

KASE WEEKLY

24–28 August, 2020

KASE NEWS

- ▲ In KASE's trading system and databases, the issuer [was replaced](#) on bonds of Baiterek Development JSC.
- ▲ The trading code of the units RU000A101NK4 of CUIT "Initial offerings fund" [was changed](#) from RU_UKVZpr to RU_UKFFipo.
- ▲ Bonds [KZ2C00006922](#) (AGKKb14) of Agrarian Credit Corporation JSC, [KZMJ00000867](#) (ARK024_086) of akimdik of Atyrau region, [KZ2D00006939](#) (EABRb12) of Eurasian Development Bank were included in KASE's official list.
- ▲ Common shares KZ1C00001445 (SHUP) of Shubarkol Premium JSC [were transferred](#) from the "shares" sector of the alternative market to the "standard" category of the main market.
- ▲ Trades in bonds [KZ2P00006877](#) (MFOKb1) of Microfinance Organization OnlineKazFinance LLP and international bonds [XS2214305737](#) (EBRDe11) of the European Bank for Reconstruction and Development (EBRD) were opened on KASE.
- ▲ International bonds XS2214305737 (EBRDe11) of the EBRD and bonds KZ2C00003333 (KZIKb27) of the Mortgage Organization "Kazakhstan Mortgage Company" JSC [were included](#) in the List T+ and the Collateral List T+.
- ▲ International bonds XS2214305737 (EBRDe11) of the EBRD [were included](#) in the GS basket without CCP.
- ▲ An amendment to the Rules of market-makers' activities [was put into effect](#).

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan raised KZT155.0 bn on KASE by placing MEUKAM-300 of the third issue ([KZKD00000857](#)) with a yield of 10.56 % per annum, MEUKAM-108 of issue 13 ([KZKD00001087](#)) with a yield of 10.45 % per annum, MEUKAM-216 of the first issue ([KZKD00000972](#)) with a yield of 10.53 % per annum and MEUKAM-168 of the third issue ([KZKD00000949](#)) with a yield of 10.50 % per annum.
- ▲ Akimdik of Atyrau region [raised](#) KZT3.0 bn on KASE by placing bonds KZMJ00000867 (ARK024_086).
- ▲ Agrarian Credit Corporation JSC [raised](#) KZT30.5 bn on KASE by placing ten-year bonds KZ2C00006922 (AGKKb14) with an average weighted yield to maturity of 10.7500 % per annum.
- ▲ The Eurasian Development Bank [raised](#) KZT40.0 bn on KASE by placing bonds KZ2D00006939 (EABRb12) at 11.0 % per annum.
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT2.3 bn on KASE by placing bonds KZ2C00006484 (BASPB8) with an average weighted yield to maturity of 10.9915 % per annum.
- ▲ National Company "KazMunayGas" JSC [paid out](#) dividends on ordinary shares for 2019.
- ▲ KazAgroFinance JSC [paid out](#) dividends on ordinary shares for 2019.
- ▲ Sovereign Wealth Fund "Samruk-Kazyna" JSC [paid out](#) dividends on ordinary shares for 2019.
- ▲ National Company "KazMunayGas" JSC [reported](#) financial results for the first half of 2020.
- ▲ Tethys Petroleum Limited [has provided](#) results for the second quarter and first half of 2020.

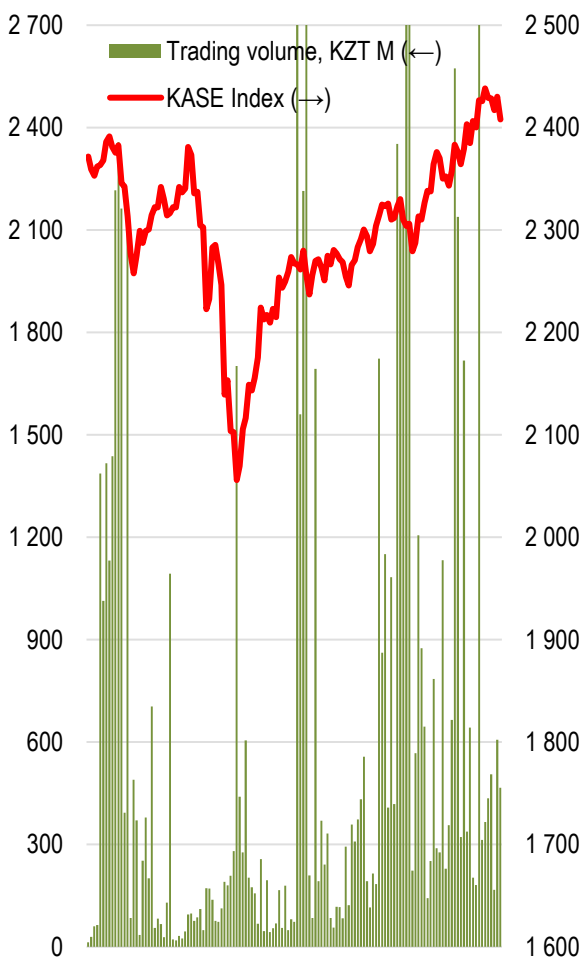


According to the results of the week, KASE index grew by 1.8 % to 2,475.71 points. The largest number of deals among index shares was made with ordinary shares of Halyk Bank – 999 deals. The largest trading volume fell on Kcell securities – KZT3.8 bn (78% of the total volume for the week).

28.08.2020

		Trends (%)	
KASE Index	2 475,71	1,7	1,8
First class of liquidity	Price	Δ 7d	Δ 1m
Halyk Savings Bank of Kazakhstan	120,5	5,7	4,2
KAZ Minerals	3 089,0	4,6	9,7
Freedom Holding Corp.	9 850,0	3,5	17,7
Bank of America Corporation	11 025,0	3,3	7,0
KazTransOil	810,5	1,8	1,2
Kazakhtelecom, preferred shares	12 300,0	0,5	-1,6
NAC Kazatomprom	6 100,0	0,5	1,7
Aeroflot	471,4	0,3	-6,4
Kazakhtelecom	26 500,0	0,0	-1,1
Kcell	2 525,0	0,0	0,2
VTB Bank	0,2	0,0	-4,5
Bank CenterCredit	228,2	-0,5	-0,4
KEGOC	1 704,9	-0,6	0,3
Sberbank Russia	1 287,6	-3,8	2,0
Gazprom	1 050,0	-7,2	-5,3

KASE Index shares



Note: Index stocks are highlighted in green

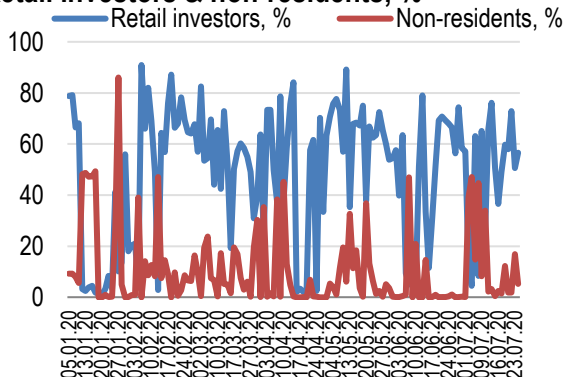
Five of the eight representatives of the index basket finished the trading week in the green zone. The main driver of the index's growth was the common share of Halyk Bank, whose price increased by 5.7% to KZT120.50. The value of shares on the local market during the week tried to level the difference with the bank's GDR on the LSE, which at the close of trades on KASE increased to \$11.68, which is equivalent to KZT122.49 per share at the official exchange rate of the National Bank as of August 28.

The second best result was shown by KAZ Minerals securities, which were growing during the week against the background of the positive dynamics of copper prices. The value of one share increased by 4.7% to KZT3,089.00, thereby updating the maximum price value for 2020. The share of the copper mining company on the LSE at the close of trades on KASE traded at 579.60 British pence (KZT3,245.47 at the official exchange rate of the National Bank as of August 28), having risen by 4.5% to the closing price of last Friday.

Against the background of the published financial statements for the first half of 2020, the common share of KazTransOil JSC has appreciated by 1.7% to KZT810.50. The consolidated net income of KazTransOil JSC in January-June 2020 amounted to KZT38.2 bn, which is up by 12.9 % YoY. Also, this week the production results for the first half of 2020 of the Batumi Oil Terminal LLC group of companies (100% stake belongs to KazTransOil JSC) became known, whose total volume of cargo transshipments increased by 18% to 3 thousand tons.

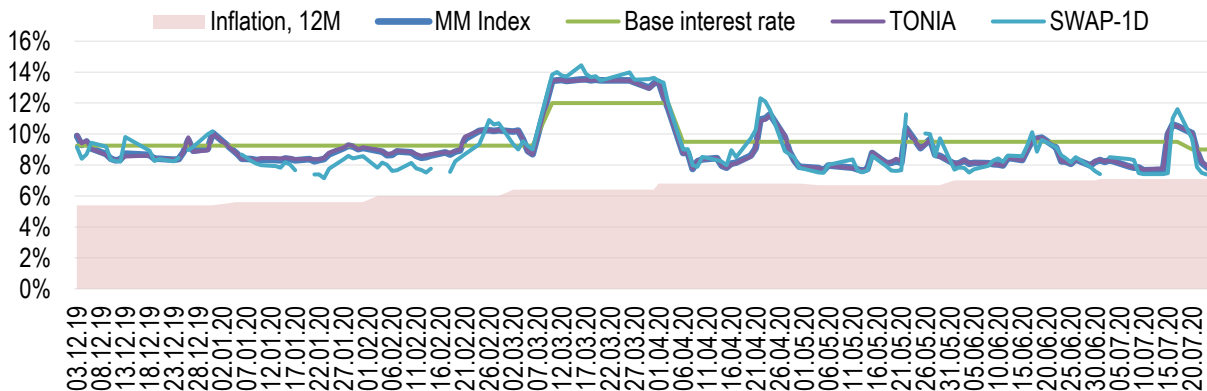
At the same time, the volume of transshipment of oil and oil products in the first half of 2020 decreased by 16% to 409 th. tons due to the ongoing repair work at the oil refinery in Turkmenistan and a decrease in demand for light oil products amid the coronavirus pandemic.

Retail investors & non-residents, %

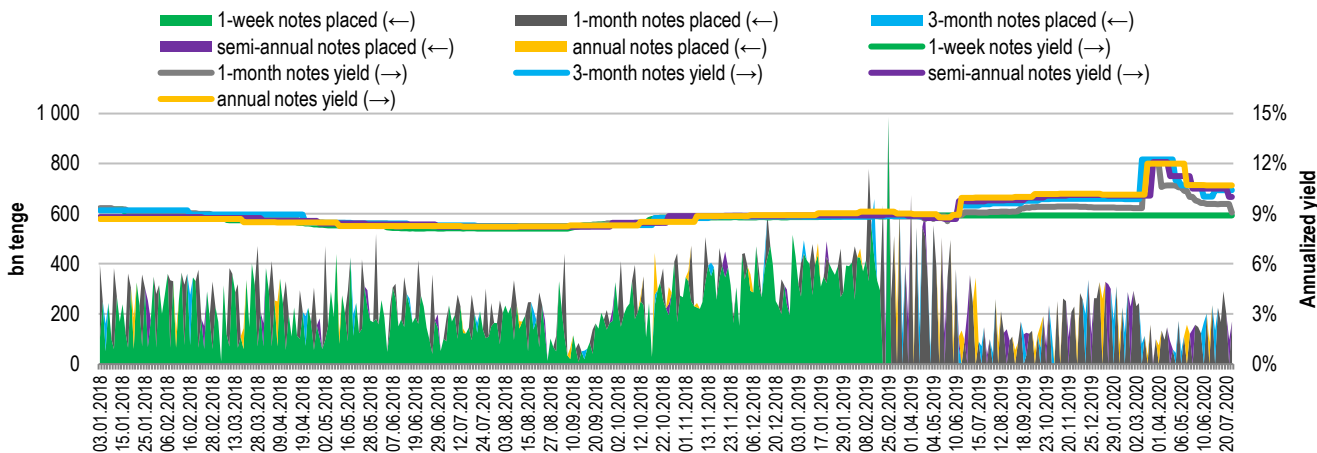


The peak in tax payments by exporters to the budget at the beginning of the week pushed money market rates up, to the maximum levels in more than a month observed before the previous reduction in the base rate. By the end of the week, the rates consolidated closer to the base rate level. The yield of one-day repo transactions with government securities increased by 80 b.p. over the week to the level of 9.59% per annum. The rate of borrowing tenge secured by US dollars decreased by 62 b.p. up to 9.73% per annum. The average amount of borrowing the tenge liquidity for one day during the week amounted to KZT277.8 bn (up 55.2% on the same indicator of the previous week).

Inflation and interest rates

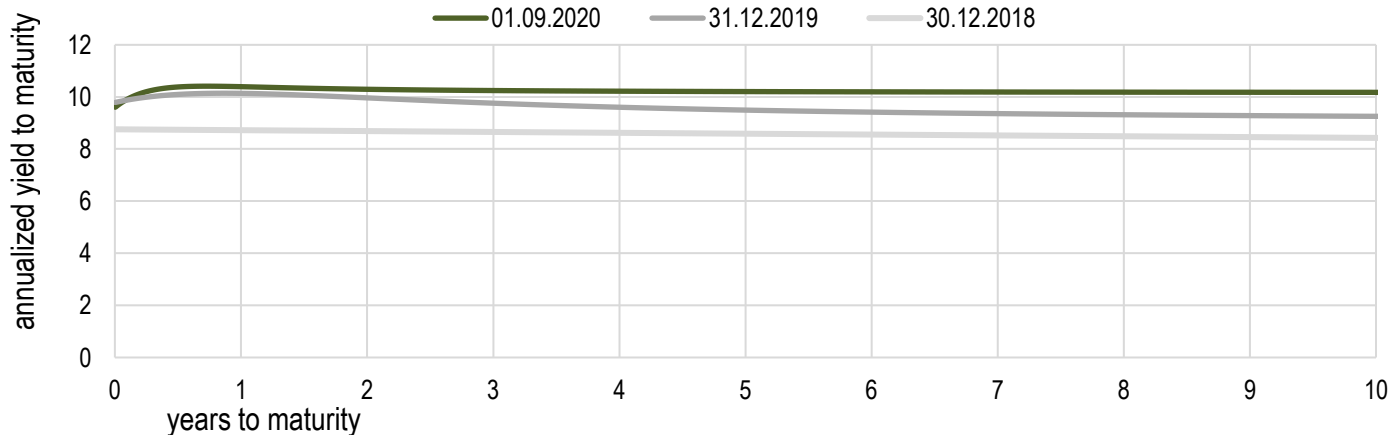


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





According to results of the week, the tenge lost against the US dollar by KZT1.49 to KZT420.11. The weekly total trading volume amounted to \$594.1 million (up 22.6% on the same indicator of last week). The total number of transactions for the purchase and sale of the US dollar was 2,182 (+208 on the previous week). The maximum price was KZT420.30 per US dollar, the minimum was KZT417.70.

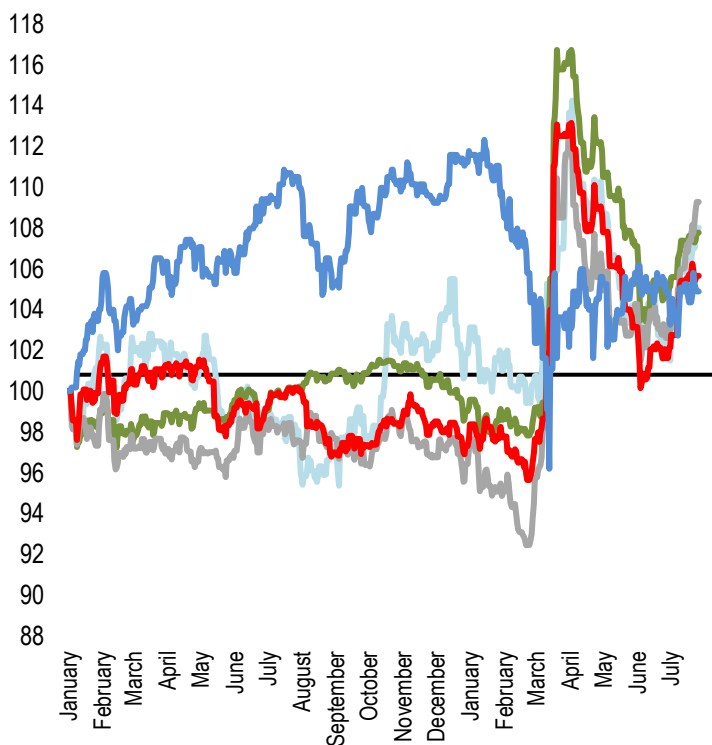
The rate of the US dollar against the tenge rose by 0.4% over the week. The tenge depreciated against the background of the increase in the rate of the US dollar against the Russian ruble, which on the Moscow Exchange by 15:00 o'clock, Nur-Sultan time, amounted to RUB74.4599. Rising oil prices failed to provide enough support to the national currency to strengthen it against foreign currencies. By 15:00 o'clock, Nur-Sultan time, the October Brent oil futures was trading at \$45.44 per barrel, having all chances to close in plus by results of the week.

During the week, oil prices were supported by the news of a hurricane in the Gulf of Mexico on the US coast. Due to weather conditions, almost 90% of US oil and gas companies in the Gulf of Mexico were forced to suspend operations. Another supporting factor was the data on commercial oil reserves in the United States, which in the week ended August 23 decreased by 4.7 million barrels to 507.8 million barrels.

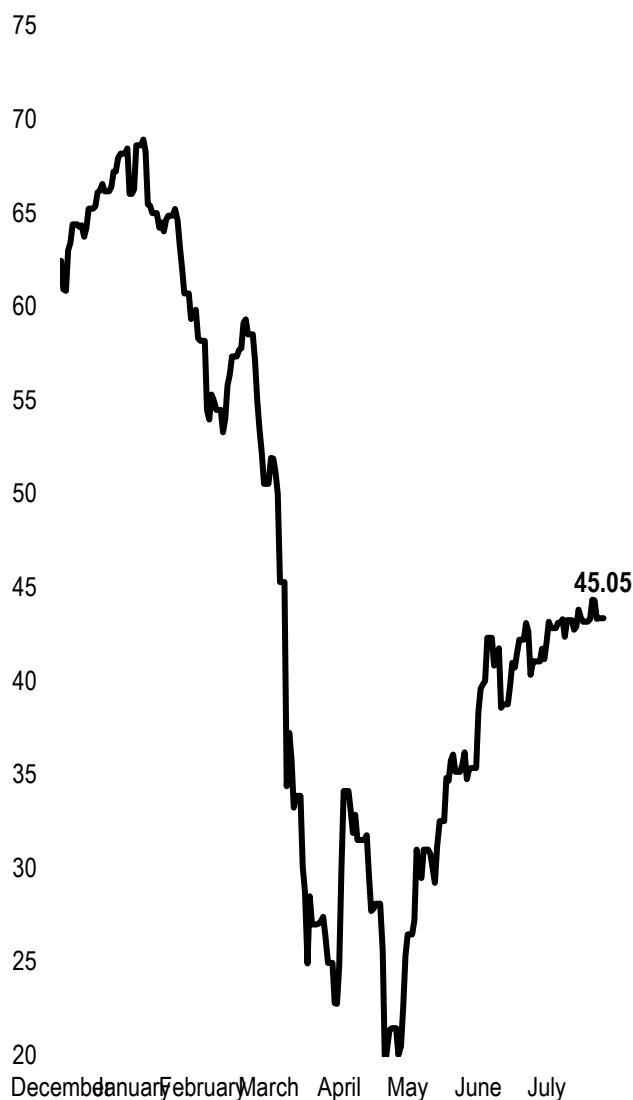
The value of the Russian ruble decreased by KZT0.0422 tenge to KZT5.6348. The euro depreciated to the tenge by KZT2.86 to KZT494.84. The Chinese yuan appreciated by KZT0.4749 to KZT61.1449.

FX rates

Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	553.95	1.0	3.8	10.8
— USDKZT	419.50	0.3	1.2	10.1
— EURKZT	495.97	0.2	2.03	16.2
— CNYKZT	60.94	0.8	2.9	11.7
— RUBKZT	5.59	-1.2	-2.6	-9.4

**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					Commodities market					28.08.2020	
Name	Value	Trend %			Futures 7d	Name	Price	Trend %			
		7d	1m	1y				7d	1m	1y	
S&P 500	3 508,01	2,2	7,7	19,9	3,3	Oil	45,05	-0,2	3,0	-26,2	
Dow Jones	28 653,87	1,2	8,0	8,7	2,7		42,97	0,8	4,1	-24,2	
RTS	1 265,62	-1,2	0,0	-1,5	0,4	Natural gas	2,66	5,7	43,3	15,7	
MICEX	2 285,53	0,0	0,0	0,0	0,4	Copper	299,50	2,3	3,1	17,0	
Hang Seng	25 422,06	-0,5	2,2	-1,1	1,2	Iron	918,50	0,1	5,9	31,0	
SS CSI 300	4 844,27	1,9	3,5	27,8	3,2	Gold	1 964,83	1,9	0,2	28,5	
Euro Stoxx 50	3 315,54	-0,5	0,5	-2,8	1,9	Silver	27,61	3,8	13,7	52,0	
FTSEuroFirst	3 647,00	-0,8	-0,8	-9,8	1,2	Wheat	539,25	3,6	1,2	14,8	
FTSE 100	5 963,57	-2,3	-2,7	-17,0	-0,5						
KASE	2 475,71	1,7	1,8	13,9							

Economic calendar		Currency	Forecast	Previous
01.09	Manufacturing PMI of China from Caixin (Aug)	CNY	52.6	52.8
01.09	Manufacturing PMI of Germany (Aug)	EUR	53.0	51.0
01.09	Manufacturing PMI of Britain (Aug)	GBP	55.3	53.3
01.09	Manufacturing PMI of the US from ISM (Aug)	USD	54.5	54.2
02.09	Crude oil reserves in the US	USD	-1.950M	-4.689M
03.09	Number of initial claims for unemployment benefits in the US	USD	950K	1.106K
04.09	Level of unemployment in the US (Aug)	USD	9.8%	10.2%

B – billions
M – millions
K – thousands

Note: the calendar contains the most significant economic events of the current week according to KASE analysts opinion

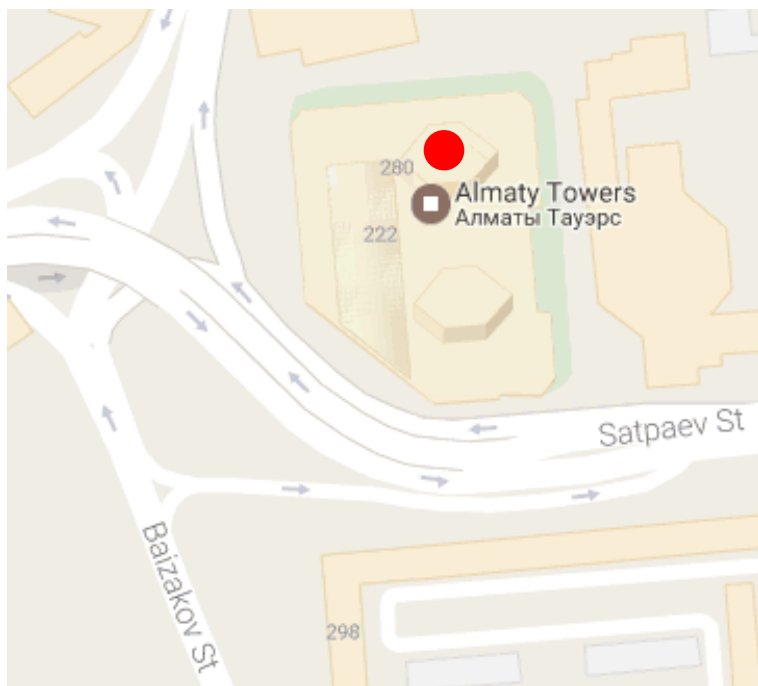
Kazakhstan statistics	Value	As of	Beginning 2019
Annual inflation	7.1%	08/01/20	5.3%
Gross international reserves of NBK, USD bn	31,561	06/01/20	30,927
Reserve money, KZT bn	8,428.3	06/01/20	5,995.7
Money supply, KZT bn	22,438.2	06/01/20	20,813.4
Kazakhstan credit ratings	Rating	Date	Previous
	BBB- stable	09/10/18	BBB- stable
	Baa3 stable	07/26/17	Baa3 stable
	BBB stable	09/28/18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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