

**INFORMATION ON INVESTMENT MANAGEMENT OF PENSION ASSETS OF  
UAPF JSC IN TRUST MANAGEMENT OF BCC INVEST JSC**

As of November 1, 2023, pension assets (hereinafter referred to as PA) of the UAPF held in trust by BCC Invest JSC (hereinafter referred to as BCC Invest) amounted to KZT 2,133.59 million.

The structure of the investment portfolio of financial instruments formed at the expense of UAPF pension assets held in trust by BCC Invest is shown in Table 1

**Table 1. The structure of the investment portfolio of UAPF PA held in trust by BCC Invest, in the context of financial instruments**

*KZT million*

Description	Current value as of 01.01.2023	Share as of 01.01.2023	Current value as of 01.11.2023	Share as of 01.11.2023.	Increase / decrease within the reporting period
Bonds of quasi-public organizations of the Republic of Kazakhstan	334.36	21.98%	580.40	27.20%	73.59%
RK Government bonds	662.38	43.54%	494.49	23.18%	%
Bonds of STB RK	27.66	1.82%	28.26	1.32%	1.30%
Corporate bonds of issuers residents of the Republic of Kazakhstan	80.37	5.28%	81.81	3.83%	0.88%
Bonds of IFO	90.74	5.96%	89.48	4.19%	-2.25%
US Government Bonds	0.00	0.00	148.63	6.97%	100.00%
ETF	117.70	7.74%	272.77	12.78%	14.13%
Shares and depository receipts of foreign issuers	76.68	5.04%	13.53	0.63%	-81.04%
Shares and depository receipts issued by organizations of the Republic of Kazakhstan	4.2	0.28%	0.00	0.00%	-100.00%
Cash in investment accounts	17.67	1.16%	2.13	0.10%	91.79%
REPO	108.21	7.11%	421.41	19.75%	422.87%
Other assets (accounts receivable, overdue debt, provisions)	1.34	0.09%	0.68	0.03%	-49.25%
<b>Total PA managed by the IPM</b>	<b>1 521.31</b>	<b>100.00%</b>	<b>2 133.59</b>	<b>100.00%</b>	<b>40.25%</b>
Obligations to pay for completed transactions	0.00	0.00%	0.00	0.00%	
<b>Total pension assets</b>	<b>1 521.31</b>		<b>2 133.59</b>		<b>40.25%</b>

As of November 1, 2023, the weighted average yield to maturity (YTM) of debt financial instruments and REPO transactions in the investment portfolio of UAPF PA was -6.47% per annum.

### **Cash and reverse repos**

Until the acquisition of financial instruments in the portfolio, in accordance with the investment strategy and investment declaration, temporarily free funds are placed in a reverse REPO operation, taking into account the requirements for diversification and investment limits. As of November 1, 2023, claims on reverse REPO transactions amounted to 421.41 million tenge with a portfolio share of 19.75%, and income on REPO transactions for the period from October 1 to October 31, 2023 amounted to KZT 7.14 million. At the end of the reporting period, the balance of funds on investment accounts amounted to KZT 2.13 million. Their share in the portfolio amounted to 0.10%.

### **Bonds of the Ministry of Finance of the Republic of Kazakhstan**

In the reporting period, bonds of the Ministry of Finance of the Republic of Kazakhstan were not purchased.

The current value of bonds of the Ministry of Finance of the Republic of Kazakhstan, nominated in tenge, at the end of the reporting month amounted to KZT494.49 million. Their share in the portfolio was 23.18%.

As of the reporting date, the weighted average yield to maturity on bonds of the Ministry of Finance of the Republic of Kazakhstan, denominated in tenge, amounted to 15.12% per annum.

### **US Treasury Bonds**

In the reporting period, bonds of the US Department of the Treasury (US91282CJB81) in the amount of 71.64 million tenge were purchased as part of the UAPF PA portfolio in the trust management of BCC Invest.

As of the reporting date, the weighted average yield to maturity on US Treasury bonds denominated in tenge was 5.28% per annum.

The current value of US Treasury bonds denominated in tenge at the end of the reporting month amounted to 148.63 million tenge. Their share in the portfolio was 6.97%.

### **Bonds of second-tier banks of the Republic of Kazakhstan**

In the reporting period, bonds of second-tier banks of the Republic of Kazakhstan were not purchased.

The current value of bonds of second-tier banks, nominated in tenge, at the end of the reporting month amounted to KZT28.26 million. Their share in the portfolio was 1.32%.

### **Bonds of quasi-public organizations of the Republic of Kazakhstan**

In the reporting period, bonds of "Kazakhstan Sustainability Fund" JSC and "Development Bank of Kazakhstan" JSC in the amount of KZT 194.16 million were purchased as part of the UAPF PA portfolio in trust management of BCC Invest.

As of the reporting date, the weighted average yield to maturity on bonds of quasi-state organizations of the Republic of Kazakhstan amounted to -51.06% per annum (taking into account the low duration of KFUSb40 (KZ2C00008704) redeemed on November 4, 2023).

The current value of bonds of quasi-public organizations of the Republic of Kazakhstan, denominated in tenge, at the end of the reporting month amounted to KZT 580.40 million. Their share in the portfolio was 27.20%.

### **Bonds of international financial organizations**

In the reporting period, bonds of international financial organizations were not purchased as part of the portfolio.

As of the reporting date, the weighted average yield to maturity on bonds of international financial organizations of the Republic of Kazakhstan, denominated in tenge, amounted to 9.89% per annum.

The current value of bonds of international financial organizations of the Republic of Kazakhstan, denominated in tenge, at the end of the reporting month amounted to KZT89.48 million. Their share in the portfolio was 4.19%.

### **Corporate bonds of issuers-residents of the Republic of Kazakhstan**

In the reporting period, bonds of issuers-residents of the Republic of Kazakhstan were not purchased in the portfolio.

As of the reporting date, the yield to maturity on corporate bonds of issuers-residents of the Republic of Kazakhstan amounted to 10.90% per annum.

The current value of corporate bonds of issuers-residents of the Republic of Kazakhstan at the end of the reporting month amounted to KZT 81.81 million. Their share in the portfolio was 3.83%.

Thus, the current value of debt financial instruments of Kazakh issuers (quasi-government, corporate, second-tier banks of the Republic of Kazakhstan, government securities of the Republic of Kazakhstan), as well as international financial organizations nominated in tenge, at the end of the reporting month amounted to KZT 1,186.96 million. Their share in the portfolio was 55.63%.

The planned share of debt financial instruments of Kazakh issuers (state, quasi-public, and corporate), as well as international financial organizations denominated in tenge, in the target structure of the UAPF PA portfolio in trust management of BCC Invest is up to 80%.

### **Shares and depositary receipts of foreign issuers and ETFs**

In the reporting period, Consumer Staples SPDR (XLP US), UTILITIES SELECT SECTOR SPDR (XLU US), Vanguard Intermediate – Term (VCIT US), iShares 20+ Year Treasury Bond ETF (TLT US) were acquired as part of the UAPF PA portfolio held in trust by BCC Invest.

The current value of the ETF at the end of the reporting month was KZT 272.78 million, the share in the portfolio was 12.78%. The current value of shares and depositary receipts of foreign issuers amounted to KZT 13.53 million. Their share in the portfolio was 0.63%.

The planned share of ETFs, shares and depositary receipts of foreign issuers in the target structure of the UAPF PA portfolio in trust management of BCC Invest is up to 49%.

### **Currency structure**

The investment portfolio of financial instruments by currency, in which financial instruments are denominated, acquired at the expense of UAPF pension assets in trust management of BCC Invest, is presented in Table 2.

In the reporting period, there were no transactions of purchase and sale with foreign currency on the Kazakhstan Stock Exchange.

**Table 2. The structure of the investment portfolio of PA UAPF held in trust by BCC Invest, by currency**  
KZT million

Currency	Current value as of 01.01.2023.	Share as of 01.01.2023.	Current value as of 01.11.2023.	Share as of 01.11.2023.	Increase / decrease within reporting period
National currency	1 218.58	80.10%	1 609.73	75.45%	32.10%
US dollars	302.73	19.90%	523.87	24.55%	73.05%
<b>Total</b>	<b>1 521.31</b>	<b>100.00%</b>	<b>2 133.59</b>	<b>100.00%</b>	<b>40.25%</b>

### **Investment results**

As a result of investment activity, the amount of accrued investment income amounted to KZT 158.51 million. The return on pension assets amounted to 10.24 %. Most of the accrued investment income came from interest on reverse repo transactions and income from the market revaluation of

securities. The structure of accrued investment income for the specified period is presented in Table 3.

**Table 3. Structure of investment income received from UAPF PAs held in trust by BCC Invest**

*KZT million*

Description	Investment Return as of 01.11.2023
Income in the form of interest on securities, including on placed deposits and reverse REPO operations	151.04
Income (loss) from market revaluation of securities	6.37
Income (loss) from revaluation of foreign currency	2.50
Other income (loss)	-1.40
<b>Total:</b>	<b>158.51</b>

**Information about the value of a notional pension unit**

The dynamics of the value of the notional pension unit of UAPF PA held in trust by BCC Invest is presented in Table 4.

**Table 4. Value of one notional pension unit of UAPF PA held in trust by BCC Invest**

No.	Date	Value of one notional pension unit, KZT
1	01.10.2023	1 103.4075218
2	02.10.2023	1 103.5458550
3	03.10.2023	1 103.5458550
4	04.10.2023	1 103.5458550
5	05.10.2023	1 103.5458550
6	06.10.2023	1 103.5458550
7	07.10.2023	1 103.5458550
8	08.10.2023	1 103.5458550
9	09.10.2023	1 103.6548055
10	10.10.2023	1 103.6548055
11	11.10.2023	1 103.6548055
12	12.10.2023	1 103.6548055
13	13.10.2023	1 103.6548055
14	14.10.2023	1 103.6548055
15	15.10.2023	1 103.6548055
16	16.10.2023	1 105.5893800
17	17.10.2023	1 105.5893800
18	18.10.2023	1 105.5893800
19	19.10.2023	1 105.5893800
20	20.10.2023	1 105.5893800
21	21.10.2023	1 105.5893800
22	22.10.2023	1 105.5893800
23	23.10.2023	1 105.6253451
24	24.10.2023	1 105.6253451
25	25.10.2023	1 105.6253451

26	26.10.2023	1 105.6253451
27	27.10.2023	1 105.6253451
28	28.10.2023	1 105.6253451
29	29.10.2023	1 105.6253451
30	30.10.2023	1 104.5259848
31	31.10.2023	1 104.0873536

### Information on compliance with the parameters of the investment declaration

The structural distribution of UAPF PA held in trust by BCC Invest complies with the requirements of the Investment Declaration. The shares of foreign exchange positions remain within the acceptable level and do not violate the requirements of the Investment Declaration. Information on compliance with investment limits for UAPF PA held in trust by BCC Invest, as of November 1, 2023, is presented in Table 5.

**Table 5. Investment limits for UAPF PA held in trust by BCC Invest**

No.	Type of the Financial Instrument	Actual value (as a percentage of the total PA volume)	Execution (yes / no)
1	Cash in national currency - tenge (KZT).	0.06%	yes
2	Securities that are the subject of a reverse repurchase transaction entered into "automatically" with the participation of a central counterparty.	19.75%	yes
3	Foreign currencies of countries with a sovereign rating of at least "BBB" according to the international scale of Standard & Poor's or a rating of a similar level by Moody's Investors Service or Fitch.	0.07%	yes
4	Government securities of the Republic of Kazakhstan (including those issued in accordance with the legislation of foreign states) issued by the Ministry of Finance of the Republic of Kazakhstan and the National Bank of the Republic of Kazakhstan, as well as securities issued under a guarantee and (or) surety of the Government of the Republic of Kazakhstan.	23.18%	yes
5	Debt securities issued by a legal entity, 100% of whose shares are owned by the National Bank of the Republic of Kazakhstan.	13.99%	yes
6	Debt securities issued by local executive bodies of the Republic of Kazakhstan.	0.00%	yes
7	Debt securities issued by the Development Bank of Kazakhstan Joint Stock Companies, Samruk-Kazyna National Welfare Fund, Baiterek National Managing Holding, Problem Loans Fund in accordance with the legislation of the Republic of Kazakhstan and other states.	4.67%	yes

8	Deposits in second-tier banks of the Republic of Kazakhstan, subject to one of the following conditions: banks have a long-term credit rating not lower than "BB-" according to the international scale of the agency Standard & Poor's or a rating of the same level of agencies Moody's Investors Service or Fitch, or a rating not lower than "kzA-" on the national scale of Standard & Poor's; banks are subsidiary banks-residents, the parent non-resident bank of which has a long-term credit rating on the international scale of the agency Standard & Poor's not lower than "A-" or a rating of a similar level of agencies Moody's Investors Service or Fitch	0.00%	yes
9	Deposits in non-resident banks with a long-term rating of at least "A" according to the international scale of Standard & Poor's or a rating of a similar level by Moody's Investors Service or Fitch	0.00%	yes
10	Debt securities issued by the following international financial institutions with a rating of at least "BB+" on the international scale of Standard & Poor's (Standard and Poor's) or a rating of a similar level by Moody's Investors Service (Moody's Investors Service) or Fitch (Feech) : the Asian Development Bank; the Inter-American Development Bank; the African Development Bank; Eurasian Development Bank; the European Bank for Reconstruction and Development; the European Investment Bank; the Council of Europe Development Bank; the Islamic Corporation for the Development of the Private Sector; the Islamic Development Bank; the Multilateral Investment Guarantee Agency; the Nordic Investment Bank; the International Monetary Fund) the International Development Association; the International Center for Settlement of Investment Disputes; the International Bank for Reconstruction and Development; the International Finance Corporation. as well as securities issued by an International Financial Organization, the share of the Republic of Kazakhstan in the authorized capital of which is at least 25%.	4.19%	yes
11	Securities with government status, issued by the central governments of foreign countries that have a sovereign rating of at least "BB+" on the international scale of Standard & Poor's or a rating of a similar level by Moody's Investors Service or Fitch.	6.97%	yes
12	Non-government securities issued by foreign organizations: shares of foreign issuers with a rating of at least "BB" on the international scale of Standard & Poor's (Standard and Poor's) or a rating of a similar level by Moody's Investors Service (Moody's Investors Service) or Fitch (Features); shares of foreign issuers included in the main stock indices, and depository receipts, the underlying asset of which is these shares; debt securities with a rating of at least "BB" on the international scale of Standard & Poor's (Standard & Poor's) or a rating of a similar level by Moody's Investors Service (Moody's Investors Service) or Fitch (Features).	0.63%	yes

13	<p>Non-government securities issued by organizations of the Republic of Kazakhstan in accordance with the legislation of the Republic of Kazakhstan and other states:</p> <p>shares of issuers of the quasi-public sector of the Republic of Kazakhstan, placed (placed) as part of a public offer (sale) among a wide range of investors on the stock exchange, and (or) depositary receipts, the underlying asset of which is these shares; shares of legal entities included in the official list of the stock exchange that meet the requirements of the "premium" category of the "shares" sector of the "Main" site of the official list of the stock exchange and depositary receipts, the underlying assets of which are these shares; shares of legal entities included in the main stock indices; debt securities with a rating of at least "B +" according to the international scale of Standard &amp; Poor's or a rating of a similar level by Moody's Investors Service or Fitch, or a rating of at least "kzBBB" according to the national scale of Standard &amp; Poor's; securities issued as part of the restructuring of the issuer's obligations in order to exchange for previously issued securities or other obligations of this issuer.</p>	13.70%	yes
14	<p>Non-government debt securities issued by entities classified as small or medium-sized businesses in accordance with the Entrepreneurial Code of the Republic of Kazakhstan, included in the "debt securities" sector of the "Main" or "Alternative" platform of the official list of the stock exchange, and having a guarantee from the joint-stock company "Entrepreneurship Development Fund" "DAMU" and (or) the joint-stock company "Development Bank of Kazakhstan", the amount of which covers at least 50 (fifty) percent of the nominal value of these non-government debt securities.</p>	0.00%	yes
15	<p>Shares of Exchange Traded Funds, Exchange Traded Commodities, Exchange Traded Notes rated at least 3 stars by the Morningstar rating agency;</p> <p>Exchange Traded Funds shares, the structure of assets of which repeats the structure of one of the main stock indices, or the pricing of shares of which is tied to the main stock indices.</p>	12.78%	yes
16	<p>Shares of interval mutual investment funds, the management company of which is a legal entity created in accordance with the legislation of the Republic of Kazakhstan, included in the official list of the stock exchange, complying with the requirements of the "securities of investment funds" sector of the "Mixed" platform of the official list of the stock exchange.</p>	0.00%	yes
17	<p>Refined precious metals that meet international quality standards adopted by the London bullion market association and designated in the documents of this association as "London good delivery", and metal deposits, including in non-resident banks of the Republic of Kazakhstan, with a rating of at least "AA" by the agency Standard &amp; Poor's or a rating of a similar level from one of the other rating agencies, for a period not exceeding twelve months.</p>	0.00%	yes
18	<p>The following derivative financial instruments entered into for hedging purposes, the underlying asset of which is financial instruments permitted for purchase using pension assets in accordance with this appendix:</p> <p>options; futures; forwards; swaps; derivative financial instruments, which are a combination of the above derivative financial instruments.</p>	0.00%	yes

19	Maximum share of open foreign exchange position	24.55%	yes
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### Information on purchases, sales and redemption of financial instruments in the investment portfolio of UAPF PA in trust management of BCC Invest

**Table 6. Information on the acquisition of financial instruments in the reporting month**

Type of Instrument	Currency	Issuer of a Security	Transaction Amount in KZT
Bonds	KZT	JSC "Kazakhstan Sustainability Fund"	100 107 022.22
Bonds	KZT	JSC "Development Bank of Kazakhstan"	94 055 483.33
Shares	USD	Consumer Staples SPDR	17 705 378.62
Shares	USD	UTILITIES SELECT SECTOR SPDR	10 432 070.46
Bonds	USD	Ministry of Finance of the Republic of Kazakhstan	71 641 234.56
Shares	USD	Vanguard Intermediate - Term	71 376 998.74
Shares	USD	iShares 20+ Year Treasury Bond ETF	47 151 720.00
<b>Total</b>			<b>412 469 907.93</b>

**Table 7. Information on the sale of financial instruments in the reporting month**

Type of Instrument	Currency	Issuer of a Security	Transaction Amount in KZT
<b>Total</b>			

**Table 8. Information on principal repayments on securities in the reporting month**

Type of Instrument	Currency	Issuer of a Security	Transaction Amount in KZT
<b>Total</b>			

**Table 9. Information on placements in deposits of foreign banks in the reporting month**

Type of Instrument	Currency	Bank	Transaction Amount in KZT
<b>Total</b>			

**Table 10. Information on principal repayments on deposits in the reporting month**

Type of Instrument	Currency	Bank	Amount due in KZT
<b>Total</b>			

Note. Information on the supervisory response measures applied to BCC Invest is available on the website at: [www.bcc-invest.kz](http://www.bcc-invest.kz)