

# KASE WEEKLY

22 – 26 July,  
2019

## KASE NEWS

- ▲ KASE has [composed](#) lists of shares and depository receipts of the first, second and third classes of liquidity for August - September 2019.
- ▲ KASE has [composed](#) lists of securities of investment funds of first, second and third classes of liquidity for August - September 2019.
- ▲ Announcement: KASE to [hold](#) a competition among retail investors at the equity market from September 1 to October 1, 2019.
- ▲ New version of the KASE trading system will be [put](#) into operation on July 29, 2019.

## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT97.3 bn on KASE selling 20-year bonds at 8.59 % APR on July 22. Period to maturity is 14.8 years.
- ▲ Asian Development Bank [raised](#) KZT15.4 bn through subscription on KASE by placing five-year international bonds (ASDBK300724) at 0.375% APR margin to quarterly coupon.
- ▲ Baspana Mortgage Organization [raised](#) KZT10.1 bn on KASE on July 25 selling bonds (BASPb3) at weighted average yield of 10.2694 % APR.
- ▲ Shareholders of Tengri Bank, AsiaCredit Bank and Capital Bank Kazakhstan made final [decision](#) on voluntary restructuring by consolidation of AsiaCredit Bank and Capital Bank Kazakhstan with Tengri Bank.
- ▲ Kcell [reported](#) financial results for January-June 2019.
- ▲ KazTransOil [announced](#) the completion of work on returning 141,728 tonnes of technological crude oil.
- ▲ The Supreme Court of Kazakhstan [satisfied](#) Kcell's claim on additional taxes.
- ▲ Sole shareholder of the Baiterek National Management Holding [approved](#) the company's 2018 consolidated and separate financial statements and decided to pay dividends on ordinary shares for 2018.
- ▲ Bank CenterCredit [reported](#) that Standard & Poor's affirmed its ratings and revised outlook to Negative.
- ▲ Freedom Finance [reported](#) that Standard & Poor's assigned 'B-' rating to bonds (FFINb3).
- ▲ Joint Resources [intends](#) to purchase 2,797,920 pieces of ordinary shares of Shubarkol Premium by way of exercising preemptive purchase right .

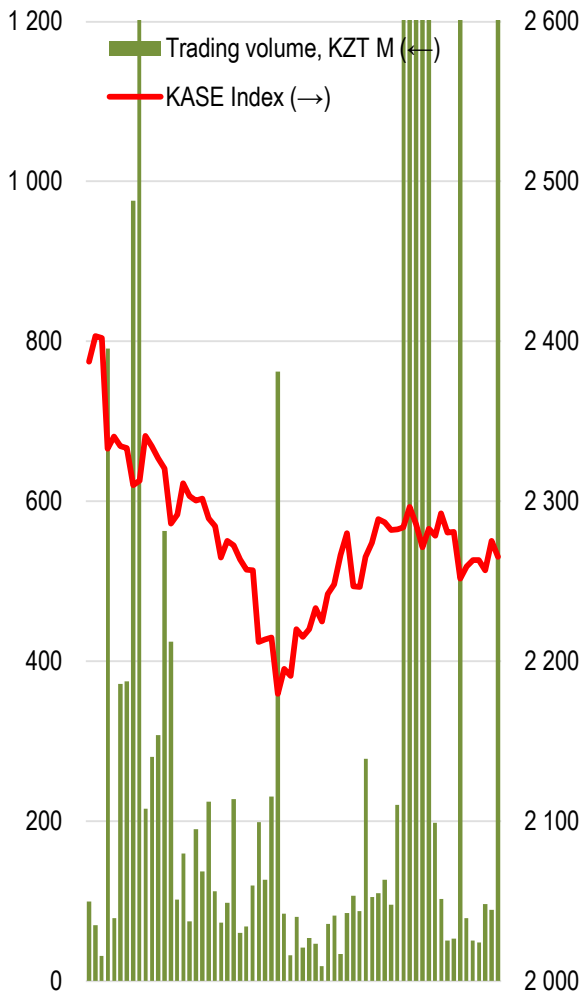
KASE Index rose by 0.3% to 2,265.21 points over the week. Prices of five shares from the representative list have risen.

26.07.2019

Trends (%)

KASE Index	2 265,21	0,3	0,0
<b>First class of liquidity</b>	<b>Price</b>	<b>Δ 7d</b>	<b>Δ 1m</b>
Bank of America	11 802,8	4,6	11,3
<b>Halyk Bank</b>	130,0	2,8	18,7
Gazprom (Russia)	1 400,0	1,4	-0,3
NAC Kazatomprom JSC	5 605,0	1,0	1,1
Freedom Holding Corp.	4 110,0	1,0	1,1
<b>Kazakhtelecom</b>	24 495,0	0,8	3,4
<b>KAZ Minerals</b>	2 822,0	0,5	-2,9
<b>KEGOC</b>	1 580,0	0,3	-3,5
Kazakhtelecom (pref.)	13 029,5	0,2	1,8
<b>Kcell</b>	1 930,0	0,2	-2,0
<b>KazTransOil</b>	1 011,0	-0,1	-6,8
Sberbank (Russia)	1 437,8	-1,2	0,7
Aeroflot (Russia)	650,0	-1,4	6,8
NOSTRUM OIL & GAS PLC	260,0	-1,9	-8,8
<b>CenterCredit Bank</b>	231,1	-4,5	-4,7

**KASE Index shares**



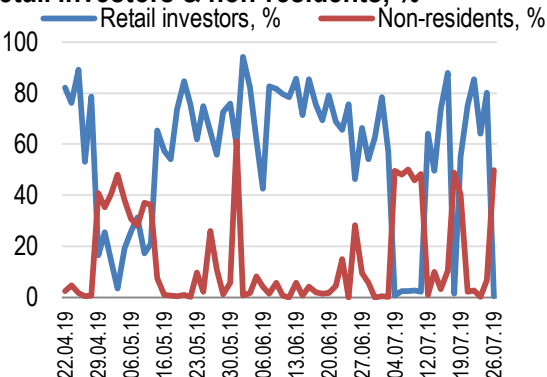
Note: Index stocks are highlighted in green

Earlier this week, the quotations of ordinary shares of the Halyk Bank closed above KZT128.00. Attempts to rise above this level during the ten previous trading days have not been successful. The maximum closing price - KZT132.30 per share - was on Thursday.

During July 23rd trading, Kaztransoil's shares fell below KZT1,000 for the first time since early September 2016. The company's stock prices since mid-March of this year are below the fifty-day moving average price. From the company's news it became known about the completion of the displacement of technological crude oil from the territory of the Russian Federation to the territory of Kazakhstan. Thus, according to the press release of the national company, KazTransOil and Transneft completed the work, which lasted for more than 10 years. Completion of these works allowed KazTransOil to legally become the owner of 141,728 tonnes of oil, the right to which was previously disputed.

The greatest faller was ordinary shares of Bank CenterCredit. This week, Bank CenterCredit reported that Standard & Poor's affirmed its ratings and revised outlook to Negative.

**Retail investors & non-residents, %**

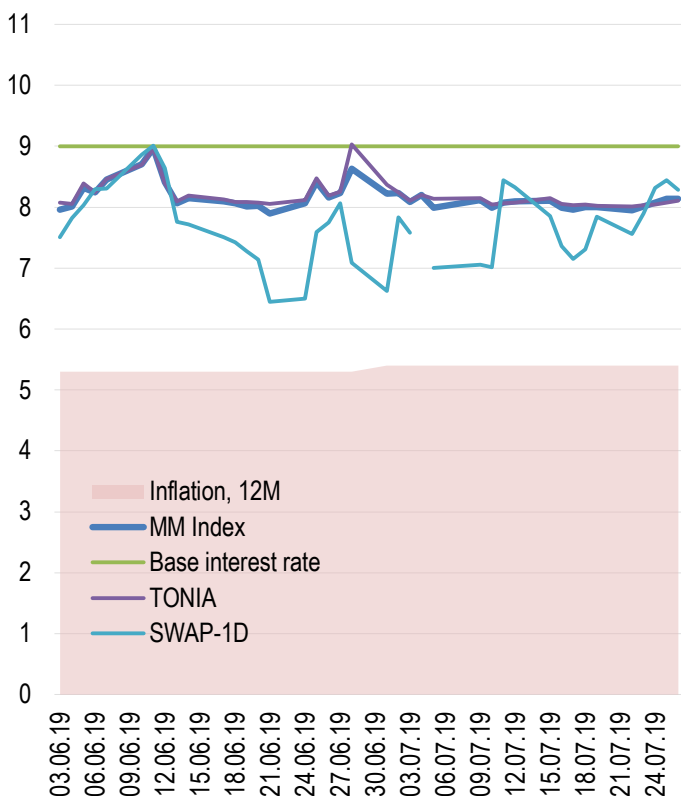




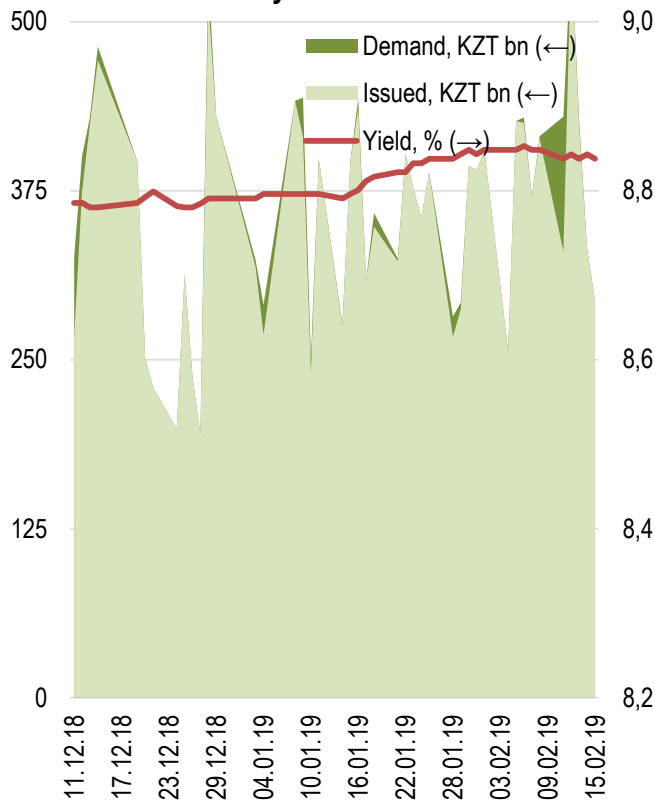
Short-term borrowing rates on the money market have grown. The yield of one-day currency swaps rose by 44 b.p. to 8.29% APR over the week. The yield of one-day repo transactions with government securities increased by 9 b.p. to 8.11% APR.

The National Bank placed two issues of short-term notes for the total amount of KZT181.2 bn during the week. 28-day notes were placed at 9.05% while the yield of semi-annual notes reached 9.79% APR. The total demand for the notes exceeded the supply by 7%.

**Inflation and interest rates**

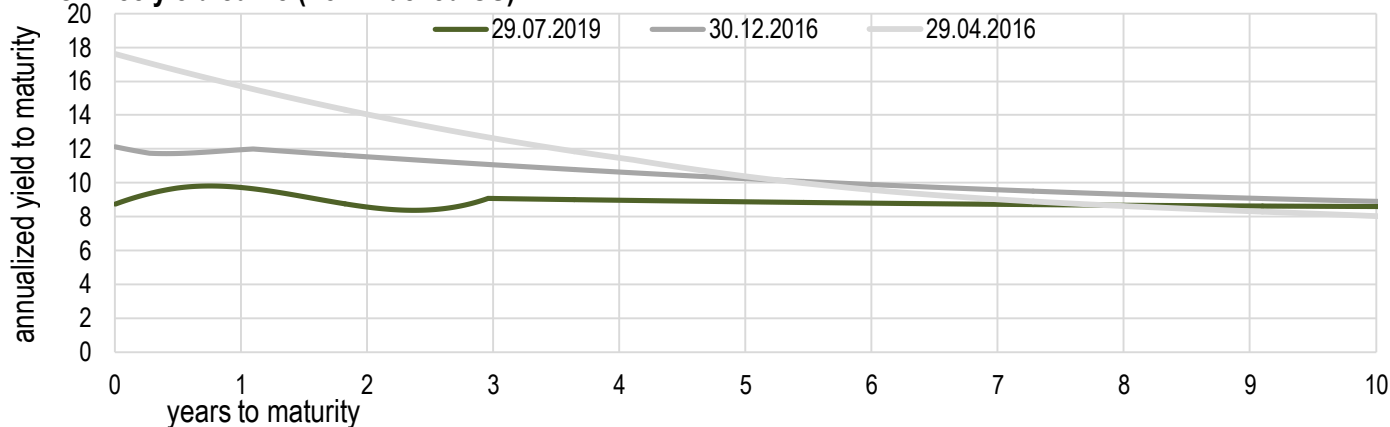


**Issuance of weekly NBK notes**



\* From February 18, NBK has stopped the auctions of weekly notes

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





The official US dollar exchange rate rose slightly by 5 tiyns to KZT384.92. Total trading volume amounted to US \$569.7 mln.

The KZT/USD currency pair continues its movement in a narrow price channel.

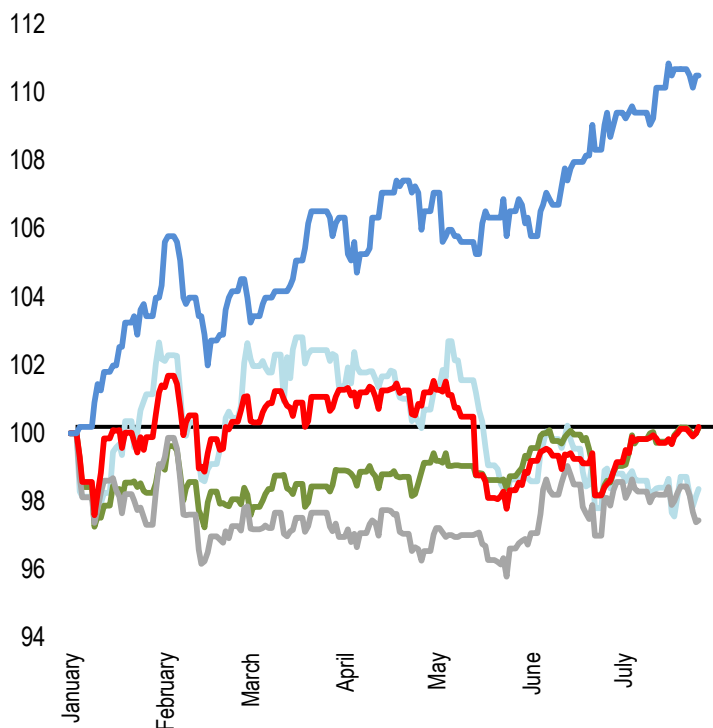
The exchange rate of the ruble dropped by KZT0.0070 to KZT6.1055 at the trading volume of RUB69.5 mln.

The yuan exchange rate with settlements T+0 dropped by KZT0.0412 to KZT55.9388.

The price of one euro on KASE dropped by two tenge to KZT428.70 per unit of currency. The euro is near a two-month low against the dollar, a four-week low against the tenge and a sixteen-month low against the ruble after the ECB meeting, which kept the key rate at the same level. The regulator's decisions coincided with the expectations of market participants, however, the forecast for further rates was changed. Thus, the ECB management has not ruled out that the key rate would be reduced by the end of the first half of 2020 to meet the inflation targets of 2%.

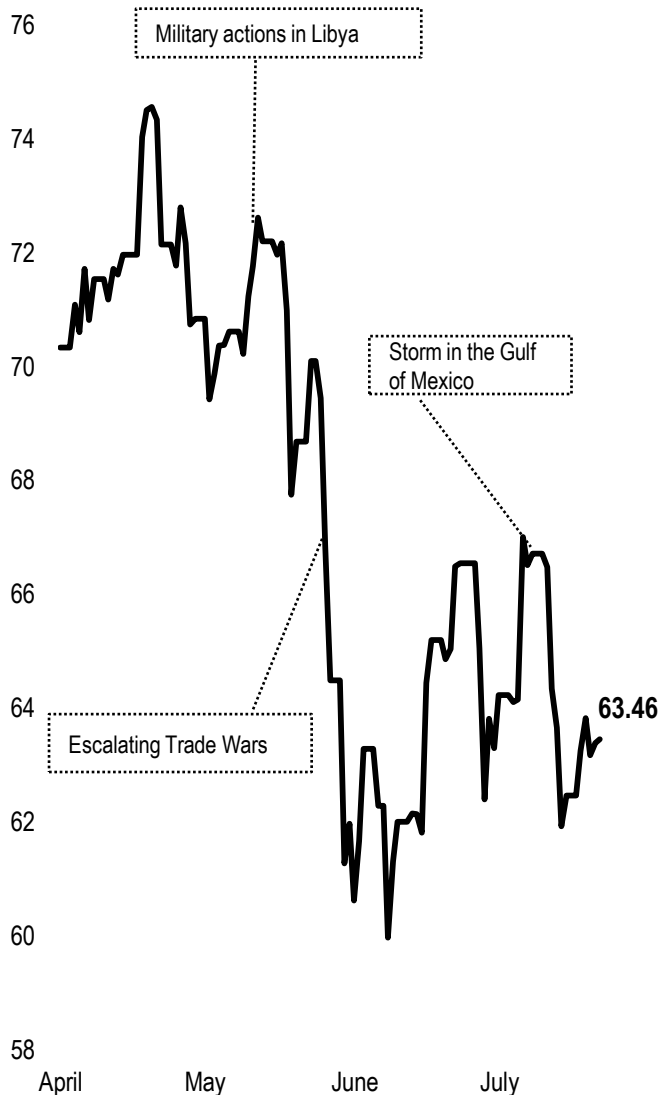
## FX rates

Δ %, base (01.01.19)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBP/KZT	480,12	+0,2	-0,6	-1,6
— USD/KZT	384,80	+0,1	+1,6	+0,2
— EUR/KZT	428,17	-0,8	-0,7	-2,5
— CNY/KZT	55,98	+0,2	+1,7	+0,2
— RUB/KZT	6,10	-0,2	+1,0	+10,5

## 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	3 025,86	1,7	3,8	6,6	1,6
Dow Jones	27 192,45	0,1	2,5	6,5	0,1
 RTS	1 348,30	-0,2	-2,8	17,4	0,0
MICEX	2 285,53	0,0	0,0	0,0	0,0
 Hang Seng	28 397,74	-1,3	0,6	-1,3	-1,5
SS CSI 300	3 858,57	1,3	1,7	9,1	1,5
 Euro Stoxx 50	3 524,47	1,3	2,4	0,4	1,4
FTSEuroFirst	4 230,50	1,1	2,1	-1,4	1,0
 FTSE 100	7 549,06	0,5	1,8	-1,5	0,6
 KASE	2 265,21	0,3	0,0	-5,0	

## Commodities market

26.07.2019

Name	Price	Trend %	
		7d	1m
Oil	63,46	1,6	-4,6
	56,20	1,0	-5,4
Natural gas	2,17	-3,6	-5,3
Copper	267,65	-2,5	-1,4
Iron	956,00	1,1	5,9
Gold	1 418,90	-0,5	0,7
Silver	16,33	1,3	6,7
Wheat	496,00	-1,3	-8,8

## Economic calendar

		Currency	Forecast	Previous
30.07	CB Consumer Confidence (July)	USD	125.0	121.5
31.07	Manufacturing PMI (July)	CNY	49.6	49.4
31.07	CPI (YoY) (July)	EUR	1.1%	1.3%
31.07	Crude Oil Inventories	USD	-4.011M	-10.835M
31.07	FED Interest Rate Decision	USD	2.25%	2.50%
31.07	FOMC Press-Conference	USD		
02.08	Unemployment Rate (July)	USD	3.7%	3.7%

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 2018
Annual inflation	5,4 %	01.07.19	7,1 %
Gross international reserves of NBK, USD bn	28 185	01.07.19	30 745
Reserve money, KZT bn	6 346,1	01.07.19	5 538,7
Money supply, KZT bn	19 537,4	01.07.19	19 456,0

## Kazakhstan credit ratings

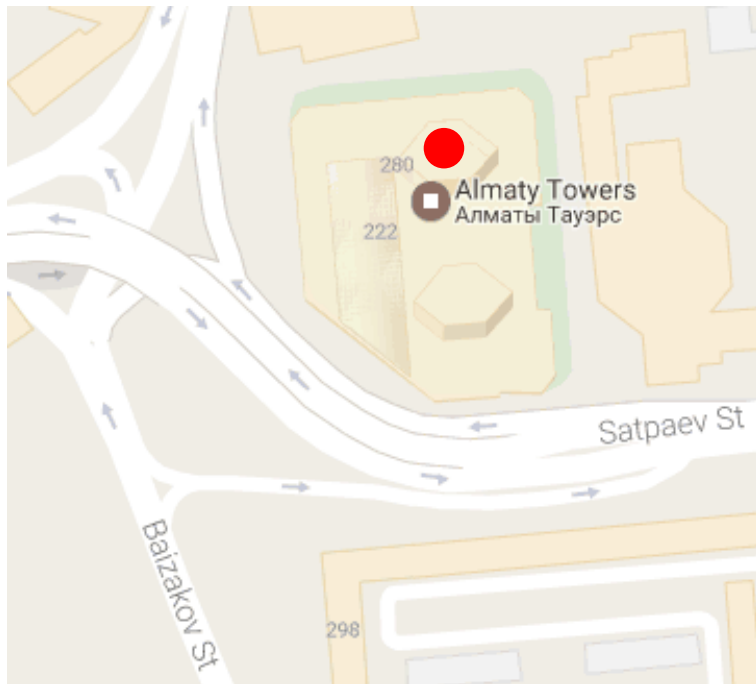
	Rating	Date	Previous
<b>S&amp;P Global</b>	BBB- stable	08.03.19	BBB- stable
<b>MOODY'S</b>	Baa3 stable	26.07.17	Baa3 stable
<b>FitchRatings</b>	BBB stable	25.03.19	BBB stable

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**Corporate Events Calendar of  
KASE listed Companies**

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