

KASE WEEKLY

January 25–29,
2021

KASE NEWS

- ▲ Trades in international bonds [KZX000000583](#) (EABRe2) of Eurasian Development Bank, [bonds](#) [KZ2C00006898](#) (BRKZb20) and [KZ2C00007102](#) (BRKZb21) of Development Bank of Kazakhstan JSC, [bonds](#) [KZ2C00007318](#) (KFUSb9) of Kazakhstan Sustainability Fund JSC were opened on KASE.
- ▲ International bonds XS0583796973, US46627JAB08 (HSBKe5) of Halyk Savings Bank of Kazakhstan JSC [were excluded](#) from KASE's official list due to the expiration of the circulation period.
- ▲ Trades in bonds [KZ2C00005981](#) (EUBNb18) of Eurasian Bank JSC [have been suspended](#) on KASE.

ISSUER NEWS AND ANNOUNCEMENTS

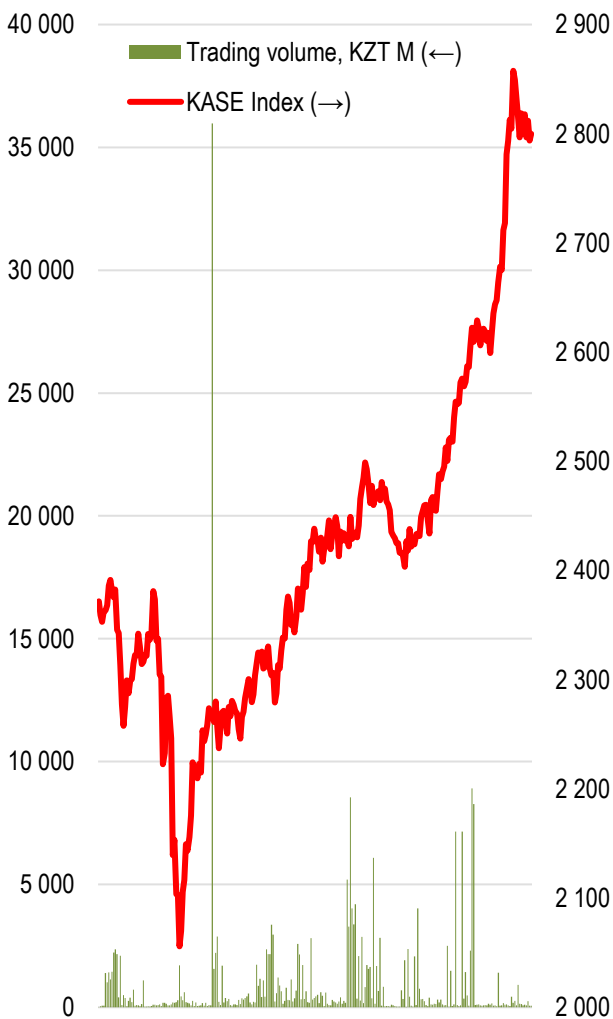
- ▲ The Ministry of Finance of Kazakhstan raised KZT153.7 bn on KASE by placing MEUKAM-120 of issue 17 ([KZKD00000899](#)), MEUKAM-180 of issue 13 ([KZKD00000931](#)), MEKKAM-12 of issue 149 ([KZK100000258](#)), MEUKAM-156 of the second issue ([KZ000A1A1S55](#)) and MEUKAM-180 of the first issue ([KZKD00000105](#)).
- ▲ KEGOC JSC [raised](#) KZT8.6 bn on KASE by placing bonds [KZ2C00006658](#) (KEGCb3) with an average weighted yield to maturity of 11.6161 % per annum.
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT9.8 bn on KASE by placing bonds [KZ2C00007300](#) (KFUSb8) with an average weighted yield to maturity of 10.28 % per annum.
- ▲ ANNOUNCEMENT: Kcell JSC [will hold](#) a teleconference on February 8 to announce financial results for January–December 2020.
- ▲ Development Bank of Kazakhstan JSC [invested](#) KZT506.2 bn in 2020 in the manufacturing industry and infrastructure.
- ▲ Freedom Finance JSC [has redeemed](#) 40,744 bonds [KZ2C00004257](#) (FFINb3).
- ▲ Halyk Savings Bank of Kazakhstan JSC [plans](#) full early redemption of international bonds XS0867478124, XS0867573890 (BTASe16).
- ▲ KAZ Minerals PLC [has provided](#) its 12M Q4 2020 production report in English.
- ▲ NOSTRUM OIL & GAS PLC [announces](#) operating results for 2020.
- ▲ Halyk Finance JSC [has become](#) the leader in the ranking of organizers of market bond issues in Kazakhstan according to the Cbonds agency.
- ▲ The name of Mortgage Organization "Kazakhstan Mortgage Company" JSC [was changed](#).
- ▲ The name of Sokolovka JSC [was changed](#).



KASE index decreased by 0.5% to 2,799.92 points.

The largest number of deals among index shares was made with common stocks of Halyk Bank – 792 deals (30.0% of the total share). The largest trading volume fell on securities of KEGOC – KZT213.9 mln (40.3% of the total share).

KASE Index shares



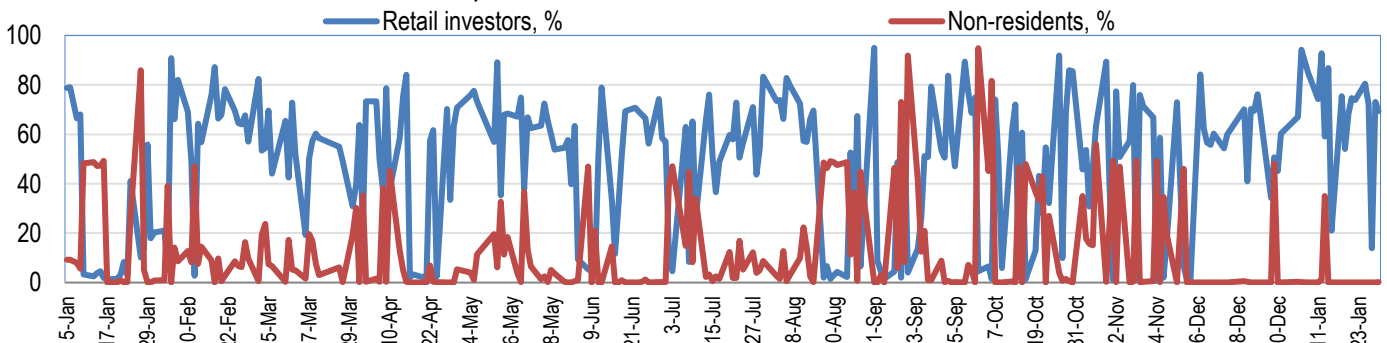
29.01.2021

KASE Index	Price	Trends (%)	Δ 7d	Δ 1m
KASE Index	2 799,92	-0,6	4,5	
First class of liquidity				
Aeroflot	409,0	3,3	0,2	
Freedom Holding Corp.	22 099,0	1,3	0,8	
Kazakhtelecom	26 015,1	0,6	-1,7	
Bank CenterCredit	210,0	0,4	-2,3	
KazTransOil	996,0	0,2	3,5	
Kcell	2 839,9	0,1	2,9	
KEGOC	1 690,0	0,0	-0,3	
Kazakhtelecom, preferred shares	12 800,0	0,0	-0,4	
VTB Bank	0,2	0,0	0,0	
Halyk Savings Bank of Kazakhstan	134,0	-1,2	9,0	
Gazprom	1 214,0	-1,3	2,7	
NAC Kazatomprom	7 500,0	-1,6	7,5	
KAZ Minerals	4 100,0	-2,1	14,6	
Sberbank Russia	1 472,6	-3,2	-1,1	
Bank of America Corporation	12 800,0	-4,7	0,0	

Note: Index stocks are highlighted in green

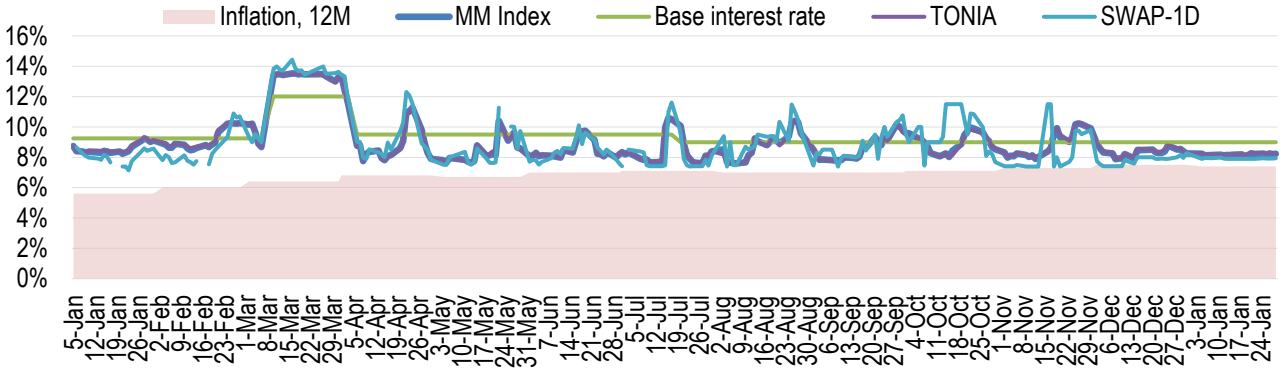
KASE Index is slightly decreasing over the week, and continues to move in a sideways trend against the background of the widespread flight of investors from risky and commodity assets, as well as general uncertainty on global stock markets. The main outsider of the trades were shares of Kazatomprom, the price of which fell by 2.0% against the background of the decrease in uranium ETF URA by almost 4% over the week. KAZ Minerals shares declined 1.2% on the back of the production report 2020. The company reduced its copper production in 2020 by 1.8 %, compared with 2019. sold 5.2% less copper was sold than in 2019. The company said that the decline was due to a delay in shipment at the Kazakh-Chinese border at the end of the year. The volume of gold production in 2020, on the contrary, increased by 4.8%. Meanwhile, copper futures traded at \$3.63 a pound at the end of January, more than 2% below the eight-year high of \$3.73 a pound. The price decline comes amid new quarantine restrictions in China, which darkens the outlooks for economic growth and a recovery of demand. Two of the eight shares on the representative list closed in the "green zone": shares of Halyk Bank (+ 1.1%) and Kcell (+ 0.7%).

Retail investors & non-residents, %

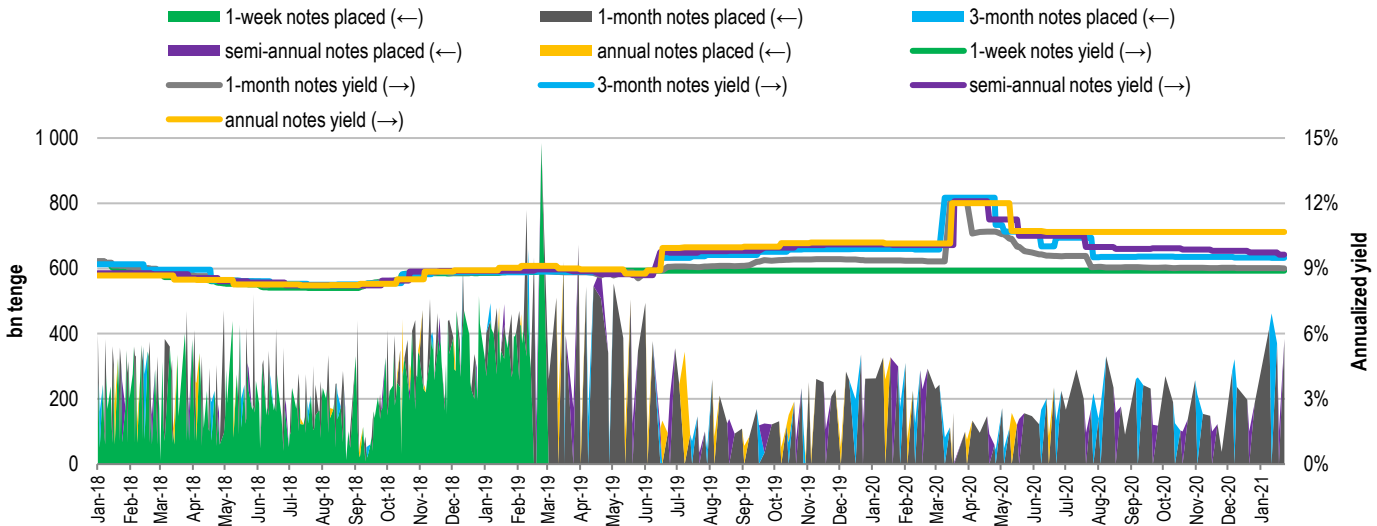


The yield of one-day repo transactions with government securities decreased by 4 b.p. to the level of 8.25% per annum. The rate of borrowing the tenge secured by US dollars increased by 3 b.p. and amounted to 7.93% per annum. The total volume of one-day tenge liquidity borrowings amounted to KZT1.9 trln over the week (-5.8% on the same indicator of the previous week).

Inflation and interest rates

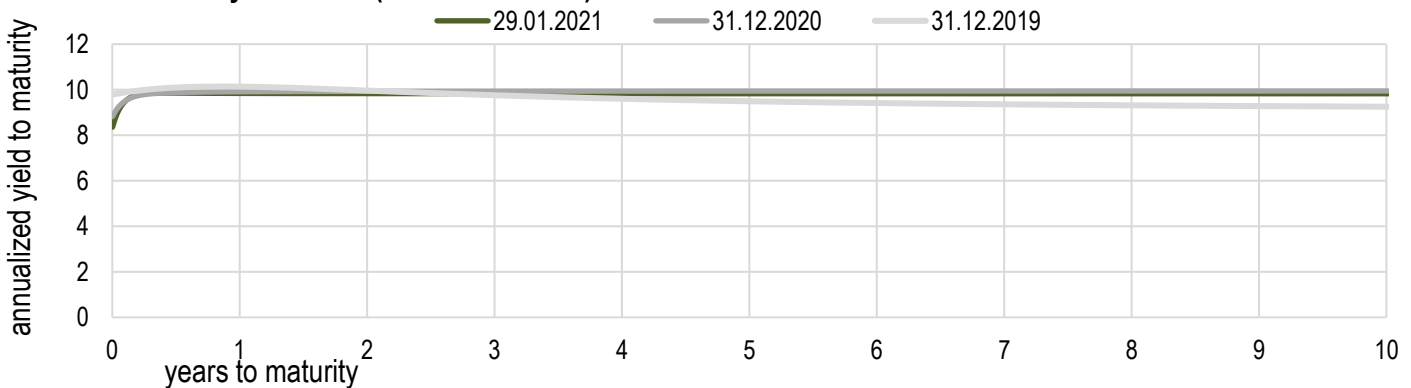


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





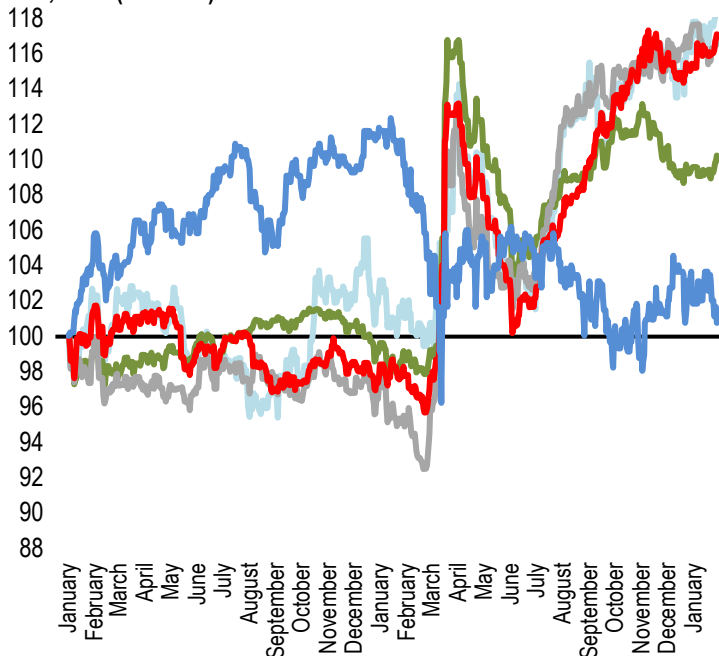
The exchange rate of the US dollar against the tenge increased by KZT4.53 (1.1%) to KZT424.22. The total trading volume amounted to \$589.1 million (+ 16.9% on the same indicator of the previous week). The total number of deals for purchase and sale of the US dollar was 1,952 (+431 on the same indicator of the previous week). The maximum price was KZT424.59 per US dollar, the minimum was KZT420.20.

The tenge is losing ground against the US dollar amid the worsening epidemiological situation worldwide. The demand for risky assets is weakening as quarantine measures intensify in China, the United States and European countries. Quarantine measures and disruptions in the supply of vaccines against COVID-19 are negatively affecting the prospects for fuel demand. Against this background, oil prices are not too active. The oil market is supported by Saudi Arabia's plans to further cut production in February and March by 1 million barrels per day, as well as by plans to reduce production in Iraq in January-February to 3.6 million barrels per day. In addition, US crude oil reserves fell by 9.9 million barrels over the week ended January 22, according to data from the US Energy Information Administration (EIA) released on Wednesday. The Russian ruble, meanwhile, is under pressure from the prospects of new anti-Russian sanctions following the change of power in the United States and the arrest of Alexei Navalny. US Secretary of State Anthony Blinken said on Wednesday that he did not rule out various options regarding actions against the Russian Federation following the situation with the Russian opposition member. However, first, the Biden administration would like to complete the situation analysis.

The price of March Brent oil futures on the London exchange ICE Futures on Friday closed at \$55.88 per barrel (+ 0.8%). The exchange rate of the US dollar against the Russian ruble on the Moscow Exchange rose to 75.7404 rubles (0.5%). The value of the Russian ruble decreased by KZT0.0774 (1.4%) to KZT5.5996. The Chinese yuan rose in price by KZT0.7263 (1.1%) to KZT65.5672.

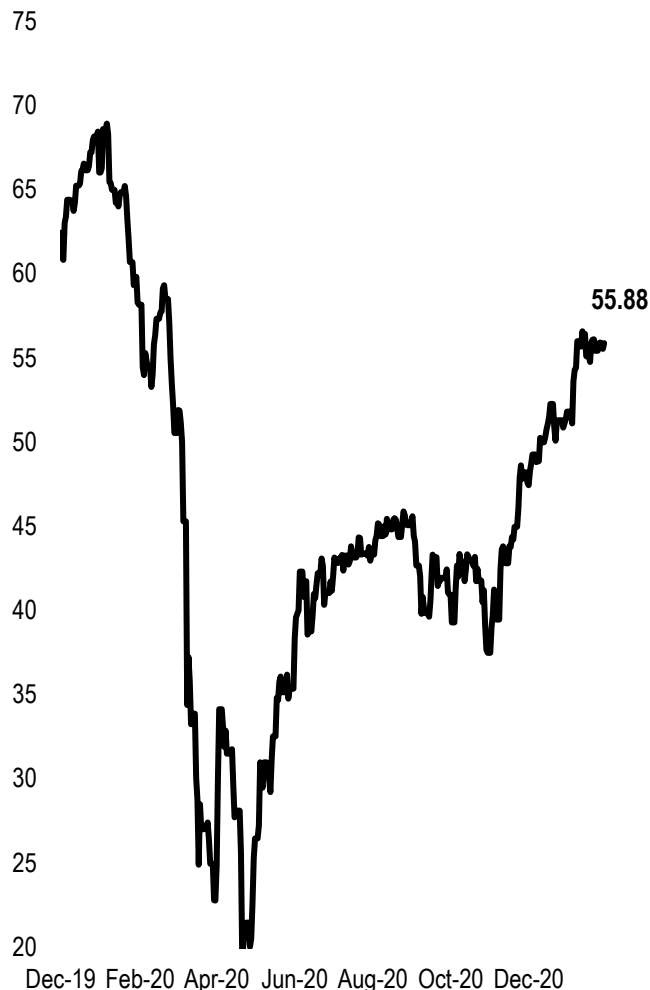
FX rates

Δ %, base (01.01.19)









	Price	Δ 7d, %	Δ 30d, %	Δ 2020, %
— GBPKZT	577.97	0.6	2.0	1.2
— USDKZT	423.42	1.2	0.7	0.6
— EURKZT	512.63	0.9	-0.5	-0.7
— CNYKZT	65.42	1.0	1.5	1.4
— RUBKZT	5.56	-2.3	-2.8	-1.6

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	3 714,24	-3,7	-0,5	13,1	-3,4
Dow Jones	29 982,62	-3,2	-1,4	3,9	-3,3
 RTS	1 367,64	-3,1	-1,4	-11,5	-3,7
MICEX	2 285,53	0,0	0,0	0,0	-3,7
 Hang Seng	28 283,71	-6,2	4,2	6,9	-3,9
SS CSI 300	5 351,96	-4,9	4,7	33,7	-3,9
 Euro Stoxx 50	3 481,44	-2,0	-2,5	-5,7	-3,1
FTSEuroFirst	3 884,00	-2,3	-1,1	-11,3	-3,5
 FTSE 100	6 407,46	-3,5	-2,3	-13,2	-4,3
 KASE	2 799,92	-0,6	4,5	22,4	

Commodities market

29.01.2021

Name	Price	Trend %		
		7d	1m	1y
Oil (Brent)	55,88	0,0	8,8	-4,1
Oil (WTI)	52,20	-1,1	7,9	0,1
Natural gas	2,56	-1,5	5,9	40,2
Copper	355,60	-2,0	0,2	40,9
Iron	1 183,50	1,2	11,4	66,8
Gold	1 847,65	-0,4	-2,5	16,6
Silver	26,91	5,6	1,3	49,6
Wheat	663,00	2,2	3,5	18,3

Economic calendar

Economic calendar		Currency	Forecast	Previous
01/27	Manufacturing PMI from Caixin (Jan)	CNY	52.7	53.0
02/03	Crude oil reserves	USD	0.446M	-9.910M
02/04	Decision on interest rate	GBP	0.10%	0.10%
02/04	Number of initial claims for unemployment benefits	USD	830K	847K
02/05	Unemployment rate (Jan)	USD	6.7%	6.7%

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

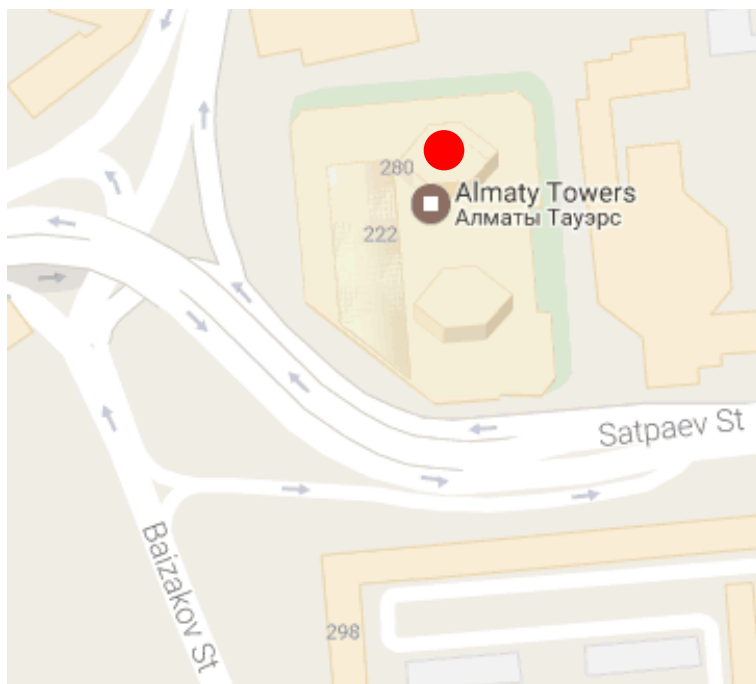
	Rating	Date	Previous
	BBB- stable	09/10/18	BBB- stable
	Baa3 stable	07/26/17	Baa3 stable
	BBB stable	09/28/18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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