

# KASE WEEKLY

31 July –  
4 August, 2017

## KASE NEWS

- ▲ Local executive body of Astana on August 2 raised KZT8.1 bn on KASE selling two-year bonds at 9.2 % APR.
- ▲ Sovereign Wealth Fund Samuryk-Kazyna on August 3 held a special trading session to sell bonds on KASE. The executed orders made KZT25.0 bn at par with YTM of 10.50 % APR
- ▲ On Friday subscription to bonds of Agrarian Credit Corporation was conducted on KASE. The company raised KZT5.1 bn as it placed bonds until June 2026. This instrument offers investors a semi-annual coupon with a yield of 14% per annum.
- ▲ Common shares of Al Sakr Finance were put on KASE official list in "Shares" Sector of AIM as of August 3. The issuer backs projects in the real economy to update, modernize and expand fixed assets of Kazakhstan companies. Clients of Al Sakr Finance are large, medium and small businesses.
- ▲ KASE launched new pages on the beta version of its website. The Exchange continues to launch new sections and pages on the early beta version of its new official website available at [beta.kase.kz](http://beta.kase.kz). The recent pages with sections "Listing", "Assessment and parameters", "Trading system", "Information products", "Press center", section "About", as well as a section with information for shareholders, contact information, bank details of KASE and careers.

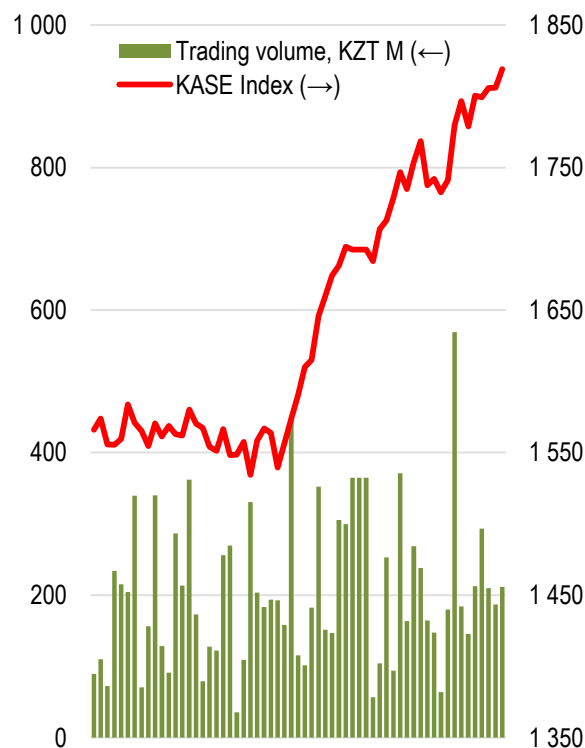
## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The National Bank will offer state savings treasury bills of the Ministry of Finance in 15 special trades in August. The first special trading session was held on August 2, while the last August one is scheduled for August 24. The National Bank held three auctions this week to sell government securities. YTM in all auctions was 9% per annum.

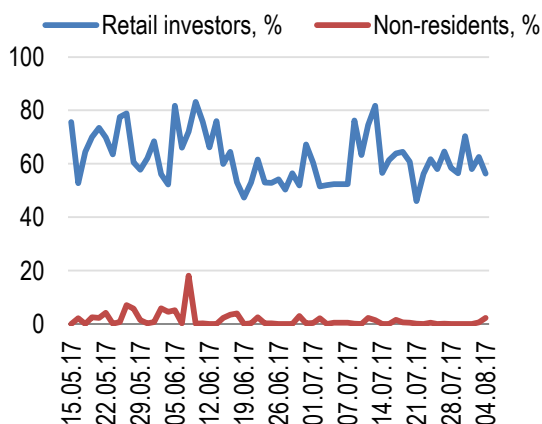
Over the last week KASE index gained 2.3% and consolidated above 1,819 points.

KAZ Minerals shares once again are way ahead of the rest of the market and climbed 9.3% to KZT3,170 per share. Investors maintained positive sentiment after the strong last week's H1FY17 report against the backdrop of the continued copper quotations boost.

### KASE Index shares



### Retail investors & non-residents, %



04.08.2017

		Trends (%)	
KASE Index	1 819,1	2,3	7,5
First class of liquidity	Price, KZT	Δ 7d	Δ 1m
<b>KAZ Minerals</b>	3 170,0	9,3	45,5
Sberbank (Russia)	934,5	3,9	14,9
<b>KEGOC</b>	1 399,0	3,9	1,6
Bank of America	8 210,1	3,6	2,1
Gazprom (Russia)	670,0	2,8	1,5
<b>Kcell</b>	1 349,5	2,2	-2,2
<b>KazMunayGas EP</b>	19 500,0	1,8	8,3
<b>Halyk Bank</b>	79,4	1,2	8,0
Bank of Astana	1 170,0	0,6	0,2
QAZKOM	139,0	0,3	185,4
Estate Management Company (pref.)	84 975,0	0,0	0,0
Kazakhtelecom (pref.)	6 906,2	0,0	7,9
Aeroflot (Russia)	1 136,3	-0,3	3,0
KazMunayGas EP (pref.)	7 100,0	-0,4	-1,5
<b>KazTransOil</b>	1 197,0	-0,7	-3,3
<b>CenterCredit Bank</b>	157,7	-1,4	1,1
QAZKOM (pref.)	71,0	-1,5	25,7
<b>Kazakhtelecom</b>	16 000,0	-2,1	-4,8
Aktobe Metalware Plant	13 069,5	-5,8	-9,1

Kazakhtelecom common shares were the weakest this week and slipped 2.1 % to 16,000.

The National Bank will offer state savings treasury bills of the Ministry of Finance in 15 special trades in August. The first special trading session was held on August 2, while the last August one is scheduled for August 24. The National Bank held three auctions this week to sell government securities. YTM in all auctions was 9% per annum.

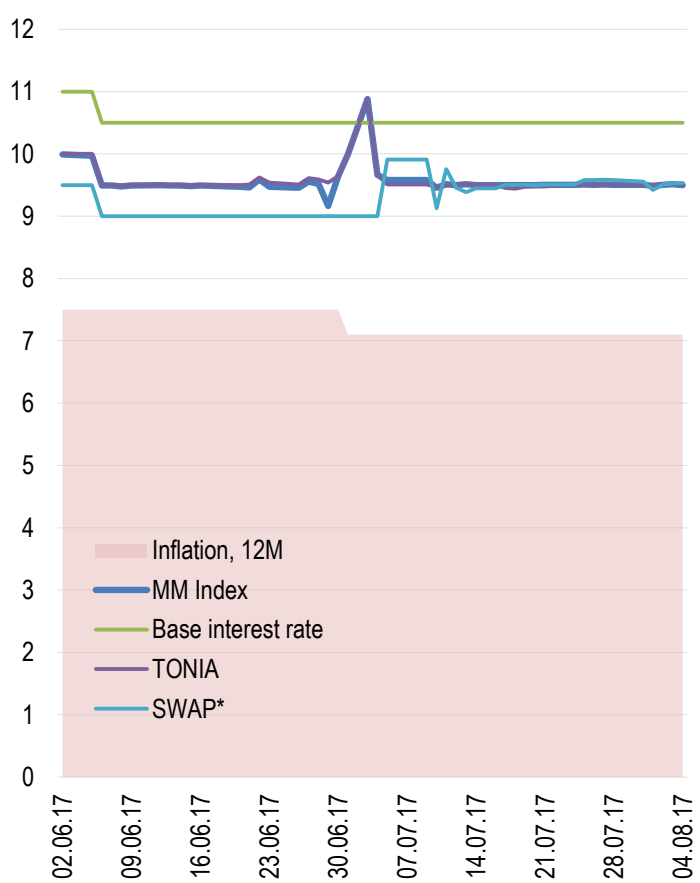
On August 2, the local administration of Astana raised KZT 8.1 bln, as it placed two-year bonds at 9.2% per annum. On August 3, Samruk-Kazyna offered its bonds in a special trading session on KASE. Successful orders made KZT25 bln at face value, while YTM was 10.5% per annum.

On Friday Agrarian Credit Corporation completed subscription to its bonds on KASE. The company raised KZT32.9 bln as it placed bonds due June 2026. This instrument offers investors a semi-annual coupon with a yield of 14% per annum.

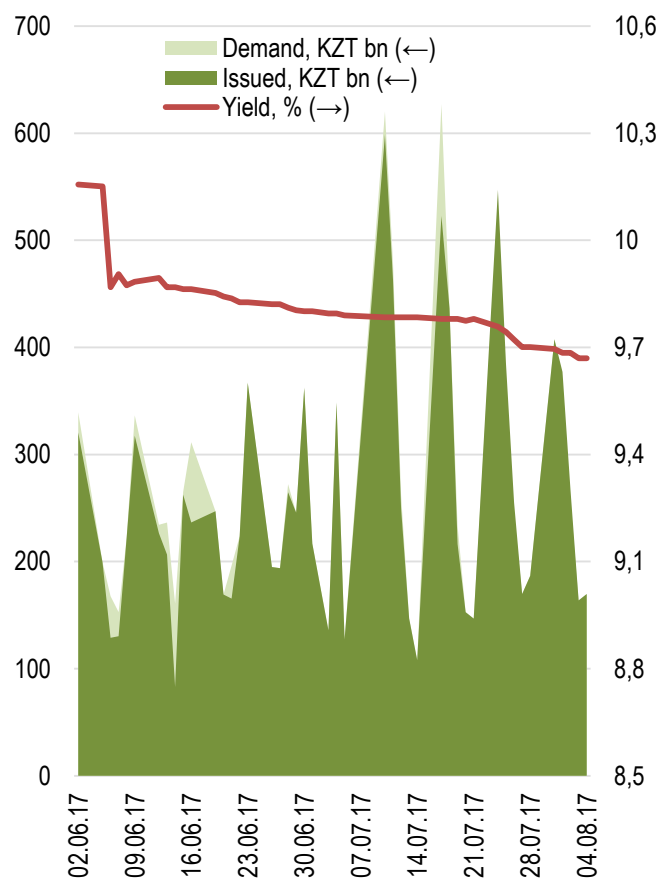


Over the week the money market rates were still close to the lower limit of the base interest rate's percentage corridor. The yield in the repo segment remained basically flat at 9.50% p.a., while in the currency swap segment the average weighted yield lost 4 basis points to 9.57 % p.a.

**Inflation and interest rates**

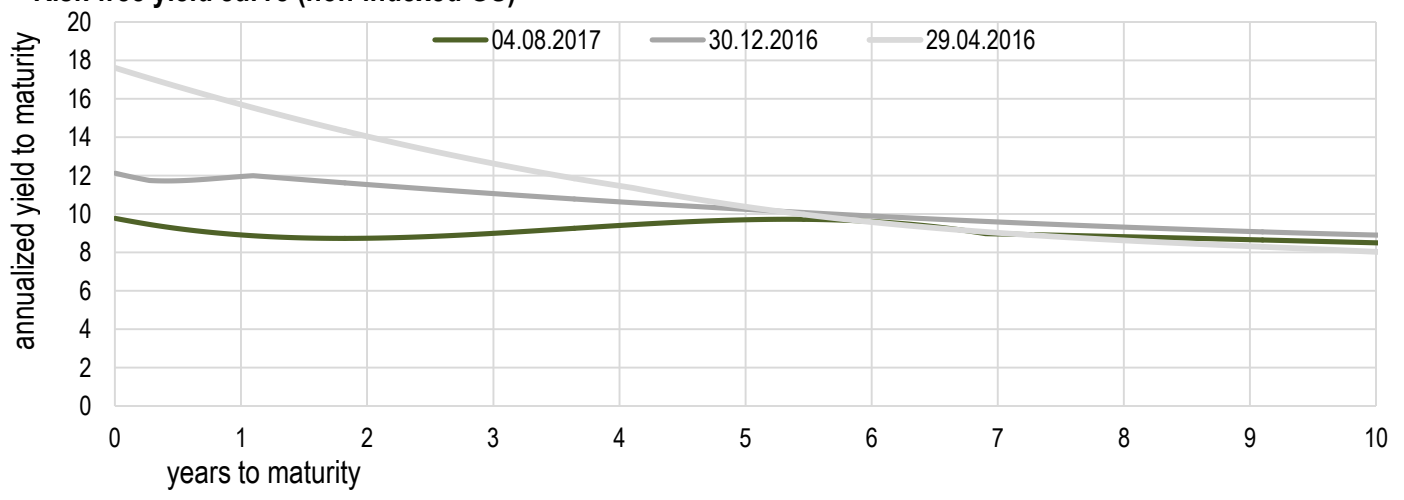


**Issuance of weekly NBK notes**



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

**Risk-free yield curve (non-indexed GS)**



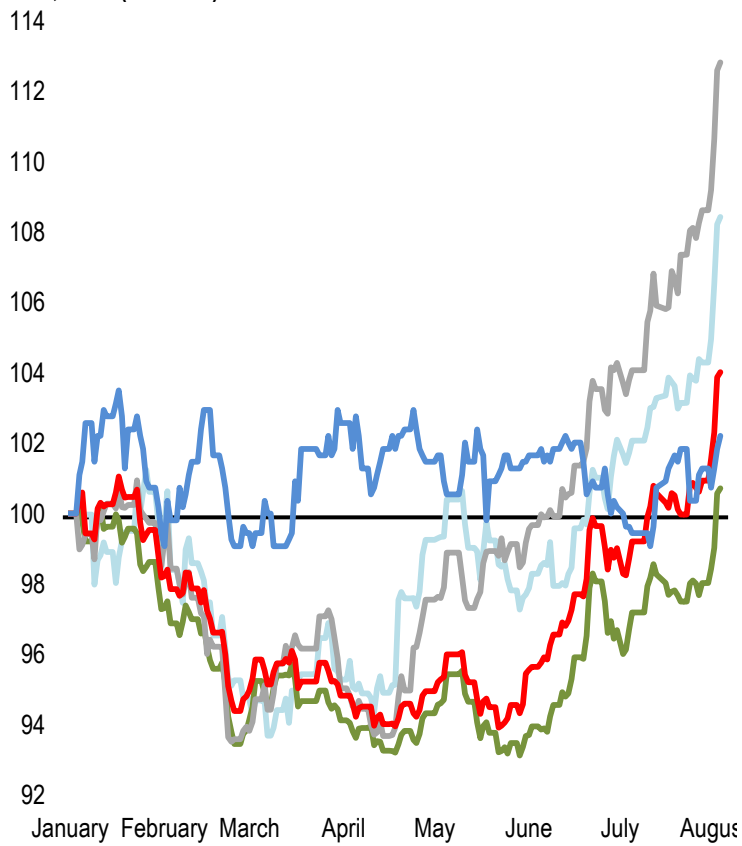


The dollar exchange rate added 2.0% to KZT333.36. The tenge continuously weakened till Thursday as the ruble slipped under speculative pressure mainly owing to the external factors such as the new US sanctions against Russia and a seasonal factor being conversion of dividend payments on Russian stocks by non-residents. The buffer of the ruble and tenge such as tax week and growing oil quotations ran its course by Monday, resulting in both currencies weakening against the dollar. On Friday, the tenge partially recovered against the dollar upon the ruble stabilization.

The ruble exchange rate continued to strengthen on KASE this week, rising 0.5% to KZT5.5248.

**FX rates**

Δ %, base (01.01.17)

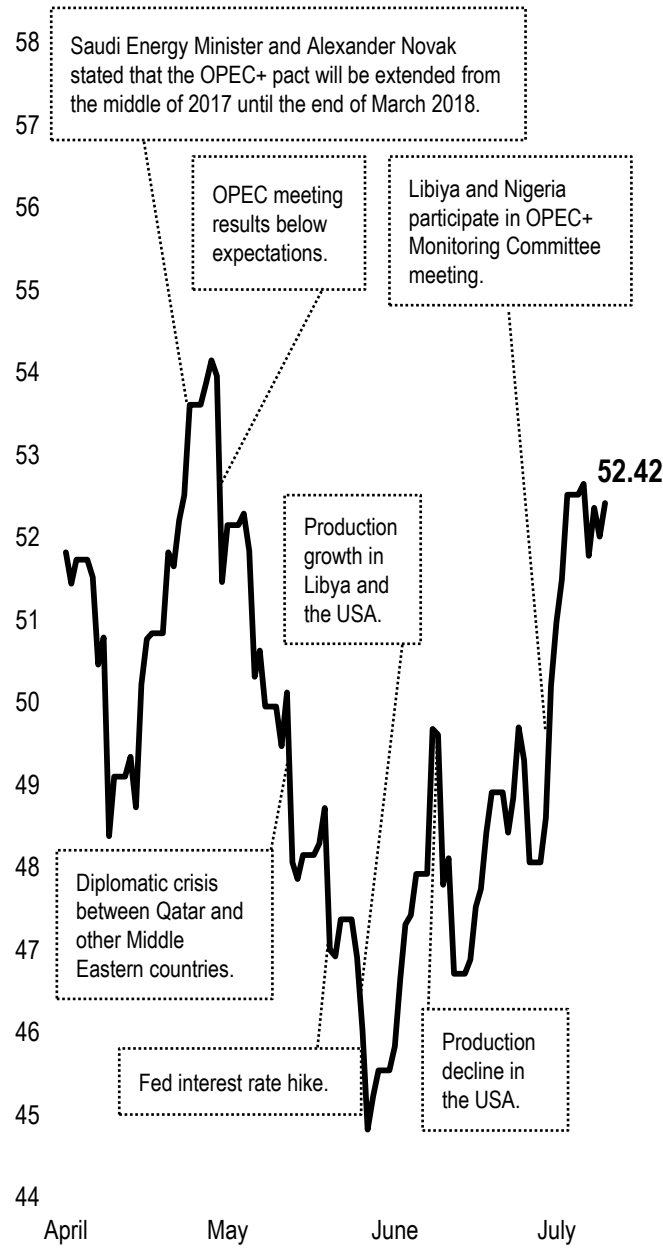


	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	444.31	+3.9	+6.6	+8.4
— USDKZT	335.71	+3.1	+4.1	+0.7
— EURKZT	397.61	+4.2	+8.7	+12.8
— CNYKZT	49.95	+3.4	+5.4	+4.0
— RUBKZT	5.55	+1.1	+2.6	+2.2

Note: The chart and the table are based on the official market rates of the NBK. NBK rates may differ from KASE rates.







**Brent oil**

USD/barrel





## Global indices

Name	Value	Trend			Futures 7d
		7d	1m	1y	
 S&P 500	2 476,83	0,2	1,8	14,4	0,1
Dow Jones	22 092,81	1,2	2,9	20,4	1,1
 RTS	1 026,73	1,2	1,9	10,7	1,2
MICEX	1 953,49	1,9	1,7	0,4	1,2
 Hang Seng	27 562,68	2,2	8,0	26,2	2,2
SS CSI 300	3 707,58	-0,4	1,3	15,8	0,0
 Euro Stoxx 50	3 507,41	1,1	0,8	19,6	1,4
FTSEuroFirst	4 244,00	1,7	0,7	13,9	1,3
 FTSE 100	7 511,71	1,9	2,0	11,4	2,2
 KASE	1 819,06	2,3	7,5	70,5	0,0

## Commodities market

04.08.2017

Name	Price	Trend	
		7d	1m
Oil	47,37	-1,6	-9,3
	44,74	-2,4	-8,8
Natural gas	3,04	-0,1	-4,9
Copper	256,40	-3,2	0,8
Iron	426,00	-3,7	-9,9
Gold	1 253,73	-1,0	-0,2
Silver	16,66	-3,3	-1,1
Wheat	1 253,73	-1,0	-0,2

## Economic calendar

		Currency	Forecast	Previous
08.08	Trade Balance (USD) (July)	CNY	46,08B	42,77B
08.08	Job Openings and Labor Turnover Survey (JOLTS) (June)	USD	5,660M	5,666M
09.08	Consumer Price Index (CPI) (y/y) (July)	CNY	1,5%	1,5%
09.08	Crude Oil Inventories	USD		-1,527M
10.08	Producer Price Index (PPI) (m/m) (July)	USD	0,1%	0,1%
11.08	IEA Monthly Report	USD		
11.08	GDP (y/y) (Q2)	RUB		0,5%

Note: The calendar contains the economic events of the upcoming week, deemed by KASE as most significant

B – billions  
M – millions  
K – thousands

## Kazakhstan statistics

	Value	As of	Beginning year
Annual inflation	7.1 %	01.08.17	8.5 %
Gross international reserves of NBK, USD bn	30 302	01.07.17	29 530
Reserve money, KZT bn	5 173.9	01.07.17	5 162.2
Money supply, KZT bn	19 690.7	01.07.17	19 912.6

## Kazakhstan credit ratings

	Rating	Date	Previous
<b>S&amp;P Global</b>	BBB- negative	10.03.17	BBB- negative
<b>MOODY'S</b>	Baa3 negative	11.05.17	Baa3 negative
<b>FitchRatings</b>	BBB stable	21.04.17	BBB stable

## Kazakhstan Stock Exchange JSC

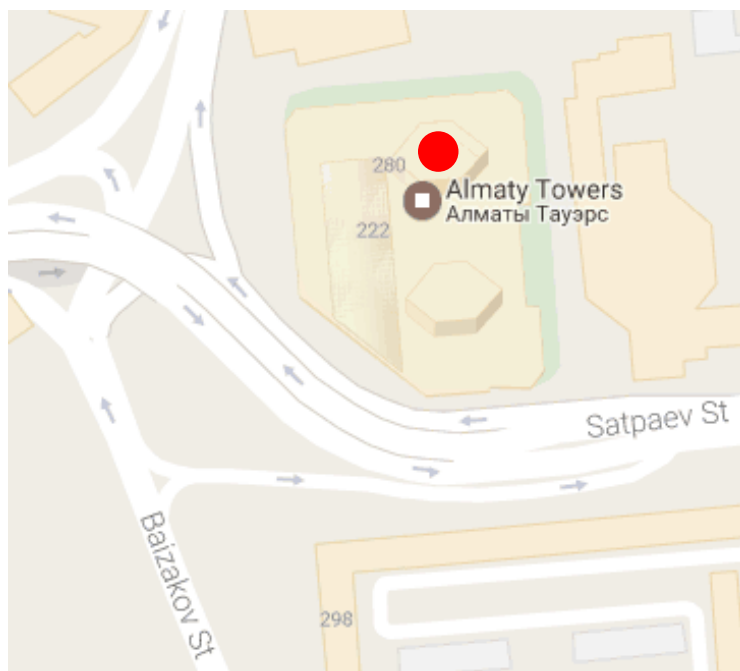


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2. previous results do not necessarily affect the future results with the future estimations based on the assumptions that may not materialize. The value of any investment or income may go down and up, as a result the investors might not receive the 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.

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