

# KASE WEEKLY

September 19 – 23  
2022

## KASE NEWS

- Amendment to the Rules for Conducting Clearing Sessions for Deals with the Central Counterparty Entered into Force.
- Bonds [KZMJ00001386](#) (VKK018\_138) of akimdik of East Kazakhstan region, [bonds](#) [KZ2C00008878](#) (LOGCb3) and [KZ2C00008886](#) (LOGCb4) of Logycom JSC, [bonds](#) [KZ2C00008845](#) (INBNb11) and [KZ2C00008852](#) (INBNb12) of Bank RBK JSC are included in KASE official list
- Common shares [KZ1C00000108](#) (LNAT) of IC London-Almaty JSC were transferred to the "shares" sector of the alternative market.
- Bonds [XS1876166973](#) (IFC\_e2) of the International Finance Corporation and [XS0831571434](#) (EABRe1) of Eurasian Development Bank were excluded from KASE official list due to the expiration of the circulation period.
- Trades in common shares [US2546871060](#) (DIS\_KZ) of The Walt Disney Company and bonds [KZ2P00008576](#) (MFOkb3) of Microfinance Organization OnlineKazFinance LLP are opened at KASE.
- Trades in common shares [US55616P1049](#) (M\_KZ) of Macy's and [US1912161007](#) (KO\_KZ) of The Coca-Cola Company were resumed at KASE.
- Replacement of the issuer on bonds [KZ2C00006062](#) (ALBNb5) of Eco Center Bank JSC (SB of Bank CenterCredit JSC) was made in the trading system and databases of KASE.
- Bonds of four titles are [included](#) in the T+ List.
- Bonds [KZ2C00006658](#) (KEGcb3) of KEGOC are included in the Collateral List T+.
- [Securities](#) of 16 titles and bonds [KZ2C00006658](#) (KEGcb3) of KEGOC are included in the list of financial instruments accepted in the GCGlobalSec GCC property pool.
- Freedom Finance JSC was assigned the status of a market-maker on KASE for bonds [KZ2C00008654](#) (TMJLb10) of National Company Kazakhstan Temir Zholy.
- Bonds [KZ2P00008782](#) (MFOkb5) of MFO OnlineKazFinance LLP have been switched to trading mode in "clean" prices.

## ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed on KASE 40.6 mln MEOKAM-48 of issue 54 ([KZK200000729](#), MOM048\_0054).
- The Ministry of Finance of Kazakhstan raised KZT100.5 mln on KASE by placing METIKAM-48 of the first issue ([KZKT00000024](#), MTM048\_0001).
- Akimdik of East Kazakhstan region raised KZT7.2 bn on KASE by placing bonds [KZMJ00001386](#) (VKK018\_138).
- Kazakhstan Sustainability Fund JSC raised KZT25.3 bn on KASE by placing bonds [KZ2C00007318](#) (KFUSb9), [KZ2C00007524](#) (KFUSb19) and [KZ2C00008696](#) (KFUSb39).
- Life insurance company "Freedom Finance Life" [says](#) S&P Global Ratings upgraded the company ratings; outlook "Stable".
- National company "KazMunayGas" [says](#) Fitch Ratings affirmed the company rating.
- Fincraft Group LLP [says](#) that S&P Global Ratings affirmed the company's ratings.
- ForteBank [says](#) Fitch Ratings increased ratings of the bank and bonds and S&P Global Ratings affirmed ratings of the bank.
- Bank RBK JSC [paid](#) dividends on ordinary shares for 2021.
- National Company "KazMunayGas" JSC [announced](#) the implementation of a call option to repurchase a 50% stake in KMG Kashagan BV from Sovereign Welfare Fund "Samruk-Kazyna" JSC.
- Development Bank of Kazakhstan JSC [reported](#) on tender bids received before the deadline for accepting early bids under the offer to buy back international bonds XS2337670694, US25159XAD57 (BRKZe12).

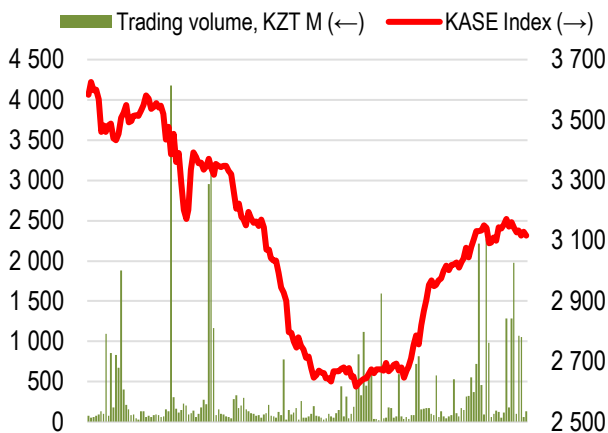


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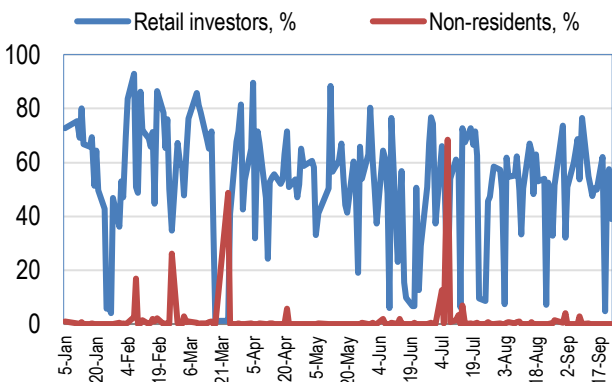
KASE Index	3 116,52	Trends (%)	
		-0,8	0,4
<b>First class of liquidity</b>	<b>Price</b>	<b>Δ 7D</b>	<b>Δ 1M</b>
АО "Казакхтелеком"	29 780,00	3,8	6,4
АО "KM GOLD"	194,00	2,1	2,7
АО "Народный сберегательный банк Каза"	121,99	0,9	- 3,9
АО "KEGOC"	1 585,00	0,1	- 0,5
Apple Inc.	152,55	- 0,3	- 9,2
АО "КазТрансОйл"	713,00	- 0,6	- 6,9
АО Kaspi.kz	27 550,00	- 0,9	0,9
АО "Банк ЦентрКредит"	597,95	- 1,1	15,0
Freedom Holding Corp.	53,55	- 1,1	- 3,1
АО "Кселл"	1 583,00	- 1,4	- 5,5
AT&T Inc.	16,68	- 1,5	- 8,6
АО "ForteBank"	3,69	- 2,6	- 2,4
Meta Platforms, Inc.	143,50	- 4,8	- 12,9
АО "НАК "Казатомпром"	14 175,00	- 6,1	5,0
Intel Corporation	28,02	- 6,1	- 18,0
Advanced Micro Devices, Inc.	71,50	- 8,1	- 23,0

Note: Index stocks are highlighted in green

## KASE Index shares



## Retail investors &amp; non-residents, %



The 40-year high in inflation in the United States led to the increase in the base rate of the Federal Reserve System for the third time in a row by 75 basis points to 3-3.25% per annum – the highest figure since the crisis of 2008. The Fed also announces a possible further increase in the rate, while it has adjusted its forecast for US GDP growth for 2022 from 1.7% to 0.2%. Following the United States, European central banks also raised rates: in England and Norway from 1.75% to 2.25%, in Switzerland from -0.25% to 0.5%, while the Swiss National Bank was the last European national banks to come out of the negative zone of the key rates.

American and European securities markets reacted to the growth of rates by decreasing by 3-4%, the dollar index exceeded the level of 112 points during the week; increased yields on government securities. In particular, the yield on 10-year US Treasury bonds, considered the benchmark for the debt market, for the first time since 2011 exceeded 3.5% per annum.

Against the background of global trends, KASE Index last week fell by 0.8% to the level of 3,116.52 points. The shares of Kazakhtelecom (+3.8%), Halyk Bank (+0.9%) and KEGOC (+0.1%) ended the week in the green zone. The growth of Kazakhtelecom shares was due to the announcement of a general meeting of its shareholders on October 31, which will consider the issue of profit distribution. A positive reaction was also caused by the message of the People's Bank of September 19 that at the general meeting of shareholders on October 21 a decision would be made on the payment of dividends on ordinary shares and their amount.

The number of individual investors continues to grow in Kazakhstan, the number of personal accounts in the Central Securities Depository has almost doubled since the beginning of the year. As of September 1, there were more than 400,000 personal accounts opened for 378,000 individuals. According to the results of eight months, almost 200,000 new personal accounts were opened by individuals.

This year, among the shares of local issuers in terms of trading volume, the most popular among retail investors are securities of Halyk Bank, Kcell, Bank CenterCredit and Kazatomprom. The shares of these issuers account for more than 70% of the total trading volume in the shares sector.

Among the shares of foreign issuers in terms of trading volume, the most popular among retail investors are securities of Advanced Micro Devices Inc., NVIDIA Corp., Apple Inc., Meta Platforms Inc. and PayPal Holdings Inc. They accounted for almost 45% of the total volume of trades in the KASE Global sector. Last week trades in common shares of The Walt Disney Company were opened in KASE Global sector. Also resumed trading in common shares of Macy's and The Coca-Cola Company, which were temporarily suspended due to register fixation for dividend payments.

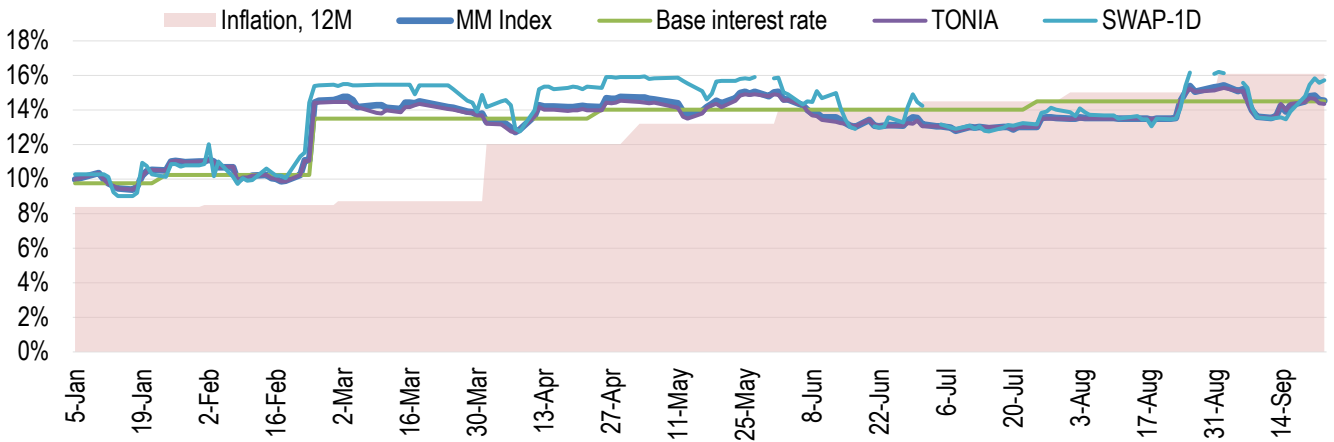
KASE's debt market was rather active during the week. Bonds of Logycom and Bank RBK passed the listing procedure on KASE in the "bonds" category of the main market. On September 23, Kazakhstan Sustainability Fund placed three bond issues in the amount of 25.3 billion tenge with a maturity of 1 to 5 years. The yield to maturity based on the results of the auctions was at the level of 15.7–16% per annum.

In the government securities market, on September 21, the Ministry of Finance placed two issues of four-year treasury bills for a total of 40.8 billion tenge with a yield to maturity of 13.9-15.15% per annum. On the same day, the Akimdik of the East Kazakhstan region raised 7.2 billion tenge by placing one and a half year bonds. These bonds were issued to finance the construction of mortgaged housing under the Shanyrak program.

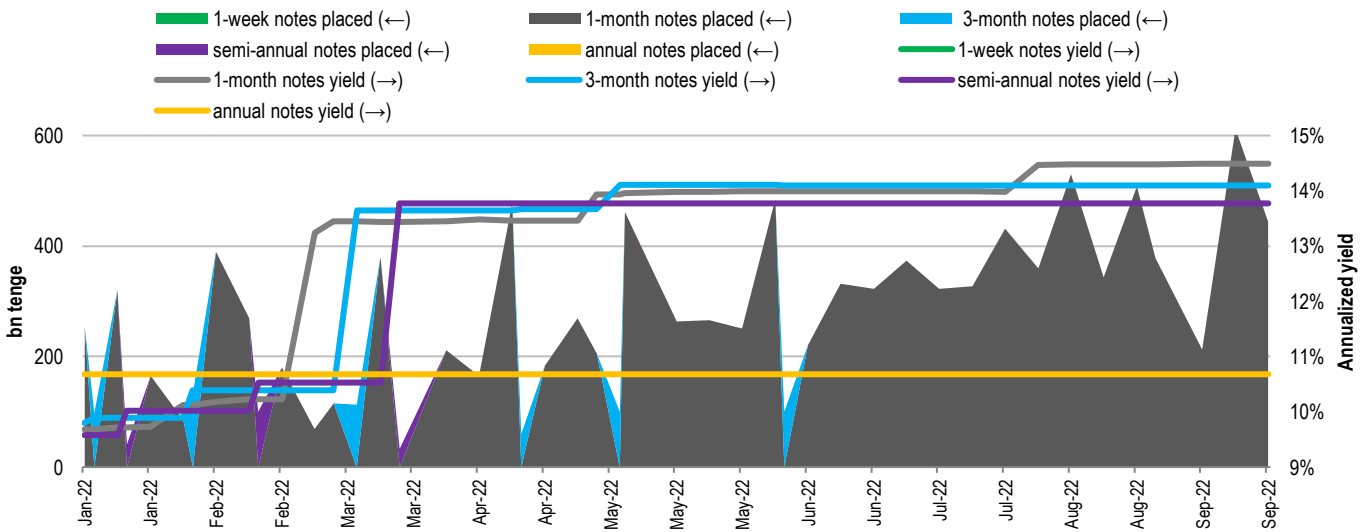
Fitch Ratings agency has affirmed the rating of the national company "KazMunayGas" at "BBB-" with a stable outlook. KazMunayGas also announced the exercise of a call option to repurchase a 50% stake from the Sovereign Wealth Fund "Samruk-Kazyna" shares in company "KMG Kashagan B. V." for \$3.8 billion. As a result of the increase in the share in Kashagan project, KazMunayGas will improve its consolidated production and assets. At the same time, the company's debt will also increase. It is planned that payment will be made from the cash flows of KMG Kashagan B.V."

Yield of one-day REPO transactions with government securities (GS) (TONIA) from September 16 to September 23 decreased from 14.35% to 14.34% per annum. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) for the period under review increased from 13.91% to 15.73% per annum.

**Inflation and interest rates**

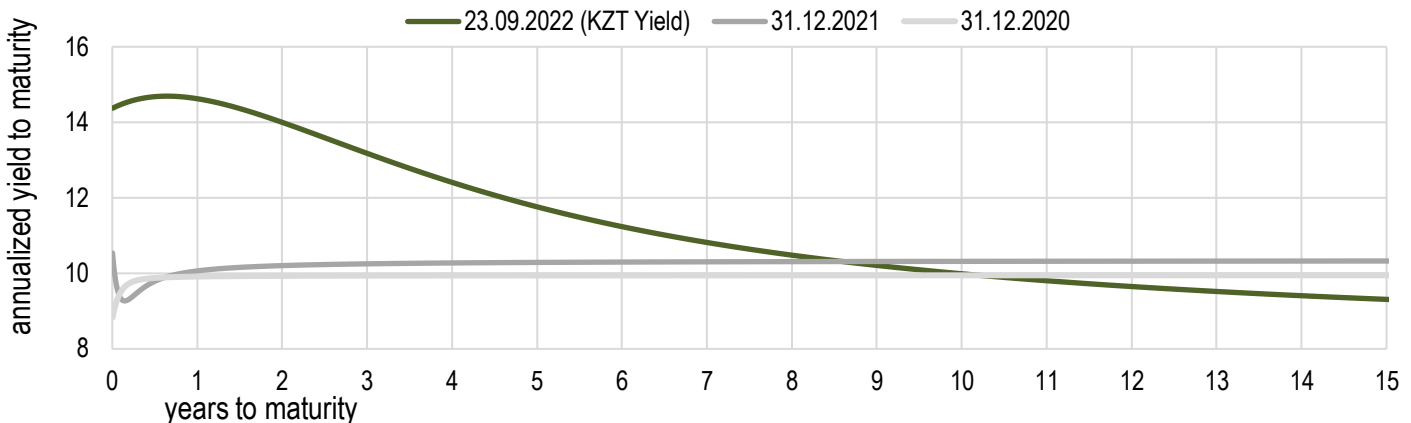


**Main Features of National Bank Notes Placements**



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

**Risk-free yield curve (non-indexed GS)**





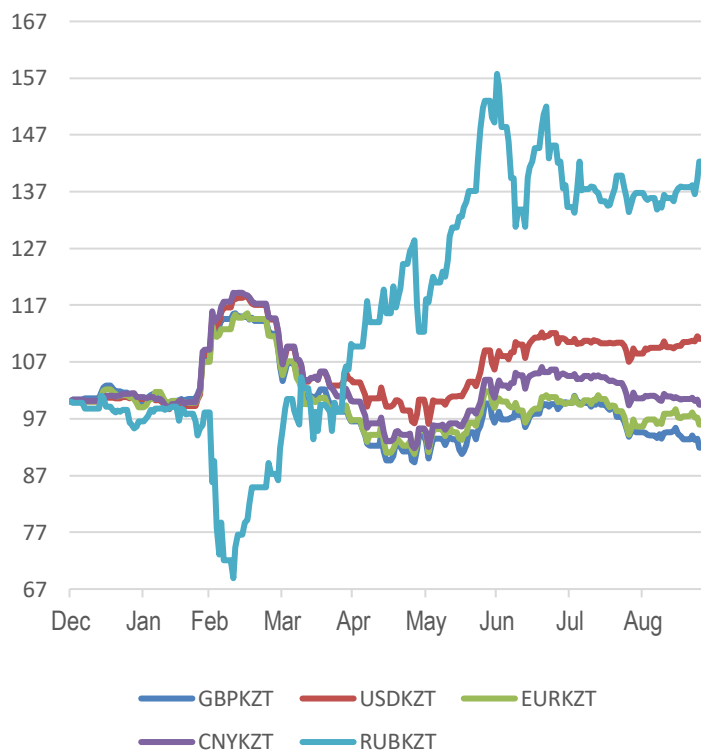
As a result of trades on September 23, the tenge market rate formed at the level of 479.42 tenge per US dollar, depreciating over the week by 0.5% (from 477.12).

A number of significant events took place on the foreign exchange market from September 16 to September 23, 2022. Thus, the US Federal Reserve raised the rate by 75 b.p. for the third time in a row to 3-3.25%, signaling further increases. 2-year US Treasury note rates rose above 4%. For the first time in 24 years, the Bank of Japan conducted foreign exchange interventions to support the national currency. Fears of a global recession and escalation of military tensions between Ukraine and the Russian Federation had a negative impact on the risk sentiment of investors.

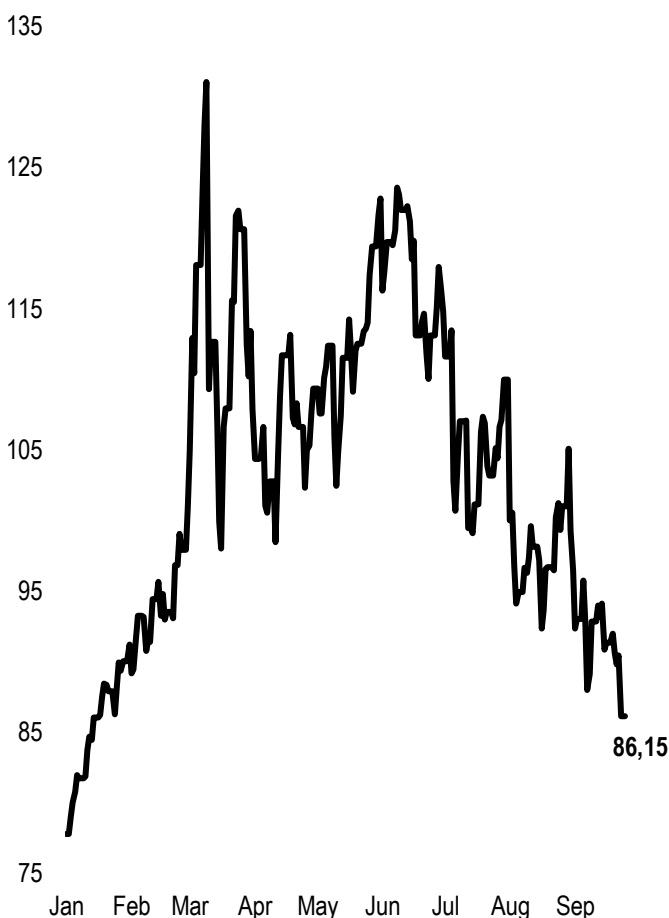
These factors led to a predominantly negative dynamics of the currencies of developing countries against the US dollar:

- Russian ruble strengthened by 3.9% (from 60.28 to 57.92) as exporters prepare for tax payments;
- Brazilian real weakened slightly by 0.2% (from 5.25 to 5.26). The tightening of the rhetoric of the Central Bank of Brazil, despite maintaining the key rate at 13.75%, supported the dynamics of the national currency;
- Indonesian rupiah weakened by 0.6% (from 14,955 to 15,038) against the background of a global strengthening of the US dollar. The Bank of Indonesia raised the rate to 4.25%, by 50 b.p.;
- Mexican peso weakened by 0.8% (from 20.04 to 20.21) against the background of the negative dynamics of risky assets after the US Federal Reserve meeting;
- Turkish lira weakened by 0.8% (from 18.26 to 18.41) on the back of an unexpected 1 p.p. cut to 13% despite inflation exceeding 80%;
- Indian rupee weakened by 1.6% (from 79.75 to 80.99) amid falling risk appetite of global investors;
- South African rand weakened by 1.9% (from 17.61 to 17.95), despite the decision of the Central Bank to raise the base rate to 6.25%, by 75 b.p.

FX rates



Brent oil USD/barrel



	Price	Δ 7d, %	Δ 30d, %	Δ 2022, %
— GBPKZT	533,69	-1,66	-1,93	-6,48
— USDKZT	479,42	0,48	2,30	11,49
— EURKZT	467,91	-1,59	1,55	-2,76
— CNYKZT	67,35	-1,00	-1,00	0,41
— RUBKZT	8,21	3,27	2,29	39,17

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	3 693,23	-4,6	-10,8	-17,0	-4,7
Dow Jones	29 590,41	-4,0	-10,2	-14,9	-4,1
RTS	1 141,81	-10,4	-3,4	-34,9	-9,4
MICEX	2 285,53	0,0	0,0	0,0	-9,4
Hang Seng	17 933,27	-4,4	-6,9	-26,8	-4,4
SS CSI 300	3 856,02	-1,9	-5,5	-20,5	-2,0
Euro Stoxx 50	3 348,60	-4,3	-8,7	-20,2	-4,1
FTSEuroFirst	4 057,00	-4,0	-8,5	-11,0	-4,1
FTSE 100	7 018,60	-3,0	-6,1	-0,8	-3,2
KASE	3 116,52	-0,8	0,4	-7,9	

## Commodities market

September 23, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	86,15	-5,7	-14,9	11,5
Oil (WTI)	78,74	-7,5	-17,0	7,4
Natural gas	6,83	-12,1	-26,8	37,2
Copper	337,15	-5,3	-7,5	-20,3
Iron	769,00	-2,0	-1,0	13,1
Gold	1 643,94	-1,9	-6,0	-5,7
Silver	18,84	-2,4	-0,3	-16,8
Wheat	880,50	2,4	10,8	22,7

## Calendar of economic events

Currency

Forecast

Previous

26.09	<u>ECB President Lagarde to deliver a speech 26-28.09.2022</u>	EUR		
27.09	<u>Speech by the head of the Fed, Mr. Powell, 27-28.09.2022</u>	USD		
27.09	<u>Core Durable Goods Orders (MoM) (Aug)</u>	USD	0.2%	0.2 %
29.09	<u>GDP (qtr/qtr) (Q2)</u>	USD	-0.6 %	-0.6 %
30.09	<u>Manufacturing PMI (Sep)</u>	CNY	49.2	49.4
30.09	<u>Consumer Price Index (CPI) (YoY) (Sep)</u>	EUR	9.6 %	9.1%
30.09	<u>Core Personal Consumption Expenditure Price Index (MoM) (Aug)</u>	USD	0.4 %	0.1 %

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

Previous month

Annual inflation	16,1%	01.09.22	15,0%
Gross international reserves of NBK, USD bn	32,7	01.09.22	32,8
Reserve money, KZT bn	12 076,5	01.09.22	11 579,1
Money supply, KZT bn	31 568,3	01.09.22	31 396,3

## Kazakhstan credit ratings

Rating

Date

Previous

S&amp;P Global

BBB-/A-3 negative

02.09.22

BBB-/A-3 stable

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

17.06.22

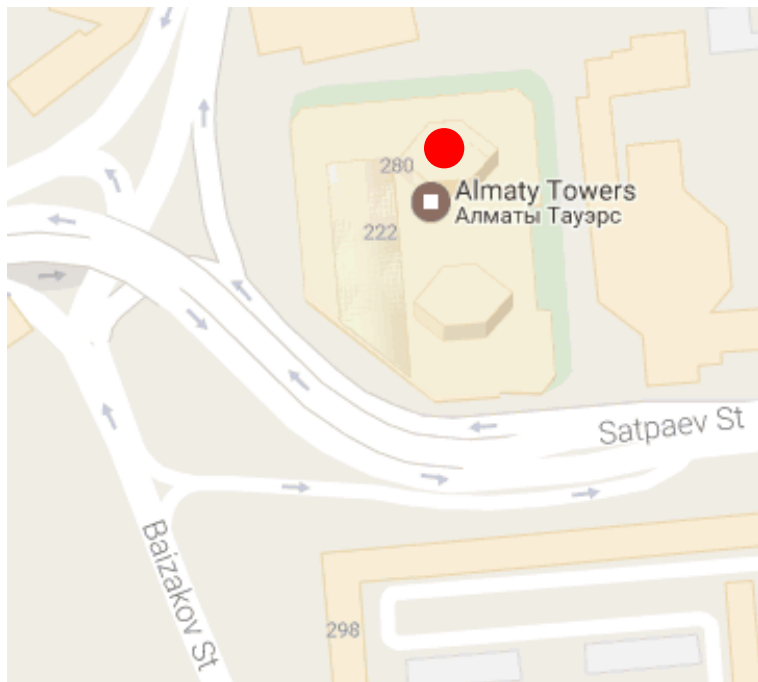
BBB/stable

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**Contact us**



**Corporate Events Calendar of KASE listed Companies**

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3. report does not take into account the individual financial characteristics and aims of those receiving it.

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