

# KASE WEEKLY

24 – 28 September,  
2018

## KASE NEWS

- ▲ Parameters of subgroups of non-indexed GS for Q3 2018 have been [defined](#) for the purposes of their market valuation.
- ▲ Online project "KASE: History in Persons": interviews with Bolat Zhamishev and Damir Karasaev have been [published](#).
- ▲ Risk parameters of financial instruments of exchange markets are [introduced](#) as of 1 October.
- ▲ Revised Methodology for Determining the Size of Clearing Funds and amendments to Methodology for Calculation of Risk Parameters of Financial Instruments come into [effect](#) on October 1, 2018.
- ▲ KASE [composed](#) lists shares of first, second and third classes of liquidity for October-November 2018.
- ▲ KASE will [provide](#) brokerage firms that are members of the Exchange under category "foreign exchange" concessions on payment of entrance and monthly membership fees
- ▲ Information module web-clearing for clearing members [released](#) on KASE website.

## ISSUER NEWS AND ANNOUNCEMENTS

- ▲ KazMunayGas Exploration Production [buys](#) back 81,300 own preferred shares (RDGZp) at KZT12,800 per share.
- ▲ Nonperforming Loans Fund [raised](#) KZT450.0 bn on KASE on September 24 placing ten-year bonds (FPKRb1) at 9.00 % APR.
- ▲ National Company Kazakhstan Temir Zholy [raised](#) KZT75.0 bn on KASE through subscription placing bonds (TMJLb5).
- ▲ Sovereign Wealth Fund Samruk-Kazyna [raised](#) KZT34.4 bn through subscription on KASE placing bonds (SKKZb12).
- ▲ Sovereign Wealth Fund Samruk-Kazyna [raised](#) KZT40.4 bn through subscription on KASE placing bonds (SKKZb10).
- ▲ Corporation Tsesna [sold](#) 3,300,000 ordinary shares taking into account exercise of preemptive purchase right by shareholders.
- ▲ Alatau Zharyk Company on September 26 [bought](#) back 4.5 mln bonds (AZHKb3) on KASE ahead of schedule.

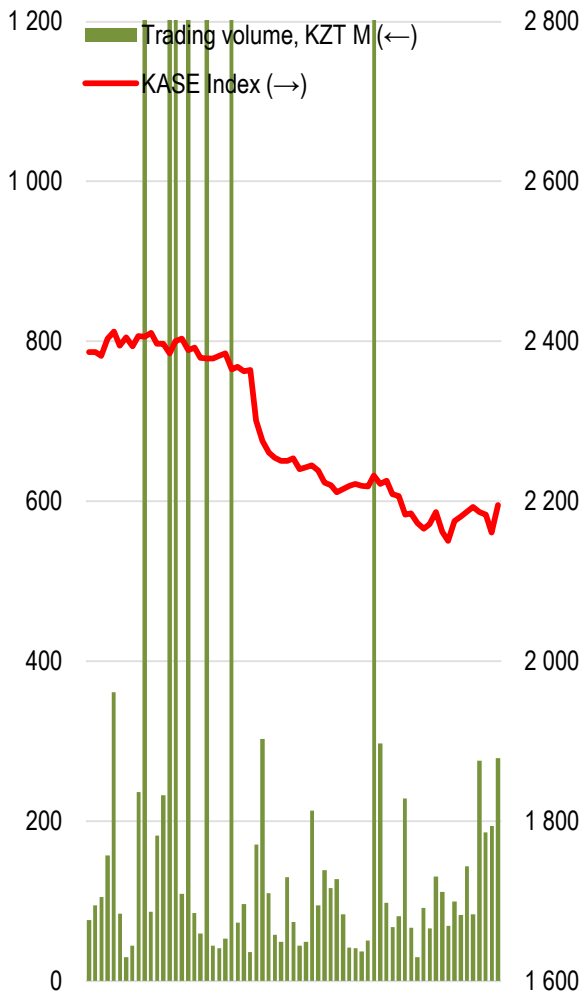


KASE Index rose by 0.36% to 2,195.33 points over the week. Index components closed mixed, i.e. with oppositely directed.

28.09.2018

		Trends (%)	
		0,4	-1,6
<b>KASE Index</b>	2 195,3		
<b>First class of liquidity</b>	<b>Price, KZT</b>	<b>Δ 7d</b>	<b>Δ 1m</b>
Sberbank (Russia)	1 107,4	8,6	13,0
<b>Kcell</b>	1 689,2	2,9	3,3
<b>CenterCredit Bank</b>	253,0	2,8	-7,0
Aeroflot (Russia)	581,7	2,2	1,2
<b>Kazakhtelecom</b>	30 400,0	1,3	-5,0
Gazprom (Russia)	830,0	1,0	8,2
BAST	42 377,4	0,9	-3,5
KazMunayGas EP (pref.)	12 800,0	0,9	1,2
<b>KEGOC</b>	1 494,9	0,7	0,2
Bank of America	11 100,0	0,2	0,6
Kazakhtelecom (pref.)	12 850,0	0,0	-2,3
Bank VTB (Russia)	0,2	0,0	0,0
<b>KAZ Minerals</b>	2 616,0	-0,3	7,2
<b>KazTransOil</b>	1 300,0	-1,4	-4,1
<b>Halyk Bank</b>	93,6	-2,9	-5,1

**KASE Index shares**



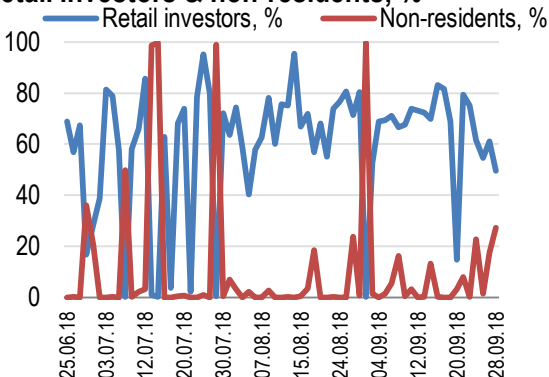
Note: Index stocks are highlighted in green

Kcell shares, which rose by 2.88% to KZT1,689.20, showed the largest increase over the week. Kazakhtelecom stocks increased by 1.33% to KZT30,400. Shares of the telecommunications sector rose despite reports that Kazakhtelecom and Telia failed an agreement on the price of Kcell. It has been revealed that Kazakhtelecom has stopped negotiations with the Swedish company on the acquisition of its majority stake in Kcell, a cellular operator. CNews was informed about it by a source in the telecommunications market. However, Kazakhtelecom itself had not reported on the status of the possible deal.

Nevertheless, shares of the national telecommunications company have showed rather mixed reaction to this news. On Thursday, the company's share prices have declined and on Friday they have recovered. The growth was accompanied by an increase in trading volume.

The most fall was seen on Halyk Bank shares, whose equity instruments decreased by 2.91%.

**Retail investors & non-residents, %**

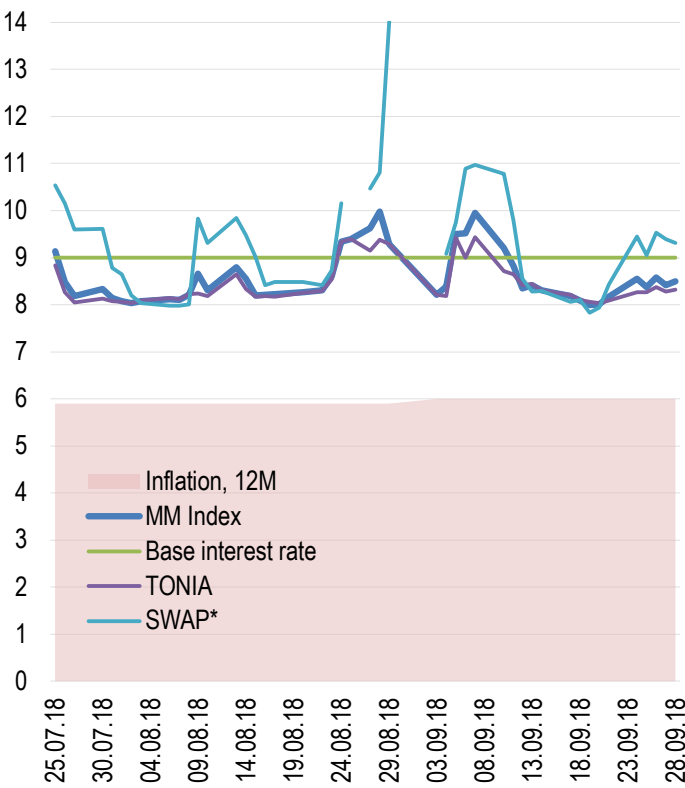




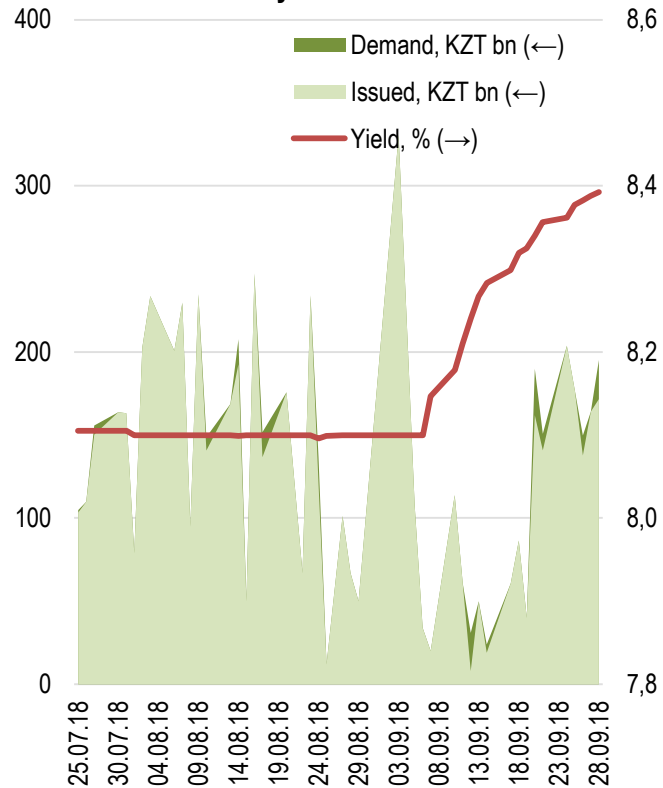
The yield on one-day currency swaps increased by 56 b.p. to 9.38% APR. The yield on one-day repo transactions with government securities increased 22 b.p. to 8.31% APR.

The National Bank has placed seven issues of notes with the total trading volume of KZT975.9 bn over-the-counter. Total offering volume of five issues of 7-day notes amounted to KZT853.9 bn. The rates for seven-day instruments were of upward nature, on Monday's the yield was 8.36% and on Friday it reached 8.39%. Meanwhile, the yield on 28-day notes reached 8.40% APR at the offering volume of KZT77.5 bn. The offering volume of six-month instruments amounted to KZT44.6 bn at the rate of 8.44% APR. The total weekly demand exceeded the supply only by 4%.

**Inflation and interest rates**

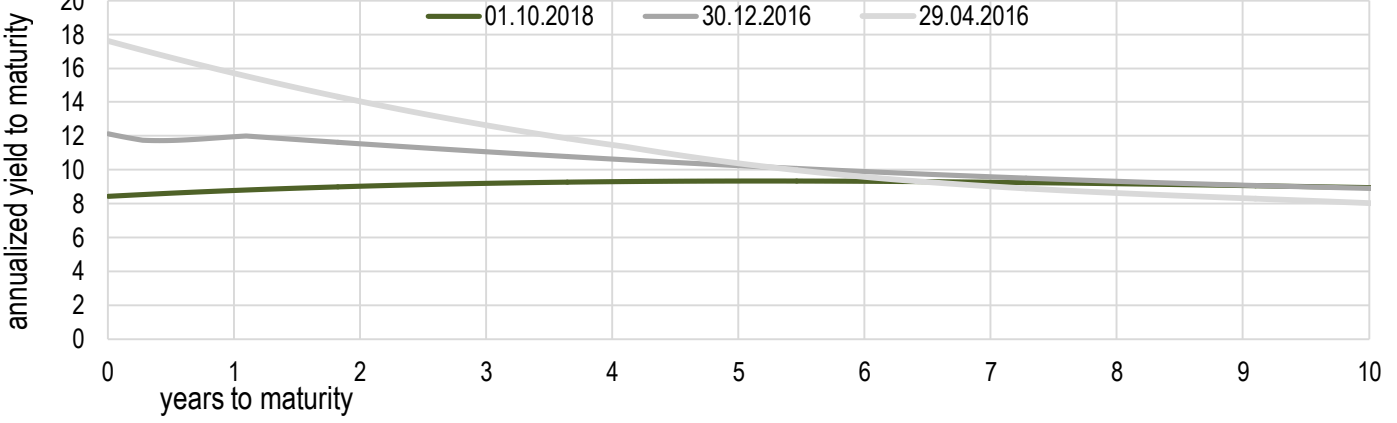


**Issuance of weekly NBK notes**



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

**Risk-free yield curve (non-indexed GS)**





Weighted average dollar rate grew by KZT10.53 to KZT363.07. The total trading volume grew by 32% and reached US \$906.4 mln compared to the last week.

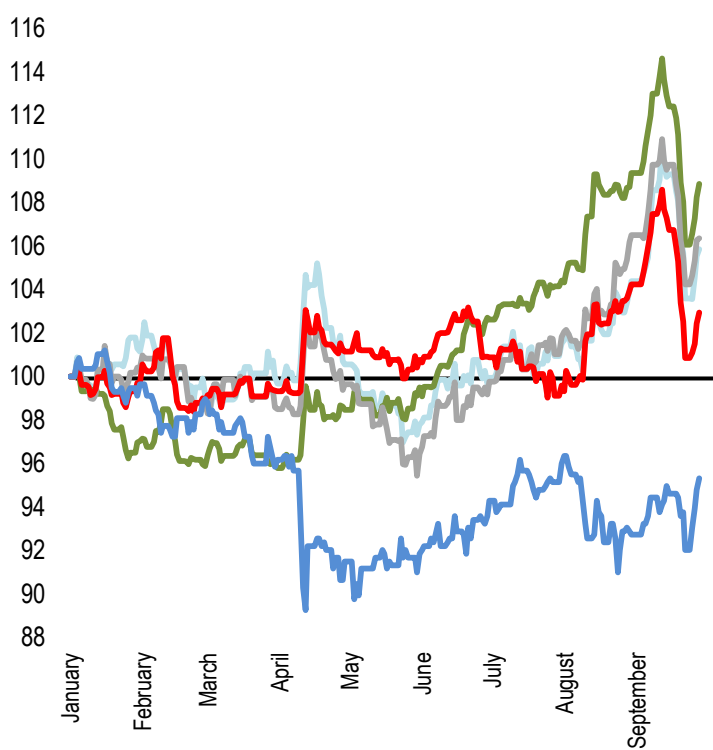
The exchange rate of the USD/KZT currency pair grew every day. External factors were favourable for the national currency. Oil continues to trade near four-year highs and the ruble is steadily below RUB 66 per dollar. The rise of US dollar rate against tenge is related to the excess of demand to the supply.

The Russian currency grew KZT0.2341 to KZT5.5440 over the week. Total trading volume for the week reached RUB188 mln.

The euro closed the week by a rise by KZT5.20 to KZT423.00 per unit of currency. Trading volume reached EUR700 th.

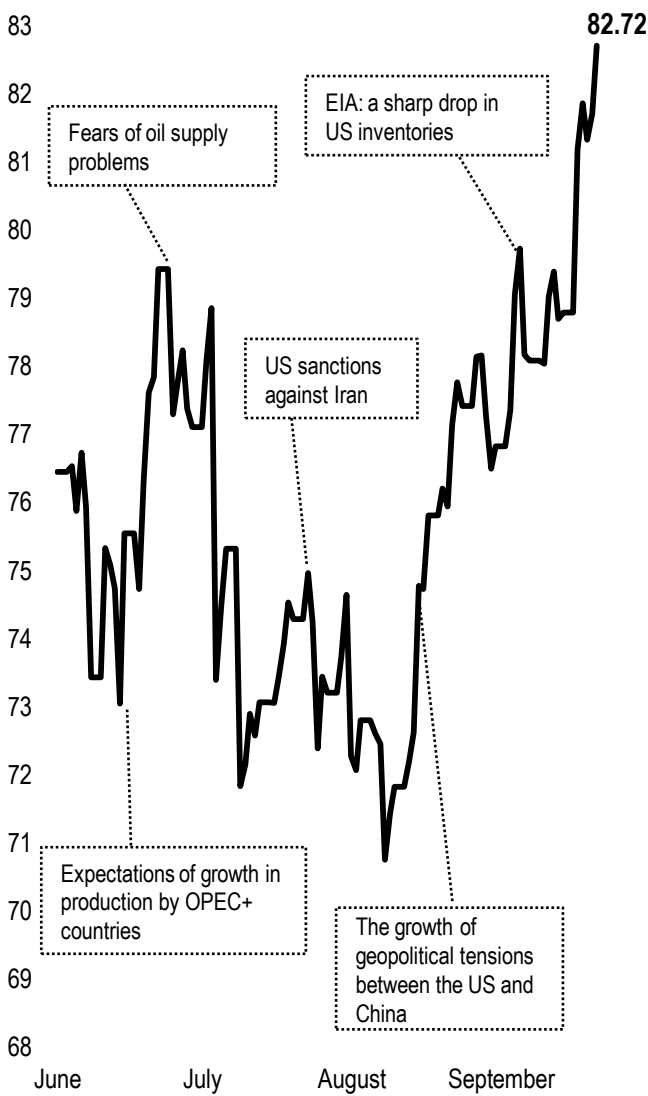
The exchange rate of yuan grew KZT1.2550 having fixed at KZT52.6523. The volume of transactions with yuan amounted to CNY2.05 mln.

**FX rates**  
Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	474,89	+0,2	+1,8	+5,9
— USDKZT	361,82	+0,8	+0,1	+8,9
— EURKZT	423,51	+0,8	+0,2	+6,3
— CNYKZT	52,59	+0,4	-1,0	+2,9
— RUBKZT	5,5	+1,7	+2,6	-4,7

**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	2 913,98	-0,5	0,0	16,1	-0,5
Dow Jones	26 458,31	-1,1	1,3	18,2	-1,0
 RTS	1 192,04	3,7	9,9	5,9	4,6
MICEX	2 285,53	0,0	0,0	10,3	4,6
 Hang Seng	27 788,52	-0,6	-2,2	1,3	-0,2
SS CSI 300	3 438,86	0,8	1,5	-10,0	0,8
 Euro Stoxx 50	3 399,20	-0,9	-1,6	-4,6	-0,8
FTSEuroFirst	4 171,50	-0,5	-1,0	-1,8	-0,1
 FTSE 100	7 510,20	0,3	-0,7	2,6	0,6
 KASE	2 195,33	0,4	-1,6	8,6	

## Commodities market

28.09.2018

Name	Price	Trend %	
		7d	1m
Oil	82,72	5,0	7,2
	73,25	3,5	5,4
Natural gas	3,01	1,0	3,9
Copper	280,50	-1,1	3,5
Iron	505,50	-2,7	2,4
Gold	1 190,88	-0,8	-1,3
Silver	14,71	3,1	0,1
Wheat	509,00	-2,4	-1,3

## Economic calendar

		Currency	Forecast	Previous
01.10	ISM Manufacturing PMI (Sep)	USD	60.3	61.3
02.10	Fed Chair Powell Speaks	USD		
03.10	ISM Non-Manufacturing PMI (Sep)	USD	58.1	58.5
03.10	Crude Oil Inventories	USD	-1.279M	1.852M
05.10	Unemployment Rate (Sep)	USD	3.8%	3.9%
05.10	CPI (YoY)	RUB	3.3%	3.1%
05.10	U.S. Baker Hughes Oil Rig Count	USD		863

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	19 780,0	01.09.18	19 456,0

## Kazakhstan credit ratings

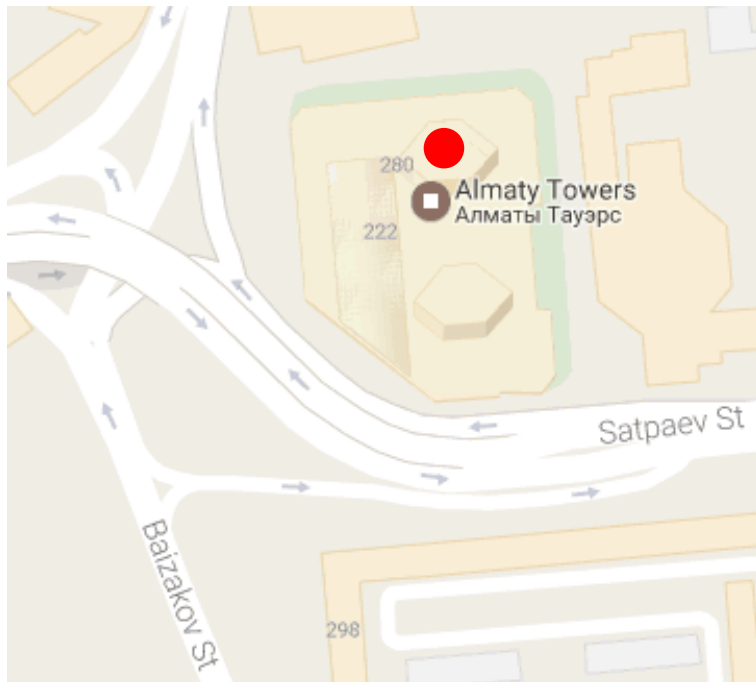
	Rating	Date	Previous
<b>S&amp;P Global</b>	BBB- stable	10.09.18	BBB- stable
<b>MOODY'S</b>	Baa3 stable	26.07.17	Baa3 negative
<b>FitchRatings</b>	BBB stable	17.04.18	BBB stable

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**Corporate website**



**Contact us**



**Corporate Events Calendar of KASE listed Companies**

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