

## Information on investment management of pension assets of UAPF JSC, which are in trust management of Halyk Finance Subsidiary of Halyk Bank of Kazakhstan JSC

As of July 01, 2024 pension assets (hereinafter referred to as PA) of the UAPF held in trust by Halyk Finance Subsidiary of Halyk Bank of Kazakhstan JSC (hereinafter referred to as a) amounted to **KZT32,984.66 mln.**

The structure of the portfolio of financial instruments formed from pension assets held in trust by Halyk Finance is shown in Table 1.

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

*KZT mln*

Description	Current value as of 01.01.2024.	Share as of 01.01.2024.	Current value as of 01.07.2024.	Share as of 01.07.2024.	Increase / decrease since 01.01.2024
GS MF RK	501.69	3.65%	5,151.31	15.62%	926.79%
Notes of NBRK	428.77	3.12%	0.00	0.00%	-100.00%
Foreign GS	835.91	6.08%	2,642.99	8.01%	216.18%
IFO	19.05	0.14%	387.13	1.17%	1932.59%
Corporate bonds of issuers of the Republic of Kazakhstan	22.93	0.17%	2,499.61	7.58%	10,802.44%
Corporate bonds of issuers of the Republic of Kazakhstan	794.08	5.77%	1,069.07	3.24%	34.63%
Bonds of STB RK	536.44	3.90%	4,317.19	13.09%	704.79%
Bonds of quasi-public organizations of RK	144.59	1.05%	3 223.54	9.77%	2,129.43%
Shares and depository receipts issued by organizations of the Republic of Kazakhstan	99.76	0.73%	650.58	1.97%	552.14%
Exchange Traded Funds (ETF)	1,132.78	8.23%	3,979.78	12.07%	251.33%
Foreign shares and depository receipts	49.96	0.36%	678.85	2.06%	1,258.88%
Cash in accounts	11.15	0.08%	16.96	0.05%	52.14%
Other assets (accounts receivable, overdue debt, provisions)	4.69	0.03%	16.42	0.05%	250.14%
Reverse Repo (no more than 90 calendar days)	9,177.31	66.70%	8 351.25	25.32%	-9.00%
<b>Total PA managed by Halyk Finance</b>	<b>13,759.08</b>	<b>100.00%</b>	<b>32,984.66</b>	<b>100.00%</b>	<b>139.73%</b>
Liabilities payable under completed transactions	0.00	0.00%	0.00	0.00%	0.00%
Cash in pension contributions and benefits accounts	0.00	0.00%	0.00	0.00%	0.00%
<b>Total pension assets</b>	<b>13,759.08</b>	<b>100.00%</b>	<b>32,984.66</b>	<b>100.00%</b>	<b>139.73%</b>

The weighted average yield to maturity of debt financial instruments denominated in tenge, excluding discount bonds, is equal to 12.90% per annum. The weighted average yield of debt financial instruments denominated in US dollars is 5.05% per annum.

#### **Reverse repo operations (no more than 90 calendar days)**

The current value of reverse repo transactions for the reporting month amounted to KZT8,361.25 mln. Their share in the portfolio was 25.32%.

The weighted average return on reverse repo transactions as of the reporting date was 13.61%.

#### **Government securities of the Ministry of Finance of the Republic of Kazakhstan**

In the reporting period, government securities of the Ministry of Finance of the Republic of Kazakhstan in the amount of KZT3,063.81 mln were purchased as part of the portfolio.

The current value of government securities of the Ministry of Finance of the Republic of Kazakhstan for the reporting month amounted to KZT5,151.31 mln. Their share in the portfolio was 15.62%.

The weighted average yield of government securities of the Ministry of Finance of the Republic of Kazakhstan as of the reporting date was 12.84% per annum.

#### **Notes of the National Bank of the Republic of Kazakhstan**

During the reporting period, notes of the National Bank of the Republic of Kazakhstan (hereinafter referred to as NBRK) were not purchased as part of the portfolio. There are no NBRK notes in the portfolio as of the reporting date.

#### **Government securities of foreign countries**

During the reporting period, government securities of foreign countries were not purchased as part of the portfolio.

The current value of government securities of foreign countries at the end of the reporting month amounted to KZT2,642.99 mln. Their share in the portfolio was 8.01%.

The weighted average yield to maturity of government securities of foreign countries as of the reporting date was 4.28% per annum in US dollars.

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

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

The current value of bonds of international financial organizations (hereinafter referred to as IFOs) at the end of the reporting month amounted to KZT387.13 mln. Their share in the portfolio was 1.17%.

The weighted average yield to maturity of bonds of international financial organizations as of the reporting date was 13.20% per annum in tenge.

#### **Corporate bonds of resident issuers of the Republic of Kazakhstan**

During the reporting period, no corporate bonds of resident issuers of the Republic of Kazakhstan were purchased as part of the portfolio.

The current value of corporate bonds of resident issuers of the Republic of Kazakhstan at the end of the reporting month amounted to KZT2,499.61 mln. Their share in the portfolio was 7.58%.

The weighted average yield to maturity of bonds of resident issuers of the Republic of Kazakhstan as of the reporting date was 17.42% per annum in tenge.

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

During the reporting period, bonds of second-tier banks of the Republic of Kazakhstan (hereinafter referred to as STB RK) were not purchased as part of the portfolio.

The current value of bonds of STBs of the Republic of Kazakhstan at the end of the reporting month amounted to KZT1,069.07 mln. Their share in the portfolio was 3.24%.

The weighted average yield to maturity of bonds of STBs of the Republic of Kazakhstan as of the reporting date was 11.10% per annum.

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

In the reporting period, coupon bonds of the Baiterek National Management Holding JSC and coupon bonds of Kazakhstan Sustainability Fund JSC were purchased as part of the portfolio for a total amount of KZT1,309.19 mln.

The current value of bonds of quasi-public organizations of the Republic of Kazakhstan at the end of the reporting month amounted to KZT4,317.19 mln. Their share in the portfolio was 13.09%.

The weighted average yield to maturity of bonds of quasi-public organizations of the Republic of Kazakhstan as of the reporting date was 11.05% per annum.

#### **Corporate bonds of foreign issuers**

During the reporting period, corporate bonds of foreign issuers were not purchased.

The current value of corporate bonds of foreign issuers at the end of the reporting month amounted to KZT3,223.54 mln. Their share in the portfolio was 9.77%.

The weighted average yield to maturity of corporate bonds of foreign issuers as of the reporting date was 11.41% per annum in tenge and 5.80% per annum in US dollars.

#### **Shares and depository receipts of issuers of the Republic of Kazakhstan**

During the reporting period, shares and depository receipts of issuers of the Republic of Kazakhstan were not purchased as part of the portfolio.

The current value of shares and depository receipts of issuers of the Republic of Kazakhstan at the end of the reporting month amounted to KZT650.58 mln. Their share in the portfolio was 1.97%.

#### **Exchange Traded Funds (ETFs)**

During the reporting period, units of the SPDR Portfolio S&P 500 Value ETF (SPYV), Global X Uranium ETF (URA), Global X Artificial Intelligence & Technology ETF (AIQ), Exchange Traded Fund Health Care Select Sector SPDR Fund (XLV), iShares US Utilities ETF (IDU), Vanguard Consumer Staples ETF (VDC) for a total amount of KZT912.45 mln were purchased into the portfolio..

The current value of the ETF at the end of the reporting month was KZT3,979.78 mln. Their share in the portfolio was 12.07%.

#### **Shares and depository receipts of foreign issuers**

During the reporting period, shares and depository receipts of foreign issuers were not purchased as part of the portfolio.

During the reporting period, ordinary shares of Magna International were sold for a total amount of KZT214.2 mln.

The current value of shares and depository receipts of foreign issuers at the end of the reporting month amounted to KZT678.85 mln. Their share in the portfolio was 2.06%.

#### **Currency structure**

The investment portfolio of financial instruments by currencies in which financial instruments acquired using pension assets held in trust by Halyk Finance are denominated is presented in Table 2.

**Table 2. Structure of the investment portfolio of UAPF PAs held in trust by Halyk Finance, by currency**

					<i>KZT mln</i>
Currency	Current value as of 01.01.2024.	Share as of 01.01.2024.	Current value as of 01.07.2024.	Share as of 01.07.2024.	Growth/ decrease from 01.01.2024
National currency	11,580.33	84.16%	22,422.00	67.98%	93.62%
Euro	57.68	0.42%	6.31	0.02%	-89.05%
US dollar	2,121.07	15.42%	10,556.34	32.00%	397.69%
<b>Total:</b>	<b>13,759.08</b>	<b>100.00%</b>	<b>32,984.66</b>	<b>100.00%</b>	139.73%

### Investment results

As a result of investment activities, the amount of accrued investment income since the beginning of 2024 amounted to KZT1,914.96 mln. The return on pension assets since the beginning of 2024 amounted to 6.50%.

The structure of accrued investment income is presented in Table 3.

**Table 3. Structure of investment income received from PA UAPF, which are in trust management of Halyk Finance**

		<i>KZT mln</i>
Description	Investment income from the beginning of 2024	
Income in the form of interest on securities, including on placed deposits and reverse repo transactions	1,469.41	
Income (loss) from market revaluation of securities	203.47	
Income (loss) from revaluation of foreign currency	271.52	
Income (loss) from revaluation of other assets	0.00	
Other income (loss)	-29.44	
<b>Total:</b>	<b>1,914.96</b>	

### Information on the Value of a Notional Pension Unit

The dynamics of the value of the notional pension unit of pension assets of the Unified Accumulative Pension Fund JSC (hereinafter referred to as UAPF PA) held in trust by Halyk Finance is presented in Table 4.

**Table 4. Value of a Notional Pension Unit of UAPF PA held in trust by Halyk Finance**

No.	Date	Value of a Notional Pension Unit
1	01.06.2024	1,268.7922704
2	02.06.2024	1,268.7922704
3	03.06.2024	1,271.8630504
4	04.06.2024	1,271.8630504
5	05.06.2024	1,271.8630504
6	06.06.2024	1,271.8630504
7	07.06.2024	1,271.8630504
8	08.06.2024	1,271.8630504
9	09.06.2024	1,271.8630504
10	10.06.2024	1,274.3703183
11	11.06.2024	1,274.3703183
12	12.06.2024	1,274.3703183
13	13.06.2024	1,274.3703183
14	14.06.2024	1,274.3703183
15	15.06.2024	1,274.3703183
16	16.06.2024	1,274.3703183
17	17.06.2024	1,290.7035954
18	18.06.2024	1,290.7035954

No.	Date	Value of a Notional Pension Unit
19	19.06.2024	1,290.7035954
20	20.06.2024	1,290.7035954
21	21.06.2024	1,290.7035954
22	22.06.2024	1,290.7035954
23	23.06.2024	1,290.7035954
24	24.06.2024	1,303.5328649
25	25.06.2024	1,303.5328649
26	26.06.2024	1,303.5328649
27	27.06.2024	1,303.5328649
28	28.06.2024	1,303.5328649
29	29.06.2024	1,303.5328649
30	30.06.2024	1,308.1337198

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

The structural distribution of UAPF PAs held in trust meets the requirements of the Investment Declaration<sup>1</sup> for a portfolio of financial instruments formed from pension assets held in trust by Halyk Finance. The shares of currency positions remain within the acceptable level and do not violate the requirements of the Investment Declaration for a portfolio of financial instruments formed from pension assets held in trust by Halyk Finance. Information on compliance with investment limits as of July1, 2024 is presented in Table 5 below.

**Table 5. Investment limits for UAPF PAs held in trust by Halyk Finance.**

No.	Type of the Financial Instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes / no)
1.	Cash, including bank balances	0.02%	yes
2.	Reverse REPO	25.32%	yes
3.	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 the guarantee of the Government of the Republic of Kazakhstan	15.62%	yes
4.	Debt securities issued by local executive bodies of the Republic of Kazakhstan	0.00%	yes
5.	Debt securities issued by a legal entity, one hundred percent of whose shares are owned by the NB RK	5.27%	yes
6.	Debt securities issued by the Development Bank of Kazakhstan, National Welfare Fund Samruk-Kazyna, Baiterek National Management Holding, Problem Loan Fund in accordance with the legislation of the Republic of Kazakhstan and other states	4.98%	yes
7.	Deposits in second-tier banks of the Republic of Kazakhstan, subject to one of the following conditions: – banks have a long-term credit 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, or a rating of at least “kzA-” on the national scale of Standard & Poor’s; – banks are subsidiary resident banks, the parent non-resident bank of which has a long-term credit rating on the international scale of Standard & Poor’s agency not lower than “A-” or a rating of a similar level by Moody’s Investors Service or Fitch.	0.00%	yes

<sup>1</sup> The investment declaration for a portfolio of financial instruments formed from pension assets held in trust by Halyk Finance was approved by a decision of the Board of Directors of Halyk Finance JSC. Minutes on the results of absentee voting of the Board of Directors dated November 1, 2022 No. 34/22-3

No.	Type of the Financial Instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes / no)
8.	Deposits in non-resident banks with a long-term rating of at least "A-" on the international scale of Standard & Poor's or a rating of a similar level by Moody's Investors Service or Fitch	0.00%	yes
9.	Debt securities issued by the following international financial organizations that have a 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: <ul style="list-style-type: none"> <li>- The Asian Development Bank;</li> <li>- The Inter-American Development Bank;</li> <li>- the African Development Bank;</li> <li>- the European Bank for Reconstruction and Development;</li> <li>- the European Investment Bank;</li> <li>- the Council of Europe Development Bank;</li> <li>- the Islamic Corporation for the Development of the Private Sector;</li> <li>- the Islamic Development Bank;</li> <li>- The Multilateral Investment Guarantee Agency;</li> <li>- The Nordic Investment Bank;</li> <li>- The International Monetary Fund;</li> <li>- The International Development Association;</li> <li>- the International Center for Settlement of Investment Disputes;</li> <li>- The International Bank for Reconstruction and Development;</li> <li>- The International Finance Corporation;</li> </ul> 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%	1.17%	yes
10.	Securities with government status, issued by the central governments of foreign countries with 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	8.01%	yes
11.	Non-government securities issued by foreign organizations:		yes
	1. shares of foreign issuers with a 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;	2.06%	yes
	2. shares of foreign issuers included in the main stock indices, and depository receipts, the underlying asset of which is these shares;		
12.	3. debt securities with a 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	9.77%	yes
	Non-government securities issued by organizations of the Republic of Kazakhstan in accordance with the legislation of the Republic of Kazakhstan and other states:		yes
	1. 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) depository receipts, the underlying asset of which is these shares;	1.97%	yes
2. shares of legal entities included in the official list of the stock exchange, meeting the requirements of the "premium" category of the "shares" sector of the "Main" platform of the official list of the stock exchange and depository receipts, the underlying assets of which are these shares;			
3. shares of legal entities included in the main stock indices;			
4. debt securities issued by organizations of the Republic of Kazakhstan in accordance with the legislation of the Republic of Kazakhstan and other states that have a rating of at least "B+" on the international scale of Standard&Poor's or a rating of a	13.66%	yes	

No.	Type of the Financial Instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes / no)
	similar level by Moody's Investors Service or Fitch, or a rating not below "kzBBB" on the Standard & Poor's national scale; 5. securities issued as part of the restructuring of the issuer's obligations for the purpose of exchange for previously issued securities or other obligations of this issuer.		
13.	Non-government debt securities issued by entities classified as small or medium-sized enterprises 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 "DAMU Entrepreneurship Development Fund" and (or) the joint-stock company "Bank" Development of Kazakhstan", the amount of which covers at least 50 (fifty) percent of the nominal value of these non-government debt securities	0.00%	yes
14.	Shares of Exchange Traded Funds, Exchange Traded Commodities, Exchange Traded Notes:		
	1) Shares of Exchange Traded Fund, the asset structure of which follows the structure of one of the main stock indices, or the pricing of shares of which is tied to the main stock indices; 2) Shares of Exchange Traded Fund, Exchange Traded Commodities, Exchange Traded Notes, having a rating of at least "3 stars" by the rating agency Morningstar, with the exception of Exchange Units Traded Funds, the asset structure of which follows the structure of one of the major stock indices, or the pricing of shares of which is tied to the main stock indices	12.07%	yes
15.	Units 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, meeting the requirements of the "investment fund securities" sector of the "Mixed" platform of the official list of the stock exchange	0.00%	yes
16.	Foreign currency of countries that have a sovereign rating of at least "BBB" on the international scale of Standard & Poor's or a rating of a similar level by Moody's Investors Service or Fitch	0.09%	yes
17.	Refined precious metals that meet international quality standards adopted by the London bullion market association and designated in the documents of this association as the "London good delivery" standard, and metal deposits, including non-resident banks of the Republic of Kazakhstan that have a rating of at least "AA" from Standard & Poor's or a rating of a similar level from Moody's Investors Service or Fitch, for a period of no more than twelve months	0.00%	yes
18.	The following derivative financial instruments entered into for hedging purposes, the underlying asset of which are financial instruments permitted for acquisition at the expense of pension assets in accordance with this Appendix: <b>Options</b> - a contract that gives the buyer the right, but not the obligation, to buy or sell a specified asset at a certain price or before a certain date; <b>futures</b> - a contract related to the mutual transfer of rights and obligations in relation to a purchase and sale transaction that will be completed in the future; <b>forwards</b> - an agreement under which one party undertakes to transfer the subject of the contract within a certain time frame, and the other party to accept it at a specified cost, at a specified time and place;	0.00%	yes

No.	Type of the Financial Instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes / no)
	<b>swaps</b> - an agreement between two counterparties to exchange future payments in accordance with the conditions specified in the contract; derivative financial instruments, which are a combination of the above derivative financial instruments.		

**Information on purchases, sales and redemptions of financial instruments held in a portfolio of financial instruments formed from pension assets held in trust by Halyk Finance**

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

Type of Instrument	Currency	Issuer	Transaction value, in tenge
GS MF RK	KZT	Ministry of Finance of Kazakhstan	3,063,808,755.34
Corporate bonds of issuers of the Republic of Kazakhstan	KZT	Baiterek National Management Holding JSC	1,000,000,000.00
Corporate bonds of issuers of the Republic of Kazakhstan	KZT	Kazakhstan Sustainability Fund JSC	309,187,433.33
Exchange Traded Funds (ETF)	USD	SPDR Portfolio S&P 500 Value ETF (SPYV)	244,157,590.84
Exchange Traded Funds (ETF)	USD	Global X Uranium ETF (URA)	189,787,026.24
Exchange Traded Funds (ETF)	USD	Global X Artificial Intelligence & Technology ETF (AIQ)	158,520,075.09
Exchange Traded Funds (ETF)	USD	Exchange Traded Fund Health Care Select Sector SPDR Fund (XLV)	106,704,700.66
Exchange Traded Funds (ETF)	USD	iShares US Utilities ETF (IDU)	106,680,120.88
Exchange Traded Funds (ETF)	USD	Vanguard Consumer Staples ETF (VDC)	106,599,237.03
<b>Total</b>			<b>5,285,444,939.41</b>

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

Type of Instrument	Currency	Issuer	Transaction value, in tenge
Shares and depositary receipts of foreign issuers	USD	Magna International	214,181,810.86
<b>Total</b>			<b>214,181,810.86</b>

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

Type of Instrument	Currency	Issuer	Transaction value, in tenge
IFO bonds	KZT	Eurasian Development Bank	500,000,000.00
<b>Total</b>			<b>500,000,000.00</b>

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

Type of Instrument	Currency	Bank	Amount of transaction, KZT
In the reporting month, there were no placements in deposits of foreign banks			
<b>Total</b>			



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

<b>Type of Instrument</b>	<b>Currency</b>	<b>Bank</b>	<b>Amount due in tenge</b>
There were no repayments on deposits in the reporting month			
<b>Total</b>			