

KASE WEEKLY

June 13-17
2022

KASE NEWS

- ▲ KASE held an online press briefing on the exchange market results for May 2022.
- ▲ KZ2P00008576 (MFOk3) and KZ2P00008584 (MFOk4) bonds of Microfinance Organization OnlineKazFinance LLP were included in KASE official list.
- ▲ KASE Board gave its consent to inclusion of Asian Development Bank's planned international bonds XS2489628870 in the "Securities of International Financial Institutions" sector of KASE official list
- ▲ From the official list of KASE excluded bonds KZ2C00003275 (KAFb5) KazAgroFinance and KZ2C00007458 (KFUSb12) JSC "Kazakhstan Sustainability Fund" in connection with the expiry of the term of circulation
- ▲ Trades in bonds KZ2P00008568 (MFRFb3) LLP Microfinance Organization R-Finance and KZ2C00008001 (KFUSb35) JSC Kazakhstan Fund for Sustainability opened on KASE.
- ▲ KASE resumes trading of common shares US1912161007 (KO_KZ) The Coca-Cola Company
- ▲ Trading of common shares CA13321L1085 (CCJ_KZ) Cameco Corporation is suspended on KASE
- ▲ Bonds KZ2C00006393 (KZIKb30) of Kazakhstan Housing Company JSC are removed from the T+ List.
- ▲ BCC Invest JSC was assigned market-maker status on KASE on international bonds XS2472852610 (BRKZe13) of Development Bank of Kazakhstan JSC.
- ▲ Freedom Finance JSC gave up market-maker status on KASE on common shares CA13321L1085 (CCJ_KZ) Cameco Corporation

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Ministry of Finance of Kazakhstan placed on KASE 62.3 m. MEUKAM-180 of the first issue (KZKD00000105, MUM180_0001) and 55.1 million MEUKAM-144 of the third issue (KZKD00000378, MUM144_0003).
- ▲ RG Brands Kazakhstan LLP repurchased 273,648 of its bonds KZ2P00007727 (RGBk1) on KASE for KZT340.7 mln
- ▲ National Company Food Contract Corporation attracted KZT2.9 bn on KASE, having placed bonds KZ2C00008506 (PRKRb8).
- ▲ Kazakhstan Sustainability Fund JSC raised KZT14.4bn on KASE, having placed bonds KZ2C00008001 (KFUSb35), and KZT9.5bn by placing bonds KZ2C00007995 (KFUSb36).
- ▲ Kazyna Capital Management JSC paid dividends on ordinary shares for 2021
- ▲ Samruk-Energy JSC paid dividends on common shares for 2021
- ▲ KazTransOil JSC paid dividends on ordinary shares KZ1C00000744 (KZTO) for 2021.
- ▲ Kazakhstan Housing Company JSC paid dividends on ordinary shares KZ1C00000637 (KZIK) for 2021
- ▲ Damu Entrepreneurship Development Fund JSC paid dividends on ordinary shares for the year 2021
- ▲ BCC Invest JSC paid dividends to holders of units KZPF00000231 (BCCIr) of UIIF "CenterCredit - Reasonable Balance" for March-May 2022 and dividends on common shares for 2021
- ▲ MFI KMF (KMF) LLP announces the signing of a \$15.0 million loan agreement with the Asian Development Bank



17.06.2022

KASE Index	2 617.15	Trends (%)	
		-2,3	-4,9
First class of liquidity	Price	Δ 7D	Δ 1M
АО "Банк ЦентрКредит"	395,00	2,9	3,9
АО "Народный сберегательный бан"	111,59	- 1,1	0,7
АО "Кселл"	1 065,99	3,5	- 11,9
АО "КазТрансОйл"	660,00	- 0,0	- 12,1
АО "Фридом Финанс"	5 900,00	-	-
АО "Казахтелеком"	27 200,00	- 2,2	- 7,8
АО "ForteBank"	3,81	- 1,3	- 4,8
Freedom Holding Corp.	39,47	- 9,8	- 6,7
АО "KEGOC"	1 602,00	- 1,1	- 3,2
Apple Inc.	131,30	- 9,0	- 11,0
Advanced Micro Devices, Inc.	82,40	- 18,0	- 15,9
The Coca-Cola Company	62,50	-	- 7,6
Yandex N.V.	12 768,00	- 4,7	1,7
PayPal Holdings Inc.	71,64	- 14,0	- 10,3

Note: Index stocks are highlighted in green

Last week, leading central banks concluded their June base rate season. These are the last meetings of this half year, next week will open the season of announcements of the first six months' reports and investors will be watching closely the effect of the decisions made. Recall that the Fed announced an immediate key rate hike of 0.75% to 1.75% and predicted that the rate could be raised by another 0.5-0.75% at the next meeting in July.

The Bank of England raised its rate for the fifth time in a row by 0.25% to 1.25%. Decisions to raise rates were taken by the central banks of individual EU countries. The European Central Bank itself left the rate at 0% and predicted a 0.25% increase at the end of the July and possibly September meetings. The Bank of Japan left rates unchanged. The Russian Central Bank is currently the only one sticking to its quantitative easing policy, with the rate cut to 9.5%.

As already mentioned, investors will assess the effect of the decisions only after the monthly reports, but for now the tightening of monetary policy is encouraging them to get out of risky assets. Practically all Western stock indices closed the week with a strong decline; American SP 500 lost 7.7%, European Eurostoxx 600 lost 2.8%, Japanese Nikkei lost 5.1%. Against this background the Chinese stock market has been a safe haven for months now, ShanghaiComposite added 1.86% this week and is basically showing a steadily rising trend.

Amid a general downtrend in stock markets, the KASE Index declined 2.7% last week to 2,605.86 points, with most index shares in a sideways trend.

Last week, commodity markets saw a decline in almost all commodities, with the most significant drop in the price of uranium futures falling from \$52.8 to \$48.9 a pound and Brent stabilising at \$113 a barrel.

For the second week in a row, the price adjustment was driven by an increase in US crude stocks and optimism on the Iran deal, as well as the decision of the US finance ministry to extend the licence allowing for energy transactions with sub-sanctioned Russian banks. In the foreign exchange market, the oil price adjustment contributed to the weakening of the tenge against the US dollar from 436 to 446 tenge per dollar.

Last week KazTransOil paid the previously announced ordinary share dividend for 2021 in the amount of KZT 10bn, or KZT 26 per share.

BCC Invest JSC also paid dividends to holders of units of interval unit investment fund "CenterCredit - Reasonable Balance" from March to May of this year in the amount of 104.9 million tenge.

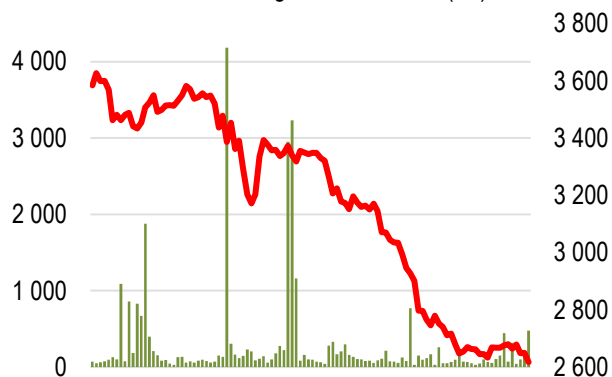
Interestingly, despite the tension in the stock market, the overnight swap indicator in the money market dropped significantly from 14.69% to 12.9% p.a.

Last week the Ministry of Finance placed two KZT108.4bn treasury bills on KASE with yield to maturity of 14.0-14.5% p.a. and maturities of 0.9-1.9 years.

National company Food Contract Corporation raised KZT2.9 bn on KASE by offering bonds with a yield to maturity of 16.9% per annum and a maturity of 2.8 years. Also, Kazakhstan Sustainability Fund placed its one-year bonds in the amount of KZT25bn with a coupon rate of 9.5% per annum and microfinance organization OnlineKazFinance in the amount of USD5m with a coupon rate of 10% per annum.

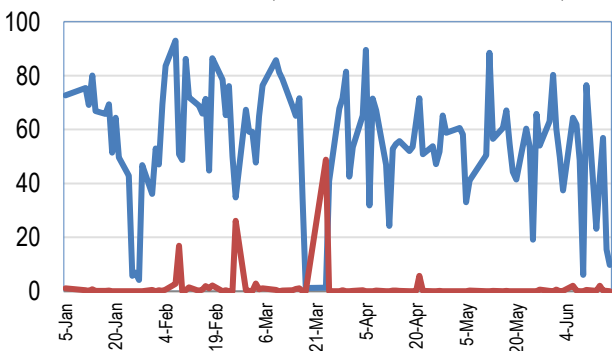
KASE Index shares

Trading volume, KZT M (←)



Retail investors & non-residents, %

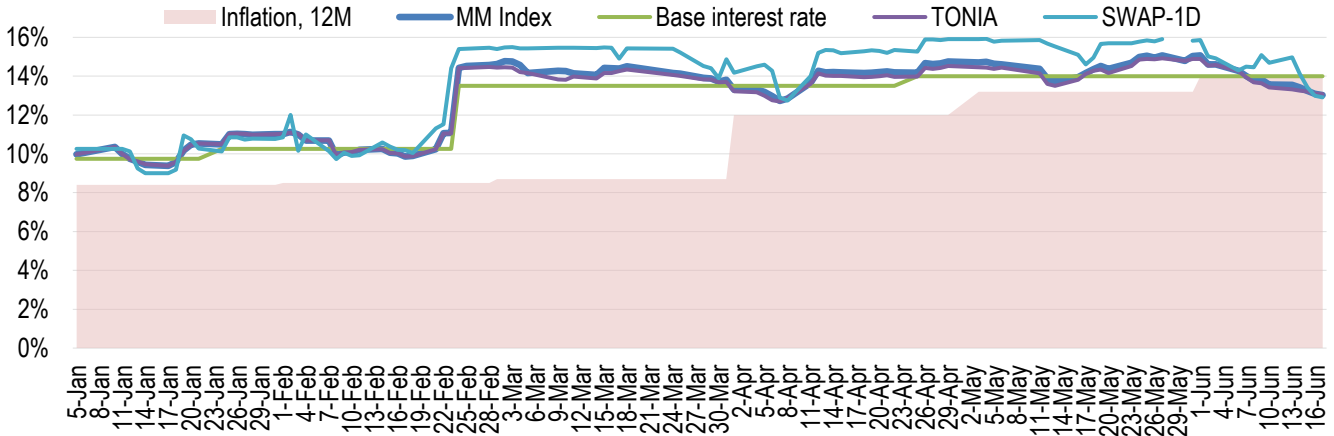
Retail investors, % Non-residents, %



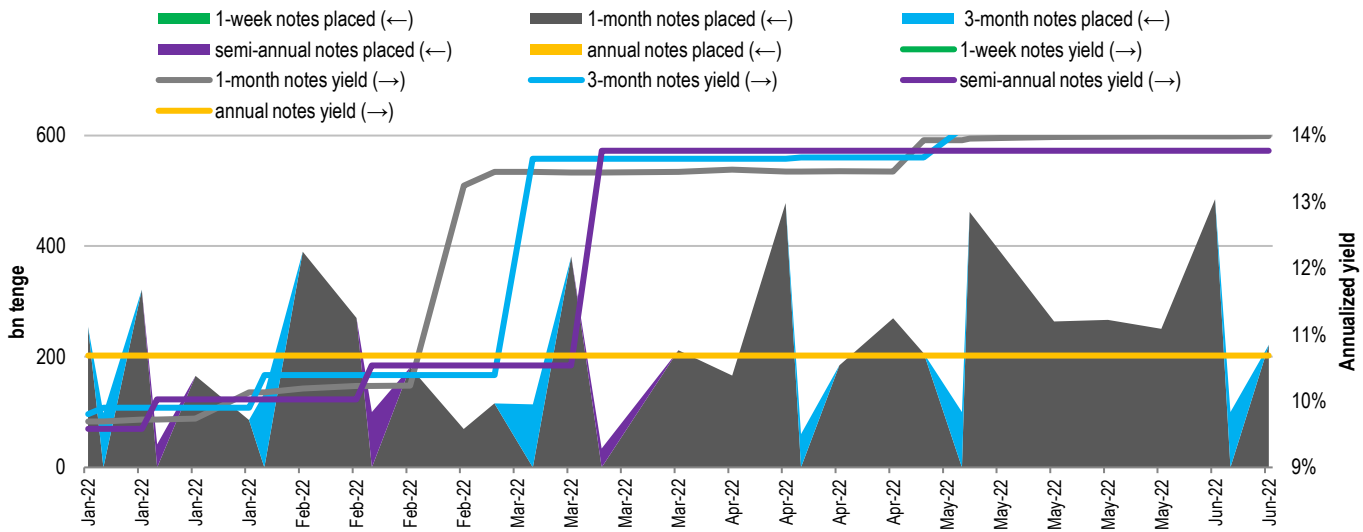


The yields of repo transactions in government securities (GS) for one day (TONIA) decreased from 13.42% APR to 13.07% APR from June 13-17. The rate of borrowing of tenge against USD for one day (SWAP-1D (USD)) decreased from 14.69% APR to 12.90% APR during this period..

Inflation and interest rates

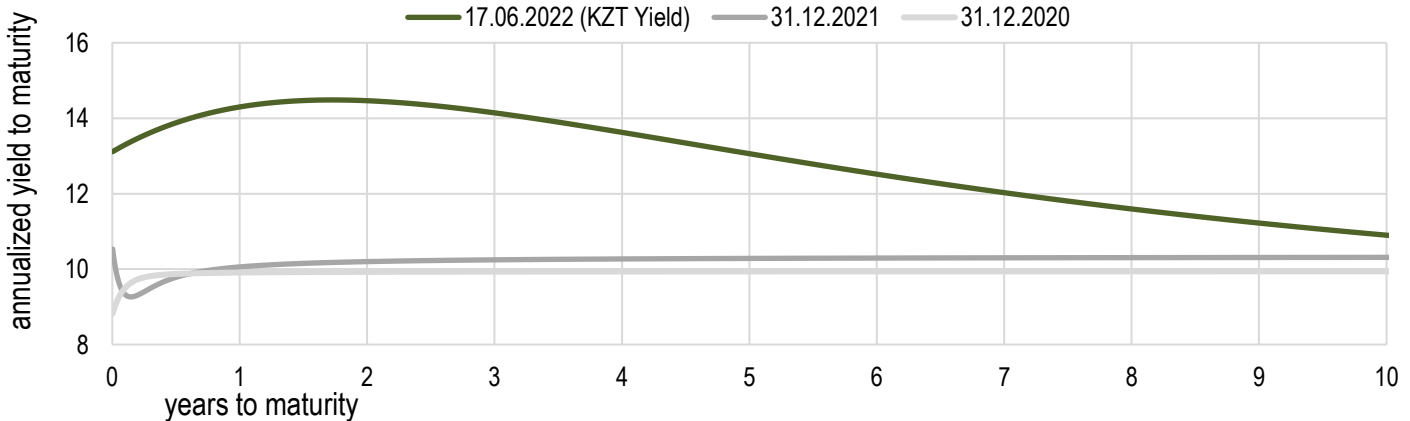


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



In May 2022 the annual inflation rate accelerated to 14.0% (13.2% in April).

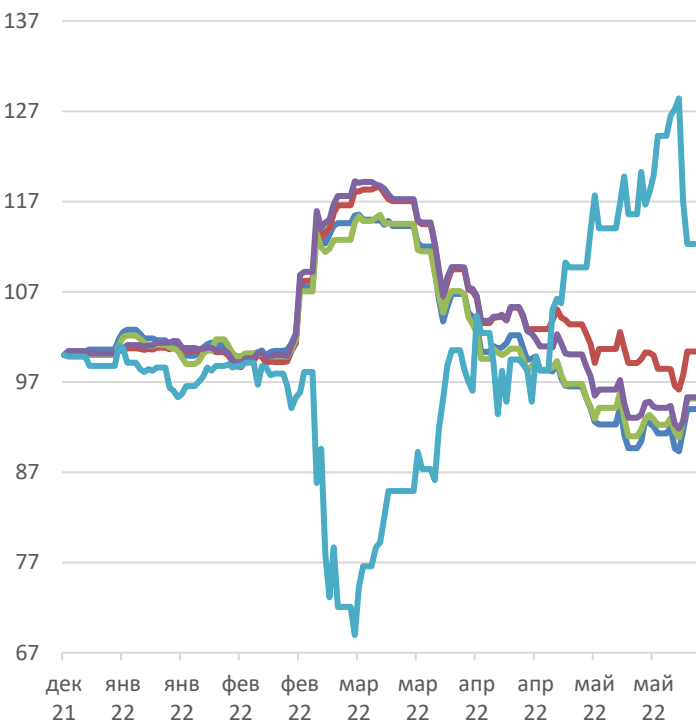
By region, annual inflation has accelerated in 15 regions and slowed down in 2 regions. The greatest acceleration is registered in Mangistau (from 13.9% in April to 15.2% in May), Karaganda (from 13.5% to 14.8%) and West-Kazakhstan regions (from 12.2% to 13.5%).

The growth rate of food prices in May increased to 19.0% yoy (17.9% in April). The maximum rise in prices for goods of this group was in Mangistau region (21.0%).

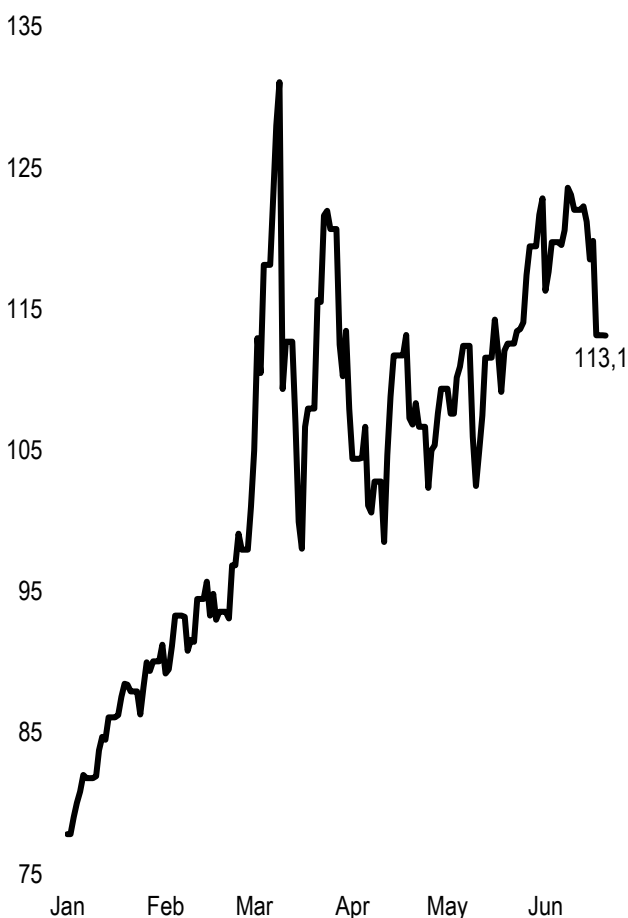
The growth rate of non-food prices accelerated to 11.9% yoy (11.1% in April). The maximum value was recorded in Nur-Sultan (14.3%) and the minimum in Shymkent city (10.2%). Prices for paid services in May have increased by 9.1% y/y (in April - 8.9%), with prices significantly higher than the republican level in East Kazakhstan region (11.4%), significantly lower - in Zhambyl region (6.3%).

In May 2022, the monthly inflation rate in the country was 1.4%, which is significantly higher than the average May inflation rate for the last 5 years (0.5% for 2017-2021). In all 17 regions, prices rose above their historical average in May 2022. The biggest acceleration in monthly inflation was recorded in Mangistau region (2.2%).

FX rates



Brent oil USD/barrel



— GBPKZT — USDKZT — EURKZT
— CNYKZT — RUBKZT

	Price	Δ 7d, %	Δ 30d, %	Δ 2021, %
— GBPKZT	549,69	1,30	-0,48	-7,67
— USDKZT	446,87	2,55	2,17	2,43
— EURKZT	469,97	1,79	1,51	-5,65
— CNYKZT	66,67	2,33	2,68	-2,76
— RUBKZT	7,91	4,91	15,90	35,18

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	3 674,84	-5,8	-6,3	-13,0	-5,8
Dow Jones	29 888,78	-4,8	-5,1	-11,6	-4,8
RTS	1 315,43	3,7	8,5	-21,0	-5,0
MICEX	2 285,53	0,0	0,0	0,0	-5,0
Hang Seng	21 075,00	-3,4	2,1	-26,2	-3,2
SS CSI 300	4 309,04	1,7	7,9	-15,5	0,9
Euro Stoxx 50	3 438,46	-4,5	-6,8	-17,3	-4,8
FTSEuroFirst	4 187,10	-3,8	-6,1	-8,8	-4,4
FTSE 100	7 016,25	-4,1	-5,7	-1,9	-5,0
KASE	2 617,15	-2,3	-4,9	-22,1	

Commodities market

June 17, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	113,12	-7,3	3,7	54,8
Oil (WTI)	109,56	-9,2	0,0	54,2
Natural gas	6,94	-21,5	-17,0	113,5
Copper	401,35	-6,5	-4,0	-3,9
Iron	939,00	-5,3	-4,4	-26,6
Gold	1 839,39	-1,7	1,3	3,7
Silver	21,59	-1,6	0,3	-16,5
Wheat	1 034,25	-3,4	-16,0	61,9

Economic calendar

		Currency	Forecast	Previous
20.06	NBK base credit rate	CNY	3.70%	3.70%
21.06	Secondary housing market sales (May)	GBP	5.39M	5.61M
22.06	Consumer price index (CPI) (y/y) (May)	GBP	9.1%	9.0%
22.06	Fed chief Mr Powell's speech on 22 and 23 June	USD		
23.06	German Manufacturing PMI (June)	EUR	54.0	54.8
23.06	Number of initial claims for unemployment benefits	USD	225K	229K

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	April 2022
Annual inflation	13.2%	01.05.22	12.0%
Gross international reserves of NBK, USD bn	33,5	01.05.22	33,2
Reserve money, KZT bn	9 968,0	01.05.22	10 791,8
Money supply, KZT bn	28 984,2	01.05.22	30 711,8

Kazakhstan credit ratings

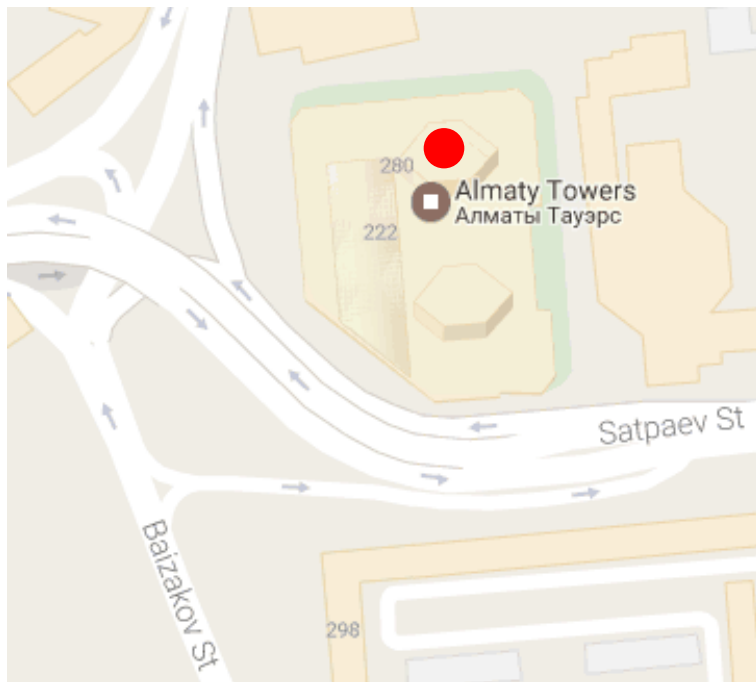
	Rating	Date	Previous
S&P Global	BBB-/A-3 стабильный	05.03.22	BBB- stable
MOODY'S	Baa2/стабильный	11.08.21	Baa3 positive
FitchRatings	BBB/стабильный	18.06.22	BBB stable

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Corporate Events Calendar of KASE listed Companies

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