

KASE WEEKLY

20–24 April, 2020

KASE NEWS

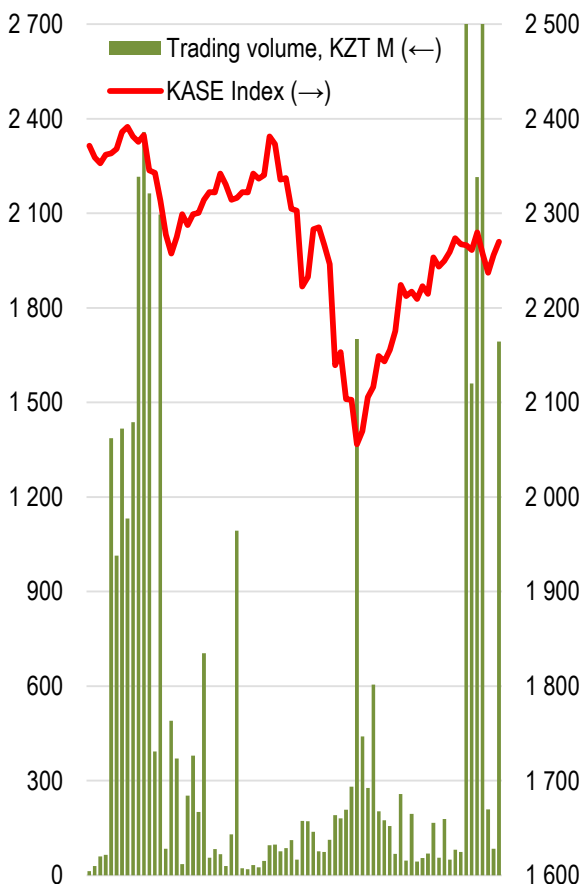
- ▲ The [schedule](#) of KASE operation from April 20 to April 24.
- ▲ Amendments to the Regulations on Trading in the ACT and NEXT Trading Systems put into effect as of April 23.
- ▲ Information on the number, type and maturity of bonds KZ2C00006070 (NRBNb16) of Nurbank [changed](#) in KASE trading system and data bases.
- ▲ [Amendments](#) to the List of Special Codes for Identification of Payments of Clearing Members in Foreign Currency Trading put into effect.
- ▲ International bonds XS2159908776 (IFC_K280422) of the International Finance Corporation [included](#) in "Securities of international financial organizations" sector of KASE Official List.
- ▲ Bonds KZSJ00000077 (SHK022_007) of local executive authority of the city of Shymkent [included](#) in Government Securities sector.
- ▲ Bonds KZ2C00006658 (KEGCb3) of KEGOC [underwent](#) listing procedure on KASE by category "bonds" of the main market.
- ▲ Trading in bonds KZ2C00004059 (ATFBb16) of ATFBank [suspended](#).

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Kazakhstan's Ministry of Finance raises KZT150.8 bn on KASE by placing the fourth issue of MEUKAM-240 ([KZKD00000832](#)) with YTM of 10.3000 % APR, the 51st issue of MEUKAM-60 ([KZK200000638](#)) with YTM of 11.0000 % APR and 14th issue of MEUKAM-180 ([KZKD00000956](#)) with YTM of 10.3500 % APR.
- ▲ Agrarian Credit Corporation [raises](#) KZT5.6 bn on KASE placing bonds KZ2C00006161 (AGKKb12) with YTM of 11.75 % APR.
- ▲ Local administration of the city of Shymkent [raised](#) KZT5.0 bn on KASE placing two-year bonds KZSJ00000077 (SHK022_007).
- ▲ Kazakhstan Sustainability Fund [raises](#) KZT1.9 bn on KASE by placing bonds KZ2C00006484 (BASPb8) with YTM of 11.5000 % APR.
- ▲ BAST [places](#) 4,348 pieces of ordinary shares KZ1C00001015 (BAST) worth KZT100.0 mln in KASE trading system.
- ▲ Tengri Bank [announces](#) downgrading of its ratings by Moody's Investors Service.
- ▲ Zhairam Mining and Concentrating Complex [pays](#) dividends on preferred shares KZ1P00001044 (JGOKp) for 2018.
- ▲ ANNOUNCEMENT: Kcell to hold conference call on financial results for January–March 2020 on April 29.

Due to the decline in oil prices and the weakening of the tenge against the U.S. dollar, on the one hand, and the growth factor of dividend payments of some components of the index, on the other hand, the main indicator of the stock market cannot catch a single trend and continues to move in a sideways trend. According to the results of today's exchange-based trading, the KASE Index rose to 2,270 points, and at the end of the week the index added just over a third of a percent.

KASE Index shares



24.04.2020

		Trends (%)	
		Δ 7d	Δ 1m
KASE Index	2 269.95	0.4	5.6
First class of liquidity	Price	Δ 7d	Δ 1m
NAC Kazatomprom	6 175.0	12.2	17.8
Gazprom	1 170.0	3.6	-9.7
Freedom Holding Corp.	6 762.0	2.5	19.9
Bank CenterCredit	239.0	0.8	-0.2
KEGOC	1 647.0	0.5	0.7
KAZ Minerals	2 189.0	0.1	25.8
Kcell	2 500.0	0.0	4.2
Sberbank Russia	1 129.0	-0.5	-1.7
KazTransOil	873.0	-2.1	5.8
Kazakhtelecom	26 700.0	-3.9	6.2
Halyk Savings Bank of Kazakhstan	95.9	-8.1	-19.8

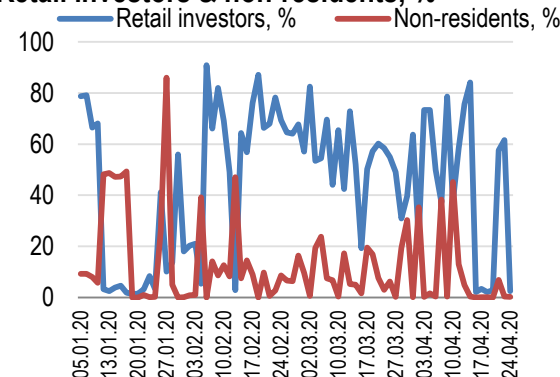
Note: Index stocks are highlighted in green

The prices of most shares of the companies changed slightly over the week. Kazatomprom's ordinary shares, which grew by 12% to KZT6,175 per share, rose most of all. The price of the national nuclear company's stocks reached a historic high this week amid rising uranium prices in world markets and, as a result, the growth of the company's revenue this year.

The main loser of the week was ordinary shares of Halyk Bank, which fell by 8%. This is the second trading week in which the securities of this bank show the worst price trend among all representatives of the index basket. Let us remind that this week the Board of Directors of Halyk Bank recommended not to pay dividends on ordinary shares for 2019, given the difficult situation in the economy and the recommendation of the Agency of the Republic of Kazakhstan on Regulation and Development of the Financial Market. However, the statement of the bank's management also mentions the possible distribution of profits of previous years in the second half of 2020.

Several bond offerings were held last week. Kazakhstan's Ministry of Finance raised KZT85.7 bn on KASE on April 20 by selling fourth issue of MEUKAM-240 with YTM of 10.30 % APR and the period to maturity of 14.8 years. On Wednesday, the financial institution raised KZT6.0 billion placing the 51st issue of MEOKAM-60 with YTM of 11.00% APR and the period to maturity of 2.2 years. On Thursday, Agrarian Credit Corporation raised KZT5.6 billion on KASE by placing bonds AGKKb12 with YTM of 11.75% APR and the period to maturity of 6.5 years.

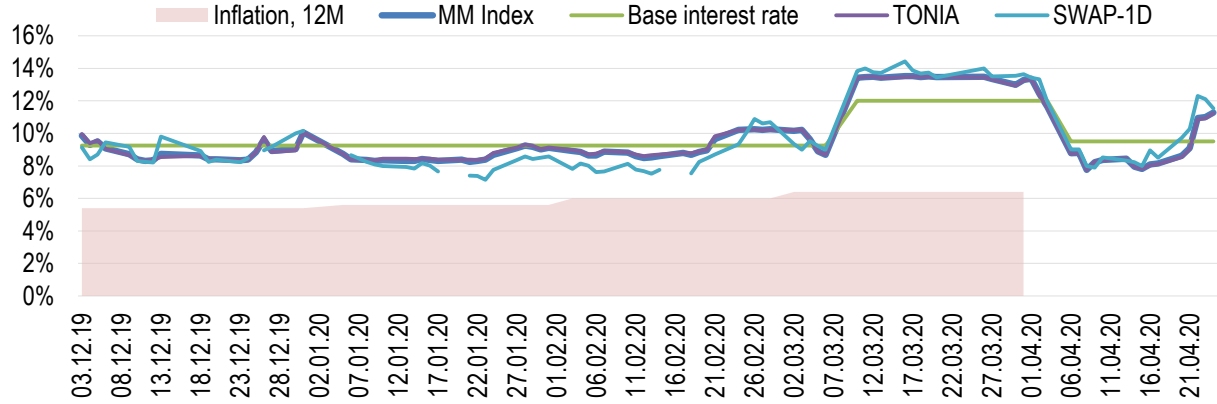
Retail investors & non-residents, %



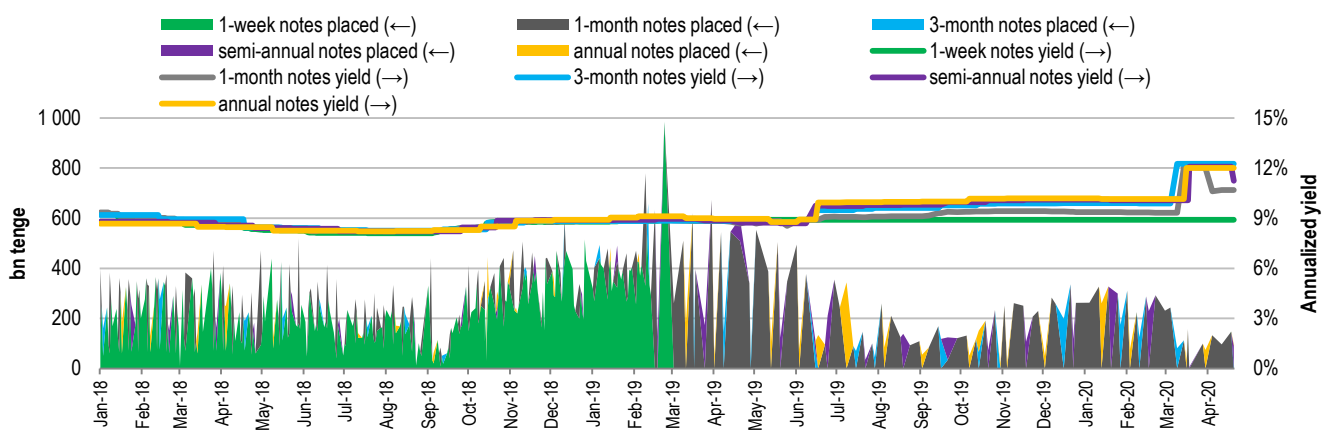
The demand for tenge this week remained high amid weakening of the tenge against the U.S.dollar and the increased volatility of the external market, which had relevant impact on the money market rates. The yield of one-day repo transactions with government securities rose by 309 bps to 11.2% APR. SWAP 1D USD rate rose by 303 bps to 11.5% APR. The average amount of liquidity raised for one day on the KASE market was KZT258.8 billion against KZT224.7 billion last week (+15.3%).

Last week on Monday, monthly notes (yield rate of 10.6929% APR), and on Wednesday semi-annual notes of the NBRK (yield rate of 11.2490% APR) were placed. The demand exceeded the supply by 13% and 9%, accordingly.

Inflation and interest rates

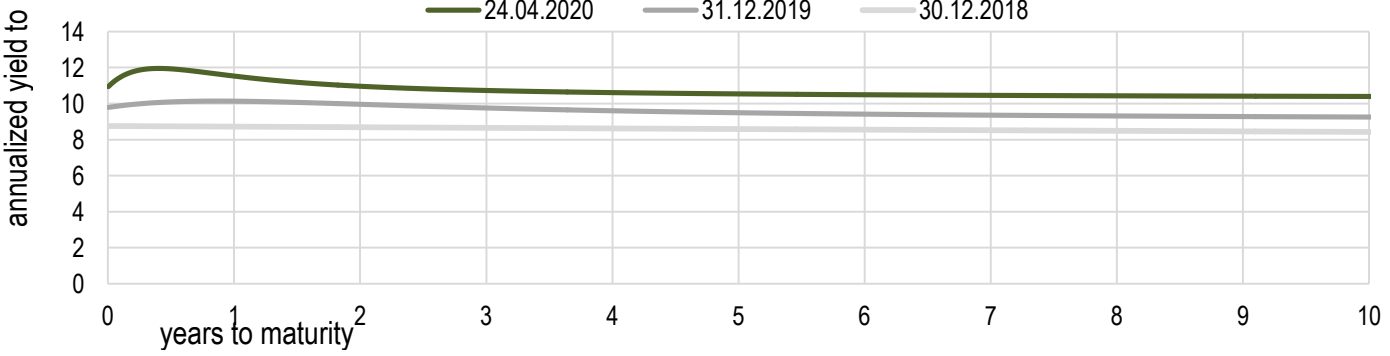


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





USDKZT – the tenge weakened against the U.S. dollar by KZT4.55 to KZT430.99 by the end of the week. Total trading volume over the week was US \$498.5 mln, a 60% increase compared to the last week.

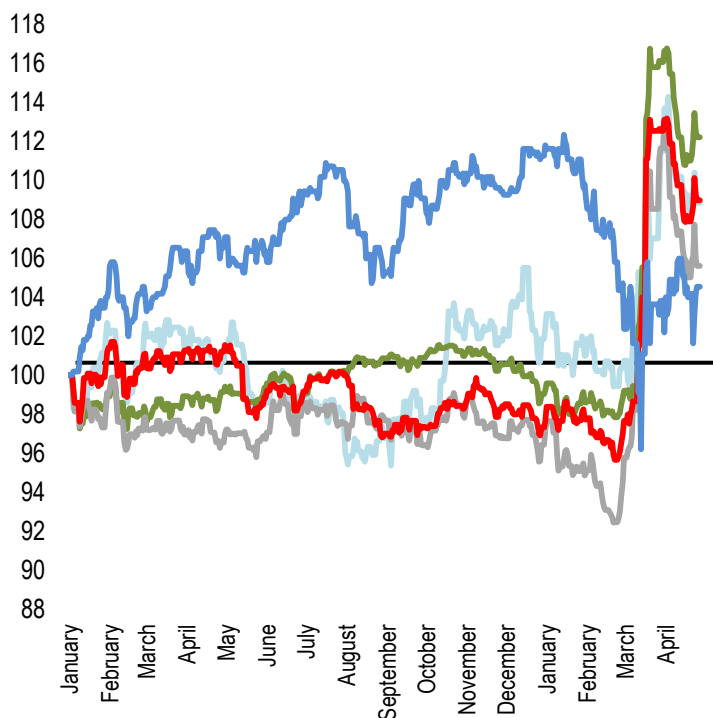
The national currency weakened against the U.S. dollar and the Chinese yuan by a little more than one percent amid negative news and forecasts regarding oil prices and the recovery of the economy after the end of the pandemic. The spread of COVID-19 and investors' concerns over oil market oversupply and the subsequent critical filling of oil storage facilities continued to push the tenge down throughout the week. The price of the June futures contract for Brent crude oil as at 16:00 Nur-Sultan time, lost a quarter of its value dropping to US \$21.10 over the week.

USDKZT – the tenge strengthened against the ruble by 12 tiyn to KZT5.71 by the end of the week.

CNYKZT – the exchange rate of the yuan rose by 71 tiyn to KZT60.93.

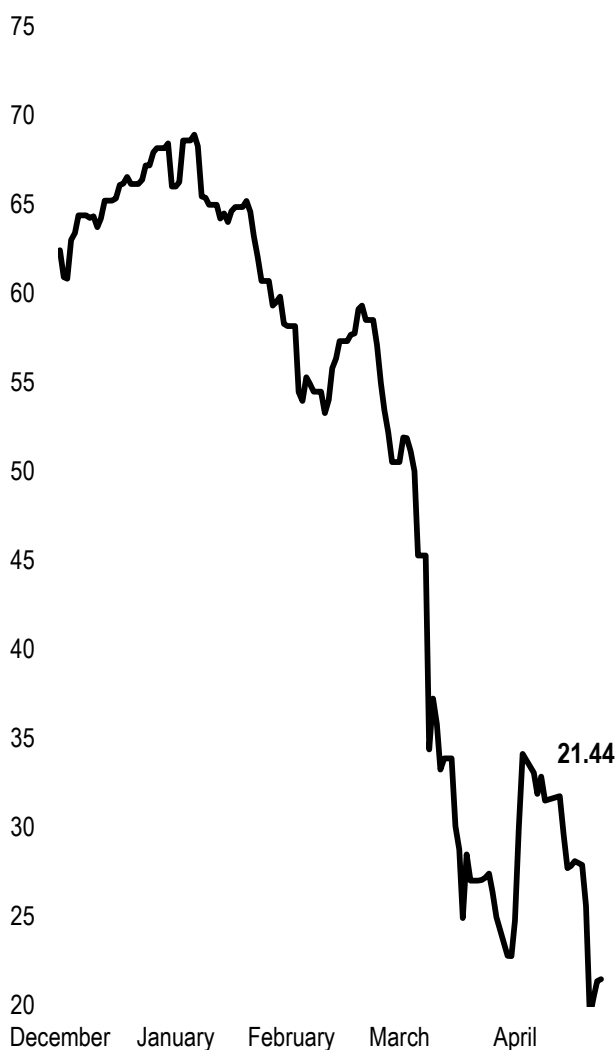
FX rates

Δ %, base (01.01.19)



	Price	Δ 7d, %	Δ 30d, %	Δ 2019, %
— GBPKZT	533,82	0,1	2,2	6,8
— USDKZT	432,24	1,1	-2,82	13,4
— EURKZT	465,61	0,2	-2,3	9,1
— CNYKZT	61,05	1,0	-2,9	11,9
— RUBKZT	5,75	-0,3	0,5	-6,8











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

24.04.2020

Name	Value	Trend %			Exchange rate in tenge*	Trend		
		7d	1m	1y		7d	1m	2017
 S&P 500	2 836.74	-1.3	14.6	-3.1	432.24	1.1	-2.8	13.4
 Dow Jones	23 775.27	-1.9	12.1	-10.2				
 RTS	1 081.32	0.2	10.1	-13.2	5.75	-0.3	0.5	-6.8
 MICEX	2 562.03	1.1	12.1	12.1				
 Hang Seng	23 831.33	-2.3	1.3	-19.4	61.05	1.0	-2.9	11.90
 SS CSI 300	3 796.97	-1.1	2.0	-3.7				
 Euro Stoxx 50	2 809.07	-2.7	0.3	-19.6	465.61	0.2	-2.3	9.1
 FTSEuroFirst	3 326.89	-2.1	3.0	-21.0				
 FTSE 100	5 826.60	0.7	2.4	-21.6	533.82	0.1	2.2	6.8
 KASE	2 269.95	0.4	5.6	-2.7				

Economic calendar

Currency

Forecast

Previous

28.04	Goods Trade Balance (Mar)	USD		-59,89B
29.04	Fed Interest Rate Decision	USD	0,25%	0,25%
29.04	Crude Oil Inventories	USD	15,150M	15,022M
29.04	FOMC Press Conference	USD		
30.04	Manufacturing PMI (Apr)	CNY	51,0	52,0
30.04	ECB Press Conference	EUR		
30.04	ECB Interest Rate Decision (Apr)	EUR		0,0%

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 2019

Annual inflation	6,4%	01.04.20	5,3 %
Gross international reserves of NBK, USD bn	29 891	01.03.20	30 927
Reserve money, KZT bn	6 395,2	01.03.20	5 995,7
Money supply, KZT bn	20 793,9	01.03.20	20 813,4

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

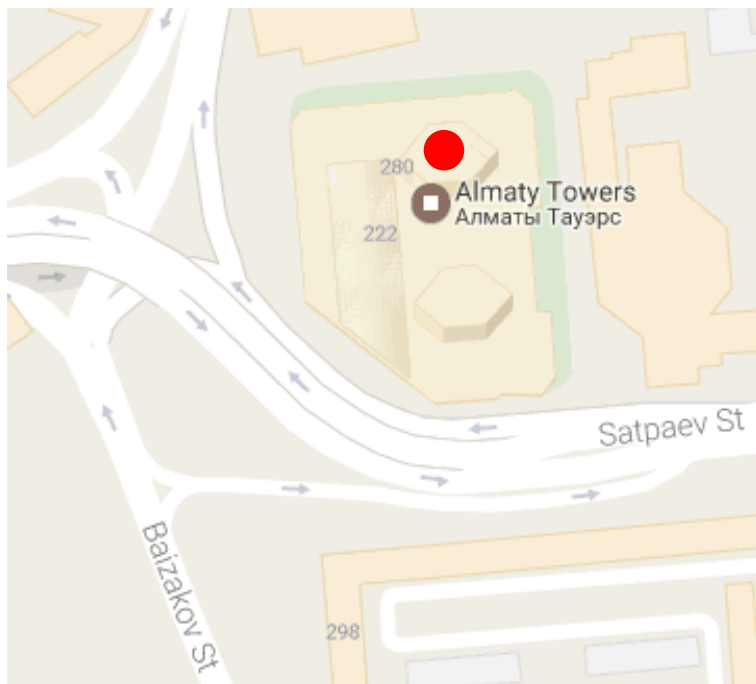
BBB stable

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Corporate Events Calendar of KASE listed Companies

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