

# KASE WEEKLY

20 – 24 May,  
2019

## KASE NEWS

- ▲ KASE Board of Directors [approved](#) Regulations on Foreign Exchange Market Committee with effect from May 22, 2019.
- ▲ Announcement: KASE will [hold](#) workshop "How to Trade on the Stock Market" for private investors on May 29, 2019.
- ▲ Trading in new instruments on CS auto repo currency market [opens](#) on KASE on May 24, 2019.

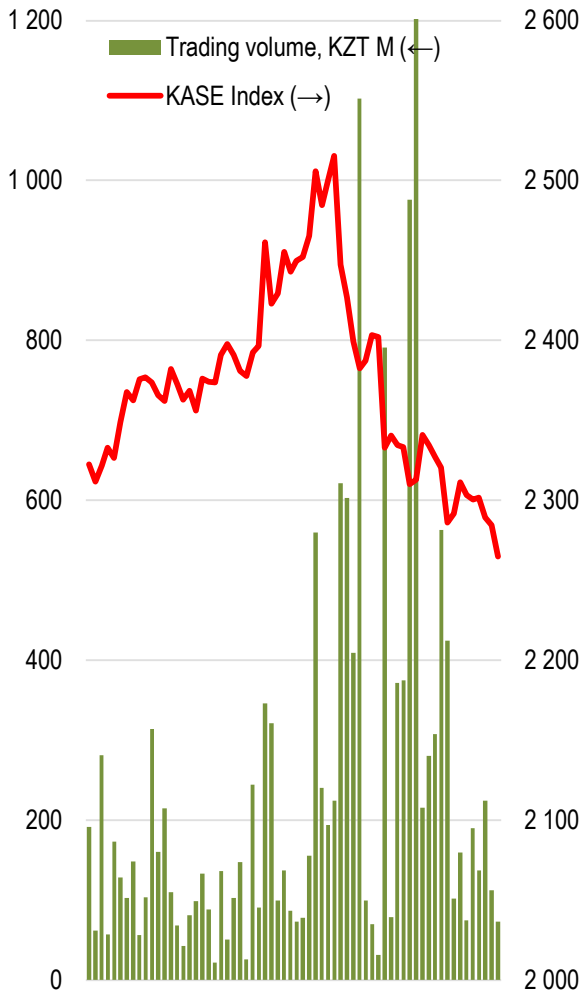
## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT39.6 bn on KASE selling 20-year bonds at 8.64 % APR on May 20. Term to maturity 15 years.
- ▲ The administration of East Kazakhstan Region [raised](#) KZT4.0 bn by placing bonds (VKK024\_046) at 0.35% APR on May 24.
- ▲ Kazakhtelecom will pay extra [dividends](#) on preferred shares for 2018 in the amount of KZT481.06 per share.
- ▲ Centras Securities [reported](#) payment of dividends on ordinary shares for 2018 and the increase of the share capital by KZT200.0 mln.
- ▲ Caspiy Neft has [paid](#) second tranche of dividends on ordinary shares (KSNF) for 2018.
- ▲ Kazakhtelecom's Board of Directors [decided](#) to issue bonds for the amount of up to KZT120.0 bn.
- ▲ Kazakhtelecom's Board of Directors [decided](#) to purchase 49% of shares of Khan Tengri Holding B.V.
- ▲ Shareholders of RG Brands [decided](#) to issue bonds as part of second bond program in the amount of KZT5.0 bn.
- ▲ Kazakhtelecom [announced](#) settling corporate dispute with minority shareholders.
- ▲ KEGOC [provided](#) management comments on financial results of operations for three months ended March 31, 2019.
- ▲ Auditor's report on consolidated financial statements of KEGOC for 2018 [released](#).
- ▲ Halyk Savings Bank of Kazakhstan [reports](#) issuance of licence to its subsidiary Tenge Bank by Uzbekistan's Central Bank.
- ▲ Halyk Finance [named](#) "The Best Investment Bank in Kazakhstan in 2018" by renowned international magazine "EMEA Finance".
- ▲ The makeup of the Development Bank of Kazakhstan's Management Board has [changed](#).



The KASE Index has been falling for the sixth week in row since mid-April when it reached its peak since the beginning of the year. This week, it declined by 1.7% to 2,265.00 points.

**KASE Index shares**



24.05.2019

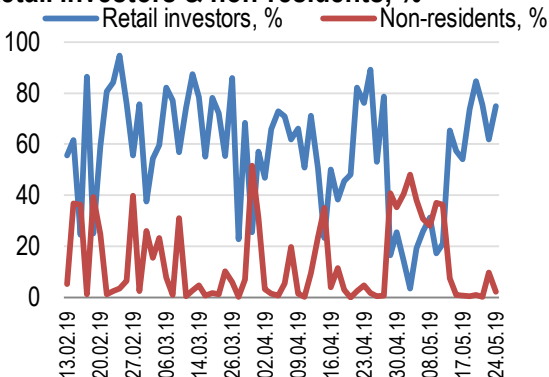
		Trends (%)	
		Δ 7d	Δ 1m
<b>KASE Index</b>	2 265,00	-1,7	-5,7
<b>First class of liquidity</b>	<b>Price</b>		
<b>Kazakhtelecom</b>	27 374,5	4,9	1,4
Gazprom (Russia)	1 220,0	4,7	25,3
Sberbank (Russia)	1 356,0	2,3	-2,8
NAC Kazatomprom JSC	5 685,0	1,0	1,1
<b>Halyk Bank</b>	107,0	0,7	3,1
Aeroflot (Russia)	541,0	0,4	-7,4
Kazakhtelecom (pref.)	12 700,0	0,2	-1,4
Bank of America	10 700,0	-0,4	-1,2
<b>KEGOC</b>	1 606,9	-0,4	-4,2
<b>Kcell</b>	1 944,0	-1,4	-1,2
<b>KazTransOil</b>	1 185,0	-2,1	-12,8
<b>CenterCredit Bank</b>	240,0	-2,1	2,1
NOSTRUM OIL & GAS PLC	390,0	-5,3	-9,3
<b>KAZ Minerals</b>	2 560,0	-12,5	-25,1

Note: Index stocks are highlighted in green

Kazakhtelecom officially announced settling corporate dispute with minority shareholders. According to the text of the published press-release, Kazakhtelecom bought back shares at the request of minority shareholders, who have legal grounds for submitting requests for share repurchase. The repurchase price was fixed by Kazakhtelecom's Board of Directors in accordance with the methodology approved by the General Meeting of Shareholders. Requests of respective shareholders were completely fulfilled. Therefore, some shareholders have withdrawn their statements of claim at their initiative. Thus, according to the company, the corporate dispute with minority shareholders is settled. It became known from the press service of Falconry Capital earlier, however, this positive news was utilized by the market participants only on Monday. By the end of the trading week prices of the company's shares rose by 4.9% to KZT27,374.50.

KAZ Minerals's stock quotes fell this week by 12.5% to KZT2,560 per share. The stock prices of metal mining companies are rapidly falling amid renewed trade clash between China and the U.S. The price of KAZ Minerals's stocks has fallen by more than 20% over the month. Similar trend is being observed with respect to the share prices of the company's nearest competitors including Boliden AB and Glencore.

**Retail investors & non-residents, %**

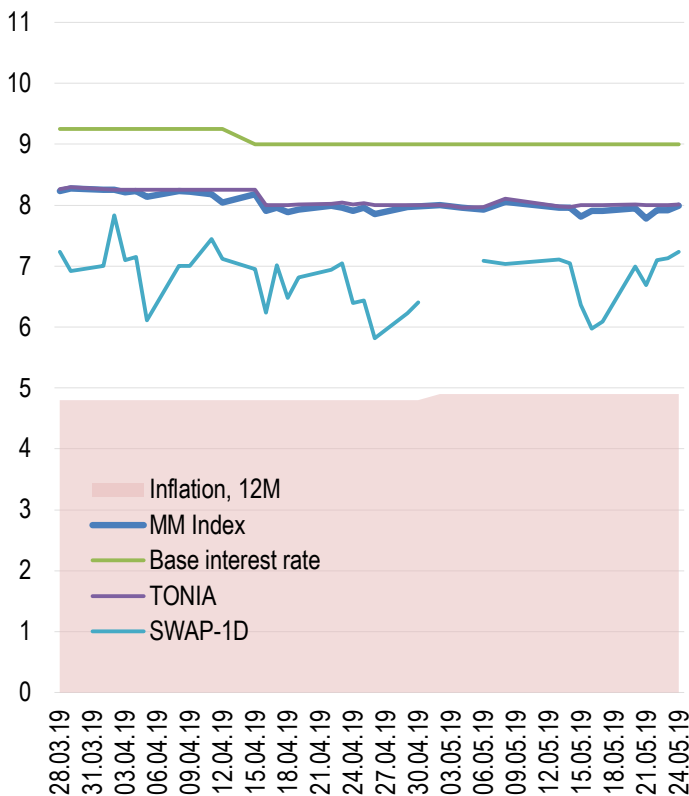




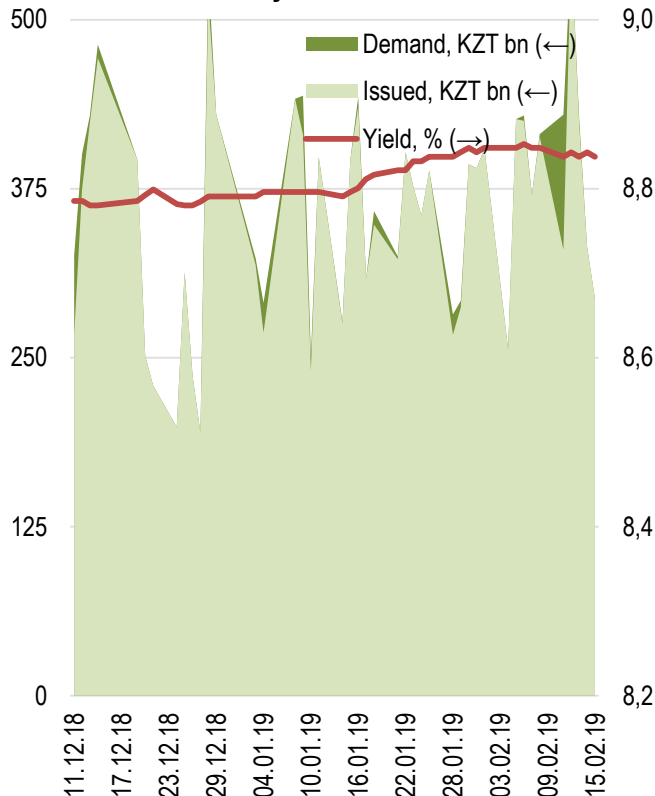
Short-term borrowing rates on the money market have grown. The yield of one-day currency swaps rose by 115 b.p. to 7.23% APR over the week. The yield of one-day repo transactions with government securities increased by 1 b.p. to 8.01% APR.

The National Bank placed two issues of short-term notes for the total amount of KZT627.6 bn during the week. 28-day notes were placed at 8.60 % APR. The yield of semi-annual notes reached 8.69% APR. The total demand for the notes exceeded the supply by 44%.

### Inflation and interest rates



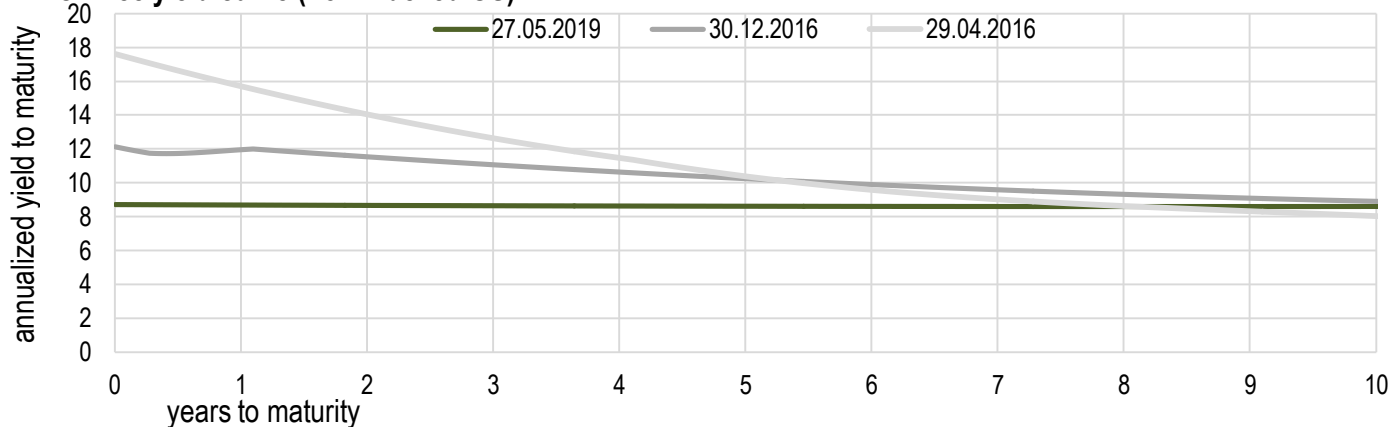
### Issuance of weekly NBK notes



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

\* From February 18, NBK has stopped the auctions of weekly notes

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





Weighted average dollar rate grew by KTZ0.43 to KZT379.36 at the trading volume of US \$590.8 mln.

The tenge closes the week with almost zero dynamics slightly weakening by KZT0.43 against the dollar. The traditional positive effect of the exporters' tax payments has been outweighed by slumping Brent oil prices. The trade clash between China and the U.S. negatively impacts many markets, including mineral commodities market as market participants have fears about future energy demand.

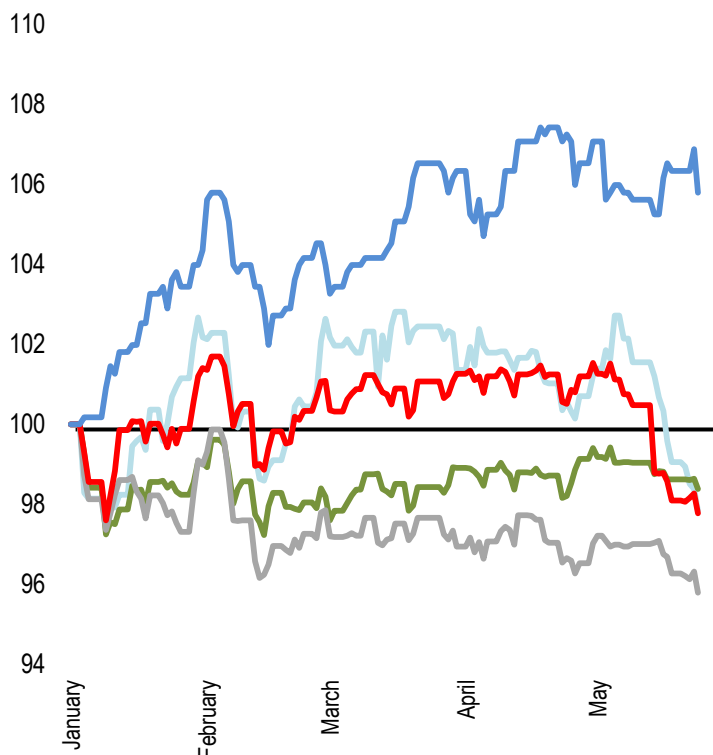
The exchange rate of the ruble dropped by KZT0.0092 to KZT5.8708 at the trading volume of RUB161.0 mln.

The yuan exchange rate with settlements T+0 rose by KZT0.1595 to KZT54.779.

The price of one euro on KASE decreased by KZT3.2 to KZT421.60 per unit of currency.

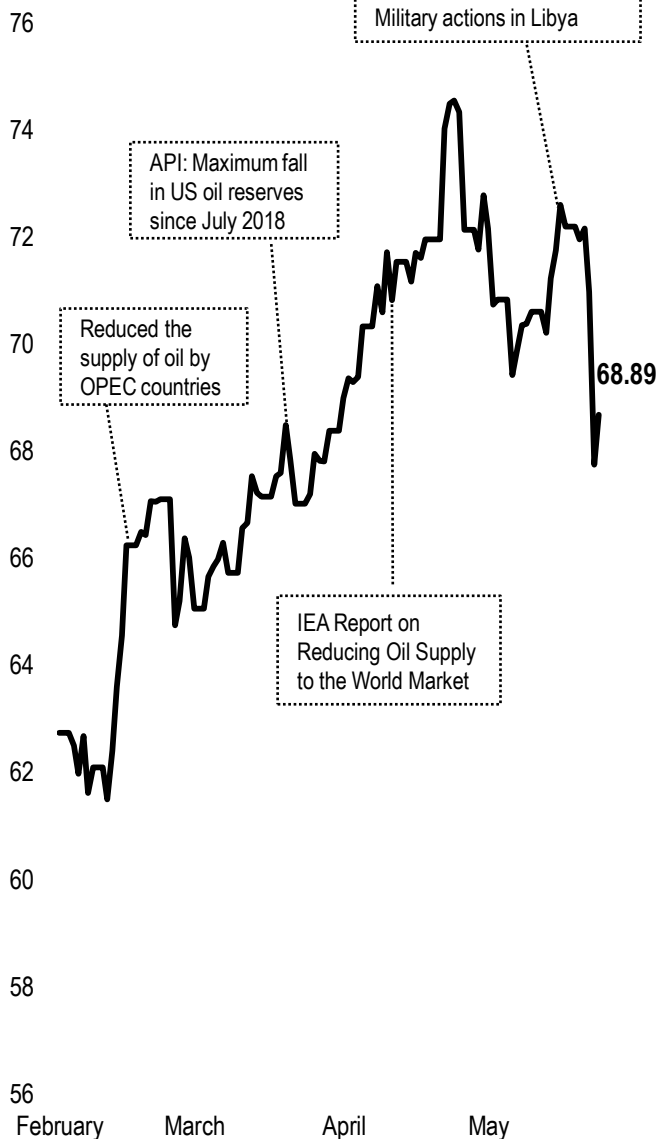
## FX rates

Δ %, base (01.01.19)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	477,58	-1,8	-2,7	-2,2
— USDKZT	378,01	-0,2	+0,2	-1,6
— EURKZT	420,88	-0,9	-0,9	-4,2
— CNYKZT	54,64	-0,8	-2,7	-2,2
— RUBKZT	5,84	-0,7	-1,4	+5,8

## 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	2 826,06	-1,2	-3,5	3,6	-1,1
Dow Jones	25 585,69	-0,7	-3,8	3,1	-0,6
 RTS	1 279,11	1,9	1,2	9,0	2,1
MICEX	2 285,53	0,0	0,0	0,0	2,1
 Hang Seng	27 353,93	-2,1	-8,2	-11,1	-1,5
SS CSI 300	3 593,91	-1,5	-10,8	-6,1	-1,1
 Euro Stoxx 50	3 350,70	-2,2	-4,3	-4,9	-1,9
FTSEuroFirst	4 093,50	-1,6	-3,0	-4,9	-1,8
 FTSE 100	7 277,73	-1,0	-2,6	-5,7	-1,0
 KASE	2 265,00	-1,7	-5,7	-9,3	

## Commodities market

24.05.2019

Name	Price	Trend %	
		7d	1m
Oil	68,69	-4,9	-7,9
	58,63	-6,6	-11,0
Natural gas	2,60	-1,3	5,5
Copper	270,65	-1,5	-7,0
Iron	809,00	12,4	16,2
Gold	1 284,93	0,6	0,7
Silver	14,52	1,2	-2,7
Wheat	489,50	5,3	13,2

## Economic calendar

		Currency	Forecast	Previous
28.05	CB Consumer Confidence (May)	USD	130.1	129.2
29.05	GDP (QoQ) (Q1)	USD	3.1%	3.2%
30.05	Crude Oil Inventories	USD		4.740M
31.05	Treasury Department Report	USD		
31.05	Nationwide HPI (YoY) (May)	GBP	1.2%	0.9%
31.05	PCE Deflator (r/r)	USD		1.3%
31.05	Baker Hughes Oil Rig Count	USD		797

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	Beginning 2018
Annual inflation	4,9 %	01.05.19	7,1 %
Gross international reserves of NBK, USD bn	27 089	01.05.19	30 745
Reserve money, KZT bn	5 694,8	01.05.19	5 538,7
Money supply, KZT bn	19 354,0	01.05.19	19 456,0

## Kazakhstan credit ratings

	Rating	Date	Previous
	BBB- stable	08.03.19	BBB- stable
	Baa3 stable	26.07.17	Baa3 stable
	BBB stable	25.03.19	BBB stable

# CONTACT INFORMATION



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

**Tel.:** 8 (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