

KASE WEEKLY

January 11–15,
2021

KASE NEWS

- ▲ Trades in bonds KZ2C00006187 (ORPTb2) of Wholesale and retail trade venture JSC [were opened](#) on KASE, trades in international bonds XS0867478124, XS0867573890 (BTASe16) of Halyk Savings Bank of Kazakhstan JSC [were resumed](#) and trades in bonds KZ2C00002020 (MREKb7) of Mangistau Regional Electricity Network Company JSC [were suspended](#).
- ▲ KASE's Management Board [made a decision](#) to include bonds KZ2C00007300 (KFUSb8), KZ2C00007318 (KFUSb9), KZ2C00007326 (KFUSb10) and KZ2C00007334 (KFUSb11) of Kazakhstan Sustainability Fund JSC in KASE's official list of under the category "bonds" of the main market.
- ▲ Government bonds RU000A102K88 (RU_01_2809), issued by the Finance Committee of St. Petersburg, [are included](#) in the "Government securities" sector of KASE's official list.
- ▲ Common shares US8865471085 (US_TIF_) Tiffany & Co [were removed](#) from KASE official list.
- ▲ Common shares KZ1C00013143 (KZMK) of Kazakhstan Maqtasy JSC [were excluded](#) from the list of securities admitted to circulation on KASE in the "Non-listing securities" sector.
- ▲ BCC Invest JSC [relinquished](#) the status of market-maker on KASE on bonds KZ2P00006190 (NCOMb2) of Fincraft Group LLP.
- ▲ KASE [excluded](#) bonds KZ2C00004208 (KCElb1) of Kcell JSC from the representative list of indicators of the KASE_BM * series due to the expiration of their circulation period.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan [raised](#) KZT23.2 bn on KASE by placing the 17th issue of MEUKAM-120 (KZKD00000899) with an average weighted yield to maturity of 10.10 % per annum.
- ▲ BAST JSC [placed](#) 54,546 common shares KZ1C00001015 (BAST) on KASE in the amount of KZT600.0 mln.
- ▲ On KASE during special trading sessions 147,860 common shares KZ1C00000744 (KZTO) of KazTransOil JSC [were purchased](#) at a price of KZT1,050.00 per share.
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT9.2 bn on KASE by placing bonds KZ2C00007110 (KFUSb5) with an average weighted yield to maturity of 10.7036 % per annum.
- ▲ Subsidiary Bank Alfa-Bank JSC [has redeemed](#) on KASE 10,496,344 pieces of its bonds KZ2C00006062 (ALBNb5).
- ▲ Kazakhtelecom JSC [paid](#) dividends on preferred shares KZ0009094645 (KZTKp) for 2020.
- ▲ Mangistaumunaigaz JSC [paid](#) dividends on common KZ0009093696 (MMGZ) and preferred KZ0009089736 (MMGZp) shares for 2019.
- ▲ Freedom Finance JSC [announced](#) the payment of dividends to holders of units KZPF00000082 (FFIN_or) of the IUIT "Fixed Income".
- ▲ KazTransOil JSC [announced](#) operating results for 2020.



KASE index grew by 2.5 % to 2,849.54 points. The largest number of deals among index shares was carried out with ordinary shares of Halyk Bank – 1,788 deals. The largest trading volume fell on Kcell securities – KZT512.4 mln (45.3% of the total trading volume).

KASE Index shares



15.01.2021

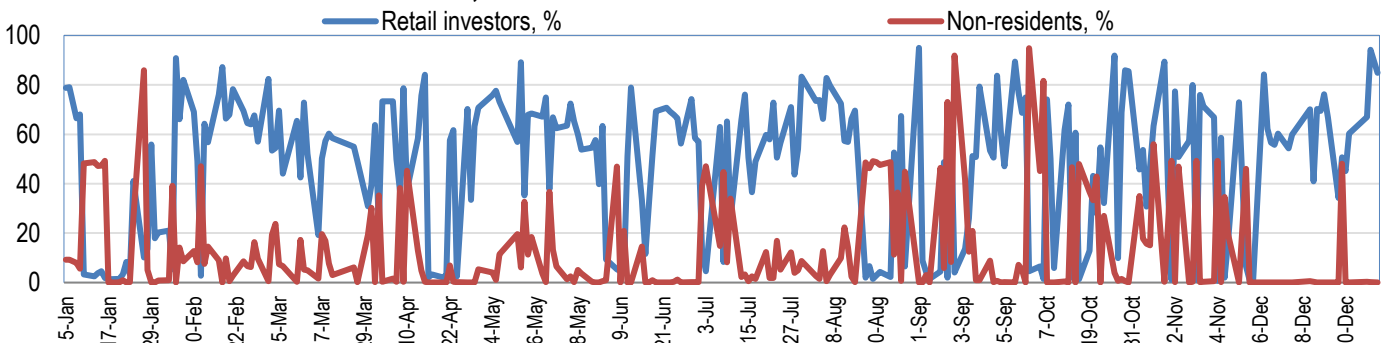
KASE Index	Price	Trends (%)	
		Δ 7d	Δ 1m
First class of liquidity			
Halyk Savings Bank of Kazakhstan	139,0	10,3	12,8
KazTransOil	1 050,0	5,5	15,4
Gazprom	1 294,0	5,5	14,0
Freedom Holding Corp.	22 140,0	5,2	2,5
Sberbank Russia	1 571,0	5,1	6,4
VTB Bank	0,2	4,8	4,8
Bank of America Corporation	14 210,0	3,8	18,4
Kcell	2 830,0	1,6	3,7
KAZ Minerals	3 955,0	1,4	13,7
Kazakhtelecom, preferred shares	12 875,0	0,2	-1,0
KEGOC	1 699,0	-0,1	0,2
Kazakhtelecom	26 300,0	-0,4	-0,0
Bank CenterCredit	214,0	-0,5	-0,8
Aeroflot	417,9	-0,6	-1,0
NAC Kazatomprom	7 900,0	-1,3	15,7

Note: Index stocks are highlighted in green

The main driver of the index's growth was the ordinary share of Halyk Bank, the price of which jumped by 10%. At the same time, on the London Stock Exchange (LSE), the price of GDRs of the country's largest commercial bank rose 6.9 % over the week. In an attempt to level the exchange rate difference with the LSE, Halyk Bank shares on the local market managed to fix above the resistance level at the level of 133-135 tenge.

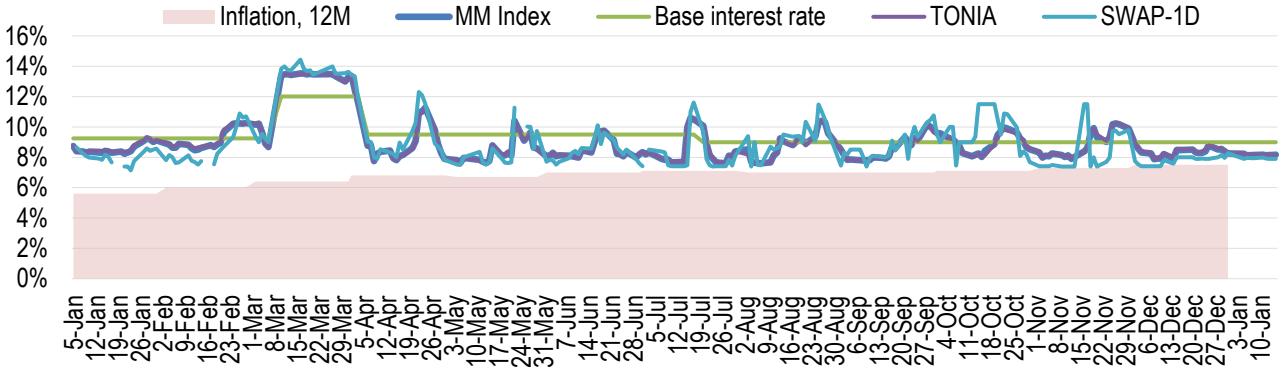
The second-best result, with an increase of 5.5%, was shown by the ordinary share of KazTransOil. On January 12, the press service of the company announced the resumption of oil transportation on the Atyrau-Samara section of the Uzen-Atyrau-Samara main oil pipeline, which had previously been suspended due to the interruption of electricity supplies caused by severe cold weather on January 10 and 11. The company also said that during the temporary suspension of oil transportation, there were no restrictions on the receipt of oil from shippers. On January 15, KazTransOil JSC announced the results of operations in 2020. In the reporting period, 42.3 million tons of oil were transported separately through the system of main oil pipelines of KazTransOil JSC, which is 2.2 million tons, or by 5% less than in 2019.

Retail investors & non-residents, %

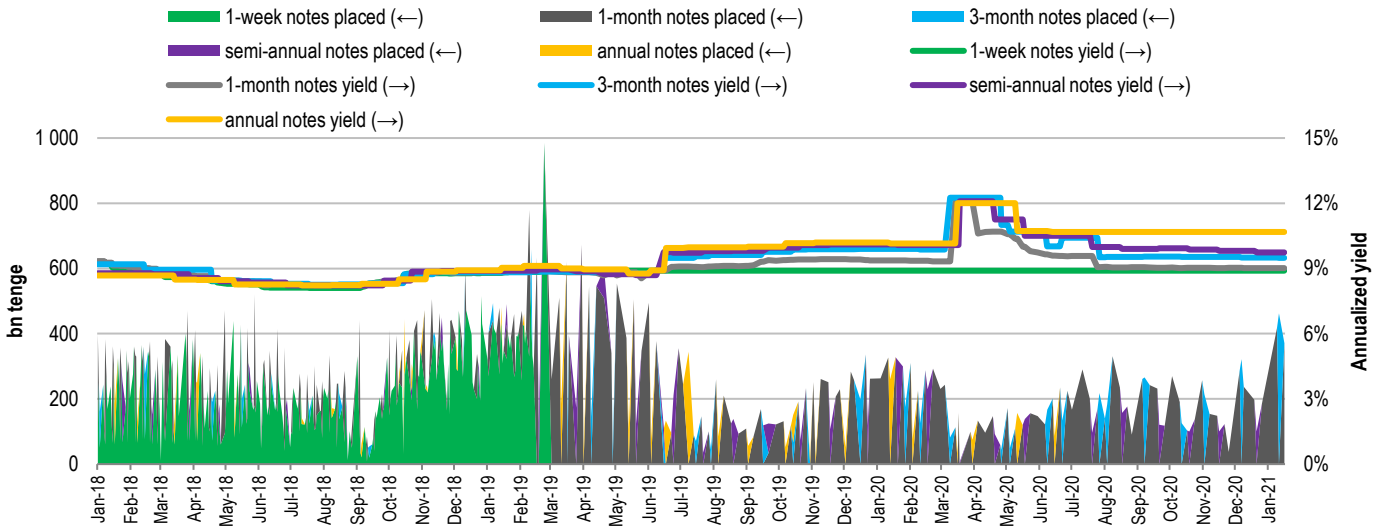


The yield on one-day repo transactions with government securities decreased by 9 b.p. to the level of 8.16% per annum. The rate of borrowing the tenge secured by US dollars decreased by 33 b.p. and amounted to 7.95% per annum. The average volume of borrowing the tenge liquidity for one day amounted to KZT420.6 bn (+ 10.8% on the same indicator of the previous week) during the week.

Inflation and interest rates

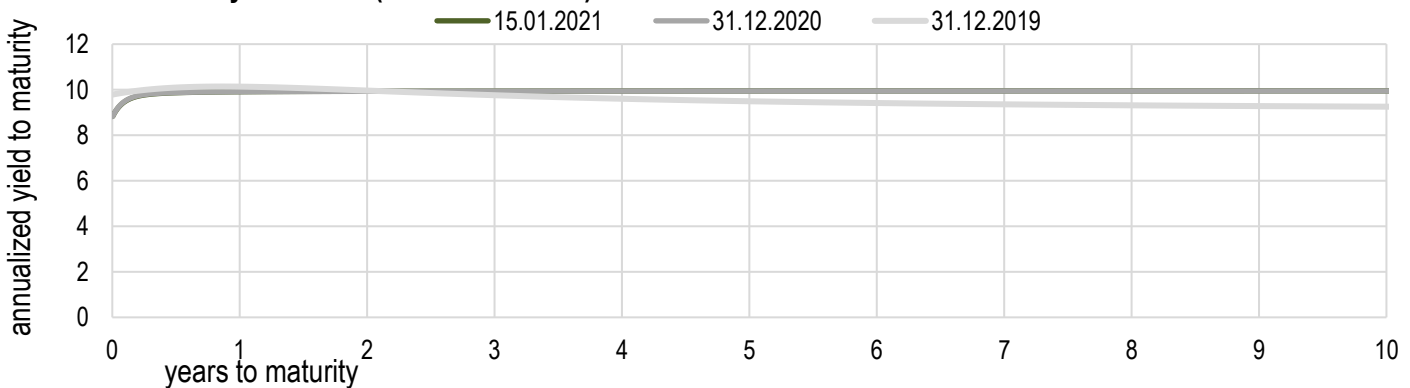


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





The exchange rate of the US dollar against the tenge increased by KZT0.04 (+ 0.01%) to KZT419.54. The total trading volume amounted to \$658.9 mln (+48.4% on the same indicator of the previous week). The total number of deals for purchase and sale of the US dollar amounted to 2,092 (+ 46.8% on the same indicator of the previous week). The maximum price was KZT420.65 per US dollar, the minimum – KZT418.40.

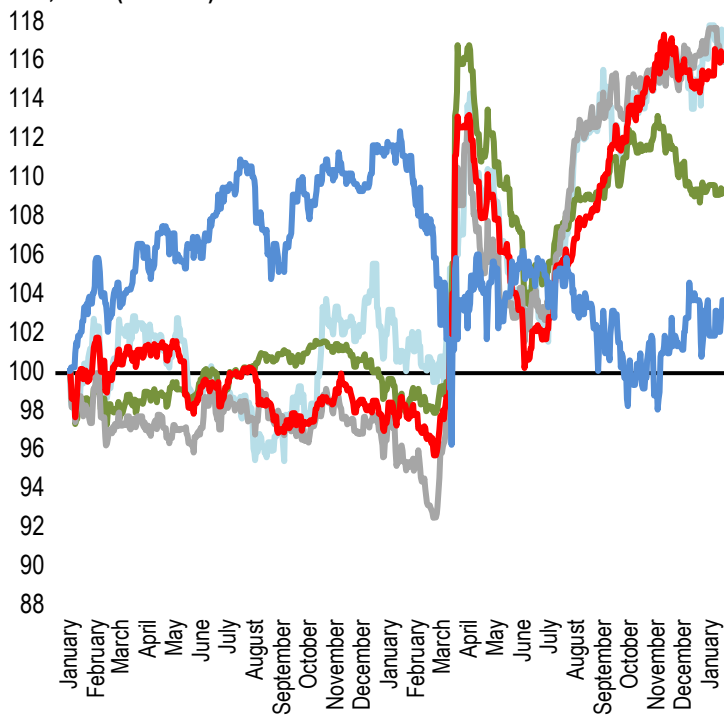
According to results of the week, the tenge slightly lost its position against the US dollar against the background of falling oil prices. Oil quotes have declined amid rising cases of COVID-19 infection in China. A against the background of an increase in the number of cases in Hebei province, mainland China recorded the largest daily increase in the number of new cases of coronavirus infection in more than five months, according to the PRC authorities. Meanwhile, stringent quarantine measures continue to be in place in a number of European countries, which heightens concerns about energy demand. Meanwhile, the latest data from the US Department of Energy show that fuel demand in the United States remains low. In addition, the General Administration of Customs (GTU) of the PRC announced a decrease in oil imports in December to the lowest levels since September 2018.

The price of March Brent oil futures on the London ICE Futures exchange on Friday closed at \$55.10 per barrel (-1.6%). The US dollar against the Russian ruble on the Moscow Exchange rose to 73.3285 rubles (+0.3%).

The value of the Russian ruble increased by KZT0.0317 (+ 0.6%) to KZT5.7177. The euro rose in price by KZT0.03 (+ 0.01%) to KZT511.30. The Chinese yuan rose in price by KZT0.0494 (+ 0.1%) to KZT64.9000.

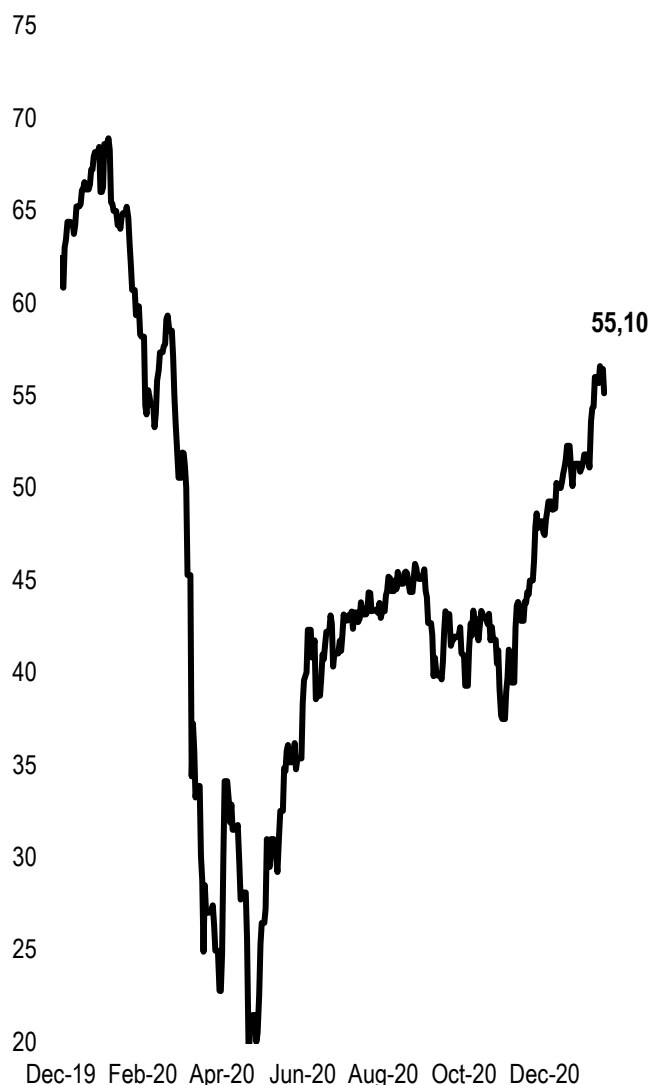
FX rates

Δ %, base (01.01.19)



Brent oil

USD/barrel









	Price	Δ 7d, %	Δ 30d, %	Δ 2020, %
— GBPKZT	573.29	0.3	2.5	0.4
— USDKZT	419.96	0.2	0.0	-0.2
— EURKZT	510.88	-1.2	0.1	-1.0
— CNYKZT	64.97	0.1	1.2	0.7
— RUBKZT	5.72	0.5	0.0	1.2

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

15.01.2021

Name	Value	Trend %			Futures 7d	Name	Price	Trend %		
		7d	1m	1y				7d	1m	1y
 S&P 500	3 768,25	-1,5	1,8	13,6	-1,4	Oil (Brent)	55,10	-1,6	7,9	-14,7
Dow Jones	30 814,26	-0,9	2,2	5,2	-0,9	Oil (WTI)	52,36	0,2	9,5	-10,5
 RTS	1 474,28	0,5	5,3	-8,6	0,3	Natural gas	2,74	1,4	2,2	31,8
MICEX	2 285,53	0,0	0,0	0,0	0,3	Copper	360,20	-1,9	1,4	26,5
 Hang Seng	28 573,86	2,5	8,0	-1,1	2,8	Iron	1 119,50	-1,3	5,8	56,8
SS CSI 300	5 458,08	-0,7	10,2	31,6	-0,4	Gold	1 828,45	-1,1	-1,9	17,8
 Euro Stoxx 50	3 599,55	-1,2	1,6	-4,6	-1,0	Silver	24,87	0,9	-0,5	38,6
FTSEuroFirst	4 028,50	-0,7	2,6	-10,1	-0,9	Wheat	675,50	5,8	12,9	19,5
 FTSE 100	6 735,71	-2,0	2,5	-11,5	-2,0					
 KASE	2 849,54	2,5	8,8	19,7						

Economic calendar

Currency

Forecast

Previous

01/20	NBRK base credit rate	CNY		3.85%
01/20	US President Biden's speech	USD		
01/21	Decision on interest rate (Jan)	EUR		
01/21	Number of initial claims for unemployment benefits	USD	900K	965K
01/22	Manufacturing PMI of Germany (Jan)	EUR	57.5	58.3
01/22	Crude oil reserves	USD		-3.247M

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 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

S&P Global

MOODY'S

FitchRatings

BBB- stable 09/10/18 BBB- stable

Baa3 stable 07/26/17 Baa3 stable

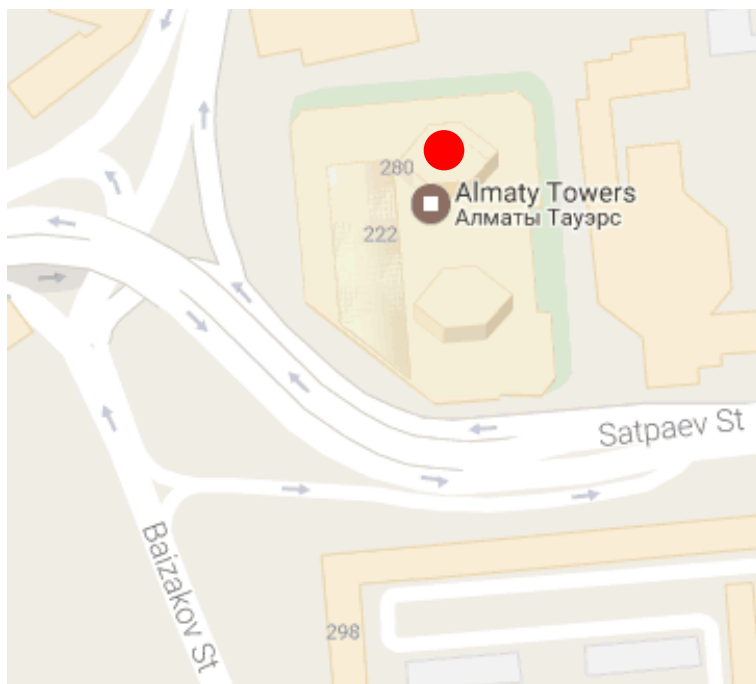
BBB stable 09/28/18 BBB stable

CONTACT INFORMATION



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

Tel.: +7 (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