

KASE WEEKLY

February 07 –
February 11
2022

KASE NEWS

- ▲ Amendments to the [Regulations](#) on Clearing Members were put into effect.
- ▲ Bonds [KZ2P00008386](#) (MFACb1) of Microfinance organization "Arnur Credit" LLP and bonds [KZ2P00008394](#) (SNCQb1) of SilkNetCom LLP are included in KASE official list
- ▲ International bonds [XS0474660676](#) (GB_LOYDe1) of LLOYDS BANK PLC and [bonds](#) KZZJ00000060 (ASK024_006) and KZZJ00000078 (ASK022_007) of akimdik of the city of Nur-Sultan administration were excluded from KASE official list due to their early redemption, bonds [KZ2D00008141](#) (EABRb23) of Eurasian Development Bank – due to expiration of the term.
- ▲ Trades in bonds [KZ2P00008295](#) (MFRFb2) of Microfinance organization "R-Finance" LLP and bonds [KZ2D00008356](#) (HCBNb8) of Subsidiary Bank "Home Credit and Finance Bank" JSC were opened at KASE.
- ▲ The issuer of [bonds](#) KZ2C00002962 (FAGRb1) and KZ2C00003465 (FAGRb2) of Fund of Financial Support for Agriculture JSC was changed in KASE's trading system and databases, and trades in them were resumed.
- ▲ Standard Investment Company JSC was [admitted](#) to participation in trades in securities on KASE.
- ▲ Standard Investment Company JSC was [assigned](#) the status of a clearing participant in the stock market.
- ▲ Bonds [KZ2C00008217](#) (IDFRb4) of Industrial Development Fund JSC and bonds [KZ2C00008332](#) (BTRKb8) of National managing holding "Baiterek" JSC are included in the T+ List and the T+ Collateral List.
- ▲ Bonds [KZ2P00007925](#) (MFMOB1) of MFO "Mogo Kazakhstan" LLP were transferred to trading mode in "clean" prices.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan placed on KASE 8.8 mln MEOKAM-036 of issue 91 ([KZK200000695](#), MOM036_0091) and 34.7 mln MEUKAM-132 of the seventh issue ([KZKD00001152](#), MUM132_0007).
- ▲ The Ministry of Finance of Kazakhstan raised KZT44.7 bn by placing on KASE MEUKAM-132 of the seventh issue ([KZKD00001152](#), MUM132_0007) and MEOKAM-036 of issue 91 ([KZK200000695](#), MOM036_0091).
- ▲ NOSTRUM OIL & GAS PLC [announces](#) NOSTRUM OIL & GAS PLC says that it received required consents on solicitation and announces update on lock-up agreement accessions.
- ▲ Bank CenterCredit JSC [intends to pay](#) dividends on preferred shares KZ000A0H0930 (CCBNp) for 2021.
- ▲ Freedom Holding Corp. [reported](#) financial results for the third quarter of fiscal year 2022.
- ▲ Fitch has [affirmed](#) Kazakhstan at 'BBB' with a Stable outlook.
- ▲ KEGOC [announced](#) that Fitch Ratings affirmed the company's ratings.



18.02.2022

KASE Index	Price	Trends (%)	
		Δ 7D	Δ 1M
3 548,30		-0,6	2,5
First class of liquidity			
Yandex N.V.	25 800	5,3	- 22,3
АО "Казахтелеком"	35 398	2,2	3,6
ПАО "Аэрофлот - российские авиал"	390	1,3	0,3
АО "Кселл"	1 730	0,6	9,1
Ford Motor Company	19	0,3	- 23,5
АО "Банк ЦентрКредит"	398	0,1	0,1
Банк ВТБ (ПАО)	0	-	- 7,7
VTB Bank	0	-	- 7,7
ПАО "Ростелеком"	510	- 0,3	- 1,0
АО "КазТрансОйл"	1 108	- 0,4	4,3
АО "КЕГОС"	1 853	- 0,4	- 0,1
ПАО "Газпром"	2 000	- 0,5	- 7,9
Apple Inc.	170	- 0,7	- 1,6
АО Kaspi.kz	39 000	- 1,3	- 26,3
AT&T Inc.	24	- 1,8	- 12,7
Intel Corporation	48	- 2,0	- 13,7
АО "Национальная атомная компани"	14 733	- 2,8	- 6,0
АО "Народный сберегательный бан"	155	- 2,8	1,6
Pfizer Inc.	49	- 3,4	- 11,1
АО "KM GOLD"	1 050	- 3,5	- 11,8
ПАО "Сбербанк"	1 550	- 3,7	- 1,2
Freedom Holding Corp.	63	- 3,9	- 6,8
ПАО "Новолипецкий металлургичес"	1 410	- 7,2	- 1,4

For most companies of Kazakhstan's stock market, the week was successful, KASE Index grew by 1 % and closed on Friday at the level of 3,550.02 points.

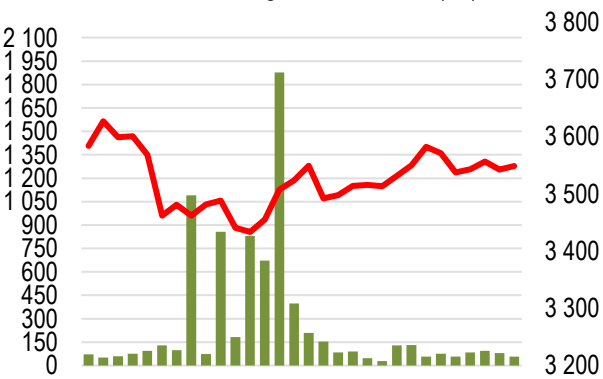
The growth leaders were Halyk Bank and Kaspi.kz, representatives of the banking sector, whose shares added 4 % and 2 %, respectively. Investors managed to evaluate the statistical data on the banking sector, published by the National Bank of the Republic of Kazakhstan, and calculate the potential volume of dividends. According to statistical data, Halyk Bank became the leader in terms of profitability, growth of the loan portfolio and deposits of individuals. Kaspi.kz is in second place in all respects. Preliminary data of Bank Center Credit for the year turned out to be quite modest, the price of its shares did not change during the week. At the same time, BCC was the first public company to announce the payment of 1.5 billion tenge in the form of dividends on preferred shares for 2021. In terms of one share, dividends amount to 39.75 tenge, the dividend yield is planned at the level of 10 % per annum. The registry fix date is February 14, 2022.

The shares of NAC Kazatomprom recovered by more than 7 % despite the fact that the price of futures on the uranium market dropped to the lowest level in three months in a week. The reason for the decline in prices for this metal was the reduction of forecasts for the production of nuclear energy by the French nuclear energy giant EDF against the background of the shutdown of reactors due to corrosion and safety concerns. In addition, one of Canada's largest mining companies, Cameco, said it would not increase production as demand for uranium was not as high as the spot market indicates, according to their calculations.

On the KASE Global site last week the trading volumes were at the level of 90-100 million tenge per day. Investors over the past few weeks have preferred to invest in those companies that should post successful quarterly reports and announce dividend payments. The most popular stocks of the week were Facebook, Pfizer and Mastercard. At the end of the week, however, the price of all three shares declined. Shareholders of Facebook and Pfizer disappointed with quarterly results. Mastercard announced a quarterly dividend, but the share price declined based on the simple logic of investors – in the future, the money supply is expected to decrease, which means the company will have less net income. In turn, the leaders in price growth over the week were companies that did not even make it into the top 10 most popular with local investors: shares of Freeport-McMoRan Inc. and American Airlines grew 14 %, those of Micron Technology, Inc. – by 12 %, those NVIDIA Corp. and The Boeing Company – by 6 %.

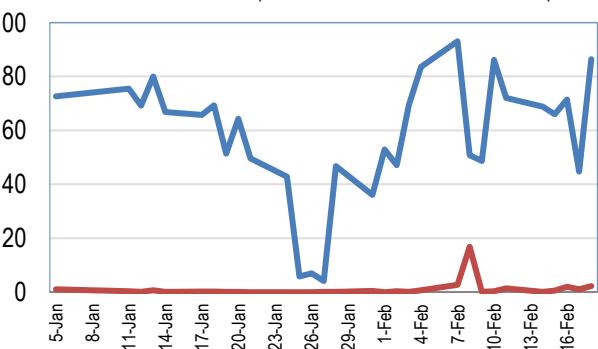
KASE Index shares

Trading volume, KZT M (←)



Retail investors & non-residents, %

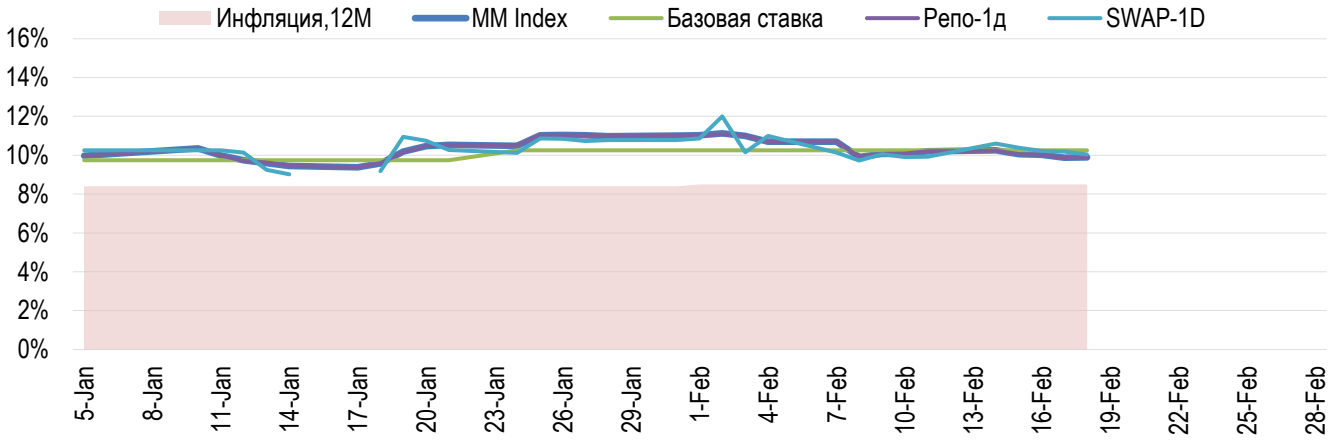
Retail investors, % Non-residents, %



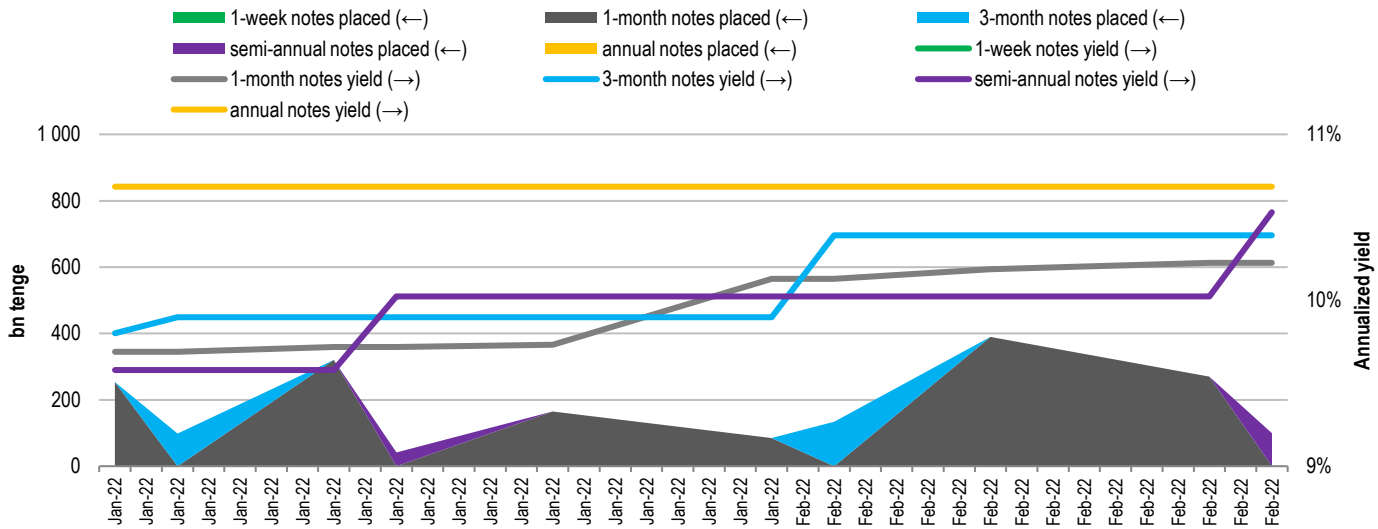


The yield of on one-day REPO transactions with government securities (GS) (TONIA) from February 7 to 11 decreased from 10.68 % to 10.20 % per annum, being at the level of the average value of the base rate corridor. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) over the past week increased from 11.00 % to 9.93 % per annum. The average trading volume in overnight money market instruments amounted to 467 billion tenge.

Inflation and interest rates

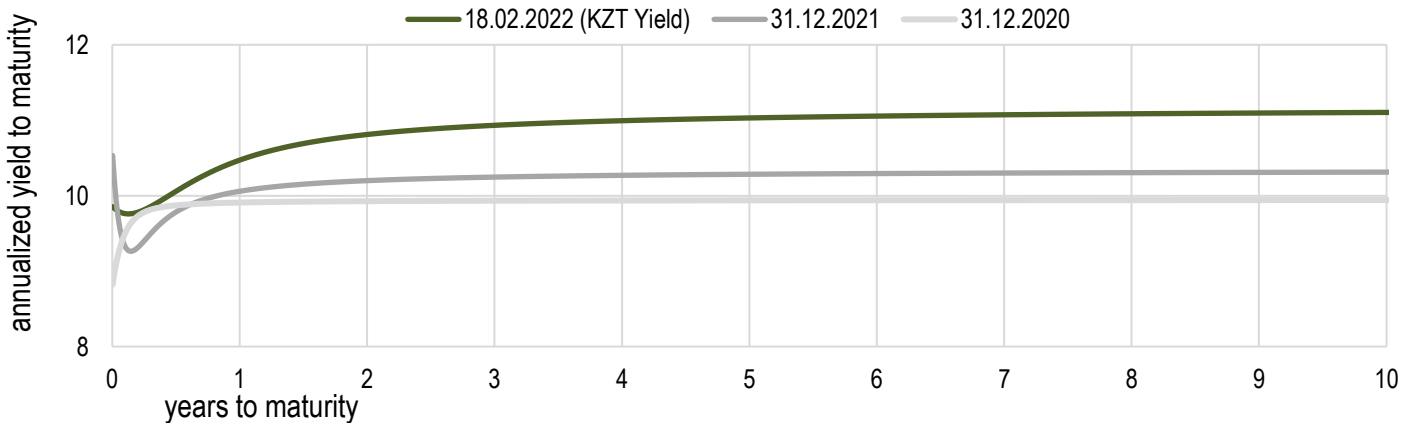


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





The situation on the foreign exchange market after the unprecedented events in early January has completely returned to normal.

The main support for the tenge came from the positive dynamics on the oil market. However, despite the rise in oil prices, in January the tenge depreciated by 0.4 % to 433.52, reflecting the global strengthening of the US dollar, the weakening of the currencies of major trading partners and the continued outflow of non-residents from Kazakhstan's debt market.

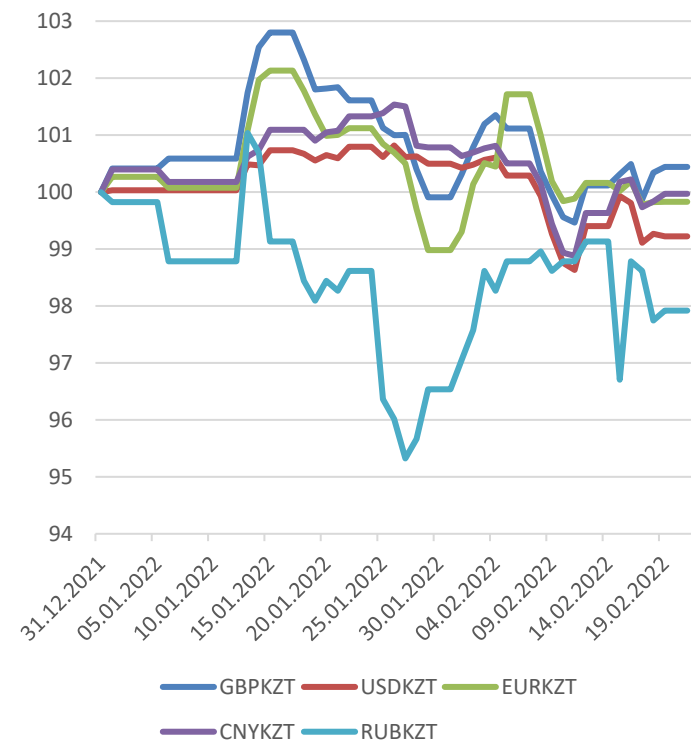
The dynamics of the Russian ruble, the main trading partner of the Republic of Kazakhstan, was negative during the month against the background of increased geopolitical risks. Due to the tense situation with Ukraine and sanctions threats, the ruble weakened by 2.85 % over the month, on some days exceeding the mark of 80 rubles for the first time since November 2020.

The volume of currency supply from the National Fund for transfers to the budget in January amounted to 696 million US dollars, and the sale from companies of the quasi-public sector was 346.5 million US dollars. An increase in the base rate by the National Bank made it possible to maintain the relative attractiveness of tenge instruments, providing additional support to the tenge.

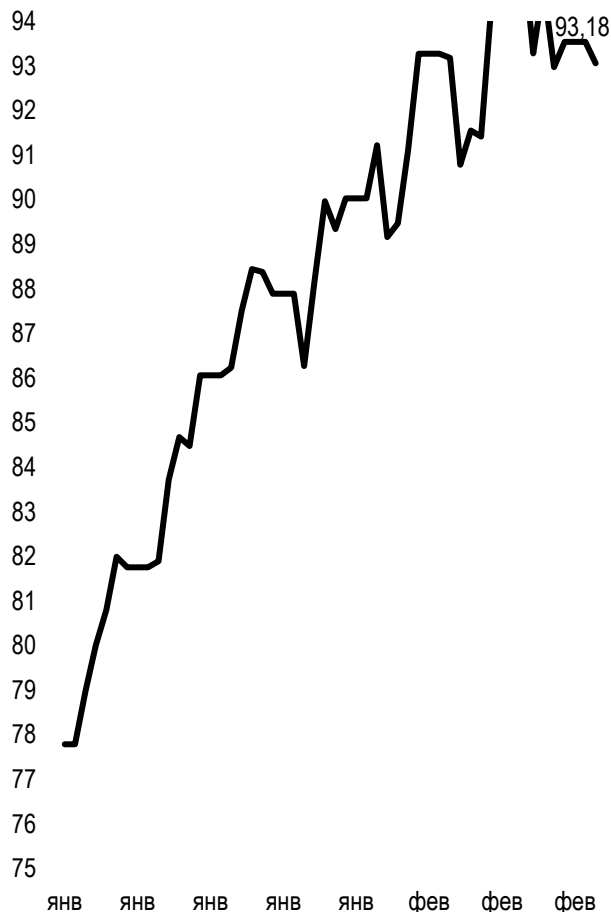
Since the beginning of February tenge has appreciated by 1.3 % to the level of 427.95. The main factors behind the positive dynamics of the national currency are the high price of oil, which is above \$90-91 per barrel, the reduction of geopolitical risks related to the situation with Ukraine and, as a result, the strengthening of the Russian ruble (by 3% since the beginning of the month). The national currency is also supported by a decrease in demand for foreign currency from legal entities after an active increase in positions in November-December, as well as a favorable seasonal factor before exporters' tax payments to the republican budget.

FX rates

Δ %, base (01.01.22)










Brent oil USD/barrel



	Price	Δ 7d, %	Δ 30d, %	Δ 2021, %
— GBPKZT	583,46	0,33	-1,44	0,34
— USDKZT	428,32	-0,18	-1,28	-0,73
— EURKZT	486,96	-0,33	-1,52	-0,18
— CNYKZT	67,71	0,34	-1,05	-0,16
— RUBKZT	5,65	-1,22	-0,35	-2,25

Global indices

Name	Value	Trend %			Futures
 S&P 500	4 348,87	-1,6	-4,1	11,1	-1,5
Dow Jones	34 079,18	-1,9	-2,7	8,2	-1,8
 RTS	1 391,31	-5,4	-1,7	-3,8	-5,2
 MICEX	2 285,53	0,0	0,0	0,0	-5,2
 Hang Seng	24 327,71	-2,3	0,8	-20,5	-2,2
SS CSI 300	4 651,24	1,1	-2,7	-19,4	0,8
 Euro Stoxx 50	4 074,28	-1,9	-4,5	10,7	-1,9
FTSEuroFirst	4 739,00	-1,7	-2,1	15,7	-1,7
 FTSE 100	7 513,62	-1,9	-1,0	13,5	-1,8
 KASE	3 548,30	-0,6	2,5	19,2	

Commodities market

February 18, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	93,54	-1,0	5,8	46,3
Oil (WTI)	91,07	-2,2	4,7	50,5
Natural gas	4,43	12,4	9,9	43,8
Copper	451,95	0,3	1,1	15,9
Iron	808,00	-4,1	8,2	-30,0
Gold	1 898,43	2,1	3,2	6,9
Silver	23,99	2,7	-1,0	-11,4
Wheat	797,00	-0,1	0,1	20,3

Economic calendar

Currency

Forecast

Previous

15.02	<u>GDP (qtr./qtr.) (4 qtr.)</u>	JPY	1.4%	-0.9%
16.02	<u>Release of FOMC protocols</u>	USD		
17.02	<u>Number of initial applications for unemployment benefits</u>	USD	220K	223K
17.02	<u>Number of building permits issued (Jan)</u>	USD	1.750M	1.885M
18.02	<u>Retail sales (M/M) (Jan)</u>	GBP	0.6%	-3.7%
18.02	<u>Existing-home sales (Jan)</u>	USD	6.12M	6.18M

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

December 2021

Annual inflation	8.5%	01.02.22	8.4%
Gross international reserves of NBK, USD bn	33,4	01.02.22	34,4
Reserve money, KZT bn	10 683,9	01.02.22	10 957,7
Money supply, KZT bn	29 800,2	01.02.22	30 099,3

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3- stable

09/08/21

BBB- stable

MOODY'S

Baa2 stable

08/11/21

Baa3 positive

FitchRatings

BBB stable

02/04/22

BBB stable

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**Corporate Events Calendar of
KASE listed Companies**

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1. return on investment in financial instruments depends on a variety of market and non-market factors. In particular, the actual income of an investor may change depending on the fluctuations in interest rates, changes in taxation, FX movements, changes in quotations of securities, market indexes, changes in production and financial performance of companies, and other factors;
2. previous results do not necessarily affect the future results with the future estimations based on the assumptions that may not materialize. The value of any investment or income may go down and up, as a result the investors might not receive the entire invested amount back. For the investments in non-universally recognized markets, the investors may experience various difficulties, including selling them or obtaining the reliable information about their value or the risks involved;
3. report does not take into account the individual financial characteristics and aims of those receiving it.

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