

WEEK OF STOCK MARKET OF KAZAKHSTAN

January 26 – February 1

Money market indicators as of February 1 and change for the period

Term	Currency	Rate	Trend
“Overnight” on autorepo at KASE(TONIA)			
1 day	KZT	1.26	-2.21
Repo opening at KASE (WA, % APR)			
1 day	KZT	1.27	-2.19
7 days	KZT	4.23	-0.06
14 days	KZT	4.38	+0.38
22-24 days	KZT	5.54	-
27-28 days	KZT	8.35	+6.86
KIBOR (indicative, % APR)			
1 week	KZT	3.25	-0.75
2 weeks	KZT	3.60	-0.90
1 month	KZT	4.35	-0.65
2 months	KZT	4.75	-0.75
3 months	KZT	5.25	-0.75

Stock market indicators as of February 1 and their change for the period

Index	Value	Trend
Shares of “A” listing		
KASE_Shares	210.32	-3.72%
Corporate bonds of “A” listing		
KASE_BP	169.40	-0.39%
KASE_BC	124.60	-0.54%
KASE_BY	7.64	+2.78%

US dollar = **129.99** tenge at official rate for the end of the period.
 US dollar = **130.04** tenge at weighted average rate of the Exchange for the end of the period.
 Rate of tenge strengthening for the period at the exchange's rate – **21.9% APR.**

Investment attractiveness of stock exchange financial instruments since January 26 till February 1

Financial instrument	Currency of trans-n	Yield, % APR value	trend	Coupon, % APR	Term, years
Non-indexed instruments denominated in tenge					
UKPFb1	KZT	12.30	0	14.00	2.6
TXBNb1	KZT	9.40	+1.90	15.00	1.6
VTTHb1	KZT	8.91	0	10.00	7.8
VTSKb2	KZT	8.84	0	10.00	6.8
TXBNb2	KZT	8.51	+0.01	11.00	5.4
ATFBb4	KZT	8.50	0	8.50	9.8
UKTCb1	KZT	8.01	+0.01	9.00	1.7
HSBKb7	KZT	8.00	0	7.50	9.9
NRBNb4	KZT	7.90	0	8.00	3.9
VTZLb1	KZT	7.71	0	10.00	8.8
BTAIb1	KZT	7.53	+0.53	10.00	5.9
ATFBb3	KZT	7.30	-0.37	8.50	3.8
ARNAb1	KZT	7.00	0	13.00	0.6
PRKRb1	KZT	6.73	-0.02	8.00	4.3
HSBKb3	KZT	6.60	-0.58	9.00	4.4
CS repo*	KZT	6.59	+1.00	-	0.003-0.25
CCBNb5	KZT	6.50	-1.35	8.50	2.6
KKGBb3	KZT	6.50	0	7.00	2.0
HSBKb5	KZT	6.40	0	5.00	2.3
EUBNb1	KZT	6.00	0	6.50	3.8
EUBNb2	KZT	5.50	0	6.00	6.9
MEOKAM	KZT	5.27	-0.05	5.5-8.4	0.35-6.98
MEKKAM, notes*	KZT	3.54	+0.64	-	0.01-0.58
GS repo*	KZT	2.62	+0.37	-	0.003-0.09
Instruments indexed on inflation					
VTBNb2	KZT	9.00	+0.60	8.80	4.9
KZASb2	KZT	9.00	0	8.80	4.4
KZALb1	KZT	8.61	+0.14	9.70	4.3
ASBNb3	KZT	8.58	+0.08	8.50	6.7
TSBNb1	KZT	8.50	-1.61	9.00	2.3
CSBNb4	KZT	8.27	+0.10	8.40	6.3
CCBNb6	KZT	8.17	+1.17	9.00	9.9
CCBNb4	KZT	7.95	0	9.00	6.7
CCBNb3	KZT	7.86	-0.01	12.80	5.4
NRBNb3	KZT	7.86	-0.04	8.00	2.4
CSBNb5	KZT	7.60	-0.70	8.50	7.0
BTASb4	KZT	7.50	+1.50	8.00	9.4
ASFb5	KZT	6.75	+0.25	9.00	5.0
BTASb3	KZT	6.50	0	9.40	8.8
ASFb4	KZT	6.50	0	9.00	6.3
HSBKb4	KZT	6.50	-1.12	8.90	5.4
KZIKb4	KZT	6.50	-0.49	8.20	9.2
KARMb2	KZT	6.17	-0.56	9.70	3.9
KZIKb2	KZT	5.85	-0.04	9.50	8.7
KZIKb3	KZT	5.14	-0.05	8.70	9.2
KZIKb7	KZT	5.00	0	6.90	6.7

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**Investment attractiveness of stock exchange
financial instruments since January 26 till February 1**

Financial instrument	Currency of trans-n	Yield, % APR value	trend	Coupon, % APR	Term, years
KZIKb6	KZT	4.90	0	8.09	6.2
KZIKb5	KZT	4.90	-2.98	8.09	4.2
KZIKb1	KZT	4.51	+0.01	12.25	0.8
Instruments indexed on devaluation of tenge to US dollar					
ALKSb2	USD	30.12	-2.94	10.00	1.5
TEBNb2	USD	13.50	0	11.00	3.6
ORDBb1	USD	13.00	0	11.00	0.5
ASBNb1	USD	12.00	+2.50	9.00	4.9
KKGBb2	USD	12.00	0	8.00	4.8
HSBKb2	USD	11.52	-0.39	8.00	2.3
BTASb1	USD	10.86	-0.04	12.00	4.1
ATFBb2	USD	10.70	-0.50	9.00	1.9
CCBNb1	USD	10.51	-0.21	12.00	0.9
VTBNb1	USD	10.25	-0.02	10.00	1.7
HSBKb	USD	10.00	-1.30	11.80	2.4
NRBNb1	USD	9.50	-0.26	8.50	0.3
BTASb2	USD	9.50	0	9.00	5.2
NRBNb2	USD	9.50	-0.22	9.00	6.4
TEBNb	USD	9.50	0	9.50	0.6
AST048.006	USD	8.40	-0.01	8.50	2.4
ARU060.003	USD	8.31	+0.04	8.60	1.6
AST048.005	USD	8.20	-0.03	8.50	1.7
AST036.004	USD	8.01	-0.05	8.31	0.7
ART060.004	USD	7.69	+0.19	8.50	3.3
KZAPb1	USD	7.00	-0.66	8.50	2.2
BRKZb1	USD	6.10	0	8.50	2.0
VKU036.002	USD	5.50	0	8.50	0.5
Instruments indexed on devaluation of tenge to US dollar with protection from strengthening of tenge against dollar					
ROSAb1	USD	9.50	0	11.00	2.2
CHFMb1	USD	9.50	0	10.00	2.0
ASBNb2	USD	8.70	+0.07	8.50	1.8
TEBNb3	USD	8.40	0	9.00	7.7
CSBNb3	USD	8.30	0	8.75	5.9
CSBNb2	USD	8.10	0	9.50	5.3
MREKb1	USD	8.00	0	13.00	2.2
ASFib3	USD	8.00	0	7.00	3.8
CCBNb2	USD	8.00	0	10.00	4.2
RGBRb3	USD	8.00	0	10.00	3.0
ASFib2	USD	7.95	+0.47	9.00	0.2
KZTCb1	USD	7.50	0	8.00	5.5
KZPSb1	USD	5.70	0	8.00	3.3
Non-indexed instruments denominated in foreign currency					
KKGBe2	USD	10.07	+2.07	11.000	2.9
BTASe3	USD	7.82	+0.04	7.875	5.3
KKGBe4	USD	7.67	0	8.500	8.2
PKKRe1	USD	7.18	+0.11	9.625	5.0
RU_01_2806	USD	6.90	-0.12	12.75	23.4
RU_02_3003	USD	6.61	-0.08	5.00	25.2
BTASe2	USD	5.99	+0.01	10.000	2.3
BRKZe2	USD	5.63	-0.18	7.375	8.8
KKGBe3	USD	4.95	-0.04	10.125	2.3
IFO bonds	USD	3.95	-0.08	4.38-5.50	7.6-8.8
BRKZe1	USD	3.41	-0.20	7.125	2.7
KZTOe1	USD	3.08	0	8.500	1.4
IFO bonds	EUR	1.34	-0.18	7.13	0.2

The yields of bonds in which deals have been made are calculated as average of the deals, for other bonds – as average of sale quotations. Trends are given relative to the last day of previous period. Securities marked by asterisk are the instruments with less than one year circulation term (for them effective weighted average rate is given). On bonds with floating coupon forecasted yield calculated on the current coupon rate is given. Term of instrument is shown with regard to the last date of the analyzed period (for bonds – till maturity, for repo instruments – till repo closing date).

THE CORPORATE SECURITIES MARKET (CS)

Primary floatation sector

On January 27 and 28 specialized trades on primary floatation of **subordinate bonds of Halyk savings bank of Kazakhstan JSC (Almaty) of the 7th issue** (KZPC4Y10B190, official "A" category list, HSBKb7; KZT1, KZT4,000.0 m.; Dec 31, 04 – Dec 31, 14, fixed semi-annual coupon 7.50% APR, 30/360) were continued in Kazakhstan stock exchange's (KASE) trade system. This issue is **the fourth** one made within the frameworks of the first bond program of Halyk savings bank of Kazakhstan JSC, which was registered by Kazakhstan agency for financial market and financial organizations regulation and supervision on May 4 of 2004. The issuer planned to offer to participants 930 m. bonds that was 23.3% of the registered issue volume. Subject of the trades was bonds' clean price. Trades were held by the scheme T+0.

During the period KASE's three members (pension market's subjects and second tier banks) were interested in these bonds, who submitted within two days three limited bids for purchasing **930 m. bonds** for a total of **KZT903,837,090.00 at 8.00% APR** to maturity for a buyer. These demand parameters satisfied the issuer, who satisfied all bids in full volume having offered the planned volume.

The specialized trades on primary floatation of HSBKb7 were held at KASE since January 10 until January 28. During that period six members of KASE took part in trades. Demand prices varied from 92.9600% (8.56% APR) to 97.2717% (7.90% APR). During the whole time of trades the issuer satisfied six bids at 7.90% APR and 8.00% APR. Weighted average yield of HSBKb7 during floatation at KASE totaled 7.98% APR, the actual floatation volume – **2,280 m. bonds** (57.0% of registered securities volume), sum of borrowing – **KZT2,215,763,783.33**. At that, 71.5% of bonds were bought by banks, 26.3% – by pension market's subjects at the expense of funds' pension assets, 2.2% – by a broker-dealer company at its own expense.

On January 28 Halyk savings bank of Kazakhstan JSC informed KASE by the official letter that on that day the bank had completed floatation of HSBKb7 in full volume. Having confirmed sale of 57% of the issue on open organized market the issuer said the rest of securities (43%) had been floated by him by subscription out of exchange. According to results of the whole floatation 16.1% of the issue were bought by second tier banks, 57.1% – by Kazakhstan pension market's subjects and 26.8% – by other companies.

Purchase and sale sector

In **purchase and sale sector** a total of 90 deals amounting to **\$31,983.6 th.** or KZT4,169.8 m. were made during the analyzed period at KASE. In comparison with the previous period (77 deals, \$41,149.3 th. or KZT5,353.9 m.) turnover of the sector has decreased by 22.3%.

During the analyzed period deals were made by KASE's 20 members on 32 instruments 18 of which were bonds. At that, 17.9% of gross-turnover (28.2% on purchasing transactions, and 7.6% - on sale transactions) went through the accounts of pension market's subjects. During the previous period KASE's 20 members of "P" and "H" categories were interested in 31 securities, 19 of which were bonds. Stake of pension assets was 45.9% of gross-turnover, including 55.1% on purchasing transactions and 36.8% on sale transactions.

Corporate bond market has reduced turnover by 25.8% or by \$9,722.3 th. Number of deals has grown from 35 to 46, and number of instruments involved into deals has fallen by one. Stake of direct deals was 23.9% of transactions in quantitative expression and 22.2% in volumetric expression (5.7% and 2.5% last week).

This segment has not changed much. Brokers still preferred latest issues securities, two of which (CCBNb6 and BTASb4) were leading by the volume of transactions. There was unusually big volume of direct deals while activity of pension market's subjects fell abruptly. Specialists of IRBIS explain it by floatation on January 27 of MEUJKAM-120 of the second issue – bonds meant for pension funds. The floatation took the considerable volume of funds of pension market's subjects that was the main reason of their activity falling on the secondary market of corporate bonds.

In spite of expectations, after coming of a new market-maker of **ALKSb2** (Almaty Kus OJSC), which lately attracted brokers' attention with its high yield, no price movement were fixed on this security. During the whole period bonds were quoted on demand at 32.60 – 34.89% APR, on offer – at 18.02 – 31.94% APR, but no deals were made.

As regards prices the market has not changed fundamentally. Weighted average dirty prices of 13 securities out of 18 ones involved into deals have grown, prices of five securities have fallen. HSBKb have grown most of all (by 7.8%), ASBNb1 have fallen most of all (by 19.4%). Nine instruments' yields to maturity for a buyer have fallen, and yields of also nine instruments have grown. The shown data show that demand for bonds prevailed a bit over offer. However it was not pronounced much, so one can say only about supporting prices by demand on the reached levels.

KASE_BY index still demonstrates high volatility (see table in the beginning). Since the middle of December it varies within the sub-horizontal channel and during the latest days tends to grow a bit.

Results of the trades in bonds within January 26 – February 1

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th., USD	Purchase	Sale
Almaty Kus OJSC	ALKSb2	33.0001	0	32.6000	31.9379
ARNA OJSC	ARNAb1	*9.0000	0	10.0000	7.0001
Alliance Bank JSC	ASBNb1	12.0000	3,700.2	9.5100	12.0000
	ASBNb2	9.3500	0	9.5000	8.9000
	ASBNb3	*10.0000	3,322.5	8.4956	8.4956
Astana-Finance JSC	ASFib2	7.9498	18.5	7.9498	7.9498
	ASFib3	8.1462	0	8.6000	8.0000
	ASFib4	9.5000	0	6.5100	6.5000
	ASFib5		0	9.5000	7.0000
ATFBank JSC	ATFBb2	14.5000	0	13.5000	11.0151
	ATFBb3	7.6700	0	7.6733	7.6700
	ATFBb4	8.5000	776.9	8.2871	8.5000
Development Bank of Kazakhstan JSC	BRKZb1	8.5014	0	8.6764	6.1000
	BRKZe1	5.7612	0	5.3062	3.4162
	BRKZe2	6.6018	0	6.2762	5.6909
BTA Ipoteka JSC	BTAIb1	*10.1500	0	9.0000	7.8780
Bank TuranAlem JSC	BTASb1	11.0000	0	10.7000	10.9000
	BTASb2	10.0000	0	11.0000	9.5000
	BTASb3	7.8500	0	6.8620	6.5000
	BTASb4	*7.5000	4,667.1	6.1000	6.0000
TuranAlem Finance B.V.	BTASe2	6.7848	0	6.2459	6.0452
	BTASe3		0	7.8711	7.8713
Bank CenterCredit JSC	CCBNb1	11.0100	0	10.5100	10.5403
	CCBNb2	9.2000	0	8.1100	8.0076
	CCBNb3	7.8587	123.5	7.7177	7.8587
	CCBNb4	7.9500	1,132.7	7.9488	7.9500
	CCBNb5	7.8500	0	8.0000	6.5096
	CCBNb6	8.1481	5,105.6	8.1481	8.1800
Chimfarm JSC	CHFMb1	9.7000	0	9.5100	9.5000
BANK CASPIAN JSC	CSBNb2	8.6920	0	8.1100	8.1060
	CSBNb3	8.4500	0	9.3000	8.7000
	CSBNb4	8.1228	28.9	8.1228	8.4000
	CSBNb5	8.3000	0	8.2000	7.6043
Eurasian bank JSC	EUBNb1	8.0000	0	6.0100	6.0000
	EUBNb2		0	7.5000	5.5000
Halyk savings bank of Kazakhstan JSC	HSBKb	10.0000	1,000.9	10.0000	11.0158
	HSBKb2	9.3000	0	14.0000	12.0344
	HSBKb3	7.1900	0	7.2000	6.8064
	HSBKb4	7.6214	0	7.6152	6.5052
	HSBKb5		0	7.3000	6.8000
Karazhanbasmunay OJSC	KARMb2	6.7300	0	6.7386	6.9500
Kazkommertsbank JSC	KKGBb2	*12.0000	477.6	11.0100	11.0000
	KKGBb3	6.5001	0	6.7783	6.5000
	KKGBe2	10.5000	889.7	8.5000	10.5000
Kazkommerts International B.V.	KKGBe3	6.1675	0	6.2785	4.9628
	KKGBe4	7.9562	0	8.8435	7.6658
Mining and smelting concern Kazakhaltyn JSC	KZALb1	8.4471	71.1	8.2100	8.6684
NAC Kazatomprom	KZAPb1	8.2500	0	10.0000	7.0117
KOSTANAY MINERALS JSC	KZASb2	9.2500	0	9.1000	9.0000
Kazakhstan Mortgage Company JSC	KZIKb1	6.0000	0	4.5100	4.5430
	KZIKb2	9.0000	0	8.4871	5.8848
	KZIKb3	5.1156	0	5.0801	5.7500
	KZIKb4	*6.5000	902.0	4.5100	*6.5000
	KZIKb5	7.8778	0	7.9000	4.9056
	KZIKb6	5.4617	0	5.7640	4.9039
	KZIKb7	6.8964	0	8.0000	5.0032
Kazpost JSC	KZPSb1	7.9075	0	5.7100	5.7072
KazTransCom JSC	KZTCb1	8.0000	0	8.2000	7.5099
KazTransOil JSC	KZTOe1	4.4680	0	4.5840	3.0840
Mangistau distributing electricity network company OJSC	MREKb1	*9.0000	0	8.1000	8.0171
Nurbank JSC	NRBNb1	13.0001	0	11.0999	9.5002
	NRBNb2	10.4999	0	9.5100	9.5000
	NRBNb3	8.0000	0	7.7100	7.9000
	NRBNb4		0	8.3000	7.9000
Corporation "Ordabasy" JSC	ORDBb1	13.4236	0	13.0009	13.0001
PetroKazakhstan Finance B.V.	PKKRe1	*7.3461	0	7.3661	7.2227
Food contract corporation JSC	PRKRb1		0	7.4000	7.0000

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Results of the trades in bonds within January 26 – February 1

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th., USD	Purchase	Sale
RG Brands JSC	RGBRb3	8.4567	0	8.3945	8.0103
ROSA JSC	ROSAb1	9.9940	0	9.5100	9.5154
Temirbank JSC	TEBNb	10.9998	0	11.0000	9.5000
	TEBNb2	15.3450	0	14.8944	13.5000
	TEBNb3	8.4500	0	8.4100	8.4000
Tsesnabank JSC	TSBNb1	10.1128	0	8.5100	8.5000
TEXAKABANK JSC	TXBNb1	9.4000	16.4	6.0659	9.4000
	TXBNb2	8.5089	168.4	8.5089	8.8400
UST-KAMENOGORSK					
POULTRY FARM OJSC	UKPFb1	13.0000	0	12.3100	12.3000
AES Ust-Kamenogorsk HS OJSC	UKTCb1	9.3500	0	10.0000	8.0312
Valut-Tranzit-Bank JSC	VTBNb1	*10.1884	0	10.2444	10.2553
	VTBNb2	9.0000	3,840.9	9.0000	9.0000
Security corporation					
Sary-Arka Sarbazy LLP	VTSkb2	9.0000	0	9.4502	8.8486
TEXHO-LIFE JSC	VTTHb1	9.4814	0	9.4596	8.9151
Kazyuvelirprom JSC	VTZLb1	7.7087	1,717.2	7.7087	7.7093
TOTAL	82		27,960.1		

Share market insignificantly activated last week. Volume of deals has grown by 16.1% or by \$556.6 th. Number of shares involved into deals has grown from 12 to 14, and number of deals – from 42 to 44. At that, 61.4% of deals in quantitative expression and 89.1% in volumetric expression were direct, whereas in previous period these indicators were 31.0% and 36.7% correspondingly.

Peculiarity of the analyzed period is the high concentration of share market. The stake of only three direct deals made in **ALKS** (Almaty Kus OJSC) was 45.2% of exchange's share turnover. These transactions were not market ones by their origin because ALKS during the last year are traded only by contractual deals. It's possible to say the same regarding another favorite – **VTBN** (Valut-Tranzit-Bank JSC), 7 direct and 2 market deals in which formed 22.4% of exchange's share turnover.

KKGBp (Kazkommertsbank JSC) were still leading by the number of made deals. But the stainless market reputation of this instrument was "spoiled" a bit this week by a big direct deal in 175,998 shares at extremely high price of KZT150.00 per a security. In other respects the trading was usual: only market deals, always standard shareholding consisting of 6,986 shares on each deal, one buyer and two sellers, price equaling to KZT138.99 or KZT139.00 per security.

As well as last week, share market was characterized by growth of weighted average daily rate of securities. Prices of 8 shares out of 14 ones involved into deals grew: MMGZp – 1.6 times, ALKS – by 32.1%, CHFM – by 28.7%, KZTKp – by 25.5%, VTBN – by 6.6%, CCBN – by 1.5%, UTMKp – by 0.8% and HRLT – by 0.1%. Prices of two instruments fell – KZTK (by 23.7%) and ZERD (by 23.1%). But precisely falling of the rate of KZTK due to company's considerable market capitalization predetermined falling of KASE_Shares index by 3.72%.

Results of the trades in shares within January 26 – February 1

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th. USD	Purchase	Sale
Almaty Kus OJSC	ALKS	*13.50	17,615,846	1,819.5	*13.50	13.45
	ALKSp	*13.00	0	0	10.00	15.00
	ALKSp3	*10.00	0	0	10.00	15.00
Aluminium of Kazakhstan JSC	ALKZ	*320.00	0	0	80.00	
	ALKZp	*80.00	0	0	80.00	
CNPC – Aktobemunaygas OJSC	AMGZ	9,100.00	30	2.1	9,100.00	9,100.00
	AMGZp	*3,000.00	944	21.7	*3,000.00	*3,000.00
Alliance Bank JSC	ASBN	*10,000.00	0	0	11,500.00	12,500.00
Astana-Finance JSC	ASFI	1,155.00	0	0	1,400.00	1,350.00
ATFBank JSC	ATFB	1,000.00	0	0	1,000.00	1,500.00
	ATFBp	*1,000.00	0	0	1,000.00	1,500.00
	ATFBp8	*1,000.00	0	0	1,000.00	1,500.00
Bank TuranAlem JSC	BTAS	12,801.00	0	0	16,800.00	20,800.00
	BTASp	12,832.80	0	0	16,700.00	21,000.00
PetroKazakhstan Inc	CA_PKZ_		0	0	4,826.24	7,096.28
Bank CenterCredit JSC	CCBN	214.00	184,278	286.9	214.00	203.00
Chimfarm JSC	CHFM	*1,500.00	300	3.4	1,500.00	1,500.00
BANK CASPIAN JSC	CSBN	171.01	0	0	171.00	254.50
	CSBNp	171.01	0	0	171.00	254.50
CHARALTYN JSC	HRLT	*3.50	14,285,714	383.2	3.53	4.00

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Results of the trades in shares within January 26 – February 1

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th. USD	Purchase	Sale
Halyk savings bank of Kazakhstan JSC	HSBK	*25,751.08	0	0	*117.01	163.38
	HSBKp	*172.69	0	0	144.00	180.00
	HSBKp7	152.10	0	0	144.00	180.00
Kant JSC	KANT	359.10	0	0	220.00	260.00
Kazkommertsbank JSC	KKGB	232.50	0	0	180.00	270.00
	KKGBp	139.00	245,858	277.0	139.00	138.99
TNC Kazchrome JSC	KZCR	*1,500.00	0	0	1,000.00	
	KZCRp	*500.00	0	0	500.00	
Kazakhtelecom JSC	KZTK	*4,500.00	4,000	138.1	7,150.00	8,752.80
	KZTKp	*3,427.94	870	22.6	2,500.80	3,751.20
KAZZINC JSC	KZZN	*1,040.00	0	0	928.12	1,350.00
Mangistaumunaygas OJSC	MMGZp	*806.57	2,500	15.5	455.00	
MINERAL OJSC	MNRL	*7,395.16	0	0	50.00	
Neftebank OJSC	NFBN	*1,500.00	5,380	62.1	*1,500.00	*1,500.00
Nurbank JSC	NRBN	10,000.00	0	0	15,000.00	19,000.00
	NRBNp6	10,700.00	0	0	11,000.00	14,500.00
Corporation Ordabasy JSC	ORDB	*1,815.36	0	0	2,000.00	3,000.00
	ORDBp	1,148.00	0	0	1,400.00	1,700.00
ROSA JSC	ROSA	538.68	0	0	603.32	904.98
Temirbank JSC	TEBN	1,015.00	0	0	*1,137.00	1,200.00
	TEBNp		0	0	714.00	1,014.00
Tsesnabank JSC	TSBN	1,000.00	0	0	1,000.00	1,500.00
	TSBNp	1,000.00	0	0	1,000.00	1,500.00
TEXAKABANK JSC	TXBN		0	0	18,000.00	20,000.00
Ust-Kamenogorsk titanium-magnesium combine JSC	UTMK	*3,533.33	0	0	3,400.00	5,100.00
	UTMKp	*1,280.43	2,890	28.4	1,000.00	
Valut-Tranzit-Bank JSC	VTBN	*350.00	340,406	900.9	364.33	315.00
	VTBNp	330.00	0	0	375.00	390.00
Kazyuvelirprom JSC	VTZL	*280.00	0	0	200.00	300.00
	VTZLp	*255.00	0	0	200.00	300.00
Zerde OJSC	ZERD	*1.00	8,068,498	62.0	*1.00	*1.00
TOTAL	51		40,757,514	4,023.5		

Notes: best bid and offer prices for the period are given; if no deals were made during reporting period (volume =0), the last price of successful trades is given; marked by the star are direct quotations unlike the bids submitted in regular trade mode, or the prices of direct deals and indicators received with their using.

In all at CS trade floors of KASE (including primary floatation sector) a total of 93 deals amounting to **\$38,911.9 th.** (KZT5,073.6 m.) were concluded during the analyzed period. During the previous period this indicator was \$48,610.4 th. (KZT6,324.3 m.).

SECTOR OF GOVERNMENT SECURITIES (GS)

Primary floatation sector

On January 27 specialized trades on floatation of the **first issue** government long-term savings treasury instruments **MEUJKAM - 120** of Kazakhstan Ministry of finance were held in KASE's trade system (KZKAKY100014, KASE code – MUJ120_0001; KZT1,000, KZT22,190.0 m., January 27, 05 – January 27, 15, annual coupon indexed on inflation rate, 30/360). Only Kazakhstan pension funds could buy the securities. Besides the act the Ministry of finance held primary floatation of its bonds on the open organized market, the trades are also notable with another peculiarity. First in the history of Kazakhstan GS market bids for purchasing treasury instruments were submitted by **open method**. Trade participants could see price parameters of all bids submitted to KASE's trade system and if necessary they could correct their demand prices.

Bids for purchasing MEUJKAM were accepted since 9:00 till 11:00 ALT with confirmation until 11:30 and 30% limit on market orders. Subject of the trade was fixed coupon rate actually characterizing the real yields of bonds over inflation rate in Kazakhstan. Announced issue volume was KZT18.0 bn. in floatation at face value. Bonds purchased during the trades were paid for by the scheme T+0.

A total of 8 primary dealers, which were KASE's members of "K" category took part in the trades. Through these subjects investors submitted 84 bids (58 limited and 26 market ones), among which, by the moment confirmation period expired, 39 bids were active (including 23 limited and 16 market ones). Total volume of confirmed bids (demand volume) reached KZT 45,690.0 m., including KZT27,275.0 m. of competitive and KZT18,415.0 m. of non-competitive (market) demand. Total demand volume exceeded the offered volume of bonds 2.5 times that made participants of floatation compete hard between one another trying to decrease fixed rate and demonstrating readiness to buy securities almost on all conditions. Fixed coupon rate in submitted limited bids, which remained active by the moment confirmation period expired, varied from 0.01% APR to 0.50% APR and was equal in weighted average expression on competitive demand to 0.1984% APR.

By the results of the trade the issuer made cutting-off at fixed coupon size at the rate of **0.01% APR** and satisfied demand for **KZT22,190.0 m.** On the reasons bonds were floated at face value, the mentioned sum is the borrowing sum. According to the data of Central securities depository CJSC (Almaty) all deals on floatation were executed on their making day, and as the result volume of the first issue of MEUJKAM-120 totaled **22,190 th. bonds.**

Floated MEUJKAM were automatically admitted to circulation on KASE's secondary market under the above-mentioned symbol. Bonds must be quoted in KASE's trade system in "dirty" prices.

In GS purchase and sale sector of KASE total volume of 86 deals reached **KZT13,825.0 m.** (\$105,948.5 th.) during the analyzed period. Corresponding figure of the previous period – KZT8,072.5 m. (\$62,059.2 th.).

Parameters of Exchange's transactions in GS within January 26 – February 1

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.		last deal	weighted average	Volume, m. tenge discounted	Number of deals
	min	max				
Discounted (KZT): National Bank's notes			29.6% (59.8%) of purchase and sale sector's turnover			
8 - 14	2.10	6.00	2.10	5.82 (-)	1,149.9	2
15 - 28	2.00	2.50	2.39	2.32 (2.74)	428.6	8
29 - 36	2.30	2.78	2.78	2.38 (2.30)	1,027.7	5
37 - 42	2.31	2.76	2.55	2.52 (2.58)	427.8	5
43 - 56	2.50	2.85	2.85	2.56 (2.63)	249.6	3
57 - 63	2.49	2.75	2.50	2.50 (-)	236.3	4
64 - 91	2.13	3.10	2.13	3.08 (-)	345.4	3
92 - 181	3.00	3.26	3.08	3.11 (3.49)	183.6	4
182 - 364	3.35	3.37	3.35	3.36 (3.50)	49.0	4
Total					4,098.0 (4,826.8)	38 (29)
Coupon (KZT): MEOKAM-24, 36, 48, 60, 72, 84, 96			70.4% (40.2%) of purchase and sale sector's turnover			
less than 730	3.27	4.60	3.27	4.13 (4.34)	2,685.1	20
731 - 1095	4.90	4.90	4.90	4.90 (-)	44.0	1
1096 - 1460	4.60	5.09	5.09	5.03 (5.15)	1,128.4	9
1461 - 1825	5.50	5.70	5.70	5.61 (5.70)	2,029.8	5
1826 - 2190	5.54	5.70	5.70	5.68 (5.50)	1,325.6	8
over 2191	5.69	5.70	5.69	5.70 (-)	2,514.0	5
Total					9,726.9 (3,245.7)	48 (16)
GRANDTOTAL					13,825.0 (8,072.5)	86 (45)

As specialists of IRBIS assume the key role in growth of the volume of exchange's deals in GS was played by MEUJKAM floatation. Preparing for it pension funds activated in MEOKAM sale that resulted in 3-times growth of their turnover. It should be noted that sellers managed to keep prices and sometimes even increase them having achieved some falling of mid-term bonds' yields for a buyer (see table).

MEUJKAM floatation has influenced upon National Bank's notes market in a way. Bank's buying MEOKAM from pension funds on the secondary market deprived the head bank of demand while floating notes-35 on January 28. As the result the issuer resigned floatation at the price offered by banks, and the secondary market had no "replenishment" as new short bonds. Some deficit in them let sell notes at KASE at the falling yield.

The proportion of the Exchange's turnover in total volume of Kazakhstan secondary market of GS on comparable purchase and sale transactions has equaled to **97.1%**, last week – 99.5%.

KASE'S NEWS

Since January 20, 2005 new Resolution of the Agency for financial market and financial organizations regulation and control (FSA) dated November 27, 2004 #336 "On amendments and additions to resolution of the Management of Agency for financial market and financial organizations regulation and control dated March 15, 2004 #63 "On requirements to issuers and securities issued by them, admitted to circulation at Stock Exchange, as well as other listing categories of stock exchange" (the Resolution) took effect. Amendments and additions introduced by the Resolution along with editing and clarifying notes, significantly correct the requirements to issuers –residents of Kazakhstan, with securities admitted, or are in the process of admission, to circulation at KASE within frameworks of official securities list. Major amendments are applied to "B" listing and makes requirements less strict. According to the Resolution of the Agency KASE has to amend its internal documents to bring them in compliance with requirements before **April 1, 2005**. Issuers that don't meet those requirements of the Resolution, has to bring their financial accounts in conformity until **January 1, 2006**.

Since January 31 with the purpose of fulfillment of obligations by market-makers in a timely manner and supporting mandatory quoting volumes on corporate securities (CS, bond and stocks), and securities issued by local municipal authorities in trade system of KASE (TS) a **regime of accepting preliminary bids is installed** on these securities. All trade participants (not only market-makers) will be able to submit preliminary bids from 10:00 am to 11:30 am of Almaty time. If by the moment of opening trades in any security preliminary bid is

found that crosses on securities price, trades (when they are regularly launched) will be automatically retransferred to the regime of Frankfurt trades (including bonds) with the purpose of elimination of unfair bids.

By the decision of KASE's Board **since February 1 of 2005** following bonds have been included in representative list for calculation of KASE_BC, KASE_BP and KASE_BY indexes:

- bonds of Astana Finance JSC (Astana) of the fifth issue (KZPC1Y05D501, ASFb5; KZT100, KZT5.0 bn., Jan 21, 05 – Jan 21, 10, semi-annual coupon indexed on inflation rate, 9.0% APR for the first coupon period, 30/360);
- subordinated bonds of ATFBank JSC (Almaty) of the fourth issue (KZ2CKY10B406; ATFBb4; KZT100, KZT4,5 bn.; Nov 23, 04 – Nov 23, 14, semi-annual coupon of 8.5%APR);
- bonds of Bank CASPIAN JSC (Almaty) of the fifth issue (official "A" listing, CSBNb5; KZT20,000, KZT3.5 bn., Jan 20, 05 – Jan 20, 12, indexed on inflation semi-annual coupon, 8.5% APR for the first coupon period, 30/360);

Thus, out of 90 corporate bonds included at present in KASE's official "A" listing category **78 securities** are in the representative list for the mentioned indexes calculation.

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