



CAPITAL MARKET OVERVIEW KAZAKHSTAN

GLOPAC, 2018

Section 1

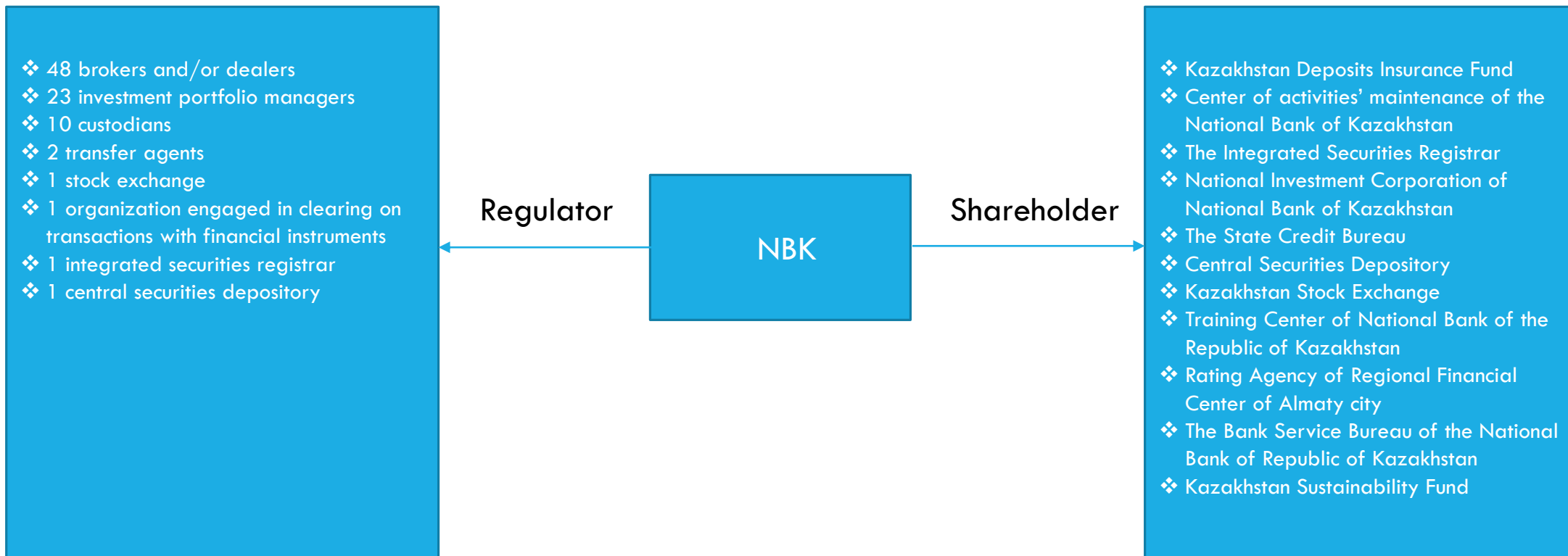
| **Current state**

NATIONAL BANK OF KAZAKHSTAN

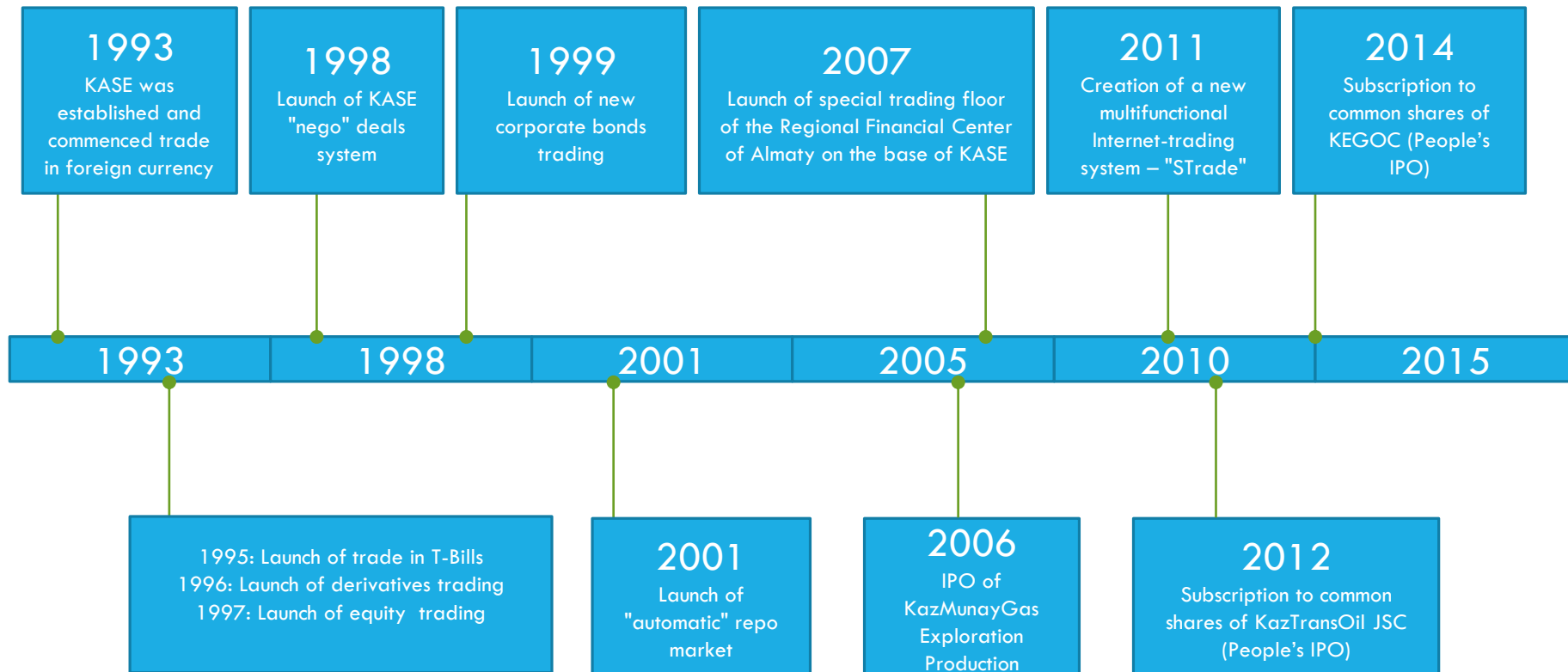


- ❖ The National Bank is the entity that reports to the President of the Republic of Kazakhstan
- ❖ Functions:
 - ❖ development and implementation of the state's monetary policy
 - ❖ ensuring the functioning of payment systems
 - ❖ implementation of foreign exchange regulation and foreign exchange control
 - ❖ promotion of the stability of financial system
 - ❖ regulation, control and supervision of the financial market and financial institutions and also other parties, within its competence
 - ❖ ensuring a due level of protection of the rights and legitimate interests of consumers of financial services
 - ❖ carrying out statistics activities in the area of monetary statistics and external sector statistics

NATIONAL BANK OF KAZAKHSTAN (2)



KAZAKHSTAN STOCK EXCHANGE (KASE)



KASE (2)



Market sector	Volume (USD mln)	%
Repo transactions	167,564	60.7
Foreign currency	104,863	38.0
Government securities	1,608	0.6
Corporate bonds	1,490	0.5
Shares	744	0.3
Investment funds securities	1.6	<0.1
Futures contracts	<0.1	<0.1

Section 2

Vision: Overview of the future

ASTANA INTERNATIONAL FINANCIAL CENTRE (AIFC) STRATEGIC PILLARS



Capital Market

Increasing domestic
Capital Market
liquidity and attracting
more foreign
investments



Asset management

Asset management
of private and state
funds by established
international asset
management
companies within
AIFC



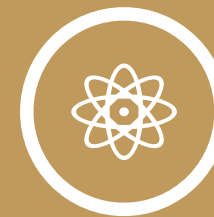
Private Banking

Developing Private
Banking expertise on
the basis of based
within AIFC
international asset
management
companies



Islamic Finance

Creating local Islamic
Finance market
supported by local,
international Islamic
banks & financial
institutions



Financial Technologies

The introduction and
development of
Financial Technology
to companies improve
efficiencies and
decrease costs

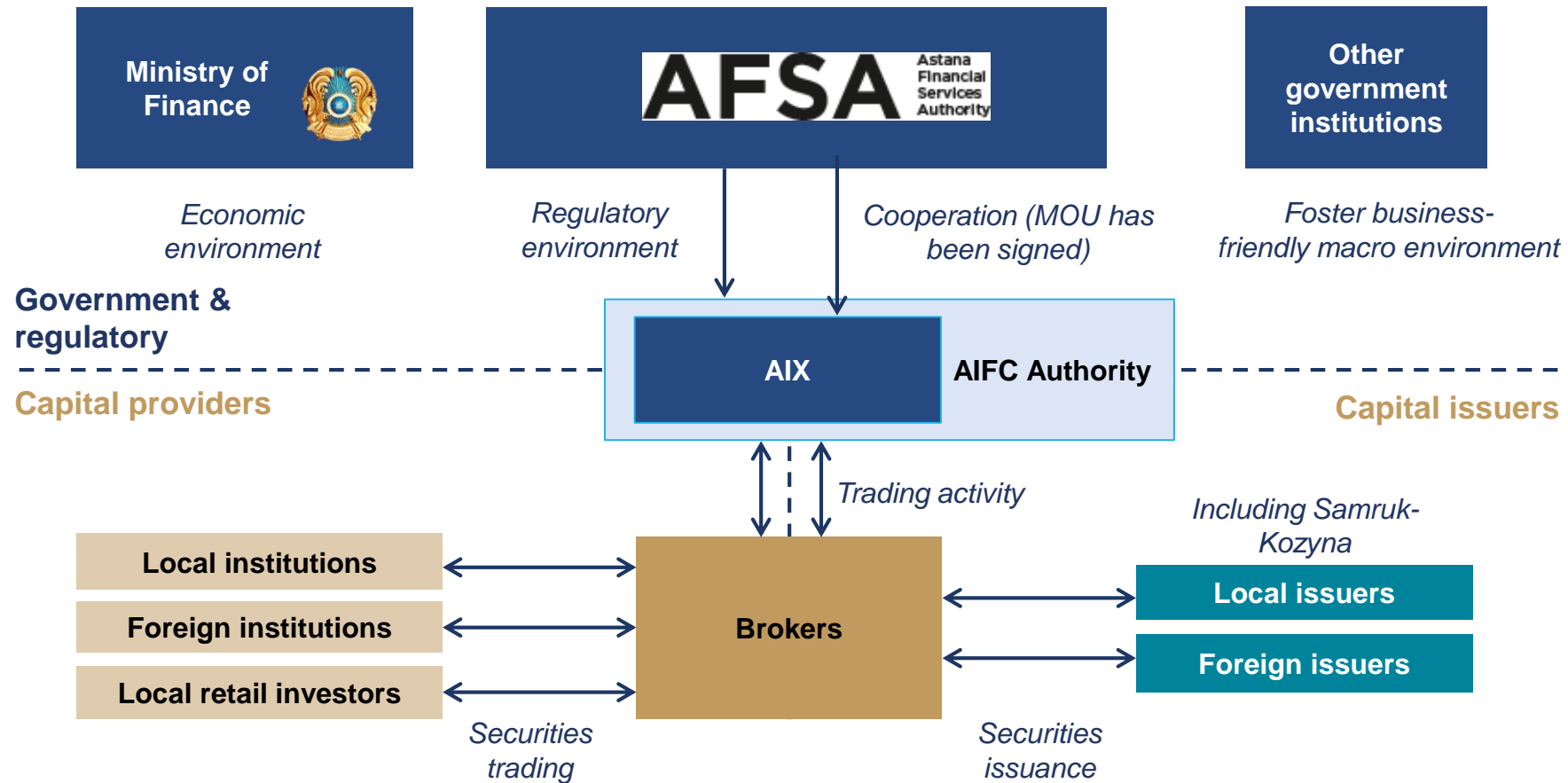
ASTANA FINANCIAL SERVICES AUTHORITY **AFSA** Astana Financial Services Authority

❖ The Astana Financial Services Authority (AFSA) was launched on 1 January 2018 as the independent regulator of the Astana International Financial Centre (AIFC).

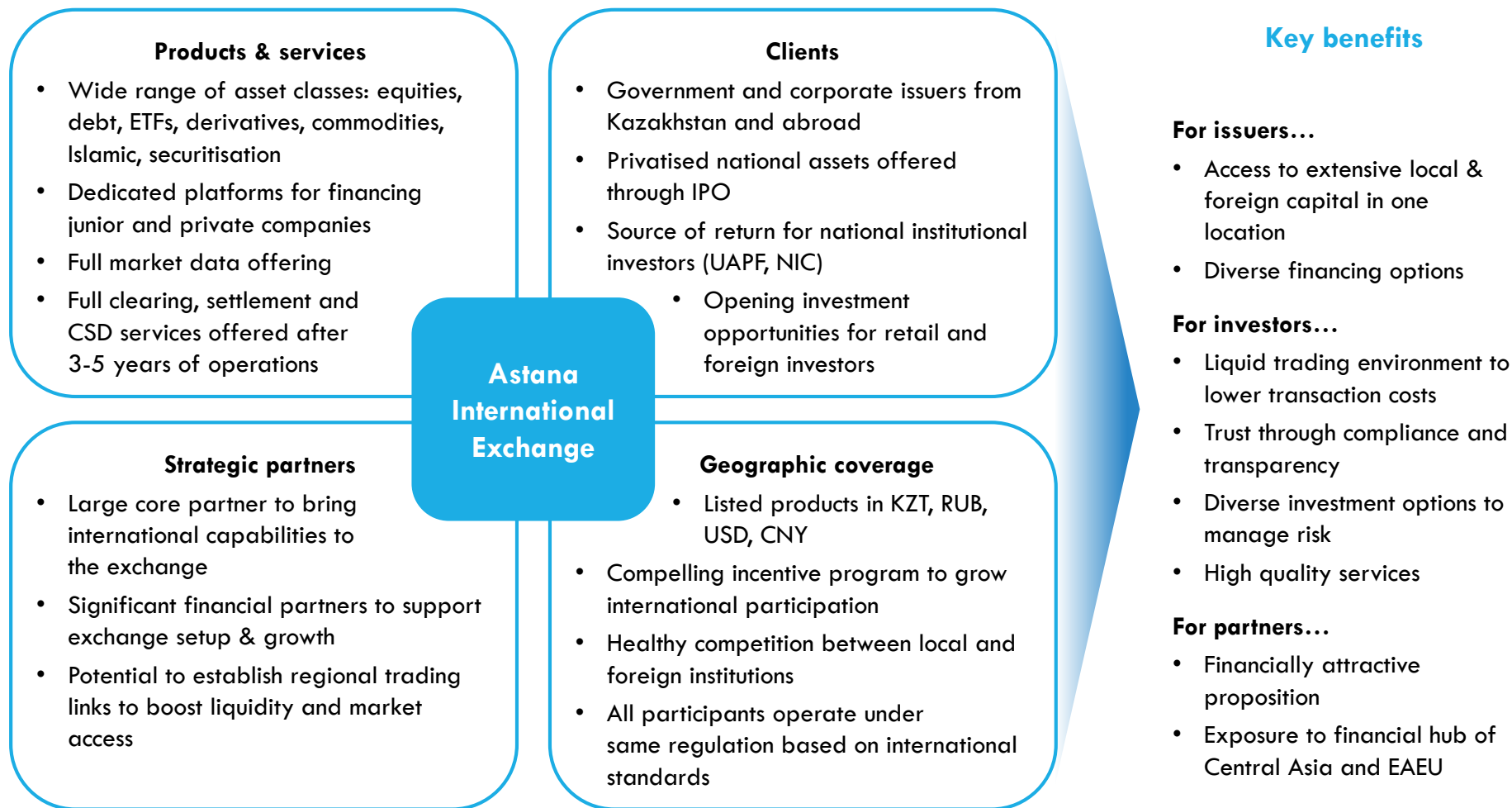
Objectives:

- ❖ the regulation, control and supervision of financial activities in the AIFC by Centre Participants
- ❖ ensuring that financial markets in the AIFC are fair, efficient, transparent and orderly
- ❖ creating fair, transparent and non-discriminatory conditions for Centre Participants
- ❖ fostering and maintaining confidence in the AIFC's financial system and regulatory regime
- ❖ fostering and maintaining the financial stability of the AIFC's financial services
- ❖ preventing, detecting and restraining actions that may cause damage to the reputation of the AIFC
- ❖ protecting interests of investors and users of financial services
- ❖ implementing in the AIFC a regulatory regime that complies with international standards in the sphere of regulation of financial services
- ❖ fostering the development of financial technologies in the AIFC.

PLAYERS IN THE EXCHANGE ECOSYSTEM



ASTANA INTERNATIONAL EXCHANGE



AIX STRATEGIC PARTNERS



The AIFC has signed a Shareholders Agreement with the Shanghai Stock Exchange. As terms of this agreement, the Shanghai Stock Exchange cooperates with the AIFC on strategy and technology consulting, business planning, product design, market expansion and liquidity growth. SSE will also work closely with AIX to support the "Belt and Road" Initiative.

Nasdaq is a strategic partner and the technology provider of AIX. Nasdaq has delivered its state of the art trading technology to AIX which will provide international and domestic investors with easy and comfortable access to AIX's attractive financial instruments. The Nasdaq Matching Engine system offers exceptional performance and functionality.

SOURCES

❖ <http://www.nationalbank.kz/?docid=164&switch=english>

❖ <http://kase.kz/en/>

❖ <http://afsa.kz>

❖ <http://aix.kz>