

KASE WEEKLY

05 – 07 March,
2018

KASE NEWS

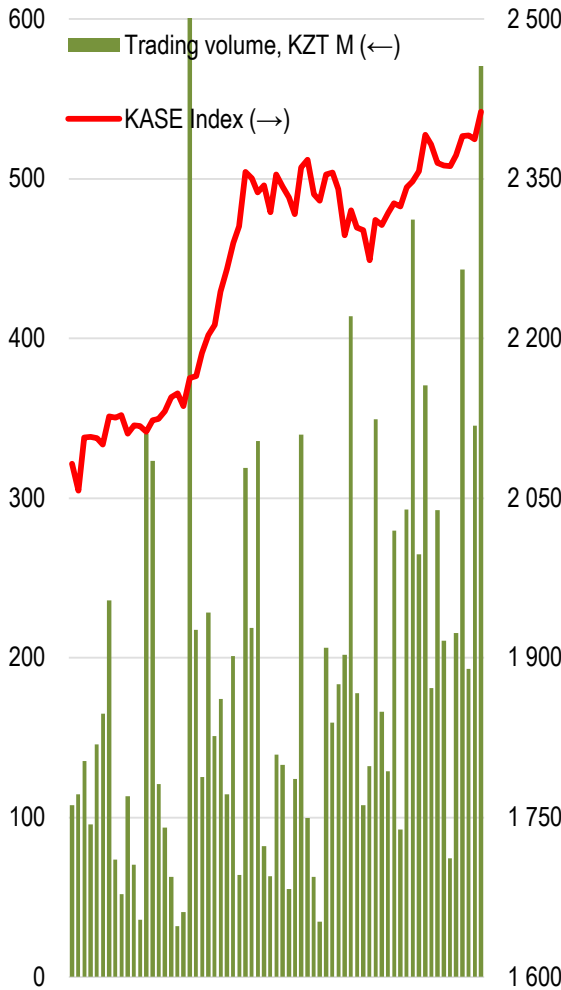
- ▲ On 15 March, US dollar and Euro correspondent accounts of KASE with JPMORGAN CHASE BANK, N.A. and J.P. MORGAN AG will be [activated](#).
- ▲ KASE [held](#) media briefing on performance of the exchange market in February 2018.
- ▲ Kazakhstan Stock Exchange (KASE) [reminds](#) that it operates its own official information channel in Telegram – @KASEInfoBot. Users currently subscribed to the channel @KASEInfoBot will be updated on the process and results of securities and foreign currency trading on KASE as well as on the details of exchange market indicators calculated by KASE and payment of dividends in a convenient and concise format.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Development Bank of Kazakhstan [announced](#) plans to invest more than KZT 400.0 bn in projects related to the development of non-resource-based economy in Kazakhstan in 2018.
- ▲ Atameken-Agro announced receiving loans of KZT 490.3 mln, KZT [7.9](#) bn and KZT [1.9](#) bn for the repayment of investment costs and working capital financing.
- ▲ Tsesnabank [announced](#) start of offering of bonds (TSBNb32) on KASE as of March 5, 2018 on KASE.
- ▲ Special trading on offering 10,527 ordinary shares (BAST) of BAST will be [held](#) on March 15 on KASE.
- ▲ Samruk-Energo [announced](#) that Fitch Ratings downgraded its long-term rating to "BB", outlook "Stable".
- ▲ The 2017 financial statements of Centras Securities have been [published](#).
- ▲ Qazaq Banki [announced](#) termination of operations of a structural unit of the bank's branch in Zhambyl region.
- ▲ Zim Capital has [re-registered](#) into First Heartland Securities joint-stock company.

KASE Index has renewed 9-and-a-half-year maximum. Last time KASE Index reached current peaks on July 17, 2008. The Kazakhstan blue-chip index rose by 0.96 % to 2,412.94 points over the week.

KASE Index shares



07.03.2018

		Trends (%)	
		1,0	3,1
KASE Index	2 412,9		
First class of liquidity	Price, KZT	Δ 7d	Δ 1m
CenterCredit Bank	306,3	6,4	10,6
KazMunayGas EP (pref.)	13 400,0	3,1	3,9
Aeroflot (Russia)	873,0	2,1	3,9
QAZKOM (pref.)	102,0	2,0	-12,8
Halyk Bank	110,0	1,7	6,7
KAZ Minerals	3 821,0	1,6	-1,7
Kcell	1 715,0	1,5	1,5
Kazakhtelecom	25 235,0	0,9	5,9
Bank of Astana	1 200,0	0,7	-3,0
Kazakhtelecom (pref.)	9 836,5	0,4	-1,1
Sberbank (Russia)	1 547,0	0,3	5,6
QAZKOM	102,0	0,0	9,7
KazMunayGas EP	26 994,0	0,0	0,0
BAST	55 000,0	-0,2	-2,1
KazTransOil	1 580,0	-0,6	6,5
Bank of America	10 270,0	-0,7	-1,2
KEGOC	1 406,8	-1,0	0,1
Aktobe Metalware Plant	10 949,4	-1,1	-7,1
Gazprom (Russia)	808,0	-1,8	-2,5
Bank VTB (Russia)	0,3	-3,3	3,6

Note: Index stocks are highlighted in green

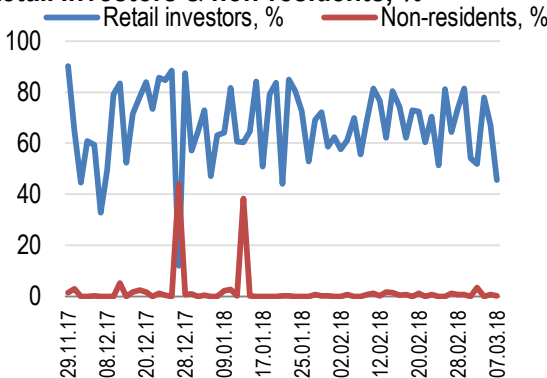
Shares of Bank CenterCredit rose most of all: by 6.36 % to KZT306.32. These shares are traded near local peaks. The growth is accompanied by the increased volumes. Thanks to this, these shares ranked first in the weekly and monthly ranking of most liquid equity securities.

Shares of Halyk Bank approached their historic peaks by the end of the week having increased in price by 1.74 % to KZT 110. Securities of KAZ Minerals PLC and Kcell grew by 1.6 %.

The greatest faller were shares of KEGOC, which fell by 1.03 %. Equity securities of KazTransOil fell by 0.57 %.

Three bond issues of local executive bodies were placed on KASE by the end of this week. On Monday, the administration of the city of Almaty has placed two-year bonds for the amount of KZT 2 bn. On Tuesday, the administrations of East Kazakhstan and Kostanay regions have placed two-year bonds and raised KZT1.3 bn and KZT 1.2 bn, respectively, as part of implementation of government programmes.

Retail investors & non-residents, %

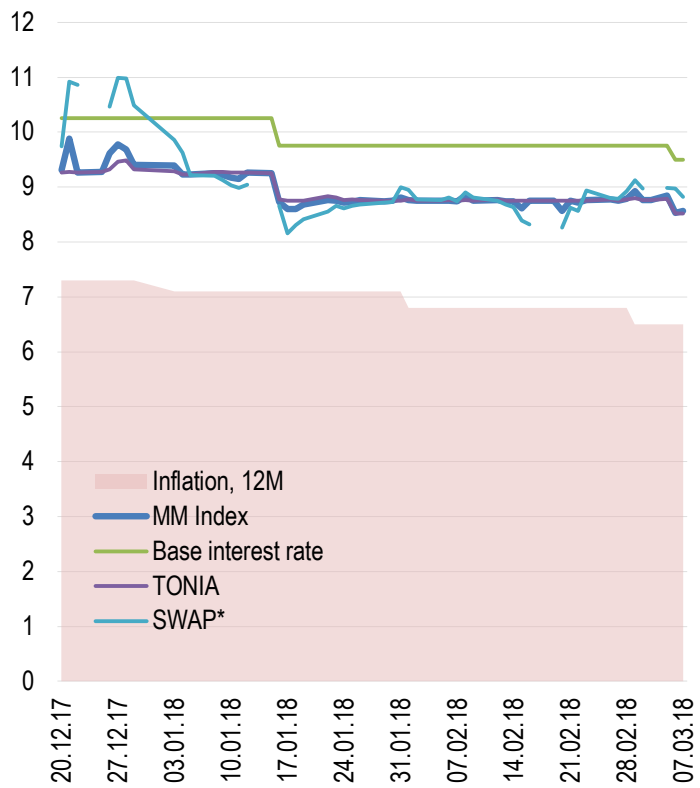




Money market rates declined amid reduction of the base rate by the National Bank by 9.5 % to 25 b.p. The yield on one-day swaps went down by 31 b.p. to 8.81 % over the week. The yield of one-day repo transactions with government securities has decreased by 24 b.p. to 8.52 % per annum over the week.

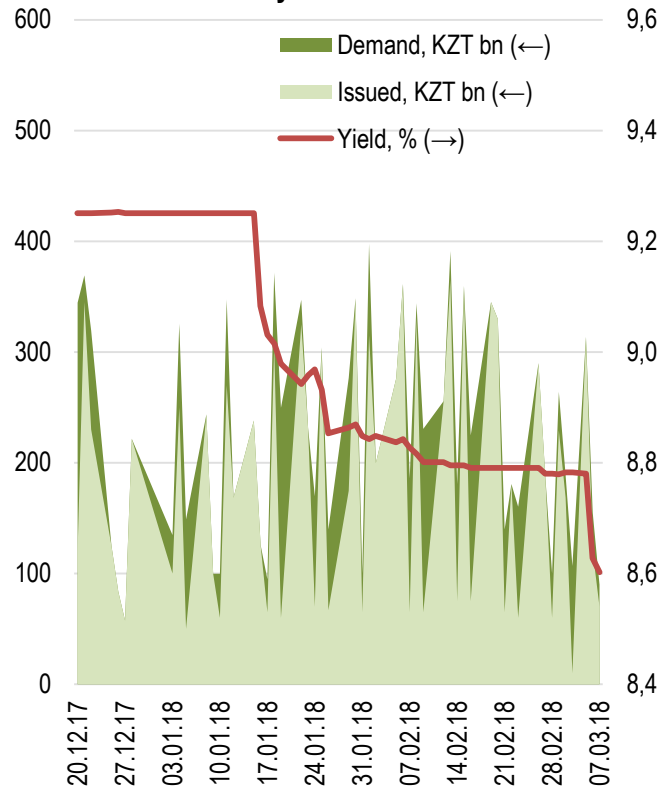
The National Bank has placed four issues of notes with the total volume of KZT816.5 bn over-the-counter during the week. The yield on three issues of 7-day notes, the total offering volume of which has reached KZT503.3 bn, decreased from 8.78 % on Monday to 8.60 % on Wednesday. On the 28-day notes the yield dropped to 8.72 % per annum. The total demand for notes exceeded the supply by 13 % and reached KZT 920.5 bn.

Inflation and interest rates

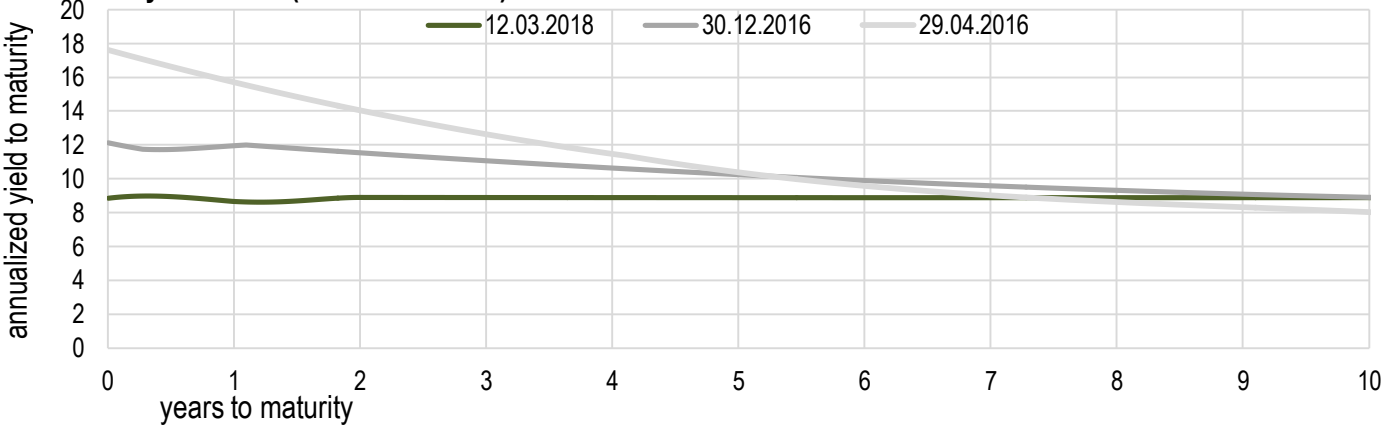


* Weighted average yield on all currency swap transactions with the US dollar.

Issuance of weekly NBK notes



Risk-free yield curve (non-indexed GS)





The weighted average dollar exchange rate grew by 0.3 % or KZT1.07 to KZT320.19 over the week. By the results of the first two days of the week, tenge appreciated by KZT3, however, on Wednesday, most part of previously gained positions was lost. If at the beginning of the week tenge grew due to good demand, and was supported by the optimism at the oil market, which was, by the way, caused by the information on the reduction of crude oil stockpiles at the Cushing (delivery hub in Oklahoma, USA) to the lowest volume since 2014, on Wednesday, the demand for tenge decreased, and tenge has followed the dynamics of the Russian currency, which has declined against the dollar by 0.4 % at the close of the trading session on KASE and came close to RUB57 per dollar.

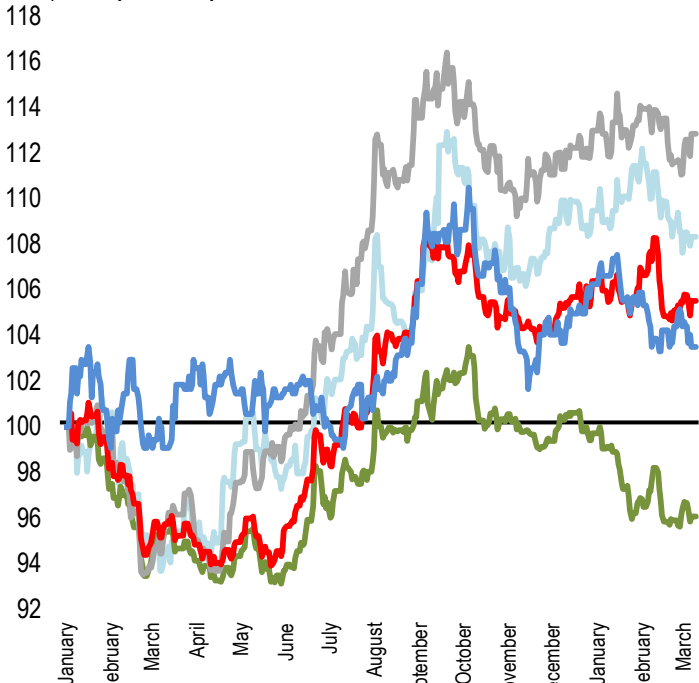
The exchange rate of ruble decreased by KZT0.0548 to KZT5.6317 at the total volume of trading of RUB 109.5 mln.

Trading in euro were held on Monday. As a result of these trades, the exchange rate of the European currency fixed at KZT396.0 at the trading volume of EUR 150 th.

The Chinese currency traded until Tuesday having stopped at KZT50.435 at the volume of transactions of CNY 1.4 mln.

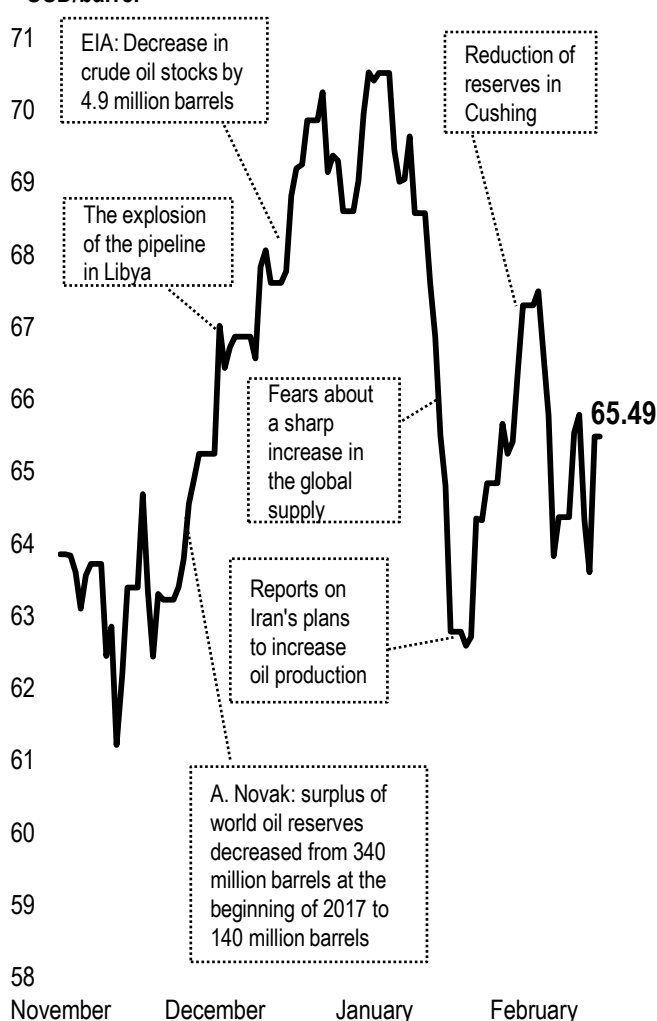
FX rates

Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	442,34	-0,5	-3,2	+7,9
— USDKZT	319,45	+0,2	-0,7	-4,2
— EURKZT	394,27	+0,3	-1,8	+11,9
— CNYKZT	50,37	-0,3	-1,6	+4,9
— RUBKZT	5,65	-1,1	-1,2	+4,1

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	2 726,80	1,3	2,9	15,1	0,5
Dow Jones	24 801,36	1,1	1,9	18,5	-0,9
 RTS	1 270,17	0,7	0,5	15,7	-1,5
MICEX	2 291,23	0,1	0,6	13,2	-1,5
 Hang Seng	30 196,92	-1,3	-6,4	27,5	-1,7
SS CSI 300	4 036,65	0,5	-5,6	16,9	-0,1
 Euro Stoxx 50	3 377,36	1,6	-2,9	-0,2	-1,8
FTSEuroFirst	4 091,00	1,4	-3,1	-1,8	-1,9
 FTSE 100	7 157,84	1,2	-2,4	-2,5	-1,1
 KASE	2 412,94	1,0	3,1	53,0	

Commodities market

07.03.2018

Name	Price	Trend %	
		7d	1m
Oil	64,34	0,0	-4,9
	61,15	-0,2	-4,7
Natural gas	2,78	3,0	1,1
Copper	311,40	0,4	-3,3
Iron	513,00	0,0	-13,5
Gold	1 325,57	0,2	-1,1
Silver	16,43	0,2	-1,5
Wheat	493,00	0,2	12,0

Economic calendar

		Currency	Forecast	Previous
13.03	Core CPI (MoM) (Feb)	USD	0.2%	0.3%
14.03	Industrial Production (YoY) (Feb)	CNY	6.3%	6.2%
14.03	ECB President Draghi Speaks	EUR		
14.03	Core Retail Sales (MoM) (Feb)	USD	0.3%	0.0%
14.03	Crude Oil Inventories	USD	2.718M	2.408M
16.03	CPI (YoY) (Feb)	EUR	1,2%	1,2%
16.03	Building Permits (Feb)	USD	1.330M	1.377M

Note: The calendar contains the economic events of the upcoming week, deemed by KASE as most significant

B – billions
M – millions
K – thousands

Kazakhstan statistics

	Value	As of	Beginning 2017
Annual inflation	6,5 %	01.03.18	8,5 %
Gross international reserves of NBK, USD bn	31 434	01.03.18	29 530
Reserve money, KZT bn	4 893,7	01.03.18	5 162,2
Money supply, KZT bn	18 939,9	01.02.18	19 912,6

Kazakhstan credit ratings

	Rating	Date	Previous
	BBB- stable	12.03.18	BBB- stable
	Baa3 stable	26.07.17	Baa3 negative
	BBB stable	20.10.17	BBB stable

CONTACT INFORMATION



Address: Republic of Kazakhstan, 050040, Almaty, Baizakov St., 280, Business Center "Almaty Towers"

Tel.: 8 (727) 237 53 00



Corporate website



Contact us



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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;
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