

# KASE WEEKLY

26 – 29 March,  
2019

## KASE NEWS

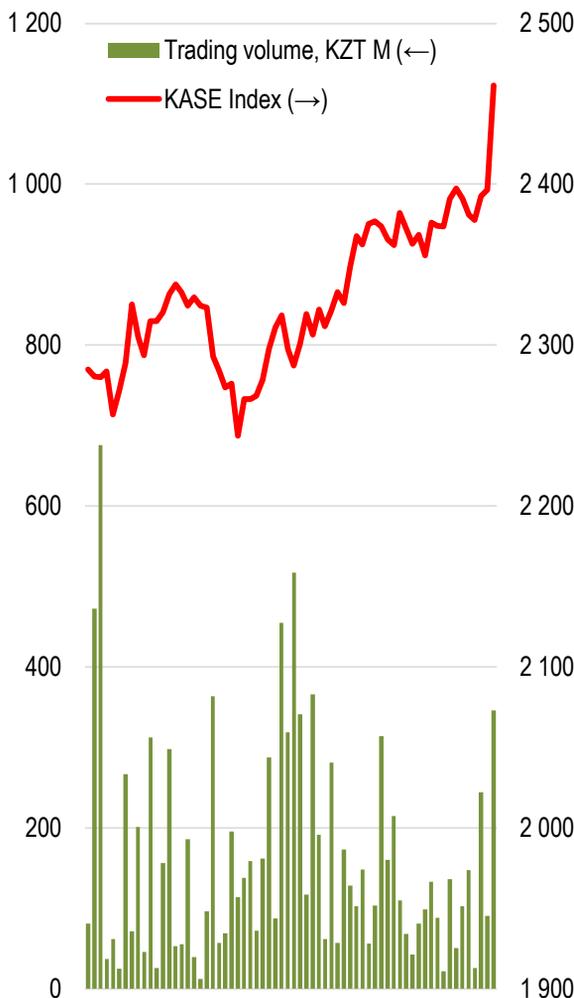
- ▲ The parameters of subgroups of non-indexed GS for the second quarter of 2019 for the purposes of their market valuation have been [fixed](#).
- ▲ KASE has [composed](#) lists of securities of investment funds of first, second and third classes of liquidity for April - May 2019.
- ▲ KASE has [composed](#) lists of shares and depository receipts of the first, second and third classes of liquidity for April 2019 - May 2019.
- ▲ Bonds (EABRK050619) of Eurasian Development Bank have been [included](#) in list of securities from GS basket as of March 27, 2019.
- ▲ Amendments to Instruction on Procedure for Coding Members of Kazakhstan Stock Exchange and Their Accounts, Financial Instruments and Securities Issuers were put into [effect](#) as of April 1, 2019.
- ▲ Amendment to Regulations on Trades and Confirmation System Operation to be put into [effect](#) as of April 1, 2019.

## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance [raised](#) KZT23.7 bn by offering 15-year bonds at 8.61% APR. Current maturity is 10.9 years.
- ▲ Subsidiary Bank Alfa-Bank [reported](#) that Fitch Ratings had affirmed its ratings, outlook "Stable".
- ▲ Altyn Bank JSC (Subsidiary Bank of China CITIC Bank Corporation Ltd) [says](#) Fitch Ratings affirmed issuer default rating at "BBB-" and assigned viability rating at "bb-", outlook "Stable".
- ▲ Kazakhtelecom [issued](#) previously approved financial statements for 2018.
- ▲ Stocks of Kazakhtelecom and Kcell [included](#) in list of securities admitted to trading on Saint Petersburg Stock Exchange.
- ▲ National Company KazMunayGas [announces](#) consent solicitation offer in respect of four issues of international bonds.
- ▲ Samruk-Energy [reported](#) on the development of renewable sources of energy in Kazakhstan.

KASE Index closes trading week in the black. Kazakhstan's blue-chip index value rose by 3.4% to 2,461.26 points – the maximum since the beginning of June 2018.

**KASE Index shares**



29.03.2019

		Trends (%)	
		3,4	3,7
<b>KASE Index</b>	2 461,3		
<b>First class of liquidity</b>	<b>Price</b>	<b>Δ 7d</b>	<b>Δ 1m</b>
<b>KEGOC</b>	1 712,9	7,7	8,4
<b>Kcell</b>	2 010,0	7,2	8,9
<b>Kazakhtelecom</b>	29 500,0	6,3	4,2
Kazakhtelecom (pref.)	11 900,0	5,3	-0,8
Sberbank (Russia)	1 238,3	1,7	5,7
NAC Kazatomprom JSC	5 498,0	1,0	1,0
NAC Kazatomprom JSC GDR, \$	14,0	0,9	1,0
<b>Halyk Bank</b>	112,0	0,8	6,5
<b>KAZ Minerals</b>	3 195,0	0,8	-1,9
<b>KazTransOil</b>	1 395,0	0,4	-0,8
KazMunayGas EP (pref.)	12 800,0	0,0	0,0
<b>CenterCredit Bank</b>	233,0	-1,0	-2,1
BAST	28 941,1	-1,3	-1,4
Gazprom (Russia)	884,1	-2,8	-1,8
Aeroflot (Russia)	567,0	-3,0	-2,7
NOSTRUM OIL & GAS PLC	511,0	-4,6	-7,1
Bank of America	10 302,0	-6,1	-3,7

Note: Index stocks are highlighted in green

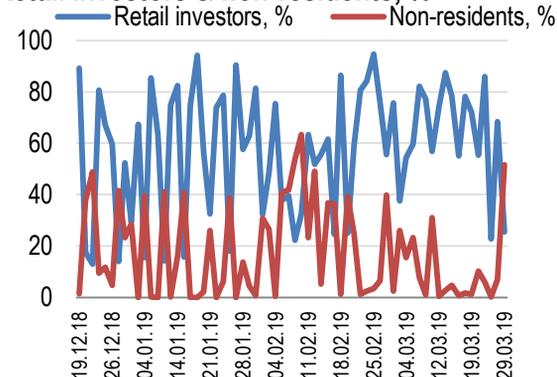
Only Bank CenterCredit's stock prices out of seven shares in the representative list have fallen.

Positive dynamics of KASE Index this week was secured by shares of KEGOC, Kcell and Kazakhtelecom. The main surge occurred in the last trading day of the week.

Sharply increased demand for shares of KEGOC and Kcell has made them risers. Quotes of KEGOC stocks rose by 7.7% to KZT1,712.9 having renewed their historical high. Kcell stocks have also renewed their more than four-year maximum: closing price on Friday reached KZT2,010.0.

The third of the top three risers was ordinary shares of Kazakhtelecom, which rose by 6.3% and reached KZT29,500.0 per share. This week, the company has published preliminarily approved financial statements for 2018, where it has shown a 70-per-cent increase in net profits.

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

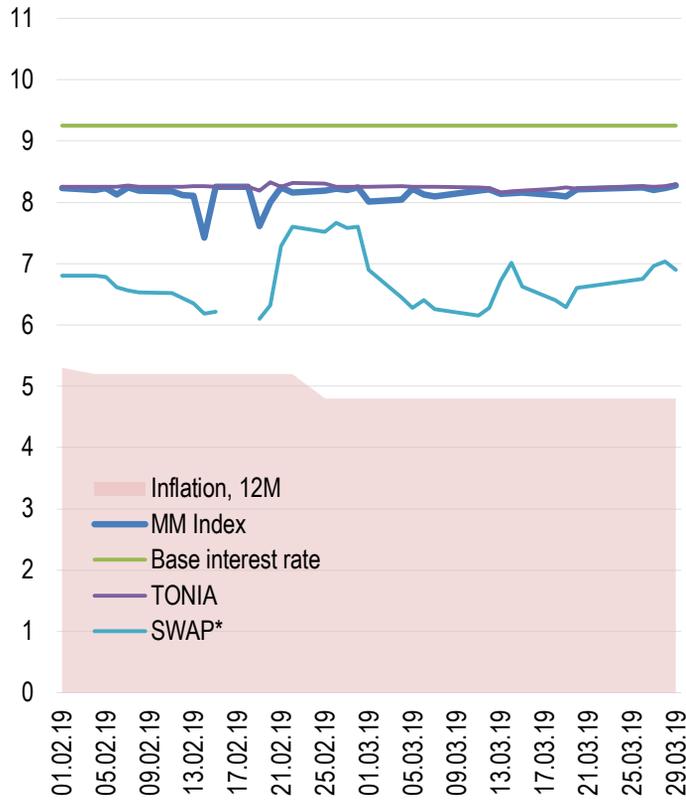




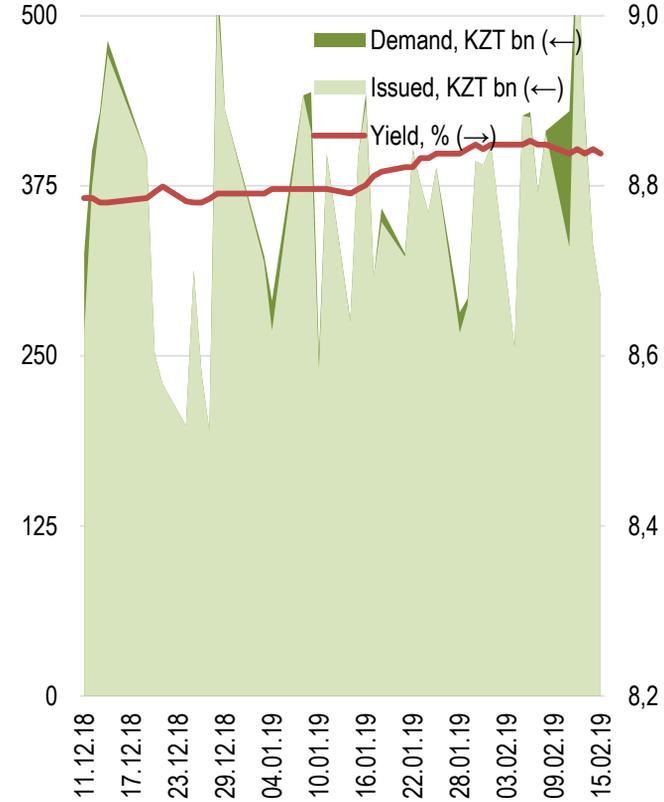
Short-term borrowing rates have increased. The yield of one-day currency swaps increased by 120 b.p. to 6.92% APR over the week. The yield of one-day repo transactions with government securities increased by 7 b.p. to 8.29% APR.

The National Bank placed semiannual notes for the amount of KZT172.9 bn at 8.87% APR on Wednesday. The demand exceeded the supply by 4%.

**Inflation and interest rates**



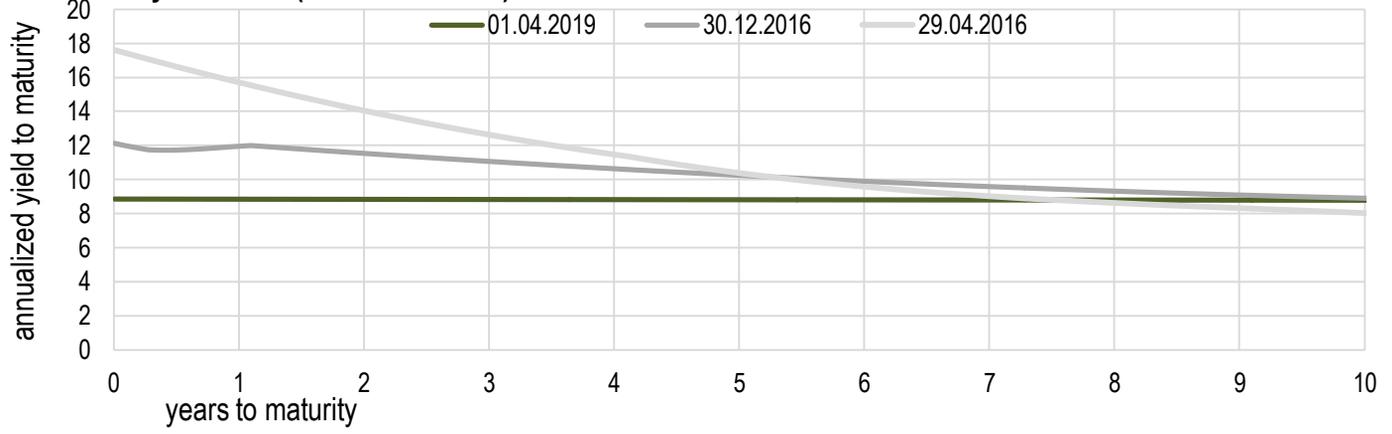
**Issuance of weekly NBK notes**



\* 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 KZT1.87 to KZT380.04 at the trading volume of US \$305.4 mln.

On Tuesday the US dollar rate traditionally adjusted downward after long holidays. In the subsequent three trading days, the US dollar quotes have gradually moved upwards. External macroeconomic factors remain favourable to the national currency. Last week, it was announced that the U.S. Federal Reserve and Russia's Central Bank kept their base rates to previous levels at the same time softening their rhetoric. For instance, the FED's Open Markets Committee said that the U.S. renounce two interest rate increases on federal funds planned for this year.

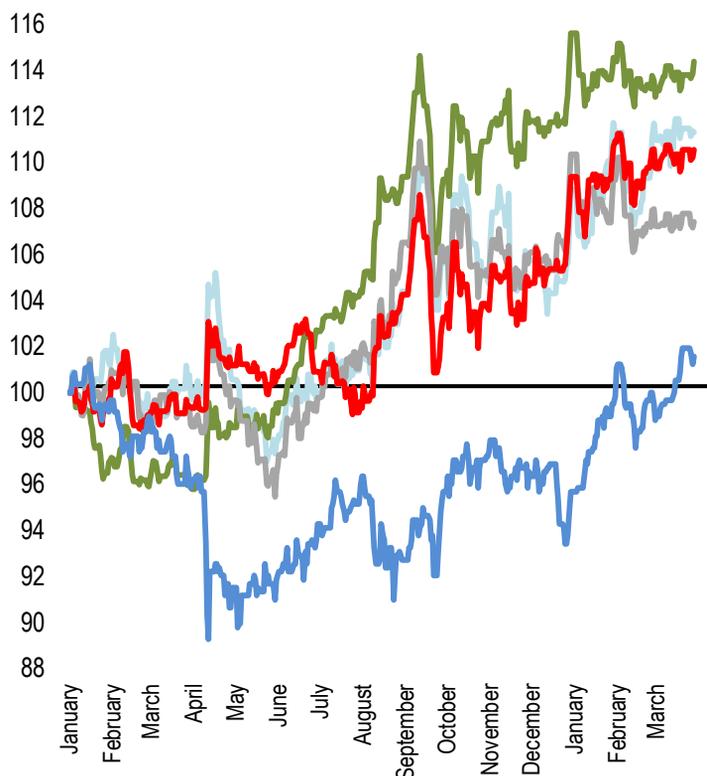
The exchange rate of the ruble dropped by KZT0.0289 to KZT5.8674 at the trading volume of RUB257.8 mln.

Exchange rate of the euro has decreased by KZT2.56 to KZT427.59.

The yuan exchange rate with settlements T+0 rose by KZT0.0594 to KZT56.4344.

**FX rates**

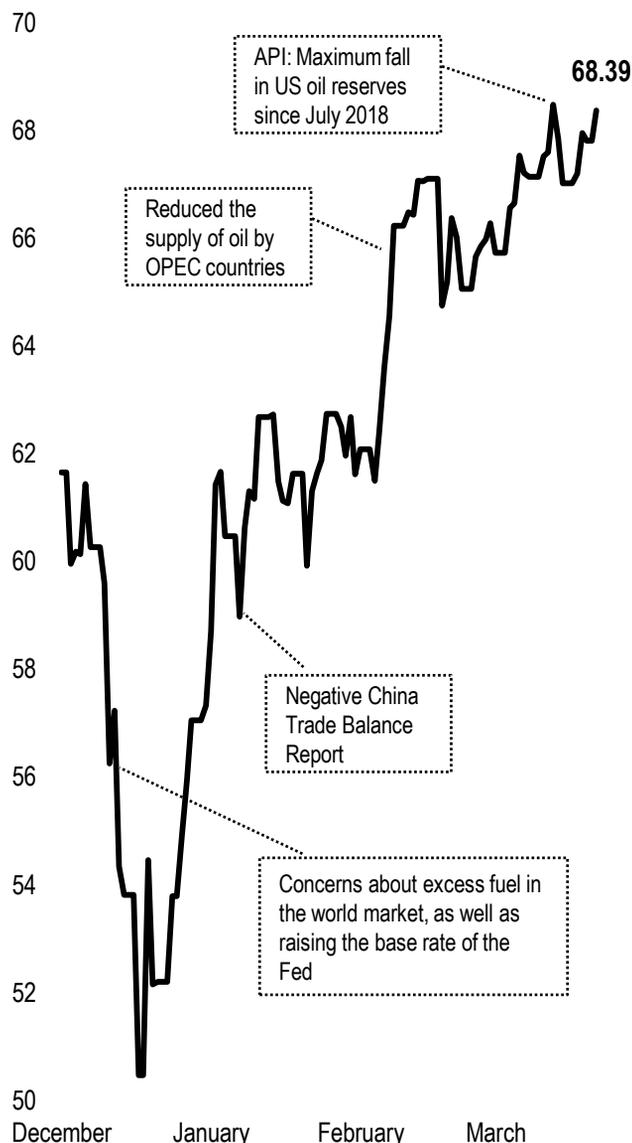
Δ %, base (01.01.18)



	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	499,25	-0,2	+0,2	+2,3
— USDKZT	380,06	+0,5	+0,5	-1,1
— EURKZT	427,72	-0,3	-0,5	-2,7
— CNYKZT	56,48	0,0	0,0	+1,1
— RUBKZT	5,86	-0,3	+1,6	+6,2

**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	2 834,40	0,4	1,5	7,3	1,0
Dow Jones	25 928,68	0,7	-0,2	7,6	1,4
 RTS	1 198,11	-2,3	0,6	-3,9	-1,2
MICEX	2 285,53	0,0	0,0	0,0	-1,2
 Hang Seng	29 051,36	-0,9	1,0	-3,5	0,0
SS CSI 300	3 872,34	1,0	5,3	-0,6	1,1
 Euro Stoxx 50	3 351,71	-0,6	2,1	-0,3	1,6
FTSEuroFirst	4 143,00	-0,7	2,0	3,5	0,8
 FTSE 100	7 279,19	-0,2	2,4	3,2	1,1
 KASE	2 461,26	3,4	3,7	1,9	

## Commodities market

29.03.2019

Name	Price	Trend %	
		7d	1m
Oil	68,39	-0,2	3,0
	60,14	0,5	5,6
Natural gas	2,66	-5,6	-4,9
Copper	293,60	0,7	-0,8
Iron	623,00	-1,3	-2,7
Gold	1 292,38	-1,5	-2,1
Silver	15,11	-0,9	-3,6
Wheat	457,75	-1,5	-0,7

## Economic calendar

		Currency	Forecast	Previous
01.04	Caixin Manufacturing PMI (March)	CNY	50.1	49.9
01.04	CPI (YoY) (March)	EUR	1.5%	1.5%
01.04	Core Retail Sales (MoM) (Feb)	USD	0.4%	0.9%
01.04	ISM Manufacturing PMI (March)	USD	54.2	54.2
03.04	Crude Oil Inventories	USD		2.800M
05.04	Unemployment Rate (March)	USD	3.8%	3.8%
05.04	CPI (YoY)	RUB	5.4%	5.2%

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	4,8 %	01.03.19	7,1 %
Gross international reserves of NBK, USD bn	29 171	01.03.19	30 745
Reserve money, KZT bn	6 519,0	01.03.19	5 538,7
Money supply, KZT bn	19 720,8	01.03.19	19 456,0

## Kazakhstan credit ratings

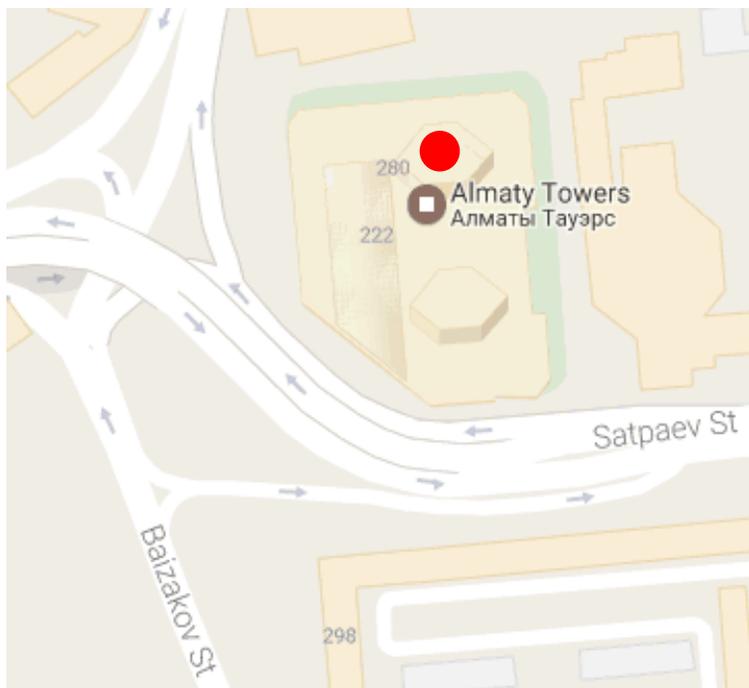
	Rating	Date	Previous
<b>S&amp;P Global</b>	BBB- stable	08.03.19	BBB- stable
<b>MOODY'S</b>	Baa3 stable	26.07.17	Baa3 stable
<b>FitchRatings</b>	BBB stable	25.03.19	BBB stable

# 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