



Қазақстан қор биржасы
Казахстанская фондовая биржа
Kazakhstan Stock Exchange

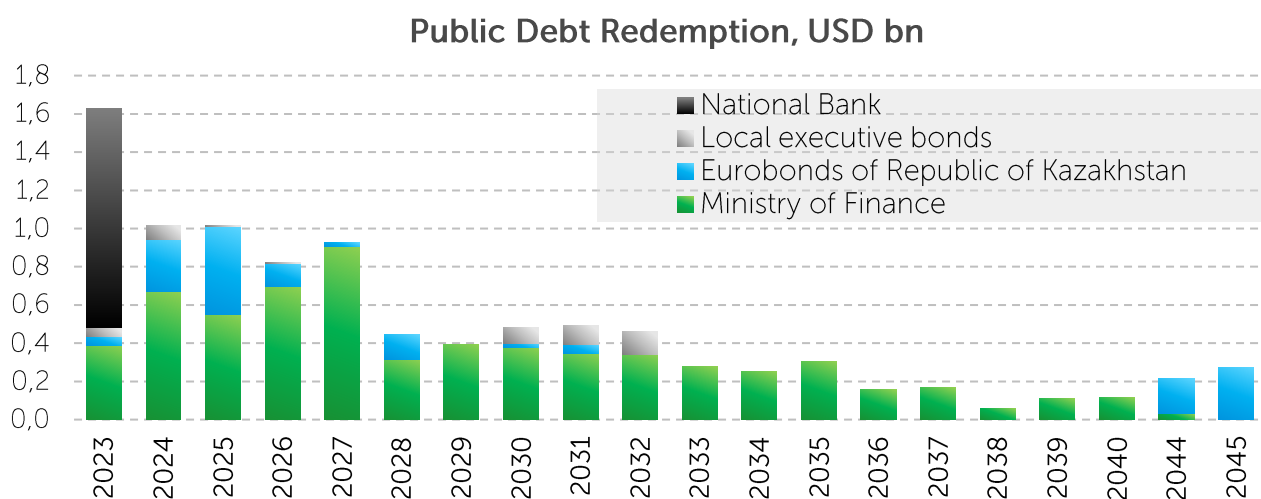
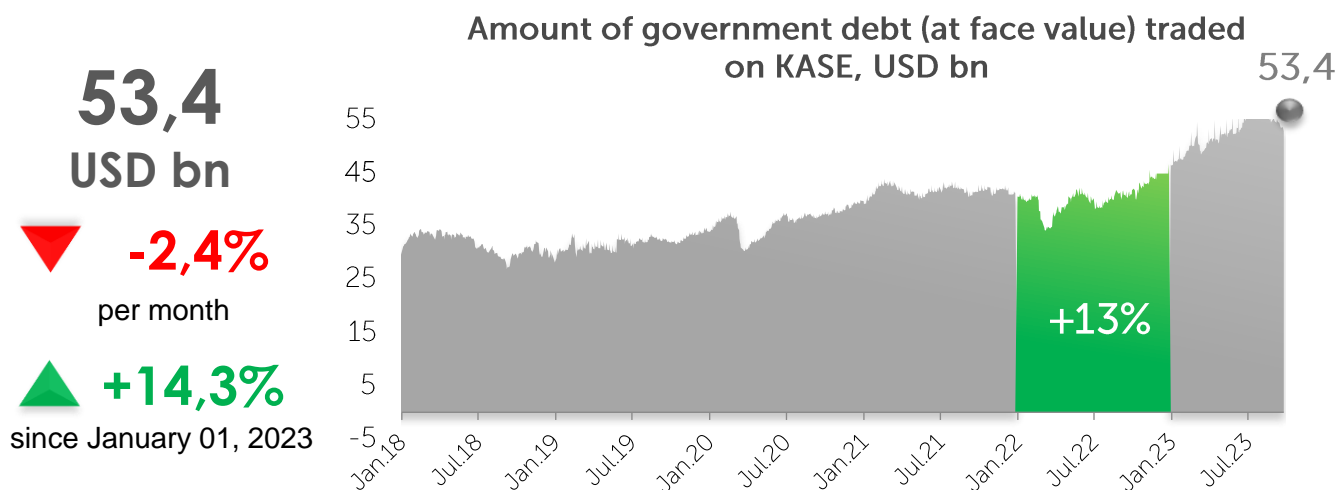


State Securities Market Report

September 2023

GOVERNMENT DEBT TRADED ON KASE

On the 1st of October the amount of public debt at face value, traded on KASE, amounted to USD 53,4 bn (KZT 25,5 trln).



Planned placements of the Ministry of Finance in October 2023

The Ministry of Finance of the Republic of Kazakhstan plans to hold the following auctions of government securities (MEKAM) in October 2023 for a total of KZT 160 bn*.

Term, years	Placement volume, KZT bn							Total
	1	2	3	5	6	9	12	
04.10.2023			30,0					30,0
11.10.2023		20,0				20,0		40,0
18.10.2023					20,0		10,0	30,0
25.10.2023	30,0			30,0				60,0
Total	30,0	20,0	30,0	30,0	20,0	20,0	10,0	160,0

* 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 September the total volume of trades in GS on KASE amounted to USD 1,0 bn. For nine months of 2023 the total volume of trades amounted to USD 15,4 bn.

In 2023 the average daily trading volume amounted to USD 84,4 mln (in the secondary market – USD 25,0 mln), the average daily number of transactions was 23 (in the secondary market – 16), the average volume of one transaction was USD 3,7 mln (in the secondary market – USD 1,6 mln).

September 2023

1,0
USD bn

▲ +1,2%
per month

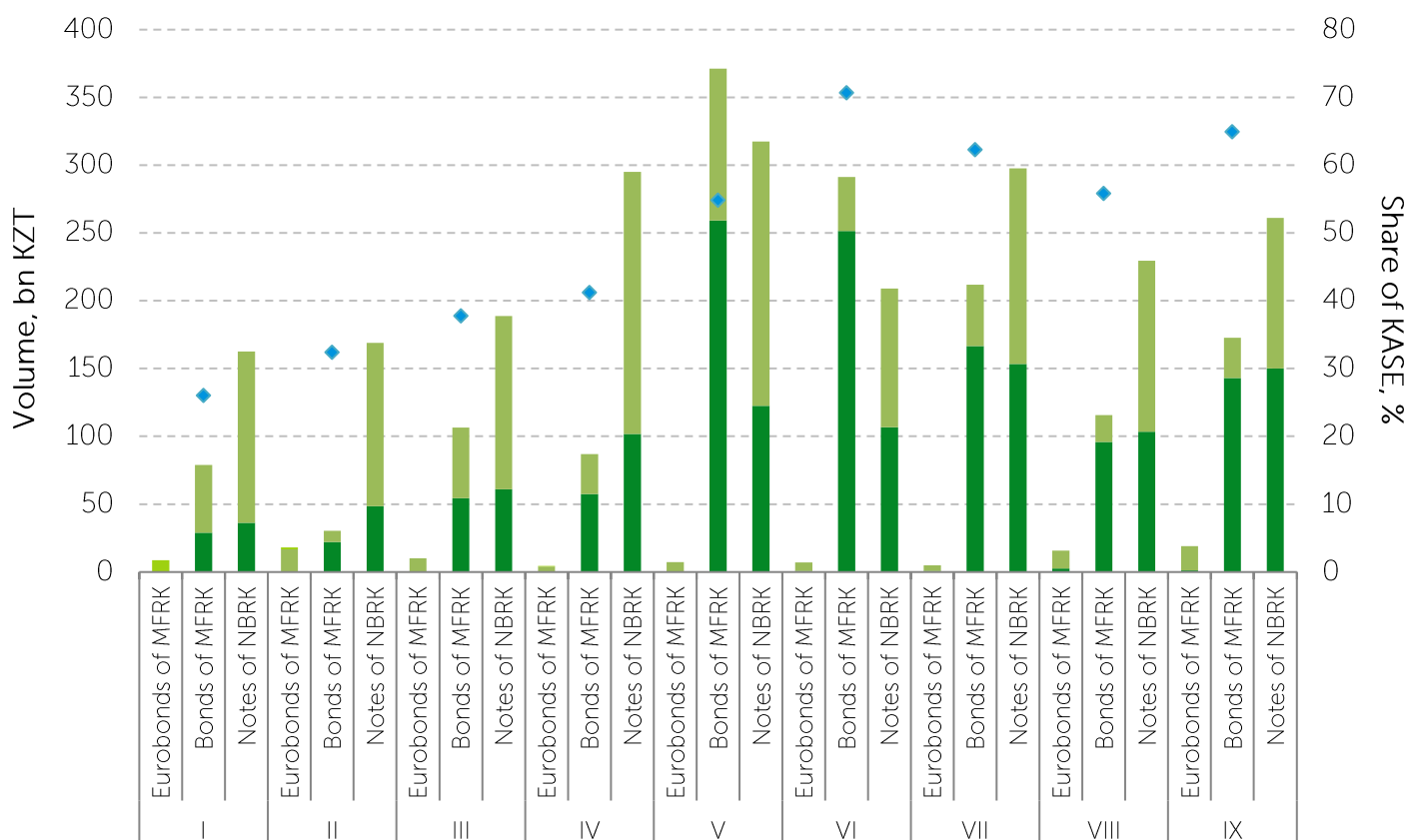
9M 2023

15,4
USD bn

▲ +56,9%
Y-o-Y

Exchange trades and OTC trades turnover in the GS market in 2023

- OTC trades with GS not included in the list of the Exchange (←)
- OTC trades with GS included in the list of the Exchange (←)
- Trading volume on KASE (←)
- Share of GS trades on KASE in the total GS trading volume (←)



In September, the volume of trades in the primary GS market amounted to USD 369,6 mln. Of these, USD 22,9 mln was raised by the akimats of Turkestan and Aktoobe region s(within the framework of the implementation of state programs). The Ministry of Finance raised USD 346,8 mln with an average weighted yield of 11.70–14.60 % per annum by placing bonds with a maturity of 0,5 to 12,9 years.

For nine months of 2023, the volume of trades in the primary GS market amounted to USD 10,9 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 33 bond issues (23 issues were enlarged and 10 new placements were made) were placed at 11,50-17,78 % per annum and maturities from 0,5 to 15,4 years. In addition, 19 obligations of LEB were issued within five months.

September 2023

369,6

USD mln



-32,0%

per month

9M 2023

10,9

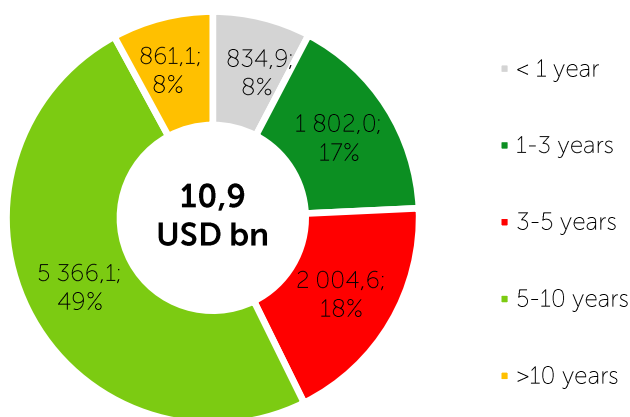
USD bn



+69,4%

Y-o-Y

Structure of GS offerings in the primary market
by maturity in 9M 2023, USD bn



GS placements in September 2023

Issuer	Offering date	Actual amount, KZT mln	Nominal amount, KZT mln	Bid to ask	Yield, % p.a.	Current maturity, years
Ministry of Finance		161 809	169 447			
MUM156_0007	13.09.2023	20 782	21 969	165%	12,05	10,5
MUM132_0007	06.09.2023	20 485	22 488	x2,2	12,6	9,0
MUM096_0014	20.09.2023	19 892	18 002	x3,9	12,8	7,8
MUM096_0012	27.09.2023	19 616	21 379	x1,5	13,09	6,0
MOM024_0087	06.09.2023	16 899	15 990	x3,2	14,02	1,5
MOM060_0052	27.09.2023	16 508	17 495	x2,1	13,64	3,0
MKM012_0154	13.09.2023	14 532	15 574	x5,1	14,55	0,6
MKM012_0154	20.09.2023	14 154	15 133	x2,8	14,6	0,6
MOM060_0052	06.09.2023	12 246	13 079	x4,0	13,64	3,0
MUM216_0001	20.09.2023	6 694	8 338	x2,5	11,7	13,0
Akimats		10 887	10 887			
Akimats		10 887	10 887	100%	4,21-4,25	0,7
TOTAL		172 696	180 334			

[The full list of GS placements in 2023 can be found in the Newsletter](#)

In **September**, the trading volume in the secondary market amounted to USD 644,6 mln.

The share of trades in the notes of the National Bank in the secondary market amounted to 49,9%, or USD 321,5 mln, of the total volume of trades, the share of MEKAM – 47,6 %, or USD 307,0 mln, the share of Eurobonds of the Republic of Kazakhstan – 0,4 %, or USD 2,3 mln.

The rest of the volume, amounting to 2,1 %, or USD 13,8 mln fell on transactions with state securities of foreign states.

September 2023

644,6
USD mln

+40,7%
per month

9M 2023

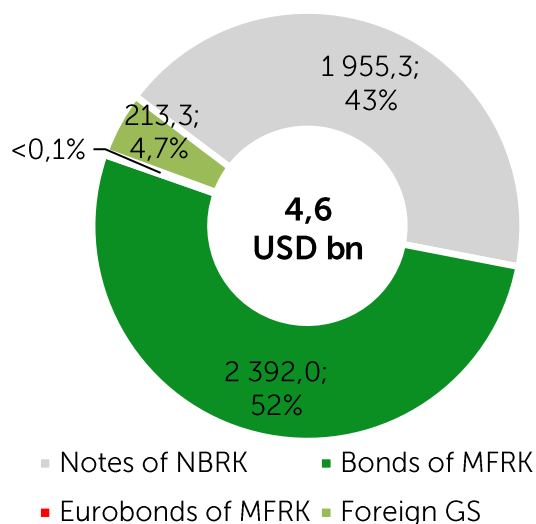
4,6
USD bn

+33,5%
Y-o-Y

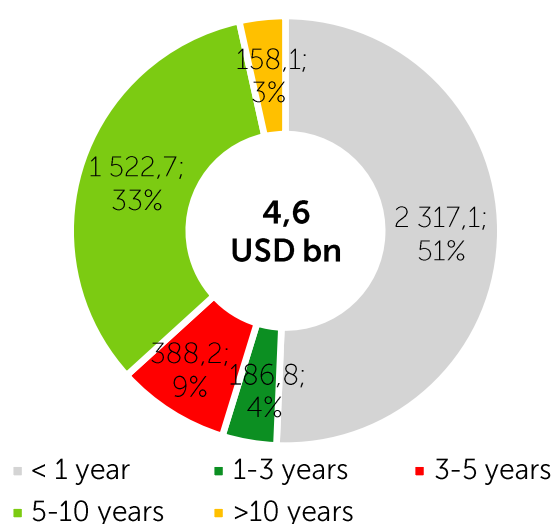
For **nine months of 2023**, the trading volume in the secondary market amounted to USD 4,6 bn.

The share of trades in the notes of the National Bank in the secondary market amounted to 42,8 %, or USD 2,0 bn of the total volume of trades, the share of MEKAM – 52,3 % or USD 2,4 bn, the share of Eurobonds of the Republic of Kazakhstan – 0,3 %, or USD 11,6 mln. 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 4,7%, or USD 213,3 mln.

**Instrumental structure
of the GS secondary market
in 9M 2023, USD bn**



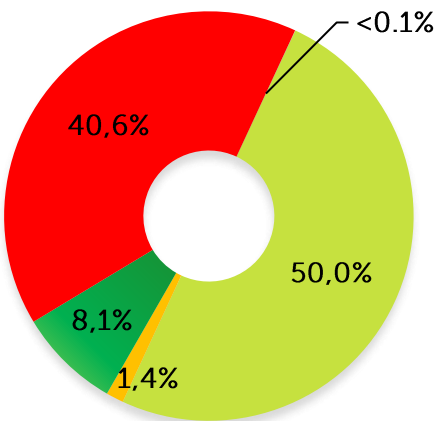
**Structure of GS
in the secondary market
by maturity in 9M 2023, USD bn**



Primary market

For 9 months of 2023 in terms of the main categories of investors in the primary market, banks accounted for 50,0 %, the brokerage and dealer companies – for 1,4 %, other institutional investors – for 40,6 %, other legal entities – for 8,1 %, 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 9M 2023

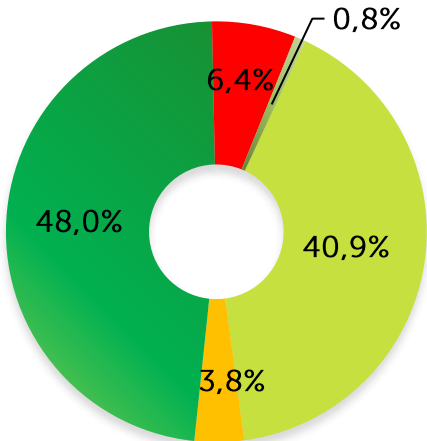


- Banks
- Broker-dealers
- Other legal entities
- Other institutional investors
- Individuals

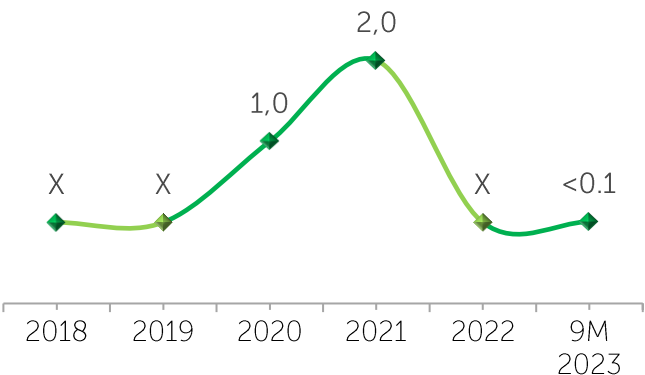
Secondary market

For 9 months of 2023 in terms of the main categories of investors in the secondary market of government securities, banks accounted for 40,9 %, brokerage and dealer organizations – for 3,8 %, other institutional investors – for 6,4 %, other legal entities – for 48,0 %, individuals – for 0,8 %. Participation of non-residents is estimated at 6,9 %.

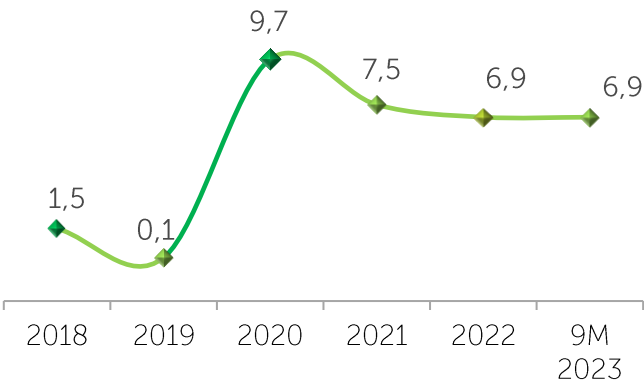
Structure of investors on the secondary market in 9M 2023



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

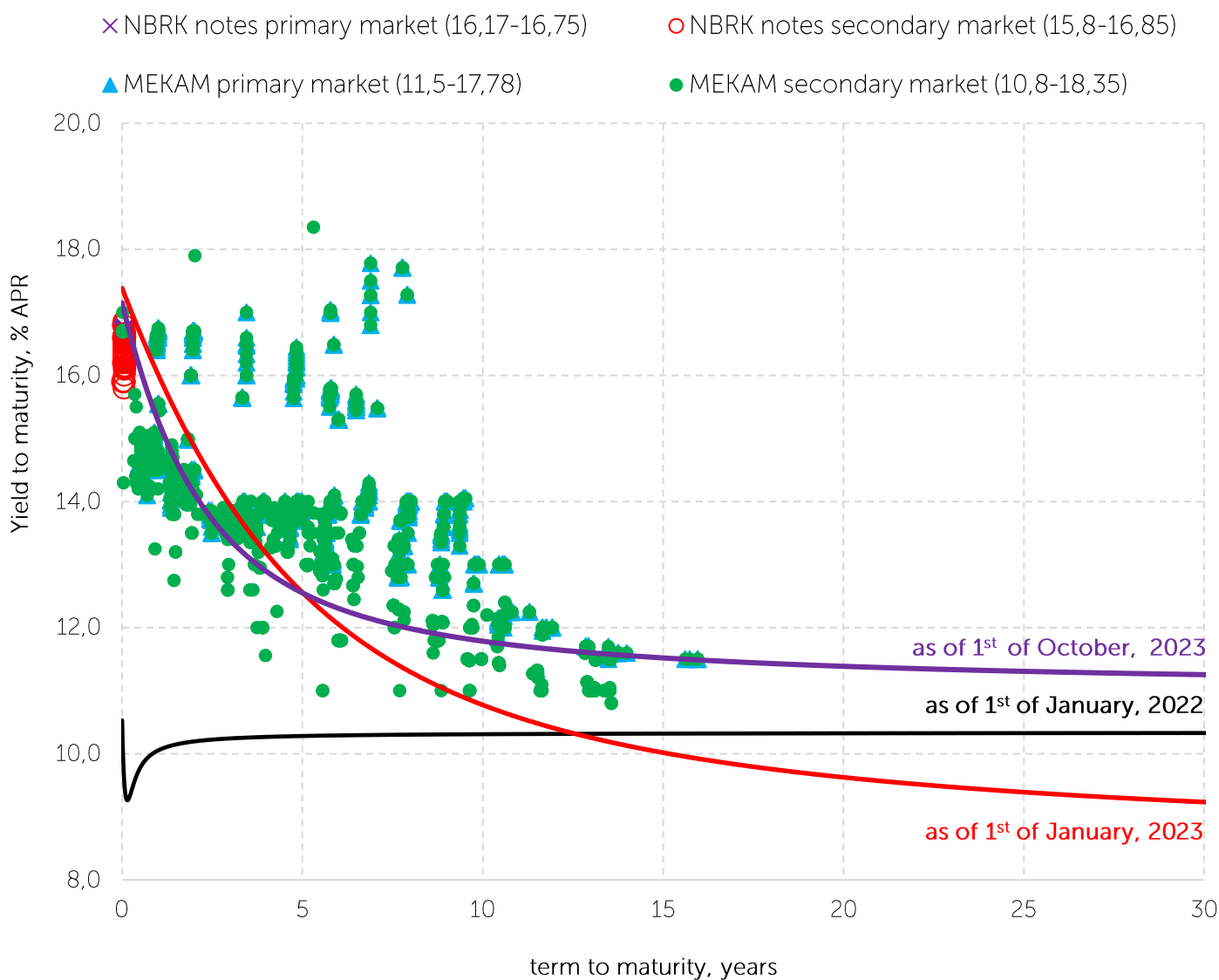


Share of non-residents in total gross turnover on secondary market, %

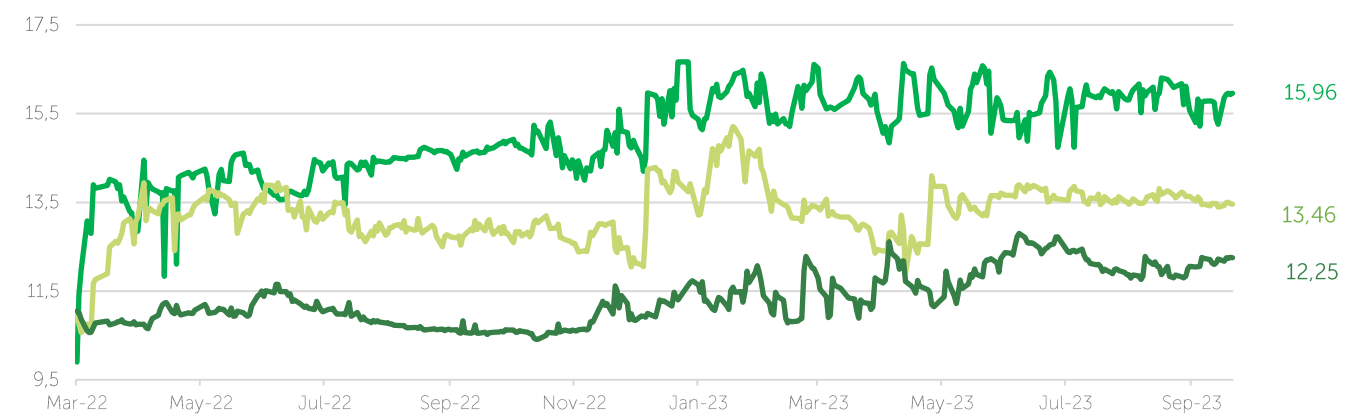


On August 25, 2023 the Monetary Policy Committee of the National Bank of the Republic of Kazakhstan made a decision to reduce the base rate to the level of **16,5% per annum** with the interest rate corridor ± 1 pp., while the rate of inflation in September was 11,8%.

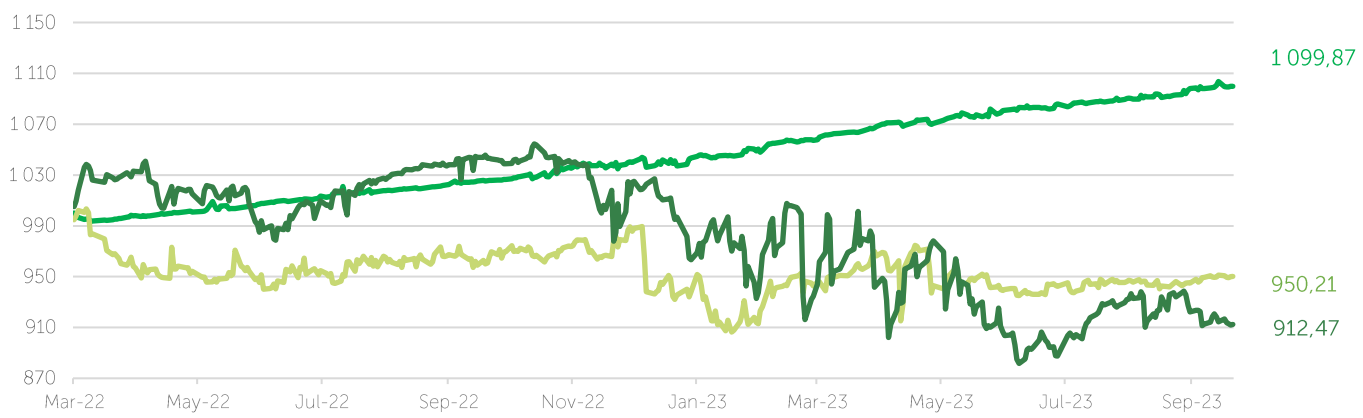
GS yield and GS yield curve



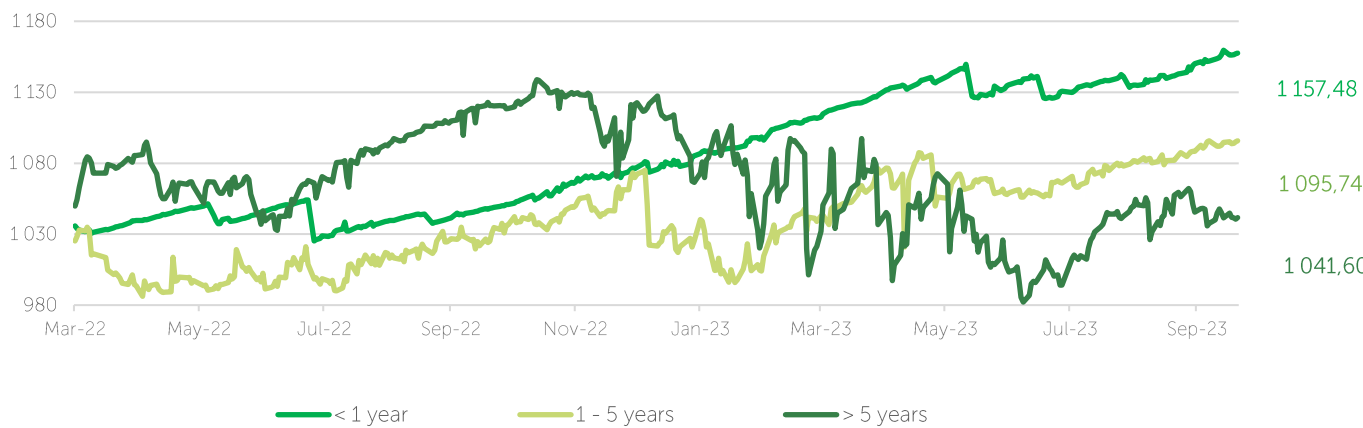
GS yield indicators, %



Indicators of "clean prices" of GS



Indicators of total income of GS



Source: KASE

KASE CONTACTS

Department
of Information and Statistics

+7 727 237 53 28

+7 727 237 53 23

+7 727 237 53 15

info@kase.kz

LIMITATION OF LIABILITY

The information contained in this report was prepared by specialists of Kazakhstan Stock Exchange JSC (hereinafter - KASE). KASE gives guarantees regarding the completeness and accuracy of the given information in this report, as well as its reliability only in relation to information, the source of which is KASE.

Neither KASE nor any of the employees is responsible for any direct or indirect loss (damage) incurred as a result of the use of this report or information, presented in it.

KASE recommends investors to independently assess the feasibility of certain investments and strategies and encourages investors to use the services of financial consultants. All rights to the report belong to KASE. Partial or complete reproduction and /or distribution of this analytical material cannot be carried out without written permission.