

KASE WEEKLY

11 – 15 February,
2019

KASE NEWS

- ▲ KASE [held](#) media briefing on the exchange market's performance in January 2019.
- ▲ KASE [removed](#) bonds (HCBN2) of Subsidiary Bank "Home Credit and Finance Bank" from representative list for bond market indices of KASE_BM* series due to maturity.
- ▲ KASE has [set](#) limits and rates of concentration on shares traded according to T+2 scheme and discount rates for repo market for the period from February 15 to March 15, 2019.
- ▲ Amendments to the Regulations of Trades and the Confirmation System Operation and the Methodology of Bonds Yield Calculation and Amount of Deals in Bonds will become [effective](#) as of February 18, 2019.
- ▲ As of February 18 [trades](#) in new instruments on the currency swap transactions market open on KASE.
- ▲ New version of the NEXT trading system to be [put](#) into operation on February 18, 2019.
- ▲ Announcement: KASE to [conduct](#) seminar "Stock market essentials" on February 26, 2019.

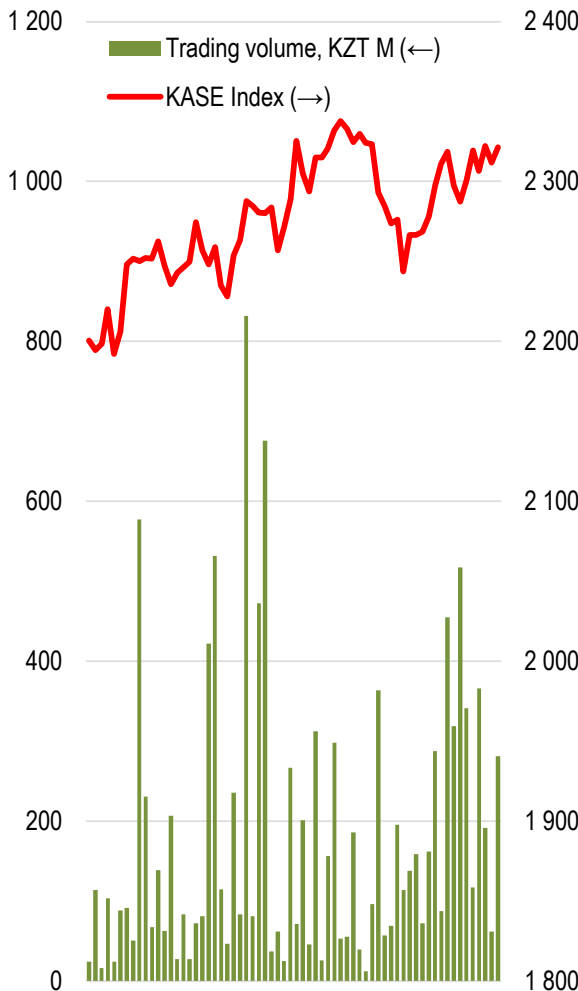
ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT6.8 bn on KASE selling 18-year bonds at 8.70 % APR on February 11.
- ▲ The administration of Zhambyl region [raised](#) KZT4.9 bn by offering two-year bonds (DZK024_041) at 0.35% APR on February 14.
- ▲ Board of Directors of Baiterek National Management Holding made [decision](#) on offering company's 34.0 mln pieces of ordinary shares by exercising its sole shareholder's preemptive purchase right.
- ▲ Trading in International Finance Corporation's international bonds (IFC_K070221) [opens](#) in KASE secondary market sector as of February 15.
- ▲ Kazakhmys Copper's Board of Directors made [decision](#) on method of payment by the sole shareholder for 34.7 billion offered ordinary shares (KMCP).
- ▲ Shareholders of Kazakhtelecom [changed](#) to the Methodology for Kazakhtelecom Share Valuation at Their Buyback by Kazakhtelecom.
- ▲ Fund for Financial Support of Agriculture [ceased](#) being a holder of 49-per-cent stake in Microcredit organization Energiya's charter capital.
- ▲ Life Insurance Company "Freedom Finance Life" [resumed](#) provision of annuity insurance and compulsory industrial injuries insurance of employees



KASE Index closed the week by a 0.9-per-cent increase to 2,321.51 points. Four share titles from the representative list were in the green zone.

KASE Index shares



15.02.2019

		Trends (%)	
		0.9	-0.3
KASE Index	2 321.5		
First class of liquidity	Price	Δ 7d	Δ 1m
Kazakhtelecom	26 999.0	4.6	-17.6
Halyk Bank	103.0	2.3	3.3
Kazakhtelecom (pref.)	11 800.0	2.3	-6.1
KAZ Minerals	3 054.0	1.2	18.9
NAC Kazatomprom JSC	5 245.0	1.0	
NAC Kazatomprom JSC GDR, \$	13.6	1.0	
CenterCredit Bank	243.0	0.8	2.1
KazMunayGas EP (pref.)	12 800.0	0.0	0.0
Bank of America	10 521.2	0.0	4.7
KEGOC	1 595.9	-0.0	-1.5
BAST	29 365.5	-0.7	-6.6
Gazprom (Russia)	906.4	-1.1	0.0
Aeroflot (Russia)	587.0	-1.1	-2.2
KazTransOil	1 385.0	-1.4	-2.1
Kcell	1 795.0	-1.5	-2.7
Sberbank (Russia)	1 185.4	-2.0	9.9
NOSTRUM OIL & GAS PLC	550.0	-11.6	-3.2

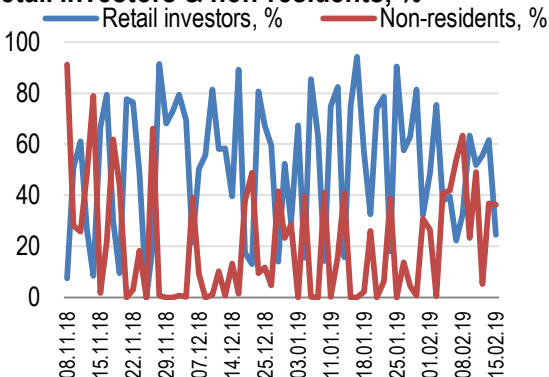
Note: Index stocks are highlighted in green

Kazakhtelecom's ordinary shares grew most of all. After three weeks of falling, the shares of the national telecommunication company recovered a little: they grew by 4.6% to KZT26,999 per share over the week. The main increase took place in Monday when quotes of common shares of Kazakhtelecom reached KZT28,100 per share.

Halyk Bank stocks again exceed KZT100 per share reaching the monthly high according to the Wednesday trading results. Share price grew by 2.3% to KZT103.0 per share over the week.

The greatest faller was Kcell shares, which declined by 1.5% to KZT1,795 per share.

Retail investors & non-residents, %

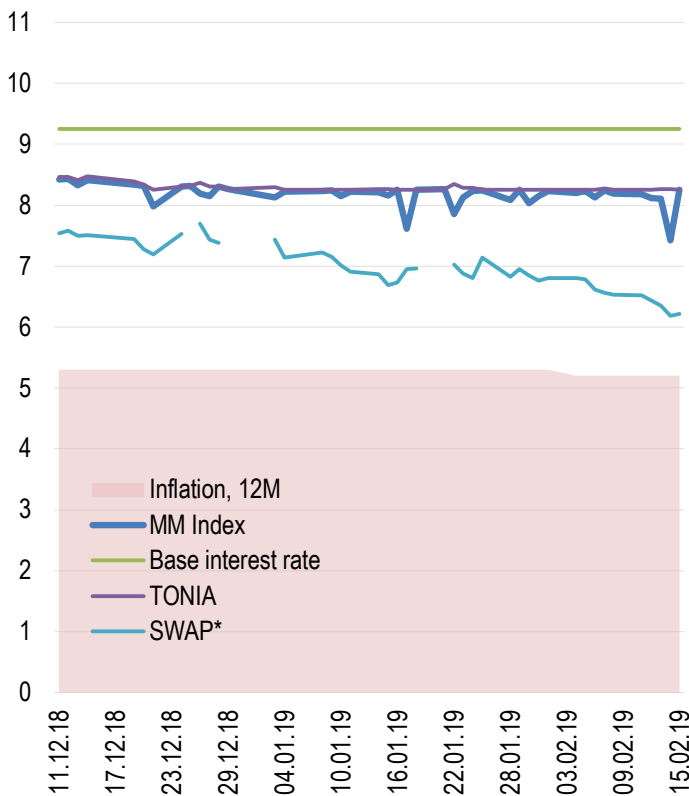




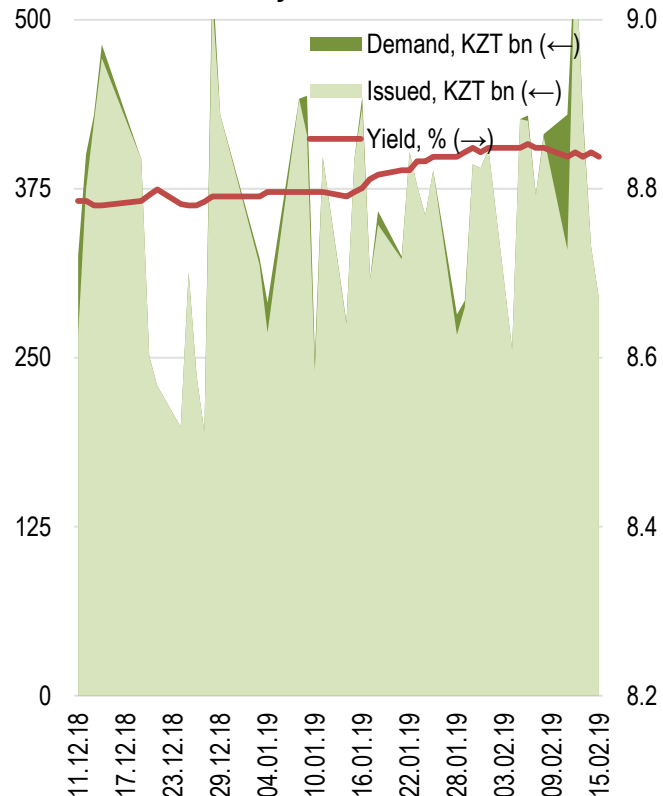
The yield on one-day currency swaps increased by 32 b.p. to 6.18% APR over the week. The yield of one-day repo transactions with government securities did not change and remained at 8.25% APR.

The National Bank has placed seven issues of notes with the total trading volume of KZT2.6 trillion over-the-counter. Five issues of weekly notes have been placed for the amount of KZT1.9 trillion at 8.84% APR. The yield of 28-day notes reached 8.92% APR at the offering volume of KZT449.2 bn. Three-month notes were placed at 8.85% APR. The total demand for the notes exceeded the supply by 4%.

Inflation and interest rates

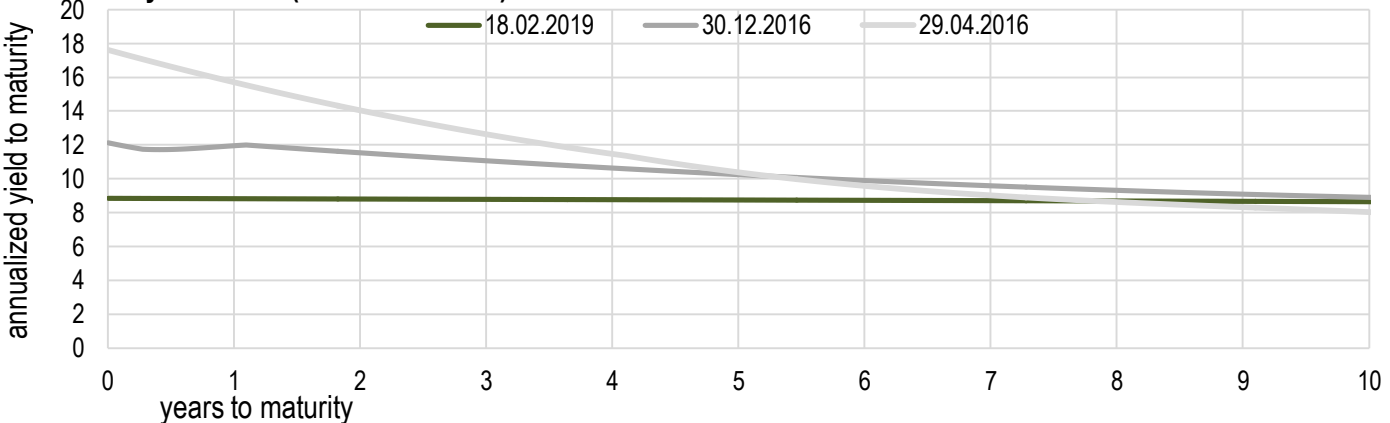


Issuance of weekly NBK notes



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

Risk-free yield curve (non-indexed GS)





Weighted average US dollar rate decreased by KZT1.11 to KZT377.62 and the total trading volume amounted to USD759.4 mln.

This week, the tenge has strengthened against all currencies traded on KASE. The tenge strengthened largely early in the week and continued to increase with an eye on rising oil prices. Brent crude oil quotes rose to US \$64.7 per barrel at the close of trading on Forex market on KASE amid news on oil production cuts by Saudi Arabia and Russia. However, in the past two days, the news about the possible reinforcement of the sanctions pressure on Russia by the U.S. and the EU has slightly reduced the weekly strengthening of tenge.

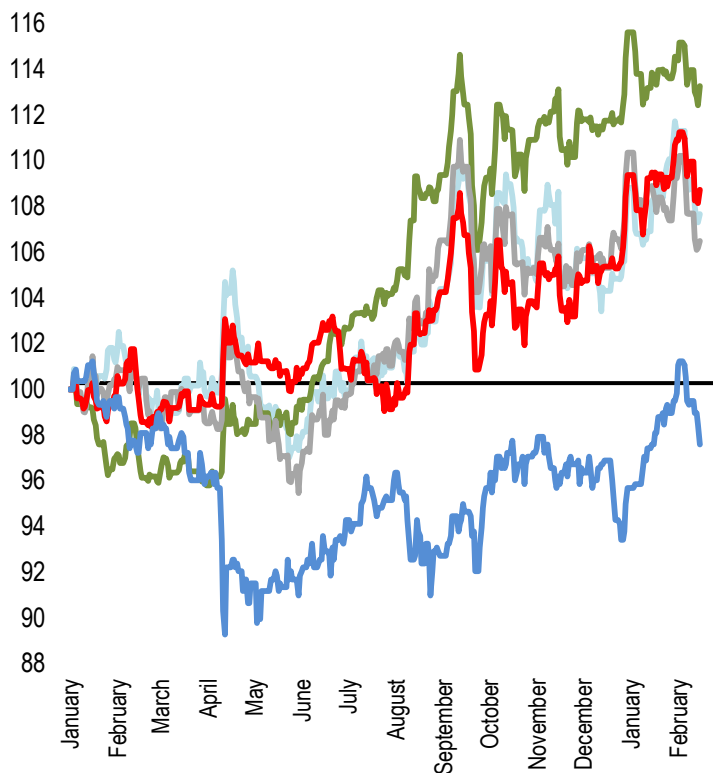
The ruble rates fell by KZT0.0712 to KZT5.6699. Total trading volume for the week reached RUB217.4 mln.

The euro rate fell to KZT5.20 to KZT426.30 per one euro.

The yuan with settlements T+0 dropped by KZT1.0381 to KZT 55.5408.

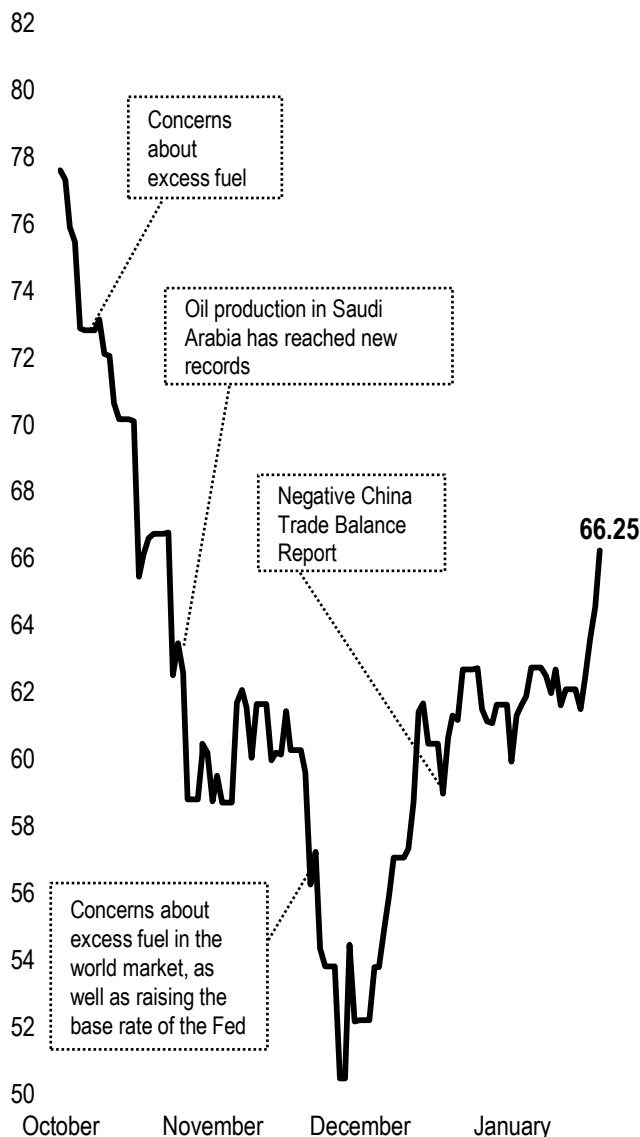
FX rates

Δ %, base (01.01.18)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	483,00	-1,0	-0,6	-1,1
— USDKZT	376,37	-0,4	-0,4	-2,0
— EURKZT	424,02	-1,1	-1,8	-3,5
— CNYKZT	55,55	-0,9	-0,7	-0,6
— RUBKZT	5,63	-1,7	0,0	+2,0

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	2 775.60	2.5	6.1	1.6	2.6
Dow Jones	25 883.25	3.1	6.9	2.7	3.2
 RTS	1 177.50	-1.8	2.1	-6.7	-1.6
MICEX	2 285.53	0.0	0.0	0.9	-1.6
 Hang Seng	27 900.84	-0.2	3.7	-10.3	-0.3
SS CSI 300	3 338.70	2.8	6.7	-15.8	3.1
 Euro Stoxx 50	3 241.25	3.4	5.3	-4.4	3.4
FTSEuroFirst	4 028.00	3.0	6.3	-2.3	2.9
 FTSE 100	7 236.68	2.3	5.4	0.0	2.6
 KASE	2 321.51	0.9	-0.3	0.2	

Commodities market

15.02.2019

Name	Price	Trend %	
		7d	1m
Oil	66.25	6.7	8.0
	55.59	5.4	6.3
Natural gas	2.63	1.6	-22.4
Copper	279.85	-0.4	4.7
Iron	653.00	5.9	22.4
Gold	1 322.49	0.6	2.2
Silver	15.74	-0.4	0.7
Wheat	504.25	-2.5	-1.6

Economic calendar

		Currency	Forecast	Previous
20.02	FOMC Meeting Minutes	USD		
21.02	ECB Publishes Account of Monetary Policy Meeting	EUR		
21.02	Existing Home Sales (Jan)	USD	5.01M	4.99M
21.02	Crude Oil Inventories	USD		3.633M
22.02	CPI (YoY) (Jan)	EUR	1.4%	1.4%
22.02	ECB President Draghi Speaks	EUR		
22.02	U.S. Baker Hughes Total Rig Count	USD		857

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	5,2 %	01.02.19	7,1 %
Gross international reserves of NBK, USD bn	30 592	01.02.19	30 745
Reserve money, KZT bn	6 984,0	01.02.19	5 538,7
Money supply, KZT bn	20 813,4	01.01.19	19 456,0

Kazakhstan credit ratings

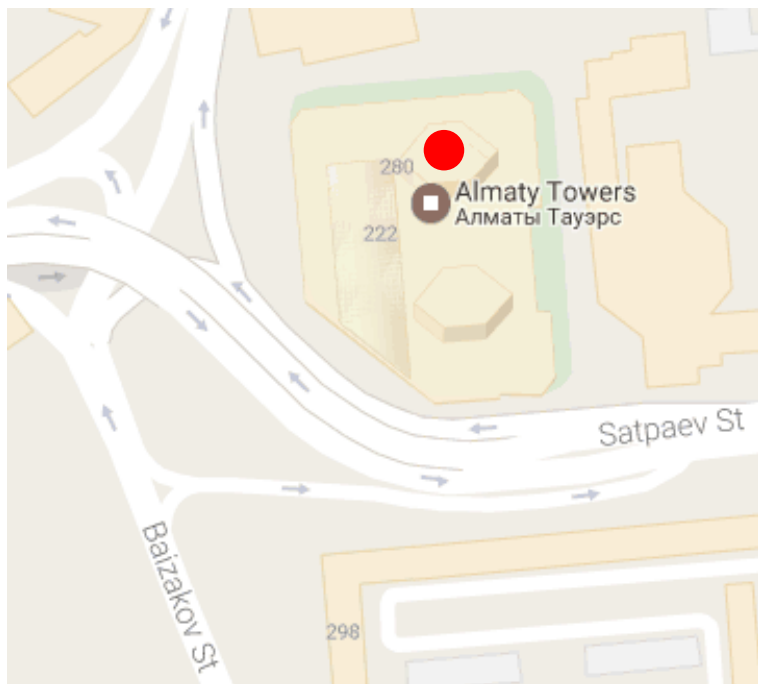
	Rating	Date	Previous
S&P Global	BBB- stable	10.09.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 stable
FitchRatings	BBB stable	28.09.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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