

KASE WEEKLY

21 – 25 May,
2018

KASE NEWS

- ▲ Kazakhstan Stock Exchange (KASE) [informs](#) that in the nearest future brokerage firms would be given the right to participate in trading in the KASE Forex market.
- ▲ Investment Company Freedom Finance was [assigned](#) status of a clearing member in "clearing member of stock market" category as of May 21, 2018.
- ▲ Investment Company Freedom Finance was [admitted](#) to participation in securities trading on KASE as of May 22, 2018.

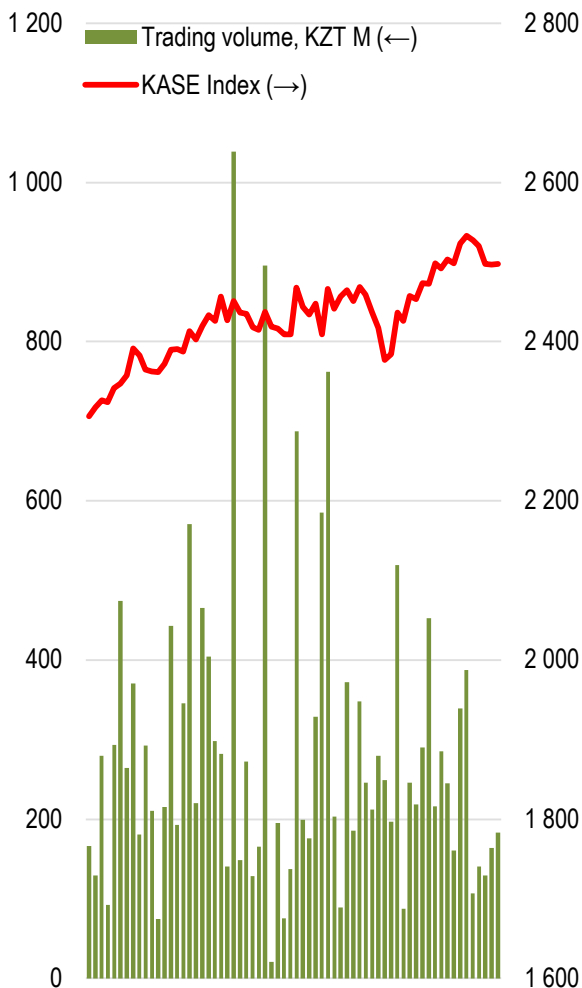
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan [raised](#) KZT11.1 bn on KASE selling 15-year bonds at 8.46 % APR on May 21.
- ▲ KEGOC [announced](#) payout of dividends on common shares (KEGC) for 2017. The amount of the dividend per one common share was KZT40.13.
- ▲ KazTransOil [announced](#) shareholders' decision on payout of dividends on its common shares (KZTO) for 2017. The amount of the dividend per one common share was KZT160.
- ▲ Altyn Bank (Subsidiary Bank of Halyk Savings Bank of Kazakhstan) [said](#) that Fitch Ratings had upgraded the bank's ratings and excluded them from Rating Watch, outlook Stable.
- ▲ National Company Kazakhstan Temir Zholy [said](#) that Fitch Ratings had affirmed ratings of the company and its bonds, outlook Stable.
- ▲ Common shares (KSPI) and preferred shares (KSPIp) of Kaspi.kz [underwent](#) listing procedure on KASE by category "standard" of the main market.
- ▲ Bonds (DTJLb1) of Doszhan Temir Zholy (DTZ) were [removed](#) from "buffer" category to "bonds" category of alternative market as of May 25, 2018.
- ▲ Bonds (FFINb3) of Freedom Finance [underwent](#) listing procedure on KASE by category "bonds" of alternative market.
- ▲ Kazkommertsbank [announced](#) voluntary corporate restructuring of its subsidiary CB Moskommertsbank.
- ▲ Life Insurance Company Standard Life [announced](#) changes in the Board of Directors.
- ▲ KazMunaiGas Exploration Production [announced](#) changes in the Board of Directors.



KASE Index closed the week with a loss. The blue-chip index dropped 1.39% to 2,497.55 points over the week. Six out of seven share names in the Index closed in the red.

KASE Index shares



25.05.2018

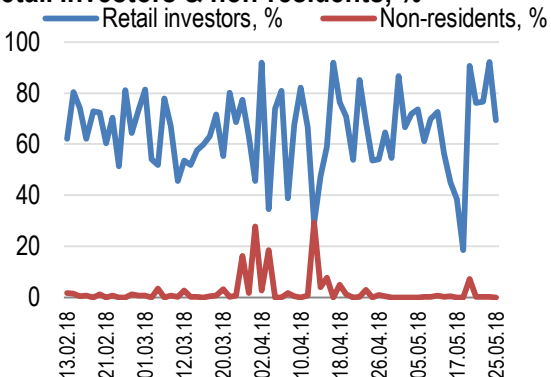
		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 497,6	-1,4	3,3
First class of liquidity	Price, KZT		
BAST	53 623,1	1,2	0,6
Kazakhtelecom	33 259,9	0,8	13,5
QAZKOM	105,0	0,0	-3,7
Gazprom (Russia)	789,0	-0,1	3,4
Kazakhtelecom (pref.)	12 153,0	-0,4	-0,4
Aeroflot (Russia)	742,0	-0,4	-7,2
Halyk Bank	105,6	-0,9	4,0
KEGOC	1 417,0	-1,3	-0,8
Bank of America	9 928,4	-1,3	0,3
Kcell	1 600,0	-1,6	-3,8
KazTransOil	1 565,0	-1,9	0,4
Aktobe Metalware Plant	10 718,5	-2,1	-4,4
Bank of Astana	875,3	-2,2	-9,5
CenterCredit Bank	294,3	-2,5	2,9
KazMunayGas EP (pref.)	9 200,0	-2,6	2,1
KAZ Minerals	4 450,0	-2,8	9,1
Bank VTB (Russia)	0,3	-3,6	-3,6
Sberbank (Russia)	1 173,1	-4,6	-2,0

Note: Index stocks are highlighted in green

KAZ Minerals's stock that fell 2.84% over the week was an outsider. After renewing historical peaks on Monday, securities of a manufacturing company began falling. The correction was probably due to the locking in profits and also coincided with moderate decline in copper prices.

KazTransOil share price fell 1.88%. On Thursday, the Annual General Meeting of shareholders of KazTransOil JSC was held. The shareholders decided to allocate KZT61.5 bn for payment of dividends for the year 2017, which is a record amount for the whole period of the public floatation of the company's shares on the Kazakhstan Stock Exchange. The amount of the dividend per one common share will be KZT160 or 22% of the offering price. Annual dividends will be paid according to the list of shareholders entitled to receive dividends on common shares on the 2017 results recorded as at June 12, 2018. The dividend payment start date is June 26, 2018.

Retail investors & non-residents, %

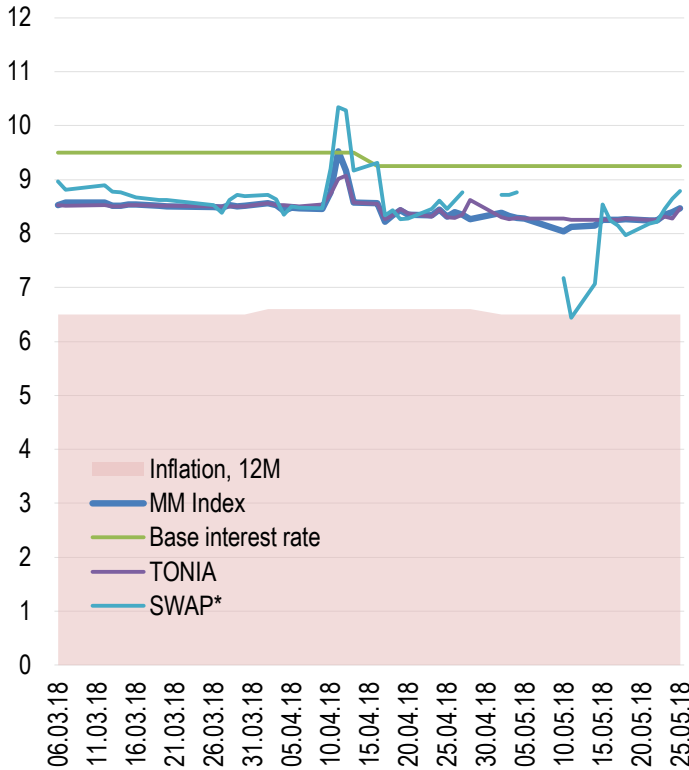




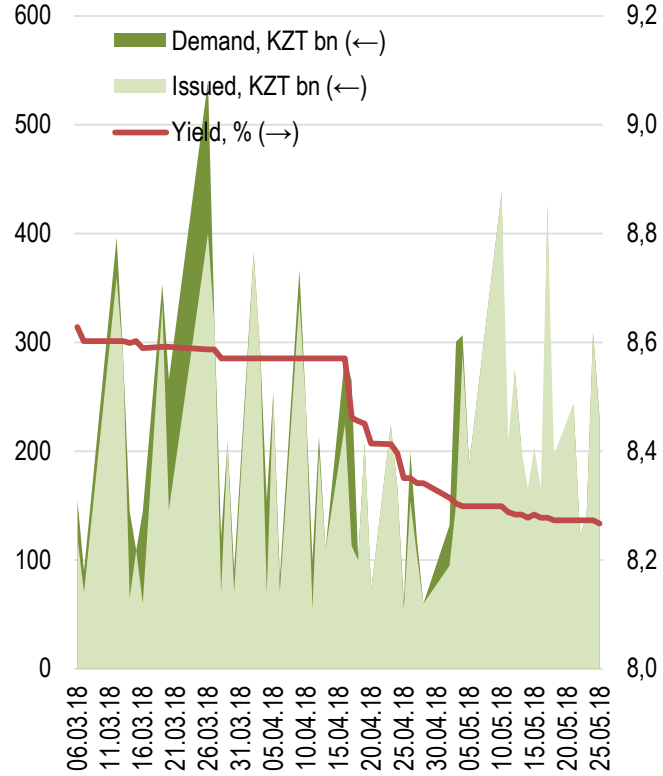
Tenge liquidity borrowing rates on the money market have shown growth. The yield on one-day currency swaps rose 67 b.p. to 8.64%. The yield on one-day repo transactions with government securities rose 22 b.p. and fixed at 8.47% APR.

The National Bank has placed seven issues of notes with the total trading volume of KZT1,387.4 bn over-the-counter. The yield on five issues of the 7-day notes with the total offering volume of KZT1,042.4 bn was at 8.27% APR. The yield on the 28-day notes was 8.41% APR; on semi-annual notes, the yield was 8.36%. The total demand for the notes exceeded the supply only by 2% and reached KZT1,408.5 bn.

Inflation and interest rates

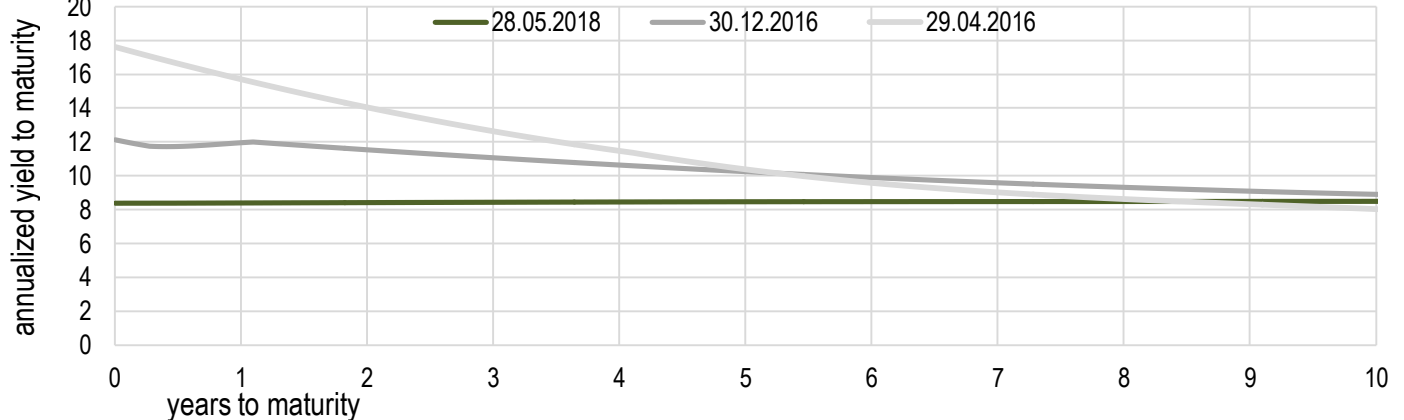


Issuance of weekly NBK notes



* 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 KZT 0.89 to KZT 327.42 over the week. Trading volume rose 10% to USD906.4 mln compared to the previous week. This week, the exchange rate of the national currency was influenced of the tax period. Subsoil users were exchanging export revenues to tenge to pay mineral extraction tax, thus increasing the demand for the national currency. On Thursday, weighted average rate of tenge has strengthened by more than KZT 2.5 influenced by that factor, but it had lost most positions it had earlier regained on Friday. However, tenge has strengthened against all currencies traded on KASE, except for the ruble, over the week.

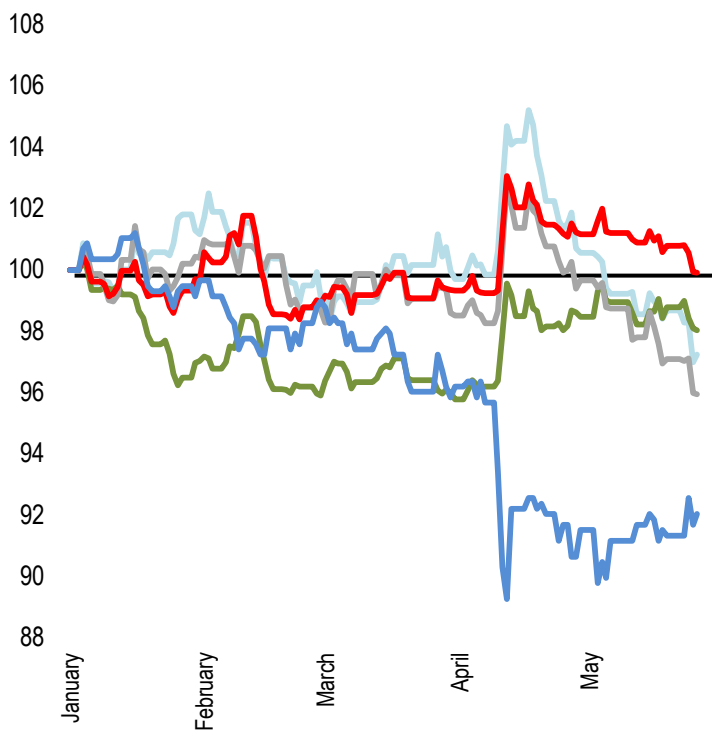
The Russian currency grew KZT0.0219 to KZT5.3236 over the week. The total trading volume for the current week reached RUB191.0 mln.

The euro rate fell KZT4.10 having fixed at KZT383.9 at the trading volume of EUR1.3 mln.

The yuan rate dropped KZT0.6330 having fixed at KZT50.9790 at the trading volume of CNY1.35 mln.

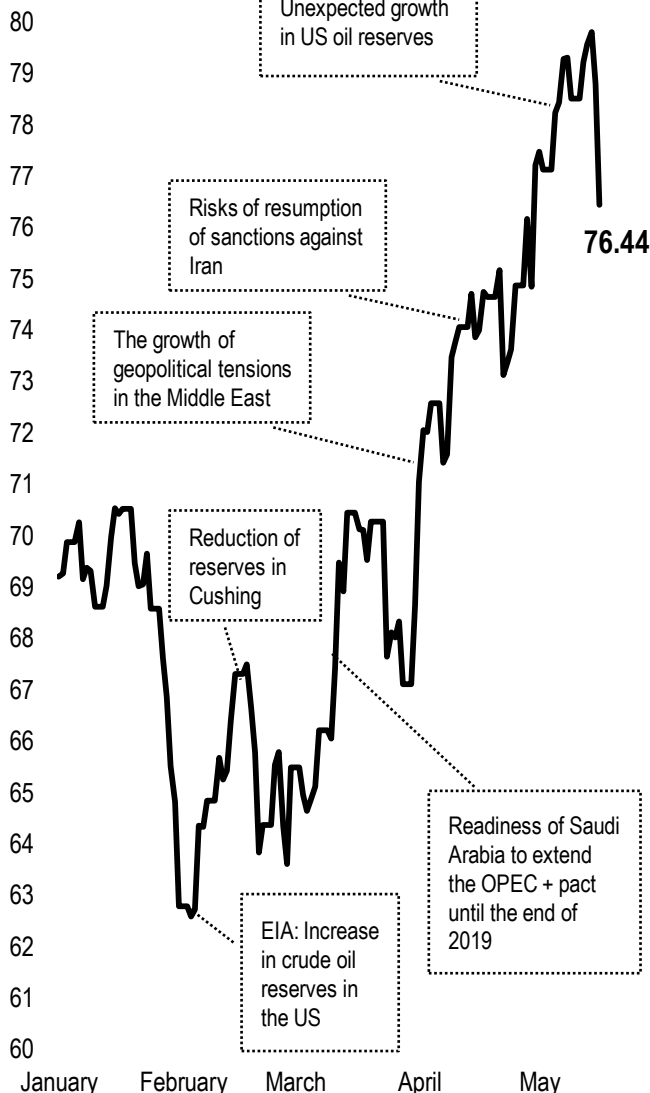
FX rates

Δ %, base (01.01.17)













	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	436,21	-1,2	-4,1	-2,8
— USDKZT	325,75	-0,4	-0,0	-2,0
— EURKZT	382,04	-1,0	-4,0	-4,1
— CNYKZT	51,04	-0,7	-1,3	-0,1
— RUBKZT	5,31	+0,6	+0,4	-8,0

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
 S&P 500	2 721,33	0,3	3,1	12,7	0,2
 Dow Jones	24 753,09	0,2	2,8	17,4	0,0
 RTS	1 169,93	-0,3	2,8	8,0	-0,4
 MICEX	2 285,53	0,0	0,0	17,4	-0,4
 Hang Seng	30 588,04	-1,5	0,9	19,3	-0,8
 SS CSI 300	3 816,50	-2,2	-0,3	9,5	-2,5
 Euro Stoxx 50	3 515,36	-1,6	0,8	-1,9	-1,4
 FTSEuroFirst	4 294,50	-1,5	2,7	-0,4	-1,5
 FTSE 100	7 730,28	-0,6	4,8	2,8	-0,5
 KASE	2 497,55	-1,4	3,3	60,7	

Commodities market

25.05.2018

Name	Price	Trend %	
		7d	1m
Oil	76,44	-2,6	3,3
	67,88	-4,8	-0,2
Natural gas	2,94	3,2	5,5
Copper	306,70	0,5	-2,2
Iron	517,00	0,0	12,1
Gold	1 302,25	0,7	-1,6
Silver	16,48	0,6	-0,1
Wheat	543,00	4,8	11,7

Economic calendar

		Currency	Forecast	Previous
29.05	CB Consumer Confidence (May)	USD	128.0	128.7
30.05	GDP (QoQ) (Q1)	USD	2.3%	2.3%
31.05	Manufacturing PMI (May)	CNY	51.3	51.4
31.05	CPI (YoY) (May)	EUR	1.6%	1.3%
31.05	Crude oil inventories	USD	2.214M	5.778M
01.06	Caixin Manufacturing PMI (May)	CNY	51.0	51.1
01.06	Unemployment rate (May)	USD	3.9%	3.9%

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 2017
Annual inflation	6,5 %	01.05.18	7,1 %
Gross international reserves of NBK, USD bn	30 649	01.04.18	30 745
Reserve money, KZT bn	4 799,9	01.05.18	5 538,7
Money supply, KZT bn	18 940,9	01.05.18	19 456,0

Kazakhstan credit ratings

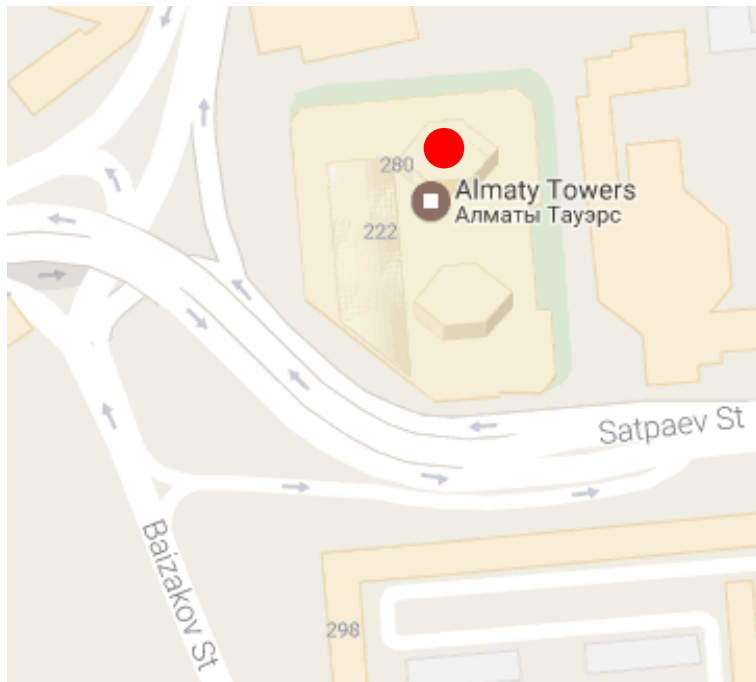
	Rating	Date	Previous
S&P Global	BBB- stable	12.03.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 negative
FitchRatings	BBB stable	17.04.18	BBB stable

CONTACT INFORMATION



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

Tel.: 8 (727) 237 53 00



Corporate website



Contact us



Corporate Events Calendar of KASE listed Companies

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