

KASE WEEKLY

May 11-20
2022

KASE NEWS

- ▲ KASE [held](#) an online press briefing on the results of the exchange market's operations in April 2022.
- ▲ Two issues of [bonds](#) of local executive bodies, bonds [XS2472852610](#) (BRKZe13) of Development Bank of Kazakhstan JSC and common shares [CA13321L1085](#) (CCJ_KZ) of Cameco corporation were included in KASE official list.
- ▲ [KZ2D00008133](#) (EABRb24) of Eurasian Development Bank were excluded from KASE official list due to the expiration of the circulation period.
- ▲ Trading in international bonds [XS2472852610](#) (BRKZe13) of Development Bank of Kazakhstan JSC, [XS2361431476](#) (EABRe4) of Eurasian Development Bank JSC and common shares [CA13321L1085](#) (CCJ_KZ) of Cameco corporation opened on KASE
- ▲ Trading in ordinary shares [US4581401001](#) (INTC_KZ) of Intel Corporation and [US8552441094](#) (SBUX_KZ) of Starbucks Corporation resumed at KASE
- ▲ Trading in ordinary shares [US5949181045](#) (MSFT_KZ) of Microsoft and [US4781601046](#) (JNJ_KZ) of Johnson & Johnson suspended on KASE.
- ▲ BCC Invest JSC [was awarded](#) the status of a market-maker on KASE for units KZPF00000058 (BCCI_cc) of IUIT "CenterCredit-Currency" and units KZPF00000231 (BCCIrb) of IUIT "CenterCredit - Reasonable balance«
- ▲ Halyk Savings Bank of Kazakhstan JSC was [assigned](#) the status of a market-maker on KASE for bonds KZKD00000568 (MUM132_0005) of the Ministry of Finance of the Republic of Kazakhstan.
- ▲ Freedom Finance JSC was [assigned](#) the status of a market-maker on KASE for common shares CA13321L1085 (CCJ_KZ) of Cameco Corporation.

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance placed on KASE 11.1 mln MEOKAM-36 of issue 91 ([KZK200000695](#), MOM036_0091), 2.0 mln MEUKAM-144 of 3rd issue ([KZKD00000378](#), MUM144_0003), 10.0 mln MEUKAM-180 of first issue ([KZKD00000105](#), MUM180_0001), 17.9 mln MEOKAM-36 of issue 91 ([KZK200000695](#), MOM036_0091), 12.7 mln MEOKAM-048 of issue 52 ([KZK200000687](#), MOM048_0052), 17.8 mln MEUKAM-120 of issue 17 ([KZKD00000899](#), MUM120_0017) and 12.6 mln MEUKAM-144 of 3rd issue ([KZKD00000378](#), MUM144_0003).
- ▲ Akimdikhs of Pavlodar and Atyrau regions [raised](#) 6.3 billion tenge on KASE.
- ▲ Swiss Capital LLP [raised](#) \$1.0 mln on KASE by offering bonds KZ2P00007826 (MFSCb2).
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT20.2 bn on KASE by placing bonds KZ2C00008019 (KFUSb34).
- ▲ NOSTRUM OIL & GAS PLC [announces](#) the publication of a letter on the procedure for restructuring bonds of Nostrum Oil & Finance BV.
- ▲ Development Bank of Kazakhstan JSC [announced](#) partial early redemption of international bonds XS0860582435 (BRKZe7).
- ▲ Development Bank of Kazakhstan JSC [announced](#) completion of placement of international bonds XS2472852610 (BRKZe13).
- ▲ National Company KazMunayGas JSC [announces](#) production results for the first quarter of 2022.
- ▲ Halyk Savings Bank of Kazakhstan JSC [announced](#) its consolidated financial results for the first quarter of 2022.
- ▲ The general meeting of shareholders of KazTransOil JSC [approves](#) the amount of dividend per one ordinary share of the company.
- ▲ Kcell JSC [announced](#) the results of the annual general meeting of shareholders held on May 19, 2022.
- ▲ The [name](#) of Subsidiary Bank "Alfa-Bank" JSC was changed.



27.05.2022

Trends (%)

KASE Index	2 669,25	-1,7	-12,3
First class of liquidity	Price	Δ 7D	Δ 1M
ПАО "Сбербанк"	-	-	-
Банк ВТБ (ПАО)	-	-	-
VTB Bank	-	-	-
Apple Inc.	144,4	3,2	- 11,8
AT&T Inc.	21,3	3,1	8,6
Intel Corporation	42,9	2,2	- 8,8
Pfizer Inc.	54,0	1,4	9,5
АО "Казакхтелеком"	29 900,0	0,7	- 6,3
Ford Motor Company	14,4	0,4	- 10,3
Freedom Holding Corp.	40,5	0,1	- 18,3
АО Kaspi.kz	26 865,0	0,1	- 11,9
ПАО "Газпром"	1 672,0	-	-
ПАО "Новолипецкий металлургичес"	1 381,0	-	-
ПАО "Ростелеком"	495,0	-	-
ПАО "Аэрофлот - российские авиал"	313,0	-	-
АО "KEGOC"	1 641,3	- 1,4	- 1,8
АО "Народный сберегательный бан"	107,4	- 1,5	- 8,3
Yandex N.V.	11 300,0	- 1,7	- 13,1
АО "КазТрансОйл"	735,0	- 2,1	- 13,0
АО "Банк ЦентрКредит"	375,0	- 3,1	- 2,1
АО "Национальная атомная компани"	11 880,0	- 3,4	- 17,1
АО "KM GOLD"	288,0	- 4,0	6,7
АО "Кселл"	965,1	- 4,3	- 31,6

Note: Index stocks are highlighted in green

By the end of May, the local market traditionally completes the assessment of dividend yield and after the dates of fixing the registers, it starts to decrease in search of an equilibrium ask and bid price. This year, given the increased external geopolitical uncertainties, many companies have decided to refuse or delay the payment of dividends. Additional pressure on share prices was exerted by changes in key rates in the US and Europe, which led to the withdrawal of some investors from emerging markets in anticipation of higher yields in developed markets. As a result, KASE Index fell by almost 10 % in May. However, last week the rate of decline slowed down and the Index stabilized in a horizontal trend. At the same time, common shares of Kazatomprom and Kaspi closed eight trading sessions in a row in the green zone. And ordinary shares of Kazakhtelecom, KEGOC, Halyk Bank and Kaztransoil traded in a rather narrow corridor, feeling for an equilibrium price. As a result of Friday, the value of the Index amounted to 2,740.38 points.

Last week, the results of the first quarter were provided by Halyk Bank, Air Astana and KazMunayGas. The net income of Halyk Bank for the first three months of 2022 amounted to 124.2 billion tenge, which is 28.3 % higher than the same period last year. Air Astana's quarterly net profit amounted to 1 billion tenge after a loss due to the pandemic in the amount of 3.3 billion tenge in the 1st quarter of last year. KazMunayGas reported an increase in oil production by 3.2 %, while the volume of transportation did not change. KazMunayGas shareholders also decided to spend 200 billion tenge from 2021 net income on the payment of dividends, which is 327.8 tenge per share.

As mentioned above, this year the shareholders of many companies decide to refrain from paying dividends. Last week, the shareholders of Kazburgaz, Almex, insurance companies – London-Almaty and Freedom Finance life decided not to pay dividends. Aktobe Oil Equipment Plant, Shubarkol Komir, Real-invest.kz has scheduled a meeting of shareholders for June 15 to approve dividend payments. ForteLeasing, Eurasian Bank, AMF Group and Halyk Finance have published financial statements for 2021 and are waiting for the date of annual meetings of shareholders. Kaztransoil shareholders approved at the annual meeting the payment of dividends in the amount of 26 tenge per share, while the company's management promised to return to the issue of paying additional dividends in the second half of the year, depending on the degree of stabilization of the situation.

International stock markets, like KASE, are under heavy pressure from tight monetary policy and high inflation. Despite this, the trading volume amounted to a record 5.2 billion tenge in KASE Global last week. Almost the entire volume came from trading in Airbus shares. We remind you that the company's shares were admitted to the market on April 26. This week, trading in shares of the Canadian uranium company Cameco opened. Freedom finance acts as a market-maker for shares.

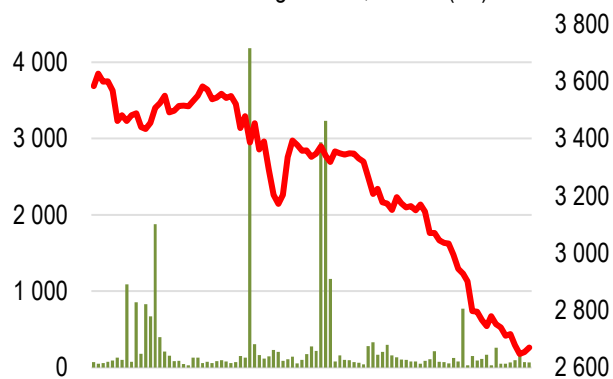
In the corporate debt market, Development Bank of Kazakhstan raised \$500 million at 5.75 % per annum for a period of 3 years. These international bonds are also admitted to listing and trading on the Vienna Stock Exchange. Additionally, Development Bank of Kazakhstan secured \$120 million from JP Morgan for more than 10 years. The funds will be used to purchase equipment for Aktogai mining and processing plant as part of the ESG project. Microfinance organization Swiss Capital raised \$10 million at 10% per annum for one year. Eurasian Development Bank raised 21.5 billion tenge at 10 % per annum for three years. And 28.1 billion tenge at 9.5% per annum for a period of 1 year was raised by Kazakhstan Sustainability Fund.

Additional placements of four issues of the Ministry of Finance for a total of 56.4 billion tenge for a period of one to five years, with a yield to maturity from 12.62 to 14.65 % took place in the government securities market, while the maximum yields were recorded for short periods.

On the money market, the one-day repo yield indicator – TONIA – grew by 54 points to 14.35 % over the week, the one-day swap yield indicator rose by 42 points to 15.55 % per annum.

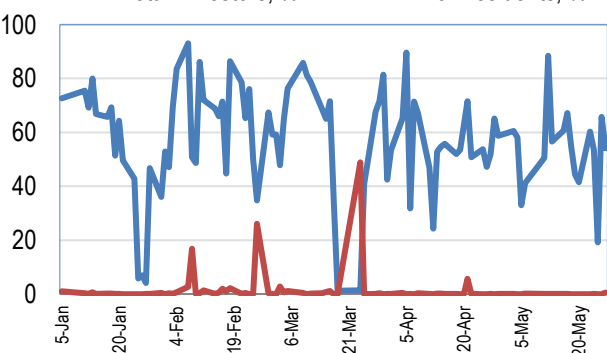
KASE Index shares

Trading volume, KZT M (←)



Retail investors & non-residents, %

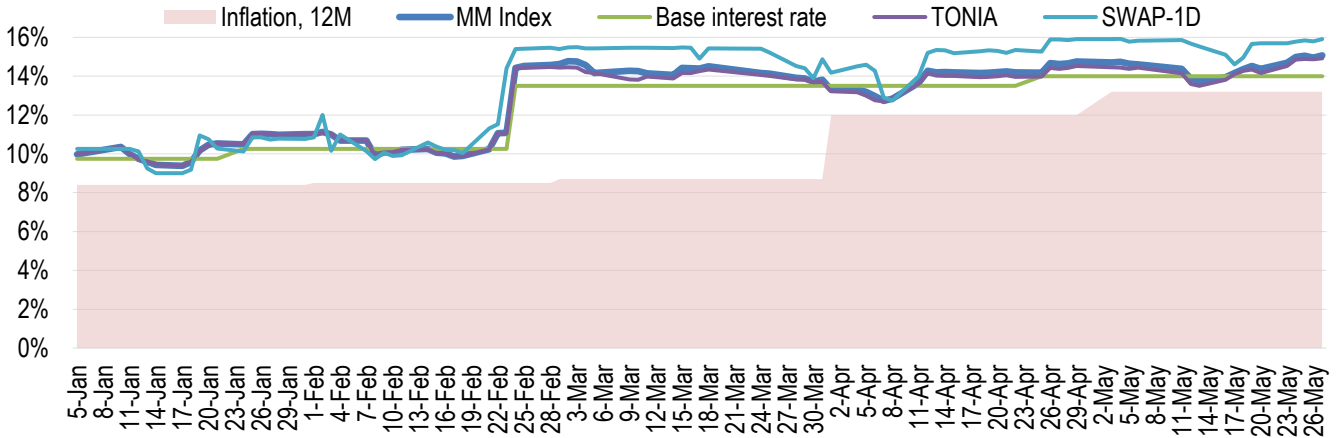
Retail investors, % Non-residents, %



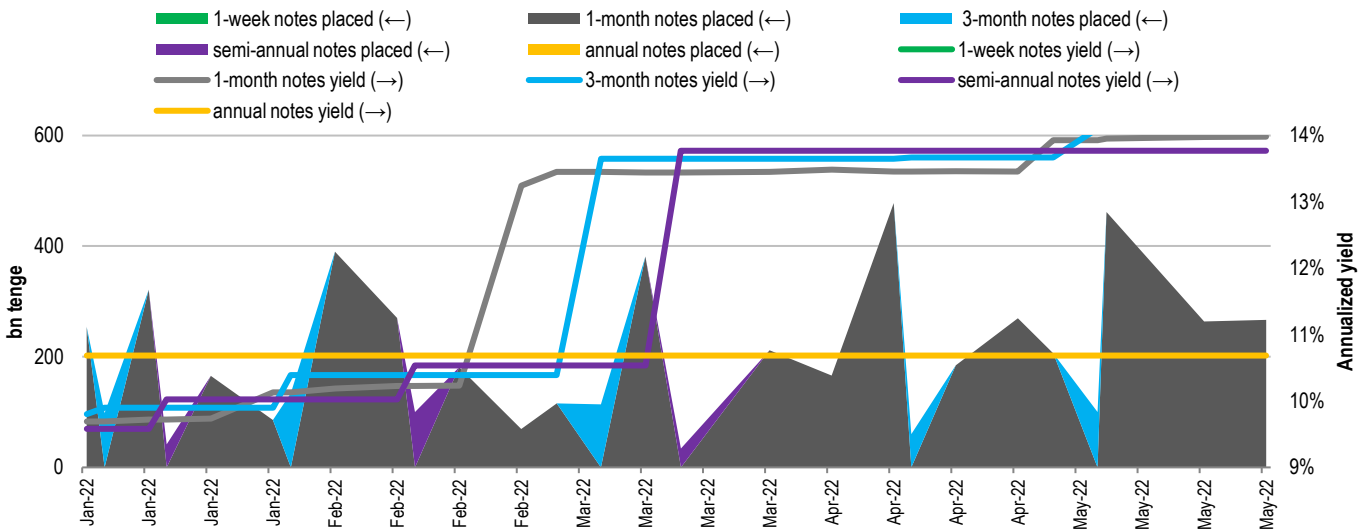


The yield on one-day REPO transactions with government securities (GS) (TONIA) from May 11 to May 20 decreased from 14.44 % to 14.16 % per annum. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D) in the period under review increased from 15.83 % to 15.89 % per annum.

Inflation and interest rates

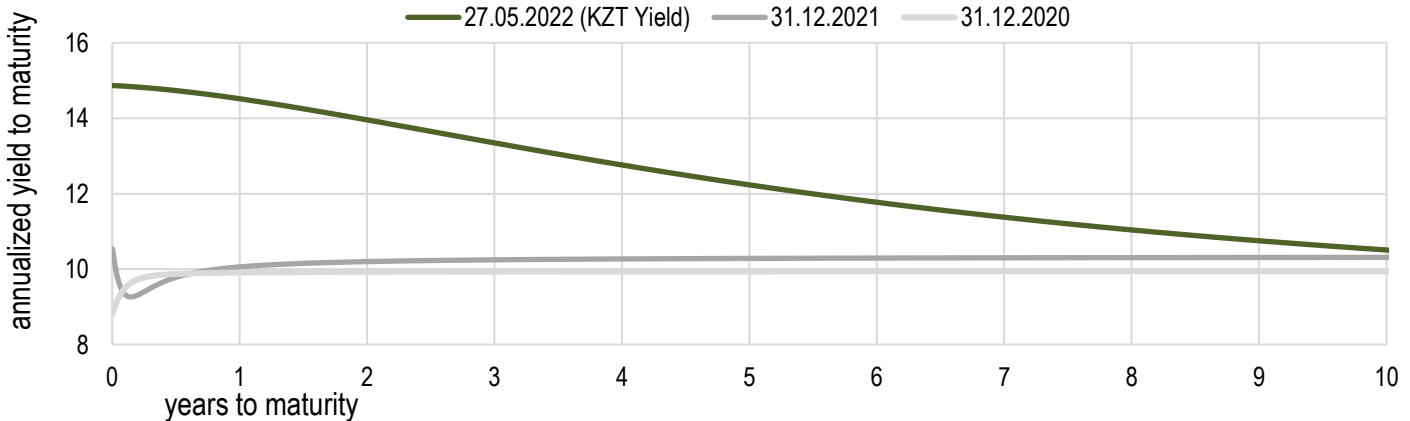


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





As a result of trades on May 13, the tenge exchange market rate was fixed at the level of 427.84 tenge per US dollar, having strengthened by 1.5 % over the week (from 434.47).

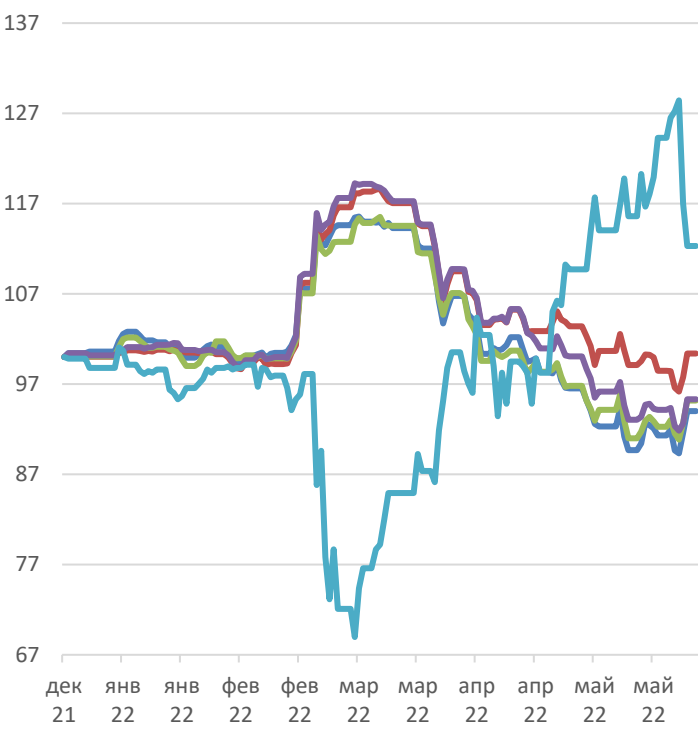
A number of significant events took place on the foreign exchange market from May 6 to May 13, 2022. The release of macroeconomic data in the US put pressure on the currencies of emerging markets. The number of work places in the US non-farm sector rose by 428,000 in April, more than analysts had expected, indicating continued expansion of the labor market. Inflation in the US in April also turned out to be higher than analysts' forecasts, having reached 8.3% YoY. The Chairman of the US Federal Reserve said that the regulator intended to take decisive action to bring inflation back to the 2 % target , but the issue of raising it by 75 b.p. was currently not considered.

These factors led to multidirectional dynamics of currencies in emerging markets.

The dynamics of the exchange rates of developing countries against the US dollar was as follows:

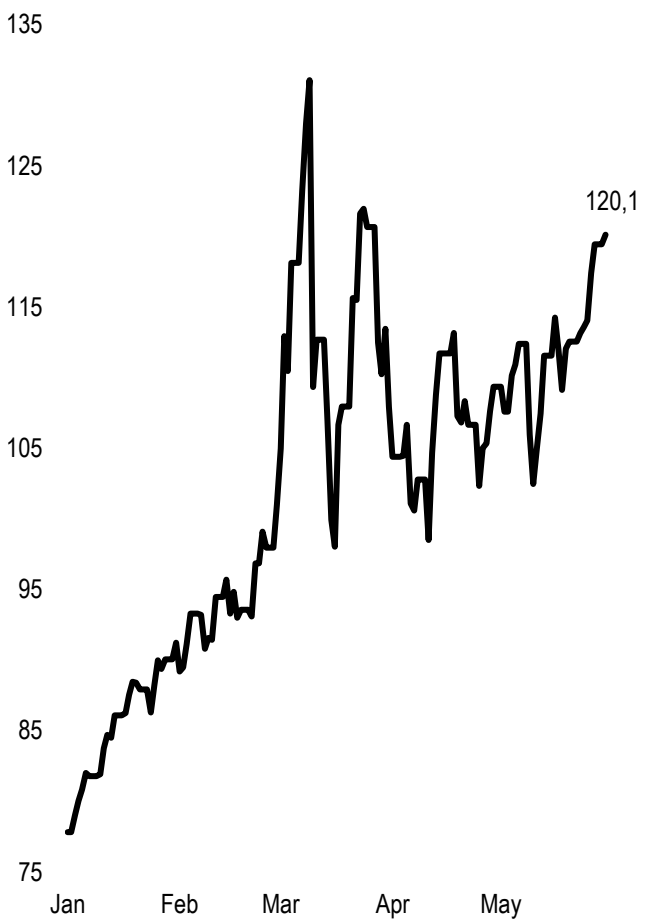
- **Russian ruble** appreciated by 7 % (from 69.4 to 64.55) against the background of the continued excess of foreign currency supply in the domestic market over demand in the face of restrictions on capital operations;
- **Brazilian real** appreciated by 0.4 % (from 5.08 to 5.06). Inflation rose by 12.13 % YoY in April, beating the consensus of analysts, which increases the likelihood of a rate hike by the regulator at the next meeting;
- **Mexican peso** appreciated by 0.1 % (from 20.13 to 20.11). The Central Bank raised the rate to 7 %, by 50 b.p.;
- **Indian rupee** weakened by 0.7 % (from 76.92 to 77.45) amid a deterioration in the risk appetite of global investors and the outflow of non-residents from the local market;
- **Indonesian rupiah** weakened by 0.9 % (from 14,480 to 14,613) against the background of the global strengthening of the US dollar. Government plans to ban the export of palm oil and raw materials put pressure on the national currency;
- **South African rand** weakened by 1.1 % (from 16 to 16.17) against the background of negative investor sentiment for risk;
- **Turkish lira** weakened by 3.5 % (from 14.95 to 15.48) amid the release of data on unemployment growth to 11.5 % in March (11.1 in February).

FX rates



	Price	Δ 7d, %	Δ 30d, %	Δ 2021, %
GBPKZT	546,04	2,97	-7,68	-8,40
USDKZT	433,30	1,95	-6,95	-2,24
EURKZT	464,19	3,13	-6,70	-7,32
CNYKZT	64,56	1,27	-9,48	-7,40
RUBKZT	6,48	-9,62	10,11	16,98

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
S&P 500	4 158,24	6,6	-0,6	-1,0	6,6
Dow Jones	33 212,96	6,2	-0,3	-3,6	6,2
RTS	1 133,94	-8,5	8,1	-29,3	-7,6
MICEX	2 285,53	0,0	0,0	0,0	-7,6
Hang Seng	20 697,36	1,3	3,8	-28,9	0,7
SS CSI 300	4 001,30	-0,7	2,7	-25,0	-1,8
Euro Stoxx 50	3 808,86	4,2	2,0	-5,7	4,5
FTSEuroFirst	4 572,00	3,3	2,1	2,5	3,3
FTSE 100	7 585,46	2,6	2,2	8,1	2,8
KASE	2 669,25	-1,7	-12,3	-20,4	

Commodities market

May 27, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	119,43	5,6	13,4	71,9
Oil (WTI)	115,07	4,0	12,8	72,1
Natural gas	8,73	8,0	20,1	195,0
Copper	430,65	0,6	-3,4	-7,6
Iron	960,50	-1,8	8,2	-15,3
Gold	1 853,72	0,0	-1,7	-2,3
Silver	22,10	1,2	-5,8	-20,9
Wheat	1 157,50	-1,6	7,2	71,2

Economic calendar

Currency

Forecast

Previous

23.05	Governor of Bank of England Bailey's speech	GBP		
24.05	Composite PMI	GBP		58.2
24.05	ECB President Lagarde to give a speech	EUR		
25.05	Crude oil reserves	USD	1.383M	- 3.394
25.05	Germany's GDP (qtr./qtr.) (1st qtr.)	EUR	0.2 %	0.2 %
26.05	US GDP (qtr./qtr.) (1st qtr.)	USD	-1.4%	-1.4%

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

April 2022

Annual inflation	13.2%	01.05.22	12.0%
Gross international reserves of NBK, USD bn	33,5	01.05.22	33,2
Reserve money, KZT bn	9 968,0	01.05.22	10 791,8
Money supply, KZT bn	28 984,2	01.05.22	30 711,8

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 стабильный

05.03.22

BBB- stable

MOODY'S

Baa2/стабильный

11.08.21

Baa3 positive

FitchRatings

BBB/стабильный

04.02.22

BBB stable

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**Corporate Events Calendar of
KASE listed Companies**

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