

KASE WEEKLY

27–30 April, 2020

KASE NEWS

- ▲ The [schedule](#) of KASE operation from April 27 to April 30.
- ▲ Amendments to the [Regulations](#) on Trading in the ACT and NEXT Trading Systems and Auto Repo Market [Specification](#) put into effect.
- ▲ Entry into force of amendments to the Regulations on Membership Fees, Exchange and Clearing Fees on May 1 [cancelled](#).
- ▲ The list of securities from BSP basket has been [updated](#).
- ▲ Trading in bonds [KZ2C00002418](#) (LARlb3) of AsiaCredit Bank, [KZ2C00004083](#) (CCBNb29) of Bank CenterCredit, [KZ2C00003135](#) (ATFBb15) of ATFBank, KZ2C00004075 (EUBNb17) of Eurasian Bank suspended.
- ▲ Bonds KZ2C00006658 (KEGcb3) of KEGOC [included](#) in category "bonds" of KASE Official List's main market.
- ▲ Bonds KZ2C00006674 (KZENb2) of National Company Kazakhstan Engineering [underwent](#) listing procedure on KASE by category "bonds" of main market.

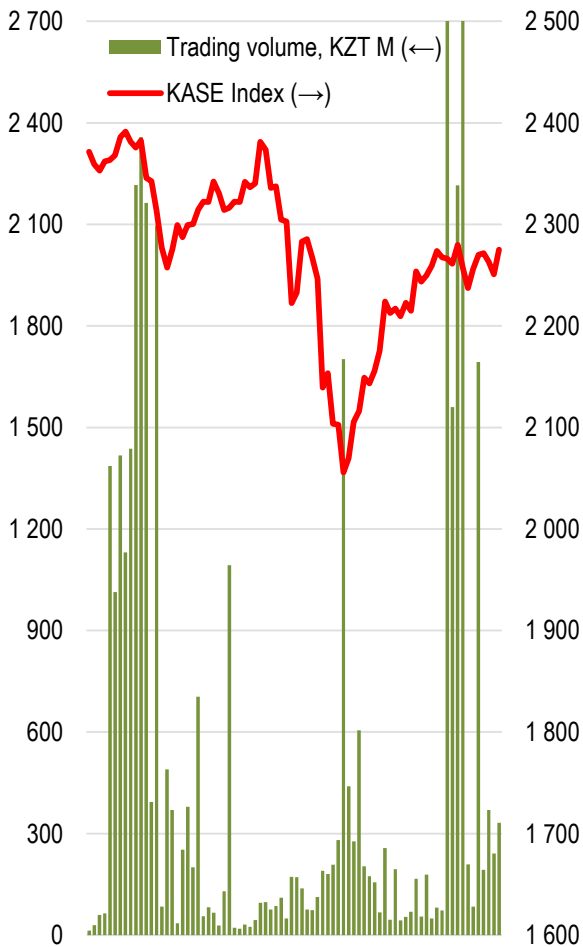
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance raised KZT131.9 bn on KASE by placing the 12th issue of MEUKAM-180 ([KZKD00000840](#)) with YTM of 10.4400 % APR and the 51st issue of MEUKAM-60 ([KZK200000638](#)) with YTM of 11.0000 % APR.
- ▲ International Finance Corporation [raised](#) KZT13.0 bn through subscription on KASE by placing two-year international bonds XS2159908776 (IFC_K280422) at 11.00 % APR.
- ▲ Nurbank [raised](#) KZT46.8 bn on KASE by placing bonds KZ2C00006070 (NRBNb16) with YTM of 4.00 % APR.
- ▲ Local administration of Karaganda region [raised](#) KZT71.4 mln on KASE by placing bonds KZMJ00000628 (KGK024_062).
- ▲ BAST [placed](#) 7,143 ordinary shares KZ1C00001015 (BAST) in the amount of KZT150.0 mln in KASE trading system.
- ▲ ForteBank reports operating results for 2019.
- ▲ Subsidiary Organization VTB Bank (Kazakhstan) [announced](#) Q1 2020 financial results.
- ▲ Kcell reported operating results for January-March 2020.
- ▲ National Company KazMunayGas [announced](#) Q1 2020 production results.
- ▲ NOSTRUM OIL & GAS PLC announced operating results for [2019](#) and [Q1 2020](#).



Following the results of the trading week, KASE Index increased by 0.2% to 2,275 points, thus continuing the sideways trend for the third week in a row. Five types of common shares fell in price over the week, but the decrease for the majority was less than one percent (Bank CenterCredit -1.0%, Kazatomprom -0.7%, Halyk Bank -0.5%, KazTransOil -0.3%).

KASE Index shares



30.04.2020

KASE Index	2 274.98	Trends (%)	
	Price	Δ 7d	Δ 1m
First class of liquidity			
Gazprom	1 333.3	14.0	15.9
Freedom Holding Corp.	7 300.0	8.0	20.7
Kcell	2 574.0	3.0	3.0
KAZ Minerals	2 250.0	2.8	19.2
Sberbank Russia	1 160.0	2.7	4.5
KEGOC	1 647.7	0.0	0.5
KazTransOil	870.0	-0.3	-0.6
Halyk Savings Bank of Kazakhstan	95.5	-0.5	-7.3
NAC Kazatomprom	6 130.0	-0.7	13.5
Bank CenterCredit	236.7	-1.0	-0.1
Kazakhtelecom	26 040.0	-2.5	-2.3

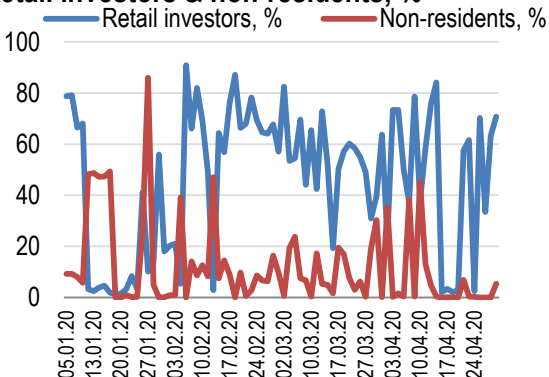
Note: Index stocks are highlighted in green

The most significant decrease was observed in the shares of Kazakhtelecom, following the results of the week, -2.5% to KZT26,040.

The growth leader were Kcell's ordinary shares. By the end of the week, they went up by 3.0% to KZT2,574, which is the new maximum price since October 2014. Demand for the issuer's securities is supported by stable indicators and growth prospects of the telecommunications industry. The company reported this week on growth of sales by 14%, revenue from sales of services – by 9%, operating profit – by 31%. At the same time, the issuer's subscriber base decreased by 283 thousand users to 7,992 thousand users due to the implementation of the strategy to attract quality customers and avoid a distribution based on volumes. AGM of Kcell shareholders this year will be held on May 28. Kcell's Board of Directors recommends paying dividends for 2019 in the amount of KZT45 per ordinary share or GDR. The current dividend yield as of April 30 is 1.7%. In case of approval of the size of dividends during the AGM, the dividend payout ratio will be 89%. For comparison, if the recommended dividends are approved, the similar ratio for Kazakhtelecom will be 15%, for Kazatomprom – 46%, for KazTransOil – 101% .

Last week, there were two government bonds offerings. On April 27, the Ministry of Finance of Kazakhstan raised nearly KZT130 bn for 9.8 years at 10.44% per annum. On April 29, the financial authority raised KZT4 bn for two years at 11% per annum.

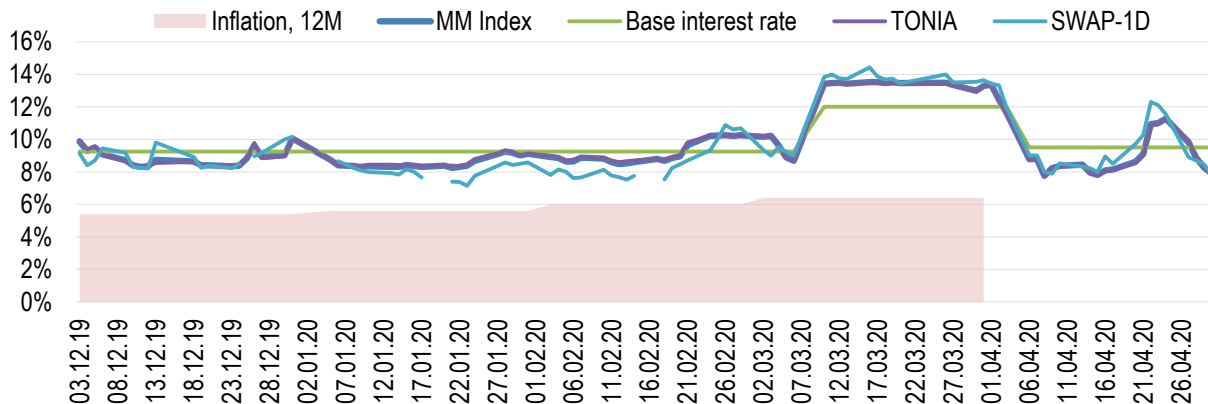
Retail investors & non-residents, %



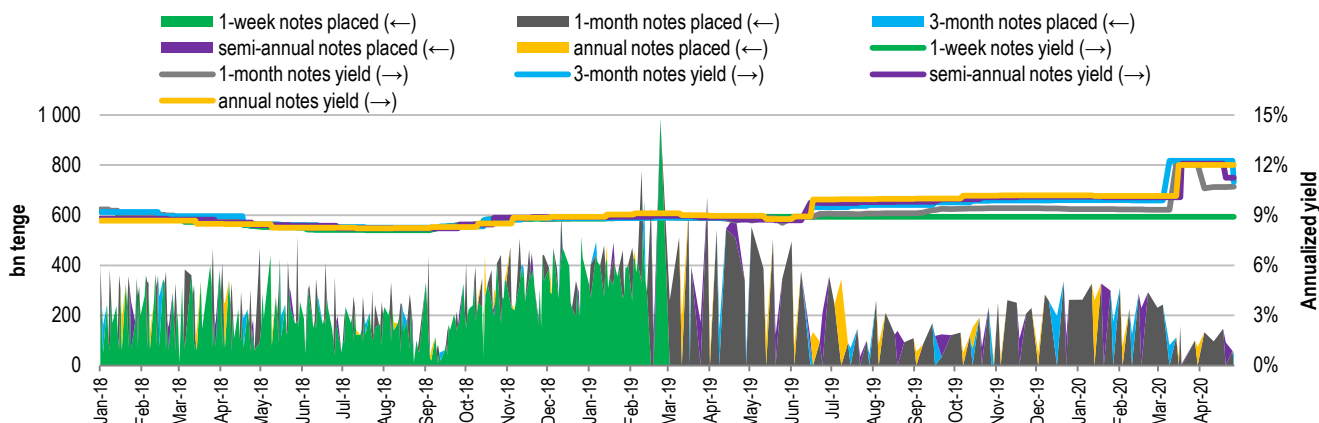


Money market rates this week showed a decrease of more than 3%. The yield on one-day repo transactions with government securities decreased by 335 basis points to 7.9% per annum. The borrowing rate of tenge secured by US dollars decreased by 372 basis points to 7.8% per annum. The average volume of raising tenge liquidity for one day amounted to KZT312.7 bn this week against KZT258.8 bn last year. This week, slightly increased volumes of liquidity attraction were observed, which may be due to the shortened trading week.

Inflation and interest rates

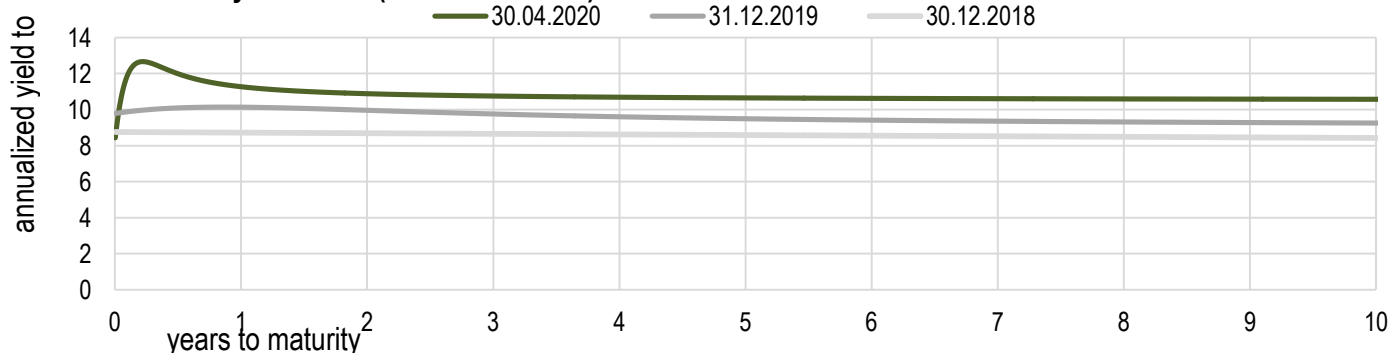


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





USDKZT – based on the week's results strengthened against the US dollar by KZT6.42 to KZT424.57.

Amid rising oil prices, the tenge continues to strengthen and at the close of trading reaches KZT424.57 per US dollar. Over the incomplete trading week, the total trading volume in US dollars amounted to KZT336 mln, which is by 32% less than last week.

During this week, there has been an increase in almost all world indices and the main group of commodities. One of the main drivers of the growth of world markets was the expectation of investors of the start of the OPEC+ agreements on the decrease of oil production, which come into force on May 1. The price for futures of Brent crude oil with delivery in July at 16:00, Moscow time, is trading above USD26 per barrel, showing an increase of 10%. For the week, the value of the futures increased by 22.3% or USD4.80. Also, the news on the US-developed remdesivir drug, which showed positive results during the treatment of the COVID-19, optimistically influenced the growth of markets.

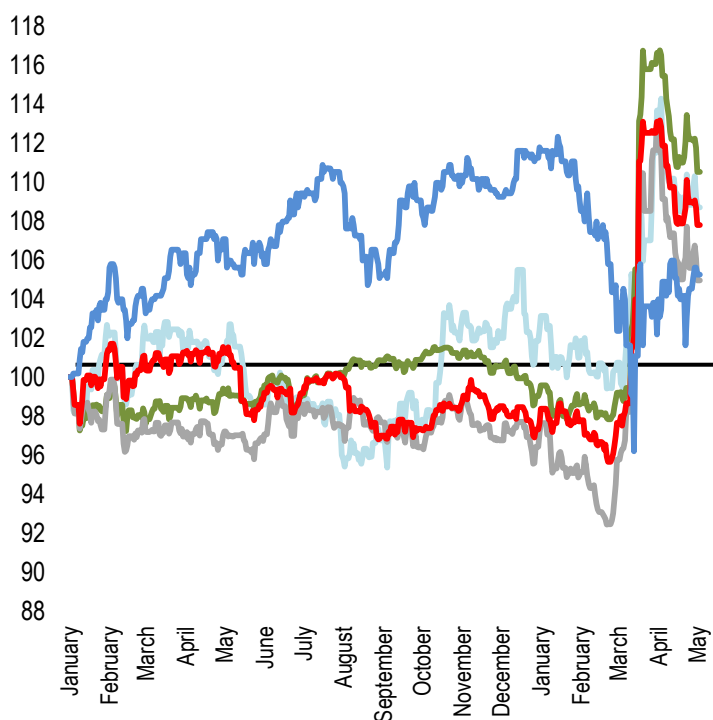
RUBKZT – based on the weeks' results the tenge weakened against the ruble by 13 tyiyn to KZT5.84.

EURKZT – euro depreciated by KZT3.03 to KZT461.70.

CNYKZT – the yuan depreciated by 26 tyiyn to KZT60.68.

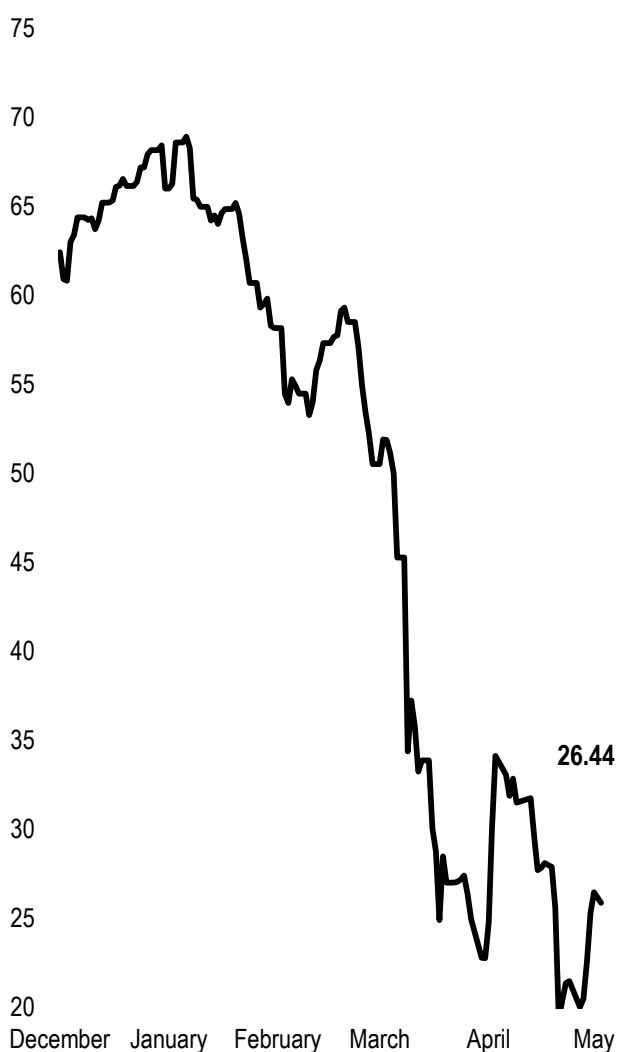
FX rates

Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	533,11	-1,1	-3,9	6,6
— USDKZT	466,08	-1,5	-6,0	9,2
— EURKZT	429,41	-1,5	-4,2	12,7
— CNYKZT	60,73	-1,3	-3,9	11,3
— RUBKZT	5,83	2,5	3,4	-5,5

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 %			Exchange rate in tenge*	30.04.2020 Trend		
		7d	1m	1y		7d	1m	2017
S&P 500	2 912.43	2.7	12.7	-0.4	429.41	-1.5	-4.2	12.7
Dow Jones	24 345.72	2.4	11.1	-7.9				
RTS	1 125.03	4.0	17.8	-9.9	5.83	2.5	3.4	-5.5
MICEX	2 650.56	3.5	5.7	16.0				
Hang Seng	24 643.59	3.4	4.4	-17.0	60.73	-1.3	-3.9	11.31
SS CSI 300	3 912.58	3.0	5.5	0.0				
Euro Stoxx 50	2 927.93	4.2	5.1	-16.7	466.08	-1.5	-6.0	9.2
FTSEuroFirst	3 452.41	3.8	7.8	-18.4				
FTSE 100	5 901.20	1.3	4.0	-20.1	533.11	-1.1	-3.9	6.6
KASE	2 274.98	0.2	2.3	#HVD				

Economic calendar

		Currency	Forecast	Previous
04.05	German Manufacturing PMI (Apr)	EUR	34,4	45,4
05.05	Composite PMI (Apr)	GBP	12,9	36,0
05.05	EU Economic Forecasts	EUR		
05.05	Trade Balance (Mar)	USD	-44,20B	-39,90B
06.05	Crude Oil Inventories	USD	10,619M	8,991M
07.05	BoE Interest Rate Decision (May)	GBP	0,10%	0,10%
07.05	BoE Inflation Report	GBP		

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 2019
Annual inflation	6,4%	01.04.20	5,3 %
Gross international reserves of NBK, USD bn	29 891	01.03.20	30 927
Reserve money, KZT bn	6 395,2	01.03.20	5 995,7
Money supply, KZT bn	20 793,9	01.03.20	20 813,4

Kazakhstan credit ratings

S&P Global

MOODY'S

FitchRatings

Rating	Date	Previous
BBB- stable	10.09.18	BBB- stable
Baa3 stable	26.07.17	Baa3 stable
BBB stable	28.09.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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