

KASE WEEKLY

June 07–11, 2021

KASE NEWS

- ▲ KASE [held](#) an online press briefing dedicated to the results of the exchange market in May 2021.
- ▲ A. Moldabekova [was elected](#) as the Chairperson of KASE's Board of Directors.
- ▲ KASE's Board of Directors approved the composition of the [Committee](#) of the Board of Directors for Budget and Strategic Planning, the [Committee](#) of the Board of Directors for Personnel, Remuneration and Social Issues, the [Committee](#) of the Board of Directors for Internal Audit, the [Committee](#) of the Board of Directors for Audit of Issuers, the Listing [Commission](#), and the [Commission](#) for Resolution of Disputes and Conflicts.
- ▲ Freedom Finance JSC [was assigned](#) the status of a market-maker on KASE for shares KZPF00000090 (FFINgw) of IUIT "GoodWill" and KZPF00000082 (FFIN_or) of IUIT "Fixed Income".
- ▲ Trades in bonds KZ2C00007458 (KFUSb12) of Kazakhstan Sustainability Fund JSC [were opened](#) on KASE.
- ▲ Bonds KZ2P00007297 (MFAFb1) of Microfinance Organization "aFinance" LLP [were transferred](#) to the trading mode in "clean" prices.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan raised KZT73.3 bn on KASE by placing MEUKAM-144 of the third issue ([KZKD00000378](#), MUM144_0003), MEUKAM-156 of the seventh issue ([KZKD00001103](#), MUM156_0007) and MEUKAM-120 of issue 16 ([KZKD00000865](#), MUM120_0016).
- ▲ Bank Bank RBK JSC [raised](#) KZT25.0 bn on KASE by placing bonds KZ2C00006021 (INBNb9) with an average weighted yield to maturity of 10.85 % per annum.
- ▲ Moody's [has upgraded](#) the ratings of Halyk Savings Bank of Kazakhstan JSC and its bonds KZ2C00002855 (HSBKb18), the outlook is Positive.
- ▲ Moody's [assigned](#) ratings to First Heartland Jusan Bank, outlook Stable.
- ▲ Kazakhtelecom JSC [paid](#) dividends on ordinary shares and additional dividends on preferred shares for 2020.
- ▲ Agrarian Credit Corporation JSC [paid](#) dividends on ordinary shares for 2020.
- ▲ Bank Bank RBK JSC [announces](#) the beginning of payment of dividends on preferred shares KZ1P00000764 (INBNp) for 2020.
- ▲ KazAgroFinance JSC [paid](#) dividends on ordinary shares for 2020.



11.06.2021

Индекс KASE	3 369,82	Тренды (%)	
		-1,3	1,7
Первый класс ликвидности	Цена	Δ 7д	Δ 1м
Freedom Holding Corp.	24 376,0	9,6	19,9
Банк ВТБ	0,3	3,4	3,4
Сбербанк	1 875,8	2,8	3,7
Газпром	1 655,0	2,8	19,6
НАК Казатомпром	13 599,2	2,3	4,2
Казакхтелеком, прив. акции	18 334,0	1,7	11,1
Народный банк	172,0	0,7	10,1
Аэрофлот	436,0	0,3	5,1
KEGOC	1 759,0	0,3	0,7
Банк ЦентрКредит	250,6	0,2	6,4
Казакхтелеком	28 500,0	-0,4	-3,6
Kcell	2 514,0	-1,2	-0,9
Bank of America Corporation	18 000,0	-3,7	0,6
КазТрансОйл	1 140,1	-10,4	-0,9

KASE index decreased by 1.3 % – to 3,369.82 points. The largest number of deals among index shares was made with ordinary shares of Halyk Bank – 2,449 deals (40 % of the total share). The largest trading volume fell on Kcell securities – KZT854.6 mln (57.1 % of the total share).

The local stock market indicator on Monday once again this year renewed its all-time high (3,421.27 p.), but closed in the red as a result of the week. The main driver of the decline were the common shares of KazTransOil, which lost 10.4 % in price over the week. On Friday, the date of fixing the register of KTO shareholders for payment of dividends for 2020 in the amount of KZT132 per share took place.

The leaders of growth among the shares of the representative list are securities of Kazatomprom. Meanwhile, NYMEX uranium futures are trading above \$32 a pound and hit their highest level since July 2020 amid declining inventories and rising demand. The nuclear fuel market is experiencing increasing demand, as governments, including the United States and China, assign a special role to nuclear power in their "clean energy" programs. Meanwhile, market supply remains limited as uranium mining has declined steadily in recent years.

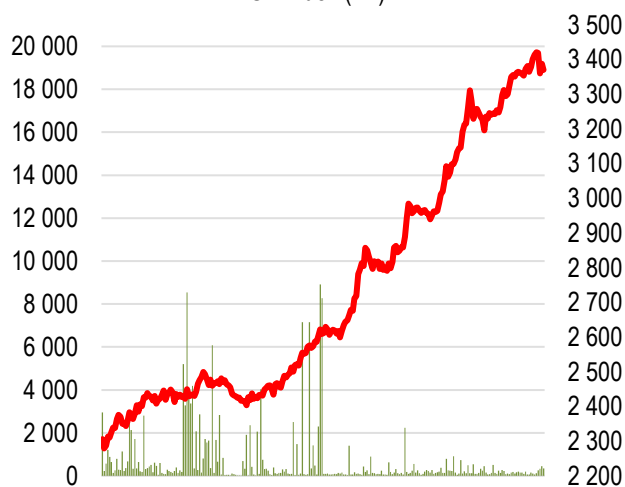
According to the consulting company UxC, which was previously cited by the Canadian uranium mining company Uranium One Inc. in its quarterly report, at the end of March and in the first quarter of 2021, the spot price for uranium was \$30.65 per pound, an increase of \$0.60 since the beginning of the year. Despite all the recent positive background around nuclear power, uranium prices are far from their record levels, which were observed before the accident at the Japanese nuclear power plant "Fukushima". The maximum was reached in 2007 when uranium exceeded \$137 a pound.

Ordinary shares of Halyk Bank also closed in the "green zone". The bank's shares are likely to continue to win back a positive background, caused by the publication of financial statements for the first quarter of 2021, according to which Halyk Bank's IFRS-compliant net income increased by 19.4 % YoY. In addition, the bank announced payment of dividends on ordinary shares based on results of 2020 operations in the amount of KZT18.00 per share.

In addition, a growth driver was the upgrading by the agency Moody's Investors Service of ratings of the bank and its bonds KZ2C00002855 (HSBKb18). Moody's has upgraded the Bank's long-term deposit ratings from "Ba1" to "Baa3", the senior unsecured local currency debt rating – from "Ba3" to "Ba2", short-term deposit ratings from "Not Prime" to "Prime-3", outlook – "Positive".

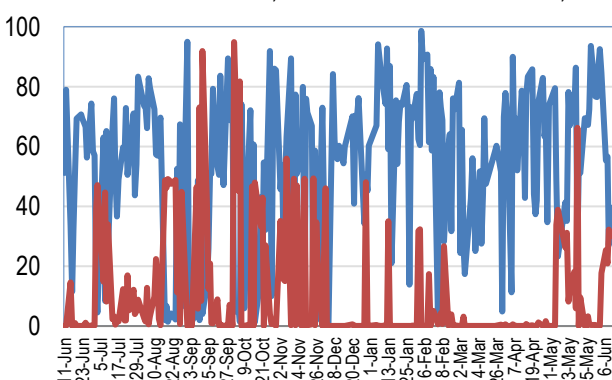
KASE Index shares

Trading volume, KZT M (←)
KASE Index (→)



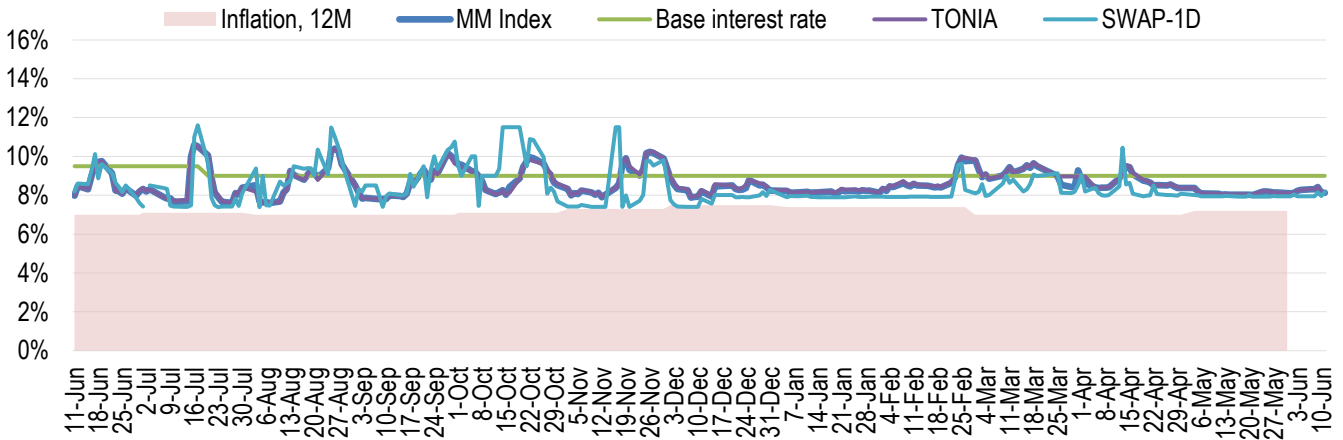
Retail investors & non-residents, %

Retail investors, % Non-residents, %

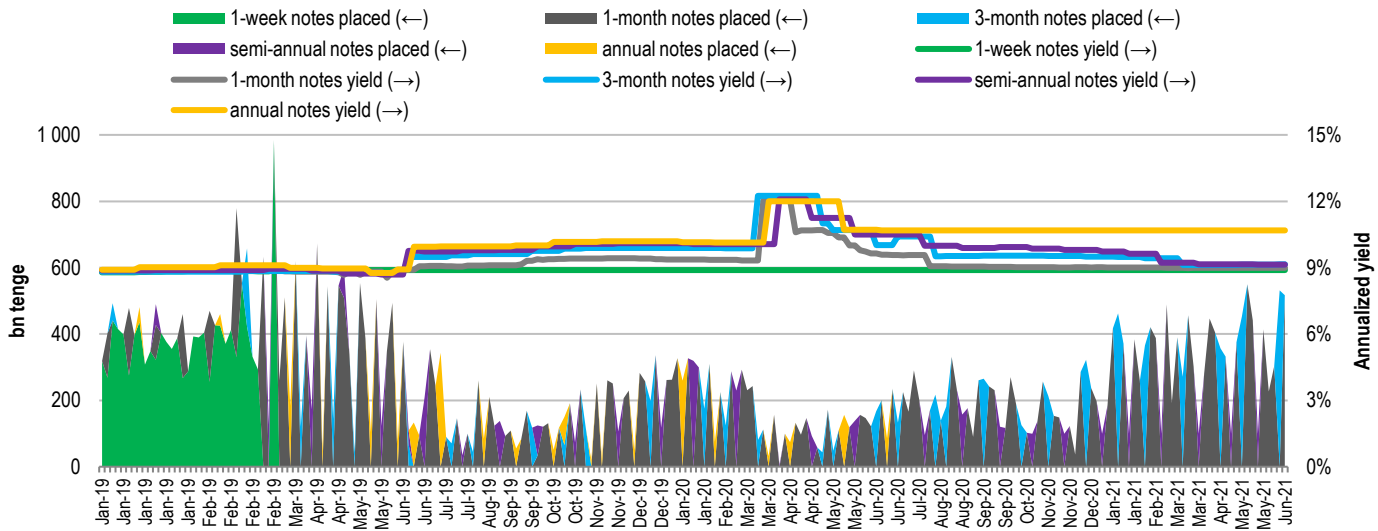


The yield on one-day repo transactions with government securities decreased by 16 b.p. – to the level of 8.12 % per annum. The rate of borrowing the tenge secured by US dollars increased by 21 b.p. amounting to 8.16 % per annum. The average volume of borrowing the tenge liquidity for one day over the reporting period amounted to KZT374.7 bn (+ 6.7 % on the same indicator of the previous week).

Inflation and interest rates

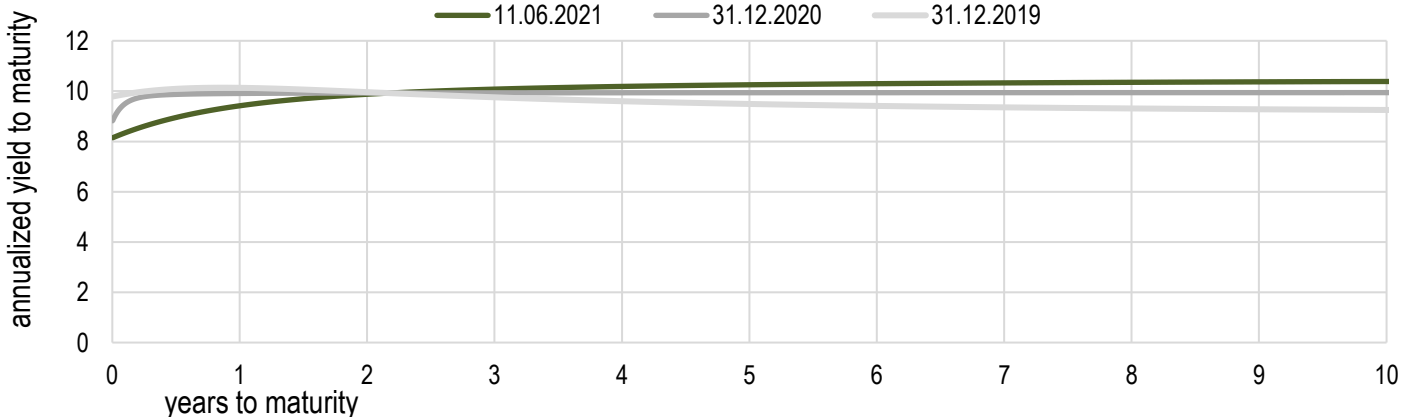


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





The exchange rate of the US dollar exchange against the tenge decreased by KZT1.00 (0.2%) – to KZT427.15. The average trading volume during the week amounted to \$118 million (-5.7 % on the same indicator of the previous week). The average number of deals for purchase and sale of the US dollar was 343. The maximum price was KZT426.01 per US dollar, the minimum – KZT428.00.

The tenge continued to strengthen against the US dollar on the back of positive oil price dynamics. The increase was driven by an increase in the forecast for fuel demand by the US Energy Information Administration. The agency said that fuel consumption in the United States in 2021 would be 1.49 million barrels per day (b/d) versus 1.39 million b/d in the previous forecast.

In addition, the market was supported by the statement of the US Secretary of State Anthony Blinken, who noted that if Iran and the United States return to compliance with the nuclear deal, hundreds of articles of US sanctions against Tehran will remain in force, which lowered investors' fears about the return of Iranian oil to the market.

Oil prices were also supported by data that road traffic in North America and most European countries is returning to pre-crisis levels, which supports optimism about the outlook for fuel demand.

At the same time, the market was pressured by data on the decline in imports of "black gold" in China by 14.6 % in May. Demand constraint was caused by the closure of refineries for repair.

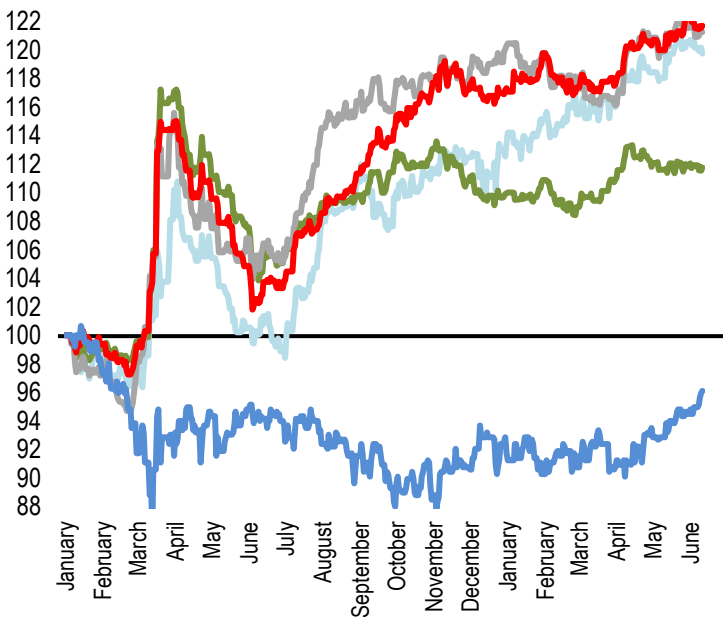
Meanwhile, India – one of the largest oil consumers in the world – continues to maintain high growth in the number of infected. However, on June 7, the increase in cases for the first time in more than two months was less than 100 thousand people – 86.4 thousand people.

The price of August Brent oil futures on the London ICE Futures exchange on Friday closed at \$72.69 per barrel (1.1 %). The exchange rate of the US dollar against the Russian ruble on the Moscow Exchange amounted to 72.1126 rubles (-0.9%).

The value of the Russian ruble increased by KZT0.1115 (1.9%) – to KZT5.9571. The Chinese yuan rose in price by KZT0.0976 (0.1%) – to KZT66.9476.

FX rates

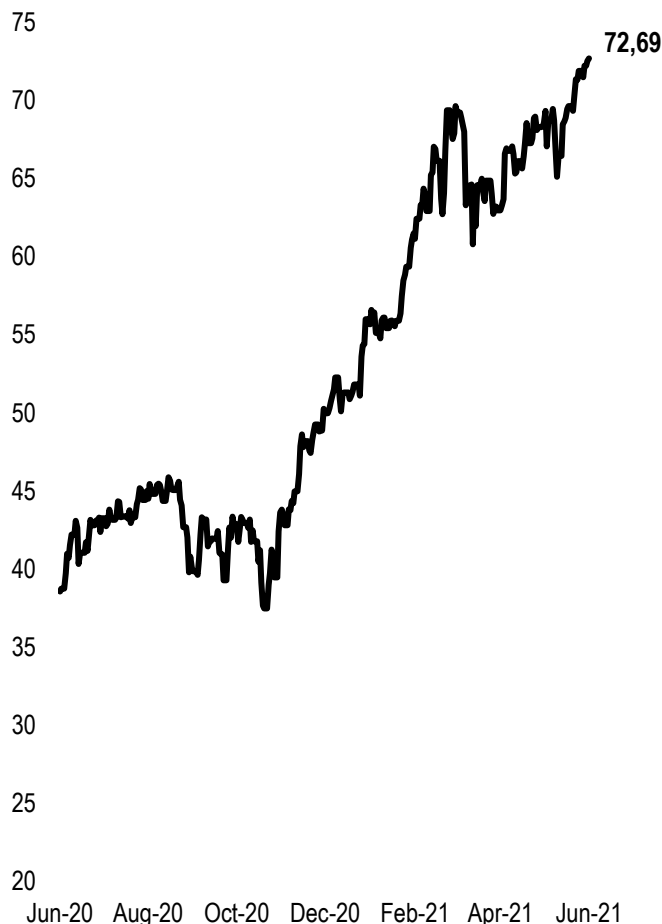
Δ %, base (01.01.20)



	Price	Δ 7d, %	Δ 30d, %	Δ 2020, %
— GBPKZT	602,73	-0,7	-0,2	5,5
— USDKZT	427,53	-0,1	0,1	1,6
— EURKZT	520,09	-0,3	0,1	0,8
— CNYKZT	66,89	-0,2	0,6	3,7
— RUBKZT	5,92	1,2	2,4	4,8

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

Commodities market

11.06.2021

Name	Value	Trend %			Futures	Name	Price	Trend %		
		7d	1m	1y	7d			7d	1m	1y
S&P 500	4 247,44	0,4	4,5	41,5	0,2	Oil (Brent)	72,69	1,1	4,9	88,6
Dow Jones	34 479,60	-0,8	2,7	37,2	-1,1	Oil (WTI)	70,91	1,9	7,3	95,1
RTS	1 678,57	1,9	8,4	35,6	1,8	Natural gas	3,30	6,4	11,0	81,8
MICEX	2 285,53	0,0	0,0	0,0	1,8	Copper	453,75	0,2	-4,5	75,4
Hang Seng	28 842,13	-0,3	2,2	17,8	0,0	Iron	1 340,00	4,7	-2,4	62,1
SS CSI 300	5 224,70	-1,1	3,6	30,8	-0,7	Gold	1 877,53	-0,7	3,4	8,7
Euro Stoxx 50	4 126,70	0,9	4,5	31,2	0,9	Silver	28,15	0,9	3,4	57,3
FTSEuroFirst	4 561,00	1,0	3,4	26,8	1,0	Wheat	680,75	-1,0	-9,8	36,4
FTSE 100	7 134,06	0,9	1,8	17,4	1,0					
KASE	3 369,82	-1,3	1,7	46,1						

Economic calendar

Currency

Forecast

Previous

06/16	Industrial production volume (y/y) (May)	CNY	9,0%	9,8%
06/16	Fed interest rate decision	USD		0,25%
06/17	Consumer price index (CPI) (y/y) (May)	EUR	2,0%	1,6%
06/17	Number of initial applications for unemployment benefits	USD	357K	376K
06/18	Report on Bank of Japan's monetary policy	JPY		
06/18	Retail sales volume (m/m) (May)	GBP	1,6%	9,2%

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 2020
Annual inflation	7.2%	06/01/21	5.6%
Gross international reserves of NBK, USD bn	34,674	02/01/21	35,638
Reserve money, KZT bn	9,173.8	01/01/21	8,652.5
Money supply, KZT bn	25,392	01/01/21	20,875.8

Кредитные рейтинги Казахстана

Rating

Date

Previous

	BBB-/A-3- stable	03/06/21	BBB- stable
	Baa3 positive	02/17/21	Baa3 positive
	BBB stable	02/20/21	BBB stable

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Corporate Events Calendar of KASE listed Companies

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