

# WEEK OF STOCK MARKET OF KAZAKHSTAN

May 10-16

Money market indicators as of May 16 and change for the period

Term	Currency	Rate	Trend
<b>“Overnight” on autorepo with GS (TONIA)</b>			
1 day	KZT	3.53	+2.27
<b>Autorepo opening with GS (WA, % APR)</b>			
1 days	KZT	3.54	–
2 days	KZT	5.00	+3.27
7 days	KZT	5.00	0
<b>Interbank deposits (% APR)</b>			
KIBOR-1W	KZT	5.00	0
KIBOR-2W	KZT	5.40	-0.05
KIBOR-1M	KZT	5.60	-0.20
KIBOR-2M	KZT	5.30	-0.60
KIBOR-3M	KZT	6.50	-0.25
KazPrime-3M	KZT	6.14	+0.03

Stock market indicators as of May 16 and change for the period

Index	Value	Trend
KASE_Shares	2,572	-1.95
KASE_BP	207.78	+1.19
KASE_BC	130.51	+1.12
KASE_BY	7.94	-3.12

US dollar = **119.59** at official rate for the end of the period.

US dollar = **119.57** at weighted average rate of the Exchange for the end of the period.

Speed of strengthening of tenge to dollar for the period at exchange's rate totaled **20.8% APR**.

## SHARES MARKET

### News of shares market

Since May 15, 2007 preferred shares **KZ1P37670117** (trade number – ASFlp) of **Astana-Finance JSC** (Astana) have been included in the representative list for calculation of KASE\_Shares index. After the adopted decision out of 48 shares, included at present in KASE's official “A” listing category, **42 securities** are in the representative list for the mentioned index calculation. Index of shares KASE\_Shares reflects the changes of the best bid quotations, registered at **the open market** of KASE during the day, on shares of official “A” listing category of KASE taking into account the level of market capitalization of their issuers.

**Alliance Bank JSC** (Almaty) had informed that on April 29, 2007 had expired the term of realization by shareholders of the right of primary purchase of **common shares KZ1C40310019**. According to the message the offering of pointed shares is continuing by signing among unlimited circle of investors. **26,751 common shares KZ1C40310019** are to be offered. Price of offering was determined by decision of Board of directors of the bank dated May 11, 2007 in size of **KZT10,000.00 pr one share**. Bank informs that bids for purchasing of the pointed securities are accepting on **May 18, 2007 since 09:00 o'clock**. Payment for shares purchased is making in cashless form. According to excerpt from register system of shareholders as of April 30, 2007 the total amount of announced shares of Alliance Bank made 14,337,500, from them 11,537,500 common KZ1C40310019 and 2,800,000 preferred shares KZ1P40310115. 9,610,749 common and 400,000 preferred shares were offered. On May 15, 2007 common shares of this issue, traded on KASE under ASBN symbol, ost **KZT59,100.00** per each. Prospect of issue of shares with changes and additions is published on the web site of KASE at <http://www.kase.kz/emitters/asbn.asp>

### Primary market sector

No deals were made in this sector of KASE during the analyzed period. No offerings were made.

### Secondary market sector (purchase and sale)

A total of 531 deals (including STF of RFCA) amounting to \$82,981.3 th. or KZT9,944.8 m. were made in shares during the analyzed period. In comparison with the previous period (May 3 - 8, 376 deals, \$137,381.1 th. or KZT16,392.9 m.), turnover of the sector has decreased by 39.6%. During the analyzed period on KASE, 3.6% operations in quantitative expression and 6.9% in volumetric were nego. In the previous period these indicators made 5.9% and 66.8%.

During the analyzed period deals were made by (in the parenthesis are given comparable indicators of the previous period) KASE's 38 (33) members on 32 (28) instruments. At that: 16.3% (4.4%) of gross-turnover of the market – 24.6% (3.9%) on purchasing transactions and 8.0% (4.8%) - on sales transactions were controlled by “pensions”; through the depot accounts, registered on physical persons for the week had passed 18.9% (6.7%) of exchange's turnover of shares – 18.2% (6.0%) - on purchasing transactions and 19.7% (7.3%) - on sales transactions.

In the analyzed week weighted average daily prices of 38% (61%) of names of shares involved into deals, made on KASE by methods of opened trades grew, prices of 50% (28%) – fell, prices of 12% (11%) – remained unchanged. In the described period shares prices changed positively in the range from 0.8% (KZTK) to 48.9% (TEBNp), negative change – from 0.31% (TSBN) to 34.2% (NRBN).

On May 10 the KASE\_Shares index went to the maximal rate of the current spring – 2,713, punching the month and half level of resistance – 2,600. The punching was caused by simultaneous increase of price parameters of common shares of Temirbank JSC (TEBN), Halyk savings bank of Kazakhstan JSC (HSBK), Alliance Bank JSC (ASBN) and Bank CenterCredit JSC (CCBN) by 9.5%, 8.8%, 1.0% and 0.5% correspondingly and most likely it was only successful (for index) concurrence of circumstances. KASE\_Shares did not manage to fix upper 2,600. the correction, immediately following after the exit for season maximum had formed the decrease of prices of four favorites of the market – HSBK, KKGB (Kazkommertsbank JSC), BTAS (bank TuranAlem JSC) and RDGZ (Exploration Production KazMunayGas JSC). And if the prices for HSBK, KKGB and RDGZ had fallen, striving to liquidate the re-estimation of these shares on KASE in relation to depositary receipts on LSER, then the decrease of rate of BTAS the analysts of IRBIS connect with fixation of profit by traders. Nevertheless, on May 16 HSBK and KKGB still were traded on KASE with significant positive difference to GDR on LSE, which points on minimal probability of growth of price of the given instruments in the nearest future.

Better than market this week looked common shares of Temirbank JSC (TEBN). Their rate, on the contrary to rate of other favorites, had confidently moved upward and on May 16 had reached the rate of KZT7,000.00. It should be noted that the pointed price is historical maximum for the given instrument and on the contrary to the correction of market in February of the current year the given shares continued to rise in price fluently since beginning of May 2005. Most likely, such positive mood of investors in the last phase of growth was formed by purchasing of control shareholding of the bank by Bank TuranAlem JSC.

Fixation of profit on common shares of Bank TuranAlem JSC (BTAS) and Bank CenterCredit JSC (CCBN) had lead this securities to the leaders of turnover of the market (37.6% and 15.4% correspondingly).

Among preferred shares on the analyzed week appeared the new favorite - TEBNp (Temirbank JSC). Leading by the amount of deals among shares of this category (47 deals) and taking the third place according to turnover, this instrument had showed the largest growth of price (+48.9%). The rest favorites are still popular among traders and had showed the positive change of rate n the week.

Based upon above mentioned, it is logically to suppose that KASE\_Shares index in the nearest time will continue to live in corridor, formed for it in the beginning of March, limited by rates 2,500 and 2,600. Not any factors, able to influence significantly and push the market o state instruments to any side, are observed.

Detailed results of trades in shares on KASE are given in the table.

**Results of share trades on KASE, including STF of RFCA within May 10-16  
(only by data of deals, made on the secondary market of KASE by the methods of opened trades)**

Share code on KASE	Price, KZT per share:				Volume of deals th. USD	Number of deals	Best for the period:			
	min.	max.	on the last deal: price	trend, %			for last 365 days: min.	max.	bid	offer
AMGZ	46,000.00	46,001.00	46,000.01	0	44,500.00	105,000.00	63.9	4	47,000.00	46,000.00
ASBN	59,100.00	66,700.00	59,100.00	-10.5	11,100.00	69,000.00	412.0	2	66,700.00	59,100.00
ASBNp1	13,200.00	17,000.00	17,000.00	+30.8	10,000.00	17,000.00	2,119.0	17	18,000.00	13,200.00
ATFB	12,000.01	13,000.00	12,700.00	-2.3	5,950.00	13,225.00	735.6	17	13,000.00	12,000.01
ATFBp8	3,495.00	4,000.00	4,000.00	+11.5	1,500.00	4,150.00	5,095.4	29	4,000.00	3,495.00
BTAS	120,000.00	134,000.00	120,000.00	-9.1	90,000.00	157,500.00	29,100.4	90	134,000.00	120,000.00
CCBN	1,900.00	1,995.00	1,900.00	-3.6	510.02	2,012.50	11,891.8	64	1,995.00	1,900.00
CHFM	1,500.75	1,500.75	1,500.75		600.00	1,500.75	4.6	1	1,500.75	1,500.75
CSBN	6,000.01	7,000.00	7,000.00	+5.1	3,100.00	7,217.00	430.2	4	7,000.00	6,000.01
CSBNp	2,650.00	2,800.00	2,650.00	-5.4	600.00	3,505.00	937.5	12	2,800.00	2,650.00
EXBN	3,099.99	3,300.00	3,100.00	-7.0	2,000.00	3,700.00	2,773.9	8	3,300.00	3,099.99
EXBNp	1,100.00	1,915.00	1,900.00	+57.3	1,100.00	1,915.00	9,525.4	23	1,915.00	1,100.00
GB_KZMS	3,047.50	3,047.50	3,047.50		3,047.50	3,530.00	12.7	1	3,047.50	3,047.50
HSBK	679.99	740.00	679.99	0	260.00	781.00	513.1	15	740.00	679.99
KIBN	531.00	531.00	531.00	0	150.00	1,150.00	4.6	2	531.00	531.00
KKGB	1,235.00	1,305.00	1,260.00	-2.3	250.00	1,550.00	1,124.0	26	1,305.00	1,235.00
KKGBp	310.00	345.00	315.00	+5.0	100.00	600.00	1,603.6	27	345.00	310.00
KZIS	69,000.00	73,600.00	73,600.00	+16.8	26,000.01	75,000.00	63.5	2	73,600.00	747.50
KZTK	48,000.00	50,500.00	50,000.00	+2.0	23,502.00	55,000.00	613.1	34	51,000.00	48,000.00
KZTKp	22,800.00	23,500.00	23,500.00	0	8,950.00	27,100.00	260.1	13	25,000.00	22,800.00
MMGZp	10,000.00	10,000.00	10,000.00		7,000.00	19,500.00	49.5	1	10,000.00	10,000.00
NFBN	3,347.50	3,380.97	3,380.97	-27.2	1,321.00	7,622.50	2,090.6	6	3,500.00	3,347.50
NRBN	29,000.00	52,300.00	29,000.00	-36.3	29,000.00	62,250.00	412.5	11	52,300.00	29,000.00
NRBNp6	22,000.00	22,000.00	22,000.00	-13.0	22,000.00	40,000.00	3.5	1	22,000.00	22,000.00
ORDB	4,380.00	4,600.00	4,600.00		2,841.85	4,600.00	1,097.9	8	4,600.00	4,380.00
PDES	1,002.00	1,010.00	1,002.00	-3.3	655.00	1,432.40	2,734.2	6	1,005.00	1,002.00
RAHT	1,000.00	3,000.00	1,000.00		600.00	3,500.00	282.4	2	3,299.99	580.00
RDGZ	14,000.00	14,890.00	14,315.00	-3.9	11,260.00	18,399.99	826.3	17	14,890.00	14,000.00
TEBN	6,000.01	7,000.00	6,900.00	+4.5	2,100.00	7,000.00	524.0	12	7,000.00	6,000.01
TEBNp	2,150.00	3,300.00	3,300.00	+60.2	1,073.75	3,300.00	1,575.8	47	3,300.00	2,000.00
TSBN	2,850.00	3,105.00	3,000.00	0	1,510.00	4,550.00	407.0	9	3,105.00	2,850.00
TSBNp	2,415.00	2,415.00	2,415.00		1,000.00	2,415.00	20.1	1	2,415.00	2,415.00
<b>32</b>							<b>77,308.5</b>	<b>512</b>		

**Notes:** Trends are given relative to the last deal of the previous month (April 9 – May 8, 2007). If deals were not made in the previous month the trend is not calculated. Full list of issuers' symbols is available at [http://www.kase.kz/instruments/nzb\\_code.htm](http://www.kase.kz/instruments/nzb_code.htm)

## CORPORATE BOND MARKET

### News of corporate bond market

Since May 15, 2007 the following bonds have been included in the representative list for calculation of KASE\_BC, KASE\_BP and KASE\_BY indexes:

- bonds **KZPC1Y05C285** (KASE's category "A" official list, KAF1b1; KZT1,000, KZT3.0 bn; December 28, 06 – December 28, 11, semi annual coupon indexed on inflation rate, 8.50% APR for the first coupon period, 30/360) of **KazAgroFinance JSC** (Astana);
- bonds **KZ2CKY05B976** (KASE's category "A" official list, KDTsb1, KZT1,000; KZT5.0 bn; April 3, 07 – April 3, 12; semi annual coupon indexed on inflation rate, 9.50% APR for the current period; 30/360) of **Kedentransservice JSC** (Almaty).

After the decision was made, out of 190 corporate bonds, currently included in KASE's official "A" listing category, **162 securities** are in the representative list for the mentioned indexes calculation.

### Primary market sector

No deals were made in this sector of KASE during the analyzed period. No offerings were made.

### Secondary market sector (purchase and sale)

A total of 49 deals amounting to \$33,635.1 th. or KZT4,033.1 m. were made in bonds during the analyzed period on KASE. In comparison with the previous period (May 3-8, 54 deals, \$26,941.8 th. or KZT3,155.5 m.), turnover of the sector has increased by 27.0%. At that volume of nego deals made on KASE made 2.0% in quantitative and 10.6% in volumetric expressions. On the previous week the given indicators made 1.9% and 0.0001%.

During the analyzed period deals were made by KASE's 20 (20) members on 26 (24) instruments. At that, 17.3% (25.4%) of gross turnover – 34.4% (50.8%) on purchase operations and 0.3% (0%) on sale operations had left through accounts of pension market subjects. Through the accounts of depot, registered on physical persons, for the week had left 39.9% (8.7%) of the exchange's gross-turnover of corporate bonds – 20.0% (0.6%) - on purchase operations and 59.8% (16.7%) - on sale operations.

By the totals of the period weighted average daily net prices of 15 bonds grew on the opened market, prices of 9 bonds – fell, prices of ASF1b12 and GLOTb2 were nothing to compare with, because these instruments were traded on KASE at first time. ORNKb1 (+9.0%), VITAb5 (8.8%) and BTASb7 (+6.3%), seemed re-bought, while no any bond seemed re-sold. Yield to maturity for buyer on deals' made decreased of 10 bonds, increased – of 14.

Detailed data on corporate bond market is given in trades results table.

### Results of bond trades on KASE, including STF of RFCA within May 10-16 (only on data of deals, made on secondary market of KASE by the methods of opened deals)

Bond code on KASE	Yield to maturity for a buyer, % APR:						Volume of deals th. USD	Number of deals	Best for the period:	
			on the last deal:		for last 365 days:				bid	offer
	min.	max.	yield	trend	min.	max.				
ALLZb1	10.50	10.50	10.50	0	10.00	10.50	1,069.0	2	10.00	10.50
ASBNb3	10.50	10.50	10.50	+1.00	8.80	11.80	15.5	1	10.50	10.50
ASBNb4	9.30	10.00	10.00		8.00	11.50	47.4	3	9.30	10.00
ASBNb5	8.50	9.30	9.30	+1.30	8.00	9.30	47.1	3	8.50	9.30
ASBNb7	8.50	8.76	8.50	-0.51	8.50	9.01	10,094.0	2	8.50	8.76
ASF1b12	9.90	9.90	9.90		9.90	9.90	3,618.2	1	9.00	9.90
BTA1b4	8.80	8.80	8.80		8.20	9.73	16.6	1	8.80	8.80
BTASb7	7.00	7.00	7.00	-0.50	6.85	8.60	2,777.2	1	7.00	8.00
CCBNb14	8.49	8.49	8.49	-0.01	8.49	8.50	278.5	1	8.49	8.49
CCBNb3	9.00	9.00	9.00		8.50	9.00	40.0	1	9.00	9.00
EUBNb3	9.50	9.50	9.50	+0.20	8.00	9.70	3,318.7	2	9.50	9.50
GLOTb2	10.00	10.00	10.00		10.00	10.00	42.2	1	10.00	10.00
ISKEb1	12.00	12.00	12.00		12.00	12.00	1,075.4	1	12.00	12.00
KAF1b1	8.30	8.30	8.30	-0.20	8.30	8.50	45.2	2	8.30	8.30
KATrb1	11.50	12.00	12.00	+0.50	10.00	13.00	184.1	2	11.50	12.00
KAZ1b1	11.00	11.00	11.00		10.00	11.13	2,090.5	7	11.00	11.00
KAZ1b2	10.30	10.30	10.30	0	10.10	10.50	17.8	1	10.30	10.30
ORKNb1	10.99	12.00	10.99	-3.15	10.00	14.14	962.2	2	10.99	12.00
TEBNb9	9.00	9.00	9.00		8.80	9.05	2,090.6	4	9.00	9.00
TSBNb1	8.50	8.50	8.50	+0.09	8.41	10.25	135.5	2	8.50	8.50
TSBNb5	10.00	10.00	10.00		10.00	10.52	84.0	1	10.00	10.00
TSBNb6	9.50	9.50	9.50	-0.50	8.00	10.20	1,007.6	1	9.50	9.50
TSSMb1	10.50	10.50	10.50	+0.06	8.80	10.50	17.7	1	10.50	10.50
TXBNb2	8.76	9.90	9.20	-0.80	8.70	11.00	161.8	3	8.00	9.90
VITAb4	10.15	10.15	10.15	-1.25	8.80	11.80	830.2	1	10.15	10.15
VITAb5	9.50	9.50	9.50	-1.90	9.12	11.40	19.3	1	9.50	9.50
26							30,086.6	48		

Notes: Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous month (April 9 – May 8, 2007). If deals were not made in the previous month the trend is not calculated. Full list of issuers symbols is available at [http://www.kase.kz/instruments/nzb\\_code.htm](http://www.kase.kz/instruments/nzb_code.htm)

## GOVERNMENT SECURITIES (GS) SECTOR

### Primary market sector

**On May 10 the repeated auction for offering** of governmental long-term treasury liabilities **MEUKAM-84 of the first issue** (KZKDKY070016, MUM084\_0001; KZT1,000, KZT71.4 m, March 14, 07 – March 14, 14, annual coupon 6.75% APR, 30/360), were held in trade system of KASE by method of specialized trades, on which the Ministry of finance by scheme was planned to offer 16,500,000 bonds.. One of Kazakhstan STB participated in trades. He had submitted 3 limited bids, from which to the time expired 2 orders had left active. The total volume of active bids volume of demand) made **1,500,000 bonds to the sum of borrowing KZT508,958,000.00** (9.1% from offered volume. Minimal net price in active orders made 98.6990% (6.9900% APR), maximal – 99.9713% (6.7500% APR), average weighted – 99.5472% (6.8293% APR). **By results of trades the issuer had satisfied the whole demand.** All deals were executed. Actual volume of pointed issue after offering made 1,571,428 bonds.

**On May 16** Ministry of finance of Republic of Kazakhstan tried to offer additionally in the exchange's trade system by method of specialized trades the governmental middle-term treasury liabilities **MEOKAM-72 of the fourth issue** (KZK2KY060046, MOM072.004; KZT1,000, KZT5,077.0 m, October 10, 03 – October 7, 09, semi annual coupon 6.39% APR, actual/365). On the trades according to scheme T+0 the ministry of finance was planned to offer 15,500,000 bonds. 5 primary dealers participated in trades and had submitted 13 bids (12 limited and 1 market). From them to the time expired 10 orders remind active (9 limited and 1 market). Total volume of active bids (volume of demand) made KZT4,309,200,000.00 (28.4% from offered volume of bonds). Net price in limited and active to the moment of expiration of period of bids giving varied from 96.5405% (8.0000% APR) to 98.6665% (7.0000% APR), and in average weighted expression made 97.2732% (7.6511% APR). According to the message of Ministry of finance **“in connection with unsatisfactory formed price on submitted bids” trades were considered frustrated.**

### Secondary market sector (purchase - sale)

In the analyzed period total volume of 29 deals made on KASE made KZT8,132.8 m. (\$67.8 m.). In the last period (May 3-9) the turnover of the given sector had reached KZT12,522.7 m. or \$105.1 m. with 22 deals. Both in analyzed and previous period all purchase and sale deals with GS in Kazakhstan were made within KASE's trade system.

More detailed data about exchange's trades are given in the table (in parenthesis are given the comparable indicators of the previous period).

#### Parameters of Exchange's transactions in GS within May 10-16

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.				Volume,	
	min	max	last deal	weighted average	m. tenge discounted	Number of deals
<b>Discounted (KZT): National Bank's notes</b>			<b>60.7% (51.9%) of purchase and sale sector's turnover</b>			
8 - 14	4.69	4.69	4.69	4.69 ( -)	150.8	1
15 - 28	4.71	5.40	4.71	5.27 (4.98)	615.4	2
57 - 63	5.45	5.45	5.45	5.45 ( -)	11.5	1
64 - 91	5.40	5.40	5.40	5.40 (5.43)	148.6	1
92 - 181	5.80	5.80	5.80	5.80 ( -)	3,916.6	2
182 - 364	6.50	6.50	6.50	6.50 ( -)	94.0	2
Total					<b>4,936.9 (6,502.2)</b>	<b>9 (10)</b>
<b>Coupon (KZT): MEOKAM- 36, 48, 60, 72, 84; MEUKAM-96,120</b>			<b>39.3% (48.1%) of purchase and sale sector's turnover</b>			
less 730	3.35	6.20	3.35	4.03 (6.18)	1,086.0	8
731 - 1095	-0.72	6.19	6.18	1.18 (6.11)	1,067.7	6
1096 - 1460	6.10	6.27	6.12	6.19 (0.00)	288.3	3
more 2191	4.30	5.50	5.50	5.26 (5.51)	754.0	3
Total					<b>3,195.9 (6,020.5)</b>	<b>20 (12)</b>
<b>GRANDTOTAL</b>					<b>8,132.8 (12,522.7)</b>	<b>29 (22)</b>

#### Prepared by IRBIS Information agency of financial markets

67, Aiteke bi str., Almaty, Kazakhstan; info@kase.kz; tel.: 720117, fax: 720670

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