

KASE WEEKLY

January 17 –
January 21
2022

KASE NEWS

- ▲ KASE [held](#) an online press conference on the results of activities for 2021.
- ▲ Amendments to the [Rules](#) for execution of clearing activities on deals with financial instruments were put into effect.
- ▲ Trades in units [KZPF00000280](#) (CSEctf) of open unit investment trust "Treasury" and bonds [KZ2C00007904](#) (BRKZb24) of Development Bank of Kazakhstan JSC were opened on KASE.
- ▲ Centras Securities JSC was [assigned](#) the status of a market-maker on KASE for units KZPF00000280 (CSEctf) of open unit investment trust "Treasury".

ISSUER NEWS AND ANNOUNCEMENTS

- ▲ The Ministry of Finance of Kazakhstan placed on KASE 36.8 mln MEUKAM-144 of the ninth issue ([KZKD00001178](#), MUM144_0009), 13.4 mln MEOKAM-048 of issue 52 ([KZK200000687](#), MOM048_0052) and 434.8 mln of MEKKAM-12 of issue 150 ([KZK100000266](#), MKM012_0150).
- ▲ The Ministry of Finance of Kazakhstan raised KZT51.3bn by placing on KASE MEUKAM-144 of the ninth issue ([KZKD00001178](#), MUM144_0009) and MEOKAM-048 of issue 52 ([KZK200000687](#), MOM048_0052).
- ▲ Kazakhstan Sustainability Fund JSC [raised](#) KZT1.8 bn on KASE by placing bonds KZ2C00008019 (KFUSb34) with weighted average yield to maturity of 10.32 % APR.
- ▲ AK Altynalmas JSC [paid](#) dividends on preferred shares for the fourth quarter of 2021.
- ▲ Transtelecom JSC [paid](#) dividends on ordinary shares for 2016, 2017 and 2018.
- ▲ Freedom Finance JSC [announced](#) payment of dividends to holders of units KZPF00000082 (FFIN_or) of IUIT "Fixed Income" for the fourth quarter of 2021 and a special dividend for the second half of 2021.
- ▲ NOSTRUM OIL & GAS PLC [provided](#) up-to-date information on accession to the bond non-alienation agreement.
- ▲ NOSTRUM OIL & GAS PLC [provided](#) up-to-date information on an interested party transaction.



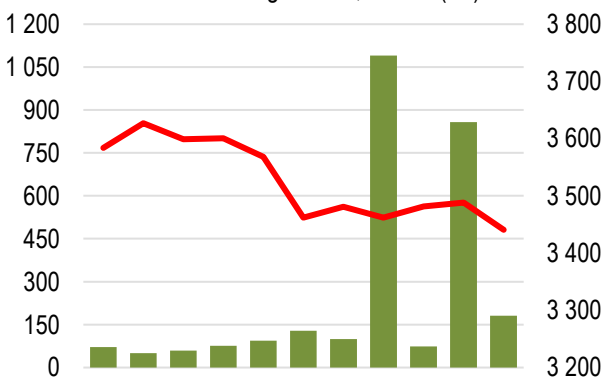
21.01.2022

		Trends (%)	
KASE Index	3 488,04	-2,2	-3,9
First class of liquidity	Price	Δ 7D	Δ 1M
Ford Motor Company (USD)	0,0		
AltynGold	948,0	5,3	-5,9
Kazakhtelecom (pref.)	25 490,0	3,0	0,8
Kcell	1 635,0	2,1	1,4
Kaspi.kz	53 285,0	1,0	-1,3
Intel Corporation (USD)	10 000,0	0,0	0,0
Novolipetsk Steel	1 420,0	-0,0	-7,2
Bank CenterCredit	397,0	-0,0	2,3
Bank CenterCredit (pref.)	397,0	-0,0	2,3
KEGOC	1 854,4	-0,2	-0,2
Rostelecom	524,0	-1,1	3,1
Kazakhtelecom	35 100,0	-1,1	0,3
Aeroflot	394,0	-1,3	2,1
Gazprom	2 160,0	-1,3	-0,5
KazTransOil	1 046,5	-2,5	-3,0
NAC Kazatomprom	15 780,0	-3,8	-2,7
Sberbank	1 620,0	-4,4	-10,0
Pfizer (USD)	52,9	-4,7	-13,3
Apple Inc. (USD)	163,8	-4,8	-4,8
Bank of America (USD)	45,8	-5,7	4,8
VTB Bank	0,3	-7,1	-7,1
Halyk Savings Bank of Kazakhstan	146,0	-11,0	-20,4
Freedom Holding Corp. (USD)	20,6	-11,6	4,3

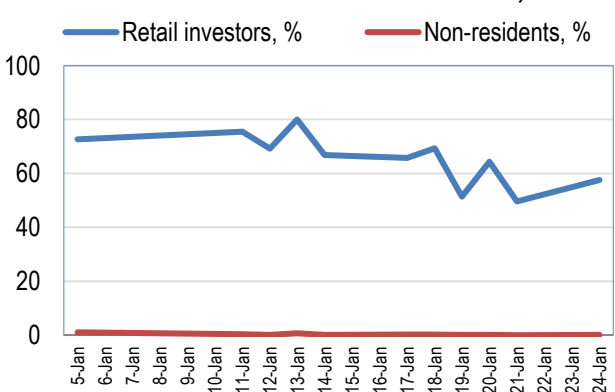
Note: Index stocks are highlighted in green

KASE Index shares

Trading volume, KZT M (←)



Retail investors & non-residents, %



On the first trading day of 2022, January 5, trading on the exchange took place as usual. The next day, January 6, trading on all floors of Kazakhstan Stock Exchange was closed by order of the Agency for Regulation and Development of the Financial Market and the National Bank of Kazakhstan. Already on Monday, January 10, a phased restoration of work began. On the money market and the government securities market, trading resumed on January 10. Trading in all stock market instruments opened on January 11. Since January 12, the foreign exchange market has become available. Trading sessions were held in a shortened mode: on the foreign exchange market from 10:15 to 15:00 o'clock, on the stock market – from 11:30 to 15:30 o'clock. Since January 21, the operation of the financial market has been fully resumed, operations are carried out in a regular mode according to the approved regime.

Since the beginning of the year, shares of Halyk Bank have suffered the most, losing 25.2% in price. On January 17, Timur Kulibayev, the Bank's key shareholder, resigned as Chairman of the National Chamber of Entrepreneurs Atameken and announced the sale of KazAzot shares. On January 19, it became known that the Unified Accumulative Pension Fund quit as one of the Bank's major shareholders. The Group transferred 5 billion tenge to the public fund Kazakhstan Khalkyna. On the London Stock Exchange, the Bank's GDRs, meanwhile, went down 25.9 %.

Shares of Kaspi Bank on Kazakhstan Stock Exchange have decreased by only 2.8 % since the beginning of the year, while London GDRs have lost 28 % in price. Perhaps the decline in London is due to the escalation of the Russian-Ukrainian conflict, as the Bank began expanding into the Ukrainian retail market in 2021. Also, from the net income, the Kaspi.kz Group transferred 10 billion tenge to the fund Kazakhstan Khalkyna.

Of all representatives of the banking sector, whose shares are traded on KASE, internal and external economic factors had the least impact on the securities of Bank Center Credit. Since the beginning of the year, they have adjusted by only 1 %.

The price of Kazatomprom's shares initially reacted more to external factors. Given that Kazatomprom is one of the main players in the uranium market, following the January riots, world uranium prices rose sharply. As the situation in Kazakhstan stabilized, uranium prices began to recover, and the price of Kazatomprom shares began to fall sharply both on KASE and on the LSE. According to the results of January 25, since the beginning of the year, the price on KASE fell by 13.5 %, on the LSE – by 14.1 %.

In KazTransOil, following the results of the January events, the top management was changed – on January 14, the powers of the Chairman of the Board D. Dossanov were terminated ahead of schedule. Share prices ended up down 5.4%.

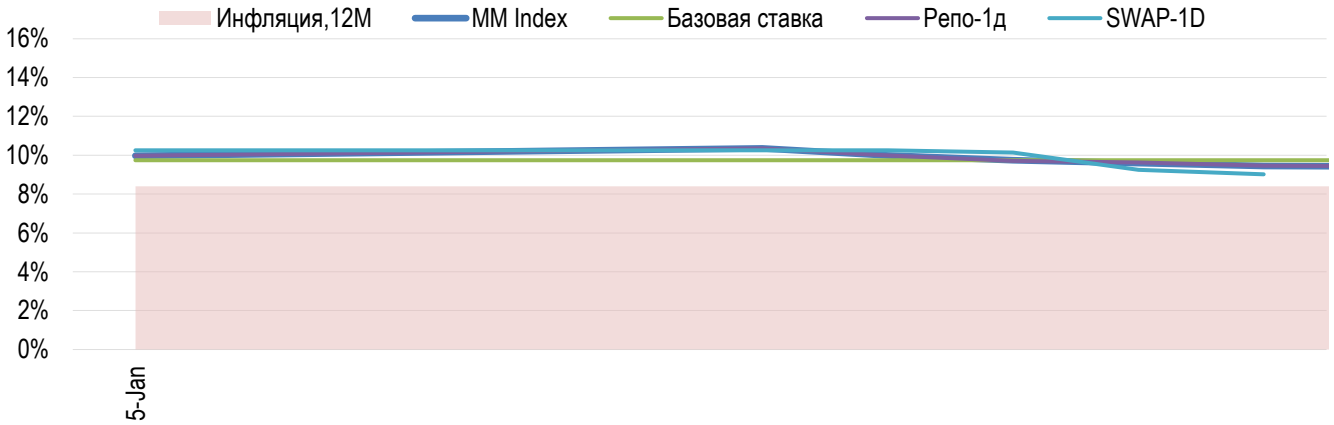
KEGOC is traditionally the least volatile company on the index list, and the stock price almost did not react to the January events. Meanwhile, there have been significant changes in the structure of the parent company KEGOC JSC – Samruk-Kazyna. On January 12, KEGOC transferred the 100 % stake in the Settlement and Financial Center for the Support of Renewable Energy Sources LLP to state ownership. On January 25, a significant blackout occurred in the company's power grids.

The only company whose shares have grown in price since the beginning of the year was Kcell JSC.

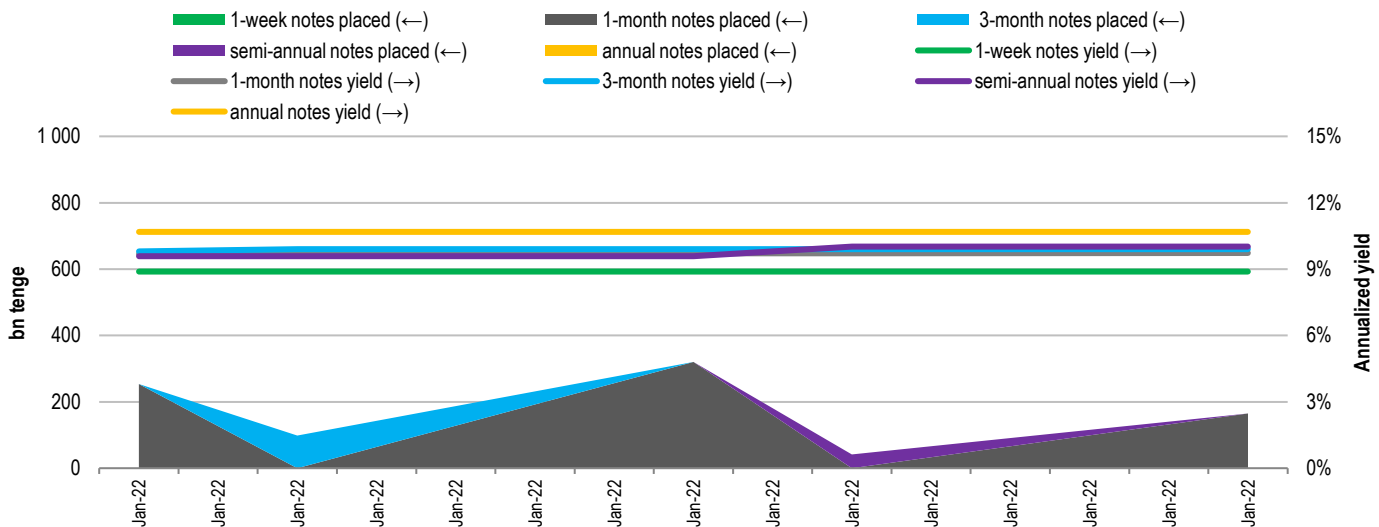


The yield of one-day REPO transactions with government securities (GS) for (TONIA) from January 17 to 21 increased from 9.47 % to 10.54 % per annum, fixing above the average value of the base rate range corridor. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) over the past week increased from 9.0 % to 10.26 % per annum. The average trading volume in overnight money market instruments amounted to 845 billion tenge.

Inflation and interest rates

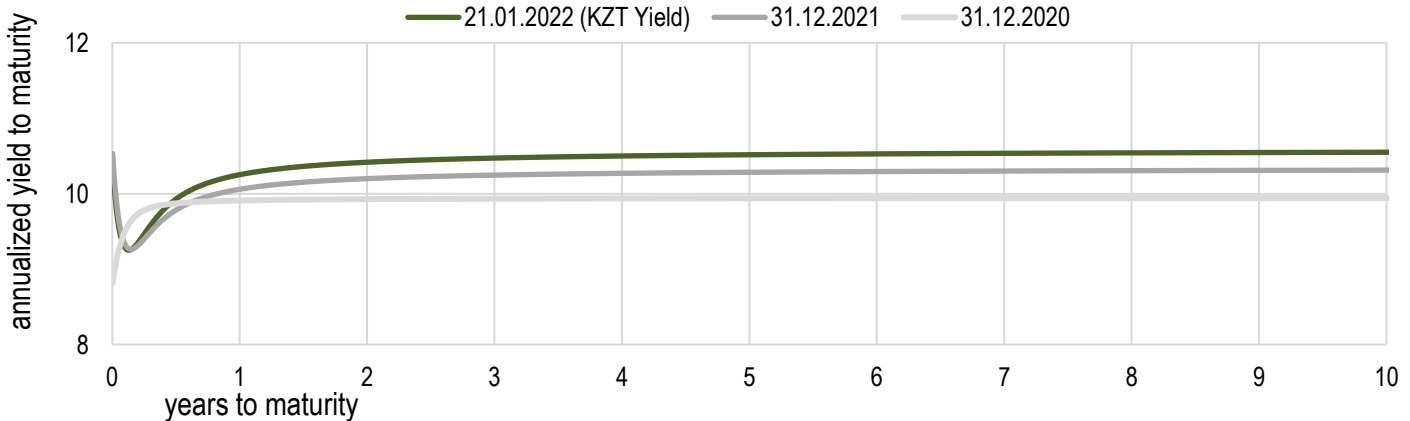


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)



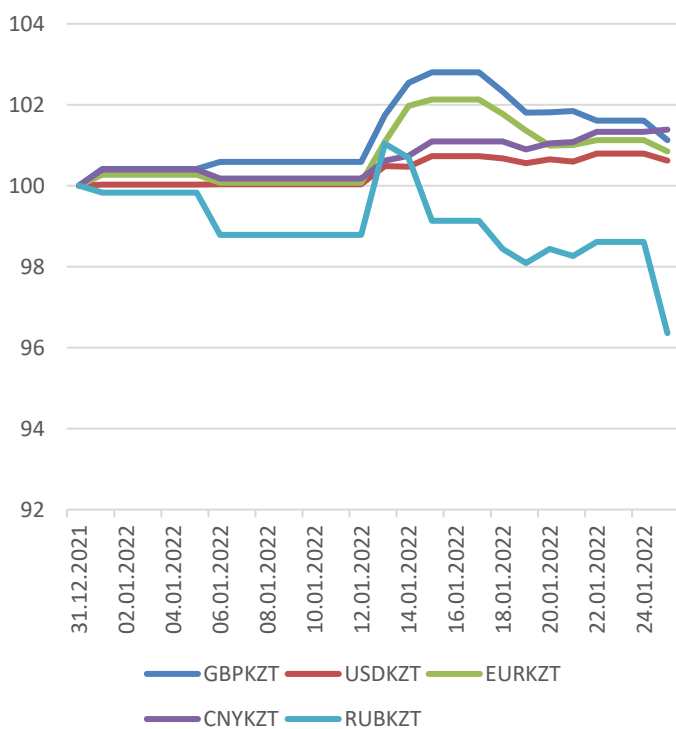


Major US stock indexes have been declining throughout the week. Investors are selling off risky assets in anticipation of the tightening of monetary policy by the Fed due to record inflation. Against this background, the volatility index (VIX) during trading on Monday reached its highest level since November 2020 at 38 points. As a rule, when the “fear index” reaches such extremes, the market tends to grow, which can explain yesterday's dynamics of the indices. Meanwhile, geopolitical tensions around Russia's demands for security guarantees from the United States and NATO, as well as a significant buildup of Russian troops around the border with Ukraine, are also putting pressure on market sentiment.

This week's focus is on the two-day Fed meeting, following which the central bank Chairman Jerome Powell will hold a press conference. The market expects clarification of further measures of the monetary regulator in the fight against rising consumer inflation.

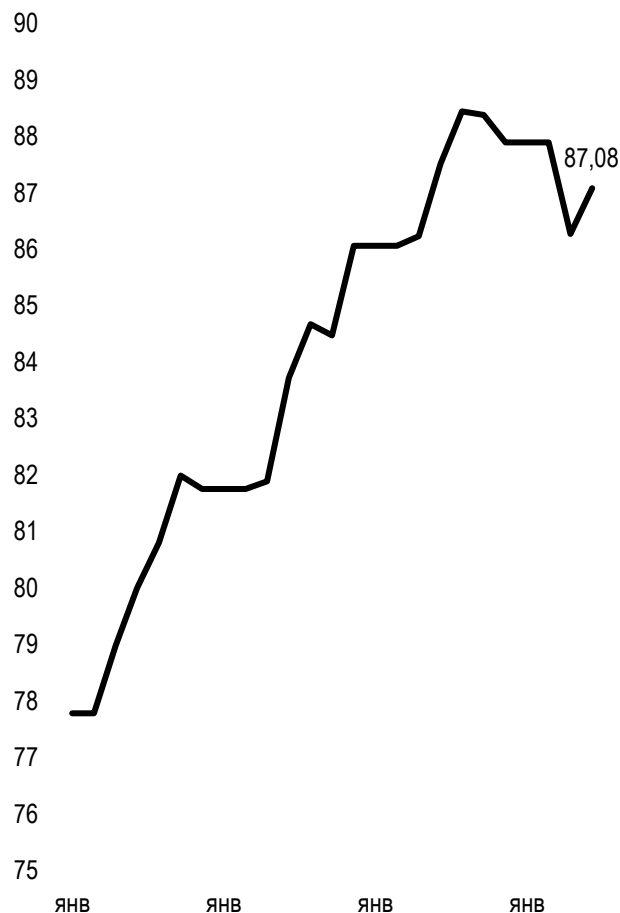
FX rates

Δ %, base (01.01.22)



	Price	Δ 7d, %	Δ 30d, %	Δ 2021, %
GBPKZT	590,26	-1,16	2,46	1,84
USDKZT	435,10	0,06	-0,38	0,60
EURKZT	493,27	-0,99	0,07	1,00
CNYKZT	68,63	0,23	0,06	1,08
RUBKZT	5,69	-0,52	-3,90	-1,73

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	4 397,94	-5,7	-6,4	14,1	-5,7
Dow Jones	34 265,37	-4,6	-4,2	9,9	-4,6
RTS	1 401,88	-5,7	-12,5	-4,2	-5,8
MICEX	2 285,53	0,0	0,0	0,0	-5,8
Hang Seng	24 965,55	2,4	8,1	-16,6	2,2
SS CSI 300	4 779,31	1,1	-2,8	-14,1	1,5
Euro Stoxx 50	4 229,56	-1,0	0,3	16,9	-1,0
FTSEuroFirst	4 788,50	-1,0	2,4	18,1	-1,0
FTSE 100	7 494,13	-0,6	2,1	11,6	-0,7
KASE	3 488,04	-2,2	-3,9	23,7	

Commodities market

January 21, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	87,89	2,1	16,7	56,7
Oil (WTI)	85,14	1,6	17,0	60,2
Natural gas	4,00	-6,2	0,6	60,5
Copper	452,40	2,3	3,1	24,0
Iron	760,00	5,3	10,3	-34,5
Gold	1 835,38	1,0	1,8	-1,9
Silver	24,32	6,1	6,7	-5,9
Wheat	780,00	5,2	-4,2	18,0

Economic calendar

		Currency	Forecast	Previous
26.01	Publication of Bank of Canada Monetary Policy Report	CAD		
26.01	Decision on interest rate	CAD	0.25%	0.25%
26.01	Crude oil reserves	USD	-0.728M	0.515M
26.01	FOMC statement	USD		
26.01	Fed interest rate decision	USD	0.25%	0.25%
27.01	GDP (qtr/qtr) (4 qtr)	USD	5.5%	2.3%

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	December 2021
Annual inflation	8.4%	01.01.22	8.7%
Gross international reserves of NBK, USD bn	34,4	01.01.22	35,5
Reserve money, KZT bn	10 957,7	01.01.22	10 476,2
Money supply, KZT bn	30 099,3	01.01.22	28 695,9

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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2. previous results do not necessarily affect the future results with the future estimations based on the assumptions that may not materialize. The value of any investment or income may go down and up, as a result the investors might not receive the entire invested amount back. For the investments in non-universally recognized markets, the investors may experience various difficulties, including selling them or obtaining the reliable information about their value or the risks involved;
3. report does not take into account the individual financial characteristics and aims of those receiving it.

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