

## 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 August 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) amounted to **KZT35,009.90 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**

Description	Current value as of 01.01.2024.	Share as of 01.01.2024.	Current value as of 01.08.2024.	Share as of 01.08.2024.	Increase / decrease since 01.01.2024
GS MF RK	501.69	3.65%	6,412.09	18.33%	1,178.10%
Notes of NBRK	428.77	3.12%	0.00	0.00%	-100.00%
Foreign GS	835.91	6.08%	2,686.87	7.67%	221.43%
IFO	19.05	0.14%	387.29	1.11%	1,933.02%
Corporate bonds of issuers of the Republic of Kazakhstan	22.93	0.17%	3,036.86	8.67%	13 144.05%
Bonds of STB RK	794.08	5.77%	3,096.08	8.84%	289.90%
Bonds of quasi-public organizations of RK	536.44	3.90%	4,362.98	12.46%	713.32%
Corporate bonds of foreign issuers	144.59	1.05%	3,224.15	9.21%	2,129.86%
Shares and depository receipts of issuers of the Republic of Kazakhstan	99.76	0.73%	620.68	1.77%	522.17%
Exchange Traded Funds (ETF)	1,132.78	8.23%	4,121.27	11.77%	263.82%
Shares and depository receipts issued by organizations of the Republic of Kazakhstan	49.96	0.36%	749.31	2.14%	1,399.82%
Cash in accounts	11.15	0.08%	502.33	1.43%	4,405.20%
Other assets (accounts receivable, overdue debt, provisions)	4.69	0.03%	0.40	0.00%	-91.47%
Reverse Repo (no more than 90 calendar days)	9,177.31	66.70%	5,809.59	16.60%	-36.70%
<b>Total PA managed by Halyk Finance</b>	<b>13,759.08</b>	<b>100.00%</b>	<b>35,009.90</b>	<b>100.00%</b>	<b>154.45%</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>35,009.90</b>	<b>100.00%</b>	<b>154.45%</b>

The weighted average yield to maturity of debt financial instruments denominated in tenge, excluding discount bonds, is 13.11% per annum. The weighted average yield of debt financial instruments denominated in US dollars is 4.92% per annum.

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

The current value of reverse repo transactions for the reporting month amounted to KZT5,809.59 mln. Their share in the portfolio was 16.59%.

The weighted average return on reverse repo transactions as of the reporting date was 13.67%.

### **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 were acquired for the portfolio in the amount of KZT1,218.60 mln.

The current value of the GS of the Ministry of Finance of the Republic of Kazakhstan for the reporting month was KZT6,412.09 mln. Their share in the portfolio was 18.32%.

The average weighted yield of the GS of the Ministry of Finance of the Republic of Kazakhstan on the reporting date was 12.96% per annum.

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

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

### **Government securities of foreign states**

In the reporting period, government securities of foreign states were not acquired for the portfolio.

The current value of government securities of foreign states at the end of the reporting month was KZT2,686.87 mln. Their share in the portfolio was 7.67%.

The average weighted yield to maturity of government securities of foreign states as of the reporting date was 4.12% per annum in US dollars.

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

In the reporting period, bonds of international financial organizations were not acquired for the portfolio.

The current value of bonds of international financial organizations (hereinafter referred to as IFOs) at the end of the reporting month was KZT387.29 mln. Their share in the portfolio was 1.11%.

The average weighted yield to maturity of bonds of international financial organizations as of the reporting date was 15.14% per annum in tenge.

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

During the reporting period, bonds of issuers-residents of the Republic of Kazakhstan were acquired for the portfolio in the amount of KZT500.00 mln.

The current value of corporate bonds of issuers-residents of the Republic of Kazakhstan as of the end of the reporting month was KZT3,036.86 mln. Their share in the portfolio was 8.67%.

The average weighted yield to maturity of bonds of issuers-residents of the Republic of Kazakhstan as of the reporting date was 16.65% per annum in tenge.

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

In the reporting period, bonds of second-tier banks of the Republic of Kazakhstan (hereinafter referred to as STB RK) were acquired for the portfolio in the amount of KZT2,000.00 mln.

The current value of bonds of STB RK at the end of the reporting month was KZT3,096.08 mln. Their share in the portfolio was 8.84%.

The average weighted yield to maturity of bonds of STB RK on the reporting date was 14.06% per annum.

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

In the reporting period, bonds of quasi-public organizations of the Republic of Kazakhstan were not acquired.

The current value of bonds of quasi-public organizations of the Republic of Kazakhstan at the end of the reporting month was KZT4,362.98 mln. Their share in the portfolio was 12.46%.

The average weighted yield to maturity of bonds of quasi-state organizations of the Republic of Kazakhstan as of the reporting date was 10.41% per annum.

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

No corporate bonds of foreign issuers were acquired in the reporting period.

The current value of corporate bonds of foreign issuers as of the end of the reporting month was KZT3,224.15 mln. Their share in the portfolio was 9.21%.

The average weighted yield to maturity of corporate bonds of foreign issuers as of the reporting date was 11.39% per annum in tenge and 5.72% per annum in US dollars.

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

Shares and depositary receipts of issuers of the Republic of Kazakhstan were not acquired in the portfolio in the reporting period.

The current value of shares and depositary receipts of issuers of the Republic of Kazakhstan as of the end of the reporting month was KZT620.68 mln. Their share in the portfolio was 1.77%.

#### **Exchange Traded Funds (ETF) units**

In the reporting period, SPDR Portfolio S&P 500 Value ETF (SPYV) units were purchased for a total of KZT66.36 mln.

The current value of the ETF at the end of the reporting month was 4,121.27 million tenge. Their share in the portfolio was 11.77%.

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

In the reporting period, shares and depositary receipts of foreign issuers were not purchased for the portfolio.

The current value of shares and depositary receipts of foreign issuers at the end of the reporting month was KZT749.31 mln. Their share in the portfolio was 2.14%.

#### **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>					
<b>Currency</b>	<b>Current value as of 01.01.2024.</b>	<b>Share as of 01.01.2024.</b>	<b>Current value as of 01.08.2024.</b>	<b>Share as of 01.08.2024.</b>	<b>Growth/ decrease from 01.01.2024</b>
National currency	11,580.33	84.16%	24,250.57	69.27%	109.41%
Euro	57.68	0.42%	0.00	0.00%	-100.00%
US dollar	2,121.07	15.42%	10,759.33	30.73%	407.26%
<b>Total:</b>	<b>13,759.08</b>	<b>100.00%</b>	<b>35,009.90</b>	<b>100.00%</b>	<b>154.45%</b>

#### **Investment results**

As a result of investment activities, the amount of accrued investment income since the beginning of 2024 amounted to KZT2,382.59 mln. The return on pension assets since the beginning of 2024 amounted to 7.91%.

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	1,759.04
Income (loss) from market revaluation of securities	354.48
Income (loss) from revaluation of foreign currency	299.14
Income (loss) from revaluation of other assets	0.00
Other income (loss)	-30.07
<b>Total:</b>	<b>2,382.59</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	01.07.2024	1,314.0097027
2	02.07.2024	1,314.0097027
3	03.07.2024	1,314.0097027
4	04.07.2024	1,314.0097027
5	05.07.2024	1,314.0097027
6	06.07.2024	1,314.0097027
7	07.07.2024	1,314.0097027
8	08.07.2024	1,314.0097027
9	09.07.2024	1,321.5586681
10	10.07.2024	1,321.5586681
11	11.07.2024	1,321.5586681
12	12.07.2024	1,321.5586681
13	13.07.2024	1,321.5586681
14	14.07.2024	1,321.5586681
15	15.07.2024	1,320.1950427
16	16.07.2024	1,320.1950427
17	17.07.2024	1,320.1950427
18	18.07.2024	1,320.1950427
19	19.07.2024	1,320.1950427
20	20.07.2024	1,320.1950427
21	21.07.2024	1,320.1950427
22	22.07.2024	1,321.1670657
23	23.07.2024	1,321.1670657
24	24.07.2024	1,321.1670657
25	25.07.2024	1,321.1670657
26	26.07.2024	1,321.1670657
27	27.07.2024	1,321.1670657
28	28.07.2024	1,321.1670657
29	29.07.2024	1,324.8166177
30	30.07.2024	1,324.8166177
31	31.07.2024	1,325.4871049

### 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 August 1, 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	1.43%	yes
2.	Reverse REPO	16.59%	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	18.32%	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	5.03%	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	4.74%	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
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: – The Asian Development Bank; – The Inter-American Development Bank; – the African 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;	1.11%	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)
	<ul style="list-style-type: none"> <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%		
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	7.67%	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;	2.14%	yes
	2. shares of foreign issuers included in the main stock indices, and depositary receipts, the underlying asset of which is these shares;	9.21%	yes
12.	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) depositary receipts, the underlying asset of which is these shares;	1.77%	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 depositary receipts, the underlying assets of which are these shares;		
	3. shares of legal entities included in the main stock indices;	20.21%	yes
13.	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 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.		
14.	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;	11.77%	yes
	2) Shares of Exchange Traded Fund, Exchange Traded Commodities, Exchange Traded Notes, having a rating of at least “3 stars” by the		

No.	Type of the Financial Instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes / no)
	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		
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	0.01%	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; <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.	0.00%	yes

**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	1,218,596,166.67
Bonds of second-tier banks of the Republic of Kazakhstan	KZT	Home Credit Bank JSC	1,000,000,000.00
Bonds of second-tier banks of the Republic of Kazakhstan	KZT	Otbasy Bank Housing Construction Savings Bank JSC	1,000,000,000.00
Corporate bonds of issuers of the Republic of Kazakhstan	KZT	Toyota Financial Services Kazakhstan LLP	500,000,000.00
Exchange Traded Funds (ETF)	USD	SPDR Portfolio S&P 500 Value ETF (SPYV)	66,357,732.54
<b>Total</b>			<b>3,784,953,899.21</b>

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

Type of Instrument	Currency	Issuer	Transaction value, in tenge
There were no sales of financial instruments in the reporting month.			
<b>Total</b>			

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

Type of Instrument	Currency	Issuer	Transaction value, in tenge
There were no redemptions on securities in the reporting month.			
<b>Total</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 repayments of principal on deposits in the reporting month**

Type of Instrument	Currency	Issuer	Transaction value, in tenge
There were no repayments of principal on deposits in the reporting month			
<b>Total</b>			