

KASE WEEKLY

08 – 12 November,
2021

KASE NEWS

- ▲ KASE [held](#) an online press briefing dedicated to the results of the exchange market's operations in October 2021.
- ▲ Bonds [XS2404974508](#) (EBRDe14) of the EBRD, [XS1405782159](#) (QA_01_2606) of the Ministry of Finance of the State of Qatar, [XS1694217495](#) (SA_01_2803) of the Ministry of Finance of the Kingdom of Saudi Arabia, [KZ2P00008188](#) (PIFRb2) of PartnerInterFreight LLP were included in KASE official list.
- ▲ Shares of foreign issuers were [included](#) in the "KASE Global" sector.
- ▲ Trades in bonds [KZ2D00008141](#) (EABRb23) of EDB, [KZ2P00007925](#) (MFMOb1) and KZ2P00007933 (MFMOb2) of MFO "Mogo Kazakhstan" LLP, [KZX00000690](#) (AOILe1) of 5A OIL, [US912810SY55](#) (US_08_4105) of US Department of Treasury, [KZ2P00007818](#) (MFSCb1) and [KZ2P00007826](#) (MFSCb2) of MFO "Swiss Capital" LLP opened on KASE.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan raised 90.5 billion tenge on KASE by placing MEUKAM-096 of issue 12 ([KZKD00001160](#), MUM096_0012), MEOKAM-060 of issue 52 ([KZK200000679](#), MOM060_0052), MEUKAM-132 of the seventh issue ([KZKD00001152](#), MUM132_0007) and MEUKAM-180 of the 15th issue ([KZKD00001186](#), MUM180_0015).
- ▲ EBRD [raised](#) 12.5 billion tenge on KASE through subscription by placing international bonds XS2404974508 (EBRDe14).
- ▲ Bank CenterCredit JSC [raised](#) KZT5.1 bn on KASE by placing bonds KZ2C00007714 (CCBNb33).
- ▲ Eurasian Development Bank [raised](#) 4.9 billion tenge on KASE by placing bonds KZ2D00008141 (EABRb23).
- ▲ MFO "OnlineKazFinance" LLP [raised](#) KZT1.6 bn on KASE by placing bonds KZ2P00008162 (MFOKb2).
- ▲ MFO "Swiss Capital" LLP [raised](#) \$120.8 th. on KASE by placing bonds KZ2P00007826 (MFSCb2).
- ▲ RG Brands JSC [redeemed](#) 119,801 of its common shares KZ1C00000496 (RGBR) on KASE for the amount of 2.4 billion tenge.
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) 10.0 billion tenge on KASE by placing bonds KZ2C00008035 (KFUSb32).
- ▲ Industrial Development Fund JSC [raised](#) KZT50.0 bn on KASE by placing bonds KZ2C00008217 (IDFRb4).
- ▲ ANNOUNCEMENT: On November 22, a conference of Halyk Savings Bank of Kazakhstan JSC will be [held](#) to announce financial results for nine months and the third quarter of 2021.
- ▲ Freedom Holding Corp. [reported](#) financial results for the second quarter of fiscal year 2022.
- ▲ RG Brands JSC [paid](#) dividends on common shares KZ1C00000496 (RGBR) for 2020.
- ▲ NOSTRUM OIL & GAS PLC [announced](#) the extension of the forbearance agreement on refraining from exercising the right.
- ▲ Tethys Petroleum Limited [provided](#) an update on its activities.
- ▲ Kcell JSC and First Heartland Jusan Bank JSC [signed](#) an agreement on opening a credit line.
- ▲ Kcell JSC [announced](#) the full repayment of loans in Halyk Savings Bank of Kazakhstan JSC and Subsidiary Bank Alfa-Bank JSC.



12.11.2021		Trends (%)	
KASE Index	3 790,08	1,2	6,1
First class of liquidity	Price	Δ 7D	Δ 1M
Ford Motor Company	10 570,0	26,6	51,2
Rostelecom	685,0	14,2	14,2
Pfizer	21 801,0	12,4	14,7
Gazprom	2 690,0	6,3	2,5
NAC Kazatomprom	20 300,0	6,1	23,4
Sberbank	2 383,0	4,3	5,7
Kaspi.kz	63 490,0	3,9	30,9
Kazakhtelecom (pref.)	26 450,0	2,5	9,4
Bank CenterCredit	347,0	2,1	12,5
Halyk Savings Bank of Kazakhstan	202,0	1,3	4,3
Apple Inc.	65 500,0	0,9	3,2
KazTransOil	1 100,0	0,6	0,6
Bank of America	20 601,0	0,2	9,5
Aeroflot	412,8	0,1	-0,8
AltynGold	1 095,0	-0,0	-1,4
Bank CenterCredit (pref.)	316,0	-0,1	3,6
KEGOC	1 878,0	-0,2	-0,7
Kazakhtelecom	36 050,0	-0,6	-1,2
Kcell	1 678,2	-1,3	27,6
Novolipetsk Steel	1 589,0	-2,2	0,6
Freedom Holding Corp.	29 693,7	-2,3	10,2
VTB Bank	0,3	-3,1	-3,1
Intel Corporation	23 800,0	-4,4	-0,8

Last week, the local stock market came close to reaching a new significant level - by the results of Friday's trades, KASE Index settled near 3,800 points, and the growth since the beginning of the year amounted to almost 40%.

The main beneficiary of last week's growth were shares of Kazatomprom, which added 5.3% in price. The trigger for their growth, in addition to the ongoing rally in the uranium market, was the launch in Ust-Kamenogorsk of a joint production of fuel assemblies for nuclear power plants with a Chinese partner. A good weekly gain in the share price looks even more solid in the long-term horizon – since the beginning of the year, Kazatomprom's securities have added 182% in price. Not every international company brings such profit to investors, and Kazatomprom, moreover, operates in an information field that is understandable to local investors.

Since the beginning of the year, common shares of Halyk Bank and Bank CenterCredit have added more than 60% each, and Kaspi.kz shares, which have resumed trading on KASE since July 15, have grown by 50%. All three banks renewed all-time highs last week. Kaspi.kz and BCC have already reported strong quarterly data, Halyk Bank's conference to announce financial results is scheduled for November 22.

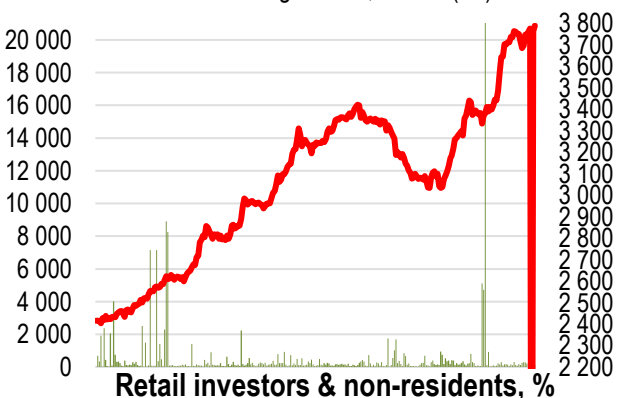
By the way, last week Bank CenterCredit raised KZT5.1 bn on KASE at 11.5% per annum with a maturity of 7 years. Also in the debt market of corporate bonds last week 1.6 billion tenge were raised by the Microfinance organization "OnlineKazFinance" at 18% per annum with a maturity of 3 years, 50 billion tenge of discount bonds were raised by the Industrial Development Fund and 10 billion for one year were raised by Kazakhstan Sustainability Fund with a coupon rate of 9.5%.

Meanwhile, international stock exchanges last week developed in conditions of a rather specific wave of volatility. On the one hand, the world continues to be overwhelmed by the most powerful surge in inflation in decades. On the other hand, the incoming economic data for the most part point to economic recovery, albeit at a much slower pace than inflation. And the reaction of most central banks to halting asset purchases and raising interest rates remains very moderate. Optimism continued to be brought to the markets by the ending season of quarterly reports, more than 80% of which turned out to be higher than the consensus forecasts of investors. In aggregate, at the end of the week, the economic situation in the world was rather ambiguous: stock markets continued to trade at their maximum levels, although the volatility index, as well as the price of the main defensive assets – the US dollar and gold – rose significantly.

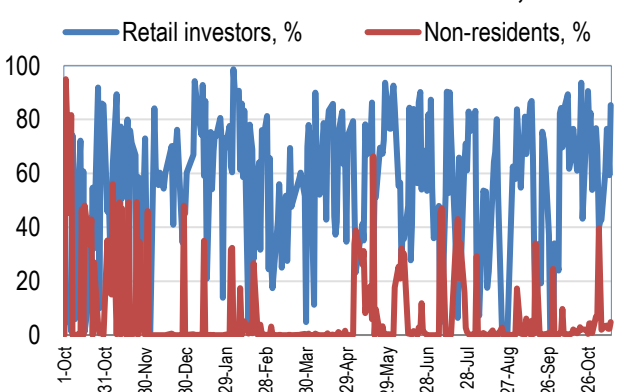
Note: Index stocks are highlighted in green

KASE Index shares

Trading volume, KZT M (←)

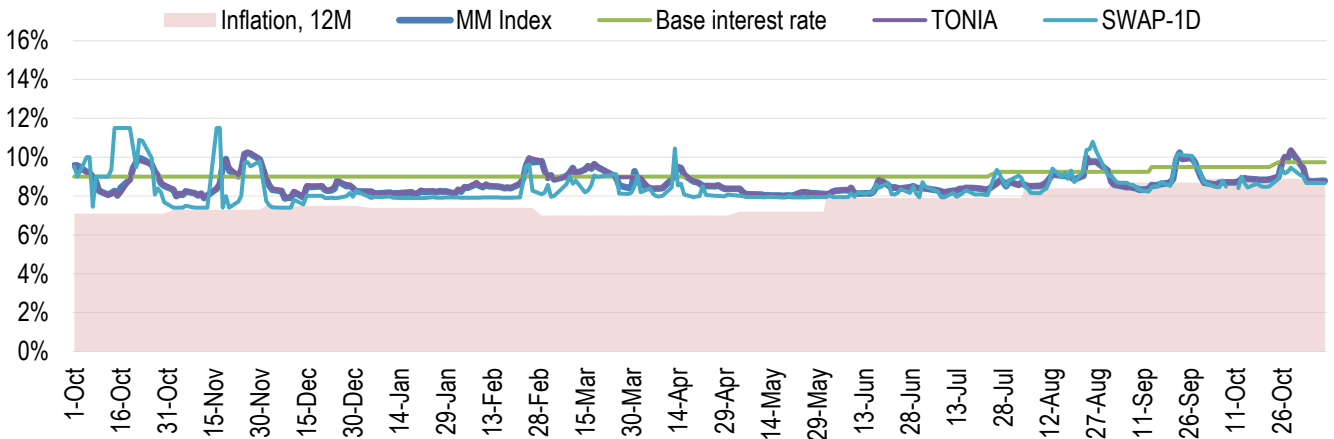


Retail investors & non-residents, %

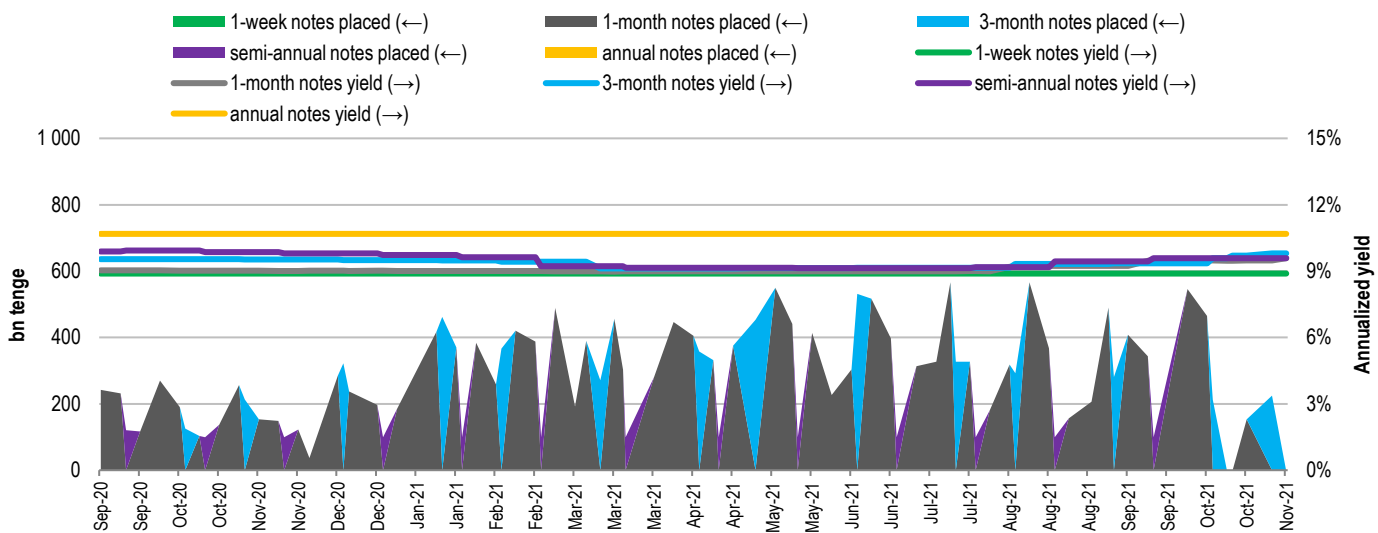


The yield on one-day REPO transactions with government securities (GS) for (TONIA) from November 8 to 12 increased from 8.79% to 9.25% per annum, fixing below the average value of the base rate corridor. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) also increased from 8.67% to 8.15% per annum over the past week. The average trading volume in one-day money market instruments amounted to 476 billion tenge.

Inflation and interest rates

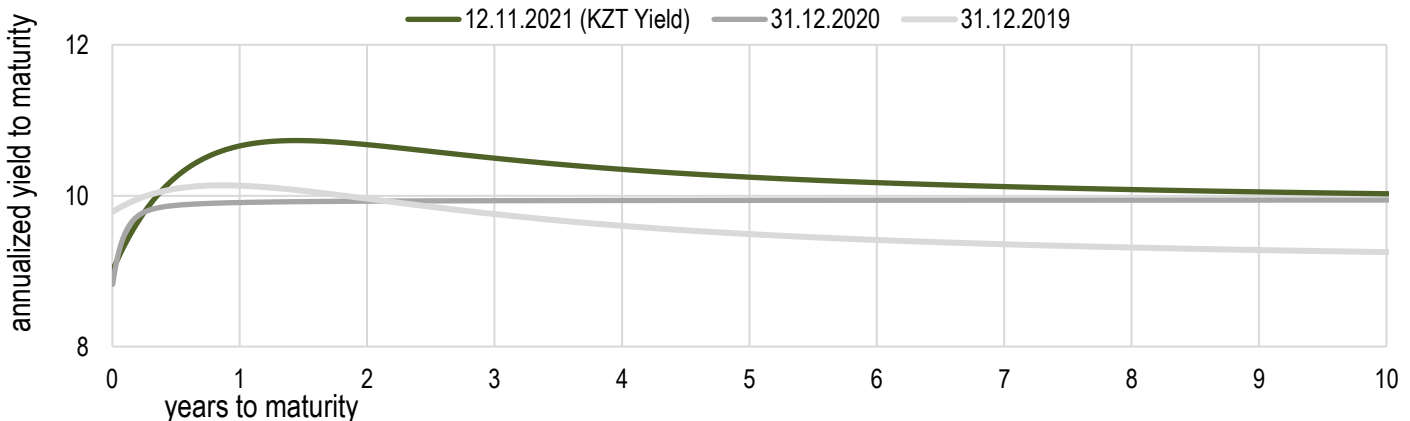


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



As a result of the week, the exchange rate of the US dollar against the tenge increased by 0.82 tenge (+ 0.19%) to 429.62 tenge. The total trading volume for the week amounted to \$688.03 million (+ 19.0% over the same period last week). The total number of transactions for the purchase and sale of the US dollar amounted to 2,074 (+223 versus the previous week). The maximum price was 429.62 tenge per US dollar, the minimum was 428.53 tenge

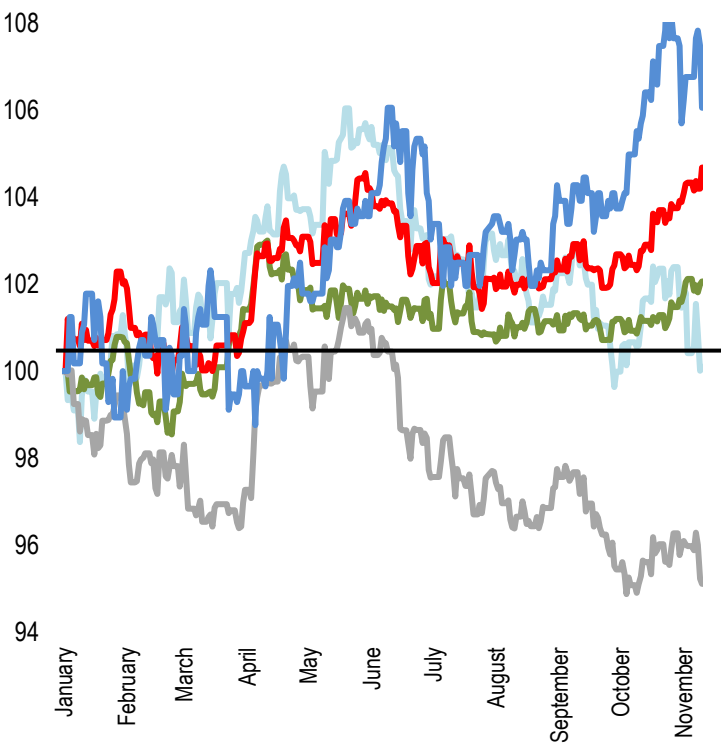
Last trading week, the national currency weakened significantly under the influence of such factors as the strengthening of the dollar against the basket of currencies of developed countries and the decline in oil prices.

The benchmark Brent crude started its decline from Tuesday from 84.78 points to 82.17 points on Friday. US President Joe Biden has expressed his intention to cut energy costs amid a significant rise in the consumer price index to 6.2% - the highest since 1990. Investors anticipate the likelihood that the US will unseal its strategic reserves to stabilize oil prices. According to Bloomberg, 3.1 million barrels have already been withdrawn from the reserve.

Meanwhile, the dollar jumped higher after reporting record US inflation in 31 years. The DXY index during the week was in the range of 93.96 - 95.18 points, breaking through the psychological mark of 95 points. The growth of the dollar caused the currencies of developing countries to fall, for example, the ruble weakened by 2.3% over the week.

FX rates

Δ %, base (01.01.21)



Brent oil

USD/barrel



	Price	Δ 7d, %	Δ 30d, %	Δ 2021, %
— GBPKZT	575,44	-0,31	-0,58	0,66
— USDKZT	429,59	-0,05	0,96	2,04
— EURKZT	491,49	-0,91	0,13	-4,66
— CNYKZT	67,37	0,33	1,74	3,99
— RUBKZT	5,96	-0,67	2,03	6,90

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
S&P 500	4 682,85	-0,3	7,3	32,4	-0,3
Dow Jones	36 100,31	-0,6	5,0	24,1	-0,6
RTS	1 784,28	-3,5	-3,8	44,1	-3,0
MICEX	2 285,53	0,0	0,0	0,0	-3,0
Hang Seng	25 327,97	1,8	1,5	-3,2	1,8
SS CSI 300	4 888,38	1,0	-1,0	-0,4	0,7
Euro Stoxx 50	4 370,33	0,2	7,0	27,5	0,4
FTSEuroFirst	4 770,00	0,4	5,0	25,4	0,3
FTSE 100	7 347,91	0,6	2,9	15,9	0,7
KASE	3 790,08	1,2	6,1	50,4	

Commodities market

November 12, 2021

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	82,17	-0,7	-1,2	88,8
Oil (WTI)	80,79	-0,6	0,4	96,5
Natural gas	4,79	-13,1	-14,3	61,0
Copper	444,95	2,5	-1,5	41,5
Iron	633,00	7,9	-11,7	-24,5
Gold	1 864,90	2,6	4,0	-0,6
Silver	25,35	4,9	9,4	4,3
Wheat	817,00	6,6	13,7	38,9

Economic calendar

		Currency	Forecast	Previous
15.11	GDP (qtr./qtr.) (3 qtr.)	JPY	-0.2%	0.4%
15.11	Industrial output (y/y) (Oct)	CHY	3.0%	3.1%
16.11	Retails sales (m/m) (Oct)	USD	1.1%	0.7%
17.11	Consumer price index (CPI) (y/y) (Oct)	EUR	4.1%	4.1%
17.11	Crude oil reserves	USD		1.0 M
18.11	Number of initial applications for unemployment benefits	USD	260K	267K

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 2021
Annual inflation	8.9%	01.11.21	5,6%
Gross international reserves of NBK, USD bn	35,5	01.10.21	35,6
Reserve money, KZT bn	10 689,7	01.10.21	8 652,5
Money supply, KZT bn	28 850,3	01.10.21	20 875,8

Kazakhstan credit ratings

	Rating	Date	Previous
S&P Global	BBB-/A-3- stable	09/08/21	BBB- stable
MOODY'S	Baa2 stable	08/11/21	Baa3 positive
FitchRatings	BBB stable	08/13/21	BBB stable

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Corporate Events Calendar of KASE listed Companies

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