

KASE WEEKLY

February 20–24
2023

KASE NEWS

- KASE [held](#) "KASE Day in Astana".
- A new version of the trading and clearing system SPECTRA was [commissioned](#).
- International bonds [XS2586856879](#) (EBRDe18) of the European Bank for Reconstruction and Development, bonds [KZ2C00009421](#) (MFOk8) of MFO OnlineKazFinance JSC, [KZ2D00009438](#) (EABRb31) of the Eurasian Development Bank, 16 issues of international [bonds](#) of the US Department of the Treasury and [ETF securities](#) of three foreign issuers are included in KASE official list.
- The following securities were excluded from KASE official list: bonds [KZ2C00002731](#) (AGKKb4) of Agrarian Credit Corporation JSC due to the expiration of the circulation period, common shares [CA13321L1085](#) (CCJ_KZ) of Cameco Corporation and [US4824801009](#) (KLAC_KZ) of KLA Corporation on the initiative of admittance initiators, bonds [KZ2P00006315](#) (QSHDb1) of QS Holding LLP in connection with their cancellation.
- Trades in bonds [KZ2P00009178](#) (NCOMb3) of Fincraft Group LLP, [KZ2C00008720](#) (KFUSb42) of Kazakhstan Sustainability Fund JSC and international bonds [XS2586856879](#) (EBRDe18) of the European Bank for Reconstruction and Development are opened on KASE.
- Trading in common shares [US1912161007](#) (KO_KZ) of The Coca-Cola Company, [US67066G1040](#) (NVDA_KZ) of NVIDIA Corp. and [US55261F1049](#) (MTB_KZ) of M&T Bank Corporation suspended on KASE.
- Trades in common shares [US5949181045](#) (MSFT_KZ) of Microsoft Corporation, [US4781601046](#) (JNJ_KZ) of Johnson & Johnson and bonds [KZ000A0T88N8](#) (BTTRb1) of Batys tranzit JSC were resumed at KASE.
- BCC Invest JSC was assigned the status of market-maker on KASE on bonds [KZ2C00008704](#) (KFUSb40) of Kazakhstan Sustainability Fund JSC.
- Bonds [KZ2D00008257](#) (EABRb26) of the Eurasian Development Bank are included in the list of financial instruments accepted in the "General" collateral pool of GCC GCGlobalSec.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan issued on KASE 40.0 mln MEOKAM-48 of issue 53 ([KZK200000711](#), MOM048_0053).
- The European Bank for Reconstruction and Development [raised](#) KZT48.5 bn on KASE via subscription by placing 13-month international bonds [XS2586856879](#) (EBRDe18) with a margin of 0.90 %.
- Kazakhstan Sustainability Fund JSC raised KZT27.5 bn on KASE by placing bonds [KZ2C00008720](#) (KFUSb42) and [KZ2C00008936](#) (KFUSb47).
- KazTransOil JSC, China National Oil and Gas Corporation and China Oil Exploration and Development Company [discussed](#) issues of development and cooperation.
- "Otbasy bank" house construction savings bank says the bank's ratings were [affirmed](#) by Fitch Ratings, outlook "Stable".
- ANNOUNCEMENT: On March 14, a conference of Halyk Savings Bank of Kazakhstan JSC [will be held](#) to announce financial results for 12 months and the fourth quarter of 2022.



24.02.2023

		Trends (%)	
KASE Index	3 341,50	-1,2	0,2
First class of liquidity	Price	Δ 7D	Δ 1M
АО "Казакхтелеком"	29 897,99	1,7	2,7
American Airlines	17,39	0,6	- 1,1
NOSTRUM OIL & GAS PLC	22,44	-	- 5,2
АО "Банк ЦентрКредит"	628,00	- 0,0	- 0,3
АО "Кселл"	1 773,00	- 0,1	2,6
АО "KEGOC"	1 619,00	- 0,1	0,2
АО "Народный банк Казахстана"	127,90	- 0,1	0,1
АО "Баян Сулу"	440,17	- 0,3	- 0,2
Ford Motor Company	13,72	- 0,4	- 1,3
АО "КазТрансОйл"	713,00	- 0,6	- 1,8
АО "Банк ЦентрКредит"	456,67	- 0,9	19,2
Advanced Micro Devices, Inc.	79,08	- 1,2	6,1
Apple Inc.	149,74	- 1,8	6,1
АО Kaspi.kz	34 600,01	- 1,8	3,3
Freedom Holding Corp.	72,06	- 2,0	11,3
АО "ForteBank"	4,16	- 2,1	- 7,6
Bank of America Corporation	34,26	- 3,1	- 0,1
АО "БАСТ"	9 000,00	- 3,2	- 15,1
АО "НК "КазМунайГаз"	9 670,00	- 3,3	- 0,5
АО "НАК "Казатомпром"	13 737,53	- 3,4	- 6,7
AltynGold plc	903,00	- 4,7	3,1
Tesla, Inc.	208,01	- 5,0	39,7
Intel Corporation	26,00	- 8,1	- 14,5

Note: Index stocks are highlighted in green

Last week, the value of KASE Index fell by 1.2 % to 3,342 points. Only common shares of Kazakhtelecom closed in the green zone with an increase of 1.7 %.

The price of shares of the national company KazMunayGas from a historical maximum of 10 thousand tenge fell by 3.3 % over the week.

Despite this, since the IPO of KazMunayGas held at the end of last year, the company's shares have grown by 15 %.

Trades in common shares of Microsoft Corporation and Johnson & Johnson were resumed in "KASE Global" sector. Trading in these shares was temporarily suspended due to the fixation of the register for the payment of dividends.

At present, the "KASE Global" sector includes 46 shares of foreign companies and six foreign ETFs.

On the debt capital market, the European Bank for Reconstruction and Development raised KZT48.5 bn on KASE via subscription by placing 13-month international bonds with a floating coupon rate equal to the TONIA Compounded indicator plus 0.9 % per annum.

Kazakhstan Sustainability Fund placed two bond issues totaling KZT27.5 billion with a yield to maturity of 16.7-18.3 % per annum and maturities of 1 year and 5 years.

During the week, coupon payments on their bonds were made by KazAgroFinance, Development Bank of Kazakhstan, Eurasian Bank, Home Credit Bank and other issuers.

Otbasy bank, whose bonds are on KASE official list announced that Fitch Ratings affirmed the bank's ratings at "BBB" with a stable outlook.

On the government securities market, the Ministry of Finance placed on KASE one issue of four-year treasury bonds in the amount of KZT39 bn with a yield to maturity of 15.65 % per annum.

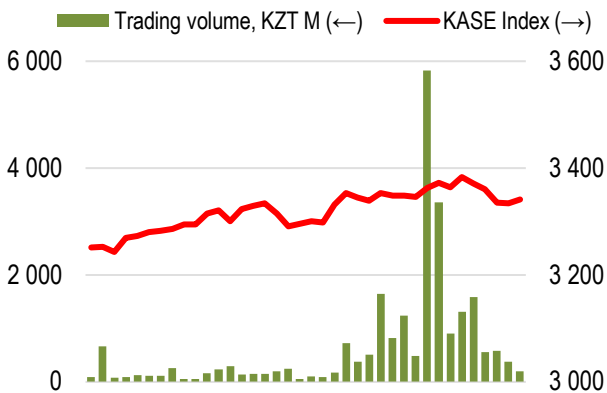
Since February 20, 16 issues of international bonds of the US Department of the Treasury have been included in the "Government securities" sector of KASE official list.

On February 24, the National Bank kept the key rate unchanged at 16.75 % per annum. The National Bank also updated its forecasts: GDP growth in 2023 is at the level of 3.5-4.5 %, and the inflation rate is within 9-12 %.

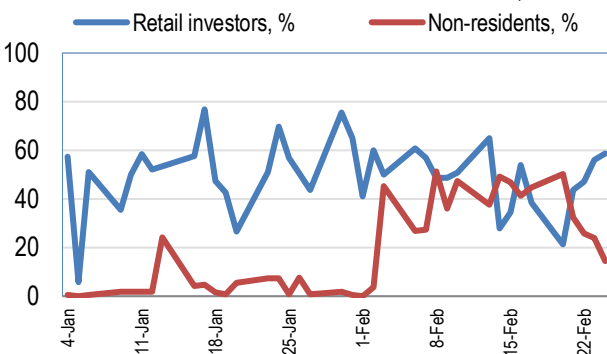
On the international exchange news. The publication of the minutes of the February meeting of the FOMC (US Federal Open Market Committee) confirmed the Fed's intention to continue raising the base rate in order to fight inflation. US GDP growth for the 4th quarter of last year was revised from a preliminary 2.9 to 2.7 % in annual terms. As a result, the major US indices slightly corrected downwards over the week.

The PMI of the manufacturing sector in Germany came out below the December value and the consensus forecast. At the same time, the PMI index in the services sector exceeded both the previous value and the analysts' forecast. Contradictory data on the index of business activity against the background of the absence of significant news in the international arena led to a predominantly sideways trend in European indices.

KASE Index shares

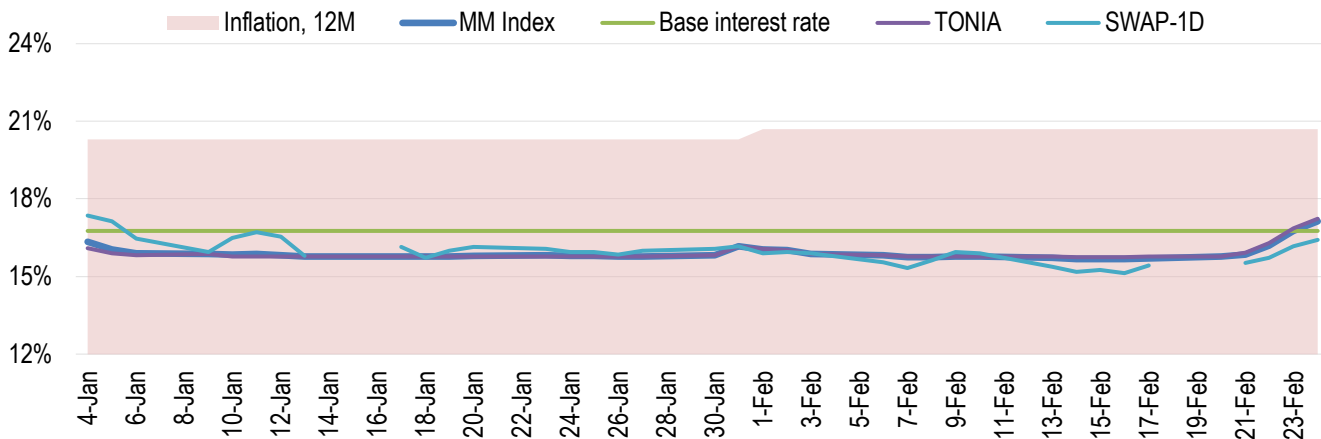


Retail investors & non-residents, %

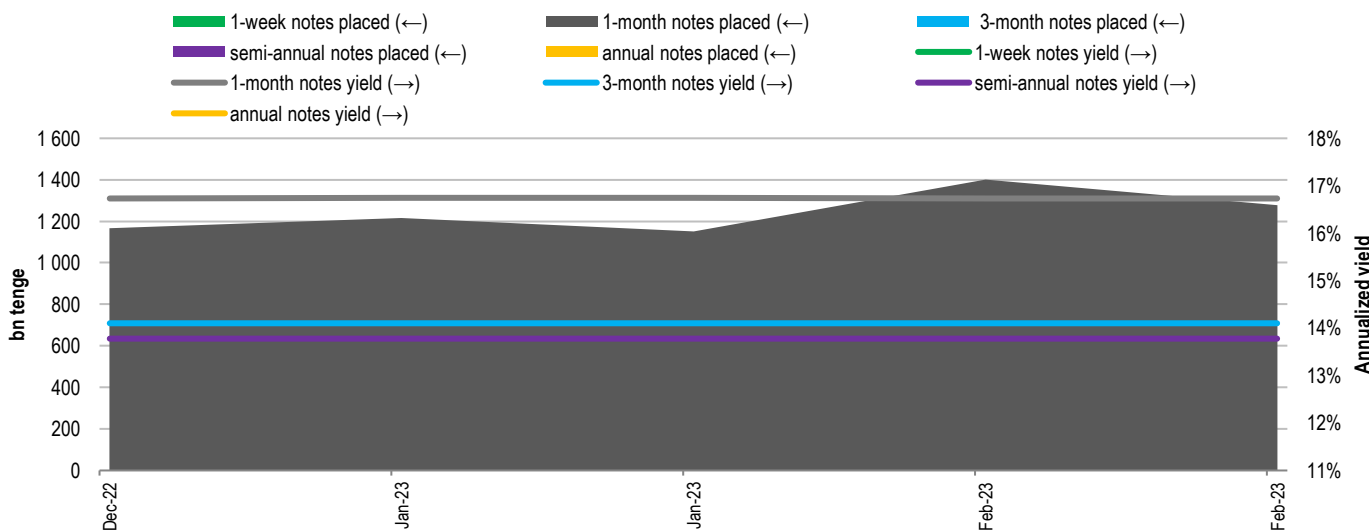


In the money market, the overnight repo attraction rate TONIA expectedly increased in the third decade of the month and increased by 148 basis points from 15.76 to 17.24 % per annum. The yield of one-day currency swap operations in US dollars increased from 15.5 % to 16.41 % per annum due to the decrease in short-term tenge liquidity against the background of a "big tax week".

Inflation and interest rates

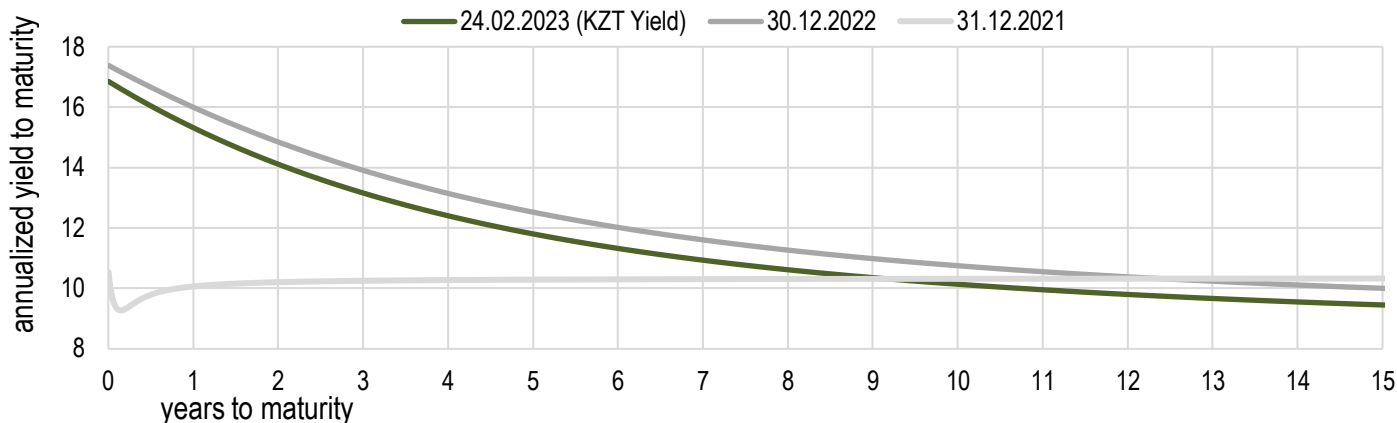


Main Features of National Bank Notes Placements



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

Risk-free yield curve (non-indexed GS)





As a result of trades on February 24, the tenge market rate amounted to 447.73 tenge per US dollar, depreciating over the week by 0.8 % (from 444.23).

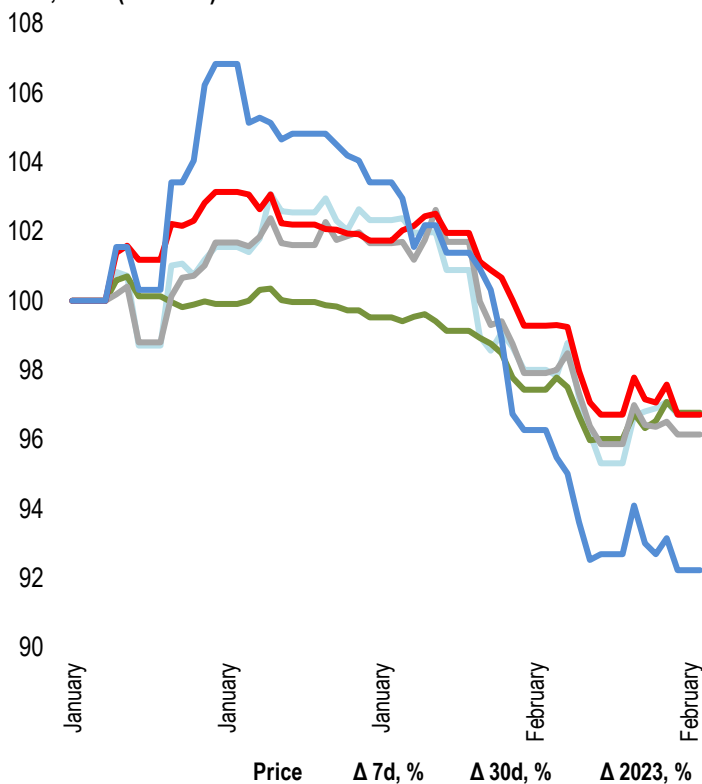
A number of significant events took place on the foreign exchange market from February 17 to February 24, 2023. Thus, on Thursday the protocol of the meeting of the US Federal Open Market Committee, which ended on February 1, was published. Committee members noted the need to maintain restrictive policies in order to reduce inflationary pressures to their target level of 2 %, agreeing to raise interest rates by 25 basis points. While some members supported a larger 50 basis point increase. Initial jobless claims have declined, according to the US Department of Labor. This indicates ongoing tensions in the labor market and is seen as a factor keeping inflation high.

The above factors led to a predominantly negative dynamics of emerging market currencies. The dynamics of the exchange rates of developing countries against the US dollar was as follows:

- the Indian rupee strengthened by 0.1 % (from 82.83 to 82.75) against the background of falling oil prices;
- the Indonesian rupiah weakened by 0.1 % (from 15210 to 15228) against the background of the outflow of foreign capital. From March 1, the Central Bank will offer competitive rates on new time deposits in foreign currency for a period of 1, 3 and 6 months to attract exporters' dollar incomes;
- the Turkish lira weakened by 0.2 % (from 18.83 to 18.87) amid a 50 bp cut in the key rate, which is below the average analysts' expectations;
- the Mexican peso weakened by 0.3 % (from 18.37 to 18.42) against the background of the strengthening of the US dollar;
- the Brazilian real weakened by 0.8 % (from 5.16 to 5.2) amid the release of the minutes of the US Federal Reserve Committee. The secretary of the Ministry of Finance said that he is in constant contact with the president of the Central Bank and they are working to create conditions for lowering interest rates;
- The South African rand weakened by 2 % (from 18.06 to 18.43) amid the ongoing problem with power cuts. Financial Watchdog has included South Africa on the so-called global financial watchdog greylist, a list of countries with shortcomings in the fight against illicit financial flows;
- The Russian ruble weakened by 2.5 % (from 74.29 to 76.13) amid reports of new US and EU sanctions against Russian financial institutions and officials.

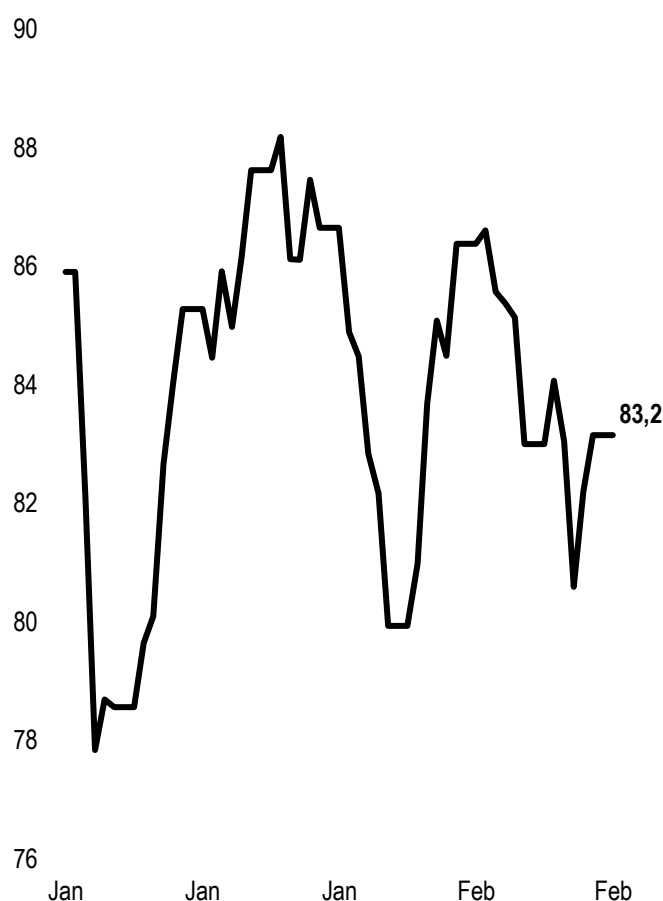
FX rates

Δ %, base (01.01.23)



	Price	Δ 7d, %	Δ 30d, %	Δ 2023, %
GBPKZT	538,31	1,48	-5,12	-2,75
USDKZT	447,73	0,79	-2,74	-2,55
EURKZT	473,88	0,30	-5,16	-3,16
CNYKZT	64,54	0,00	-4,38	-1,65
RUBKZT	5,93	-0,50	-10,86	-6,84

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
		7D	1M	1Y	7D
S&P 500	3 970,04	-2,7	-1,1	-7,4	-2,7
Dow Jones	32 816,92	-3,0	-2,7	-1,2	-3,1
RTS	914,16	-0,7	-7,4	23,1	-1,5
MICEX	2 285,53	0,0	0,0	0,0	-1,5
Hang Seng	20 010,04	-3,4	-9,2	-12,6	-3,3
SS CSI 300	4 061,05	0,7	-2,9	-10,3	0,3
Euro Stoxx 50	4 178,82	-2,2	0,7	9,1	-1,8
FTSEuroFirst	4 856,50	-1,5	1,2	8,2	-1,9
FTSE 100	7 878,66	-1,6	1,7	9,3	-1,2
KASE	3 341,50	-1,2	0,2	-1,3	

Commodities market

February 24, 2023

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	83,16	0,2	-3,4	-16,1
Oil (WTI)	76,32	0,0	-4,8	-17,8
Natural gas	2,45	7,7	-20,1	-46,3
Copper	395,20	-3,8	-6,9	-11,3
Iron	932,00	2,6	7,0	28,0
Gold	1 811,04	-1,7	-6,9	-4,9
Silver	20,81	-4,2	-13,1	-15,7
Wheat	708,25	-7,5	-4,5	-23,5

Calendar of economic events

Currency

Forecast

Previous

27.02	<u>Underlying Durable Goods Orders (MoM) (Jan)</u>	USD	0.1 %	-0.4 %
28.02	<u>CB Consumer Confidence (Feb)</u>	USD	108.5	107.1
01.03	<u>Manufacturing PMI (Feb)</u>	CNY	50.5	50.1
01.03	<u>ISM Manufacturing PMI (Feb)</u>	USD	48.0	47.4
02.03	<u>Index (CPI) (YoY) (Feb)</u>	EUR	8.2 %	8.6 %
02.03	<u>Publication of the minutes of the ECB meeting on monetary policy</u>	EUR		
02.03	<u>Number of Initial Claims for Unemployment Benefits</u>	USD	195K	192K

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

Previous month

Annual inflation	21,3%	01.03.23	20,7%
Gross international reserves of NBK, USD bn	36,7	01.02.23	35,1
Reserve money, KZT bn	11 707,1	01.02.23	11 874,4
Money supply, KZT bn	33 834,4	01.02.23	34 295,9

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 negative

02.09.22

BBB-/A-3 stable

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

02.12.22

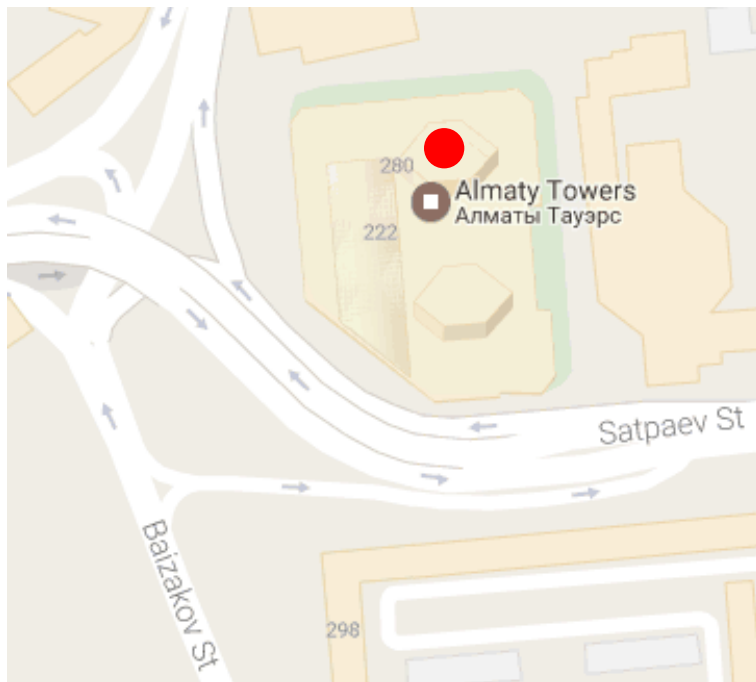
BBB/stable

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

The information contained therein was gathered by the employees of Kazakhstan Stock Exchange JSC (KASE). KASE does not guarantee the completeness and accuracy of the information contained in this report, as well as its reliability. Neither KASE, nor any of the employees are liable for any direct or indirect loss (damage) arising from the use of this report or information / analysis presented therein. KASE does not assume any responsibility to update this report on a regular basis or notify of all changes that have occurred.

KASE draws investors' attention to the following factors:

1. return on investment in financial instruments depends on a variety of market and non-market factors. In particular, the actual income of an investor may change depending on the fluctuations in interest rates, changes in taxation, FX movements, changes in quotations of securities, market indexes, changes in production and financial performance of companies, and other factors.
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.

KASE recommends that the investors independently evaluate the feasibility of certain investments and strategies and encourages the investors to use the services of financial consultants.

KASE reserves all rights for the report. This analytical material can be copied and/or distributed in full or in part upon written permission of KASE.