

## WEEK OF STOCK MARKET OF KAZAKHSTAN

### April 19 - 25

1 US dollar = 145.55 tenge at official rate for the end of the period  
 1 US dollar = 145.55 tenge at weighted average rate of the Exchange for the end of the period

### YIELD OF STOCK EXCHANGE INSTRUMENTS

Following is the table that allows to compare investment attractiveness of the financial instruments, which were regularly traded or quoted at Kazakhstan stock exchange (KASE) during April 19 - 25. In parentheses – figures of previous period. Instruments are given in ascending order, based on their attractiveness.

#### Investment attractiveness of stock exchange instruments from April 19 through 25

Financial instrument	Currency	Yield, % APR	Volume of deals, mln KZT	Volume of deals, mln USD
VITAb2	USD	13.54 (13.54)	0 (0)	0 (0)
RGBRb2	USD	12.00 (12.00)	0 (0)	0 (0)
Securities repo	USD	*11.57 (15.67)	111.0 (298.1)	762.8 (2,048.5)
BTASb1	USD	11.50 (11.30)	32.4 (0)	222.7 (0)
KZASb1	USD	11.50 (11.50)	0 (0)	0 (0)
CCBNb1	USD	10.60 (10.60)	0 (0)	0 (0)
KARMB1	USD	10.36 (10.16)	0 (0)	0 (0)
KZTOb	USD	10.14 (10.11)	140.6 (92.0)	966.0 (632.5)
KZOLb	USD	9.89 (9.30)	173.0 (22.5)	1,189.2 (154.5)
TEBNb	USD	9.57 (9.71)	0 (0)	0 (0)
KKGBe2	USD	9.51 (9.50)	0 (0)	0 (0)
ATFBb	USD	9.25 (9.25)	0 (0)	0 (0)
HSBKb	USD	8.50 (8.50)	0 (0)	0 (0)
SYRb1	USD	8.50 (8.40)	0 (0)	0 (0)
Euronotes-4	USD	7.28 (7.39)	1,480.9 (1,480.6)	10,178.0 (10,175.1)
Euronotes-3	USD	7.17 (7.20)	1,744.9 (582.5)	11,992.3 (4,003.1)
TMJLb	USD	6.37 (5.95)	57.6 (0)	395.9 (0)
Euronotes-2	USD	6.11 (6.20)	791.5 (3.0)	5,439.9 (20.7)
KKGBb	USD	5.71 (5.45)	0 (0)	0 (0)
MEKKAM, notes	KZT	*6.00 (6.44)	650.4 (787.4)	4,469.8 (5,411.1)
GB repo	KZT	*4.59 (5.94)	5,742.7 (8,544.5)	39,468.8 (58,720.8)

**Notes:** yields of BTASb1, KZOLb, KZTOb and TMJLb are calculated as average of the deals, yields of other corporate bonds are calculated as average of offer bids.

Tenge devaluation rate is estimated at weighted average rate of the main session of KASE in the week by a trend of **2.20% APR**.

The yields, shown here, do not incorporate overhead expenses that are inevitable when conducting operations and fixing profits (commission and tax collections, membership fees etc). Marked by a star are the instruments with less than a year circulation term. Weighted average effective yields are given for them.

### INDICATORS OF INTERBANK DEPOSIT MARKET

Following is the table of mean values of interbank offering rates (KIBOR), calculated by the quotations put out by the banks in the trade system of KASE. The trend reflects the change of the indicator relative to the last day of previous period. Minimum quotation volume is KZT15 mln. The quotations are indicative meaning that participants do not have to conclude deals on given terms.

#### Indicators of Kazakhstan interbank deposit market as of April 25, 4:00 PM ALT and changes during the week

Term	Currency	Rate	Trend
1 week	KZT	7.40	-0.73
2 weeks	KZT	8.10	-0.53
1 month	KZT	8.80	-0.20
2 months	KZT	9.60	0.10
3 months	KZT	10.50	0.37

During this period, just like in previous week, indicative offering rates were changing bilaterally depending on the term of the deposit. However, their dynamics, this time, was quite contrary. Closely reacting to the growth of market liquidity the shortest money began to decline in cost. It was caused by approaching mid May, when repayment volumes and servicing volumes of GB should increase about 2.5 times against current volumes. The rates of more lengthy deposits, on the contrary, began rising, reflecting the decrease in the servicing volumes of GB at the beginning of summer. In general, the market was developing under a quite sufficient liquidity in tenge, which formed its appearance.

## THE SECURITIES SECTOR (SS)

### Secondary market

During observed period 22 deals amounting to **\$2,938.8 th.** (KZT427.6 mln) were made **in purchase and sale sector** of the securities on trade floors of the KASE. Relative to previous period (\$1,500.2 th., KZT218.3 mln, 13 deals) weekly turnover of the sector increased 2 times. The most traded were **bonds of NOC KAZAKHOIL CJSC** (40.5% of sector's turnover). Then, there were bonds of NOTC KazTransOil CJSC (32.9%) and debt of Kazakhstan Temir Joly NSE (13.5%). Last week preferred shares of Kazakhtelecom were the leaders.

By the last deals of the period the price of CCBN increased by 11.3% relative to the previous successful trades. The first deal was made in ONKS since its admittance to the trading lists. The value of RAHT did not change during the week, at \$1.10 per share. The yields of KZOLb rose from 9.4002% to 9.5643%, KZTOb – from 9.7017% to 10.3001% APR. The yields of TMJLb decreased from 7.7498% to 6.3626% APR. The yields of BTASb1 did not change, at 11.5% APR.

The KASE\_Shares index fell by 0.4660 (0.45%) during the week, at **103.6340** at April 25 closing. This change is explained mainly by a 2.4% decrease in prices of Bank TuranAlem OJSC common shares. The values of the indexes of corporate bonds market (changes during the week are in parentheses) are: **KASE\_BY – 11.86 (+0.83%)**, KASE\_BP – 111.24 (+0.04%), KASE\_BC – 103.26 (-0.23%). Last week KASE\_BY index grew by 0.03%. These changes were mainly due to the dynamics of KZOLb and KZTOb prices.

On April 25, 2001 **the capitalization of the companies**, whose shares are traded on the securities exchange market of Kazakhstan, equaled **\$1,400.6 mln** or KZT203.9 bln at tenge to dollar rate of the Exchange, effective on that date. During the week this number increased **by \$1.2 mln** in terms of dollars is explained by an increase in the value of CCBN (see above) and admittance of ONTUSTIK KUS OJSC common shares to the trading lists (see below).

**The capitalization of corporate bonds market of the Exchange by their best ask prices**, that are regularly put out by the market-makers of these securities in the trade system of the Exchange, was fixed at **\$281.0 mln** as of April 25, or KZT40,906.8 mln. In nominal value (total face value of the bonds that were entered into trade lists of KASE) is estimated at **\$282.3 mln** as of this check date, or KZT41,086.6 mln.

Data on the deals, bid and offer information in purchase and sale sector of the securities, as well as description of trade codes are given in the tables.

#### Results of the trades in shares from April 19 - 25

USD per share, unless otherwise specified

Issuer	Securities	Close	WA price	Volume	Best bid	Best offer
Almaty Kus OJSC	ALKS			0	0.1540	0.3080
Aktobemunaigas JSC	AMGZp	*8.35		0		*8.00
Bank TuranAlem OJSC	BTAS	*91.97		0	69.75	72.70
Bank CenterCredit OJSC	CCBN	1.4908	1.4908	110 000	1.4908	1.3741
Halyk Bank of Kazakhstan OJSC	HSBK	0.8324		0	0.9000	1.8000
KAZKOMMERTSBANK OJSC	KKGB	*0.4500		0	0.2500	0.5000
Kazakhtelecom	KZTK	12.500		0	12.000	16.500
Kazakhtelecom	KZTKp	11.200		0	7.000	11.500
ONTUSTIK KUS OJSC	ONKS	*0.6872	0.6872	2	0.6872	0.6872
Rakhat JSC	RAHT	*1.10	1.10	1 006	1.10	1.10
SAUR OJSC	SAYR			0		*0.3400
SHNOS OJSC	SYRG			0	1.3000	
TEMIRBANK OJSC	TEBN	*1.095		0	0.687	7.214
ULBA JSC	ULBAp	*10.00		0		*10.31
UKTMK OJSC	UTMK	*50.000		0	15.000	35.000
UKTMK OJSC	UTMKp	*4.3100		0	5.0000	50.0000
VALUT-TRANZIT BANK OJSC	VTBN	2.5032		0	1.3747	2.5077
VALUT-TRANZIT BANK OJSC	VTBNp	2.3033		0	1.4085	2.3021

#### Results of the trades in bonds from April 19 - 25

yield for the buyer in % APR till maturity, unless otherwise specified

Issuer	Code	Currency	Last	WA	Volume, th. USD	Best bid	Best offer
AMB CJSC	ATFBb	USD	9.5001		0	9.7452	9.2546
Bank TuranAlem OJSC	BTASb1	USD	11.5000	11.5000	222.65	11.5000	11.5000
Bank CenterCredit OJSC	CCBNb1	USD	11.6998		0	11.9891	10.6029
Halyk Bank of Kazakhstan OJSC	HSBkb	USD	11.2702		0	13.5000	8.5000
Karazhanbasmunai OJSC	KARMB1	USD			0	11.4299	10.6000
KAZKOMMERTSBANK OJSC	KKGBb	USD	7.00		0	10.50	6.02
DAGOK Kustanaiasbest OJSC	KZASb1	USD	12.0000		0	12.4997	11.5030
NOC Kazakhoil CJSC	KZOLb	USD	9.5643	9.8870	1 189.16	9.4014	10.0000
NOTC KazTransOil CJSC	KZTOb	USD	10.3001	10.1380	966.00	9.8739	10.3001
RG Brands OJSC	RGBRb2	USD	12.0000		0	12.5000	12.0000
SHNOS OJSC	SYRGb1	USD			0	11.9957	8.5034

To be continued on the page 3

## Results of the trades in bonds from April 19 - 25

yield for the buyer in % APR till maturity, unless otherwise specified

Issuer	Code	Currency	Last	WA	Volume, th. USD	Best bid	Best offer
Temirbank OJSC	TEBNb	USD	6.6943		0	18.9103	9.6194
Kazakhstan Temir Joly NSE	TMJLb	USD	6.3626	6.3690	395.87	6.0015	6.7491
VITA LLP	VITAb2	USD	*14.0093		0	14.4760	13.5442

Notes: bid and ask prices are given for the period; if no deals were made during reporting period (volume =0), the last price of successful trades will be given; marked by a star are indicative quotations in Quotation trade system of KASE unlike the bids submitted in regular trade mode, or the price of direct deals.

In the securities repo sector 3 deals were made during the week for a total of \$762.8 mln (KZT111.0 mln). All deals were repo opening deals. At the end of the period 16 securities repos in U.S. dollars were opened on the trade floor of the Exchange for a total of \$4,449.9 th. Common and preferred shares of VALUT-TRANZIT BANK OJSC, common shares of Bank TuranAlem OJSC and bonds of VITA LLP were used as the object of repo deals. The terms vary from 26 to 123 days, and rates from 13.50% to 15.50% APR.

Total of 25 deals amounting to \$3,701.6 mln (KZT538.7 mln) were made in securities on trade floors of KASE during last week (purchase and sale and repo sector). A week ago volume of 22 deals was \$5,568.3 mln.

## CHANGES IN TRADE LISTS

From April 20, 2001, based on the application of the trade members of the Kazakhstan Stock Exchange (KASE), common inscribed shares (KZ1C00762111, trade code – ONKS) of ONTYSTIK KYS OJSC (Fabrichnoe comm., Sairam district, South Kazakhstan region) are admitted to the trades in "Non-listed securities" sector. Announced and paid authorized capital of the company is KZT6,896,700.00 and paid fully. A single issue contained 68,967 common inscribed shares only at KZT100.00 each. The placement report was approved on July 29, 1998. Primary activities of the company are poultry products production, transportation, intermediary services, investment, trade purchasing activities; opening the stores and trade facilities.

## SECTOR OF GOVERNMENT BONDS (GB)

## Secondary market

In GB purchase and sale sector of KASE total volume of 85 deals equaled KZT5,319.4 mln. Last week the turnover equaled KZT3,297.5 mln with 61 deals made. The reasons of an increase in trade volumes are quite typical: growth of short-term liquidity of the second tier bank, which caused the repo sector to shrink somewhat and trading sector to expand.

Turnover structure practically did not change during the week (see table). A significant increase in the volumes of deals made in euronotes of Kazakhstan draws the attention only, whose returns began declining again. However, this decline rate is much lower than that observed in March. By the results of the week the dynamics of the KASE indexes that indicate the condition of the market of Kazakhstani sovereign debt at the Exchange is as follows (in parentheses - weekly changes): KASE\_EY, index of euronotes returns – equaled 7.09 (-0.57%); KASE\_EP – 125.69 (-0.30%); KASE\_EC – 113.17 (-0.53%). Last week KASE\_EY increased by 1.23%.

## Parameters of stock exchange transactions in GB from April 19 - 25

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, mln tenge discounted	Number of deals
	min	max	last deal	weighted average		
<b>Discounted GB: MEKKAM-6, 12, notes</b>						
					<b>12.2% (23.9%) of purchase and sale sector's turnover</b>	
less than 8	4.17	4.17	4.17	4.17 ( -)	1.5	1
8 – 14	5.42	6.10	6.10	5.96 (4.82)	205.0	4
15 – 28	5.24	6.21	5.31	5.66 (5.35)	209.0	17
29 – 36	5.62	5.62	5.62	5.62 (5.45)	5.4	1
37 – 42	5.41	5.95	5.95	5.55 (5.26)	77.8	4
43 – 56	5.41	5.52	5.47	5.47 (5.56)	75.2	4
64 – 91	5.33	5.70	5.42	5.47 (5.31)	14.0	4
182 – 364	7.02	7.62	7.02	7.18 ( -)	62.5	3
Total					650.4 (787.4)	38 (21)
<b>Coupon GB: MEOKAM-36, MEOKAM-24</b>						
					<b>12.3% (13.5%) of purchase and sale sector's turnover</b>	
612 - 884	9.83	9.84	9.83	9.84 (10.21)	167.2	2
1,017 - 1,037	9.52	10.64	9.72	9.93 (10.78)	484.5	9
Total					651.8 (444.1)	11 (11)
<b>Euronotes of Kazakhstan, USD</b>						
					<b>75.5% (62.3%) of purchase and sale sector's turnover</b>	
517 - 519	5.33	6.16	6.16	6.11 (6.20)	791.5	7
1,253 - 1,258	6.98	7.35	7.16	7.17 (7.20)	1,744.9	18
2,176 - 2,182	7.24	7.38	7.27	7.28 (7.39)	1,480.9	11
Total					4,017.3 (2,066.1)	36 (29)
<b>SUBTOTAL</b>					<b>5,319.4 (3,297.5)</b>	<b>85 (61)</b>

Notes: for euronotes (\* - second issue, \*\* - third issue, \*\*\* - fourth issue) volumes of the deals are calculated at weighted average USD/KZT rate of the Exchange. Volumes for indexed domestic GS are calculated considering official rate of USD/KZT.

**In GB repo sector 133 deals for a total of KZT12,624.9 mln** were made during the period. Of this number 67 deals (for KZT5,922.7 mln) were repo opening deals and 66 (KZT6,632.2 mln) were repo closing deals. Last period the turnover of this sector of the market was registered at KZT15,567.1 mln. After closing of the trades on April 25 total amount of opened repo equaled **KZT4,467.9 mln**. Current weighted average rates as of April 25 (% APR) equaled: for 1 day – 3.47; for 2 days – 2.99; for 4 days – 4.24; for 8 days – 6.28; for 9 days – 5.78; for 11 days – 4.99; for 12 days – 5.98; for 13 days – 6.50; for 21 days – 6.00; for 23 days – 5.70; for 24 days – 5.61; for 25 days – 1.00; for 28 days – 7.39; for 29 days – 7.50; for 30 days – 7.16; for 31 days – 6.13.

**Total of 218 deals** amounting to **KZT17,944.3 mln** were made in **GB on trade floors of KASE** during last week (purchase and sale and repo sector). A week ago volume of 228 deals was KZT18,864.6 mln. This week **the proportion of the stock market turnover** in total volume of deals on Kazakhstani secondary market for GB for comparable operations (including euronotes and repo operations) equaled **81.9%**, for last week it was 86.4%.

## INFORMATION ON COMPANIES

**Almaty Merchant Bank OJSC** (AMB OJSC) presented a number of documents to the KASE, which confirm its re-registration into open joint stock company. Certificate of AMB OJSC state registration (345-1900-AO(IU) was issued to the bank by the Ministry of Justice of Kazakhstan on April 12, 2001); the statement with the bank's management comments on the purchase of 100% stake in Kazprombank OJSC (Almaty); a brief press-release, which contains main results of the bank in 2000 and early 2001.

The management of the bank believes that the change in the joint stock company status will let the bank to achieve more flexible liabilities and equity management, the shares of AMB OJSC to be quoted at the KASE, and as a result, allow individuals and legal entities of the country, particularly, accumulative pension funds and commercial financial institutions to have stakes in the bank's authorized capital, is said in the press-release. Based on the bank's data, presently its shareholders are (their stakes in authorized capital are given): Cormoto B.V. (Amsterdam, Netherlands) – 18.81%, Reson Holding AG (Switzerland) – 15.4%, Glencore International AG (Switzerland) – 11.4%, Kazakhstani Fintrade JSC, Myrzakent JSC and ATERA capital LLP – 18.19%, 5.7% and 5.67%, respectively.

Now AMB OJSC plans to reorganize Kazprombank OJSC by merging with it, which will increase the capitalization of AMB OJSC up to KZT3.1 bln first. Then, the merger will lead to an increase in AMB OJSC assets to KZT28 bln, improvement in client base, increase in the share of AMB OJSC on financial market of Kazakhstan. It is expected that legal matters, including obtaining the agreement of the National Bank of Kazakhstan, will be settled in three months, then the acquisition of Kazprombank OJSC by AMB OJSC can be considered complete.

Till the end of this year the bank plans to increase its shareholders' equity to KZT5 bln by issuing subordinated bonds, conducting additional share issue for KZT400 mln, and distributing the bank's net income of KZT400 mln received in 2000. The bank assets should exceed KZT30 bln.

On April 19, 2001 the NSC conducted a government registration of **Corporation Kazakhmys OJSC** (Jezkazgan) shares of the second issue for a total of KZT2,946,919,800. On the same day, the NSC annulled first issue of shares for a total of KZT98,230,660 due to change in face value of shares.

**Temirbank OJSC** (Almaty) informed the KASE of convocation of the annual general meeting of shareholders, which will be held on June 8, 2001 with the following agenda: approval of the bank Board's report on year 2000 results and financial statements of the bank for the same year; approval of the Revision commission's report; approval of annual financial statements for the year 2000; approval of distribution order of the bank's net income received in 2000 (formation of reserve capital and other allocations) and norms of distributing net income received in 2001; approval of dividend size and payment order of dividends for year 2000; approval of the bank's announced authorized capital; issuance of the bank's own bonds; approval of the bank's auditor for year 2001; on changing the dividend size to preferred shares of the bank; approval of big scale deals of the bank; approval of the commission and (or) compensation to the members of the bank's Board; miscellaneous. The meeting will be held at: 29/6, Satpaev St., Almaty, RAHAT PALACE hotel. In case of quorum absence, next meeting will be held on June 9, 2001.

**VALUT-TRANZIT BANK OJSC** (Karagandy) informed the KASE of accrued and paid dividends to preferred shares in first quarter of 2001. Actual amount of accrued dividends for the first quarter of 2001 equaled KZT1,073,483.39, income tax - KZT110,434.83, final amount paid to the shareholders - KZT963,048.56.

**VITA LLP** (Almaty; purchasing, processing, production and selling fat and butter products) sent official notification to the KASE informing of the fact that it has launched a new workshop for industrial deodorization and purification of vegetable oil. In addition to non-refined vegetable oils produced by the company, corn and sunflower, two new types were added: refined sunflower oil "Slavnoe" and deodorized refined sunflower oil "Extra". Laboratory analyses of these two new types of oil showed their full compliance with international standards. Before the appearance of these types of oil on the Kazakhstani market Nakosta JSC (Switzerland) was the monopoly. The launching of a new production facility was due to the funds raised by VITA LLP (\$1.5

mln) through bond issue, which were listed at the KASE. As the company informs, by preliminary estimates new workshop will produce \$10.5 mln worth of products a year. Moreover, this workshop created additional 30 new workplaces.

**Bayan-Sulu OJSC** (Kostanai; production and sales of confectionery) informed the KASE of convocation of the annual general meeting of shareholders to be held on May 30, 2001 with the following agenda: approval of the Account commission members; approval of the company's financial statements for year 2000 and report of Inspection commission; distribution of the net income for 2000 and deductions to reserve capital; approval of dividends for 2000; approval of distribution of the net income for year 2001; amendments to the company's regulation; suspension of the Board of Director's authority. Election of new Board; suspension of the Inspection Commission's authority. Election of new commission; approval of the company's auditor. The place of the meeting: 198 19th August street, Kostanai. In case of quorum absence, next meeting will be held on May 31, 2001.

**Prepared by the agency «IRBIS»**