

KASE WEEKLY

August 22-27
2022

KASE NEWS

- KASE [launched](#) trades in general collateral certificates.
- UD Capital JSC [admitted](#) to participate in trades in derivative financial instruments on KASE.
- International bonds [XS1263139856](#) (KZ_22_4507) of the Ministry of Finance of the Republic of Kazakhstan, international bonds [XS2387059327](#) (IFC_e6) of the International Finance Corporation, bonds [KZ2D00008828](#) (EABRb30) of Eurasian Development Bank and shares [KZPF00000553](#) (BCClbe) of IUIT "BCC Elite" are included in KASE official list.
- Bonds [KZ2P00006877](#) (MFOk1) of MFO OnlineKazFinance LLP, [KZ2C00007508](#) (KFUSb17) of Kazakhstan Sustainability Fund JSC, [KZ2C00003986](#) (SNRb2) of Samruk-Energy JSC are excluded from KASE official list due to the expiration of circulation period.
- Trading in bonds [KZ2C00008688](#) (KFUSb38) of Kazakhstan Sustainability Fund JSC, [bonds](#) [KZ2P00008790](#) (MFOk6) and [KZ2P00008808](#) (MFOk7) of MFO OnlineKazFinance LLP, bonds [KZ2D00008828](#) (EABRb30) of Eurasian Development Bank, international bonds [XS2387059327](#) (IFC_e6) of the International Financial Corporation and ETF [securities](#) of four foreign issuers is opened on KASE.
- Trades in [US4781601046](#) (JNJ_KZ) common shares of Johnson & Johnson resumed at KASE.
- Bonds [KZ2C00008654](#) (TMJLb10) of NC Kazakhstan temir zholy JSC transferred to trading mode in "clean" prices.
- Freedom Finance JSC was [assigned](#) the status of a market-maker on KASE for securities of six titles.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan placed on KASE 110.1 mln MEUKAM-120 of issue 17 ([KZKD00000899](#), MUM120_0017), 61.1 mln MEUKAM-120 of issue 14 ([KZKD00000782](#), MUM120_0014) and 560.4 mln MEUKAM-12 of issue 151 ([KZK100000274](#), MKM012_0151).
- The Ministry of Finance of Kazakhstan raised KZT23.1 bn on KASE by placing METIKAM-36 of the first issue ([KZKT00000016](#), MTM036_0001).
- Kazakhstan Sustainability Fund JSC [raised](#) KZT8.7 bn on KASE by placing bonds [KZ2C00008670](#) (KFUSb37) with yield to maturity of 15.45 % APR.
- KazTransOil JSC [announced](#) financial results for the first half of 2022.
- National Company KazMunayGas JSC [announced](#) its financial results for the first half of 2022.
- National managing holding "Baiterek" JSC [paid](#) dividends on ordinary shares for 2021.
- Bayan Sulu JSC paid dividends on common shares [KZ1C00000165](#) (BSUL) for 2021.
- Fitch Ratings [affirmed](#) Safe-Lombard's long-term issuer default rating at "B-".

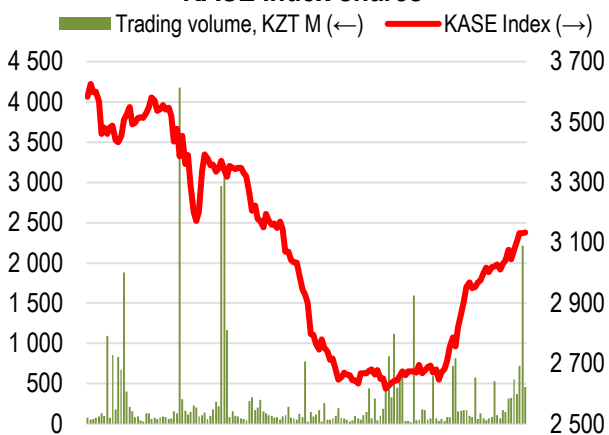


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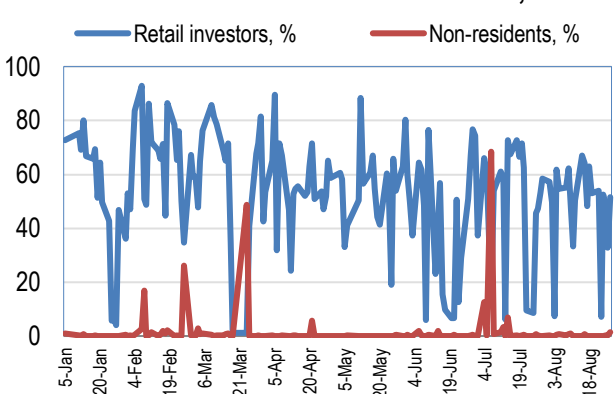
KASE Index	3 134,71	Trends (%)	
First class of liquidity	Price	Δ 7D	Δ 1M
AO "НАК "Казатомпром"	14 550,00	8,4	4,9
AO Каспи.kz	28 229,00	5,7	19,0
Intel Corporation	37,83	4,2	- 3,5
AO "Народный сберегательный банк Каза	128,01	2,5	14,8
Freedom Holding Corp.	58,61	2,3	19,1
AO "Банк ЦентрКредит"	527,00	0,3	14,3
AO "KEGOC"	1 590,00	- 0,2	- 0,6
AO "Казактелеком"	27 700,00	- 0,7	0,5
AO "Кселл"	1 660,00	- 1,2	18,6
Ford Motor Company	15,80	- 1,6	18,2
AO "ForteBank"	3,70	- 2,1	7,2
AO "КазТрансОйл"	758,00	- 3,1	- 6,0
Advanced Micro Devices, Inc.	95,00	- 4,0	9,3
AO "KM GOLD"	180,00	- 4,3	- 7,6
NVIDIA Corp.	170,00	- 8,3	- 0,0

Note: Index stocks are highlighted in green

KASE Index shares



Retail investors & non-residents, %



On the Kazakh KASE Index last week showed an increase of 1.9 %. Drivers were shares of Kazatomprom, Kaspi.kz and Halyk Bank.

The companies continue to publish their operating results for the first half of the year. According to the consolidated statements of Kazakhtelecom, provided on August 19, the net profit of the group of companies for 6 months of this year amounted to 50.5 billion tenge compared to 58.1 billion tenge for the same period last year.

Kazatomprom published financial results on 19 August. The company's net profit increased from 58.1 billion tenge in the first half of 2021 to 167.4 billion tenge in the first half of 2022. The nearly threefold increase in net income reflects the significant improvement in the uranium market over the year. On August 24, the Prime Minister of Japan announced the launch of nuclear power plants that had been idle since the Fukushima accident. Under the influence of this positive development, the sector of uranium mining companies closed in positive territory. In particular, the shares of Kazatomprom grew by 6.2 % the next day after this message, and by 8.4% in general over the week.

KazTransOil's net profit, according to the report presented on August 22, decreased 2.1 times over the first half of the year compared to the corresponding period of the last year, which could not but affect the dynamics of the share price. Over the past week, their price fell by 3.1%.

KazMunayGas reported on August 24 that the company's net profit for the first half of the year increased by 5.0 % to 677 billion tenge. This news looks very opportune against the background of the company's planned IPO in the fourth quarter of this year, as well as the increase in oil prices from \$95 to \$100 per barrel against the backdrop of OPEC+'s announced intention to cut production.

Stable companies continue to pay dividends. Shareholders of Kaspi.kz JSC decided to pay dividends for the second quarter at 500 tenge per ordinary share from August 24. Bayan Sulu JSC informed KASE about the payment of dividends on ordinary shares for 2021 on August 26 at 8 tenge per share.

Since August 25, trades in common shares of Johnson & Johnson have been resumed at KASE. The suspension of trading was due to the fixation of the register for payment of dividends on the said shares.

On the same day, Safe-Lombard LLP announced that Fitch Ratings had affirmed its long-term issuer default rating at "B-" with a "Stable" outlook.

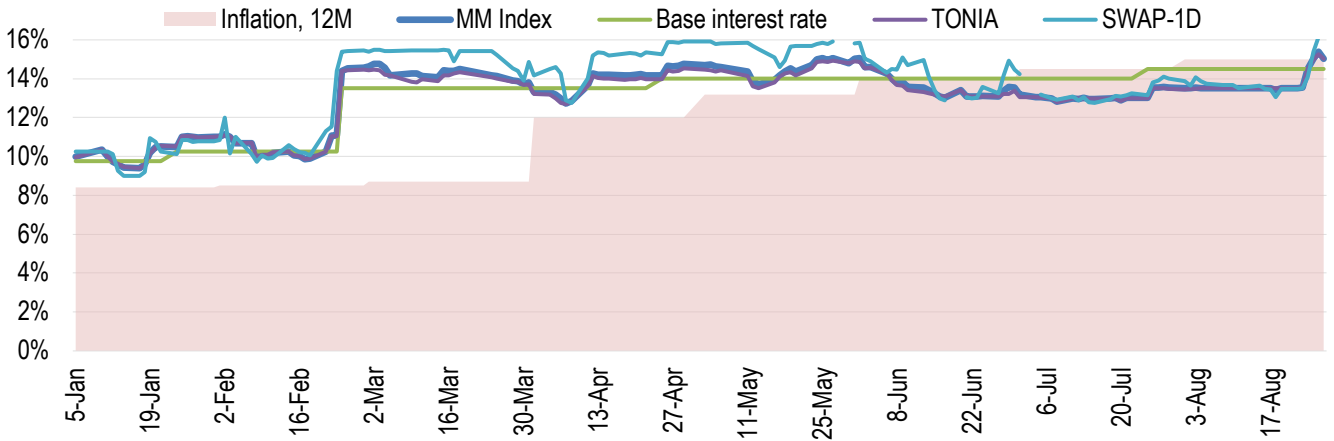
On KASE debt market, Kazakhstan Sustainability Fund placed last week one-year bonds in the amount of 8.7 billion tenge with a yield to maturity of 15.45 % per annum. To this, on August 24, the Ministry of Finance added four issues of treasury bills in the amount of 223.9 billion tenge with a yield to maturity of 13.85-15.07 % per annum with a maturity of 1 to 4.5 years.

Last week, two-year bonds of Eurasian Development Bank for 50 billion tenge with a coupon of 15 % per annum were included in KASE official list. From August 27, trades in these bonds, as well as three-year bonds of the International Finance Corporation for KZT11 bn with a coupon of 8.5 % per annum, were opened at KASE. Global markets closed last week in the red due to falling on Friday after the speech of the head of the Federal Reserve System. Powell pointed out that at this stage, the fight against inflation is more important than supporting economic growth. That is, the transition to a softer pace of monetary tightening is still being postponed. The dollar index last week was at 20-year highs in the range of 108-109 points, which, in particular, helped the dollar become more expensive than the euro.

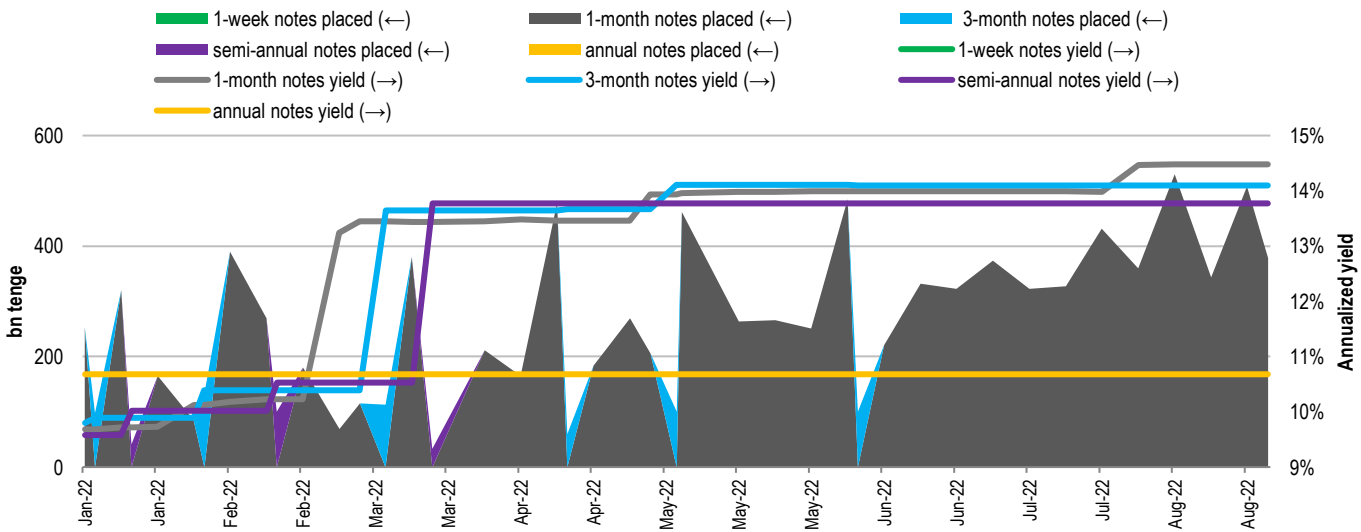
China continues to take measures to stimulate the economy in order to level the damage from the numerous lockdowns associated with the coronavirus pandemic and the collapse of the property market. Last Monday, the People's Bank of China lowered its base lending rate from 3.7 % to 3.65 %. And in the middle of the week, the State Council of China announced the allocation of 1 trillion yuan, that is, 146 billion dollars, mainly for infrastructure projects, to which China's stock markets reacted with growth.

The profitability of one-day REPO operations with government securities (GS) (TONIA) from August 22 to 27 increased from 13.50 % to 15.04 % per annum. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) for the period under review increased from 13.49 % to 16.16 % per annum.

Inflation and interest rates

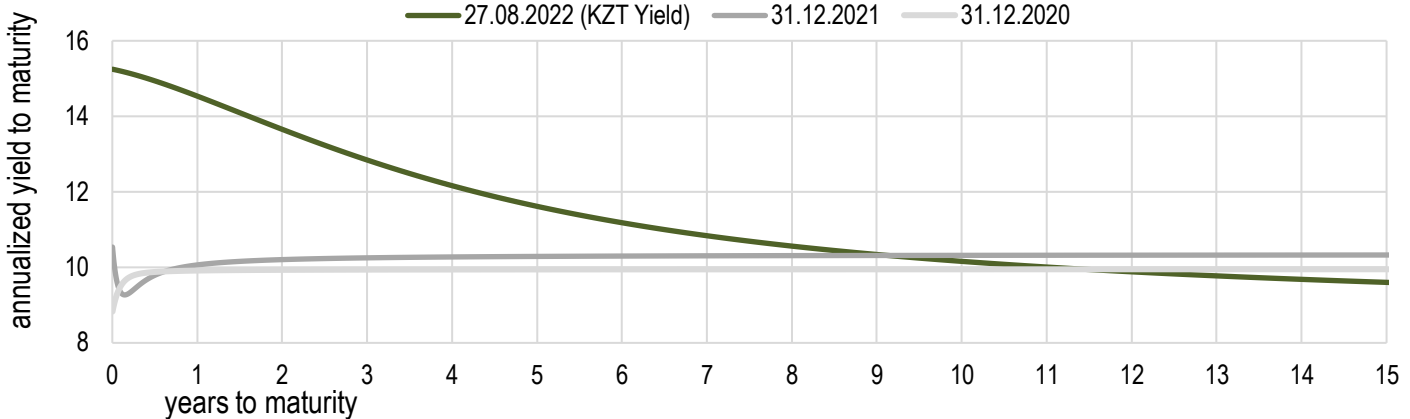


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



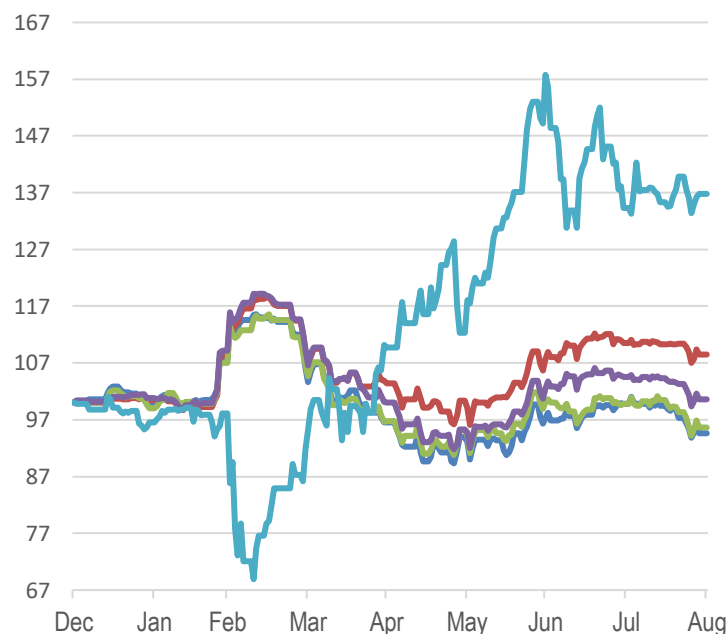


Based on results of August the tenge strengthened by 1 % to 472.29 tenge per US dollar. The average daily trading volume on Kazakhstan Stock Exchange over the month decreased from \$118.6 million to \$98 million. The total trading volume was \$2.2 billion. The foreign exchange market was balanced in terms of supply and demand. An additional supply-side factor was the "big tax week". Sales of foreign exchange revenues by entities of the quasi-public sector amounted to about USD469.5 million. Quasi-public sector companies independently carry out sales on the foreign exchange market through second-tier banks.

The National Bank did not participate in the foreign exchange market in August: it did not conduct foreign exchange interventions, did not carry out operations to buy or sell foreign currency for pension assets of the UAPF and other funds held in trust, and also did not sell foreign currency to secure transfers from the National Fund to the republican budget. Transfers were provided at the expense of tenge receipts to the National Fund.

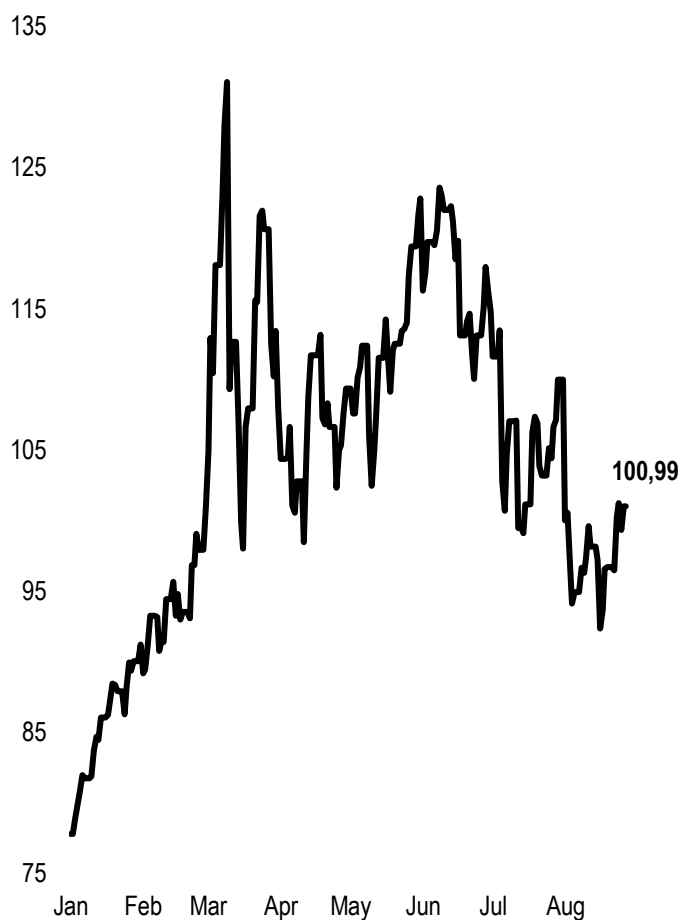
In the short run, tenge volatility will depend on changes in the geopolitical situation, expectations of domestic participants and the situation on world markets. The National Bank will continue to adhere to the flexible exchange rate regime, which eliminates the accumulation of imbalances and ensures the safety of gold and foreign exchange reserves.

FX rates



— GBPKZT — USDKZT — EURKZT
— CNYKZT — RUBKZT

	Price	Δ 7d, %	Δ 30d, %	Δ 2022, %
GBPKZT	549,88	-2,76	-3,58	-3,81
USDKZT	468,10	-1,75	-1,66	9,39
EURKZT	466,27	-2,83	-3,01	-3,18
CNYKZT	68,12	-2,69	-3,25	1,59
RUBKZT	7,89	-2,23	-1,01	36,22

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	4 057,66	-4,0	-0,4	-10,0	-4,1
Dow Jones	32 283,40	-4,2	-0,8	-8,9	-4,3
RTS	1 183,12	1,1	4,0	-28,9	0,9
MICEX	2 285,53	0,0	0,0	0,0	0,9
Hang Seng	20 170,04	2,0	-2,2	-20,6	1,6
SS CSI 300	4 107,55	-1,0	-2,8	-14,9	-0,9
Euro Stoxx 50	3 603,68	-3,4	-1,3	-14,0	-3,4
FTSEuroFirst	4 371,50	-2,3	-0,8	-4,4	-2,3
FTSE 100	7 427,31	-1,6	1,1	3,9	-1,4
KASE	3 134,71	1,9	7,9	-0,1	

Commodities market

August 27, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	100,99	4,4	-5,7	38,9
Oil (WTI)	93,06	2,5	-3,5	35,4
Natural gas	9,30	-0,4	14,3	112,7
Copper	369,70	0,9	6,4	-14,4
Iron	793,00	4,5	-2,3	-16,6
Gold	1 738,14	-0,5	-0,9	-4,4
Silver	18,75	-1,7	-5,6	-22,1
Wheat	784,75	4,2	-3,9	9,2

Calendar of economic events

Currency

Forecast

Previous

30.08	<u>CB Consumer Confidence (Aug)</u>	USD	97.9	95.3
31.08	<u>Manufacturing PMI (Aug)</u>	CNY	49.2	49.0
31.08	<u>Consumer Price Index (CPI) (YoY) (Aug)</u>	EUR	9.0 %	8.9 %
31.08	<u>Crude oil reserves</u>	USD	-1.483M	-3.282M
01.09	<u>German Manufacturing PMI (Aug)</u>	EUR	49.8	49.8
01.09	<u>Manufacturing PMI (Aug)</u>	USD	52.0	52.8
02.09	<u>Unemployment rate (Aug)</u>	USD	3.5 %	3.5 %

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

Previous month

Annual inflation	15,0%	01.08.22	14,5%
Gross international reserves of NBK, USD bn	32,8	01.08.22	32,0
Reserve money, KZT bn	11 579,1	01.08.22	10 688,8
Money supply, KZT bn	31 396,3	01.08.22	30 423,2

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 stable

05.03.22

BBB-/stable

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

17.06.22

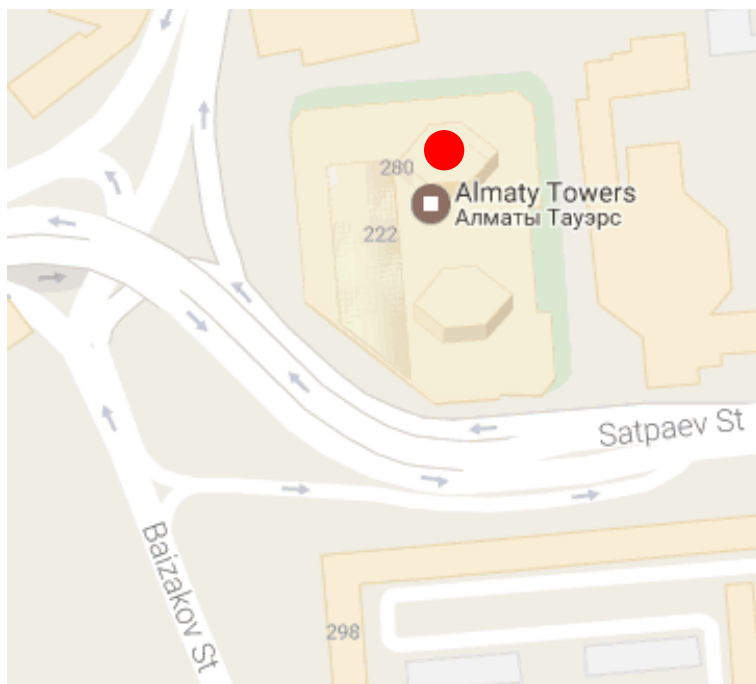
BBB/stable

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Corporate Events Calendar of KASE listed Companies

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3. report does not take into account the individual financial characteristics and aims of those receiving it.

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