

WEEK OF STOCK MARKET OF KAZAKHSTAN June 21 - 27

1 US dollar = 146.50 tenge at official rate for the end of the period
1 US dollar = 146.60 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 June 21 - 27. In parentheses – figures of previous period. Instruments are given in ascending order, based on their attractiveness within specified groups.

Investment attractiveness of stock exchange instruments from June 21 through 27

Financial instrument	Currency	Yield, % APR	Volume of deals, mln KZT	Volume of deals, mln USD
Instruments denominated in national currency, tenge				
MEOKAM, MEAKAM	KZT	9.53,(10.02)	1,477.3,(1,305.8)	10,080.3,(8,914.8)
GB repo	KZT	*6.49,(*5.67)	4,793.8,(3,669.8)	32,711.0,(25,055.0)
CS repo	KZT	*4.87,(*16.04)	147.8,(87.8)	1,008.4,(598.9)
MEKKAM, notes	KZT	*3.80,(*4.40)	306.6,(270.6)	2,092.2,(1,847.6)
Instruments indexed to the US dollar				
VITAb2	USD	13.54,(13.54)	0,(0)	0,(0)
SMGZb1	USD	13.00,(13.00)	0,(0)	0,(0)
RGBRb2	USD	12.50,(12.00)	12.2,(0)	83.3,(0)
HSBKb	USD	11.21,(8.73)	150.5,(0)	1,027.3,(0)
KZASb1	USD	11.20,(11.24)	0,(0)	0,(0)
CCBNb1	USD	11.13,(10.99)	0,(0)	0,(0)
KARMB1	USD	10.35,(10.31)	0,(0)	0,(0)
KZTOb	USD	9.87,(9.48)	146.1,(0)	997.5,(0)
KZOLb	USD	9.22,(9.66)	48.5,(111.0)	330.9,(757.3)
BTASb1	USD	9.20,(9.20)	0,(0)	0,(0)
SYRGb1	USD	8.50,(8.50)	0,(0)	0,(0)
CS repo	USD	*8.46,(,,,,,-)	669.1,(0)	4,563.1,(0)
TEBNb	USD	8.14,(8.65)	0,(0)	0,(0)
ATFBb	USD	7.70,(7.98)	1.5,(0)	10.3,(0)
KKGBb	USD	5.03,(5.01)	0,(0)	0,(0)
Instruments denominated in US dollars				
KKGBe2	USD	9.20,(9.35)	0,(0)	0,(0)
Euronotes-4	USD	7.29,(7.27)	578.2,(320.2)	3,945.7,(2,186.4)
Euronotes-3	USD	7.03,(7.06)	798.4,(515.9)	5,448.1,(3,522.4)
Euronotes-2	USD	6.02,(5.86)	729.5,(560.5)	4,977.8,(3,826.8)

Notes: Yields of ATFBb, HSBKb, KZOLb, KZTOb, RGBRb2 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 **0.99% 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. The yields of all bonds with more than a year maturity term are calculated on a semiannual basis.

INDICATORS OF INTERBANK DEPOSIT MARKET

Indicators of Kazakhstan interbank deposit market
as of June 27, 4:00 PM ALT and changes during the week

Term	Currency	Rate	Trend
1 week	KZT	7.75	-2.15
2 weeks	KZT	8.38	-2.22
1 month	KZT	9.25	-1.85
2 months	KZT	10.25	-1.65
3 months	KZT	11.00	-1.60

During the period the market liquidity was steadily growing. It is possible that to a certain degree it was caused by the repayment of Kazakhstan Temir Joly NSE bonds on Monday for a total of KZT2,197.8m. The Ministry of Finance played a certain role, by ending the period with a negative balance of KZT1,819.1m, and the National Bank (KZT431.0m). As a result, indicative rates of interbank tenge deposits market were falling throughout the week.

THE CORPORATE SECURITIES SECTOR (CS)

Secondary market

During observed period 32 deals amounting to **\$3,384.4 th.** (KZT495.9m) were made **in purchase and sale sector** of the securities on trade floors of the KASE. Relative to previous period (\$863.9 th., KZT126.6m, 7 deals) weekly turnover of the sector increased 3.9 times, reflecting increasing market liquidity. It is possible that the volume of deals in this sector was affected by the capital amnesty campaign implemented by the government, as well as the preparation of the market participants to the auction of Halyk Bank of Kazakhstan OJSC state block. Certainly, the repayment of Kazakhstan Temir Joly NSE bonds has affected the market, which required that the money to be invested into other financial instruments.

The most traded were **bonds of Halyk Bank of Kazakhstan OJSC** (30.4% of sector's turnover). Then, there were bonds of NOTC KazTransOil CJSC (29.5%), common shares of Bank CenterCredit OJSC (14.0%) and common shares of Bank TuranAlem OJSC (11.9%). Of 32 deals 8 were direct deals, the rest were made by the brokers using the main trade mode of the KASE. The deals were made in 12 instruments, and 3 – for last week. These data allow the IRBIS analysts to talk about a significant expansion of the market.

By the last deals of the period the price of BTAS increased by 1.5% relative to the previous successful trades, KZTKp – by 0.4%, CCBN fell by 15.1%, KZCR – by 0.5%. The value of ALKZ did not change, at \$0.70 per share, ALKZp – \$0.41 per share. The first deal was made in ZERD at \$6.82 per share since their admittance to the KASE trade lists, which had a principal impact on the capitalization of the shares market (see below).

The yields of HSBKb rose from 11.00% to 11.21% APR, RGBRb2 – from 12.00% to 12.50% APR. The yields of ATFBb fell from 9.50% to 7.70% APR, KZOLb – from 9.66% to 9.30%, KZTOb – from 10.00% to 9.30% APR.

The index KASE_Shares fell by 0.0608 (0.06%) during the week, at **102.2999** at June 27 closing. This change is mainly explained by a decline in bids of Bank CenterCredit OJSC common shares, UKTMK OJSC common shares, VALUT-TRANZIT BANK OJSC common shares. Growth of bids of Bank TuranAlem OJSC common shares, Temirbank OJSC common shares, UKTMK OJSC common shares had a positive impact on the index dynamics. In general, the change in the index can not be considered principal.

The dynamics of the indexes of corporate bonds market (changes during the week are in parentheses) is as follows: **KASE_BY – 11.42 (-1.27%)**, KASE_BP – 114.45 (-0.30%), KASE_BC – 104.33 (+0.26%). Last week KASE_BY index increased by 1.47%. As IRBIS analysts expected, growth in the returns of corporate bonds in last week was a local occurrence. This compensatory change in the index during this period reflects its return to its normal values. However, it should be noted that from the beginning of June the decrease rate of KASE_BY has increased noticeably.

On June 27, 2001 **the capitalization of the companies**, whose shares are traded on the securities exchange market of Kazakhstan, equaled **\$1,857.3m** or KZT272.3bn at tenge to dollar rate of the Exchange, effective on that date. During the week this number increased **by \$513.2m** in terms of dollars is explained mainly by a deal made in common shares of Zerde OJSC (Almaty), which are traded on non-listed trade floor under second admittance level. Prior to this deal, the capitalization of the company was estimated by the Exchange at the face value of the share, which was at KZT1.00. After making a deal using 1,000 shares at \$6.8184 per share, the company's market capitalization increased by more than \$500m. Considering the fact that the deal was direct, that is it was made without any active trading, such a noticeable change in one of the main parameters of the CS market of Kazakhstan should not be regarded as representative. Therefore, from July 1, 2001 the KASE made a decision that the indicator of market capitalization of the shares at the Exchange will reflect total market value of those companies, whose shares are admitted to the official list of the Exchange.

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 **\$242.9m** as of June 27, or KZT35,607.9m. In nominal value (total face value of the bonds that were entered into trade lists of KASE) is estimated at **\$267.0m** as of this check date, or KZT39,141.1m. Decline in the capitalization parameters of this market segment by \$15.1m is explained by the repayment of two bond issues, and these securities have been removed from the KASE lists on June 25 (see below).

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 June 21 - 27

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
Almaty Kus OJSC	ALKSp			0	0.0900	0.1700
Aliuminii Kazakhstana OJSC	ALKZ	*0.6972	0.6911	44 177	0.6972	0.6825
Aliuminii Kazakhstana OJSC	ALKZp	*0.4095	0.4095	4 944	0.4095	0.4095
Astana-finance OJSC	ASFI	*10.000		0	5.000	10.000

To be continued on the page 3

Results of the trades in shares from June 21 - 27

USD per share, unless otherwise specified

Issuer	Securities	Close	WA price	Volume	Best bid	Best offer
Bank TuranAlem OJSC	BTAS	73.07	73.68	5 464	74.18	72.00
Bank CenterCredit OJSC	CCBN	1.1596	1.5612	304 138	1.5614	1.1596
Halyk Bank of Kazakhstan OJSC	HSBK	0.8324		0	0.6100	1.2200
KAZKOMMERTSBANK OJSC	KKGB	*0.4500		0	0.2500	0.5000
TNC Kazchrome OJSC	KZCR	*6.825	6.825	1 004	6.825	6.825
Kazakhtelecom	KZTK	*12.000		0	12.000	16.500
Kazakhtelecom	KZTKp	11.550	11.550	1 000	11.550	11.500
Raushan OJSC	RAUS			0		*4.1500
SAUR OJSC	SAYR			0		*0.3400
SHNOS OJSC	SYRG	1.6300		0	1.3000	
TEMIRBANK OJSC	TEBN	*1.095		0	1.365	6.825
TEMIRBANK OJSC	TEBNp			0	1.365	6.825
ULBA JSC	ULBAp	*10.00		0		*10.24
UKTMK OJSC	UTMK	35.000		0	22.000	40.000
UKTMK OJSC	UTMKp	28.0000		0		40.0000
VALUT-TRANZIT BANK OJSC	VTBN	2.5032		0	1.3654	2.4888
VALUT-TRANZIT BANK OJSC	VTBNp	2.3033		0	1.5702	2.8655
Zerde OJSC	ZERD	*6.8184	*6.8184	1 000	*6.8184	*0.1362

Results of the trades in bonds from June 21 - 27

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	7.7025	7.7025	10.32	7.7025	7.8376
Bank TuranAlem OJSC	BTASb1	USD	11.5000		0.00	10.3033	9.2020
Bank CenterCredit OJSC	CCBNb1	USD	11.6998		0.00	11.9971	11.1311
Halyk Bank of Kazakhstan OJSC	HSBKb	USD	11.2137	11.2137	1 027.29	11.2137	11.2137
Karazhanbasmunai OJSC	KARMB1	USD	10.2001		0.00	11.7097	10.3492
KAZKOMMERTSBANK OJSC	KKGBb	USD	7.00		0.00	10.00	5.04
KAZKOMMERTSBANK OJSC	KKGBe2	USD			0.00	11.1980	9.2027
DAGOK Kustanaiasbest OJSC	KZASb1	USD	11.7958		0.00	12.2008	11.2032
NOC KazakhOil CJSC	KZOLb	USD	9.2036	9.2078	330.90	8.9998	9.4046
NOTC KazTransOil CJSC	KZTOb	USD	9.2964	9.8750	997.50	9.2962	10.2892
RG Brands OJSC	RGBRb2	USD	12.4999	12.4999	83.25	12.4971	12.4999
SHAHARMUNAIGAS OJSC	SMGZb1	USD			0.00	18.9962	13.0019
SHNOS OJSC	SYRb1	USD			0.00	11.9953	8.5028
Temirbank OJSC	TEBNb	USD	10.8609		0.00	21.6192	8.2935
VITA LLP	VITAb2	USD	*14.0093		0.00	14.4760	13.5416

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 CS repo sector 13 deals were made for a total of \$8,408.7 th. (KZT1,232.5m). Of this number, 6 deals (\$5,571.5 th.) were repo opening deals and 7 (\$2,837.1 th.) – closing deals. Last week volume of deals did not exceed \$1,520.1 th. (KZT222.7m).

On June 27 evening 14 CS repos in tenge and U.S. dollars were opened on the trade floor of the Exchange for a total of **\$9,033.8 th.** Common and preferred shares of VALUT-TRANZIT BANK OJSC, common shares of Bank TuranAlem OJSC, common shares of Bank CenterCredit OJSC, preferred shares of Kazakhtelecom, bonds of VITA LLP were used as the object of repo deals. The terms vary from 1 to 30 days, and rates from 3.01% to 14.97% APR for tenge denominated repos, and 9 to 123 days, 6.79 to 14.73% APR for USD denominated repos.

Total of 45 deals amounting to **\$11,793.1 th. (KZT1,728.5m)** were made in securities **on trade floors of KASE** during last week (purchase and sale and repo sector). A week ago volume of 13 deals was \$2,384.0 th. (KZT349.3m).

Changes in trade lists

From June 25, 2001, by the decision of the Board of KASE, following bonds were excluded from the trade lists due to their maturity:

- **discounted inscribed bonds of Kazakhstan Temir Joly NSE** (Astana) of the first issue (KZ2CLALN6A19, TMJLb, June 23, 2000-June 23, 2001, \$15m), which were traded within category “A” of the official list.
- **coupon inscribed bonds of RENATA LLP** (Energeticheskii comm., Ili district of Almaty region) of the first issue (KZ2C3AJK6A19, RENTb; \$10; June 21, 00-June 21, 01; annual coupon -18.0%; \$0.280m), which were traded in “Non-listed securities” sector under second admission level.

The bonds of Kazakhstan Temir Joly NSE (natural monopoly on railroad transportation) were admitted in the official listing on June 23, 2000. A total of 43 deals has been made over bonds for \$21.3m (234.5 thousand bonds), including 32 deals in the purchase-sale sector - **\$7.8m (84.5 thousand bonds)**. Yield to maturity (dollar terms) varied from 6.00 to 11.50% APR. The yield of a last deal was 6.36%.

The bonds have been used by the brokers for making repo deals. Only single repo-opening deal has been made over bonds for KZT7.1m (500 bonds).

The initial public offering of bonds has been made at two auctions. Weighted average rate equaled 11.4889% APR (dollar terms). Actual yield in tenge (bonds are serviced in tenge) estimated by IRBIS equals **14.5112% APR**.

The bonds of RENATA LLP (consumer goods production, retail and wholesale trade) have been traded at KASE since July 31, 2000. No a single deal has been made over bonds. The last time bonds were quoted in the trade system on April 11, 2000 at 100.33595% (net price). This equals to 15.00% of the yield. No bid quotations have been registered. According to the National Securities Commission, the offering report was registered on November 02, 2000. KASE does not have information on actual repayment of bonds (there are no such requirements under the second admission level). However, there is an information (unconfirmed by official documents) that bonds have been fully repurchased by the issuer on the secondary OTC market.

Actual yield of bonds in tenge estimated by IRBIS (considering coupon rate, real exchange rates of US dollar) equals **21.27% APR**.

SECTOR OF GOVERNMENT BONDS (GB)

Primary market

On June 26, 2001 initial additional offering auction was held in the trade system of the KASE for floatation of the first issue inscribed coupon bonds of local executive body of Eastern-Kazakhstan region (VKO; KZ7051806A46, KASE trade code – VKU036.001; \$100, KZT1bn, June 20.01 - June 18.04, semiannual coupon at 6.30% APR). Announced additional offering volume – KZT412,130,000.00. The bids were accepted from 9:00AM till noon Almaty time. The bonds were offered by the issuer at the price submitted in the bids. Only competitive bids were accepted at the auction.

A total of 16 bids were made at the auction to buy 60,100 bonds amounting to \$5,649,492.60. At current official rate (KZT146.50 per dollar) it corresponds to KZT827,650,665.50. Thus, demand exceeded the supply 2 times at the auction.

Just like in previous auction, the banks expressed the most interest in buying the bonds, who accounted for 70.9% of the demand. The proportion of bids submitted by using the pension assets equaled 29.1%. No bids have been made by brokerage-dealing companies. Clean prices varied from 95.5690% to 87.0000% of the bond face value. Weighted average price for a whole demand equaled 93.8807%. Minimum yield to maturity of the bonds based on submitted bids (semiannual basis, in parentheses – annual basis) – 8.00% APR, maximum – 11.58% APR, weighted average – 8.6686% APR.

After the cut-off procedure, the issuer has satisfied 10 bids (9 completely and one partially), which were submitted by three members of the Exchange to buy 29,635 bonds for a total of **KZT412,125,120.97** in discounted terms. Thus, the issuer floated all planned volume. By the results of the auction, 39.3% of the floatation volume was purchased by accumulative pension funds, and another 60.7% by second tier banks. Cut-off price, excluding accumulated interest, equaled 94.3200%, weighted average price – 94.8062%. Weighted average yield to maturity of the bonds by the results of the auction has settled at **8.3027% APR**, with the maximum of 8.4969% APR.

By the results of two offerings of Eastern-Kazakhstan region (EKR) municipal bonds, total actual volume of satisfied bids equaled 35,635 bonds for a face value of the debt at \$3,563,500. The issuer raised **KZT499,995,120.98**, while planned volume was at KZT500m. Weighted average yield of EKR bonds at initial offering (calculation based on the results of two auctions, weighted through the volume of the debt in USD discounted) equaled **7.9507% APR** on semiannual basis, or 8.1098% APR – on annual basis expressed in currency. (at the KASE the yield calculated on semiannual basis is used as the main one). The yield for some investors varied from 6.3005% APR to 8.4969% APR. By the results of two offerings, **50.5%** of the issue, based on purchased bonds, were bought by the banks of second tier. Using the pension assets **41.1%** of bonds has been purchased, and **8.4%** has been bought by brokerage-dealing companies.

On additional offering of the remaining amount will be announced additionally.

Secondary market

In GB purchase and sale sector of KASE total volume of 103 deals equaled **KZT2,890.0m**. Last week the turnover did not exceed KZT2,973.1m with 69 deals made. The market was influenced by an growing liquidity of

its participants. The data, presented in the table, shows that no principal changes took place in the turnover structure during the week. However, dynamics of the yields to maturity of the bonds is of certain interest.

Parameters of stock exchange transactions in GB from June 21 - 27

(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		
Discounted GB: notes, MEKKAM-3				7.9% (9.1%) of purchase and sale sector's turnover		
15 - 28	4.57	4.57	4.57	4.57 (-)	24.9	1
37 - 42	5.10	5.10	5.10	5.10 (5.15)	19.9	1
43 - 56	5.62	5.62	5.62	5.62 (5.50)	13.4	1
64 - 91	2.99	5.26	2.99	3.44 (5.10)	248.4	3
Total					306.6 (270.6)	6 (8)
Coupon GB: MEOKAM-24, 36				38.0% (43.9%) of purchase and sale sector's turnover		
386 - 632	7.55	9.88	7.55	8.02 (8.94)	547.2	17
807 - 995	8.51	16.36	9.02	10.73 (9.90)	790.6	25
1,000 - 1,025	8.34	8.83	8.83	8.72 (10.56)	139.4	4
Total					1,477.3 (1,305.8)	46 (33)
Euronotes of Kazakhstan, USD				54.1% (47.0%) of purchase and sale sector's turnover		
*455 - 461	5.77	6.11	6.03	6.02 (5.86)	729.5	17
**1,191 - 1,197	7.00	7.06	7.04	7.03 (7.06)	798.4	16
***2,114 - 2,120	7.24	7.32	7.28	7.29 (7.27)	578.2	18
Total					2,106.2 (1,396.7)	51 (28)
SUBTOTAL					3,890.0 (2,973.1)	103 (69)

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

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** – equaled **7.08 (+0.43%)**; **KASE_EP** – 127.04 (+0.04%); **KASE_EC** – 112.72 (-0.15%). Last week **KASE_EY** decreased by 0.001%.

In GB repo sector 116 deals for a total of KZT11,242.9m were made during the period. Of this number 54 deals (for KZT4,793.8m) were repo opening deals and 62 (KZT6,449.1m) were repo closing deals. Last period the turnover of this sector of the market reached KZT6,453.4m. In the opinions of IRBIS analysts, significant increase in the growth of volumes of deals in this sector was attributable to an uneven liquidity on the market during the week.

After closing of the trades on June 27 total amount of opened repo equaled **KZT5,562.5m**. Current weighted average rates as of June 27 (% APR) equaled: for 1 day – 3.36; for 2 days – 3.98; for 3 days – 4.57; for 6 days – 5.68; for 7 days – 7.73; for 8 days – 5.49; for 14 days – 6.81; for 16 days – 5.49; for 18 days – 6.38; for 21 days – 6.28; for 24 days – 7.48; for 27 days – 6.60; for 28 days – 6.97; for 29 days – 6.75; for 30 days – 6.44; for 60 days – 11.97.

Total of 219 deals amounting to **KZT15,133.0m** were made in GB on trade floors of **KASE** during last week (purchase and sale and repo sector). A week ago volume of 167 deals was KZT9,426.5m. This week **the proportion of the stock market turnover** in total volume of deals on Kazakhstani secondary market for GB for comparable operations equaled **85.3%**, for last week it was 78.2%.

INFORMATION ON COMPANIES

Bank CenterCredit OJSC (Almaty) officially notified KASE on renewal of the bank's license on operations in domestic and foreign currencies. The bank received new license of the National Bank of Kazakhstan #248 dated June 04, 2001 instead of previous issued on February 11, 2000.

Karazhanbasmunai OJSC (Aktau; development of "Karazhanbas" oil field; extraction, preparation, realization and processing of oil, introduction of thermal methods of oil productivity, construction of wells, purification and processing of crude oil, construction of facilities for oil preparation, exporting marketing and sales of hydrocarbons and hydrocarbon products), in accordance with the listing requirements, provided the KASE with auditing report of Arthur Andersen (Almaty, Kazakhstan) made on its 2000 consolidated financial statements. Based data of an independent auditor the following are financial and economic results of the issuer's activity as of December 31, 2000 and 1999 (the table):

Comparable figures of financial and economic activities of Karazhanbasmunai OJSC based on Arthur Andersen data

(in th. KZT, unless otherwise specified)

Indicator	as of	as of	Change, %
	01.01.00	01.01.01	
Authorized capital (paid)	2,161,251	2,161,251	0
Shareholders' equity	319,414	4,139,601	+1,196.0
Book value of assets	5,180,800	12,075,341	+133.1
Net working capital	-4,191,346	641,808	-
Accounts receivable (net)	487,997	3,040,004	+523.0
Liabilities, total	4,861,386	7,935,740	+63.2
Bank credits and issued bonds	-	4,725,055	-
Accounts payable (net)	4,861,386	2,993,406	-38.4
Sales	6,134,635	16,450,017	+168.1
Net income	573,491	4,684,061	+716.8
Calculated based on the auditor's data:			
Return on sales (ROS), %	74.06	80.66	+8.9
Return on equity (ROE), %	179.54	113.15	-37.0
Return on assets (ROA), %	11.07	38.79	+250.4

Auditing of Karazhanbasmunai OJSC was made according to Kazakhstani and international accounting standards. Following changes in economic ratios were registered (all figures in tenge unless otherwise indicated): **equity capital** grew by 3.8bn or 13 times (growth of financial amount of undistributed profit - 3.6bn, reserve capital - 324.2m, decline of revaluation reserve - 70.8m); **assets** grew by 6.9bn or 2.3 times, of which fixed assets - 1.7bn, account receivable - 2.6bn, construction in progress - 1.6bn, other assets - 1.0bn; **total liabilities** increased by 3.1bn or 63.2% (bank loans and issue of bonds); **attracted funds** increased by 4.7bn (bank loans and issue of bonds); **accounts payable** - by 1.9bn or 38.4%; **sales** - 10.3bn or 2.7 times; **cost of goods sold** - 1.6bn or 2 times; **expenses** - 3.3bn or 2 times. As a result, **net income** of Karazhanbasmunai OJSC reached 4.6bn or 4.1bn (8.2 times) more than in 1999.

In the opinion of auditor, financial statements give a reliable and objective picture of Karazhanbasmunai OJSC financial situation as of December 31, 2000 and 1999, The statements are presented in accordance with the Kazakhstani accounting standards.

KAZKOMMERTSBANK OJSC (Almaty) released official information stating that on June 22, 2001 the bank repaid a first coupon on seven-year subordinated euronotes (XS0122349615, official list of KASE securities, category "A", KKGBe2, \$1000; \$20.0m; Dec 22, 00 - Dec 22, 07; semiannual coupon at 11.0% APR). No exact figure on coupon payment was announced. According to IRBIS estimations, accrued amount equaled **\$1.1m**. The bonds are serviced at in US dollars. The euronotes have been distributed solely among domestic accumulative pension funds.

Kazakhstan Temir Joly NSE (Astana) officially informed the Kazakhstan Stock Exchange (KASE) on June 25 that its first issue inscribed discounted unsecured bonds (KZ2CLALN6A19, TMJLb; \$100, \$15m, June 23.00 - June 23.01), which have been traded in official list of the KASE under category "A", have been repaid in strict compliance with the schedule. It is said that the repayment was made on June 25 at the exchange rate of the morning (main) session of the KASE, effective on that date (KZT146.52 per dollar), which amounted to **KZT2,197,800,000**, or \$15m. The payment agent of the bonds is Bank TuranAlem OJSC (Almaty).

KASE MEMBERS

By the decision of the Board of KASE, dated June 25, 2001, **KBS SECURITIES LLP** (Almaty) was excluded from membership of KASE under "K", "P", "H" categories. The decision was based on the resolution of the National Securities Commission of Kazakhstan dated June 11, 2001 that canceled broker-dealer license of the company. KBS SECURITIES LLP was barred from trades at KASE on March 21, 2001.

KASE NEWS

On June 29, 2001 an IPO of preferred shares of Almaty Merchant Bank OJSC (AMB OJSC) will be held in the Trade system of the KASE. The sixth issue (KZ1P35970618, trade ATFBp) is registered under category "A" of the official listing.

The face value of shares is **KZT1,000**. The shares do not provide with the voting rights and guarantee a **12% APR** of face value dividend to their owners. The register is maintained by Fondovii Center CJSC (license of NSC #20050002 dated Dec.12, 1996). Total volume of issue - 400,000 shares. The issuer plans to offer **95,614 shares**.

The bids will be accepted in the trade system of the KASE **from 11:00 till 13:00** of Almaty time on June 29, 2001. The price of bids is stated in tenge. Volume of a bid equals to production of price and number of shares.

The bids will be satisfied at **bid price** after the issuer conducts cut-off procedure. The bids, with prices less than the cut-off price, will be excluded. All bids, submitted at cut-off price will be satisfied depending on order of bids submission. **Only competitive bids are accepted at the auction.**

Only existing KASE members holding category "P" (with the right to participate in the securities trades that were entered into official list of the Exchange) are allowed to participate in the auction. Complete list of the members with their contact information is kept up-to-date on the web site of the KASE (<http://www.kase.kz/KASE/Members/>).

The Exchange is emphasizing on the fact that shares of AMB OJSC can be purchased using the assets of accumulative pension funds, since they have been admitted into official list of KASE securities of category "A".

Settlement time - **June 29, till 16:00 of Almaty time.**

Prepared by the agency "IRBIS"