

WEEK OF STOCK MARKET OF KAZAKHSTAN

October 18 - 24

US dollar = 148.00 tenge at official rate for the end of the period

US dollar = 148.07 tenge at weighted average rate of the Exchange for the end of the period

Weekly rate of tenge devaluation – 2.32% APR

Money market rates as of October 24 and weekly changes

Term	Currency	Rate	Trend
Repo opening at KASE (WA, % APR)			
1 day	KZT	5.58	+2.14%
4 days	KZT	5.20	–
14-15 days	KZT	7.50	+0.50%
26 days	KZT	7.00	–
30 days	KZT	6.90	–
KIBOR (indicative, % APR)			
1 week	KZT	7.33	+0.43
2 weeks	KZT	8.33	+0.53
1 month	KZT	9.33	+0.63
2 months	KZT	10.25	+0.55
3 months	KZT	11.00	+0.80

Stock market indicators as of October 24 and their weekly change

Index	Value	Trend
Shares of "A" listing		
KASE Shares	104.3698	+0.28%
Corporate bonds of "A" listing		
KASE_BP	116.93	+0.31%
KASE_BC	103.25	+0.10%
KASE_BY	10.92	-0.27%
Euronotes of Kazakhstan		
KASE_EP	130.93	+0.20%
KASE_EC	113.32	+0.08%
KASE_EY	6.59	-0.70%

Investment attractiveness of stock exchange instruments from October 18 through 24

Financial instrument	Currency	Yield, % APR	Volume of deals, KZT m	Volume of deals, USD m
Instruments denominated in national currency, tenge				
MEOKAM, MEAKAM	KZT	9.81 (8.69)	2,305.2 (1,882.4)	15,571.6 (12,718.9)
MEKKAM, notes	KZT	*5.70 (*5.67)	302.3 (491.7)	2,042.2 (3,323.0)
GS Repo	KZT	*5.17 (*4.33)	13,329.9 (13,871.4)	90,038.3 (93,720.9)
Instruments indexed to the US dollar				
SMGZb1	USD	13.00 (13.00)	0 (0)	0 (0)
KARMb1	USD	12.05 (11.51)	1.5 (0.5)	10.2 (3.1)
VITAb2	USD	12.50 (12.50)	0 (0)	0 (0)
ALKSb2	USD	11.99 (11.99)	0 (0)	0 (0)
VTBNb1	USD	11.49 (11.50)	52.2 (89.3)	352.8 (603.5)
CCBNb1	USD	11.07 (11.07)	0 (0)	0 (0)
RGBRb2	USD	11.00 (11.00)	0 (0)	0 (0)
KZASb1	USD	11.00 (11.00)	0 (0)	0 (0)
TEBNb2	USD	10.89 (10.89)	0 (0)	0 (0)
BTASb1	USD	10.70 (10.70)	0 (0)	0 (0)
ASFib1	USD	10.50 (10.50)	0 (0)	0 (0)
TEBNb	USD	10.50 (10.50)	0 (0)	0 (0)
TMJLb2	USD	10.00 (9.50)	28.9 (51.1)	195.0 (345.1)
KZTOb	USD	9.28 (9.24)	7.4 (29.4)	49.8 (198.5)
Repo HЦБ	USD	*8.97 (*10.67)	904.6 (247.9)	6,109.7 (1,676.0)
SYRGb1	USD	8.50 (8.50)	0 (0)	0 (0)
VKU036.001	USD	8.41 (8.40)	117.2 (116.1)	791.7 (784.5)
ARU060.003	USD	8.35 (8.35)	0 (0)	0 (0)
HSBKb	USD	8.35 (8.36)	0 (0)	0 (0)
KZOLb	USD	8.26 (8.08)	30.8 (30.7)	207.8 (207.4)
ARU024.002	USD	7.43 (7.44)	0 (0)	0 (0)
ASU012.002	USD	5.21 (5.28)	0 (0)	0 (0)

Financial instrument	Currency	Yield, % APR	Volume of deals, KZT m	Volume of deals, USD m
Instruments denominated in US dollars				
BTASe1	USD	10.85 (10.85)	0 (0)	0 (0)
KZTOe1	USD	10.13 (10.14)	214.2 (434.2)	1,446.6 (2,934.3)
KKGBe2	USD	9.20 (9.20)	0 (0)	0 (0)
ENU07.05	USD	6.94 (6.97)	325.5 (893.0)	2,199.4 (6,033.9)
ENU04.10	USD	6.42 (6.46)	898.7 (35.5)	6,069.7 (239.4)
ENU02.10	USD	5.49 (-)	7.6 (0)	51.5 (0)
Supranational bonds	DEM	3.86 (3.92)	0 (0)	0 (0)
Supranational bonds	USD	2.02 (2.08)	0 (0)	0 (0)

The yields at which the deals have been made (volume of deals is not zero) are calculated as average of the deals, for other corporate bonds – as average of offer bids. The correspondent ratio of last week is given in the parentheses. Securities marked by an asterisk are the instruments with less than a year circulation term (for them effective weighted average rate is given).

THE CORPORATE SECURITIES SECTOR (CS)

In CS purchase-sale sector of KASE a total of 23 deals were concluded amounting to **\$4,109.3 th.** (KZT608.4m). Compared to previous week (15 deals, \$4,291.9 th., or KZT635.1m) the sector's turnover decreased by 4.3%, though it is still relatively high.

As against previous week, the participants of the trades were working not only with the bonds, but paid enough attention to the shares of Kazakhstani companies. A total of 11 instruments were used to make deals, of this number 4 were shares. The most traded, based on the volumes of deals, were this type of securities (common shares of Bank TuranAlem OJSC, which was controlling 35.9% of the sector's turnover). Two most interesting tendencies of the week were developing around the shares.

The first one is the growth of bid prices of common (KZMS) and preferred (KZMSp) shares of **Corporation Kazakhmys OJSC** (Jezkazgan). Till October 17 the market-maker of these shares at the Exchange, R.G. Securities LLP (Almaty) maintained bid price at \$12.00 (KZMS) and \$5.00 (KZMSp) per share. On following days the market-maker began increasing the prices regularly, and on Wednesday it reached \$16.00 and \$9.00, respectively. Thus, now the value of KZMS rose by 33% relative to last Wednesday, and KZMSp – by 80%. The main factor that influences the behavior of the market-maker, is the need of R.G. Securities LLP in shares of Corporation Kazakhmys OJSC, since it has to put out both bid and ask prices. Now, only bid prices are put out since R.G. Securities LLP has no sufficient amount of securities to put out a regular ask prices in the trade system of KASE. "We will raise bid prices of shares until they are sold to us", said general director of R.G. Securities LLP, Erbolat Baiganin to IRBIS. On other hand, the absence of deals made at the prices of the market-maker indicate that until now the shares of the biggest copper producer of Kazakhstan have been underestimated on organized stock market of the country. Therefore, the actions taken by the market-maker of KZMS and KZMSp are actually aimed at reaching a true market value of the shares and it is even more important before the sales of state blocks of shares scheduled by the Ministry of Finance on November 19 and 20.

Yet the dynamics of the KZMS and KZMSp quotations is not affecting the KASE_Shares index (see the table at the beginning of review), since these shares were not admitted by the Exchange to respective lists used to calculated the indexes due to the absence of ask prices.

The second interesting tendency of the week was developing around **preferred shares of Kazakhtelecom** (Astana). These shares (KZ1P12280412, trade code at KASE – KZTKp), which are in official list of KASE securities under category "A", give a guaranteed annual dividend of at least 30% of their face value, which is KZT1,000.00. This year weighted average value of the shares, based on the deals made at the Exchange, varied from \$2.640 to \$13.061 per share by the results of trading day. During the first half of the year it fluctuated without any clear trend in a wide range from \$8.0 to \$11.0. Beginning from June the fluctuation range narrowed sharply, and after the stabilization in June around at \$11.55 the value of a share is constantly increasing. By the results of the trades held on Tuesday, October 23, when Kazakhstanskaya pravda newspaper published the information regarding the intention of Kazakhtelecom to hold special trades to convert preferred shares into coupon bonds (KZ2CUIY03A347; official list of KASE securities of category "A"; KZTKb1; \$100; \$25.0m; March 13.01 - March 13.04; semiannual coupon at 10% APR) from November 26 to December 5, the value of KZTKp reached its maximum for this year. By the last deal it equaled \$13.50 per share. Weighted average of the day – \$13.061, is also a record high for the year. Only once the value of KZTKp went beyond that limit on May 12, 2000, when a block of 3,793 shares were sold at \$14.360 per share. IRBIS analysts also assume that during the remaining month till the beginning of the special trades, the market of KZTKp may get active and brokers may start playing bullish with these shares.

Resulting weekly growth of KZTKp value by 5.5%, along with increase in value of common shares of Bank TuranAlem OJSC by 2.2% resulted in a noticeable increase in total capitalization of the companies, whose shares are traded on Kazakhstani stock market. In a week this figure increased by \$2.88m to **\$902.0m**, or KZT133.5m at KZT/USD rate of the Exchange effective on October 24.

On corporate bonds market the growth trend of the yields, which was observed in last month, did not developed any further thanks to the deals made in last two weeks. Yield of KARMB1 grew from 11.5106% to 12.0543%, KZOLb – from 8.1002% to 8.2231%, KZTOb – from 9.2187% to 9.2797%, TMJLb2 – from 9.4966% to 10.00% APR. On this background the yield of KZTOe1 fell from 10.1941% to 9.9880%, VITAb2 – from 13.4926% to 11.0101%, VTBnb1 – from 11.4961% to 11.4948% APR. The key moment that affected the dynamics of KASE_B indexes was the change in value of KazTransOil CJSC (Astana) first issue euronotes which were the second most traded securities on the trade floor (35.2% of sector's turnover) and control the significant portion of the market capitalization. The growth of their prices led to a sharp decline in KASE_BY index on October 24 forcing weekly change of the indicator to be negative (see the table at the beginning of the review). However, taking into account insignificant volume of deals made under increasing values, the KASE_BY decline is considered by IRBIS specialists local.

The capitalization of bonds market of the Exchange based on the best bid prices, which are regularly put out by the market-makers of these securities at the Exchange, was fixed at **\$528.6m** or KZT78,271.2bn as of October 24. In nominal terms (total face value of the bonds that were admitted into trade lists of KASE) is estimated at \$585.0m or KZT86,623.8m as of the check date.

Another feature of the week in this sector is the great proportion of direct deals, which implies that active redistribution of securities and money is taking place on the market.

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 October 18 through 24

USD per share, unless otherwise specified							
Issuer	Securities	Last price	WA price	Volume, #	Volume, USD th.	Best bid	Best offer
Almaty Kus OJSC	ALKS			0	0	0.1540	0.3080
Almaty Kus OJSC	ALKSp			0	0	0.0900	0.1700
Almaty Kus OJSC	ALKSp3			0	0	0.0680	0.0700
CNPC-Aktobemunaigas OJSC	AMGZ			0	0	*6.00	
CNPC-Aktobemunaigas OJSC	AMGZp	*17.50		0	0	*2.50	
Astana-finance OJSC	ASFI	*10.000		0	0	5.000	10.000
AMB OJSC	ATFBp	6.760		0	0	6.750	6.820
Bank TuranAlem OJSC	BTAS	*75.79	75.77	19,445	1,473.4	80.00	75.77
Bank CenterCredit OJSC	CCBN	1.4370		0	0	1.1485	1.3845
Halyk Bank of Kazakhstan OJSC	HSBK	1.2200		0	0	0.6100	1.2200
KAZKOMMERTSBANK OJSC	KKGB	*0.4500		0	0	0.2000	0.4000
Kaztorgtehnika OJSC	KTTH	*36.6000	36.6000	4,061	148.6	36.6000	36.6000
Corporation Kazakhmys OJSC	KZMS	*11.970		0	0	16.000	
Corporation Kazakhmys OJSC	KZMSp	*4.710		0	0	9.000	
Kazakhtelecom	KZTK	17.030		0	0	12.000	17.000
Kazakhtelecom	KZTKp	*13.500	13.061	894	11.7	13.500	12.000
Raushan OJSC	RAUS			0	0		*4.1500
SHNOS OJSC	SYRG	1.6300		0	0	1.5500	
Temirbank OJSC	TEBN	*1.095		0	0	2.340	6.750
Temirbank OJSC	TEBNp			0	0	3.375	6.750
UKTMK OJSC	UTMK	35.000		0	0	20.000	40.000
UKTMK OJSC	UTMKp	25.0000		0	0	23.0000	46.0000
VALUT-TRANZIT BANK OJSC	VTBN	2.5480		0	0	1.4864	2.8365
VALUT-TRANZIT BANK OJSC	VTBNp	2.3033		0	0	1.7566	3.1404
Zerde OJSC	ZERD	*0.0095	0.0088	305,000	2.7	*0.0095	0.0074
TOTAL	25			329,400	1,636.4		

Results of the trades in bonds from October 18 through 24

% APR till maturity, unless otherwise specified							
Issuer	Code	Currency	Last	WA	Volume, th. USD	Best bid	Best offer
Almaty Kus OJSC	ALKSb2	USD	12.0000		0	12.5623	11.9946
Astana-finance OJSC	ASFib1	USD	10.4985		0	11.0000	10.5036
Bank TuranAlem OJSC	BTASb1	USD	11.2037		0	11.1977	10.7004
TuranAlem Finance B.V.	BTASe1	USD			0	12.1514	10.8470
Bank CenterCredit OJSC	CCBNb1	USD	11.4988		0	11.9881	11.0700
Halyk Bank of Kazakhstan OJSC	HSBKb	USD	11.0000		0	13.5000	8.3483
Karazhanbasmunai OJSC	KARMB1	USD	12.0543	12.0543	10.2	12.0543	12.0556
KAZKOMMERTSBANK OJSC	KKGBe2	USD			0	11.2025	9.2026
DAGOK Kustanaiasbest OJSC	KZASb1	USD	11.7958		0	11.9951	11.0023
NOC Kazakhoil CJSC	KZOLb	USD	8.2231	8.2637	207.8	8.2231	8.3043
NOTC KazTransOil CJSC	KZTOb	USD	9.2797	9.2797	49.8	9.2797	9.3604
NOTC KazTransOil CJSC	KZTOe1	USD	9.9880	10.1280	1,446.6	9.9880	10.1844
RG Brands OJSC	RGBRb2	USD	12.4999		0	11.9995	11.0000

Issuer	Code	Currency	Last	WA Volume, th. USD	Best bid	Best offer
SHAHARMUNAIGAS OJSC	SMGZb1	USD	13.5162	0	19.0046	12.9981
SHNOS OJSC	SYRGb1	USD		0	11.9964	8.5031
Temirbank OJSC	TEBNb	USD	10.4964	0	10.9040	10.4998
Temirbank OJSC	TEBNb2	USD	11.0000	0	11.2067	10.8905
Kazakhstan Temir Joly	TMJLb2	USD	10.0000	10.0000	195.0	10.0000
VITA LLP	VITAb2	USD	*11.0101	12.0049	210.8	11.0101
VALUT-TRANZIT BANK OJSC	VTBNb1	USD	11.4948	11.4948	352.8	11.4948
TOTAL	20				2,472.9	

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

In the repo sector of CS a total of 18 deals were made amounting **\$13,098.9 th.** (KZT1,939.4m). Of this number, 5 deals (\$6,109.7 th.) were repo opening deals and 13 (\$6,989.3 th.) – closing deals. Volume of deals in previous week did not exceed \$2,768.0 th. (KZT409.5m) and it also confirms the assumption made above regarding the active redistribution of capital on the market during this period.

In all CS trade floors of KASE (including initial additional offering) a total of 41 deals were concluded in 3,154,785 securities amounting to **\$17,208.2 th.** (KZT2,547.8m). Last week volume of 24 deals equaled \$7,059.9 th. (KZT1,044.6m).

Changes in trade lists

Based on the conclusion of the Listing commission of Kazakhstan Stock Exchange (KASE), and on the basis of the decision of the Board of KASE **from October 23, 2001** following securities are admitted to the Non-listed securities sector under second admittance level:

- common inscribed (KZ1C27930428, trade code – KTTH, quantity – 128,350, face value – KZT40.00) shares of **Kaztorgtehnika OJSC** (Almaty; repair, mounting and tuning of all trading and technological, refrigerator and other equipment);
- common inscribed (KZ1C400420X5, trade code – VSHR, quantity – 605,925) shares of **VOSTOKSHAHTOSTROI OJSC** (VSHS OJSC, Oskemen; design, construction and exploitation of industrial explosive, fire and mountain works, lifting constructions; design, manufacturing, mounting and repair of chemical, drilling and other equipment; production and processing of mineral resources; issued and paid capital is KZT80,790,000.00).

These securities should be quoted in the trade system of KASE in U.S. dollars with four digit accuracy. By the decision of the Board of KASE, also the VSHR shares of VSHS OJSC should be removed from the securities list of the Exchange.

SECTOR OF GOVERNMENT SECURITIES (GS)

In GS purchase and sale sector of KASE (including euronotes of Kazakhstan and supranational bonds) a total volume of 51 deals reached **KZT3,956.6m** (\$26,725.8 th.). Last week the turnover equaled KZT3,418.7m with 80 deals made. The figures shown in the table does not imply about significant changes in volume of the market or its turnover structure. The only feature is a noticeable decline in yields of second issue euronotes of Kazakhstan which had an important influence on the movements of KASE_E indexes given at the beginning of the review.

Parameters of stock exchange transactions in GS from October 18 through 24

(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 GS (KZT): notes, MEKKAM-12				7.6% (14.4%) of purchase and sale sector's turnover		
8 - 14	5.48	5.52	5.52	5.51 (-)	240.1	2
15 - 28	5.20	5.21	5.20	5.21 (5.67)	33.9	4
43 - 56	5.32	5.32	5.32	5.32 (5.26)	6.7	1
64 - 91	5.57	9.03	5.57	6.66 (-)	21.7	2
Total					302.4 (491.7)	9 (18)
Coupon GS (KZT): MEOKAM-24, 36, 48, 60, MEAKAM				58.3% (55.1%) of purchase and sale sector's turnover		
less than 730	7.00	9.03	9.03	8.01 (8.42)	657.74	11
731 - 1,095	8.35	9.00	8.99	8.81 (8.97)	167.21	10

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, mln tenge discounted	Number of deals
	min	max	last deal	weighted average		
1,096 - 1,460	7.50	8.50	7.50	8.00 (-)	175.66	2
1,461 - 1,825	7.50	8.50	7.50	8.16 (-)	181.67	3
more than 2191	11.35	11.86	11.86	11.56 (-)	1,122.96	3
Total					2,305.2 (1,882.4)	29 (45)
Coupon bonds (USD/KZT): VKU				3.0% (3.4%) of purchase and sale sector's turnover		
731 - 1,095	8.37	8.41	8.41	8.41 (8.40)	117.2	3
Total					117.2 (116.1)	3 (1)
Euronotes of Kazakhstan (USD)				31.1% (27.2%) of purchase and sale sector's turnover		
*344	5.49	5.49	5.49	5.49 (6.46)	7.6	1
**1,074 - 1,080	6.33	6.61	6.41	6.42 (-)	898.7	7
***2,002 - 2,003	6.85	6.95	6.85	6.94 (6.97)	325.5	2
Total					1,231.9 (928.5)	10 (16)
GRANDTOTAL					3,956.6 (3,418.7)	51 (80)

Notes: for euronotes (* - second issue, ** - third issue, *** - fourth issue) volumes of the deals are calculated at weighted average USD/KZT rate of the Exchange, over domestic devaluation indexed bonds - official exchange rate; yield over coupon bonds are shown at semiannual basis.

In GS repo sector 232 deals for a total of KZT24,725.3m were made during the period. Of this number 123 deals (for KZT13,329.9m) were repo opening deals and 103 (KZT11,395.4m) were repo closing deals. Last period the turnover of this market sector equaled KZT26,047.5m. After closing of the trades on October 24 total amount of opened repo reached **KZT8,673.1m**.

Total of 283 deals amounting to **KZT28,681.9m** were made in **GS on all trade floors of KASE** during the week (purchase-sale and repo sector). A week ago volume of 269 deals equaled KZT29,466.2m.

INFORMATION ON COMPANIES

Bank TuranAlem OJSC (Almaty) provided the KASE with its financial statements for 9 months of 2001: balance sheet and income statement.

Comparable figures of financial and economic activities of Bank TuranAlem OJSC in 9 months of 2001

(in th. KZT, unless otherwise specified)

Ratio	As of Oct 1 '00	As of Oct 1 '01	Change, %
Authorized capital (less treasury stock)	11,245,500	12,870,230	+14.4
Shareholders' equity	8,453,766	12,848,126	+52.0
Total assets	75,554,576	135,969,896	+80.0
Liquid assets	21,797,305	40,243,321	+84.6
Loans granted (net)	46,190,278	86,717,653	+87.7
Liabilities, total	67,100,810	123,121,770	+83.5
Loans and deposits	59,406,774	116,356,969	+95.9
Operating income	10,314,073	16,587,680	+60.8
General expenses	8,976,942	14,652,783	+63.2
Net income of the period	1,337,131	1,934,897	+44.7
Book value of 1 share, tenge	7,517.47	9,982.83	+32.8

Compared to 9 months of 2000 **growth** took place in: **shareholders' equity** of the company – by KZT4.4bn as a result of floatation of second issue shares – by KZT1.6bn, increase of final amount of undistributed income – by KZT2.8bn, accumulations in funds and reserves – by KZT6.8m, additional capital – by KZT1.3m; **assets** – by KZT60.4bn, of which: increase in loan portfolio – by KZT40.5bn, securities in the bank's portfolio – by KZT5.0bn, correspondent account – by KZT15.4bn, while other assets decrease – by KZT564.5m; **liabilities** – by KZT56.0bn, which is caused by a growth in: deposits – by KZT49.8bn (emergent ones-by KZT42.9bn), credits attracted – by KZT2.9bn, while other liabilities decrease – by KZT929.2m; **operating income** – by KZT6.3bn; **expenses** – by KZT5.7bn; **Net income** of the bank for 9 months of 2001 equaled KZT1.9bn, which is KZT597.8m more than in similar period of 2000.

Dynamics of some parameters of Bank TuranAlem OJSC for year 2000 on quarterly, not accumulating sum basis

(in m KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Change, %	III-2000	Change, %
Change of deposits	14,570,324	-861,684	-105.9	34,862,005	+4,145.8
Operating income	5,187,054	5,404,729	+4.2	5,995,897	+10.9
Net income	677,338	976,211	+44.1	281,348	-71.2

KazTransOil CJSC informed the KASE that on October 23, 2001 the company paid the second coupon on its first issue inscribed coupon bonds (KZ73LAONAA35; official list of KASE securities of category "A"; trade code KZTOB; Oct 23.00 - Oct 23.03; \$100; \$30m; semiannual coupon at 9.0% APR, current market return 9.22%

APR). The payment is made in strict compliance with the servicing schedule of the debt. The press-release reads that the payment amount was an equivalent of \$1,350,000, which is KZT199,800,000.00 at current rate of the National Bank of Kazakhstan. Based on the amount of the coupon paid, the issue has been floated completely now.

Also, KazTransOil CJSC distributed a press-release where the dynamics of the company's budgetary payments in 9 months of this year is given. Particularly, it is said that during this period KazTransOil CJSC paid taxes and other mandatory payments to the budget and off-budgetary funds of Kazakhstan for a total of KZT7,349,809 th., which is 14.9% more than in similar period of 2000 (KZT6,398,087 th.). Income tax of legal entities and individuals equaled KZT2,144,921 th. and KZT887,752 th., respectively. In 6 months of 2001 these payments were at KZT1,368,988 th. and KZT507,425 th., respectively. The press-release reads social tax payments are steadily growing. In 9 months of this year they reached KZT1,270,075 th. (in I half of the year they were at KZT834,631 th.). Value added tax (VAT) amounted to KZT740,232 th. Also, in reporting year dividends were paid on state block of shares (including 15% tax) for a total of KZT743,169 th.

Almaty Kus OJSC (Chapaevo, Almaty region; production and sales of poultry goods), whose shares and bonds are trades at Kazakhstan Stock Exchange (KASE) within official list of the securities under category "A", informed the agency IRBIS that in order to ensure on time delivery of its products to the regions of the country, the company has signed a contract with the major transportation company, Intertruck Kazakhstan to supply and service a fleet of cargo trucks. Now, modern refrigerator trucks of the well-known brands (Volvo, Mercedes etc) will be delivering the best poultry products throughout Kazakhstan. Refrigerators are equipped to transport perishable products. Reliable trucks, built for intensive use, will let to supply several regions of Kazakhstan. Major routes will be: Astana, Almaty, Akmola, Kostanai, Pavlodar, Atyrau, Mangystau, South Kazakhstan and Eastern Kazakhstan regions. The contract has been signed under the strategic development plan of Almaty Kus OJSC in Kazakhstan.

Also, Almaty Kus OJSC informed that at the poultry farms of the company the first output was received from new highly productive Hy-Line chicken breed. The company informs that in November the output should reach 1m eggs, and 6m in December. It has been informed that Hy-Line breed was introduced by the Holland company Hy-Line International and it is considered one of the best in the world. Hy-Line is characterized by a high output, low expenses of mixed fodder, vitality degree and maximum adaptability. Almaty Kus OJSC has received a total of 437.4 th. new chickens: 17.4 th. from USA, 319.5 th. from Spain and 100.5 th. from Ukraine.

The management of Almaty Kus OJSC believes that apart from other things, stable production at the poultry farms of the company is ensured by Bio Check veterinary lab purchased by the company recently, which is considered one of the best in CIS. This lab and other modern equipment will allow Almaty Kus OJSC to control the condition of the chickens, quality of fodder and output volume.

Almaty Kus OJSC provided the KASE with its financial statements for 9 months of 2001: balance sheet and income statement.

Comparable figures of financial and economic activities of Almaty Kus OJSC in 9 months of 2001

Ratio	(in th. KZT, unless otherwise specified)		
	As of Oct 1 '00	As of Oct 1 '01	Change, %
Authorized capital (announced)	700,000	1,830,000	+161.4
Authorized capital (paid)	661,237	1,200,000	+81.5
Shareholders' equity	699,132	1,554,671	+122.4
Total assets	1,424,961	4,105,319	+188.1
Net working capital	55,834	2,701,525	+4,738.5
Accounts receivable	713,343	2,238,124	+213.8
Accounts payable	90,166	383,777	+325.6
Liabilities	725,829	2,550,648	+251.4
Sales	94,804	655,653	+591.6
Cost of goods sold	27,465	554,294	+1,918.2
Net income of the period	1,432	36,669	+2,460.7
Book value of 1 share, tenge	9.99	12.96	+29.7

Compared to 9 months of 2000 **growth** took place in: **shareholders' equity** of the company – by KZT855.5m as a result of an increase in paid part of authorized capital – by KZT538.8m, additional paid capital (sales of shares above face value) – by KZT274.9m, reserve capital – by KZT42.6m, with a decrease in final amount of undistributed income by KZT0.7m; **assets** – by KZT2.7bn, of which: accounts receivable (prepayment for supply of technological equipment and raw materials) – by KZT1.5bn, cash – by KZT841.6m, total incomplete capital investments – by KZT354.6m, other assets – by KZT207.6m, with a decrease in book value of fixed assets – by KZT245.6m; **liabilities** – by KZT1.8bn, which is caused by a floatation of second issue bonds for KZT2.0bn with a decrease in current liabilities by KZT169.4m; **sales** – by KZT560.8m; **cost of goods sold** – by KZT526.8m; **expenses of the period** – by KZT165.2m, or 3.7 times; **income from secondary activities** – by KZT165.4m, or 345 times; **Net income** of Almaty Kus OJSC for 9 months of 2001 equaled KZT36.7m, which is KZT35.2m or 25.6 times more than in similar period of 2000.

Dynamics of some parameters of Almaty Kus OJSC for III quarter of 2001 on quarterly, not accumulating sum basis

(in th. KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Change, %	III-2000	Change, %
Sales	53,178	290,919	447.1	311,556	7.1
Net income	2,245	9,670	330.7	24,754	156.0

Astana-finance OJSC (Astana; some banking services, investing, financing economic and social development projects of Astana, as well as other activities specified in the charter and licenses) provided the KASE with a copy of the license #25 issued by the National Bank of Kazakhstan to conduct transactions set by the banking legislature in tenge and foreign currency, dated August 6, 2001.

This license allows Astana-finance OJSC to conduct following transactions.

Banking transactions in tenge and foreign currency:

- lending activities: granting credits;
- trust transactions: management of money and securities in the interests and on behalf of the trustier – Closed joint stock company Kazakhstan Mortgage Company;
- issue bank guarantees to be met in monetary form;
- issue guarantees and other obligations for the third party to be met in monetary form.

Other transactions set by the banking legislature:

- leasing;
- issue of its own securities (except for shares);
- factoring: acquisition of payment requests from the buyers of goods (works, services) with the acceptance of the non-payment risk.

The rights associated with this license can not be transferred to third parties.

Also, the management of Astana-finance OJSC informed the KASE that international rating agency Moody's Investors Service Inc. (Moody's, New York) assigned Astana-finance OJSC "Ba3" credit rating with stable outlook.

Following is the original text of the message.

Limassol, October 23, 2001 -- Moody's announced today that it had assigned to Astana Finance the issuer rating of Ba3 (stable outlook). Moody's said that the rating is based on the important role Astana Finance is playing in the development of Kazakhstan's new capital Astana. The rating also takes into account strong ownership ties with the city of Astana, represented by the Administrative Council, and the high probability of support in case of need.

The issuer rating of Ba3 has been placed at the level of the rating assigned to the city of Astana reflecting Moody's belief that the municipality is firmly committed to supporting the bank, if necessary. The outlook for the Astana Finance's issuer rating of Ba3 is stable, reflecting the outlook for the city.

Astana Finance is headquartered in Astana and based on Kazakhstani accounting standards it had total assets of US\$92.5 million at December 31, 2000.

Astana-finance OJSC provided the KASE with its financial statements for 9 months of 2001: balance sheet and income statement.

Comparable figures of financial and economic activities of Astana-finance OJSC in 9 months of 2001

(in th. KZT, unless otherwise specified)

Ratio	As of	As of	Change, %
	Oct 1 '00	Oct 1 '01	
Authorized capital (issued)	3,100,000	2,000,000	-35.5
Authorized capital (paid)	1,546,728	1,831,387	+18.4
Shareholders' equity	1,409,697	2,221,599	+57.6
Total assets	14,542,980	9,275,631	-36.2
Accounts receivable	12,926,522	846,563	-88.0
Loan portfolio	5,873,663	6,250,881	+6.4
Liabilities, total	13,133,283	7,054,032	-46.3
Attracted loans	10,356,098	5,504,575	-46.8
Issued bonds	–	1,382,358	–

Ratio	As of	As of	Change,
	Oct 1 '00	Oct 1 '01	%
Accounts payable	2,777,185	155,115	-94.4
Operating income	6,986,166	780,508	-88.8
General expenses	7,303,197	717,057	-90.2
Net income (loss) for period	(317,031)	63,451	-
Book value of a share, tenge	911.41	1,213.07	+33.1

Compared to 9 months of 2000: **shareholders' equity** of the company increased by KZ811.9m as a result of an increase of final amount of undistributed income – by KZT382.7m, paid part of authorized capital – by KZT284.7m, reserve capital – by KZT144.5m; **assets** of company decreased by KZT5.3m, of which: accounts receivable – by KZT6.2m and other assets – by KZT153.5m while increase of balance value of fixed assets by KZT715.2m and loan portfolio – by KZT377.2m; **liabilities** decreased by KZT5.3m, which is caused by a repayment of long term credits by KZT4.9bn and accounts payable - by KZT2.6bn at floatation of bonds of the first issue in the amount of KZT1.4bn; **operating income** decreased by KZT6.2bn; **general expenses** decreased by KZT6.6bn; **Net income** of the company for 9 months of 2001 equaled KZT63.5m against KZT317.0m for similar period of 2000.

Dynamics of some parameters of Astana-finance OJSC for 2001 on quarterly, not accumulating sum basis

(in th. KZT, unless otherwise specified)

Ratio	I-2001	II-2001	Change, %	III-2001	Change, %
Attracted credits	249,616	-4,156,071	-1,765.0	17,423	+1,087.1
Loan portfolio	2,073,339	34,467	-98.3	1,177,977	+3,317.7
Operating income	276,136	247,995	-10.2	256,377	+3.4
Net income	13,353	96,726	+624.4	-46,628	-148.2

VALUT-TRANZIT BANK OJSC (Karagandy) informed KASE about finishing of transition to international standards and as a confirmation presented copy of draft law of Board of the National Bank of Kazakhstan. According to presented copy of draft law on October 8, 2001 after considering of request of the bank, the Board of the National Bank decided to admit VALUT-TRANZIT BANK OJSC as it performed requirement of Rules of transition of banks of secondary level to international standards, confirmed by resolution #292 of the National bank of Kazakhstan of December 12, 1996.

Also, VALUT-TRANZIT BANK OJSC informed KASE about accrued and paid dividends to preferred shares for the III quarter of 2001. Total amount of accrued dividends equaled KZT326,975.01, income tax – KZT32,226.53, paid to shareholders – KZT294,748.48. Thus, dividends per share equaled KZT8.5, rate – 17% APR.

VALUT-TRANZIT BANK OJSC also informed KASE about opening of a new (sixth) branch. The branch has been opened in Almaty on 25, Mametov St. The registration certificate #2080-1910-F-I of the branch as a legal entity was issued on August 29, 2001. Now, VALUT-TRANZIT BANK OJSC has 6 branches in Astana, Almaty, Kostanai, Pavlodar, Oskemen, Petropavlovsk and 54 settlement centers servicing legal entities and individuals in may regions of Kazakhstan.

VALUT-TRANZIT BANK OJSC provided the KASE with its financial statements for 9 months of 2001: balance sheet and income statement.

Comparable figures of financial and economic activities of VALUT-TRANZIT BANK OJSC in 9 months of 2001

(in th. KZT, unless otherwise specified)

Ratio	As of	As of	Change,
	Oct 1 '00	Oct 1 '01	%
Authorized capital (minus bought out securities)	1,000,000	1,299,560	+30.0
Shareholders' equity	5,446,354	8,248,089	+51.4
Total assets	514,660	945,469	+83.7
Liquid assets	4,259,650	6,320,541	+48.4
Credits given (net)	3,912,244	5,713,586	+46.0
Liabilities, total	3,862,457	4,847,550	+25.5
Loans and deposits	638,242	1,420,347	+122.5
Operating income	557,697	1,109,137	+98.9
General expenses	80,545	311,210	+286.4
Net income of the period	306.82	395.09	+28.8
Book value of a share, tenge	9.99	12.96	+29.7

Compared to 9 months of 2000 **growth** took place in: **shareholders' equity** of the bank – by KZT1.0bn as a result of a floatation of stocks of seventh issue – by KZT299.6m, an increase of additional capital – by KZT429.4m, net income for the period – by KZT230.7m, accumulations in funds and reserves - by KZT73.4m; **assets** – by KZT2.8bn, of which: net volume of loan portfolio – by KZT2.1bn, securities in portfolio of bank - by KZT642.1m, other assets – by KZT98.8m; **liabilities** – by KZT1.8bn, which is caused by attracted deposits in the amount of KZT1.3bn (72.0% of rise in liabilities) and other liabilities – by KZT504.8m; **operating income** –

by KZT782.1m; **expenses** – by KZT782.1m; **Net income** of VALUT-TRANZIT BANK OJSC for 9 months of 2001 equaled KZT311.2m, which is KZT230.7m or 3.9 times more than in similar period of 2000.

Dynamics of some parameters of Astana-finance OJSC for 2001 on quarterly, not accumulating sum basis

(in th. KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Change, %	III-2000	Change, %
Change in deposits	646,225	3,073,211	+375.6	-2,549,418	-183.0
Operating income	353,379	466,768	+32.1	600,200	+28.6
Net income	47,119	97,462	+106.8	166,629	+71.0

TEMIRBANK OJSC (Almaty) provided the KASE with copy of protocol of extraordinary General meeting of shareholders which took place on October 12, 2001. According to accepted day issue of the meeting shareholders of TEMIRBANK OJSC have made following decisions:

- not to increase volume of announced authorized capital because currently there is no need in capitalization of the bank;
- not to issue privileged stocks and not to make changes and amendments into the Charter of the bank;
- not to realize forth issue of bonds because currently two issues were made and the third is being prepared (total sum of liabilities on them will be USD24.9m);
- to confirm an increase of liabilities of the bank to USD50.0m and approve an attraction of syndicated loan in the amount of USD15.0m.

New members of the Counting commission in the amount of three people (Anesova G. K., Kerimbekov E. S., Sultanova N. B.) with delegation term three years were also approved at the meeting.

An auction on initial floatation of municipal coupon bonds of local authorities of Atyrau oblast of second (trade code – ARU024.002) and third (trade code – ARU060.003) issues was held on 25th of September of year 2001.

Atyrau oblast finance department presented to KASE data on performance of budget of Atyrau oblast for 9 months of year 2001 (second and third issue bonds are now in circulation at the Exchange after their partial floatation):

Performance of Atyrau oblast budget in 9 months of 2001

(in th. KZT, unless otherwise specified)

Article	Performance of budget for 9 months of year 2001		
	plan	actual	%
Inflows	37,807,376	37,511,301	99.2
REVENUES	37,683,244	37,441,852	99.4
Tax inflows	36,857,666	36,982,161	100.3
Non-tax inflows	710,938	347,215	48.8
Capital transactions	114,640	112,476	98.1
Repayment of credits given before from budget	124,132	69,449	55.9
Expenditures and crediting	47,126,918	40,725,400	86.4
EXPENDITURES	46,094,130	40,698,985	88.3
Common state services	513,306	398,439	77.6
Defense	212,901	164,312	77.2
Public security	399,082	298,228	74.7
Education	3,505,796	2,909,999	83.0
Health care	1,727,958	1,377,451	79.7
Social payments	1,411,188	1,026,145	72.7
Housing	4,946,015	3,593,931	72.7
Culture, sport and information	916,314	708,886	77.4
Agriculture and environment protection	198,191	130,454	65.8
Production and construction	57,500	20,600	35.8
Transport and communication	1,193,958	1,114,484	93.3
Other	2,907,708	901,690	31.0
Debt services	127,947	78,100	61.0
Official transfers (budget take-outs)	27,976,266	27,976,266	100.0
Crediting	1,032,868	26,415	2.6
Budget deficit	-9,319,622	-3,214,099	34.5

Article	Performance of budget for 9 months of year 2001		
	plan	actual	%
FINANCING OF BUDGET DEFICIT	9,319,622	-673,920	-
Inflow	3,725,760	31,017	0.8
Repayment	-705,036	-704,937	100.0
Usage of free residuals of budget means at the beginning of the year	6,298,898	-	-
For inquiry:			
Residuals of budget means	-	-3,888,019	-

KASE NEWS

On October 17 the State Property and Privatization Committee of the Ministry of Finance of Kazakhstan (Committee) announced the sales of **state blocks of Corporation Kazakhmys OJSC** (Jezkazgan; production and processing of minerals, production of cathode copper etc.) at KASE.

On November 19, 2001 the SBS consisting of 491,153 common inscribed shares (KZ1C44930010; official list of KASE securities under category "A"; trade code – KZMS; face value – KZT600) of the company, or 10.0% of the authorized capital of Corporation Kazakhmys OJSC will be put on sale. The block will be sold in a single lot. Based on the information of the Committee, only legal entities, not foreign investors will be allowed to the trades.

On November 20, 2001 the SBS consisting of 245,577 common inscribed shares of the company, or 5.0% of the authorized capital of Corporation Kazakhmys OJSC will be put on sale. The block will be sold in several lots. Based on the information of the Committee, this SBS can be purchased by using only the assets of accumulative pension funds of Kazakhstan.

National State Enterprise "Informatsionno-uchetnyi tsentr" (IUTS NSE, Almaty) under the State Committee of Kazakhstan on State Property is delegated to put these SBS on sale. Now KASE specialists are clarifying some matters regarding planned method of the trades, admittance of participants to the trades and other terms of the campaign. After the clarifications of all the matters the Exchange will give details of the trade specifications of SBS.

From November 26 through 30 and from December 3 through 5 specialized trades on exchange of privileged shares of Kazakhtelecom for its coupon bonds of first issue will be held at trade system of KASE.

Applications for trades will be accepted from 11:30AM to 5:00PM of Almaty time during days of trades. Only competitive (limited) applications, that have price for privileged share and exact amount of exchanging shares, can be accepted for trades. The price of applications is a price of one privileged share, expressed in USD with three decimal points.

An applicant before giving application is obliged to block exchanging shares at Central Depository of Securities CJSC (Almaty).

During mentioned period given to trades applications will be accumulated in trade system of KASE. After period of applies of Kazakhtelecom price of cutting is determined. All applications with given price of exchanging shares below or equal to cutting price will be satisfied.

Kazakhtelecom has a right to admit trades as not done in case if total amount of shares in satisfied applications is less than two third of total amount of registered privileged shares.

All settlements on trades should be conducted till December 6, 2001, 4:00PM of Almaty time. Owners of shares will get bonds with price USD102.28 (clean price – 99.9697% of nominal of bond) for the sum, calculated as multiplication of price of apply (price of privileged share) by the amount of exchanging shares, given in the apply, on December 6, 2001. Here the amount of bonds is defined as multiple value of exchanging shares plus one bond. Extra amount – an additional payment, a difference between the total value of exchanging shares and bonds to be exchanged must be paid by seller of shares in form of money. Additional payment will not exceed USD102.28 under any package of exchanging shares. Extra payment must be made in tenge at weighted average rate to USD, which is defined by major (morning) trades at KASE on December 6, 2001. Payment is made to correspondent account of KASE on December 6, 2001 to 4:00PM of Almaty time. Correspondent account of KASE is #900161427 at the Department of payment systems of the National bank of Kazakhstan, 190201125, RTN 60020009149.

Following is the information about securities.

Shares

Type of Securities:	privileged shares
National identification number:	KZ1P12280412
Trade code of KASE:	KZTKp
Category of lists of KASE:	Official list, category "A"
Nominal value, tenge:	1,000.00
Volume of issue, tenge:	1,213,653,000*
Volume of issue, units:	1,213,653*
Guaranteed dividend:	Not less than 30% of nominal per year
Date of last deal at KASE:	Oct 23.2001
Price of last deal at KASE, USD:	13.500
Volume of last deal at KASE, units:	300
Last ask / bid at KASE, USD:	12.000/13.500
Date of beginning of trades at KASE:	Oct 28.1997
Min. exchange price for the whole history of trades, USD:	2.110
Max. exchange price for the whole history of trades, USD:	14.360
Total amount of deals	76
Total volume of deals, USD:	9,419,930.62

* according to data of list of holders 453 shares had been bought out by issuer by January 1, 2001; according to data of balance given by issuer to KASE there are no taken out shares by July 1, 2001.

Bonds

Type of Securities:	coupon bond, indexed with the change of rate of tenge to USD
National identification number:	KZ2CUY03A347
Trade code of KASE:	KZTKb1
Category of lists of KASE:	Official list, category "A"
Date of registration of issue:	March 06.2001
Nominal value, USD:	100.00
Volume of issue, USD:	25,000,000
Volume of issue, units:	250,000
Date of the beginning of floatation (date of issue):	March 13.2001
Term of floatation:	3 years from date of floatation beginning
Term of circulation:	3 years
Date of maturity:	March 13.2004, actually – march 15.2004*
Amount of reward (interest):	10% APR
Date of payment of reward (interest):	September 13 and March 13 yearly
Time base for all settlements:	360/30
Term of fixation of list at payment of coupon:	30 days
Term of fixation of list for payment of coupon:	August 14 and February 11 yearly
Term of fixation at repayment:	30 days
Date of fixation at repayment:	February 11.2004
Service of issue:	in tenge at a rate of the National bank of Kazakhstan, fixed for date of actual payment or date of actual repayment
Date of including into trade lists of KASE:	April 02.2001
Date of first trades:	trades are not open

* March 13.2004 – day off.

Due to the introduction of a new module of the trade system of the Exchange, **on October 28 from 11:30AM to 2:00PM Almaty time (ALT)** a technical break will be in effect at the Exchange, and all trades will be closed. Day trades in foreign currency and government and corporate bonds will be opened at 2:00PM at KASE.

New version of the trade system of KASE (version 2.2 compilation 5) has changes related to the use of the database of actual coupon payment days for the bonds to calculate accumulated interest and yields based on the structure of the bonds, fixing trade mode is introduced and some other system improvements have been made.

Prepared by the agency IRBIS