

KASE WEEKLY

17 – 21 September,
2018

KASE NEWS

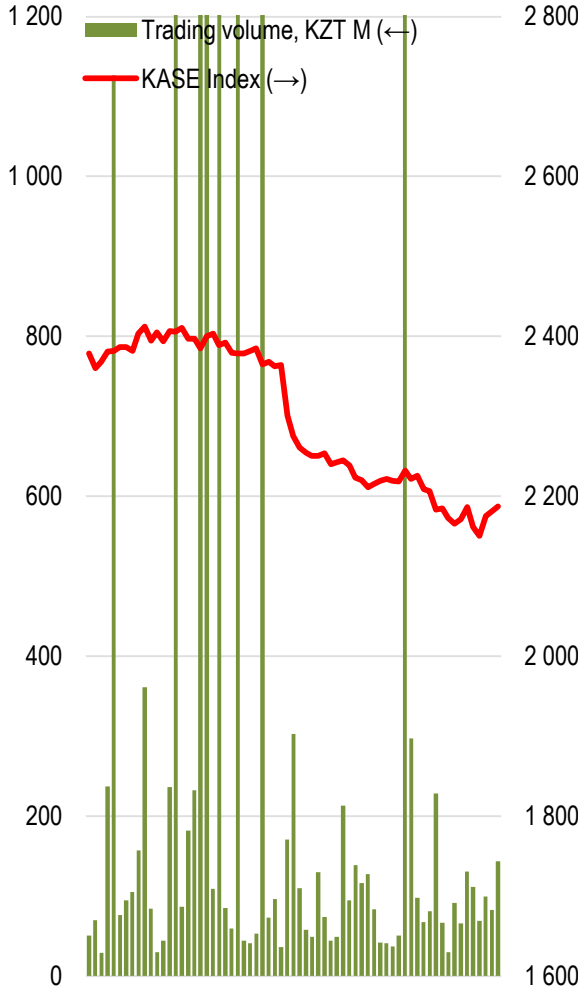
- ▲ KASE has [set](#) limits and rates of concentration on shares traded on the stock market at T+2 scheme and discount rates for repo market for the period from September 15 to October 15, 2018.
- ▲ As of September 17 listed Eurobonds of 20 titles will be [traded](#) on KASE with settlements T+2 in US dollars according to T+2 scheme.
- ▲ KASE and the Tashkent National Stock Exchange have [signed](#) a memorandum of cooperation.
- ▲ As of September 17, 2018 [revised](#) KASE internal document "Procedure of Inclusion of Financial Instruments in List of Stock Market Financial Instruments, Transactions in which are Cleared by the Exchange" put in effect.
- ▲ KASE [changed](#) structure of file with details of market valuation of equity and debt securities.
- ▲ KASE [held](#) seminar "Fundamentals of Corporate Governance".

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ International Finance Corporation [raised](#) KZT2.0 bn on KASE placing four-year global amortized notes of unsecured debt (IFC_K180922) at 8.3% APR.
- ▲ ForteBank [conducted](#) four bond placements over the week. Total volume of funds raised by the bank over the week reached KZT176 bn. The term to maturity of placed bonds is 6.3 years and the coupon rate is 4% APR.
- ▲ Bank CenterCredit [raised](#) KZT8.5 bn on KASE on September 18 placing seven-year bonds (CCBNb26) at 12.00 % APR. Current maturity is 3.5 years.
- ▲ Kaspi.kz [buys](#) back 2 mln ordinary shares (KSPI) at the price of KZT4,750.00 per share on KASE on September 21.
- ▲ The sole shareholder of Caspiy Neft [decided](#) to transfer 100% of ordinary shares (KSNF) to fiduciary management and approved the procedure for accrual and payment of dividends for 2017.
- ▲ Special trading sessions to sell 536.0 mln ordinary shares (GDMM) of GLOTUR DS MULTIMEDIA will be [held](#) on KASE from September 21 to September 28.
- ▲ AsiaCredit Bank [reported](#) setting up of Distressed Assets Management Company "AKB" LLP.

The KASE Index rose slightly by 0.06% and reached 2,187.50 points over the trading week. Four of seven share titles included in the index closed in the red.

KASE Index shares



21.09.2018

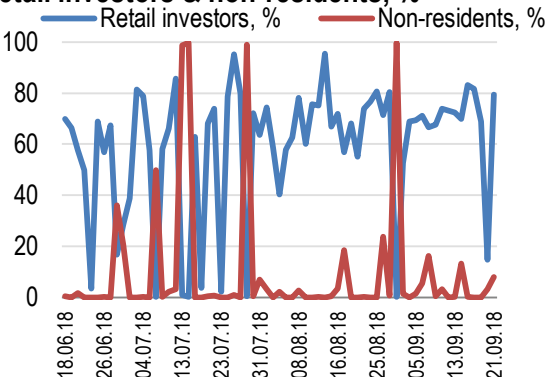
		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 187,5	0,1	-1,1
First class of liquidity	Price, KZT		
KAZ Minerals	2 625,0	8,1	13,1
BAST	42 012,0	6,7	-11,4
Sberbank (Russia)	1 020,0	4,5	-1,0
Halyk Bank	96,4	1,9	-0,7
Gazprom (Russia)	822,0	0,5	7,3
KazMunayGas EP (pref.)	12 691,0	0,0	0,3
Kazakhtelecom (pref.)	12 850,0	0,0	-2,3
Bank VTB (Russia)	0,2	0,0	-8,3
KEGOC	1 484,1	-0,0	0,7
Kcell	1 642,0	-0,1	0,2
Bank of America	11 082,2	-0,7	1,3
KazTransOil	1 318,0	-0,7	-3,2
Aeroflot (Russia)	569,2	-1,4	-1,0
Kazakhtelecom	30 000,0	-2,9	-6,5
CenterCredit Bank	246,1	-5,0	-8,2

Note: Index stocks are highlighted in green

Shares of KAZ Minerals showed the most growth having increased 8.15% to KZT2,625.00. Equity instruments of the mining company rose amid growing optimism related to the demand for metals from China and also due to updated recommendations of analysts. We remind that at the end of the last week, HSBC analysts recommendation on KAZ Minerals was updated from "hold" to "buy" rating. The target price is set at GBP 5.6.

The greatest faller was shares of Bank CenterCredit. Equity instruments of the bank reached KZT246.1 per share, which means almost 5-per-cent reduction to the closing price of the last week.

Retail investors & non-residents, %

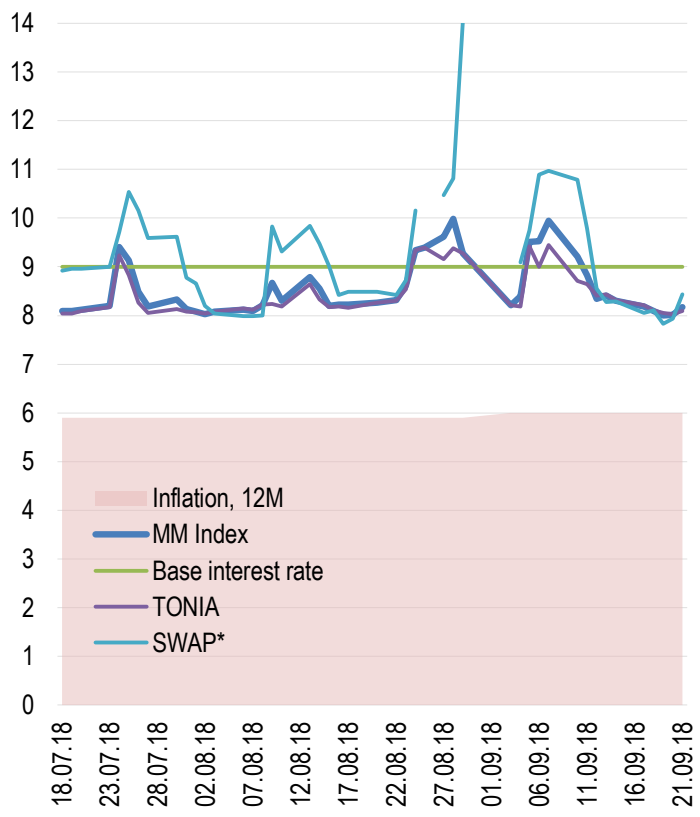




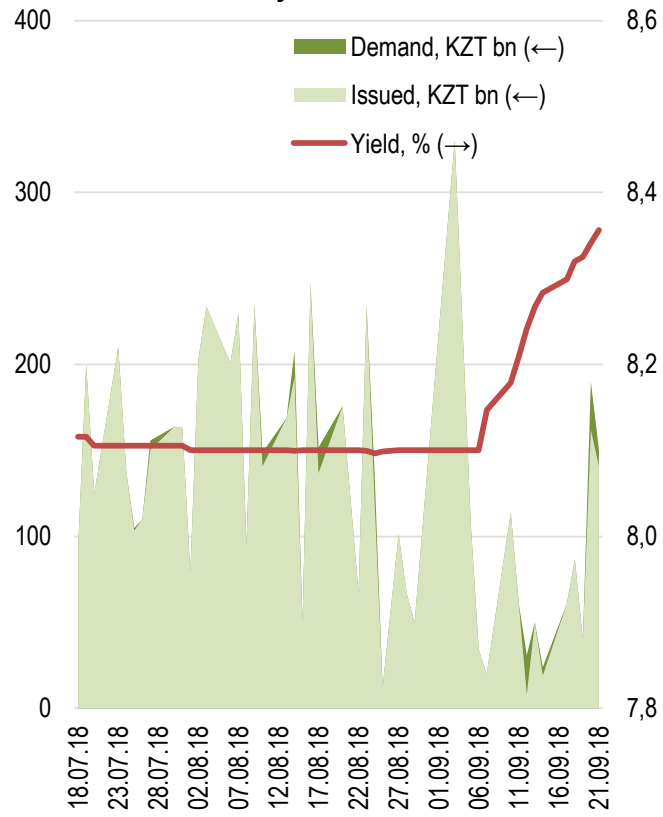
The yield on one-day currency swaps increased by 55 b.p. to 8.82% APR over the week. The yield on one-day repo transactions with government securities fell 22 b.p. and remained at 8.09% APR.

The National Bank has placed six issues of notes with the total trading volume of KZT586.7 bn over-the-counter. The yield on five issues of 7-day notes with the total offering volume of KZT490.0 bn was within the range from 8.30% to 8.36% APR. The yield on the 28-day notes reached 8.33% APR at the offering volume of KZT96.7 bn. The total demand for the notes exceeded the supply by 6% and reached KZT624.6 bn.

Inflation and interest rates

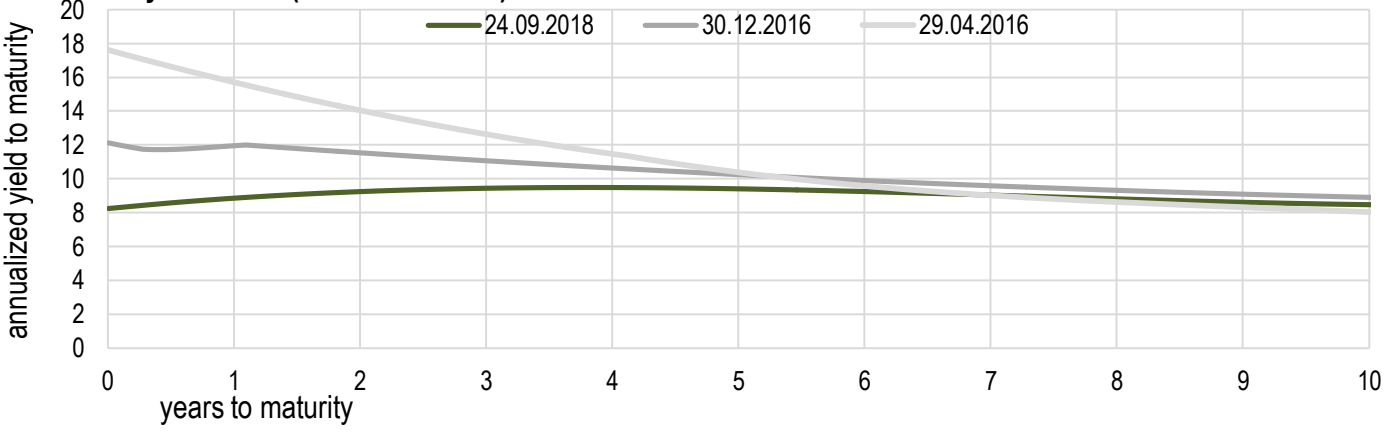


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





The US dollar exchange rate has reduced gradually throughout the week. As a result, weighted average US dollar rate with settlements T+1 decreased by KZT21.11 to KZT352.54 and the total trading volume amounted to USD632.7 mln. This decline of the exchange rate is the maximum weekly strengthening of the tenge in absolute terms since the introduction of the freely floating exchange rate. Thus, the exchange rate of USD/KZT currency pair returned to the level of the early August of this year. Positive fundamental factors are expensive oil, which is traded close to US \$80 per barrel and strengthening of the ruble against the dollar.

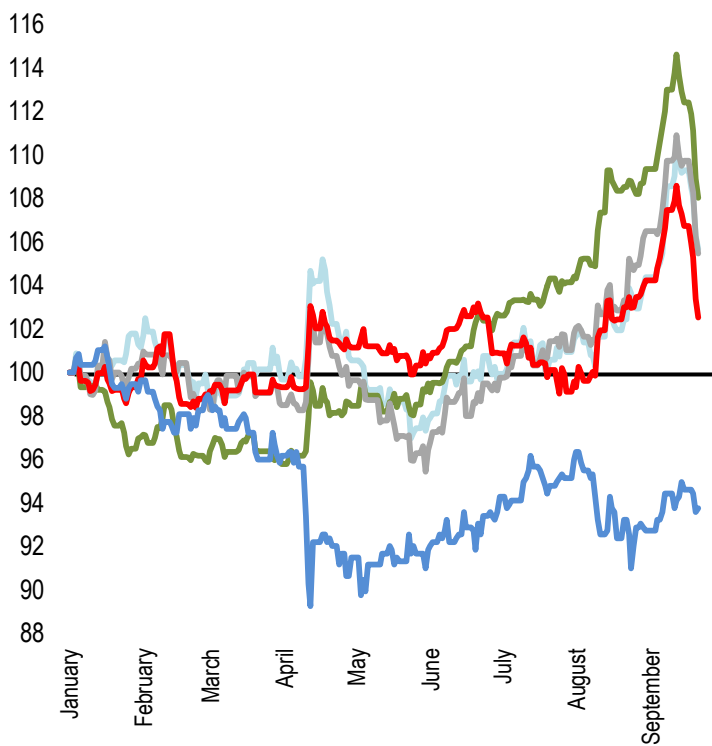
Russian currency fell by KZT0.1602 to KZT5.3099 over the week. Total trading volume for the week reached RUB228.5 mln.

For the euro the week closed with the weakening by KZT18.20 to KZT417.80 per currency unit.

The exchange rate of yuan with settlements T+0 was down KZT3.1615 having fixed at KZT51.3973 at the trading volume of CNY5.65 mln over the week.

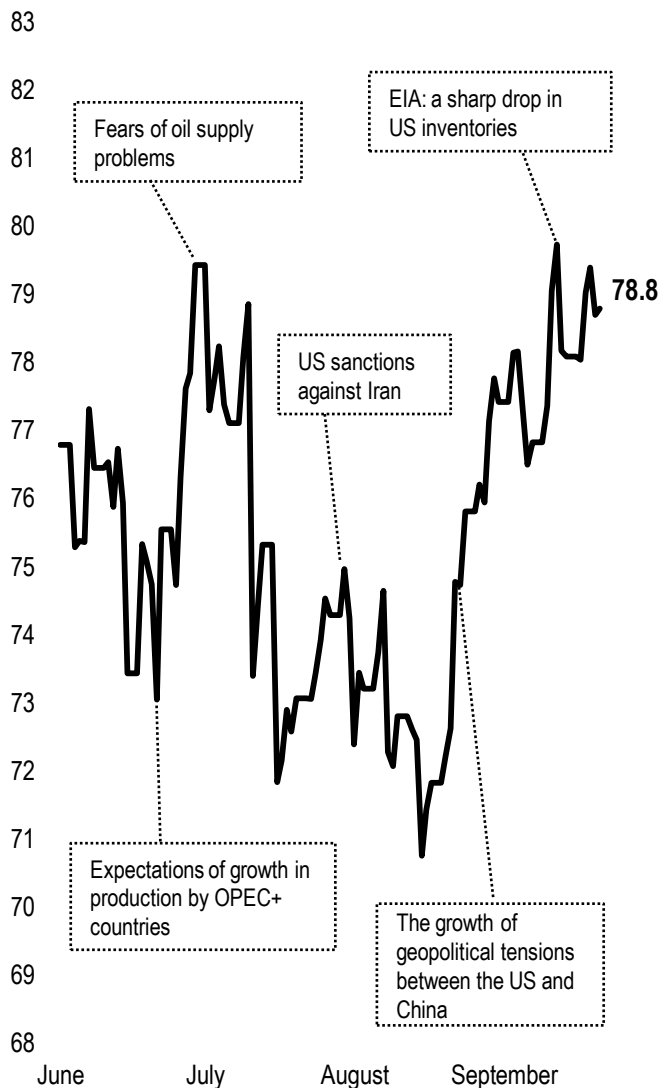
FX rates

Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	474,10	-3,2	+3,2	+5,7
— USDKZT	359,00	-4,3	-0,5	+8,0
— EURKZT	420,10	-3,7	+2,1	+5,5
— CNYKZT	52,38	-4,5	-0,5	+2,5
— RUBKZT	5,41	-1,3	+0,6	-6,2

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	2 929,67	0,8	2,4	17,2	0,8
Dow Jones	26 743,50	2,3	3,9	19,6	2,2
 RTS	1 149,53	5,0	7,9	2,6	3,1
MICEX	2 285,53	0,0	0,0	10,9	3,1
 Hang Seng	27 953,58	2,4	0,1	-0,6	2,5
SS CSI 300	3 410,49	5,2	3,1	-11,1	5,3
 Euro Stoxx 50	3 430,81	2,6	0,3	-3,1	2,0
FTSEuroFirst	4 192,50	2,4	-0,2	-0,6	2,4
 FTSE 100	7 490,23	2,5	-1,1	3,1	1,8
 KASE	2 187,50	0,1	-1,1	8,0	

Commodities market

21.09.2018

Name	Price	Trend %	
		7d	1m
Oil	78,80	0,9	5,4
	70,78	2,6	4,3
Natural gas	2,98	7,6	0,7
Copper	283,65	8,0	6,1
Iron	519,50	6,3	4,7
Gold	1 200,04	0,4	0,4
Silver	14,27	1,6	-3,3
Wheat	521,75	8,7	-0,8

Economic calendar

		Currency	Forecast	Previous
24.09	ECB President Draghi Speaks	EUR		
25.09	New Home Sales (Aug)	USD	630K	627K
25.09	Crude Oil Inventories	USD	-3.677M	-2.057M
26.09	Fed Interest Rate Decision	USD	2.25%	2.00%
27.09	GDP (QoQ) (Q2)	USD	4.2%	4.2%
27.09	Fed Chair Powell Speaks	USD		
28.09	Caixin Manufacturing PMI (Sep)	CNY	50.5	50.6

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 2017
Annual inflation	6,0 %	01.09.18	7,1 %
Gross international reserves of NBK, USD bn	30 779	01.09.18	30 745
Reserve money, KZT bn	6 118,7	01.09.18	5 538,7
Money supply, KZT bn	20 251,1	01.08.18	19 456,0

Kazakhstan credit ratings

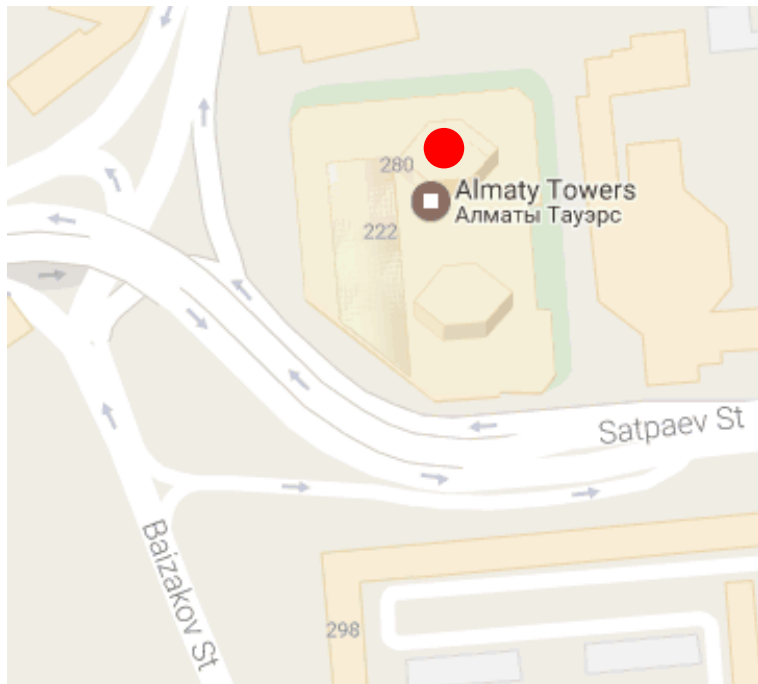
	Rating	Date	Previous
S&P Global	BBB- stable	10.09.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 negative
FitchRatings	BBB stable	17.04.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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