

KASE WEEKLY

03 – 07 June,
2019

KASE NEWS

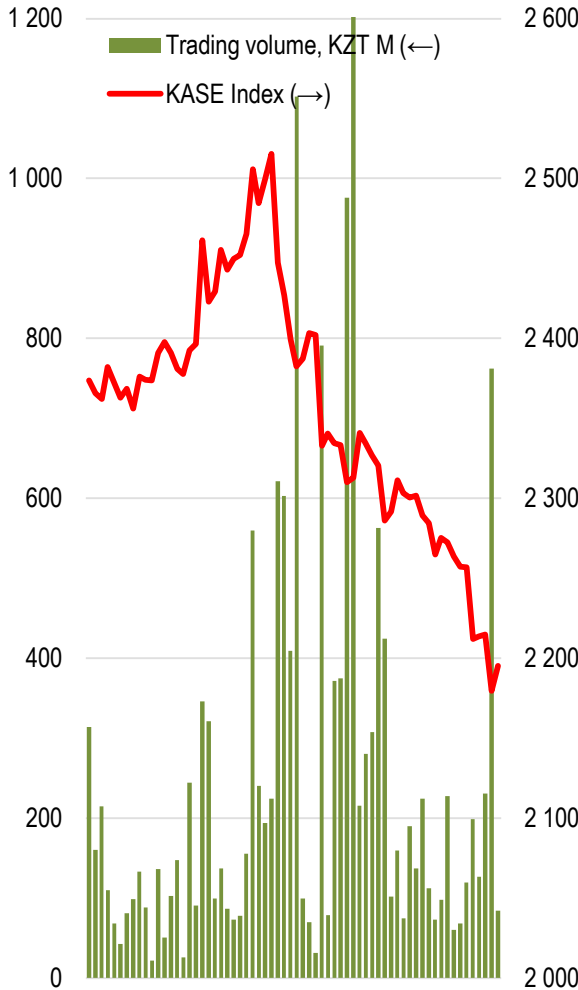
- ▲ KASE to [hold](#) media briefing on the exchange market's performance in May 2019 on June 11.
- ▲ KASE has [published](#) member activity rankings for May 2019 on its website.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT50.0 bn on KASE selling 13-year bonds at 8.52 % APR on June 3. Period to maturity is 11.9 years.
- ▲ The administration of East Kazakhstan Region [raised](#) KZT1.2 bn by placing bonds (VKK024_053) at 0.35% APR on June 3.
- ▲ The administration of Pavlodar Region [raised](#) KZT2.8 bn by placing bonds (PVK024_044) at 0.35% APR on June 6.
- ▲ The administration of the city of Shymkent [raised](#) KZT3.0 bn by placing bonds (SHK024_004) at 0.35% APR on June 7.
- ▲ The administration of Aktobe Region [raised](#) KZT3.6 bn by placing bonds (ABK024_045) at 0.35% APR on June 7.
- ▲ KEGOC [plans](#) to pay dividends on ordinary shares (KEGC) for 2018 by June 20.
- ▲ TNC Kazchrome intends to pay dividends on ordinary ([KZCR](#)) and preferred ([KZCRp](#)) shares for 2018.
- ▲ The Damu Entrepreneurship Development Fund [intends](#) to buy back 100% of its bonds (FRMPb2).
- ▲ Shareholders of Tengri Bank, AsiaCredit Bank and Capital Bank Kazakhstan have [approved](#) restructuring by consolidation of AsiaCredit Bank and Capital Bank Kazakhstan with Tengri Bank.
- ▲ Auditor's report on the consolidated financial statements of the Sovereign Wealth Fund Samruk-Kazyna for 2018 has been [released](#).
- ▲ Auditor's report on the consolidated financial statements of the National Company Kazakhstan Temir Zholy for 2018 has been [released](#).

Kazakhstan's blue-chip index has been falling for the eighth week in a row, which is its worst change since last summer. Four share titles closed the week in the red.

KASE Index shares



07.06.2019

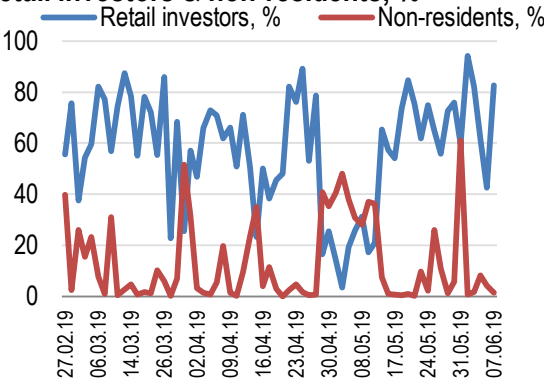
		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 195,22	-2,7	-5,7
First class of liquidity	Price		
Gazprom (Russia)	1 354,3	8,7	40,3
Aeroflot (Russia)	568,5	7,5	3,0
Bank of America	10 731,6	4,4	-1,0
Sberbank (Russia)	1 410,3	2,6	4,5
KAZ Minerals	2 625,0	2,5	-18,1
Halyk Bank	109,0	1,5	3,7
Freedom Holding Corp.	3 365,2	1,0	
NAC Kazatomprom JSC	5 500,0	1,0	1,0
Kcell	1 959,0	0,4	-0,6
KEGOC	1 602,0	-0,3	-3,3
Kazakhtelecom (pref.)	13 000,0	-0,6	2,6
CenterCredit Bank	235,0	-2,0	0,4
NOSTRUM OIL & GAS PLC	340,0	-9,6	-27,8
KazTransOil	1 062,5	-9,6	-15,7
Kazakhtelecom	23 997,0	-10,4	-6,3

Note: Index stocks are highlighted in green

KASE Index decline was driven by Kazakhtelecom's ordinary shares that have decreased by 10.4 % to KZT23,997.00. The prices of ordinary shares of the national telecom operator are subject to high volatility amid a number of important corporate news. Investors differently assess current position of the company taking into account large-scale capital expenditures and attracting additional external financing.

KAZ Minerals's stocks are recovering poorly and have closed the week increasing by 2.5% to KZT2,625.0. As before, the company's stock prices are closely correlated to copper prices.

Retail investors & non-residents, %

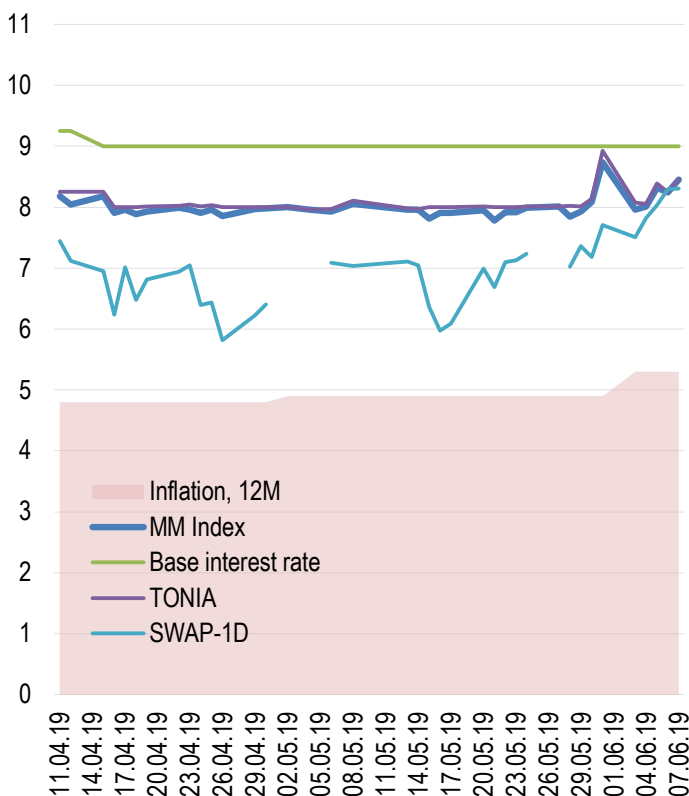




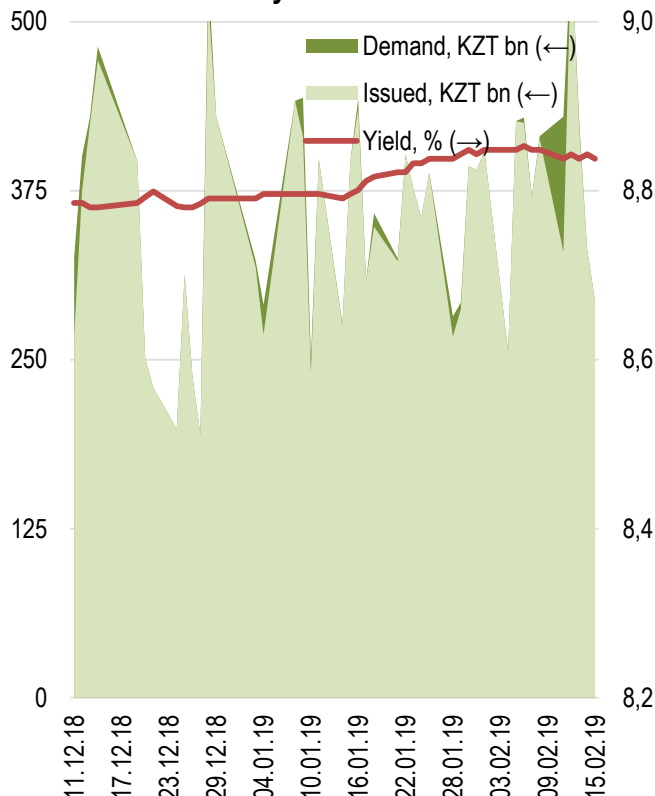
Short-term borrowing rates on the money market have shown oppositely directed dynamics. The yield of one-day currency swaps rose by 60 b.p. to 8.30% APR over the week. The yield of one-day repo transactions with government securities dropped by 46 b.p. to 8.46% APR.

The National Bank placed two issues of short-term notes for the total amount of KZT571.2 bn during the week. 28-day notes were placed at 8.56 % APR. The yield of annual notes reached 8.92% APR. The demand for the notes was met in full.

Inflation and interest rates

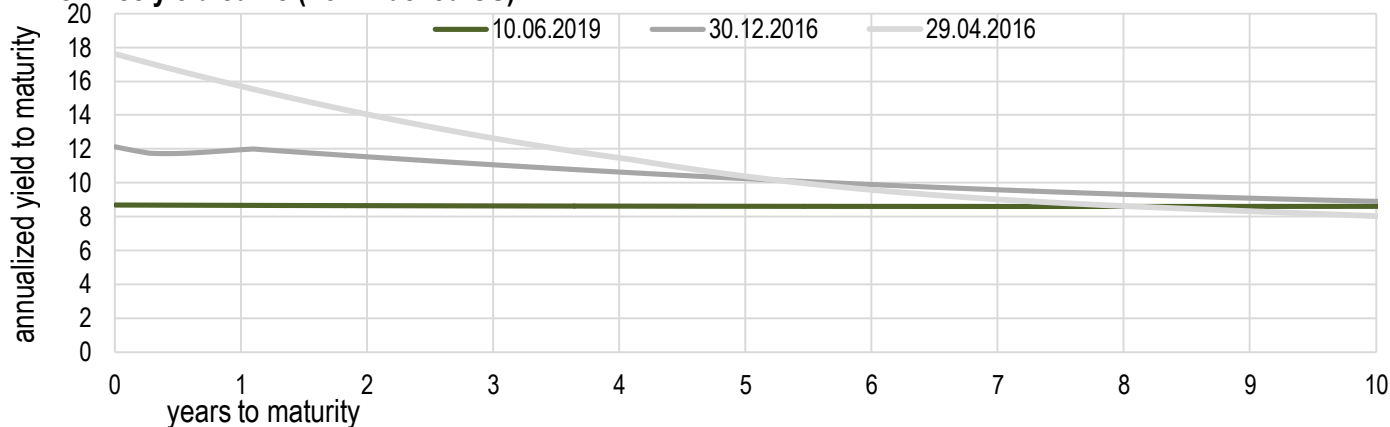


Issuance of weekly NBK notes



* From February 18, NBK has stopped the auctions of weekly notes

Risk-free yield curve (non-indexed GS)





Weighted average dollar rate grew by KZT0.78 to KZT383.34 at the trading volume of US \$1.3 bn.

The tenge declined against all currency pairs traded on KASE following overall downward movement of rates of developing countries' currencies. Thus, the MSCI EM Currency Index rose by 0.5% over the week. The continued negative trend of world oil prices is an additional factor keeping pressure on the exchange rate of the tenge.

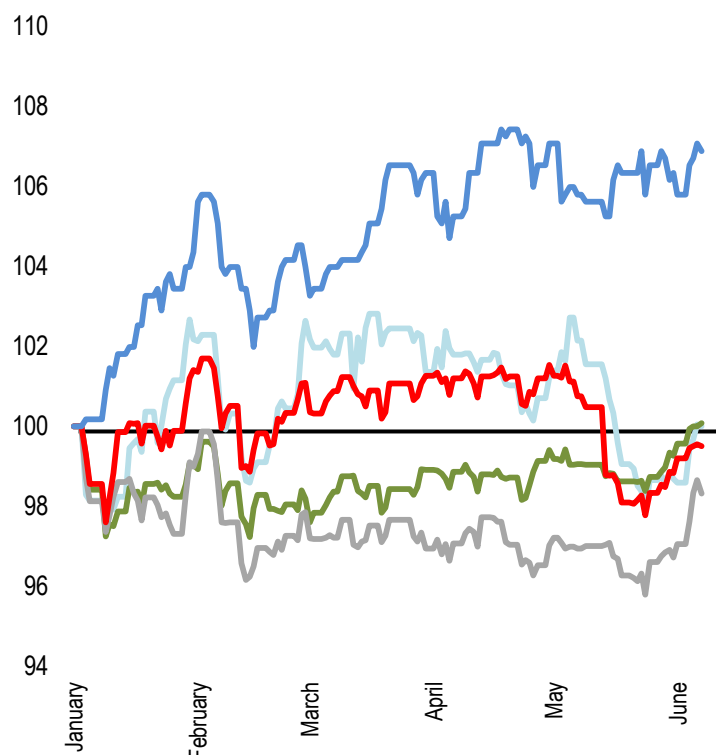
The exchange rate of the ruble rose by KZT0.0455 to KZT5.8995 at the trading volume of RUB144.0 mln.

The yuan exchange rate with settlements T+0 rose by KZT0.2700 to KZT55.4600.

The price of one euro on KASE rose by KZT5.11 to KZT431.94 per unit of currency.

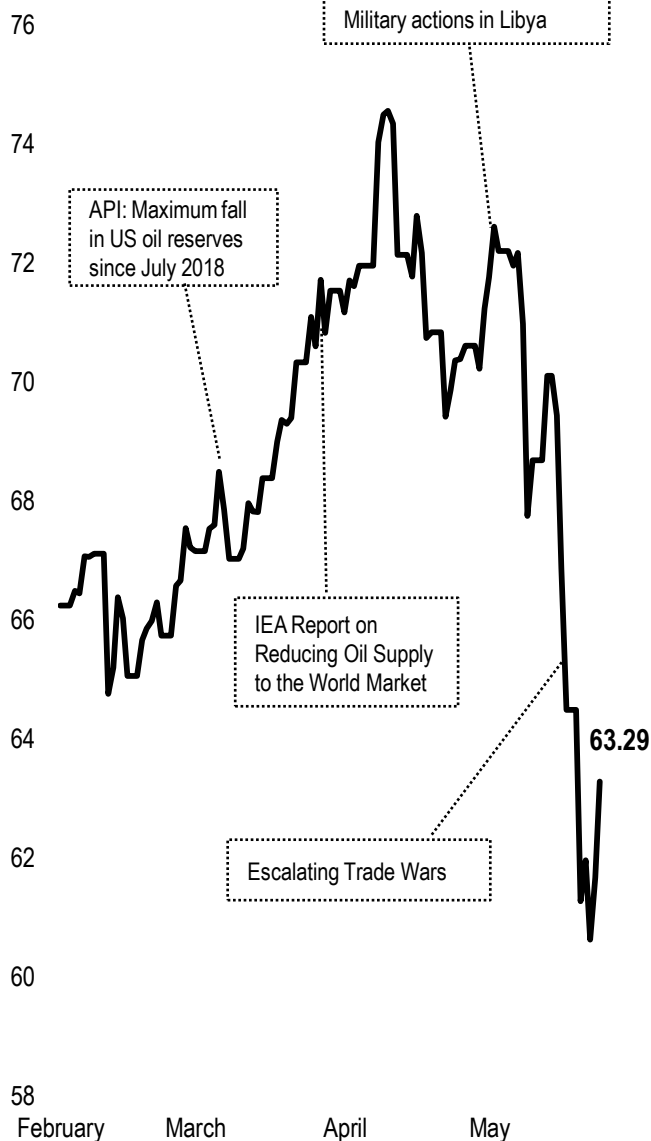
FX rates

Δ %, base (01.01.19)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	488,12	+1,3	-2,1	-0,0
— USDKZT	384,53	+0,8	+1,0	+0,1
— EURKZT	432,02	+1,7	+1,4	-1,7
— CNYKZT	55,60	+0,7	-1,2	-0,5
— RUBKZT	5,90	+0,5	+1,0	+6,9

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	2 873,34	4,4	-0,2	3,7	4,5
Dow Jones	25 983,94	4,7	0,1	2,9	4,8
 RTS	1 325,95	3,0	7,5	13,2	3,2
MICEX	2 285,53	0,0	0,0	0,0	3,2
 Hang Seng	26 965,28	0,2	-7,0	-14,4	0,5
SS CSI 300	3 564,68	-1,8	-2,8	-7,0	-1,3
 Euro Stoxx 50	3 378,38	3,0	-1,1	-2,4	3,0
FTSEuroFirst	4 118,00	2,6	-0,7	-2,9	2,3
 FTSE 100	7 331,94	2,4	0,8	-4,8	2,4
 KASE	2 195,22	-2,7	-5,7	-12,0	

Commodities market

07.06.2019

Name	Price	Trend %	
		7d	1m
Oil	63,29	-1,9	-10,1
	53,99	0,9	-13,1
Natural gas	2,34	-4,8	-10,5
Copper	262,75	-0,5	-5,7
Iron	802,50	-4,0	11,0
Gold	1 340,86	2,7	4,7
Silver	15,03	3,2	1,6
Wheat	504,50	0,3	17,0

Economic calendar

		Currency	Forecast	Previous
10.06	JOLTS Job Openings (Apr)	USD	7.240M	7.488M
11.06	PPI (MoM) (May)	USD	0.1%	0.2%
12.06	CPI (YoY) (May)	CNY	2.7%	2.5%
12.06	ECB President Draghi Speaks	EUR		
14.06	Industrial Production (YoY) (May)	CNY	5.5%	5.4%
14.06	Interest Rate Decision (Jun)	RUB	7.50%	7.75%
14.06	Retail Sales (MoM) (May)	USD	0.6%	-0.2%


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 2018
Annual inflation	5,3 %	01.06.19	7,1 %
Gross international reserves of NBK, USD bn	27 089	01.05.19	30 745
Reserve money, KZT bn	5 694,8	01.05.19	5 538,7
Money supply, KZT bn	19 354,0	01.05.19	19 456,0

Kazakhstan credit ratings

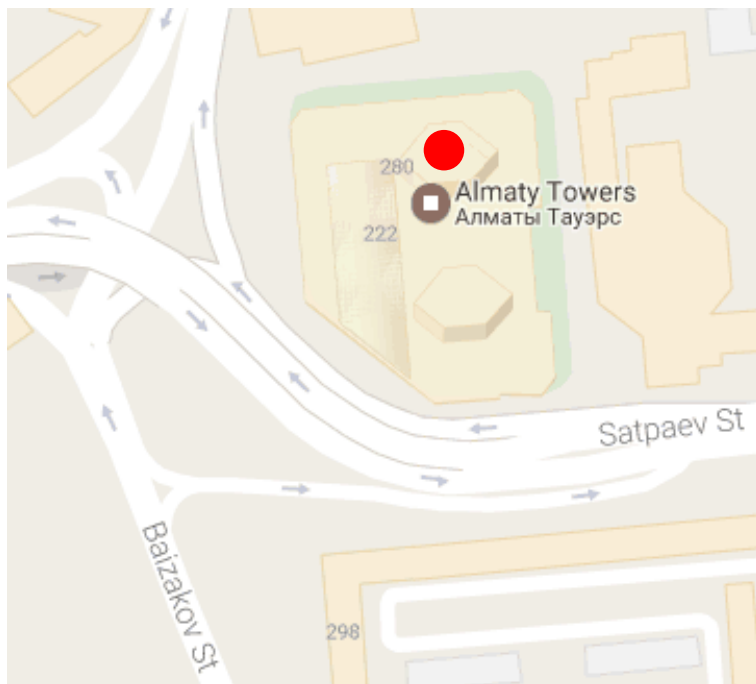
	Rating	Date	Previous
	BBB- stable	08.03.19	BBB- stable
	Baa3 stable	26.07.17	Baa3 stable
	BBB stable	25.03.19	BBB stable

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



Corporate Events Calendar of KASE listed Companies

The information contained therein was gathered by the employees of Kazakhstan Stock Exchange JSC (KASE). KASE does not guarantee the completeness and accuracy of the information contained in this report, as well as its reliability. Neither KASE, nor any of the employees are liable for any direct or indirect loss (damage) arising from the use of this report or information / analysis presented therein. KASE does not assume any responsibility to update this report on a regular basis or notify of all changes that have occurred.

KASE draws investors' attention to the following factors:

1. return on investment in financial instruments depends on a variety of market and non-market factors. In particular, the actual income of an investor may change depending on the fluctuations in interest rates, changes in taxation, FX movements, changes in quotations of securities, market indexes, changes in production and financial performance of companies, and other factors;
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;
3. report does not take into account the individual financial characteristics and aims of those receiving it.

KASE recommends that the investors independently evaluate the feasibility of certain investments and strategies and encourages the investors to use the services of financial consultants.

KASE reserves all rights for the report. This analytical material can be copied and/or distributed in full or in part upon written permission of KASE