

KASE WEEKLY

March 09–12,
2021

KASE NEWS

- ▲ KASE [held](#) an online press briefing on the results of the exchange market's operation in February 2021.
- ▲ KASE [transfers](#) listing procedures to electronic format.
- ▲ Changes were introduced to the [Rules](#) for Repo Transactions in the Trading and Clearing System ASTS+ and Lists of trading modes and operations of the trading and clearing system ASTS+, the [Methodology](#) for determining risk-parameters of financial instruments, Rules for carrying out exchange activities.
- ▲ New editions of the following documents were put into effect: [Listing Rules](#), [Regulations](#) on the Committee of the Board of Directors of Kazakhstan Stock Exchange JSC for audit of issuers, Rules for admitting securities to circulation in the sector "Non-listing securities", [Regulations](#) on the Listing Commission.
- ▲ New documents have been put into effect: [Procedure](#) for formation of the list of auditing organizations recognized by Kazakhstan Stock Exchange JSC, [Procedure](#) for implementation of listing procedures, [Rules](#) for disclosing information by securities admission initiators.
- ▲ Raiffeisenbank JSC was [admitted](#) to foreign members of KASE in the currency category.
- ▲ American depository receipts US48666D2045 (KZTKd), the underlying asset of which are common shares KZ0009093241 (KZTK) of Kazakhtelecom JSC, are [included](#) in KASE official list.
- ▲ Trades in bonds KZ2C00005981 (EUBNb18) of Eurasian Bank JSC [resumed](#) on KASE.
- ▲ Trades in international bonds [RU000A102CL3](#) (RU_20_3211) and [RU000A102CK5](#) (RU_21_2711) of the Ministry of Finance of the Russian Federation, bonds [KZ2C00007334](#) (KFUSb11) of Kazakhstan Sustainability Fund JSC and American depository receipts [US48666D2045](#) (KZTKd) opened on KASE.
- ▲ [Bonds](#) [KZ2P00007354](#) (THLZb3), [KZ2P00007362](#) (THLZb4) of TechnoLeasing LLP and [KZ2P00007297](#) (MFAFb1) of Microfinance Organization aFinance LLP underwent the listing procedure on KASE.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ Ministry of Finance of Kazakhstan raised KZT31.7 bn on KASE by placing MEUKAM-084 of issue 17 ([KZKD00000881](#), MUM084_0017), MEUKAM-168 of the fifth issue ([KZKD00001111](#), MUM168_0005) and MEUKAM-120 of issue 16 ([KZKD00000865](#), MUM120_0016).
- ▲ BAST JSC [issued](#) on KASE 25,200 common shares KZ1C00001015 (BAST) for the amount of KZT252.0 mln.
- ▲ Kazakhstan Housing Company JSC [raised](#) KZT15.0 bn on KASE by placing bonds KZ2C00006393 (KZIKb30) with yield to maturity of 11.00 % per annum.
- ▲ KazTransOil JSC [announces](#) financial results for 2020.
- ▲ Halyk Savings Bank of Kazakhstan JSC [announces](#) its consolidated financial results for 2020.
- ▲ Fitch Ratings affirmed the ratings of [Kazakhstan utility systems](#) and [Mangistau Regional Electricity Network Company](#), upgraded the ratings of [Development Bank of Kazakhstan](#) and "[Otbasy bank](#)" house construction savings bank.



12.03.2021		Trends (%)	
KASE Index	2 963,03	0,8	4,0
First class of liquidity	Price	Δ 7d	Δ 1m
VTB Bank	0,2	4,8	0,0
Freedom Holding Corp.	22 369,3	4,5	-4,0
Sberbank Russia	1 640,0	4,2	6,4
Gazprom	1 317,0	3,7	3,9
KazTransOil	1 054,0	2,8	6,2
Halyk Savings Bank of Kazakhstan	137,7	2,6	0,4
Bank of America Corporation	15 553,1	1,5	11,5
Aeroflot	436,0	1,2	8,6
Kazakhtelecom, preferred shares	13 000,0	0,8	-2,9
NAC Kazatomprom	9 669,0	0,7	21,5
Kazakhtelecom	27 000,0	0,4	-0,7
KAZ Minerals	4 664,0	0,1	3,8
Bank CenterCredit	218,0	0,0	3,2
Kcell	2 379,0	-0,3	-3,7
KEGOC	1 668,0	-0,5	-0,8

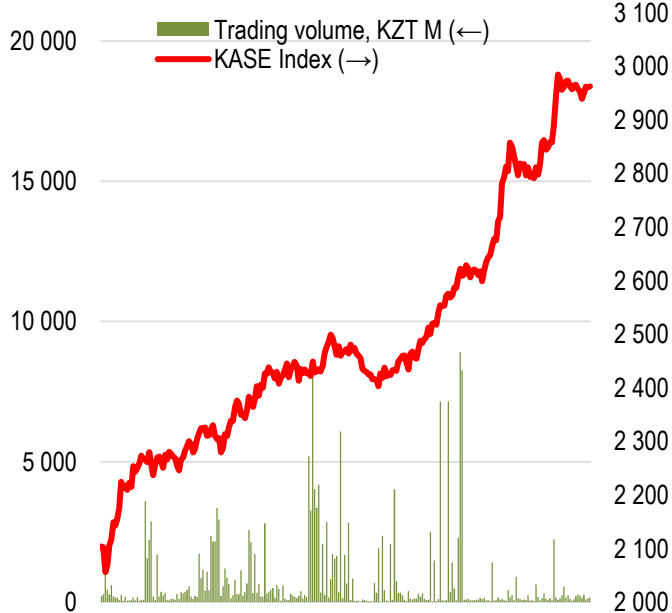
KASE index grew by 0.8% to 2,963.03 points. The largest number of deals among index shares was made with ordinary shares of Halyk Bank – 926 deals (34.7% of the total share). The largest trading volume fell on securities of Kcell – KZT188.1 million (28.4% of the total share).

The best result was shown by shares of KazTransOil, the price of which increased by 2.8%. On March 13, the company provided consolidated financial statements for 2020, according to which the consolidated net profit of KazTransOil JSC in 2020 according to IFRS amounted to KZT55.9 bn, which is by 24% more than in 2019. In addition, the consolidated revenue of the company in the reporting period increased by 1.84% and reached KZT235.2 bn. At the same time, the revenue separately for KazTransOil JSC for 2020 amounted to KZT215.5 bn, which is by 3.3% lower than the same indicator in 2019. Net profit separately for KazTransOil JSC at the end of 2020 amounted to KZT45.6 bn, which is by 36.8% higher than in 2019. In addition, on March 11, it became known that the parent company of KazTransOil, KazMunayGas, transferred its other subsidiary, KazTransGas, under management of Samruk-Kazyna. In the summer of 2020, the first president of Kazakhstan, the head of Security Council, Nursultan Nazarbayev, announced that the national oil and gas company KazMunayGas would be reorganized by withdrawing the pipeline infrastructure operators KazTransOil and KazTransGas from it.

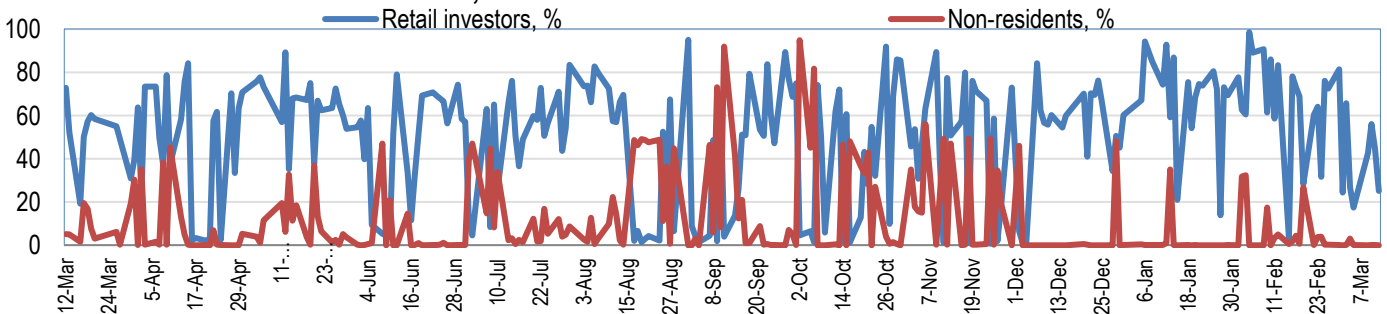
KAZ Minerals corrected slightly upwards after dropping nearly 3% in the previous week, supported by copper prices. Copper futures on the London Metal Exchange (LME) increased above \$4.1 a pound amid expectations of a surge in industrial demand in 2021, and since many of the government's response measures to the pandemic focus on development of the electric vehicle industry and green projects. In addition, declining copper production at Chile's flagship production since since mid-2020, as well as a possible strike at the Los Pelambres mine that threatens supplies, are also pushing copper prices upwards.

Note: Index stocks are highlighted in green

KASE Index shares

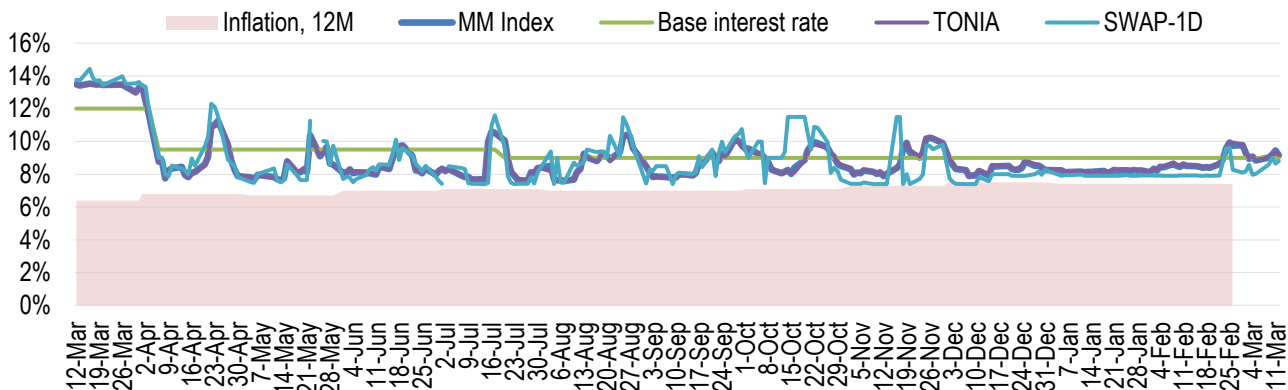


Retail investors & non-residents, %

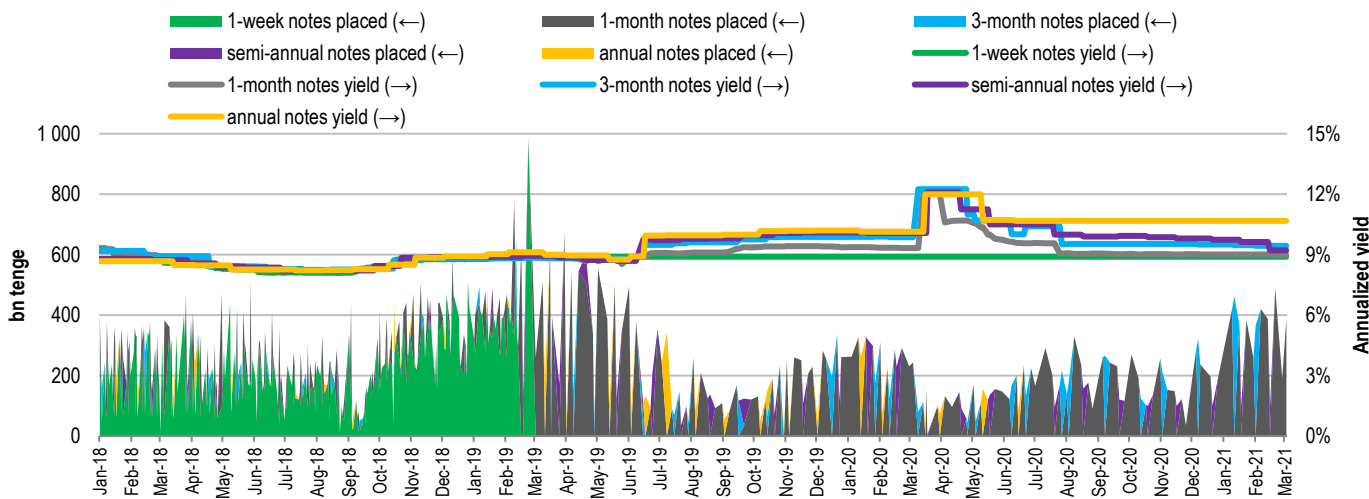


The yield on one-day repo transactions with government securities increased by 32 b.p. to the level of 9.18% per annum. The rate of borrowing the tenge secured by US dollars increased by 78 b.p. and amounted to 8.80% per annum. The total volume of borrowing the one-day tenge liquidity for per week amounted to KZT1.6 trln (-25.6 % on the same indicator of the previous week).

Inflation and interest rates

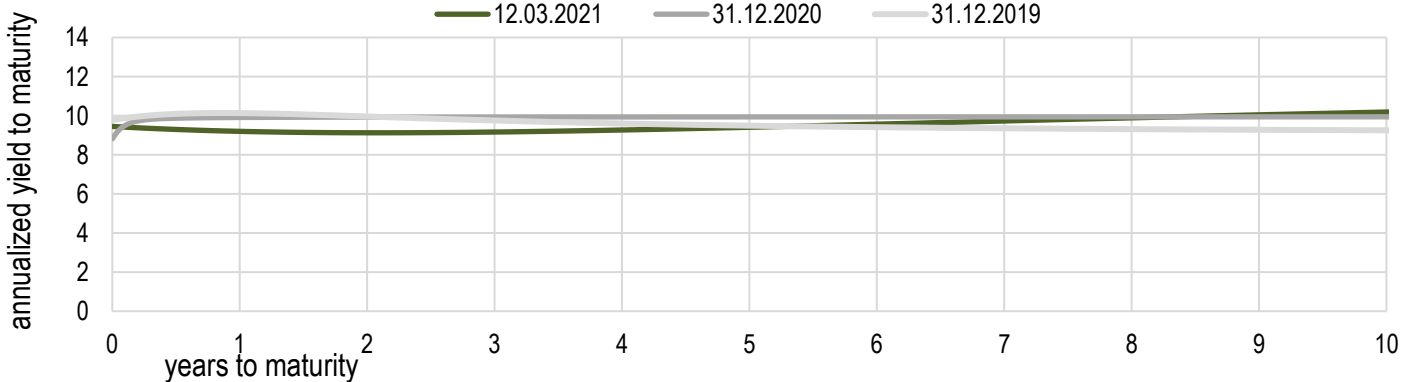


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





The exchange rate of the US dollar against the tenge decreased by KZT1.02 (0.2%) to KZT418.64. The total trading volume amounted to \$406.7 million (-43.9 % on the same indicator of the previous week). The total number of deals for purchase and sale of the US dollar amounted to 1,204 (-974 on the same indicator of the previous week). The maximum price was KZT420.89 per US dollar, the minimum was KZT418.00.

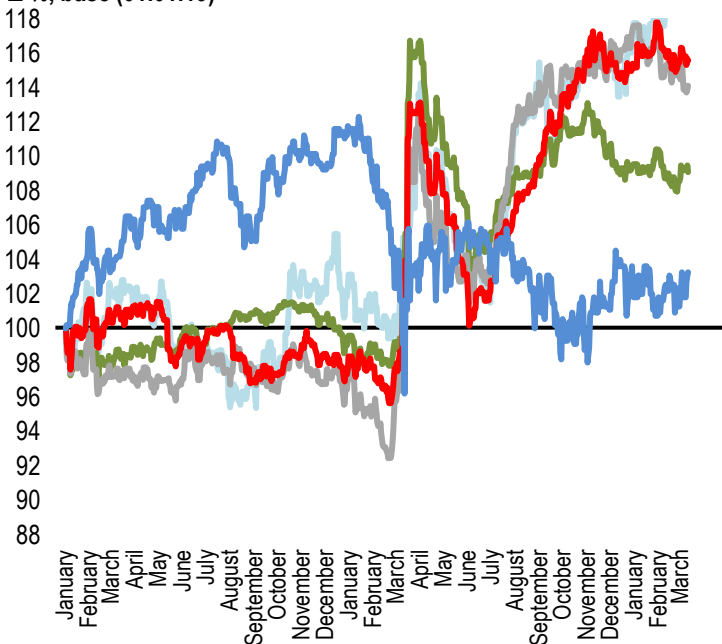
Based on results of the reporting week, the tenge strengthened against the US dollar against the background of oil reaching 14-month highs and the strengthening of peers. Brent crude futures hit a 14-month intraday high of \$71.4 a barrel on March 8. Oil prices rose on the back of the OPEC+ decision to refuse an increase in oil production in April by 500 thousand barrels per day. In addition, the market is supported by the US Senate's approval of a \$1.9 trillion package of measures to support the economy during the pandemic. In addition, oil prices are supported by signs of an increase in demand for petroleum products in the United States. A report from the US Department of Energy published on Wednesday showed a reduction in gasoline reserves in the country last week by 11.9 million barrels, distillates – by 5.5 million barrels. Meanwhile, the EIA said in its monthly report from the Energy Information Administration that it expected the price of Brent oil at \$65-70 per barrel in March-April 2021, and at \$58 per barrel in the second half of the year. In addition, the tenge is supported by a decline in the ICE Dollar index, which shows the value of the US dollar against six major world currencies.

The price of June Brent oil futures on the London ICE Futures exchange on Friday closed at \$69.22 per barrel (-0.2%). The exchange rate of the US dollar against the Russian ruble on the Moscow Exchange amounted to 73.3335 rubles (-1.2%).

The value of the Russian ruble increased by KZT0.0479 (0.8%) to KZT5.6932. The Chinese yuan fell by KZT0.2137 (0.3%) to KZT64.5380.

FX rates

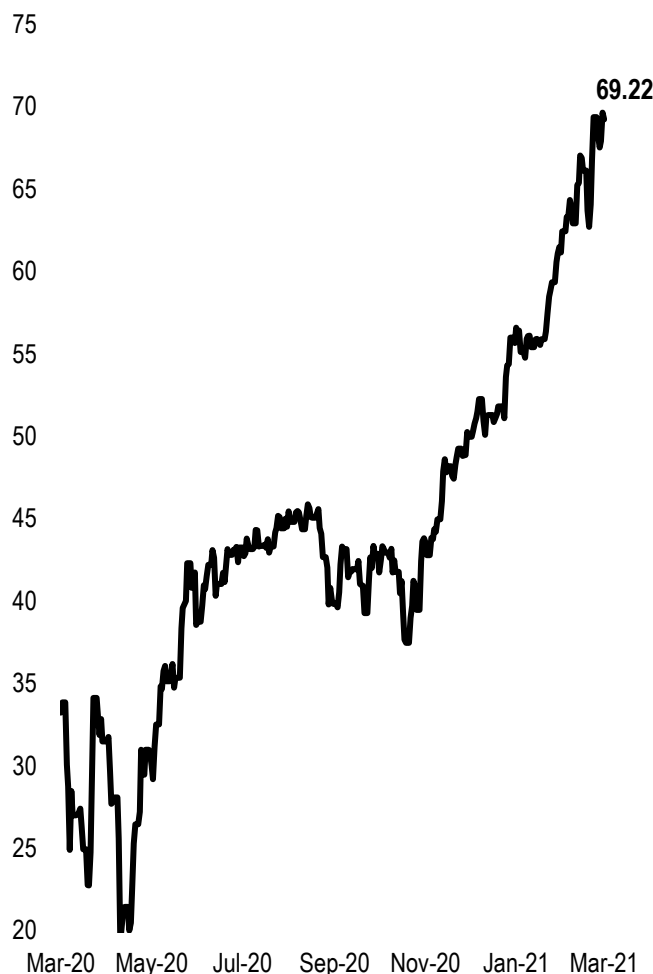
Δ %, base (01.01.19)









	Price	Δ 7d, %	Δ 30d, %	Δ 2020, %
— GBPKZT	584,56	0,1	1,5	2,3
— USDKZT	419,10	-0,1	0,3	-0,4
— EURKZT	501,41	-0,6	-0,9	-2,9
— CNYKZT	64,58	-0,5	-0,5	0,1
— RUBKZT	5,70	0,4	0,9	0,9

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					Commodities market					12.03.2021		
Name	Value	Trend %			Futures 7d	Name	Price	Trend %				
		7d	1m	1y				7d	1m	1y		
 S&P 500	3 943,34	2,6	0,9	59,0	2,7	Oil (Brent)	69,22	-0,2	12,6	108,4		
Dow Jones	32 778,64	4,1	4,3	54,6	4,2	Oil (WTI)	65,61	-0,7	11,8	108,3		
 RTS	1 519,50	5,0	4,9	57,2	5,0	Natural gas	2,60	-3,7	-10,7	41,2		
MICEX	2 285,53	0,0	0,0	0,0	5,0	Copper	414,55	1,4	9,9	67,1		
 Hang Seng	28 739,72	-1,2	-4,3	18,2	-0,7	Iron	1 264,50	-0,6	9,5	80,6		
SS CSI 300	5 146,38	-2,2	-11,4	30,3	-3,0	Gold	1 727,11	1,6	-6,3	8,3		
 Euro Stoxx 50	3 833,36	4,5	5,1	50,6	4,6	Silver	25,88	2,5	-4,4	62,1		
FTSEuroFirst	4 243,00	3,4	5,2	41,6	3,3	Wheat	631,75	-3,4	-0,6	24,3		
 FTSE 100	6 761,47	2,0	3,6	29,1	2,2							
 KASE	2 963,03	0,8	4,0	40,9								

Economic calendar		Currency	Forecast	Previous
15.03	Industrial output (y/y) (Feb)	CNY	30.0%	7.3%
17.03	Fed interest rate decision	EUR	0.25%	0.25%
17.03	Crude oil reserves	USD	2.964M	13.798M
18.03	Interest rate decision (Mar)	GBP	0.10%	0.10%
18.03	Number of initial claims for unemployment benefits	USD	700K	725K
19.03	Interest rate decision (Mar)	RUB	4.25%	4.25%

B – billions
M – millions
K – thousands

Note: the calendar contains the most significant economic events of the current week according to KASE analysts opinion

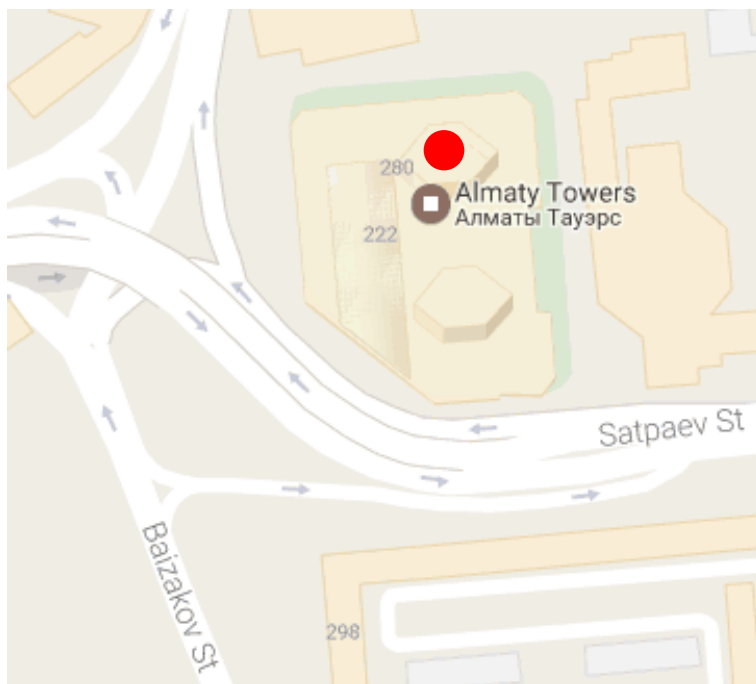
Kazakhstan statistics	Value	As of	Beginning 2019
Annual inflation	7.4%	01.03.21	5.3%
Gross international reserves of NBK, USD bn	31,561	01.06.20	30,927
Reserve money, KZT bn	8,428.3	01.06.20	5,995.7
Money supply, KZT bn	22,438.2	01.06.20	20,813.4
Kazakhstan credit ratings	Rating	Date	Previous
	BBB- stable	27.03.20	BBB- stable
	Baa3 positive	22.08.19	Baa3 stable
	BBB stable	21.08.20	BBB stable

CONTACT INFORMATION



Address: Republic of Kazakhstan, 050040, Almaty, Baizakov St., 280, Business Center "Almaty Towers"

Tel.: +7 (727) 237 53 00



Corporate website



Contact us



Corporate Events Calendar of KASE listed Companies

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