

WEEK OF STOCK MARKET OF KAZAKHSTAN

June 3 – 8

Money market indicators as of June 8 and change for the period

Term	Currency	Rate	Trend
“Overnight” on autorepo at KASE(TONIA)			
1 day	KZT	1.35	-0.27
Repo opening at KASE (WA, % APR)			
1 day	KZT	1.21	-0.19
7 days	KZT	2.50	+0.43
9-10 days	KZT	3.10	–
14 days	KZT	3.07	-1.54
28-30 days	KZT	4.12	-0.29
172 days	KZT	6.50	–
KIBOR (indicative, % APR)			
1 week	KZT	5.50	+0.12
2 weeks	KZT	6.00	0
1 month	KZT	6.50	-0.50
2 months	KZT	7.25	-0.50
3 months	KZT	8.00	-0.50

Stock market indicators as of June 8 and their change for the period

Index	Value	Trend
Shares of “A” listing		
KASE_Shares	191.11	+0.42%
Corporate bonds of “A” listing		
KASE_BP	158.31	-0.18%
KASE_BC	122.10	+0.02%
KASE_BY	8.01	-0.07%
Euronotes of Kazakhstan		
KASE_EP	150.16	+1.17%
KASE_EC	103.55	+1.47%
KASE_EY	5.53	-15.36%

US dollar = **136.11** tenge at official rate for the end of the period.
 US dollar = **136.00** tenge at weighted average rate of the Exchange for the end of the period.
 Rate of tenge devaluation for the period at the Exchange's rate – **negative 23.0% APR.**

THE CORPORATE SECURITIES MARKET (CS)

Primary floatation sector

As well as in last week (May 27 – June 2), during the whole analyzed period on working days specialized trades on primary additional floatation of **bonds of Food contract corporation JSC** (Astana) of the first (KZ2CKY05B091, KASE's official "A" listing category, PRKRb1; KZT10,000, KZT3.0 bn.; May 17, 04 – May 17, 09, annual coupon 8.0% APR) were continued in Kazakhstan stock exchange's (KASE) trade system. Demand at several trades varied from 0 (on June 7 no bid were submitted) to 32.7% of announced floatation volume, bonds' clean prices in bids – from 94.20% (9.51% APR) to 99.96% (8.00% APR). Weighted average demand price on all trades of the week equaled to **97.47%**, that corresponds to bonds' yield to maturity for purchaser at the rate of **8.64% APR** (in previous period weighted average yield of demand for these bonds was higher – 8.93% APR). The whole demand was formed by pension market's subjects. A total of 2 members of KASE took part in the trades. According to results of four trading days no bond has been floated. The issuer declined all bids because of low prices.

Investment attractiveness of stock exchange financial instruments since June 3 till June 8

Financial instrument	Currency of transaction	Yield, % APR	trend
Non-indexed instruments denominated in tenge			
TXBNb2	KZT	11.03	-0.15
YASYb1	KZT	10.00	0
UKPFb1	KZT	10.00	0
ARNAb1	KZT	10.00	+3.00
TXBNb1	KZT	9.50	0
VTZLb1	KZT	9.08	0
BTAIb1	KZT	9.00	0
VTTHb1	KZT	8.96	0
VTskb2	KZT	8.91	0
ATFbb3	KZT	8.45	-0.05
UKTCb1	KZT	8.00	0
HSBkb3	KZT	7.02	-0.87
EUBNb1	KZT	7.00	0
CS repo*	KZT	6.84	-1.16
KKGBb3	KZT	6.50	0
MEOKAM	KZT	5.90	-0.04
MEKKAM, notes*	KZT	4.95	+0.04
INCAb1	KZT	4.61	-0.01
GS repo*	KZT	1.54	-0.16
Instruments indexed on inflation			
TSBNb1	KZT	8.50	0
ASFIb4	KZT	8.00	0
KZIKb4	KZT	6.80	-0.19
CCBNb3	KZT	6.72	-2.48
BTASb3	KZT	6.50	0
KZIKb1	KZT	6.00	-1.40
KZIKb2	KZT	5.00	-2.94
KZIKb3	KZT	5.00	0
Instruments indexed on devaluation of tenge to US dollar			
VTBNb1	USD	12.85	+1.47
ORDBb1	USD	12.00	0
TMJLb2	USD	11.43	+6.35
TEBNb2	USD	11.00	+3.00
ALKSb2	USD	10.05	0
ASBNb1	USD	9.50	0
BRKZb1	USD	8.54	+2.44
CCBNb1	USD	8.50	+0.50
BTASb1	USD	8.40	0
CSBNb1	USD	8.20	0
HSBkb	USD	8.03	+1.66
ATFbb2	USD	8.00	0
TEBNb	USD	7.98	0
LARIb1	USD	7.75	0
BTASb2	USD	7.39	-0.13
NRBNb1	USD	7.04	0
VKU036.001	USD	7.00	0
HSBkb2	USD	7.00	-0.15
KKGBb2	USD	7.00	0
NRBNb2	USD	6.63	0
ARU060.003	USD	6.58	+0.01
ART060.004	USD	6.50	0
AST048.006	USD	6.34	+0.01
AST048.005	USD	6.15	+0.01
AST036.004	USD	6.02	+0.03
KZAPb1	USD	6.00	0
ASU036.003	USD	5.75	-0.01
VKU036.002	USD	5.50	0
Instruments denominated on devaluation of tenge to US dollar with protection from strengthening of tenge against dollar			
ROSAb1	USD	10.00	0
ASFIb2	USD	9.50	+0.30
RGBRb3	USD	9.00	-1.10

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Results of the week have shown that issuer is not going to make concessions and still hopes to float its debt no higher than at 8.00% APR. Results of trade participants questioning evidence that investors do not dispute about validity of issuer's firm position. However at present there are more profitable offers concerning money investment, even into banks deposits. Besides, several new bonds are coming (see below), whose issuers or sellers may be more compliant than Food contract corporation JSC.

Purchase and sale sector

In purchase-sale sector a total of 34 deals to the amount of **\$11,032.0 th.** or KZT1,502.0 m. were made during the analyzed period at KASE. In comparison with the previous period (79 deals, \$23,123.3 th. or KZT3,169.3 m., turnover of the sector decreased 2.1 times. During the analyzed period deals were made by KASE's 17 members on 19 instruments 11 of which were bonds. At that, 11.5% of gross-turnover (0.3% on purchasing transactions, and 22.6% - on sale transactions) went through the accounts of pension market's subjects. During the last period KASE's 14 members of "P" and "H" categories were interested in 31 securities, 15 of which were bonds. Stake of pension assets was 27.0% of gross-turnover, including 30.7% on purchasing transactions and 23.2% on sale transactions.

Even taking into account the fact that the analyzed period was shorter by one day than previous one, The mentioned falling of CS turnover at KASE is considerable. The market was more sluggish. It was partially caused by less active participation of pension funds in trades.

Corporate bond market had big losses. Volume of transactions fell 7.1 times or by \$13,707.0 th. Average day turnover fell almost 6 times – from \$3,192.0 th. to \$563.2 th., number of deals – 1.7 times. Number of securities involved into deals significantly decreased. There may be various reasons of activity falling.

Having got results of market estimation of bonds for previous week, market participants made conclusions, in accordance with which it was impossible to capitalize on most instruments. Favorites of the market were as follows: bonds of ATFBank of the third issue (ATFBb3, 34.2% of total turnover of bonds, price grew by 1.97%), domestic bonds of Development Bank of Kazakhstan JSC of the first issue (BRKZb1, 26.9% of turnover, +0.28% on prices) and domestic bonds of Bank TuranAlem JSC of the second issue (BTASb2, 18.8%, +0.56% on prices).

Big deals in shares of Corporation Kazakhmys JSC do not impact upon the market anymore. The analyzed week was characterized by the increased number of securities, register of holders of which were fixed for the next coupon payment or for repayment. Under these conditions bonds are traded at KASE without accumulated interest and there's no use to make deals in them. High speed of tenge strengthening against dollar did not promote to activation of trade in corporate instruments either, and it resulted in outflow of banks' funds to currency market, where traders worked on short positions. Besides, expectation of primary floatation of new bonds (see below) made investors reserve money for participation in IPO or in purchases at the secondary market.

Corporate bonds yield to maturity for purchasers almost did not change in the average index expression (see KASE_BY). Prices of Kazakhstan issuers' euronotes at the world market remained stable, having correspondingly influenced upon quotations of domestic market. Specialists of IRBIS explain minimal dynamics of KASE_BY for 6 days by this factor's effect because of gradual falling of this index since the beginning of May.

Yield of following instruments fell: ATFBb3 (from 8.50% to 8.00% APR), BRKZb1 (from 8.64% to 8.54% APR), BTASb2 (from 7.52% to 7.39% APR), KZIKb4 (from 6.94% to 6.80% APR) and TXBNb2 (from 11.19% to 11.04% APR). It should be noted that participants were interested in bonds of NC KTZh JSC of the second issue, which will be redeemed in one month. As the result of four conducted deals one day before fixation of the register of these securities holders yield of TMJLb2 rose from 7.78% to 14.71% APR. Yield of following

Second part of the table

Investment attractiveness of stock exchange financial instruments since June 3 till June 8

Financial instrument	Currency of transaction	Yield, % APR	
		value	trend
KZTCb1	USD	8.81	+0.81
ASBNb2	USD	8.50	0
TEBNb3	USD	8.50	-0.22
MREKb1	USD	8.50	-0.50
CSBNb3	USD	8.23	-0.27
CSBNb2	USD	8.10	-0.72
CCBNb2	USD	8.00	0
ASFIb3	USD	8.00	0
KZPSb1	USD	5.80	0
KARMB2	USD	5.60	-2.50
Non-indexed instruments denominated in foreign currency			
PKKRe1	USD	8.44	-0.05
BTASe3	USD	8.31	+0.02
KKGBe2	USD	7.48	+0.01
BRKZe2	USD	6.94	+0.09
KKGBe4	USD	6.82	-0.01
BTASe2	USD	6.27	-0.08
KKGBe3	USD	5.97	-0.02
ENU07.05	USD	4.99	–
BRKZe1	USD	4.56	-0.16
IFO bonds	USD	4.52	-0.02
KZTOe1	USD	4.41	-0.02
BTASe1	USD	2.87	+0.04
IFO bonds	EUR	1.87	-0.05

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 is given.

instruments also rose: ARNAb1 (from 9.80% to 10.00% APR), ASFIb2 (from 9.20% to 9.50% APR), KZTCb1 (from 8.00% to 8.15% APR), TEBNb2 (from 10.18% to 11.00 % APR), VTBNb1 (from 12.66% to 12.85% APR). The shown data evidences about the fact that number of bonds with growing and falling yield, according to concluded deals, was approximately equal.

Capitalization of stock exchange's corporate bond market grew within the week by \$4.7 m. to **\$2,959.8 m.**, that is explained mainly by falling of dollar rate against tenge.

Share market activated a bit during the week. Despite falling of the number of deals from 48 to 16, turnover of shares rose by 22.6% or \$1,615.7 th. CCBN and KZMS were favorites of the market (42.5% and 24.4% of share turnover correspondingly).

A curious (precisely curious, but not interesting) moment of the week was direct deal in AMGZp, as the result of which there was fixed the nine-fold growth of these shares rate at the stock exchange while volume of transaction was 2,500 securities. It seems that change of this instrument's price was observed in April of this year, when shares rate fell 8.7 times. Trade in shares of Corporation Kazakhmys JSC was more interesting. After 6 concluded deals their price rose within the week by 16.9% to KZT3,700 per share, however it still yields to the rate fixed on big deals on May 20 (KZT4,793.97 – KZT4,882.50). Weighted average day price of ALKS also grew – by 3.1%. Price of following instruments fell during the period: CCBN (by 9.5%), KZCR (by 40.0%) and TEBN (by 38.8%). Rate of other shares remained unchanged (see table).

Capitalization of stock exchange's share market rose by \$47.7 m. to **\$3,156.1 m.** under the influence of the price of KZMS, and also dynamics of rate of tenge against dollar.

The tables show data on deals, bid and ask in CS purchase and sale sector, including SBS, and also decoding of trade codes.

Results of the trades in bonds within June 3 – 8

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
Almaty Kus OJSC	ALKSb2	10.4000	0	10.5000	10.0500
ARNA OJSC	ARNAb1	*10.0000	27.6	*10.0000	*10.0000
Alliance-Bank JSC	ASBNb1	9.5000	0	9.7000	9.5000
Alliance-Bank JSC	ASBNb2	8.5000	0	9.5019	8.5017
Astana-Finance JSC	ASFIb2	*9.5001	27.7	9.5000	*9.5001
Astana-Finance JSC	ASFIb3	8.8400	0	8.6000	8.0000
Astana-Finance JSC	ASFIb4		0	9.5000	8.0000
ATFBank JSC	ATFBb2	9.5000	0	10.5000	8.0000
ATFBank JSC	ATFBb3	8.0000	771.6	8.0000	8.5000
Development Bank of Kazakhstan JSC	BRKZb1	8.5968	606.8	8.4911	8.5968
Development Bank of Kazakhstan JSC	BRKZe1	5.4938	0	6.4455	4.6774
Development Bank of Kazakhstan JSC	BRKZe2	6.6018	0	7.8470	6.9931
BTA Mortgage JSC	BTAIb1	10.2111	0	10.2000	9.0000
Bank TuranAlem JSC	BTASb1	8.5830	0	9.9000	8.4000
Bank TuranAlem JSC	BTASb2	*7.3898	423.9	*7.3898	8.0000
Bank TuranAlem JSC	BTASb3	7.9976	0	7.1131	6.5000
TuranAlem Finance B.V.	BTASe1	*4.4999	0	3.9994	3.0007
TuranAlem Finance B.V.	BTASe2	6.7848	0	8.4494	6.2779
TuranAlem Finance B.V.	BTASe3		0	9.4297	8.3054
Bank CenterCredit OJSC	CCBNb1	8.8416	0	10.3574	10.5039
Bank CenterCredit OJSC	CCBNb2	9.4000	0	10.8000	8.0000
Bank CenterCredit OJSC	CCBNb3	9.2000	0	7.9206	7.0087
BANK CASPIAN JSC	CSBNb1	8.9999	0	10.4998	8.1998
BANK CASPIAN JSC	CSBNb2	8.7000	0	9.7500	8.1000
BANK CASPIAN JSC	CSBNb3	8.5502	0	9.3000	8.5058
Eurasian bank JSC	EUBNb1	7.0000	0	8.0000	7.0000
Halyk savings bank of Kazakhstan JSC	HSBKb	10.6598	0	10.4137	8.0510
Halyk savings bank of Kazakhstan JSC	HSBKb2	*9.3049	0	9.5785	6.9990
Halyk savings bank of Kazakhstan JSC	HSBKb3	7.8942	0	7.3000	7.0282
INTERGAS CENTRAL ASIA CJSC	INCAb1	7.0000	0	7.5207	4.7150
Karazhanbasmunai OJSC	KARMB2	8.1000	0	8.6000	5.6000
KAZKOMMERTSBANK OJSC	KKGBb2	7.4000	0	8.5000	7.0000
Kazkommertsbank JSC	KKGBb3		0	7.2000	6.5000
KAZKOMMERTSBANK OJSC	KKGBe2	8.0000	0	8.8482	7.4766
Kazkommerts International B.V.	KKGBe3	7.0123	0	7.0385	5.9743
Kazkommerts International B.V.	KKGBe4	7.8113	0	9.5134	6.8243
NAC Kazatomprom	KZAPb1	8.0237	0	9.0000	6.0000

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Results of the trades in bonds within June 3 – 8

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
Kazakhstan Mortgage Company JSC	KZIKb1	7.4000	0	9.0000	6.0000
Kazakhstan Mortgage Company JSC	KZIKb2	7.9400	0	7.9995	4.9993
Kazakhstan Mortgage Company JSC	KZIKb3	8.9210	0	7.5000	5.0000
Kazakhstan Mortgage Company JSC	KZIKb4	6.8000	112.9	6.8000	6.8000
Kazpost JSC	KZPSb1	8.5048	0	8.8000	5.8000
KazTransCom OJSC	KZTCb1	8.1500	146.5	8.1500	9.4000
KazTransOil CJSC	KZTOe1	4.4425	0	5.9035	4.4186
JB LARIBA-BANK OJSC	LARIB1		0	10.7500	7.7500
Mangistau distributing electricity network company OJSC	MREKb1	9.0000	0	10.0000	8.5000
Nurbank OJSC	NRBNb1	9.8280	0	10.0100	7.0400
Nurbank OJSC	NRBNb2	7.5000	0	7.5000	6.6300
Corporation "Ordabasy" OJSC	ORDBb1	*12.2988	0	15.0000	12.0000
PetroKazakhstan Finance B.V.	PKKRe1	*6.8842	0	9.3879	8.4936
RG Brands JSC	RGBRb3	10.2457	0	9.7526	9.0024
ROSA JSC	ROSAb1	10.0000	0	12.0000	10.0000
TEMIRBANK OJSC	TEBNb	8.9636	0	9.4760	7.9800
TEMIRBANK OJSC	TEBNb2	11.0000	10.2	11.0000	11.0000
TEMIRBANK OJSC	TEBNb3	8.7200	0	9.0000	8.5000
National company Kazakstan temir zholy JSC	TMJLb2	14.7086	41.2	11.0001	14.7086
Tsesnabank JSC	TSBNb1		0	10.5000	8.5000
TEXAKABANK OJSC	TXBNb1	12.0000	0	12.5000	9.5000
TEXAKABANK OJSC	TXBNb2	11.0404	74.7	10.9000	11.0404
UST-KAMENOGORSK BATTERY FARM OJSC	UKPFb1	*12.5000	0	13.0000	10.0000
AES Ust-Kamenogorsk HS OJSC	UKTCb1	10.0031	0	10.0000	8.0000
VALUT-TRANZIT BANK OJSC	VTBNb1	12.8500	9.6	12.8500	12.8500
VALUT-TRANZIT-SECURITY LLP	VTSKb2	9.0000	0	9.4798	8.9081
TEXHO-LIFE JSC	VTThb1	9.0000	0	9.4826	8.9582
VALUT-TRANZIT ZOLOTO JSC	VTZLb1	9.3000	0	9.3248	9.0789
YASSY OJSC	YASYb1	*12.5001	0	13.0006	10.0004
TOTAL	66		2,252.8		

Results of the trades in shares within June 3 – 8

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th, USD	Purchase	Sale
Almaty Kus OJSC	ALKS	*10.00	23,855,666	1,752.7	*10.00	*10.00
Almaty Kus OJSC	ALKSp	*12.70	0	0	10.00	15.00
Almaty Kus OJSC	ALKSp3	*10.00	9,891,288	726.7	*10.00	*10.00
Aluminium of Kazakhstan JSC	ALKZp	*80.00	758	0.4	*80.00	*80.00
CNPC – Aktobemunaigas OJSC	AMGZ	*5,161.45	0	0	6,100.00	9,100.00
CNPC – Aktobemunaigas OJSC	AMGZp	*6,798.33	2,500	124.6	*6,798.33	*6,798.33
Alliance-Bank JSC	ASBN	11,505.00	0	0	10,000.00	12,000.00
Astana-Finance JSC	ASFI	700.01	0	0	700.00	1,050.00
ATFBank JSC	ATFB	*1,000.00	0	0	1,000.00	1,500.00
ATFBank JSC	ATFBp	*1,000.00	0	0	1,000.00	1,500.00
ATFBank JSC	ATFBp8		0	0	1,000.00	1,500.00
Bank TuranAlem JSC	BTAS	*17,000.00	0	0	12,800.00	18,374.85
Bank CenterCredit OJSC	CCBN	*200.00	2,500,000	3,730.3	221.00	*200.00
BANK CASPIAN JSC	CSBN	171.00	0	0	171.00	256.50
BANK CASPIAN JSC	CSBNp	171.00	0	0	175.00	256.50
CHARALTYN JSC	HRLT	3.50	0	0	3.50	5.25
Halyk savings bank of Kazakhstan JSC	HSBK	*110.00	0	0	110.00	165.00
Halyk savings bank of Kazakhstan JSC	HSBKp	*167.17	0	0	144.00	180.00
Halyk savings bank of Kazakhstan JSC	HSBKp7	152.10	0	0	144.00	180.00
Kant OJSC	KANT	359.10	0	0	80.00	120.00
KAZKOMMERTSBANK OJSC	KKGB	160.00	0	0	160.00	240.00
Kazkommertsbank JSC	KKGBp	120.00	0	0	100.00	127.50
TNC Kazchrome OJSC	KZCR	*1,500.00	1,718	18.9	*1,500.00	*1,500.00
Corporation Kazakhmys JSC	KZMS	3,700.00	78,829	2,138.7	3,750.00	3,500.00

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Results of the trades in shares within June 3 – 8

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th. USD	Purchase	Sale
Kazakhtelecom JSC	KZTK	*4,177.50	0	0	5,650.00	8,475.00
Kazakhtelecom JSC	KZTKp	1,909.74	0	0	1,910.02	2,856.00
KAZZINC JSC	KZZN	1,050.00	0	0	1,000.00	1,500.00
Nurbank OJSC	NRBNp6	10,500.00	0	0	8,600.00	12,900.00
Corporation Ordabasy JSC	ORDB	*2,900.00	0	0	2,000.00	3,000.00
Corporation Ordabasy JSC	ORDBp	1,101.00	0	0	1,100.00	1,430.00
TEMIRBANK OJSC	TEBN	*696.00	37,040	286.9	1,056.13	*696.00
TEMIRBANK OJSC	TEBNp		0	0	3,000.00	1,015.00
Tsesnabank JSC	TSBN	1,050.00	0	0	700.00	1,050.00
TEXAKABANK OJSC	TXBN		0	0	18,000.00	20,000.00
Ust-Kamenogorsk titanium-magnesium combine JSC	UTMK	4,395.00	0	0	4,000.00	4,500.00
VALUT-TRANZIT BANK OJSC	VTBN	*350.00	0	0	320.00	390.00
VALUT-TRANZIT BANK OJSC	VTBNp	*350.00	0	0	320.00	390.00
VALUT-TRANZIT ZOLOTO JSC	VTZL	*260.00	0	0	200.00	300.00
VALUT-TRANZIT ZOLOTO JSC	VTZLp	*236.50	0	0	200.00	300.00
TOTAL	39		36,367,799	8,779.2		

Notes: 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 indicative quotations in Quotation trade system of KASE unlike the bids submitted in regular trade mode, or the price of direct deals and indicators received with its using.

Changes in KASE's trade lists

By the decision of KASE's Council following securities were included in KASE's trade lists during the analyzed period:

- **subordinate inflation-adjusted bonds of Bank TuranAlem JSC** (Almaty) of the fourth issue (KZ2CKY10B158, KZT10,000; KZT14.0 bn, 10 years; semi annual coupon of 8.0% APR for the first coupon period, 30/360).
- **international notes of senior unsecured debt of TuranAlem Finance B.V.** (Rotterdam, Netherlands) of the fourth issue (USN89065AF89, USD400 m; Mar 24, 04 – Mar 24, 14; semi annual coupon of 8.0% APR) issued on full security of Bank TuranAlem JSC.
- **preferred shares of Bank TuranAlem JSC** (KZ1P34920614, BTASp).
- **inflation-adjusted bonds of BANK CASPIAN JSC** (Almaty) of the fourth issue (KZ2CKY07B204, KZT7.0 bn.; June 6, 04 – June 6, 11; semi annual coupon of 7.5% APR for the first coupon period, 30/360).

Dates on which these decisions will take effect as well as dates of opening of trades in the securities at KASE will be announced later.

Detailed information about the issuer and its securities is in KASE's web-site at <http://www.kase.kz/emitters/>.

SECTOR OF GOVERNMENT SECURITIES (GS)

In **GS purchase and sale sector** of KASE total volume of 59 deals reached **KZT21,162.7 m.** (\$155,510.4 th.) during the analyzed period. Corresponding figure of the previous period – **KZT17,420.0 m.** (\$127,164.1 th.).

The secondary GS market changes its appearance. The analyzed period is characterized by the considerable activation of trade in National Bank's notes. Liquidity in this market's segment was formed by several participants at a time, and more precisely, by the appeared "connections". One of them, consisting of bank-seller and one pension fund acting as notes purchaser resumed work at exchange's floor after two-week break. The other "connection" represented by a bank and a broker-dealer company worked actively with notes at KASE in previous and in this week.

Investors' interest in notes in this situation is understandable because these GS are traditionally used as "expectation instrument". And there is something to wait for at the market. This is new corporate bonds involved into KASE's official securities list (see above), the next changes at domestic market of US dollar, fixation of registers on several bonds with the forthcoming coupon payment, repayment of some bonds.

Parameters of Exchange's transactions in GS within June 3 – 8

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, m. tengе discounted	Number of deals
	min	max	last deal	weighted average		
Discounted (KZT): MEKKAM, National Bank's notes				74.9% (40.2%) of purchase and sale sector's turnover		
8 - 14	3.00	4.50	3.00	3.11 (-)	141.0	2
15 - 28	3.66	4.50	3.66	3.68 (4.60)	177.7	6
29 - 36	5.22	5.22	5.22	5.22 (4.23)	4.1	1
57 - 63	15.63	15.63	15.63	15.63 (-)	58.5	1
64 - 91	2.65	14.66	2.65	12.00 (3.86)	57.8	3
92 - 181	2.55	4.97	4.94	4.75 (4.89)	5,305.3	14
182 - 364	4.87	5.17	4.89	4.96 (4.97)	10,104.0	15
Total					15,848.4 (6,997.6)	42 (43)
Coupon (KZT): MEOKAM-24, 36, 48, 60, 72, 120				24.1% (59.8%) of purchase and sale sector's turnover		
less than 730	2.83	6.00	5.92	5.81 (5.51)	3,483.4	6
731 - 1095	5.71	5.97	5.71	5.83 (5.67)	71.3	2
1096 - 1460	5.93	5.93	5.93	5.93 (5.90)	323.0	1
1461 - 1825	5.70	7.00	7.00	6.39 (6.03)	276.1	4
1826 - 2190	5.76	5.76	5.76	5.76 (5.75)	728.7	2
more than 2191	6.07	6.07	6.07	6.07 (6.06)	208.4	1
Total					5,090.8 (10,422.3)	16 (29)
Euronotes of Kazakhstan (USD)				1.1% (-%) of purchase and sale sector's turnover		
*1054	4.99	4.99	4.99	4.99 (-)	223.5	1
Total					223.5 (-)	1 (-)
GRANDTOTAL					21,162.7	59 (72)
					(17,420.0)	

Notes: for euronotes (* – fourth issue) volume of the deals has been calculated at weighted average USD/KZT rate of the Exchange.

Segment of MEOKAM was also interesting this week. Despite the considerable falling of these bonds turnover, their yield for a purchaser only grew (see table). However the market was narrow here that was caused by one of above-mentioned "connections". Its stake was about 80% of stock exchange's MEOKAM turnover.

As the whole the secondary GS market made positive impression mainly due to floatation of National Bank's notes on June 4 for a total of KZT12,068.4 m. Precisely this floatation gave life to the dying secondary market.

The proportion of the Exchange's turnover in total volume of deals on Kazakhstan secondary market for GS for comparable operations equaled to **93.2%**, last week - 97.0%.

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