

**Information on investment management  
of pension assets of UAPF JSC held in trust by  
Halyk Finance JSC - Subsidiary of Halyk Bank of Kazakhstan**

As of July 1, 2023, pension assets (hereinafter referred to as PA) of UAPF JSC (hereinafter referred to as UAPF) held in trust by Halyk Finance JSC - Subsidiary of Halyk Bank of Kazakhstan (hereinafter referred to as Halyk Finance) amounted to **KZT280.35mln**.

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

**Table 1. Structure of the investment portfolio of UAPF PAs held in trust by Halyk Finance, by financial instruments**

*KZT mln*

Description	Current value as of 01.01.2023.	Share as of 01.01.2023.	Current value as of 01.07.2023.	Share as of 01.07.2023.	Growth/decrease from 01.01.2023.
GS MF RK	0.00	0.00%	21.61	7.71%	0.00%
Foreign GS	0.00	0.00%	13.51	4.82%	0.00%
IFO	0.00	0.00%	17.62	6.28%	0.00%
RK corporate bonds	0.00	0.00%	20.49	7.31%	0.00%
Bonds of quasi-public organizations of the Republic of Kazakhstan	0.00	0.00%	12.76	4.55%	0.00%
Shares and depository receipts of foreign issuers	0.00	0.00%	8.78	3.13%	0.00%
Cash in accounts	1.35	16.19%	1.02	0.36%	-24.64%
Reverse Repo (no more than 90 calendar days)	7.01	83.81%	171.03	61.00%	2338.22%
Other assets (accounts receivable, overdue debt, provisions)	0.00	0.00%	13.53	4.83%	0.00%
<b>Total PAs managed by IPM</b>	<b>8.37</b>	<b>100.00%</b>	<b>280.35</b>	<b>100.00%</b>	<b>3,250.16%</b>
Obligations to pay for completed transactions	0	0.00%	0	0.00%	-
<b>Total pension assets</b>	<b>8.37</b>		<b>280.35</b>		<b>3,250.16%</b>

\*including the amount of positive/negative revaluation that arose between the date of the transaction and the date of settlement

**Reverse REPO operations (no more than 90 calendar days)**

The main share in the portfolio of pension assets transferred to trust management of Halyk Finance is occupied by reverse REPO operations, the current value of which for the reporting month amounted to KZT171.03 mln. Their share in the portfolio was 61.00%.

The weighted average yield of reverse REPO transactions as of the reporting date was 16.86%.

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

In the reporting period, government securities (hereinafter referred to as SS) of the Ministry of Finance of the Republic of Kazakhstan (hereinafter referred to as the MF RK) were not included in the portfolio.

The current value of government securities of the Ministry of Finance of the Republic of Kazakhstan at the end of the reporting month amounted to KZT21.61 mln. Their share in the portfolio was 7.71%.

The weighted average yield of government securities of the Ministry of Finance of the Republic of Kazakhstan as of the reporting date was 12.67% per annum.

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

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

The current value of corporate bonds of issuers-residents of the Republic of Kazakhstan at the end of the reporting month amounted to KZT20.49 mln. Their share in the portfolio amounted to 7.31%

The yield to maturity of corporate bonds of resident issuers of the Republic of Kazakhstan as of the reporting date was 19.52% per annum.

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

In the reporting period, no bonds of international financial organizations (hereinafter referred to as IFIs) were included in the portfolio.

The current value of IFO bonds at the end of the reporting month amounted to KZT17.62 mln. Their share in the portfolio was 6.28%.

The yield to maturity of IFO bonds as of the reporting date was 13.46% per annum.

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

During the reporting period, US Treasury bonds were purchased in the amount of \$30,000 at face value.

The current value of US treasury bonds at the end of the reporting month amounted to 13.51 million tenge. Their share in the portfolio was 4.82%.

The yield to maturity of US Treasury bonds as of the reporting date was 3.88% 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 purchased in the portfolio.

The current value of bonds of quasi-public organizations of the Republic of Kazakhstan at the end of the reporting month amounted to KZT12.76 mln. Their share in the portfolio was 4.55%.

The yield to maturity of bonds of quasi-public organizations of the Republic of Kazakhstan as of the reporting date was 14.90% per annum.

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

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

The current value of shares and depositary receipts of foreign issuers at the end of the reporting month amounted to KZT8.78 mln. Their share in the portfolio was 3.13%.

### **Currency structure**

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

In the reporting period, US dollars were purchased in the amount of USD59,839 for the purpose of executing transactions for the purchase of securities.

**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 01.01.2023.	Share as of 01.01.2023.	Current value as of 01.07.2023.	Share as of 01.07.2023.	Growth/ decrease from 01.01.2023.
National currency	8.37	100.00%	244.53	87.21%	2,821.82%
EURO	0.00	0.00%	8.78	3.13%	0.00%
US dollars	0.00	0.00%	27.04	9.66%	0.00%
<b>Total:</b>	<b>8.37</b>	<b>100.00%</b>	<b>280.35</b>	<b>100.00%</b>	<b>3,250.16%</b>

### Investment results

As a result of investment activities, the amount of accrued investment income since the beginning of 2023 amounted to KZT13.70 mln. The return on pension assets since the beginning of 2023 has been 7.67%.

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

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

<i>KZT mln</i>	
Description	Investment return from the beginning of 2023
Income in the form of interest on securities, including on placed deposits and reverse REPO operations	11.41
Income (loss) from market revaluation of securities	2.24
Income (loss) from foreign currency revaluation	0.31
Gains (losses) from revaluation of other assets	000
Other income (losses)	-0.26
<b>Total:</b>	<b>13.70</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 Halyk Finance is presented in Table 4.

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

No.	Date	Value of one notional pension unit
1	01.06.2023	1,118.0111069
2	02.06.2023	1,118.0111069
3	03.06.2023	1,118.0111069
4	04.06.2023	1,118.0111069
5	05.06.2023	1,119.6223453
6	06.06.2023	1,119.6223453
7	07.06.2023	1,119.6223453
8	08.06.2023	1,119.6223453
9	09.06.2023	1,119.6223453
10	10.06.2023	1,119.6223453
11	11.06.2023	1,119.6223453
12	12.06.2023	1,121.6332332
13	13.06.2023	1,121.6332332
14	14.06.2023	1,121.6332332
15	15.06.2023	1,121.6332332
16	16.06.2023	1,121.6332332
17	17.06.2023	1,121.6332332
18	18.06.2023	1,121.6332332
19	19.06.2023	1,124.7349298
20	20.06.2023	1,124.7349298

21	21.06.2023	1,124.7349298
22	22.06.2023	1,124.7349298
23	23.06.2023	1,124.7349298
24	24.06.2023	1,124.7349298
25	25.06.2023	1,124.7349298
26	26.06.2023	1,126.3165650
27	27.06.2023	1,126.3165650
28	28.06.2023	1,126.3165650
29	29.06.2023	1,126.3165650
30	30.06.2023	1,128.4708667

### 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 for a portfolio of financial instruments formed from pension assets held in trust by Halyk Finance<sup>1</sup>. The shares of currency positions remain within the acceptable level and do not violate the requirements of the Investment Declaration for the portfolio of financial instruments formed from pension assets held in trust by Halyk Finance. Information on compliance with investment limits as of July 01, 2023 is presented in Table 5

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

No.	Name of the financial instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes/no)
1.	Cash in national currency - tenge (KZT)	0.36%	yes
2.	Reverse REPO	61.01%	yes
3.	Government securities of the Republic of Kazakhstan (including those issued in accordance with the laws 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 and (or) surety of the Government of the Republic of Kazakhstan	7.71%	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 National Bank of the Republic of Kazakhstan	0.00%	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	4.55%	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-" according to the national scale Standard & Poor's; - banks are resident subsidiary banks whose parent non-resident bank has a long-term credit rating on the international scale of Standard & Poor's 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 institutions with a rating of at least "BB+" on the international scale of	6.28%	yes

<sup>1</sup> The investment declaration for the portfolio of financial instruments formed from pension assets held in trust by Halyk Finance was approved by the 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.	Name of the financial instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes/no)
	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 Centre 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 states, with 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	4.82%	yes
11.	Non-government securities issued by foreign organizations:	0.00%	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;	3.13%	yes
	2. shares of foreign issuers, which are included in the main stock indices, and depository receipts, the underlying asset of which is these shares;	0.00%	yes
	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	0.00%	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:	0.00%	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;	0.00%	yes
	2. 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 depository receipts, the underlying assets of which are these shares;	7.31%	yes
13.	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 the Standard & Poor's agency or a rating of a similar level by Moody's Investors Service or Fitch, or a rating not lower than below "kzBBB" on the national Standard & Poor's 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.		
	Exchange Traded Funds , Exchange Traded Commodities, Exchange Traded Notes Units rated at least 3 stars by Morningstar , except for	0.00%	yes

No.	Name of the financial instrument	Actual value (as a percentage of the value of pension assets held in trust)	Execution (yes/no)
	Exchange Traded Funds Units whose asset structure is similar to that of a major stock index or whose unit pricing is pegged to major stock indices		
14.	Units of interval mutual investment funds, the management company of which is a legal entity established in accordance with the legislation of the Republic of Kazakhstan, included in the official list of the stock exchange, corresponding to the requirements of the sector "securities of investment funds" of the "Mixed" site of the official list of the stock exchange	0.00%	yes
15.	Units of Exchange Traded Funds, whose asset structure repeats the structure of one of the main stock indexes, or the pricing of units of which is linked to the main stock indexes	0.00%	yes
16.	Foreign currency of countries with 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	0.00%	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 those in non-resident banks of the Republic of Kazakhstan, with a rating of at least "AA" from Standard & Poor's or an equivalent rating from Moody's Investors Service or Fitch, for a period not exceeding 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 to be acquired out 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 specified price or before a specified date; <b>futures</b> - a contract associated with the mutual transfer of rights and obligations in relation to a sale and purchase transaction that will be made in the future; <b>forwards</b> - an agreement under which one party undertakes to transfer the subject of the contract within a certain period of time, and the other party undertakes to accept it at a specified cost, at a specified time and a specified place; <b>swaps</b> - an agreement between two counterparties on the exchange of payments in the future 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**

Instrument	Currency	Issuer	Nominal value in tenge
Notes of NBRK	KZT	National Bank of the Republic of Kazakhstan	19,757,240.00
Foreign government securities	USD	United States Department of the Treasury	13,373,565.12
<b>Total</b>			<b>33,130,805.12</b>

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

<b>Instrument</b>	<b>Currency</b>	<b>Issuer</b>	<b>Transaction amount in tenge</b>
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**

<b>Instrument</b>	<b>Currency</b>	<b>Issuer</b>	<b>Transaction amount in tenge</b>
Notes of NBRK	KZT	National Bank of the Republic of Kazakhstan	20,000,000.00
<b>Total</b>			<b>20,000,000.00</b>

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

<b>Type of Instrument</b>	<b>Currency</b>	<b>Bank</b>	<b>Amount of transaction, KZT</b>
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>			