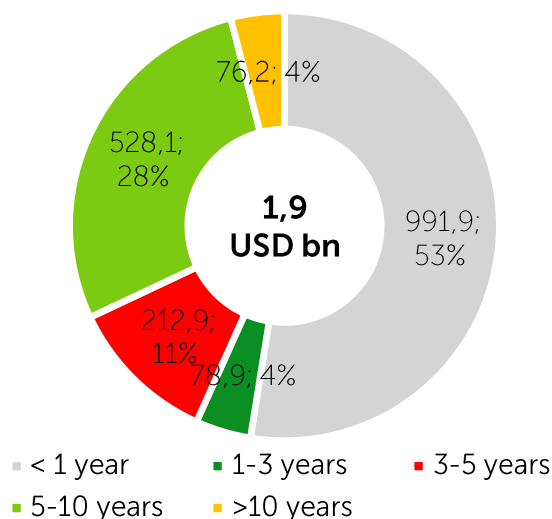
For five months of 2023, the trading volume in the secondary market amounted to USD1,9 bn.

The share of trades in the notes of the National Bank in the secondary market amounted to 43,5 %, or USD 821,8 mn of the total volume of trades, the share of MEKAM – 49,8 % or USD 940,2 mn, the share of Eurobonds of the Republic of Kazakhstan – 0,1 %, or USD 1,0 mn. The rest of the volume fell on transactions with government securities of foreign states (bonds of the Ministry of Finance of the USA, Turkey and the Sultanate of Oman) and amounted to 6,7%, or USD 125,9 mn.

Instrumental structure
of the GS secondary market
in 5M 2023, USD mn



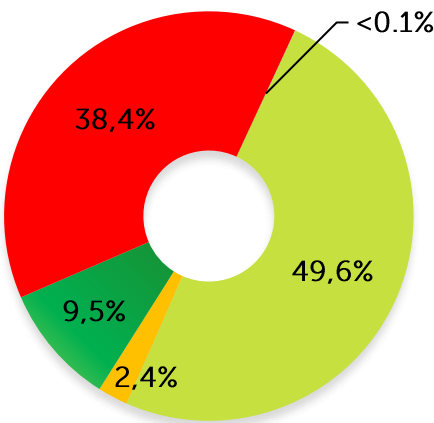
Structure of GS offerings
in the secondary market
by maturity in 5M 2023, USD mn



Primary market

For 5 months of 2023 in terms of the main categories of investors in the primary market, banks accounted for 49,6 %, the brokerage and dealer companies – for 2,4 %, other institutional investors – for 38,4 %, other legal entities – for 9,5 %, individuals – for less than 0.1 %. Participation of non-residents is estimated at less than 0.1 % in the primary GS market.

Structure of investors on the primary market in 5M 2023

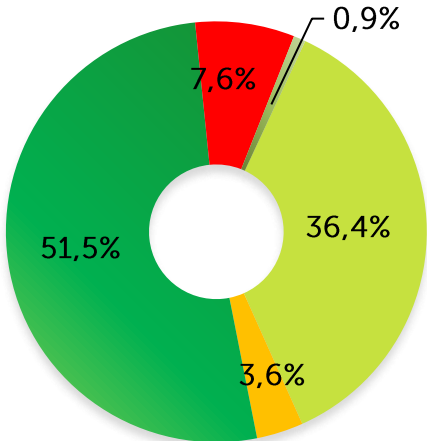


- Banks
- Broker-dealers
- Other legal entities
- Other institutional investors
- Individuals

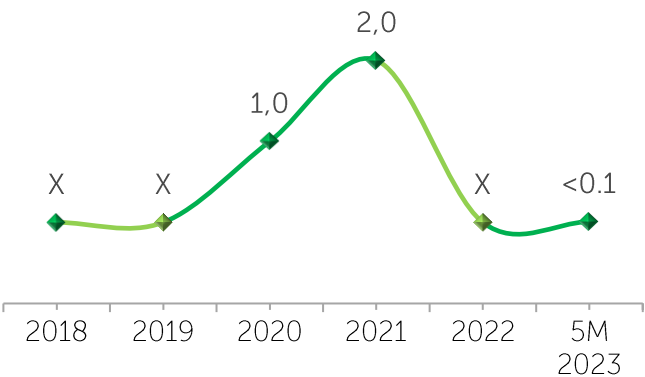
Secondary market

For 5 months of 2023 in terms of the main categories of investors in the secondary market of government securities, banks accounted for 36,4 %, brokerage and dealer organizations – for 3,6 %, other institutional investors – for 7,6 %, other legal entities – for 51,5 %, individuals – for 0,9 %. Participation of non-residents is estimated at 6,8 %.

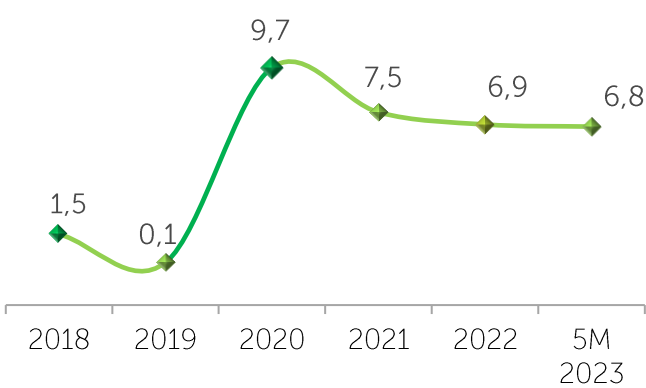
Structure of investors on the secondary market in 5M 2023



Share of non-residents in total gross turnover on primary market, %



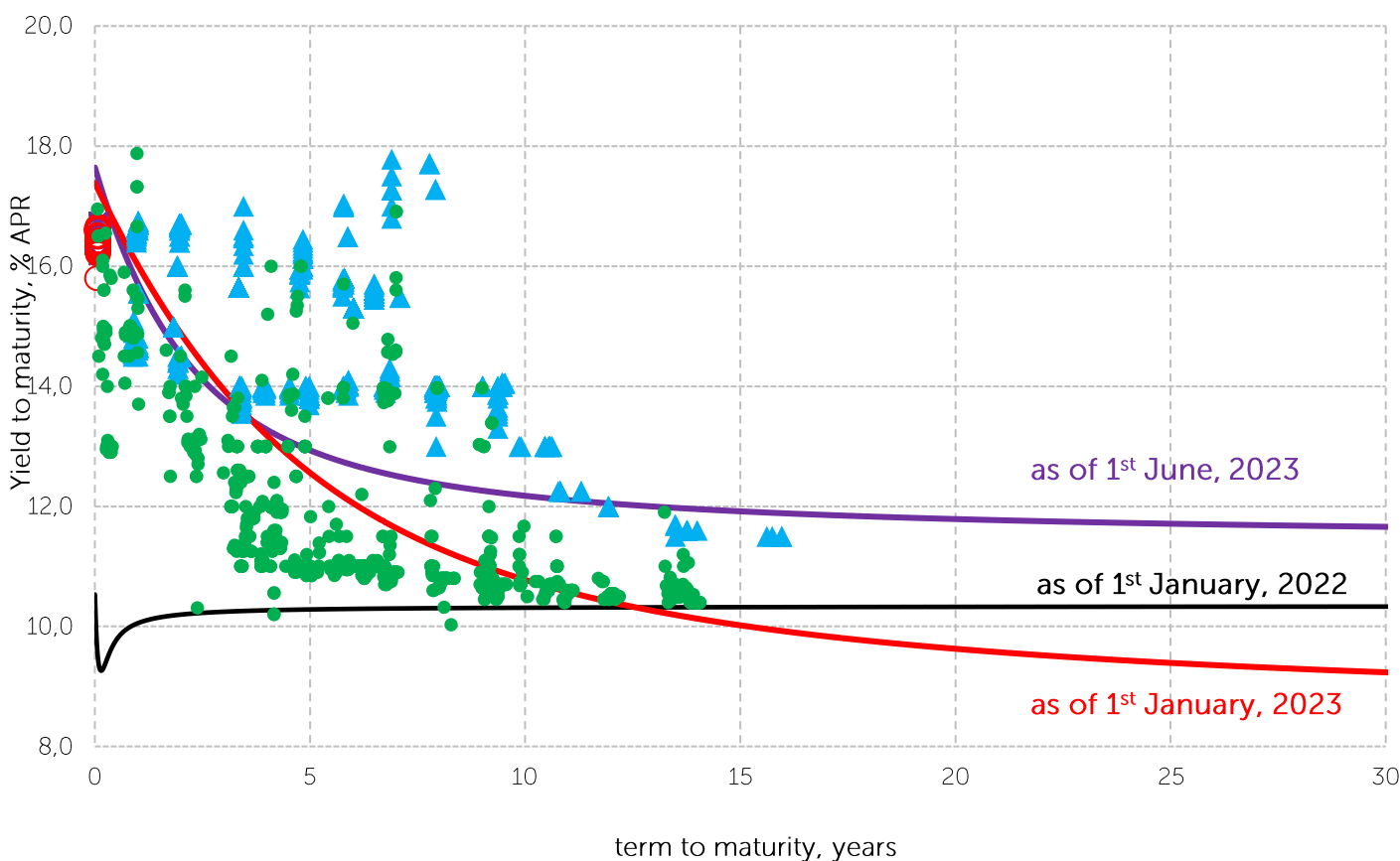
Share of non-residents in total gross turnover on secondary market, %



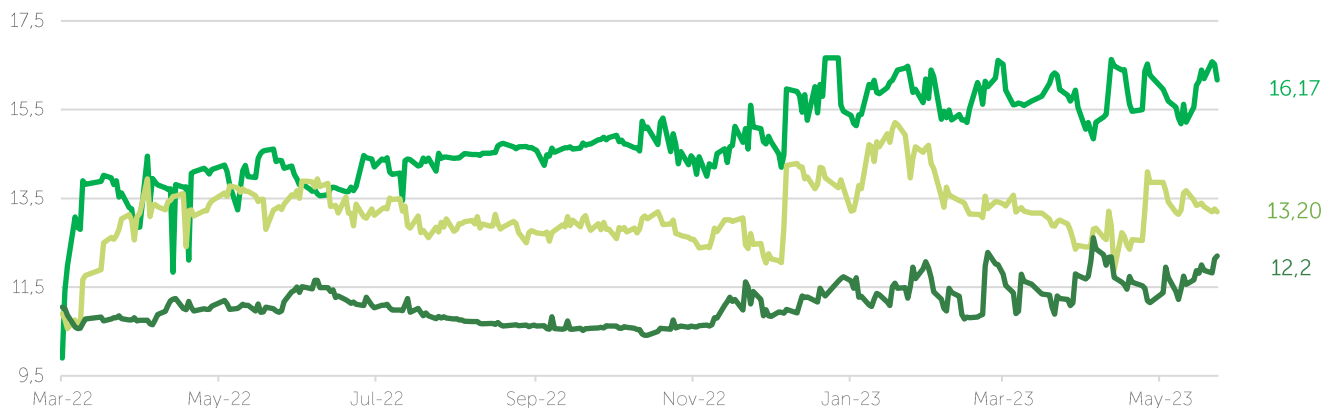
On May 26, 2023 the Monetary Policy Committee of the National Bank of the Republic of Kazakhstan made a decision to keep the base rate at **16.75% per annum** with the interest rate corridor +/- 1 pp., while the rate of inflation in May was 15,9%.

GS yield and GS yield curve

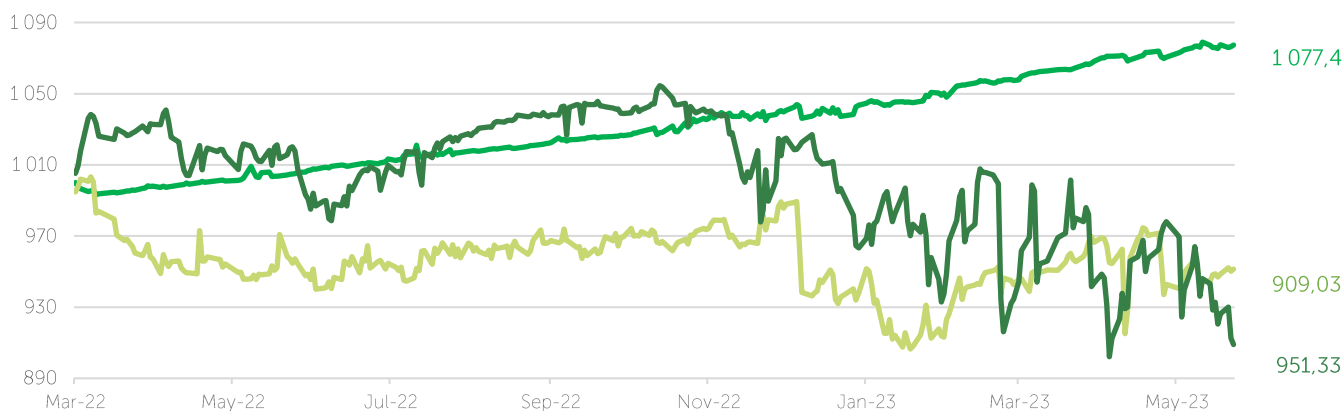
- ✕ Primary market of NBRK bonds (16,17-16,75%) ○ Secondary market of NBRK bonds (15,80-16,65%)
- ▲ MEKAM primary market (11,50-17,28%) ● MEKAM secondary market (10,03-17,88%)



GS yield indicators, %



Indicators of "clean prices" of GS



Indicators of total income of GS



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