

KASE WEEKLY

13 – 17 May,
2019

KASE NEWS

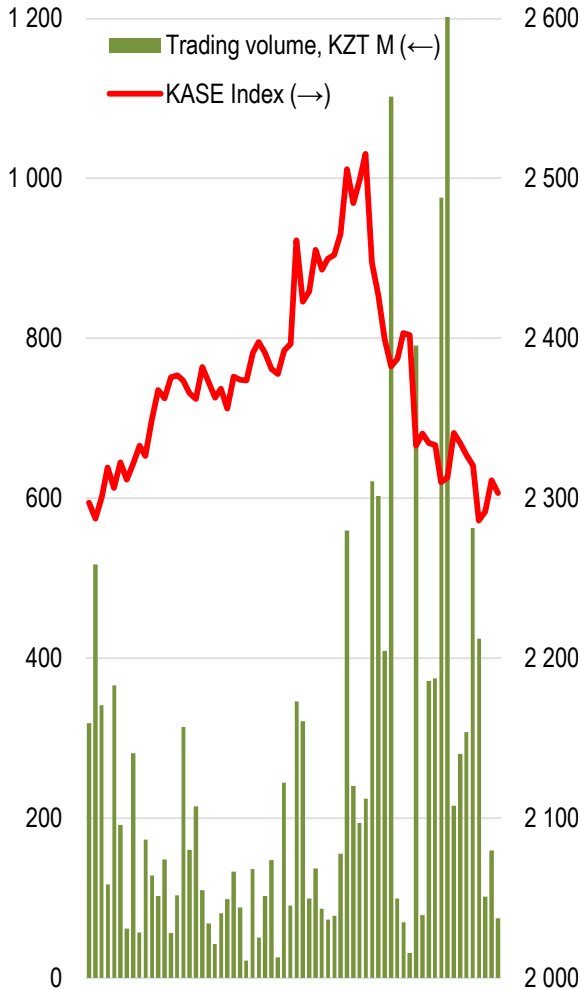
- ▲ Eszhan Birtanov was [elected](#) the chairman of the Board of Directors of KASE.
- ▲ KASE [held](#) media briefing on the exchange market's performance in April 2019.
- ▲ KASE will [hold](#) workshop "How to Trade on the Stock Market" for private investors on May 29, 2019.
- ▲ An award ceremony of participants of the educational project "The Stock Exchange Simulator" was [held](#) on May 17, 2019.
- ▲ Information on the testing environment of MOEX trading and clearing system for KASE stock market has been [released](#).
- ▲ KASE has [published](#) member activity rankings for April 2019 on its website.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance [raised](#) KZT29.9 bn on KASE selling 14-year bonds at 8.56 % APR on May 13. Current maturity is 12.9 years.
- ▲ Baspana Mortgage Organization [raised](#) KZT10.0 bn on KASE on May 13 selling bonds (BASPB3) at 9.4400 %.
- ▲ The European Bank for Reconstruction and Development [raised](#) KZT60.0 bn through subscription on KASE by placing six-year Eurobonds (EBRDK150525) at 0.5% APR margin to half-year coupon.
- ▲ Subsidiary Bank Sberbank of Russia [raised](#) KZT4.4 bn on KASE selling bonds (SBERb10) at 10.47% APR on May 14.
- ▲ First Heartland Jýsan Bank [announced](#) intention of First Heartland Securities to acquire ordinary shares from other shareholders of the bank at the price of KZT1,641 per share.
- ▲ Centras Securities's Board of Directors [decided](#) to offer 200,000 ordinary shares of the company by way of sole shareholder exercising preemptive purchase right.
- ▲ Housing Construction Savings Bank of Kazakhstan [intends](#) to pay dividends on ordinary shares for 2018 on July 25, 2019.
- ▲ Rakhat [intends](#) to pay dividends on its ordinary shares (RAHT) for 2018.
- ▲ Halyk Savings Bank of Kazakhstan [reported](#) that Standard & Poor's had affirmed ratings of the bank and its international bonds (HSBKe5) and (BTASe16), outlook "Stable".
- ▲ Composition of Kazakhtelecom's Management Board [changed](#).

KASE Index decreased by 1.0% compared to May 8 and closed the week with a fall, which was 1.79 points less than in the beginning of the year. Four share titles closed the week with a fall.

KASE Index shares



17.05.2019

		Trends (%)	
KASE Index	2 303,15	-1,0	-5,1
First class of liquidity	Price	Δ 7d	Δ 1m
Gazprom (Russia)	1 165,0	20,7	22,6
CenterCredit Bank	245,1	3,4	4,8
Kcell	1 972,0	2,7	-0,3
NAC Kazatomprom JSC	5 700,0	1,0	1,1
Halyk Bank	106,2	0,3	-7,5
Kazakhtelecom (pref.)	12 669,0	0,0	0,5
KEGOC	1 613,8	-0,1	-3,2
Bank of America	10 740,0	-0,9	-3,8
Aeroflot (Russia)	538,9	-2,0	-7,1
Kazakhtelecom	26 100,0	-2,4	-2,1
Sberbank (Russia)	1 326,0	-2,8	-3,2
KazTransOil	1 210,0	-3,4	-13,0
KAZ Minerals	2 925,0	-6,2	-15,5
NOSTRUM OIL & GAS PLC	412,0	-8,4	-13,3

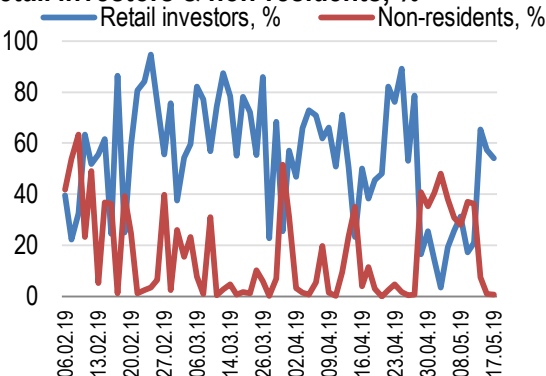
Note: Index stocks are highlighted in green

KAZ Minerals' stocks continue to move in the downward trend that was formed mid-April. Market participants are concerned about prospects for copper prices after the resumption of the trade war between the U.S. and China.

On Friday, May 17, it became known from Falconry Capital's press service that Kazakhtelecom bought back shares of three minority shareholders having applied the coefficient of 2.18. "Therefore, a legal claim of the group of minority shareholders filed against Kazakhtelecom "On coercion into buyback of shares" was abandoned, Bakhyt Tukulov, the partner of the Grata law firm, was quoted as saying in the statement. Stock prices of the telecom company almost did not react to this news.

Halyk Bank released consolidated financial results for Q1 2019 on May 14. For instance, the company's net income grew by 20.1% to KZT74.5 bn. The assets decreased by 1.1% compared to the end of 2018, mainly as a result of partial withdrawal of funds by the bank's clients in Q1. 2019.

Retail investors & non-residents, %

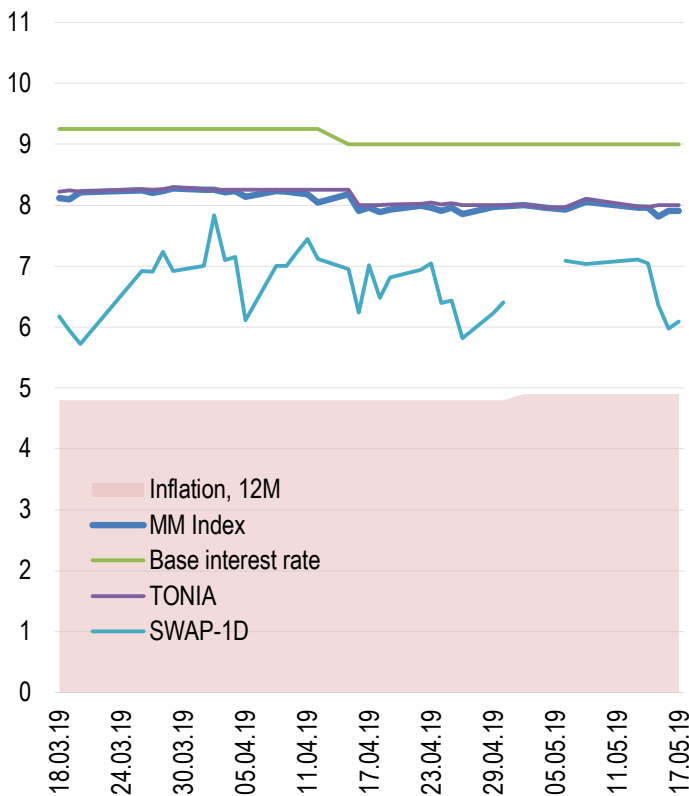




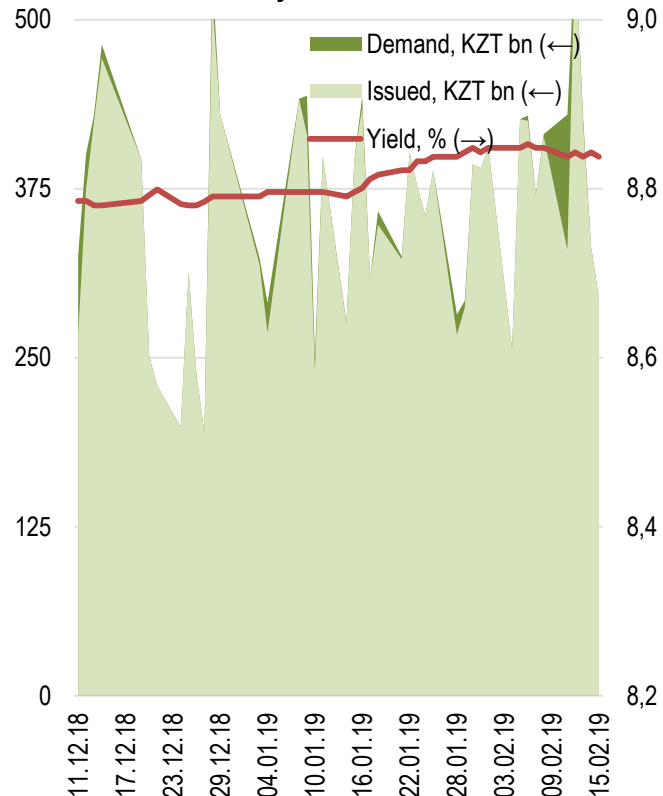
Short-term borrowing rates on the money market have declined over the week. The yield of one-day currency swaps dropped by 95 b.p. to 6.09% APR over the week. The yield of one-day repo transactions with government securities dropped by 10 b.p. to 8.00% APR.

The National Bank placed two issues of short-term notes for the total amount of KZT491.9 bn during the week. 28-day notes were placed at 8.63 % APR. The yield of annual notes reached 8.77% APR. The total demand for the notes exceeded the supply by 73%.

Inflation and interest rates



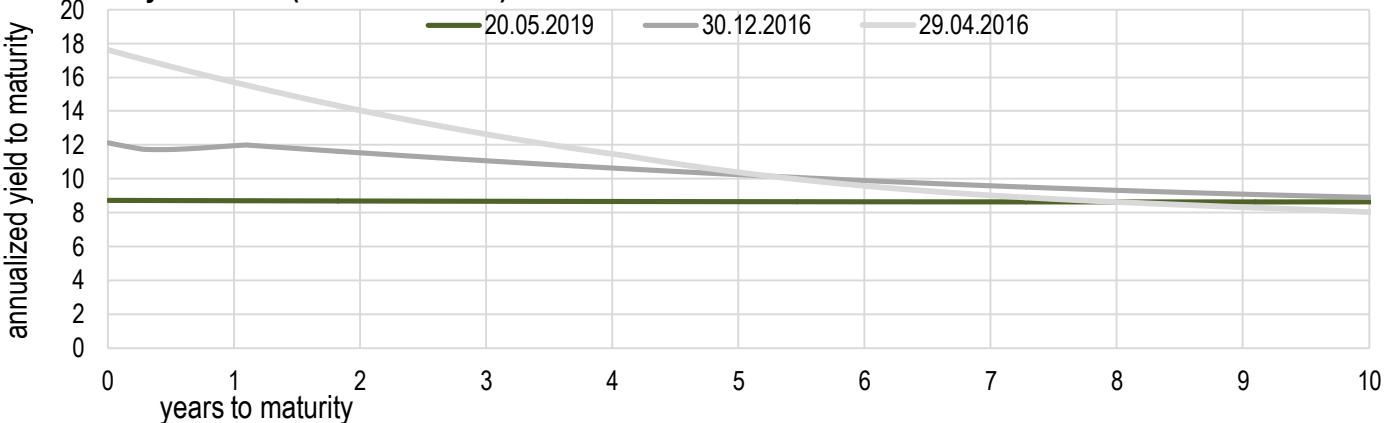
Issuance of weekly NBK notes



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

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

Risk-free yield curve (non-indexed GS)





Weighted average dollar rate dropped by KZT1.60 to KZT378.93 at the trading volume of US \$609.3 mln. High oil prices that again exceeded US \$70 per barrel amid reports of military actions in Libya still contribute to the support of the Kazakh national currency.

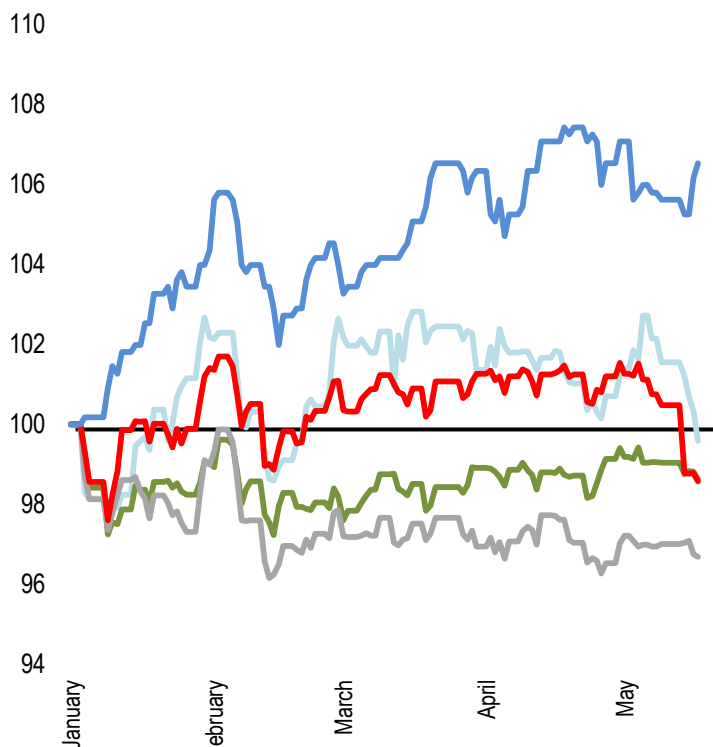
The exchange rate of the ruble rose by KZT0.0447 to KZT5.8800 at the trading volume of RUB149.8 mln.

The yuan exchange rate with settlements T+0 dropped by KZT1.4730 to KZT54.6200. Weakening of the yuan against the tenge reflects the cross rate of the yuan to the dollar. China's national currency depreciated against the US dollar amid resumed trade war.

The price of one euro on KASE decreased by KZT2.13 to KZT424.62 per unit of currency.

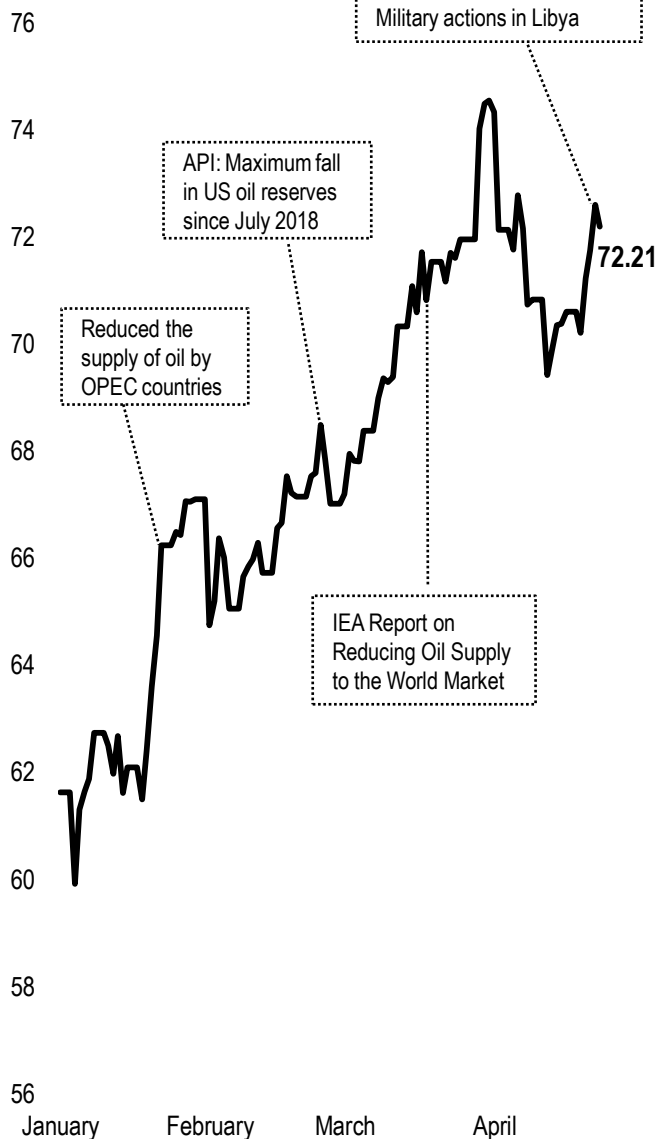
FX rates

Δ %, base (01.01.19)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	486,10	-1,9	-2,2	-0,4
— USDKZT	378,94	-0,4	-0,3	-1,4
— EURKZT	424,83	-0,3	-0,9	-3,3
— CNYKZT	55,09	-1,9	-2,7	-1,4
— RUBKZT	5,88	+0,9	-0,5	+6,5

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	2 859,53	-0,7	-1,4	5,1	-0,9
Dow Jones	25 764,00	-0,8	-2,6	4,2	-0,7
 RTS	1 254,68	1,8	-0,9	6,2	3,2
MICEX	2 285,53	0,0	0,0	0,0	3,2
 Hang Seng	27 946,46	-3,6	-7,2	-9,7	-2,1
SS CSI 300	3 648,76	-0,5	-10,7	-5,6	-2,1
 Euro Stoxx 50	3 425,64	0,2	-1,5	-4,6	2,1
FTSEuroFirst	4 161,50	0,3	-1,2	-4,9	1,2
 FTSE 100	7 348,62	1,1	-1,6	-5,6	2,2
 KASE	2 303,15	-1,0	-5,1	-8,7	

Commodities market

17.05.2019

Name	Price	Trend %	
		7d	1m
Oil	72,21	2,6	0,8
	62,76	1,0	-1,6
Natural gas	2,63	0,8	4,5
Copper	274,80	-1,3	-7,4
Iron	720,00	-0,4	3,7
Gold	1 277,53	-0,3	0,3
Silver	14,35	-3,0	-4,0
Wheat	465,00	7,8	4,0

Economic calendar

		Currency	Forecast	Previous
21.05	Fed Chair Powell Speaks	USD		
21.05	Existing Home Sales (Apr)	USD	5.33M	5.21M
22.05	ECB President Draghi Speaks	EUR		
22.05	Crude Oil Inventories	USD	-0.800M	5.431M
23.05	FOMC Meeting Minutes	USD		
23.05	New Home Sales (Apr)	USD	680K	692K
24.05	Unemployment Rate (Apr)	RUB	4.7%	4.7%

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	4,9 %	01.05.19	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	19 401,9	01.04.19	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

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Corporate Events Calendar of KASE listed Companies

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