

Dividends of Kazatomprom for 2018 can amount T308.46/share

Altynay Ibraimova — May 02, 2019

Based on the results of 2018, NAC Board of Directors recommended to spend T80bn from 2018 profit on dividends in the amount of T308.46/share (one GDR is equal to one ordinary share). The decision to pay dividends is subject to approval by shareholders at the AGM on May 30. If approved, the payment of dividends for the 2018 starts from June 18, fixing the register of shareholders will be held on June 16 at midnight.

Our opinion

The news is positive for the stock price. Based on the results of 2018, we expected the company to pay about T69bn as dividends or T266/share, excluding the scenario of paying 75% of FCF, which corresponded to 12.8bn tenge or 37tenge/share. The dividend is 16% above our expectations, which is definitely positive for KAP share price in the short term, and we confirm our "BUY" recommendation with 12M TP of \$16.55/share.

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