

KASE WEEKLY

16 – 20 April,
2018

KASE NEWS

- ▲ KASE [held](#) press conference on Q1 2018 results.
- ▲ KASE has [reduced](#) duration of Base period for market valuation of non-indexed GS with term of 180 or more days left to maturity.
- ▲ Annual General Meeting of shareholders of Kazakhstan Stock Exchange JSC will be [held](#) on May 30, 2018.
- ▲ Trades in new instruments [opened](#) in KASE CS automatic repo market as of April 19, 2018.

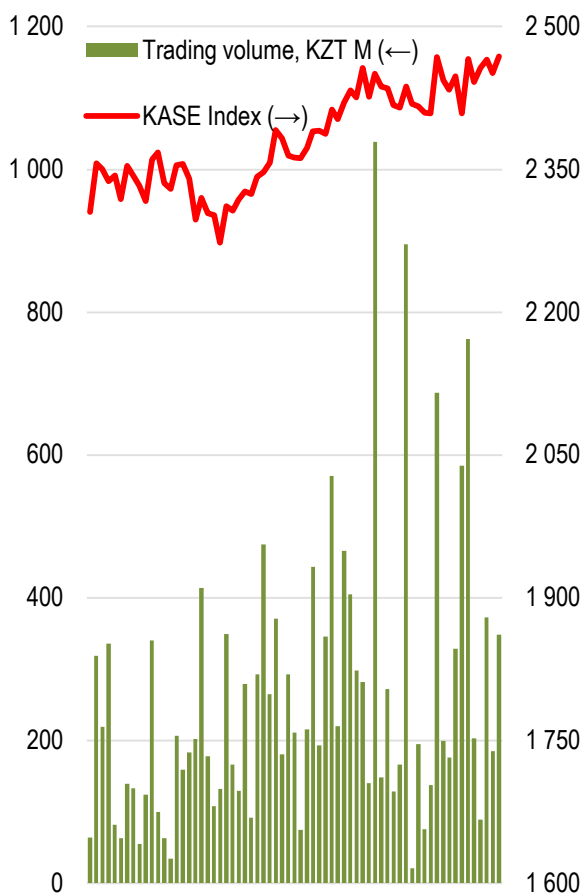
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT20.0 bn on KASE on April 16 selling 14-year bonds at 8.45% APR.
- ▲ Administrations of [Akmola](#), [Aktobe](#) and [Almaty](#) regions raised KZT244.2 mln, KZT1.0 bn and KZT1.7 bn, respectively, on KASE on April 20 selling two-year bonds at 0.35% APR.
- ▲ As of April 23 trading in common shares (JRES) of Joint Resources [opened](#) in KASE secondary market sector.
- ▲ Bank CenterCredit [announced](#) an offer made by its major shareholder B.R. Baiseitov to bank's shareholders on selling shares owned by him.
- ▲ Common shares (RU_URKA) of Uralkali PJSC (Russia) were [removed](#) from KASE official list as of April 20 at the request of the admittance initiator.
- ▲ Global depository receipts (RDGZd) of KazMunaiGaz Exploration Production with common shares (RDGZ) as underlying asset will be [removed](#) from KASE official list on May 10, 2018 at the request of admittance initiator.
- ▲ KazTransGaz says Moody's Investors Service and Fitch Rating's [assigned](#) ratings to company's international bonds (KZTGe1). Moody's: Baa3; Fitch Ratings: BBB-.
- ▲ Halyk Finance [announced](#) its victory in the nomination "The Best Investment Bank in Kazakhstan 2017" for eighth consecutive year by EMEA Finance.
- ▲ Tsesna Capital has been [assigned](#) status of clearing member in the "clearing member of derivatives market" category as of April 19, 2018.
- ▲ Alma Telecommunications Kazakhstan [reported](#) the arrest of its money and property in the amount of KZT2.2 bn.

KASE Index has reached 2,468.58 points having renewed almost ten-year maximum. The Index increased 0.1% over the week.

Shares of Bank CenterCredit showed the most growth having increased 6.44% to KZT290.90. The bank's shares recovered after significant decline last week.

KASE Index shares



20.04.2018

KASE Index	Price, KZT	Trends (%)	
		Δ 7d	Δ 1m
First class of liquidity			
KazMunayGas EP (pref.)	9 612,0	10,4	-23,1
Bank VTB (Russia)	0,3	7,4	-3,3
CenterCredit Bank	290,9	6,4	-4,0
Gazprom (Russia)	777,7	3,4	-2,9
QAZKOM	115,0	1,8	24,2
Sberbank (Russia)	1 185,1	1,3	-18,9
Kcell	1 680,5	0,6	0,7
KAZ Minerals	4 140,0	0,5	2,7
Aktobe Metalware Plant	11 238,1	0,2	-3,6
KazMunayGas EP	26 869,9	0,0	-0,5
Kazakhtelecom	28 498,9	0,0	6,7
KEGOC	1 452,0	0,0	3,1
Kazakhtelecom (pref.)	11 501,0	-0,4	11,1
Halyk Bank	107,5	-0,4	-5,7
BAST	53 701,0	-0,6	-1,7
KazTransOil	1 558,0	-1,1	0,5
Bank of Astana	1 166,5	-1,6	-4,0
Aeroflot (Russia)	814,8	-1,8	-9,5
Bank of America	9 950,0	-2,5	-2,6

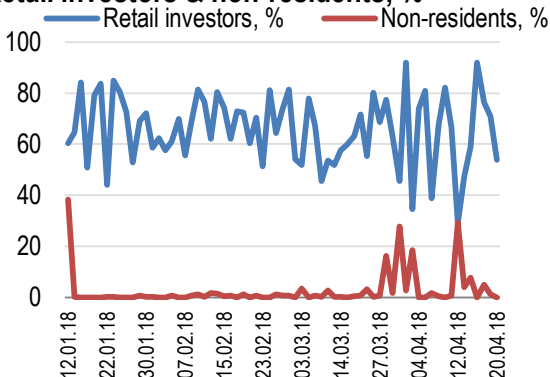
Note: Index stocks are highlighted in green

Shares of Bank of Astana that dropped 1.56% to KZT1,166.50 showed maximum decline.

According to the unaudited IFRS financial statements, Kcell's net profit in January-March 2018 reduced 5% and amounted to KZT3.752 bn. Revenue rose by 2.1% and amounted to KZT36.386 bn. Also, it became known on Friday that the company's Board of Directors recommended to pay dividends to shareholders for 2017 in the amount of KZT11.678 bn, which makes 87% of the net profit, just like in 2016. The dividend will amount to KZT58.39 per common share.

A noteworthy market news is that KazMunaiGaz has offered three tranches of Eurobonds with maturities of 7, 12 and 30 years for the total amount of USD 3.25 bn. The volume of the 7-year tranche amounted to USD 500 mln, yield of debt securities amounted to 4.75%. The volume of the 12-year tranche is USD 1.25 bn with the yield of 5.375%. The volume of offering of debt securities with the maturity of 30 years amounted to USD 1.5 bn with the yield of 6.375%. Before closing of the order book, the demand for the company's debt securities exceeded USD 4.25 bn.

Retail investors & non-residents, %

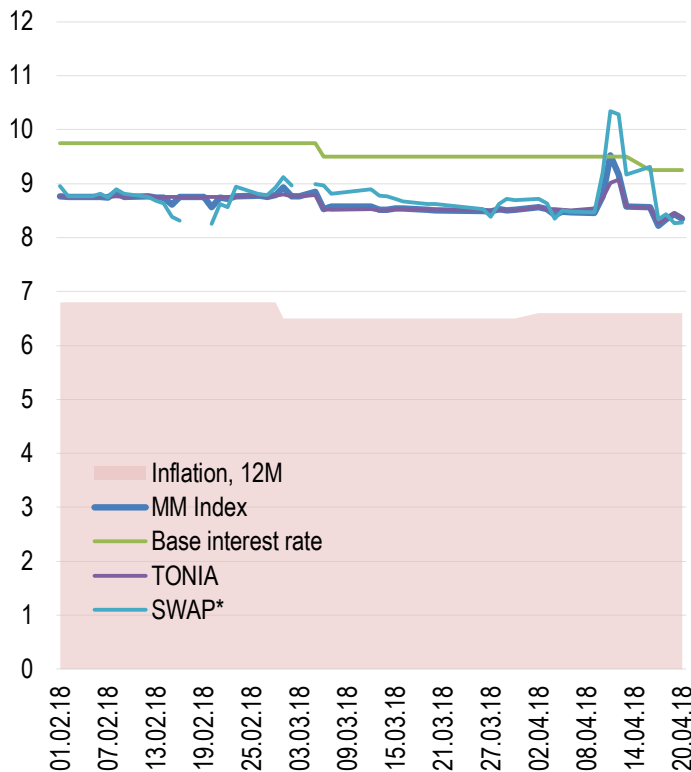




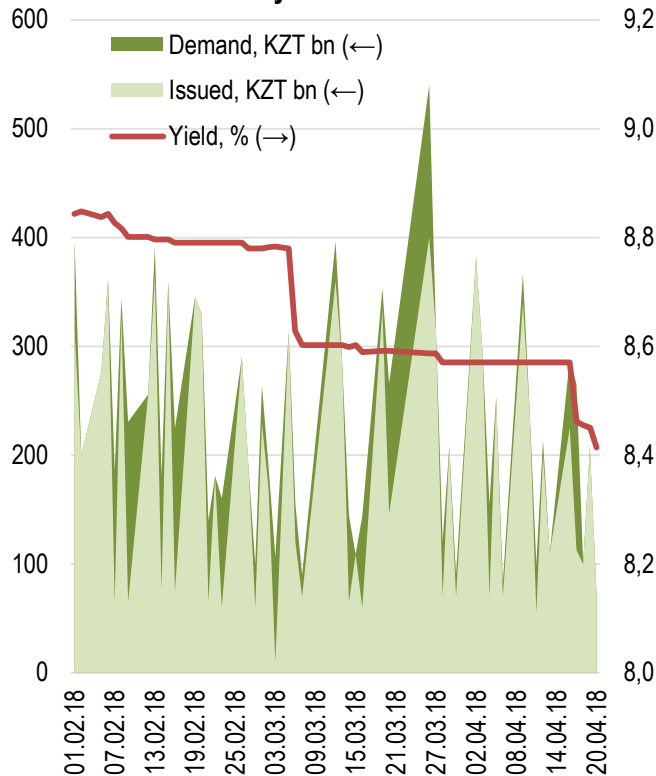
The yield of the money market has decreased amid declining base rate. The yield of one-day currency swaps dropped 34 b.p. to 8.22%. The yield of one-day repo transactions with government securities dropped 21 b.p. and fixed at 8.37% APR.

The National Bank has placed seven issues of notes with the total trading volume of KZT1,030.1 bn over-the-counter. The yield on five issues of the 7-day notes with the total offering volume of KZT717.1 bn was within the corridor of 8.41-8.57% APR. The yield on the 28-day notes was 8.50% APR. The yield on the 3-month instruments was 8.45% APR. The total demand for the notes exceeded the supply by 26% and reached KZT 1,295.7 bn.

Inflation and interest rates

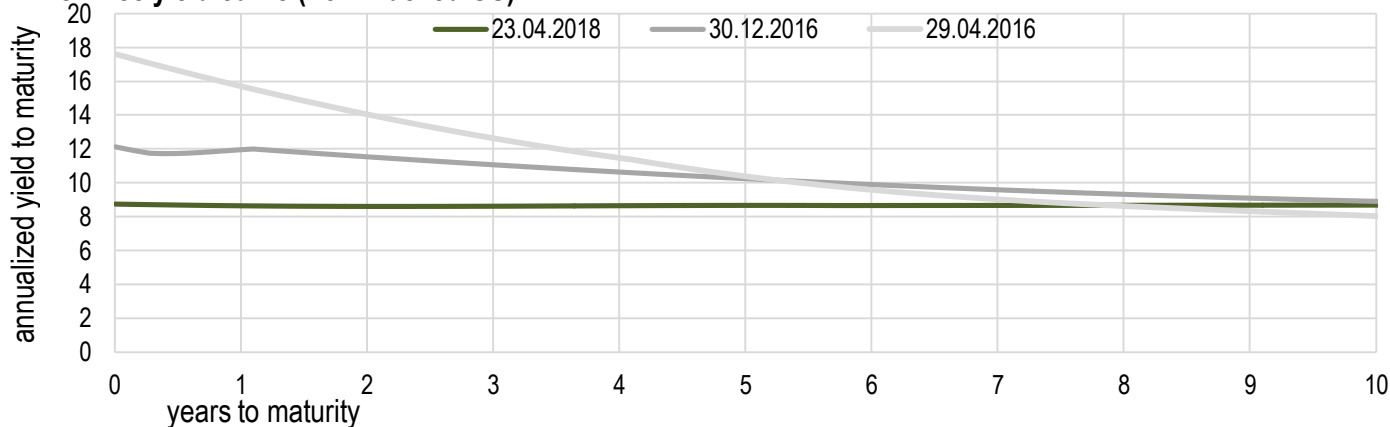


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





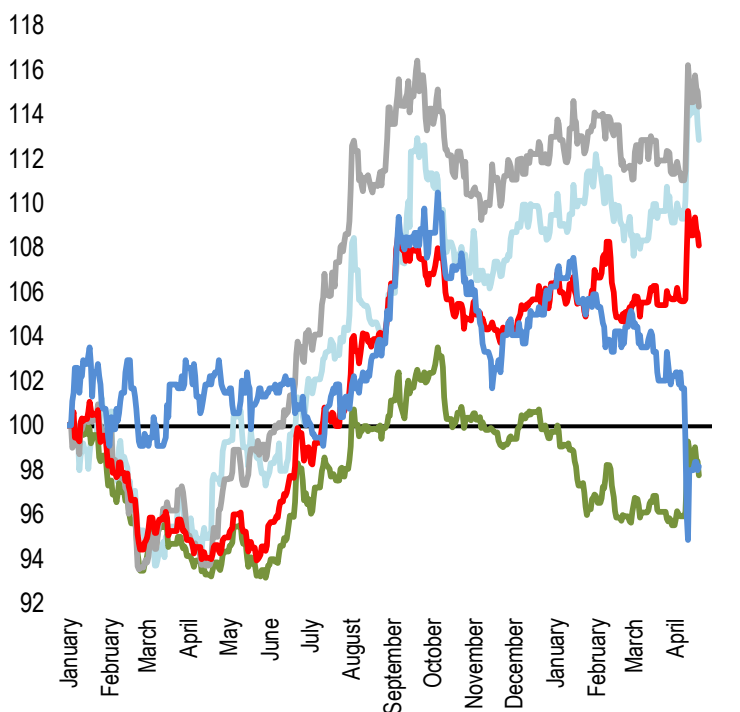
Weighted average US dollar exchange rate dropped 0.3% or KZT1.12 to KZT326.17 over the week. Trading volume dropped 57% to USD 887.7 mln compared to previous week and returned to average values after last week's upsurge. Tenge has regained some of its lost positions. There were two significant positive factors. The first is that the U.S. President Donald Trump has postponed the introduction of new sanctions against Russia. The second is the surging oil prices up to USD 74 per barrel; +2% by the end of the week. I would like to note that the market has ignored eight-percent rise in oil prices last week because of the sanctions.

The Russian currency looked stronger than tenge. The exchange rate of ruble was up KZT0.0421 to KZT5.3456 at the total trading volume of RUB 428.9 mln.

The exchange rate of the European currency was down KZT1.65 and fixed at KZT402.05 at the trading volume of EUR 1.05 mln.

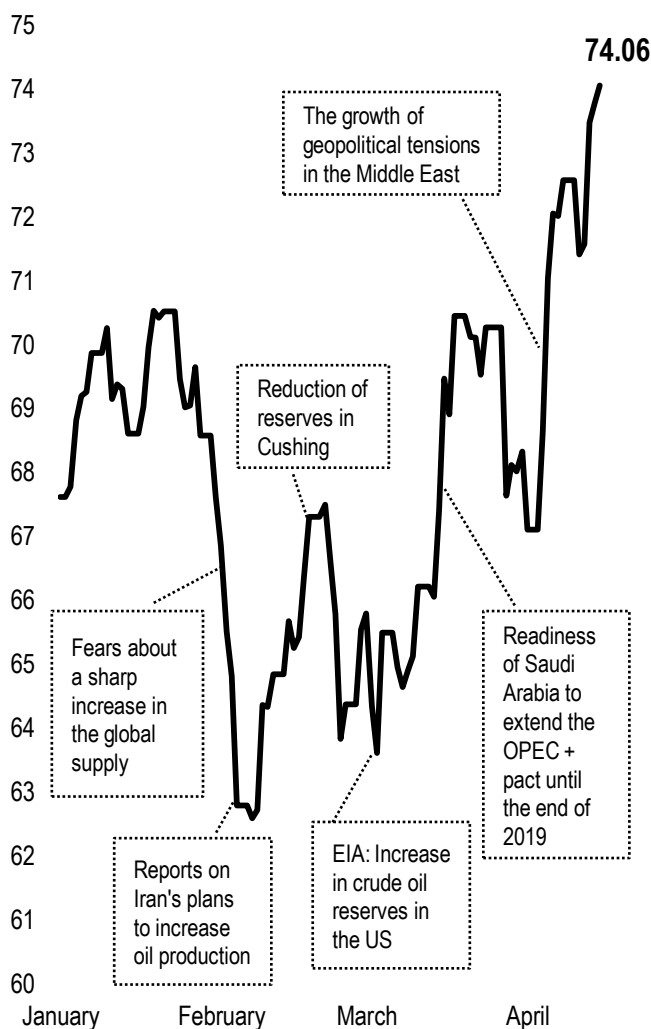
The exchange rate of yuan dropped KZT0.1156 having fixed at KZT 51.9844 at the trading volume of CNY 2.5 mln.

FX rates
Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	462,46	-1,0	+2,9	+12,9
— USDKZT	325,79	-1,2	+1,7	-2,3
— EURKZT	402,94	-0,9	+2,1	+14,3
— CNYKZT	51,9	-1,0	+2,5	+8,1
— RUBKZT	5,33	+0,2	-3,8	-1,8

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	2 670,14	0,5	-1,5	13,3	0,5
Dow Jones	24 462,94	0,4	-0,9	18,9	0,4
 RTS	1 145,80	3,7	-9,8	5,8	3,3
MICEX	2 285,53	0,0	-1,0	18,3	3,3
 Hang Seng	30 418,33	-1,3	-3,2	26,4	-1,6
SS CSI 300	3 760,85	-2,8	-7,4	8,6	-3,5
 Euro Stoxx 50	3 494,20	1,3	2,7	1,6	1,5
FTSEuroFirst	4 179,00	0,7	4,0	0,8	0,8
 FTSE 100	7 368,17	1,4	4,7	3,5	1,5
 KASE	2 468,58	0,1	0,7	62,9	

Commodities market

20.04.2018

Name	Price	Trend %	
		7d	1m
Oil	74,06	2,0	6,6
	68,38	1,5	4,9
Natural gas	2,74	0,1	3,8
Copper	313,50	2,1	2,8
Iron	455,00	-6,6	-8,0
Gold	1 336,36	-0,7	1,0
Silver	17,16	3,0	4,9
Wheat	463,25	-2,0	2,1

Economic calendar

		Currency	Forecast	Previous
23.04	Existing Home Sales (Mar)	USD	5.55M	5.54M
24.04	CB Consumer Confidence (Apr)	USD	126.0	127.7
24.04	New Home Sales (Mar)	USD	625K	618K
25.04	Crude Oil Inventories	USD	-1.429M	-1.071M
26.04	Deposit Facility Rate	EUR	-0.40%	-0.40%
26.04	ECB Interest Rate Decision (Apr)	EUR	0.00%	0.00%
27.04	Interest Rate Decision (Apr)	RUB	7.00%	7.25%

Note: The calendar contains the economic events of the upcoming week, deemed by KASE as most significant

B – billions
M – millions
K – thousands

Kazakhstan statistics

	Value	As of	Beginning 2017
Annual inflation	6,6 %	01.04.18	8,5 %
Gross international reserves of NBK, USD bn	31 080	01.04.18	29 530
Reserve money, KZT bn	4 565,7	01.04.18	5 162,2
Money supply, KZT bn	18 692,8	01.03.18	19 912,6

Kazakhstan credit ratings

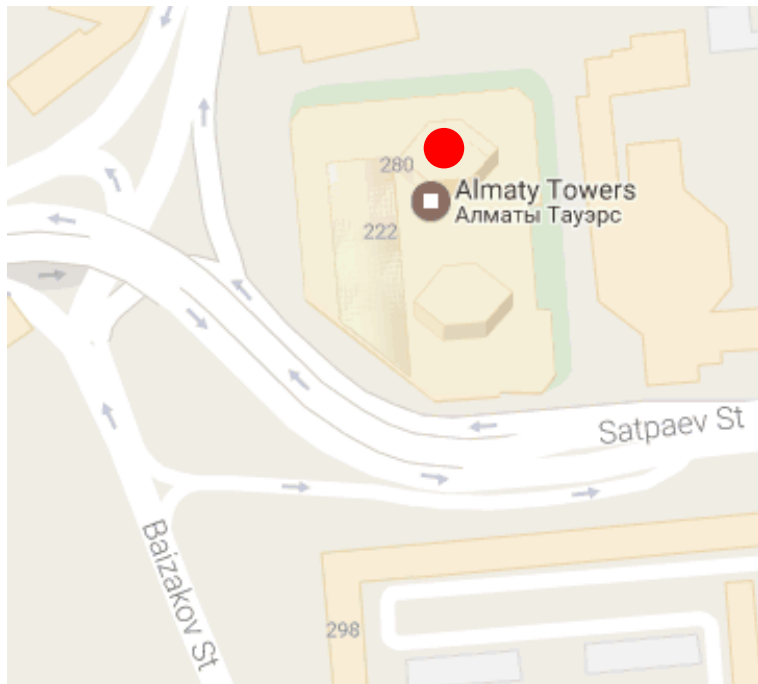
	Rating	Date	Previous
	BBB- stable	12.03.18	BBB- stable
	Baa3 stable	26.07.17	Baa3 negative
	BBB stable	17.04.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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