

WEEK OF STOCK MARKET OF KAZAKHSTAN

May 30 – June 5

Money market indicators as of June 5 and weekly changes

Term	Currency	Rate	Trend
“Overnight” on autorepo at KASE(TONIA)			
1 day	KZT	4.50	-0.16
Repo opening at KASE (WA, % APR)			
1 day	KZT	4.51	-0.13
7 days	KZT	5.22	-0.03
28 days		6.40	–
KIBOR (indicative, % APR)			
1 week	KZT	8.50	+0.40
2 weeks	KZT	9.50	+0.60
1 month	KZT	10.50	+0.70
2 months	KZT	11.50	+0.80
3 months	KZT	12.00	+0.60

Stock market indicators as of June 5 and their weekly change

Index	Value	Trend
Shares of “A” listing		
KASE_Shares	113.4093	-0.03%
Corporate bonds of “A” listing		
KASE_BP	124.22	+0.07%
KASE_BC	106.03	-0.10%
KASE_BY	10.01	+0.75%
Euronotes of Kazakhstan		
KASE_EP	140.37	+0.15%
KASE_EC	116.34	+0.01%
KASE_EY	4.64	-0.91%

US dollar = **153.10** tenge at official rate for the end of the period
 US dollar = **153.09** tenge at weighted average rate of the Exchange for the end of the period
 Weekly rate of tenge devaluation at the Exchange’s rate – **negative 5.95% APR**

THE CORPORATE SECURITIES SECTOR (CS)

Results of the week

In the primary market sector at Kazakhstan Stock Exchange (KASE) specialized trades on primary floatation of **Astana-Finance OJSC (Astana)** inscribed coupon indexed **bonds** of the second issue (KZ2CKY03A510; KASE official “A” listing category, ASF1b 2; KZT4,5bn; 100 tenge; April 1, 02 – April 1, 05; semiannual coupon 9,0%APR) were continued. The trades will continue till June 28 inclusive. The trades are conducted in open trade form. No deals were made. Bonds yield for a purchaser on offer in quotations of the agent on floatation increased within the week from 10.9488% to 10.9513%APR, however it did not raise interest from traders. Bid was absent.

In CS purchase-sale sector a total of 12 deals amounting to **\$1,021.9th** or KZT156.5m were made. In comparison with the previous period (20 deals, \$16,877.9th or KZT2,581.6m) volume of the sector decreased 16.5 time less. Deals were made by nine instruments four of which were bonds. Last week brokers were interested in nine securities six of which were bonds.

As it was mentioned in the previous review anomalously high volume of deals last week was caused by the

Investment attractiveness of stock exchange instruments from May 30 to June 5

Financial instrument	Currency of transaction	Yield, %	APR trend
Instruments denominated in national currency, tenge			
TXBNb1	KZT	15.00	0
CS repo	KZT	*10.36	+6.50
MEOKAM, MEAKAM	KZT	8.98	+0.86
MEKKAM, notes	KZT	*4.86	-0.37
GS repo	KZT	*4.65	-0.32
Instruments indexed by devaluation			
SMGZb1	USD	13.00	0
ALKSb2	USD	11.97	-0.01
RGBRb2	USD	11.00	0
KZASb1	USD	11.00	0
ASF1b2A	USD	10.95	–
ASF1b2	USD	10.94	+0.05
VTBNb1	USD	10.90	-0.46
TEBNb2	USD	10.80	0
TEBNb	USD	10.49	+0.49
BTASb2	USD	10.36	-0.14
BTASb1	USD	10.27	0
CSBNb1	USD	9.97	0
HSBKb2	USD	9.75	–
ASF1b1	USD	9.57	-0.93
TMJLb2	USD	9.50	+1.25
KZAPb1	USD	9.30	–
ATFBb2	USD	9.19	-0.08
ALBNb1	USD	8.97	0
KARMB1	USD	8.94	+0.52
BRKZb1	USD	8.63	-0.47
CCBNb1	USD	8.52	+0.05
SYRGb1	USD	8.50	0
KZTKb1	USD	8.08	-0.96
HSBKb	USD	7.23	0
KZTOb	USD	6.70	-0.02
ARU060.003	USD	6.70	-0.01
VKU036.001	USD	6.46	-0.02
ASU036.003	USD	6.39	-0.18
ARU024.002	USD	4.20	+0.10
ASU012.002	USD	1.33	+0.51
Instruments, denominated in foreign currency			
BTASe1	USD	9.27	-0.06
KKGBe2	USD	9.20	0
KZTOe1	USD	8.32	-0.29
ENU07.05	USD	5.07	-0.14
ENU04.10	USD	3.60	+0.68
ENU02.10	USD	3.52	-0.05
Supranational bonds	DEM	3.17	+0.11
Supranational bonds	USD	1.90	-0.08

The yields at which the deals have been made 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).

effect of subjective factor – conducting by one broker company a number of operations of non-market characteristics in order to redistribute money on the accounts managed by it. At present the market has obtained its normal condition usual volumes. Bonds of highest trading volume were TEBN judging on volume of the only conducted deal. Their yield rose from 10.43% to 10.49%APR. KZTOb won the second place (two deals, yield increase within the week changed from 4.47% to 6.69%APR), the third place – to TMJLb2 (two deals, yield decreased from 10.20% to 9.50%APR), the fourth place – to BTASe1 (yield for purchaser fell from 9.33% to 9.27APR as a result of the only deal). As a whole deals with bonds seem to market ones, some of them were made with participation of pension funds' assets.

The most notable peculiarity of the period in this sector was the increase of index KASE_BY by 0.75% to 10.01%APR. At last the index value separated from constantly minimal 9.9%APR. However it does not give hope of summer activation of corporate bonds market for it remains rather narrow. The main events evidently happen at over the counter primary market now where issuers make floatations of new issues liabilities.

Major influence upon stock exchange's market capitalization within the week was made by admittance of Nurbank OJSC (Atyrau) securities of the first issue (see below) into trade listing, and price increase of BTASe1 и TMJLb2 as well. Within seven days capitalization increased by \$10.8m to **\$731.4m**.

There are still nothing new and interesting at shares market. Rare deals most of which were direct ones fixed significant prices reduction. Thus rate of CCBN fell within seven days by 21.1%, KZTKp – by 28.9%, UTMKp – by 4.6%, ZHEN – by 3.1%. Only the price of KZCRp increased 2.9 times as much that was the reason of capitalization increase of the given market segment by \$5.8m to **\$1,391.8m**.

The table shows data on deals, bid and ask in CS purchase and sale sector and also decoding of trade codes.

Results of the trades in shares on May 30 – June 5

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th USD	purchase	Sale
Almaty Kus OJSC	ALKS		0	0	23.60	47.16
Almaty Kus OJSC	ALKSp		0	0	13.79	26.03
Almaty Kus OJSC	ALKSp3		0	0	10.42	10.72
Astana-Finance OJSC	ASFI	1,014.96	0	0	612.00	1,220.00
AMB OJSC	ATFBp	830.74	0	0	827.49	1,102.24
Bank TuranAlem OJSC	BTAS	16,720.00	0	0	12,259.20	21,432.60
Bank CenterCredit OJSC	CCBN	150.00	197,806	261.7	202.78	150.00
Halyk Bank of Kazakhstan OJSC	HSBK	186.71	0	0	148.00	205.00
Halyk Bank of Kazakhstan OJSC	HSBKp	150.00	0	0	146.00	200.00
KAZKOMMERTSBANK OJSC	KKGB	68.85	0	0	38.29	76.00
KAZKOMMERTSBANK OJSC	KKGBp	44.38	0	0	44.42	88.00
TNC Kazkhrom OJSC	KZCRp	*1,000.00	27,470	179.4	*1,000.00	,
Corporation Kazakhmys OJSC	KZMS	15,299.00	0	0	9,194.40	18,370.80
Kazakhtelecom`	KZTK	*2,100.00	0	0	2,000.00	3,981.38
Kazakhtelecom	KZTKp	*2,758.32	8,593	154.7	1,700.00	*2,758.32
Naeftebank OJSC	NFBN	1,491.95	0	0		1,499.22
TEMIRBANK OJSC	TEBN	500.00	0	0	500.00	1,000.00
TEMIRBANK OJSC	TEBNp		0	0	500.00	1,000.00
UKTMK OJSC	UTMK	*4,450.00	0	0	4,440.77	8,800.00
UKTMK OJSC	UTMKp	6,123.60	1,059	42.4	6,123.60	6,123.60
VALUT-TRANZIT BANK OJSC	VTBN	407.21	0	0	222.46	424.27
VALUT-TRANZIT BANK OJSC	VTBNp	352.38	0	0	262.90	414.56
Avtokombinat OJSC	Z ABTOKOMB		0	0		450.00
Akku JSC	Z AKKU		0	0		170.00
"SHMO" OJSC	Z CHMUNAI		0	0		750.00
Darbazinskiy karier OJSC	Z DARBKARER		0	0		200.00
Zhualynskaya PAK OJSC	Z JUALAVTO		0	0		450.00
Corporation Kazreklama OJSC	Z KAZREK		0	0	34.30	40.00
KELESHEK OJSC	Z KELESH		0	0	740.00	1,000.00
AIC Kommesk-omir OJSC	Z KOMESK		0	0		29,500.00
Rosa OJSC	Z ROSA		0	0	100.00	250.00
Sary-arkageologiya OJSC	Z SARIARGEO		0	0		150.00
Shardara-Astyk OJSC	Z SHARDAST		0	0		150.00
Uigentas-Astyk OJSC	Z UGENASTK		0	0		300.00
Jyluenergiya OJSC	ZHEN	125.00	3,337	2.7	125.00	125.00
TOTAL	35		238,265	640.8		

Results of the trades in bonds from May 30 – June 5

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1		0	12.0179	8.9695
Almaty Kus OJSC	ALKSb2	12.0000	0	12.8654	11.9735
Astana-finance OJSC	ASFib1	10.5000	0	11.0201	10.5068
Astana-finance OJSC	ASFib2		0	13.4960	10.9449
AMB OJSC	ATFb2		0	9.7642	9.2686
Development Bank of Kazakhstan OJSC	BRKZb1	9.1000	0	9.7067	8.6261
Bank TuranAlem OJSC	BTASb1	10.8333	0	10.8958	10.2727
Bank TuranAlem OJSC	BTASb2	10.5005	0	10.9010	10.3650
TuranAlem Finance B.V.	BTASe1	9.2664	21.8	9.2664	9.2759
Bank CenterCredit OJSC	CCBNb1	11.0190	0	11.9965	8.5398
BANK CASPIAN OJSC	CSBNb1	9.8960	0	11.1701	9.9740
Halyk Bank of Kazakhstan OJSC	HSBKb	11.0249	0	11.9986	8.1692
Karazhanbasmunai OJSC	KARMb1	12.5930	0	13.5040	9.2602
KAZKOMMERTSBANK OJSC	KKGBe2		0	11.1981	9.1989
DAGOK Kustanaiasbest OJSC	KZASb1	*12.1994	0	11.9980	11.0004
Kazakhtelecom	KZTKb1	*9.0000	0	9.3569	8.1463
NOTC KazTransOil CJSC	KZTOb	6.6924	83.2	6.6924	6.7058
NOTC KazTransOil CJSC	KZTOe1	8.6428	0	9.1661	8.3202
RG Brands OJSC	RGBRb2	11.5000	0	11.9999	11.0002
SHAHARMUNAIGAS OJSC	SMGZb1	14.0232	0	19.0042	13.0024
SHNOS OJSC	SYRGb1	10.8001	0	11.9962	8.5014
TEMIRBANK OJSC	TEBNb	10.4876	205.9	10.4876	10.4876
TEMIRBANK OJSC	TEBNb2	10.9815	0	11.1995	10.7958
Kazakhstan Temir Joly RSE	TMJLb2	9.4987	70.2	9.4987	9.4987
TEXAKABANK OJSC	TXBNb1		0	17.0000	15.0000
VALUT-TRANZIT BANK OJSC	VTBNb1	11.0241	0	12.4051	10.8976
TOTAL	26		381.1		

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 two deals were made on repo opening in the total amount of \$282.1th (KZT43.2m). Repo closing was absent at the floor. Last week volume of deals in this sector amounted to \$1,635.7th (KZT250.2m).

In all CS trade floors of KASE (including SBS sale sector and primary floatation) a total of 14 deals amounting to **\$1,304.0th** were concluded within the analyzed period. (KZT199.7m). Last period volume of 34 deals reached \$24,923.2th. (KZT3,812.3m).

Changes in the trade lists

By the decision of Stock Exchange Council of Kazakhstan stock exchange (KASE), which took effect on June 05, 2002, **Nurbank OJSC (Almaty) inscribed coupon indexed bonds** of the first issue (KZ2CKY03A544, KZT1,500.0m; 1,000 tenge; May 22,02 – May 22,05; semi-annual coupon 8.5% APR) were admitted into the KASE "A" listing category. By the decision of the KASE Board of directors the bonds received NRBnb1 trade code. Accuracy of quotation in trade system was set – up to four decimal figures of net bond price, expressed in percentage from indexed nominal price. NRBnb1 Market-maker status at KASE was granted on the basis of submitted statement from Fondoviy Service CJSC (Almaty). Minimal volume of required quotation for market-maker has been set in the amount of 400 bonds. The date of bonds trades opening at KASE and bonds admittance into representative's list for calculation of indexes KASE_BP, KASE_CP and KASE_BY will be announced later

Results of May

In accordance with the end of the month IRBIS agency analyzed results of May in all sectors of stock exchange's CS trades. Total volume of transactions here equaled to **\$46,973.7th** or KZT7,185.9m at the current rate of exchange on the date of deals making with 110 concluded transactions. In comparison with previous month sector's turnover increased by \$6,632.5th. (KZT1,021.6m) or 16.4% (16.6% in tenge). Relative to May 2001 volume of transactions rose by \$26,195.2th (KZT4,150.5m) or 2.3 times (2.4 times in tenge). Following are the tables showing the corporate securities market at the Exchange in May 2002.

Most tradable CS at KASE in May 2002 (all sectors of the market)

Code	Brief title of the issuer	Volume of deals, th. USD	Volume of deals, m, KZT	Volume of deals in securities	Number of deals
ZHEN	Zhyluenergiya OJSC	15,437.51	2,362.20	14,400,000	18
BTAS	Bank TuranAlem OJSC	11,794.98	1,803.45	107,862	4
HSBKp	Halyk Bank of Kazakhstan OJSC	3,494.92	534.62	560,000	2
BTASe1	TuranAlem Finance B.V.	3,077.85	471.15	2,834,000	22
BRKZb1	Development Bank of Kazakhstan OJSC	2,046.78	312.95	311,000	3
CCBN	Bank CenterCredit OJSC	1,967.58	300.85	1,461,155	7
KZAPb1	NAC Kazatomprom	1,934.16	295.87	3,000,000	4
BTASb2	Bank TuranAlem OJSC	1,571.64	240.79	17,280	2
HSBKp	Halyk Bank of Kazakhstan OJSC	1,275.46	195.10	1,300,000	2
ASFib2	Astana-finance OJSC	1,233.77	188.69	1,950,000	2
KZTKPb1	Kazakhtelecom	827.21	126.48	8,001	8
KZTOe1	KazTransOil OJSC	794.46	121.51	771,000	4
VTBNb1	VALUT-TRANSIT BANK OJSC	526.70	80.54	5,150	6
KTTH	Kazorgtehnika OJSC	371.02	56.82	6,061	6
TEBNb	TEMIRBANK OJSC	205.89	31.54	2,000	1
KZTKp	Kazakhtelecom	154.67	23.70	8,593	1
RGBRb2	RG BRANDS OJSC	97.71	14.93	930	1
TMJLb2	NSE Kazakhstan Temir Zholy	70.20	10.73	700	2
KZTKp	Kazakhtelecom	34.32	5.25	2,500	1
KZTOb	KazTransOil OJSC	31.18	4.77	300	1
MMGZp	Mangistaumunaigas OJSC	16.60	2.54	4,000	2
UKTMK	UKTMK OJSC	8.14	1.25	200	2
ALKZp	Aliuminii Kazakhstana OJSC	0.84	0.13	6,348	6
TEBNb	TEMIRBANK OJSC	0.03	0.01	10	1
Z SEMG	SEMGE OJSC	0.02	0.00	1	1
Z KOKSHGIDROGEO	Kokshetaugidrogeologiya OJSC	0.00	0.00	1	1

Table of the main indicators of stock exchange's CS market in May 2002

Date	Capitalization of the share market,		Capitalization of the bonds market,		Bond value index, including accum interest	Volume of deals, th. USD
	m, USD	Share index	m, USD	Bonds yield index		
Apr 30, 02	1,422.4	108.7477	710.038	9.2376	123.1838	1,243.5
May 2, 02	1,416.5	113.7255	709.984	10.0561	123.2174	0
May 3, 02	1,401.2	113.7021	709.983	10.0601	123.2270	6,941.6
May 6, 02	1,401.3	113.8722	710.728	9.9779	123.5304	120.8
May 7, 02	1,399.8	113.6175	710.626	10.0028	123.4954	8,924.0
May 8, 02	1,404.3	113.5114	710.833	9.9529	123.6690	451.9
May 12, 02	1,403.5	113.4845	710.795	9.9850	123.7068	8.6
May 13, 02	1,362.7	113.4646	710.830	9.9800	123.7521	85.1
May 14, 02	1,365.1	113.4537	711.924	9.8959	124.0199	645.9
May 15, 02	1,365.3	113.4408	711.697	9.9809	123.8139	108.6
May 16, 02	1,365.3	113.5078	711.515	9.9113	124.0279	507.3
May 17, 02	1,365.4	113.5398	711.326	10.0196	123.7776	134.9
May 20, 02	1,365.5	113.3961	711.337	9.9564	124.0017	0
May 21, 02	1,356.4	113.4442	724.408	9.9306	123.9545	976.8
May 22, 02	1,356.7	113.5399	722.771	9.9029	124.0699	1,428.5
May 23, 02	1,356.8	113.4648	722.865	9.9687	123.9007	804.8
May 24, 02	1,355.4	113.4288	722.861	9.8302	124.3442	138.7
May 27, 02	1,388.9	118.8307	723.010	9.9877	124.0939	12,021.3
May 28, 02	1,388.3	113.3558	720.740	9.8942	124.2474	514.3
May 29, 02	1,386.0	113.4475	720.663	9.9401	124.1406	3,398.8
May 30, 02	1,390.7	113.4085	721.423	9.9130	124.2556	256.1
May 31, 02	1,391.2	113.4918	721.457	10.0944	124.1758	205.9
Trend	-31.2	+4.7441	+11.419	+0.8568	+0.9920	
	-2.13%	+4.36%	+1.61%	+9.28%	+0.81%	

**Table of CS transactions volume at KASE in 2002
with grouping by months and the turnover structure (in th USD)**

Month	CS market exchange sector				Total
	Primary	Secondary market		Repo	
	Floatation	Purchase-sale			
	SBS				
January	0	0	28,513.8	14,025.5	42,539.3
February	0	0	26,715.9	8,952.6	35,668.5
March	9,853.9	0	16,727.4	3,735.7	30,317.0
April	10,785.7	0	18,322.8	11,232.6	40,341.2
May	7,643.4	0.02	37,673.6	1,656.6	46,973.7
Total	28,283.1	0.02	127,953.6	39,603.0	195,839.7
Jan-May 2001	0	0	54,836.0	28,440.8	83,276.8
Trend, times			+2.33	+1.39	+2.35

SECTOR OF GOVERNMENT SECURITIES (GS)

Results of the week

In **GS purchase and sale sector** of KASE (including euronotes of Kazakhstan) a total volume of 85 deals reached **KZT4,146.4m** (\$27,074.7th.). Corresponding figure of the previous week did not exceed KZT2,842.8m (\$18.576.8th.). The table below shows that the market expansion occurred mainly due to liquidity increase of the euronotes of Kazakhstan sovereign debt of the fourth issue and MEAKAM. In the first case it is a matter of more active trade with bonds with their yield decrease for a purchaser, in the second case – about conducting transactions of “hidden repo” between affiliated companies in the amount of about half billion tenge.

Parameters of Exchange's transactions in GS from May 30 to June 5

(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 (KZT): notes, MEKKAM-9						
19.0% (47.2%) of purchase and sale sector's turnover						
Less than 8	4.25	5.00	4.26	4.61 (-)	339.8	8
8 – 14	5.61	5.61	5.61	5.61 (5.01)	10.0	1
15 – 28	5.09	5.30	5.24	5.20 (4.92)	219.4	4
29 – 36	3.01	5.24	3.01	3.81 (5.20)	140.0	3
37 – 42	5.35	5.35	5.35	5.35 (-)	9.9	1
43 – 56	5.57	6.00	6.00	5.74 (5.53)	28.9	3
57 – 63	5.67	5.80	5.67	5.78 (5.73)	35.0	2
64 – 91	5.86	5.86	5.86	5.86 (-)	3.0	1
Total					786.0 (1,341.6)	23 (24)
Coupon (KZT): MEOKAM-24, 36, MEAKAM						
38.0% (27.6%) of purchase and sale sector's turnover						
less than 730	6.22	9.21	9.21	8.40 (8.02)	846.2	18
1826 - 2190	9.28	9.99	9.28	9.65 (9.98)	728.0	6
Total					1,574.3 (785.6)	24 (18)
Euronotes of Kazakhstan (USD)						
43.1% (25.2%) of purchase and sale sector's turnover						
*117	3.60	3.60	3.60	3.60 (2.92)	22.1	1
**853 - 858	3.48	3.80	3.80	3.52 (3.57)	722.8	10
***1776 - 1781	5.00	5.41	5.00	5.07 (5.22)	1,041.3	27
Total					1,786.2 (715.5)	38 (28)
GRANDTOTAL					4,146.4 (2,842.8)	85 (70)

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 KZT/USD exchange rate.

In **GS repo-transactions sector** 266 deals were made for a total of **KZT39,844.9m** (including automatic repo sector) during the period. Of this number 126 deals (for KZT18,494.9m) were repo opening deals and 140 (KZT21,350.0m) were repo closing deals. Last period the turnover of this market sector equaled KZT41,459.5m. After closing of the trades on June 5 total amount of opened at KASE repo reached KZT16,714.4m. Parameters of automatic repo market are given in the table.

Major parameters of automatic repo market from May 30 through June 5

(in parentheses – comparable figures of previous period)

Instrument (currency, term or repo)	Yield, % APR				Volume, m KZT	Number of deals	Portion, %
	at first deal	MIN	MAX	at last deal			
KZT_001	5.00	3.00	5.00	4.80	4.57 (4.61)	14 385.0	69 88.2 (52.0)
KZT_002	4.70	4.70	4.70	4.70	4.70 (4.03)	10.0	1 0.1 (6.1)
KZT_003	4.70	4.70	4.70	4.70	4.70 (–)	200.0	1 1.2 (0)
KZT_007	5.25	5.00	5.50	5.10	5.22 (5.28)	1 340.0	16 8.2 (18.5)
KZT_014	5.25	5.25	5.25	5.25	5.25 (5.70)	130.0	2 0.8 (11.3)
KZT_028	6.40	6.40	6.40	6.40	6.40 (6.49)	250.0	2 1.5 (12.1)
TOTAL						16,315.0 (18,635.0)	128 100.0

Total of 351 deals were made at trade floors of KASE amounting to **KZT43,991.3m** in GS on trade floors of KASE during the week (purchase-sale and repo sector). The previous period volume of 385 deals equaled KZT44,302.3m. This week **the proportion of the Exchange's turnover** in total volume of deals on Kazakhstani secondary market for GS for comparable operations equaled **81.7%**, for last week it was 88.0%.

Results of MAY

In May, 2002 in all market sectors a total of 1,458 deals amounting to **KZT164,655.0m** (\$1,076.3m) were concluded at KASE on GS. Last month volume of 1,638 deals reached KZT175,114.8m (\$1,146.1m). Stock exchange's GS turnover decreased within the week by **5.97%**. Relative to May of 2001 the turnover rose 2.5 times as much (by KZT98,453.3bn). The tables below show description of stock exchange's GS market in 2002.

Table of the volume of GS deals at KASE in 2002 with grouping by months and turnover structure (in m KZT)

Month	GS market exchange sector			Total
	Primary	Secondary market		
	Floataction	Purchase-Sale	Repo	
January	0	23,860.9	180,780.0	204,641.0
February	0	13,544.8	190,359.0	203,903.9
March	0	26,811.6	213,159.0	239,970.5
April	0	17,047.7	158,067.1	175,114.8
May	0	12,850.4	151,804.6	164,655.0
Total	0	94,115.4	894,169.8	988,285.2
Jan-May of 2001	0	104,751.1	228,248.3	332,999.4
Trend, %	–	-10.2	+291.8	+196.8

List of the most active operators of GS market at KASE in May of 2002

Position in April 2002	Position in April 2002	Brief title of a company	Share in trades volume, %
1	1	Bank TuranAlem OJSC (Almaty)	13.9
2	6	PAMC ZHETISU CJSC (Almaty)	10.5
3	2	AMB OJSC (Almaty)	10.4
4	4	State Accumulative Pension Fund CJSC (Almaty)	8.7
5	3	Pension Assets Management Company of Halyk Bank of Kazakhstan CJSC (Almaty)	7.9
6	8	Eurasian bank CJSC (Almaty)	6.5
7	9	Halyk Bank of Kazakhstan OJSC (Almaty)	4.9
8	5	Bank CentreCredit OJSC (Almaty)	4.5
9	10	BANK CASPIAN OJSC (Almaty)	3.41
10	7	Temirbank OJSC (Almaty)	3.41

List of the most active operators of GS market at KASE in 2002

Position	Brief title of a company	Share in trades volume, %
1	Bank TuranAlem OJSC)	19.5
2	AMB OJSC	10.8
3	PAMC ZHETISU CJSC	9.6
4	Pension Assets Management Company of Halyk Bank of Kazakhstan CJSC	8.5

Position	Brief title of a company	Share in trades volume, %
5	State Accumulative Pension Fund CJSC	6.6
6	Bank CentreCredit OJSC	6.2
7	Eurasian bank CJSC	5.5
8	Temirbank OJSC	4.6
9	Halyk Bank of Kazakhstan OJSC	2.9
10	BANK CASPIAN OJSC	2.1

INFORMATION ON ISSUERS

AMB OJSC (Almaty) provided KASE with financial statement for the first quarter of 2002: balance sheet and income statement.

Comparative indicators of AMB OJSC economic and financial activity for the first quarter of 2002

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change, %
	Apr 1,01	Apr 1,02	
Authorized capital (paid)	1,211,100	3,099,100	+155.9
Shareholders' equity	2,145,093	4,685,260	+118.4
Total assets	25,394,127	41,298,991	+62.6
Liquid assets	12,694,009	11,608,401	-8.6
Credits granted (net)	9,569,886	25,878,127	+170.4
Total liabilities	23,249,034	36,613,731	+57.5
Loans and deposits (including bonds)	22,502,105	34,759,485	+54.5
Issued bonds	670,379	1,192,697	+170.4
Total revenues	1,005,862	1,464,653	+45.6
Total expenses	844,256	1,232,949	+46.0
Net income for the period	161,606	231,704	+43.4
Book value of 1 share, KZT*	974,156.68	1,511.81	-99.8

Such a significant difference of book value of one share on mentioned dates is explained with following:

- Book value of one share as of Apr 01,01 was calculated on shares of first five issues within which there were issued 2,202 units of only common stocks with par value of KZT550.0 th. each;
- Book value of one share as of Apr 01,02 was calculated on six issue shares (registered as of May 22,01 with simultaneous annul of previous issues), within which there were issued 2,011,100 units of shares with par value of KZT1,000.0 each, from which: 1,611,100 units – common, 400,000 units – preferred.

Relative to similar period of the year 2001 there has been increase of: **shareholders' equity** of the bank – by KZT2.5bn as a result of an increase of paid authorized capital by KZT1.9bn, additional capital – by KZT193.3bn, reserve capital – by KZT158.3m and final amount of undistributed income by KZT174.1m; **assets** – by KZT15.9bn, from which: rise of net volume of loan portfolio – by KZT16.3bn, Investments in capital of other legal entities – by KZT732.7m and other assets – by KZT212.9m at decrease of deposits volume in the National Bank by KZT1.3bn; **liabilities** – by KZT13.4bn including volume of attracted deposits - by KZT5.4bn debts to other banks and organizations – by KZT6.4bn, issued bonds – by KZT522.3m and other liabilities by KZT1.0bn; **revenues** – by KZT458.8m; **expenses** – by KZT388.7m. **Net income** of AMB OJSC by results of the first quarter of current year grew relative to similar period of the year 2001 by KZT70.1m and totaled KZT231.7m.

Development Bank of Kazakhstan CJSC (Astana) informed KASE with the official letter about the fact that by Kazakhstan Government's resolution from May 28, 2002 №582 "About some questions of Board of Directors staff of Development Bank Kazakhstan closed joint stock company CJSC" the General meeting of the bank's shareholders was recommended to appoint Shalgimbayev K.B. the President and Development Bank of Kazakhstan CJSC Board of directors' member having relieved Mynbayev S. of the Board of Directors. Then it is said in the letter that in accordance with the decision of Development Bank Kazakhstan OJSC Board of Directors from April 29, 2002 (the journals №21) responsibilities of the president have been entrusted to Shalgimbayev K. in accordance with Mynbayev's change of job, temporarily until making the decision of the General shareholders meeting of Development Bank Kazakhstan CJSC about appointment of the president of Development Bank Kazakhstan CJSC which will be held on June 14, 2002.

The prescheduled annual General shareholders meeting at which it is planned to examine the question of Shalgimbayev's appointment the President and a member of Development Bank Kazakhstan CJSC Board of

Directors, will be held in Astana, district "Samal" 12, building of "Astana-Tower".

Kambar B. Shalgimbayev was born on September 23, 1962 in Almaty, candidate of economics, posts held within last years are as follows:

- From September of 1995 – Deputy Chairman of Kazkredsotsbank OJSC – Board member;
- From August of 1997 till April of 1999 – Deputy Chairman of Bank CenterCredit OJSC Board of Directors – Board member;
- From April 1999 till July of 2001 – Deputy Akim of Mangistau region;
- From July of 2001 till April of 2002 – Vice-president of Gorno-rudnaya kompaniya ABS Balkhash OJSC;
- From April 2002 till May of 2002 – acting director on economics and finance of NC KazMunaiGas CJSC.

On May 31 of the current year **Bank TuranAlem OJSC** (Almaty) made a presentation devoted to finishing of floatation of the 2nd issue eurobonds of subsidiary TuranAlem Finance B.V. (Rotterdam, Netherlands) at the international markets.

The table below shows main parameters of the issue using the information given by Bank TuranAlem OJSC, BLOOMBERG, REUTERS and Moody's Investors Service agencies.

Issuer:	TuranAlem Finance B.V.
Lead-manager	Deutsche bank AG
Type of bond:	Global bonds
Type of debt:	Primary, unsecured, non-subordinating, guaranteed
International identification number:	XS0148572901
Issue currency:	USD
Issue volume in issue currency:	10,000,000
Announcement day:	May 17,02
Payment date (circulation start):	May 29,02
Circulation term:	5 years
Maturity date:	May 29,07
Type of coupon:	Semi-annual
Coupon rate:	10.000% APR
Coupon payments dates:	May 29 and November 29 each year
Time base of yield calculation::	ISMA-30/360
Credit ratings:	
Moody's	Ba2 positive
S&P	B+ stable
composite	BB3
Price in the first floatation	99.041%
Yield to maturity in floatation	10.250% APR*
Lot in the first floatation:	1,000.00
Current quotations at the market (REUTERS):	
prices (demand / supply/weighted average), %	99.000 / 100.000 / 99.500
yield (demand / supply), % APR	10,260

* – 567 basic points over US Treasury bills as of May 07, 02 with coupon rate 4.375% APR

According to the information of Bank TuranAlem OJSC the issue is diversified as follows: 34% of total issue volume were purchased by investment and insurance funds of the USA, and also by assets management funds, approximately 5% were distributed in Germany and Denmark, 15% - in the UK and Russia. At present the bonds are included in the listing at Luxemburg stock exchange. Bank TuranAlem is working on putting the debentures to internal market of Kazakhstan.

Almaty Kus OJSC (from Chapayev-Almaty oblast) has distributed press-release in which it is said that company's production has gained the gold medal in the contest "The best product of 2002 at Kazakhstan market". The matter concerns hen eggs with "Seimar" brand which is the main Almaty Kus OJSC product. "The best product at Kazakhstan Market" is the annual contest which is conducted within International week of food industry in Kazakhstan. 50 companies representing 150 kinds of production took part in it. According to Almaty Kus OJSC information the contest comprises three exhibitions including exhibition of foodstuffs and drinks "Food Expo 2002", participation in which brought "the gold" to Almaty Kus OJSC production. Commission of experts of the contest comprised specialists of the Center of production quality test. Committee of health of Kazakhstan, experts from the sphere of foodstuffs and drinks producing. The major criteria estimation were main consumer characteristics of the presented production. In accordance with Almaty Kus OJSC information an egg with "Seimar" brand complied with all quality criteria by its appearance to nourishing properties and freshness.

Besides, Almaty Kus OJSC provided KASE with financial statements for the first quarter of 2002: balance sheet and income statement.

**Comparable indicators of Almaty Kus OJSC financial and economic activity
for the first quarter of 2002**

(in th. of KZT, unless otherwise specified)

Indicator	As of	As of	Change, %
	Apr 1,01	Apr 1,02	
Authorized capital (less purchased back shares)	1,100,000	1,200,000	+9.1
Shareholders' equity	1,146,656	1,590,871	+38.7
Total assets	1,924,112	4,929,843	+156.2
Working capital	116,010	3,445,430	+2,869.9
Accounts receivable	523,440	2,162,075	+313.1
Total liabilities	777,456	3,263,902	+319.8
Attracted credits	–	327,039	–
Issued bonds	629,901	2,585,421	+310.4
Accounts payable	147,555	426,512	+189.1
Sales volume	53,178	279,730	+426.0
Cost of goods sold	17,049	275,365	+1,515.1
Net income for the period	2,245	20,520	+814.0
Book value of 1 share, KZT	10.42	13.26	+27.2

Relative to similar period of the year 2001 there is **increase** of: company's **shareholders' equity** - by KZT442.2m as a result of an increase of paid part of authorized capital – by KZT100.0m (floatation of common stocks of the 2nd issue and preferred stocks of the 3rd issue), additionally paid capital - by KZT274.9m; final amount of undistributed income by KZT57.7m and reserved capital – by KZT11.7m; **assets** - by KZT3.0bn, including accounts receivable – by KZT1.6bn, cash – by KZT1.3bn and other assets – by KZT438.4m having downsizing of financial investments by KZT400m (selling of Kombikormoviy zavod OJSC and Food Brothers OJSC stocks); **liabilities** - by KZT2.6bn including: deposits that was caused by floatation of bonds of 2nd issue amounted to KZT2.6bn; **sales volume** – by KZT226.5m (5.3 times); **cost of goods sold** – by KZT258.3m (16.2 times); **expenses** during the period – KZT74.9m. **Net income** of Almaty Kus OJSC by results of the first quarter of current year increased relative to similar period of last year by KZT18.3m or 9.3 times.

NEFTEBANK OJSC (Aktau) informed KASE about conducting of General annual stockholders' meeting on **July 12, 2002**. It is planned for the meeting to approve returning board, independent auditor for 2002. Besides, the report of results of financial economical activity for 2001, report of revision board, report of budget performance in revenues and expenses of 2001 and approval of a revenue expense budget for 2002, questions on income distribution, making changes and additions in NEFTEBANK OJSC charter, approval of new version of charter will be discussed. Place of meeting conduct: Aktau, 8th micro-district, Imidzh building. Date of working out the list of stockholders who have a right to participate in General stockholders' meeting – July 01, 2002.

In the case if there is no quorum the second General stockholders' meeting will be conducted on July 13, 2002.

KASE NEWS

During the first five months of 2002 total volume of transactions made in all sectors of the Kazakhstan Stock Exchange (KASE) reached an equivalent of **\$7,808.6m, or KZT1,189.6bn**. Compared to similar period of last year, turnover **increased 2.54 times** measured in dollars and 2.66 times measured in tenges. Compared to previous, five-month period of 2001 (August-December), volume of transactions made at the Exchange increased by 29.8% in dollars, and 32.7% in tenge. It is notable that within the current year volume of stock exchange's transactions exceeded 1 trillion tenge on May 6 whereas the similar indicator of 2001 was reached only by November 5.

Following is the table of volumes of deals made at KASE during mentioned periods, as well as dynamics of the turnover structure of the Exchange (in millions USD and in percentage). The calculation was made in terms of dollars.

Sector of KASE	January- May 2002	To similar period of 2001			To previous period		
		Jan-May 2001	m USD	trend %	Aug-Dec 2001	m USD	trend %
Foreign	870.2	695.3	+174.9	+25.2	959.1	-88.9	-9.3
Currency	11.1%	22.6%			15.9%		
Futures	253.5	0	+253.5	+100.0	520.9	-267.4	-51.3
	3.2%	0%			8.7%		

Sector of KASE Market	January-May 2002	To similar period of 2001			To previous period		
		Jan-May 2001	trend		Aug-Dec 2001	trend	
		m USD	%		m USD	%	
GS	6,489.0 83.1%	2,287.6 74.5%	+4,201.5	+183.7	4,187.3 69.6%	+2,301.7	+55.0
CS	195.8 2.5%	83.3 2.7%	+112.6	+135.2	346.1 5.8%	-150.2	-43.4
Supranat-l bonds	0 0%	3.8 0.1%	-3.8	-100.0	2.1 0.03%	-2.1	0
Promissory notes	0.023 0%	0 0%	+0.023	+100.0	0 0%	+0.023	+100.0
TOTAL	7,808.6 100%	3,069.9 100%	+4,738.7	+154.4	6,015.6 100%	+1,793.1	+29.8

In May 2002 the volume of deals made at the Exchange decreased by 3.1% against April in terms of dollars and by 2.9% - in tenges. Tendency of the turnover decrease was also typical for April against March. However the speed of decrease in may fell 8 times less.

Following is the table with the dynamics of the turnover of the Exchange in last 7 months, which is grouped by months and market sectors (both in KZT and USD).

Sector of Indicator Market		XI-2001	XII-2001	I-2002	II-2002	III-2002	IV-2002	V-2002
Estimation in USD m								
Foreign currency	Volume	204.1	249.5	151.8	139.5	156.7	202.2	220.0
	%	13.8	12.3	9.2	8.9	8.5	14.4	16.2
Futures	volume	0.0	520.9	97.8	49.0	81.6	11.3	13.8
	%	0.0	25.7	6.0	3.1	4.4	0.8	1.0
GS	volume	1,173.1	1,156.1	1,349.5	1,340.8	1,576.4	1,146.1	1,076.3
	%	79.1	57.0	82.2	85.7	85.4	81.9	79.3
CS	volume	105.5	101.4	42.5	35.7	30.3	40.3	47.0
	%	7.1	5.0	2.6	2.3	1.6	2.9	3.5
Supra-nationals	volume	0	0	0	0	0	0	0
	%	0	0	0	0	0	0	0
Promiss. notes	volume	0	0	0	0	0.023	0	0
	%	0	0	0	0	0.001	0	0
TOTAL		1,482.6	2,027.9	1,641.5	1,565.0	1,845.0	1,400.0	1,357.1
Estimation in KZTbn								
Foreign currency	volume	30.3	37.5	23.0	21.2	23.9	30.9	33.7
	%	13.8	12.3	9.2	8.9	8.5	14.4	16.2
Futures	volume	0	79.7	15.0	7.5	12.5	1.7	2.1
	%	0	26.0	6.0	3.2	4.4	0.8	1.0
GS	volume	174.3	173.7	204.6	203.9	240.0	175.1	164.7
	%	79.1	56.7	82.2	85.7	85.4	81.9	79.3
CS	volume	15.7	15.2	6.4	5.4	4.6	6.2	7.2
	%	7.1	5.0	2.6	2.3	1.6	2.9	3.5
Supra-nationals	volume	0	0	0	0	0	0	0
	%	0	0	0	0	0	0	0
Promiss. notes	volume	0	0	0	0	0.004	0	0
	%	0	0	0	0	0.001	0	0
TOTAL		220.3	306.1	249.1	238.1	280.9	213.9	207.6

Supranationals – bonds issued by International financial organizations.

Despite IRBIS analysts expectations stock exchange's market of government securities (GS) in May was still shrinking. It was the only KASE sector in which transactions turnover decreased relative to the previous month. The results of analysis are evidence that the main reason of GS market shrinking is still the low yield of mid-term bonds including – euronotes of sovereign Kazakhstan debt. Precisely by these instruments decrease of the trades volume was observed. At the same time the shortest MEKKAM and notes of the National Bank had large bid in the secondary market – their turnover increased at KASE two times as much in comparison with April. It also should be noted that significant part of investors' money was shifted in May from stock exchange's market to over the counter one where companies and banks conducted primary floatation of their securities. This negatively reflected GS liquidity.

Another factor that influenced stock exchange's turnover in May was the less active trading at repo floors. Volume of transactions here has been falling for the third month. This tendency still can not be explained because of absence of on-line information on the dynamics of money aggregates in May and also data on crediting volumes and changes of the recourse base condition of banks. However, as a whole, it is evident that

Kazakhstan “boom repo” which has provided record increase of stock exchange’s turnover in 2001 tends to falling.

Prepared by the agency IRBIS