

KASE WEEKLY

27 – 29 August,
2018

KASE NEWS

- ▲ KASE [included](#) Pavlodarenergo bonds (PDENb2) in the universe of KASE_BM* indices.
- ▲ KASE [extends](#) the duration of the basis period for the market valuation of non-indexed GS with maturities of up to 4,100 days.
- ▲ Bloomberg and KASE will host a round-table [meeting](#) "Bloomberg day on KASE" on September 12, 2018 in Almaty.

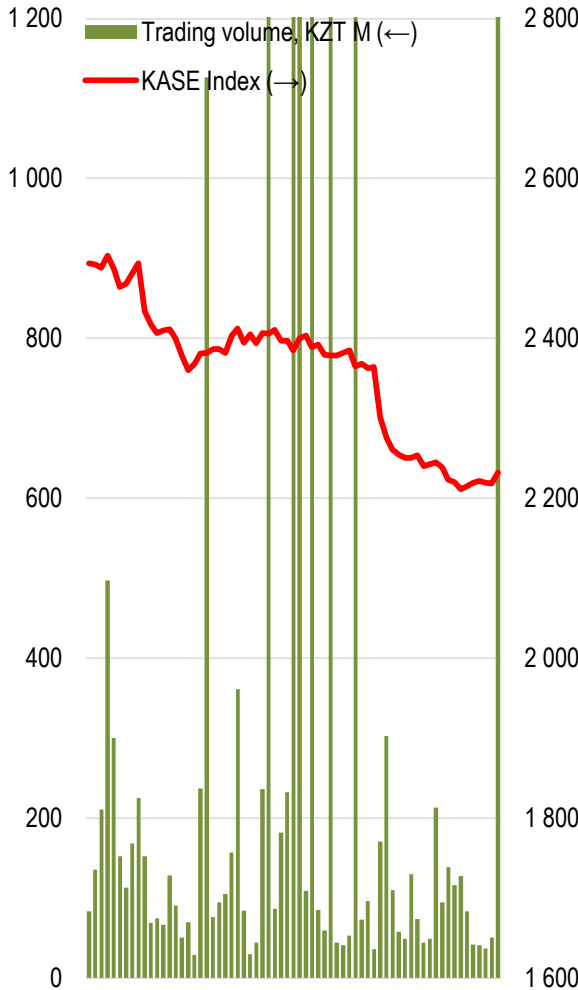
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance [raised](#) KZT9.9 bn, having sold 20-year bonds at 8.47% APR. The auction saw 3 orders executed. Maturity – 15.7 years.
- ▲ Almaty's local executive body [placed](#) 2-year bonds worth KZT1.7 bn as part of a government program for housing construction.
- ▲ From September 3 to 14 there will be special [trading](#) sessions for buyback of 1,905,209 preferred shares (RDGZp) of KazMunaiGas Exploration Production.
- ▲ BCC Invest – subsidiary of Bank CenterCredit [announced](#) proposed offering of 2.2 bn pieces of own ordinary shares.
- ▲ Ordinary shares (ASLF) of the Life insurance company "Asia Life" were [included](#) in the sector "shares" of KASE official list's alternative market as of August 27.
- ▲ Ordinary shares (LZGR) of Leasing Group were [included](#) in the sector "shares" of KASE official list's alternative market as of August 27.
- ▲ Caspi neft [announced](#) intention to pay out dividends on its ordinary shares (KSNF) for H2 2017.
- ▲ Subsidiary company "Aktobe-Temir-VS" [announced](#) the decision of Gemini Mining B.V. (Kingdom of the Netherlands) on selling 56,236 ordinary shares (ATVS).
- ▲ Bank CenterCredit says Standard & Poor's [affirmed](#) the bank's ratings; outlook "Stable".
- ▲ KazTransOil [announced](#) January-June 2018 financial results.



KASE sees the summer off with a fall. The index universe shares close in the red for a third consecutive month in a row; hence repeating the low seen 3 years back. KASE Index rose 0.46% over the last summer week, stopping at 2,231.84 points.

KASE Index shares



29.08.2018

		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 231,8	0,5	-5,8
First class of liquidity	Price, KZT		
KAZ Minerals	2 440,0	4,4	-35,6
Sberbank (Russia)	980,0	2,9	-15,5
Gazprom (Russia)	767,0	2,0	-1,6
KEGOC	1 491,6	1,4	4,1
Aeroflot (Russia)	575,0	1,2	-14,4
Bank of America	11 039,0	0,4	5,8
Kazakhtelecom (pref.)	13 150,0	0,0	-4,0
Bank VTB (Russia)	0,2	0,0	-18,5
CenterCredit Bank	272,0	-0,0	-1,5
Kcell	1 635,0	-0,2	1,9
Kazakhtelecom	32 000,0	-0,3	-4,2
KazTransOil	1 355,0	-0,4	-1,4
KazMunayGas EP (pref.)	12 650,1	-0,4	26,2
Halyk Bank	98,6	-0,4	-2,1
BAST	43 900,0	-5,1	-14,9

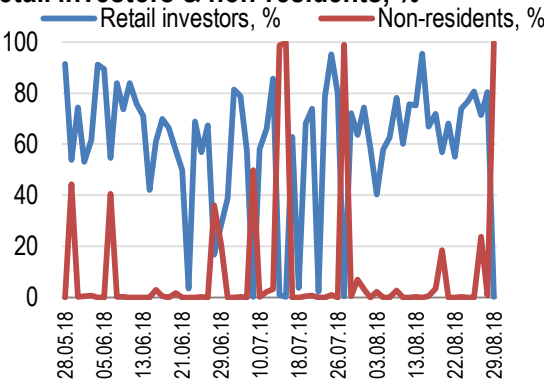
Note: Index stocks are highlighted in green

KAZ Minerals showed the most growth: by 4.36% to KZT2,440.00. Recovery of equities takes place along with the supporting of copper prices, after a collapse of prices of the enterprise's shares as a result of the Company's intention to acquire the Bayim field.

KEGOC shares rose too, during the week: by 1.4%. The remaining stocks from the index universe fluctuated not higher than 0.5%.

On August 29 KMG EP bought back 295 th. pieces of own preferred stock at KZT12,800 per share to the total amount of KZT3,772.2 mln. 384 orders were executed.

Retail investors & non-residents, %

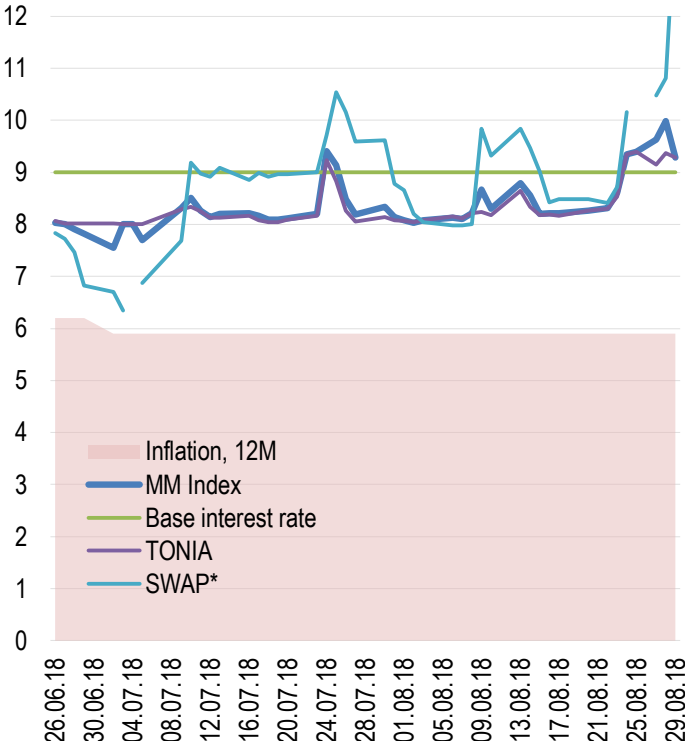




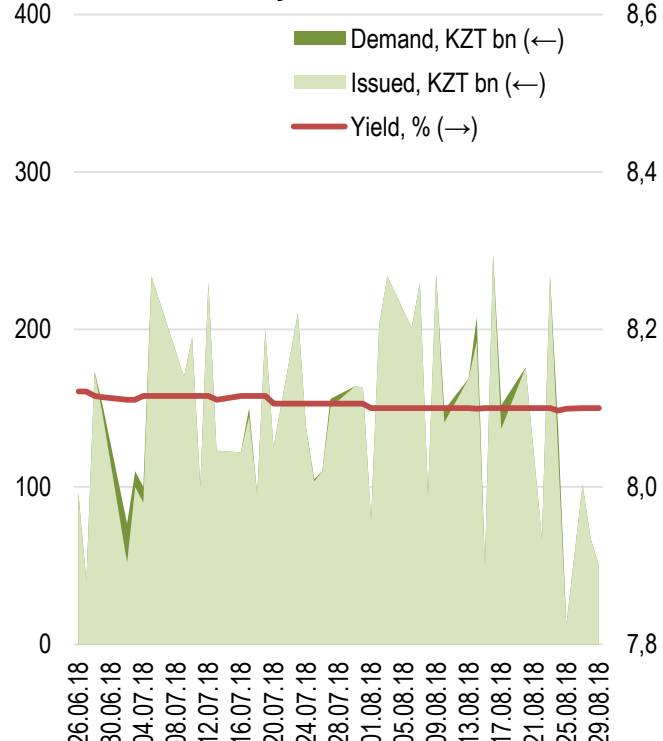
The yield on one-day currency swaps increased by 2.1% to 10.81% over the week. Meanwhile, the yield on two-day instruments rose to a maximum of more than two years, reaching 14.05% APR, the maximum yield in a moment made up 22%. The yield of one-day repo transactions in government securities went down by 6 b.p. to 9.28 % APR.

The National Bank sold over-the-counter four notes issues worth a total of KZT279.8 bn. The total offering volume of one-week notes made up KZT218.0 bn, the yield remained at 8.10 %. On 28-day notes the yield reached 8.21%, KZT61.7 bn were raised. The National Bank covered the entire demand for notes.

Inflation and interest rates

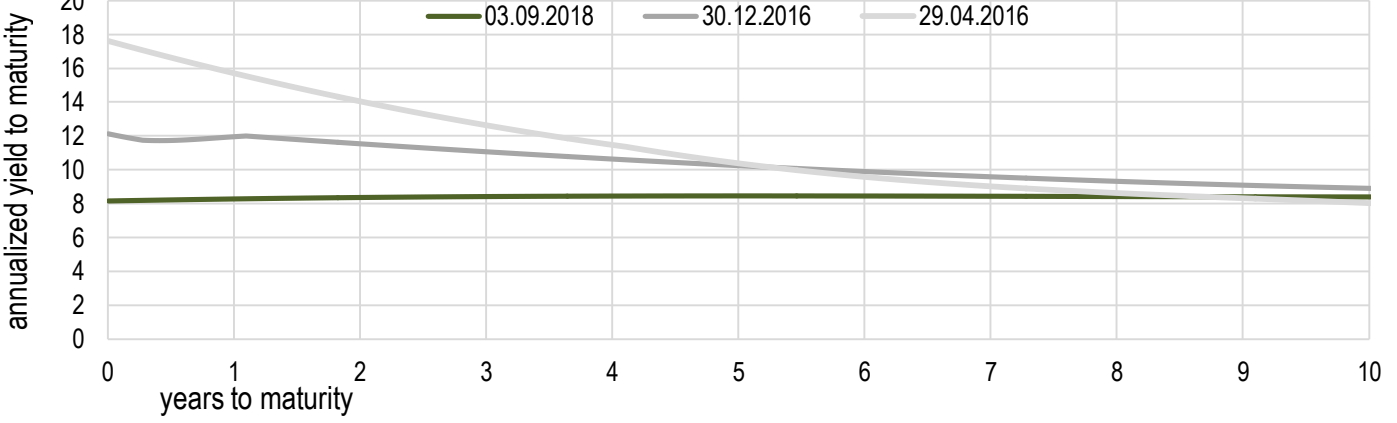


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





The dollar's weighted average rate rose by KZT3,79 to KZT363.43, and the total trading volume made up USD350.45 mln, 51 % less than last week.

The USD/KZT exchange rate neared its local maximums one the eve of long holidays. Pressure on the tenge came from the ruble which lost more than 1% against the dollar. Supportive factor ceased to exist after the tax period ended on August 25.

The Russian currency appreciated by KZT0.0425 to KZT5.3590 over the week. A total of RUB95.5 mln was traded.

The euro completed the week with a KZT7.75 rise to KZT424.55.

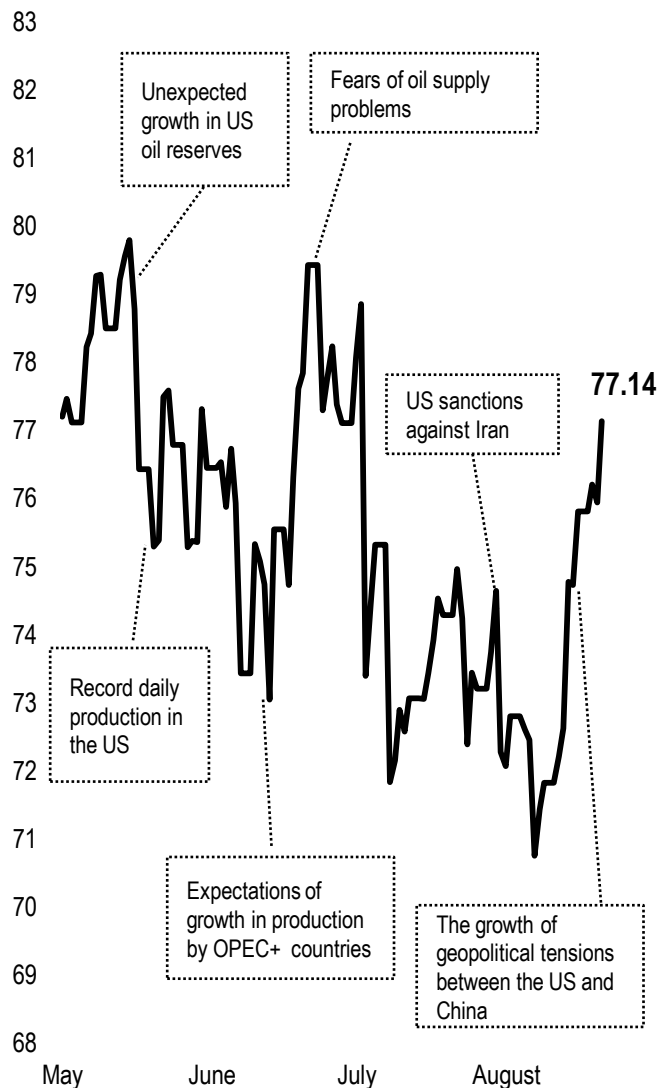
The yuan's rate with settlements T+0 rose by KZT1.0 over the week, stopping at KZT53.4200. CNY1.4 mln were traded.

FX rates
Δ %, base (01.01.17)









	Price	Δ 7d, %	Δ 30d, %	Δ 2017, %
— GBPKZT	466,31	+1,5	+3,0	+3,9
— USDKZT	361,31	+0,2	+4,4	+8,7
— EURKZT	422,84	+2,7	+5,1	+6,2
— CNYKZT	53,11	+0,9	+4,9	+4,0
— RUBKZT	5,36	-0,4	-2,4	-7,1

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	2 914,04	1,4	4,0	19,1	1,9
Dow Jones	26 124,57	1,3	3,2	19,5	1,7
 RTS	1 085,01	1,9	-6,7	1,6	1,6
MICEX	2 285,53	0,0	0,0	14,9	1,6
 Hang Seng	28 416,44	2,7	-1,1	2,3	1,6
SS CSI 300	3 386,57	1,8	-3,7	-11,7	2,5
 Euro Stoxx 50	3 456,13	0,8	-1,6	2,0	1,0
FTSEuroFirst	4 214,00	0,5	-1,9	3,7	0,4
 FTSE 100	7 563,21	-0,2	-1,8	3,1	-0,2
 KASE	2 231,84	0,5	-5,8	13,8	

Commodities market

29.08.2018

Name	Price	Trend %	
		7d	1m
Oil	77,14	1,7	2,9
	69,51	1,1	-0,9
Natural gas	2,90	-0,8	3,5
Copper	271,00	0,4	-2,9
Iron	493,50	0,0	1,3
Gold	1 206,60	0,1	-1,2
Silver	14,70	-0,7	-5,4
Wheat	515,75	0,2	-5,6

Economic calendar

		Currency	Forecast	Previous
03.09	Caixin Manufacturing PMI (Aug)	CNY	50.7	50.8
04.09	ISM Manufacturing PMI (Aug)	USD	57.6	58.1
06.09	ISM Non-Manufacturing PMI (Aug)	USD	57.0	55.7
06.09	Crude Oil Inventories	USD	-4.212M	-2.566M
07.09	Unemployment Rate (Aug)	USD	3.9%	3.9%
07.09	Trade Balance (USD) (Aug)	CNY	39.33B	28.05B
07.09	GDP (YoY) (Q2)	EUR	2.2%	2.2%

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	5,9 %	01.08.18	7,1 %
Gross international reserves of NBK, USD bn	30 886	01.08.18	30 745
Reserve money, KZT bn	6 367,7	01.08.18	5 538,7
Money supply, KZT bn	20 251,1	01.08.18	19 456,0

Kazakhstan credit ratings

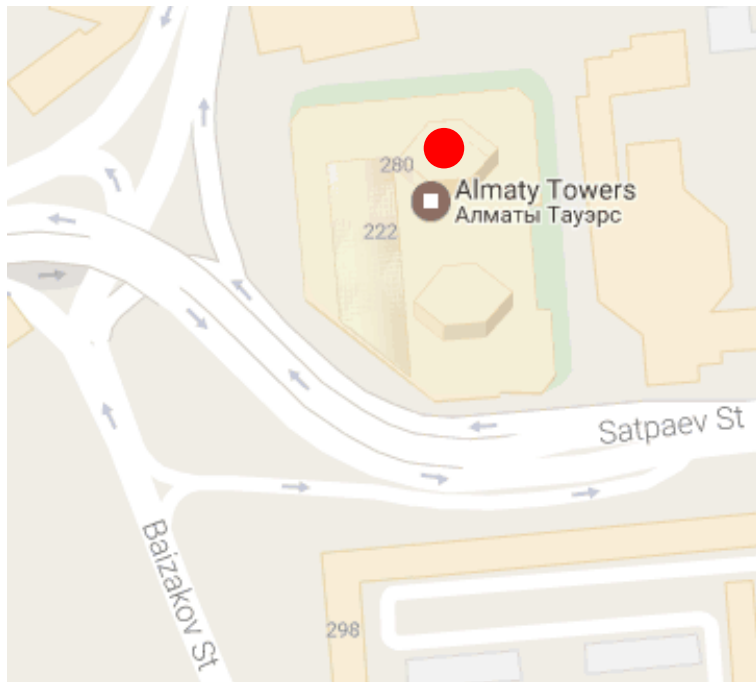
	Rating	Date	Previous
S&P Global	BBB- stable	12.03.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 negative
FitchRatings	BBB stable	17.04.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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