

KASE WEEKLY

25 February –
01 March, 2019

KASE NEWS

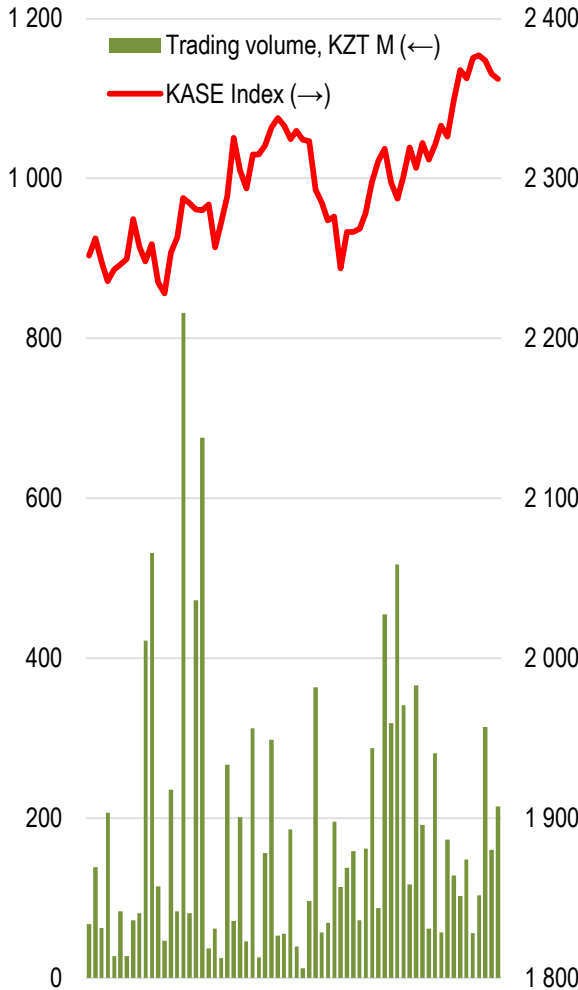
- ▲ Bonds (SKKZB11) of National Welfare Fund Samruk-Kazyna will be [included](#) in KASE_BM* series indexes universe as of March 1.
- ▲ Eurobonds (KZAGe1) of KazAgro National Management Holding [excluded](#) from KASE official list due to their early redemption as of February 28.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance [raised](#) KZT27.6 bn by offering 14-year bonds at 8.66% APR. Current maturity is 13.1 years.
- ▲ The European Bank for Reconstruction and Development [raised](#) KZT20.0 bn through subscription on KASE by placing seven-year international bonds (EBRDK280226) with a margin of 1.0% APR.
- ▲ Kcell [raised](#) KZT17.0 bn on KASE on February 28 placing bonds (KCELb1) at 11.50% APR.
- ▲ The administration of Pavlodar Region [raised](#) KZT2.3 bn having placed two-year bonds (PVK024_044) at 0.35% APR on February 27.
- ▲ Nurbank [raised](#) KZT 10.0 bn on KASE on February 27 by placing seven-year bonds (NRBNb15) at 10.95% APR.
- ▲ 112.4 th. ordinary shares (RAHT) of Rakhat in the amount of KZT2.3 bn at KZT20,228 per share were [purchased](#) in KASE's trading system.
- ▲ KazMunaiGas Exploration Production [completes](#) buyback programme for preferred shares. According to the press release issued by the company, the company bought back 1,239,087 preferred shares for the total amount of US \$15.9 bn at a fixed price of KZT12,800 per share during the period of the programme implementation. The buyback programme began on August 13, 2018 and lasted until February 22, 2019 taking into account additional special trading sessions.
- ▲ Audited results of operations of KAZ Minerals PLC (United Kingdom) for the year ended December 31, 2018 have been [published](#) in English.
- ▲ Kazakhtelecom [reports](#) on the commencement of a trial over the claim of its minority shareholders.
- ▲ Development Bank of Kazakhstan [reported](#) that Moody's Investors Service had affirmed ratings of the bank and its bonds, outlook Stable.

KASE Index value has changed less than one point (0.21 points) downwards over the week. Four share titles from the representative list closed the week in the red.

KASE Index shares



01.03.2019

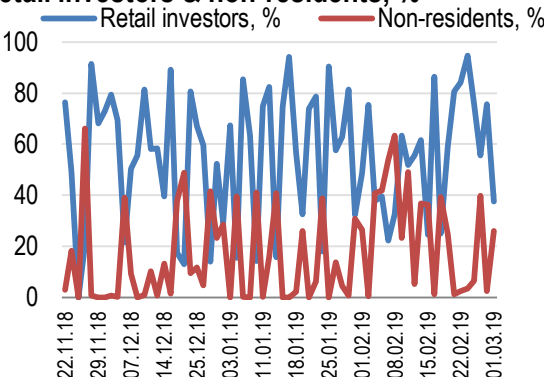
		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 362,3	0,0	4,1
First class of liquidity	Price		
Halyk Bank	107,1	4,3	9,5
Gazprom (Russia)	924,2	3,3	-0,2
Sberbank (Russia)	1 200,0	2,4	1,7
NAC Kazatomprom JSC	5 350,0	1,0	1,0
KazTransOil	1 409,0	1,0	0,3
NAC Kazatomprom JSC GDR, \$	13,6	1,0	1,0
Kcell	1 850,0	0,3	4,3
KazMunayGas EP (pref.)	12 800,0	0,0	0,0
KAZ Minerals	3 215,0	-0,3	13,4
Kazakhtelecom (pref.)	11 940,0	-0,5	-0,5
KEGOC	1 578,9	-0,5	-1,6
BAST	29 134,1	-0,8	-3,3
Bank of America	10 717,0	-1,2	0,5
CenterCredit Bank	235,0	-1,3	-2,1
Aeroflot (Russia)	564,2	-3,2	-7,4
Kazakhtelecom	27 200,0	-3,6	2,6
NOSTRUM OIL & GAS PLC	534,6	-4,5	-20,2

Note: Index stocks are highlighted in green

The largest price slump was seen on common shares of Kazakhtelecom, which have decreased by 3.6 % to KZT27,200. The company's stocks consistently traded above KZT28,000 per share during the week. However, on Friday, after publication of the news on instituting court proceedings on the legal claim of minority shareholders, the prices have decreased by more than 4 % of Thursday's closing price.

KASE Index grew mainly owing to the rising equity instruments of Halyk Bank, which grew by 4.3% to KZT107.1 per share, which is the maximum since early May 2018. Positive news for the Bank was the [affirmation](#) of ratings of the bank and its international bonds (HSBKe5) and (BTAsE16) by Standard Poor's ratings at "BB/B" with outlook Stable.

Retail investors & non-residents, %

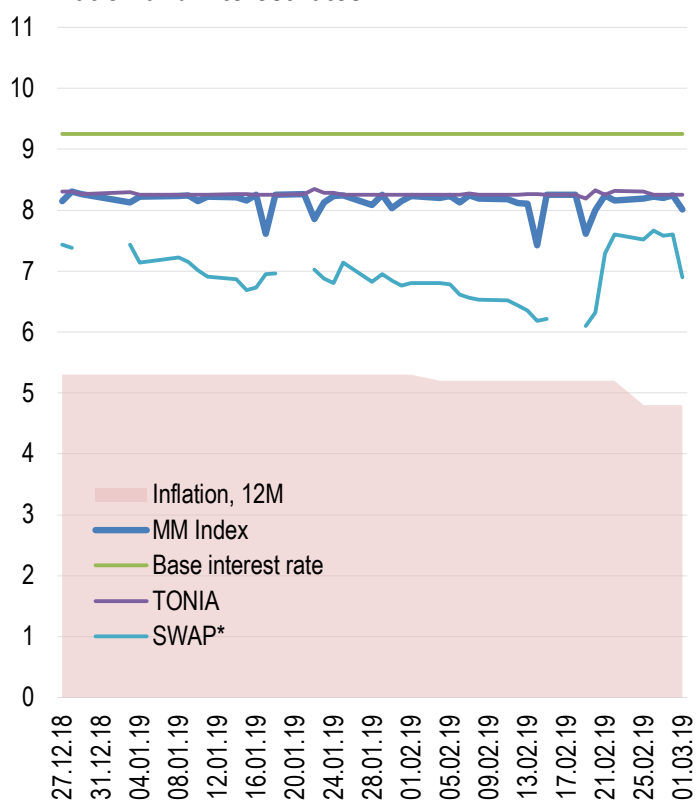




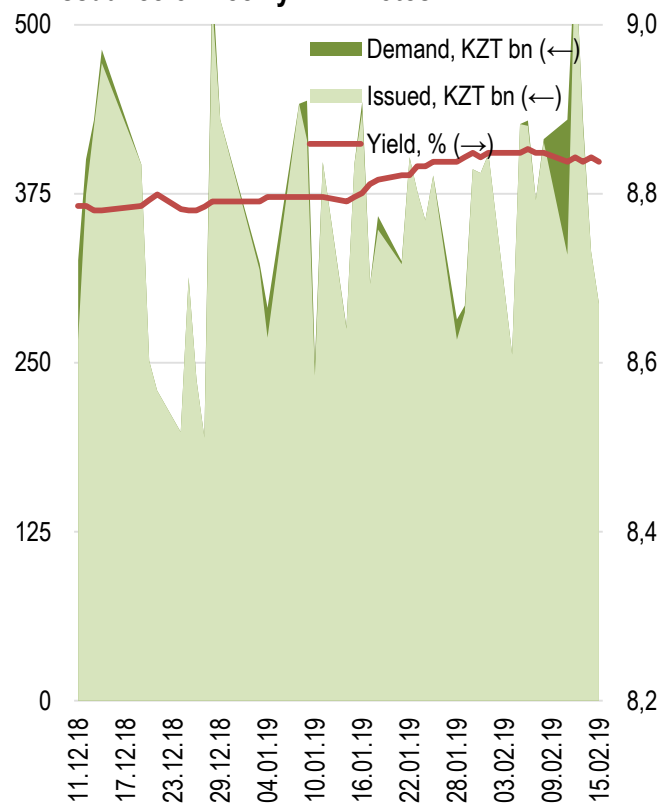
Short-term borrowing rates on the money market have declined over the week. The yield of one-day currency swaps dropped by 84 b.p. to 6.20% APR over the week. The yield of one-day repo transactions with government securities declined by 6 b.p. to 8.25% APR.

The National Bank placed 28-day notes for the amount of KZT984.0 bn at 8.90% APR on Monday, 25 February. Weighted average yield of auctions of seven-day notes ranged from 8.86% to 8.90% p.a. at the total offering volume of KZT335.5 bn.

Inflation and interest rates



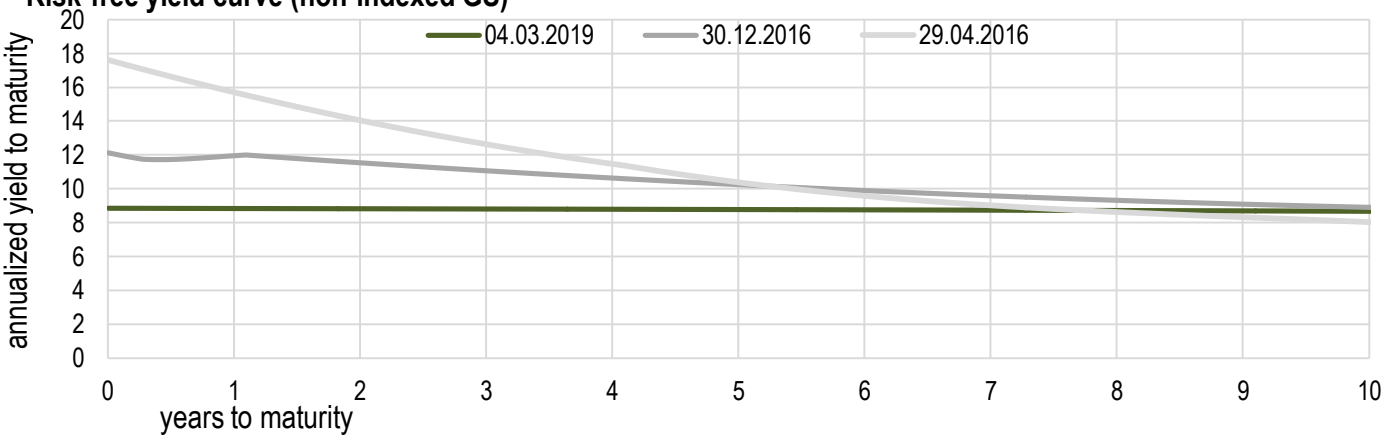
Issuance of weekly NBK notes



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

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

Risk-free yield curve (non-indexed GS)





Weighted average US dollar rate decreased by 83 tiyn to KZT375.90 over the week. Total trading volume reached US \$619.55 mln.

The national currency shows working fluctuations within average deviations and closed the trading week by strengthening against the US dollar. Without the support of exporters' tax payments and declining oil prices over the week, positive trend for the tenge was the publication statistics on inflation, which have reached 4.8% (YoY) in February.

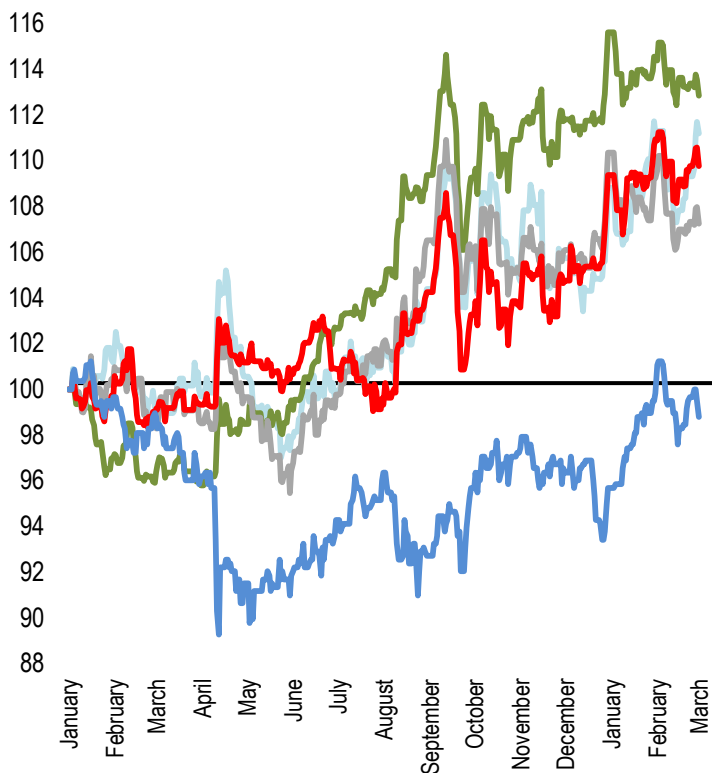
The ruble fell by KZT0.0464 to KZT5.7083 per unit of currency. Total trading volume reached RUB115.3 mln over the week.

The euro rate rose by KZT1.35 to KZT429.35.

The yuan exchange rate with settlements T+0 rose by KZT0.0594 to KZT55.9906.

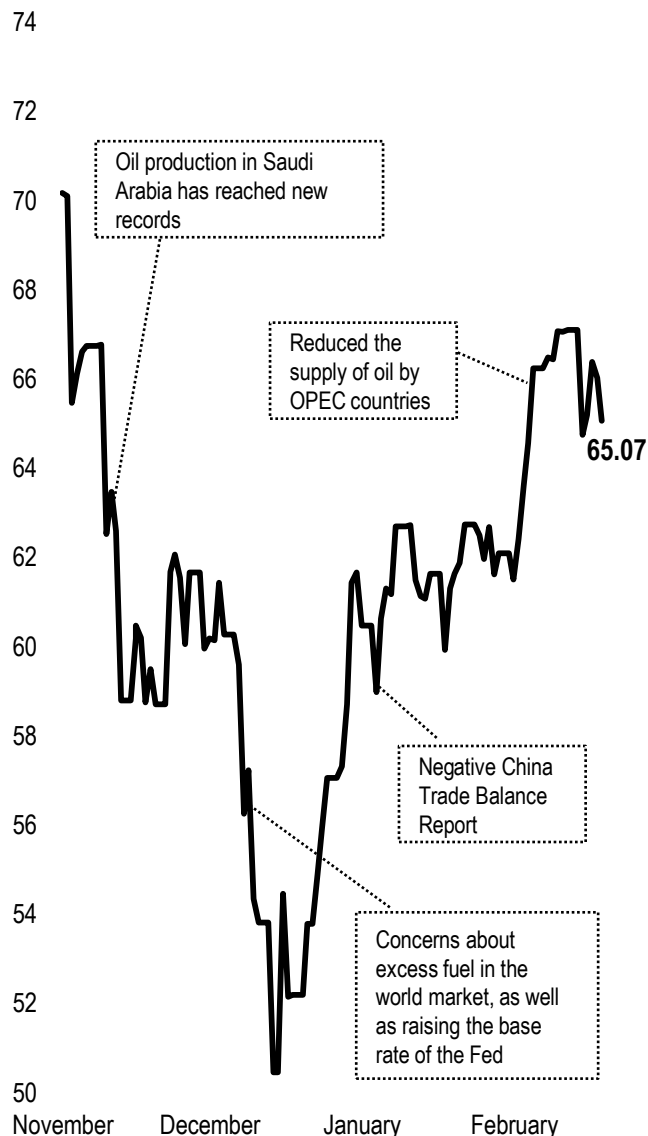
FX rates

Δ %, base (01.01.18)









	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	498,73	+1,5	-0,5	+2,2
— USDKZT	374,96	-0,3	-1,5	-2,4
— EURKZT	427,08	+0,3	-1,9	-2,8
— CNYKZT	56,08	+0,3	-0,8	+0,4
— RUBKZT	5,70	-0,7	-0,7	+3,3

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	2 803,69	0,4	4,6	4,7	0,5
Dow Jones	26 026,32	0,0	4,0	5,8	0,1
 RTS	1 187,35	-0,9	-1,0	-6,8	-1,0
MICEX	2 285,53	0,0	0,0	-0,5	-1,0
 Hang Seng	28 812,17	0,0	4,2	-7,2	-0,3
SS CSI 300	3 749,71	6,5	18,3	-7,4	6,4
 Euro Stoxx 50	3 312,10	1,3	4,8	-2,6	1,3
FTSEuroFirst	4 069,00	0,6	4,6	-1,1	0,6
 FTSE 100	7 106,73	-1,0	2,4	-1,0	-1,0
 KASE	2 362,28	0,0	4,1	0,0	

Commodities market

01.03.2019

Name	Price	Trend %	
		7d	1m
Oil	65,07	-3,1	5,5
	55,80	-2,5	2,9
Natural gas	2,86	5,2	0,2
Copper	293,35	-0,6	6,0
Iron	654,50	0,5	10,2
Gold	1 293,44	-2,7	-2,0
Silver	15,17	-4,7	-4,8
Wheat	454,00	-6,7	-12,1

Economic calendar

		Currency	Forecast	Previous
05.03	ISM non-manufacturing PMI (Feb)	USD	57.2	56.7
05.03	New home sales (Dec)	USD	590K	657K
06.03	CPI (YoY)	RUB	5.2%	5.0%
06.03	Crude Oil Inventories	USD	2.842M	-8.647M
07.03	Interest Rate Decision (March)	EUR	0.00%	0.00%
07.03	ECB press conference	EUR		
08.03	Unemployment Rate (Feb)	USD	3.9%	4.0%

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	4,8 %	01.03.19	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	21 412,1	01.02.19	19 456,0

Kazakhstan credit ratings

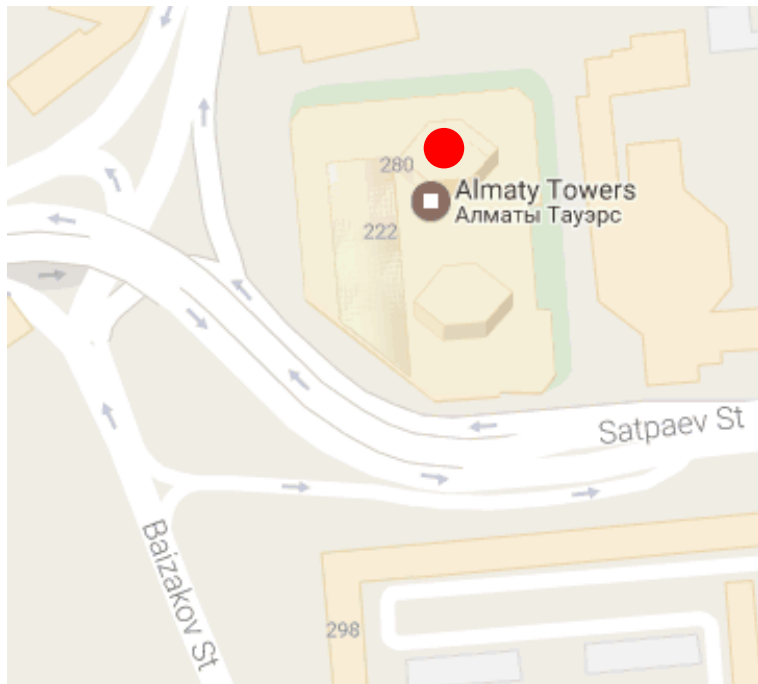
	Rating	Date	Previous
S&P Global	BBB- stable	10.09.18	BBB- stable
MOODY'S	Baa3 stable	26.07.17	Baa3 stable
FitchRatings	BBB stable	28.09.18	BBB stable

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Corporate Events Calendar of KASE listed Companies

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