

WEEK OF STOCK MARKET OF KAZAKHSTAN

December 25 of 2003 – January 7 of 2004

Money market indicators as of January 7 and change for the period

Term	Currency	Rate	Trend
“Overnight” on autorepo at KASE(TONIA)			
1 day	KZT	1.16	-2.31
Repo opening at KASE (WA, % APR)			
1 day	KZT	1.16	-2.45
7 days	KZT	3.00	-
14 days	KZT	3.56	-
23 days	KZT	8.46	-
28-33 days	KZT	4.71	-1.39
366	KZT	11.97	-
KIBOR (indicative, % APR)			
1 week	KZT	5.00	-2.50
2 weeks	KZT	6.00	-2.25
1 month	KZT	7.00	-2.00
2 months	KZT	8.00	-1.75
3 months	KZT	9.00	-1.50

Stock market indicators as of January 7 and their change for the period

Index	Value	Trend
Shares of “A” listing		
KASE_Shares	144.49	+1.46%
Corporate bonds of “A” listing		
KASE_BP	154.96	+0.09%
KASE_BC	123.46	-0.21%
KASE_BY	7.63	+0.66%
Euronotes of Kazakhstan		
KASE_EP	150.14	-0.27%
KASE_EC	108.22	-0.79%
KASE_EY	4.19	+6.83%

US dollar = **142.66** tenge at official rate for the end of the period.
 US dollar = **142.35** tenge at weighted average rate of the Exchange for the end of the period.
 Rate of tenge devaluation for the period at the Exchange's rate – **negative 30.8% APR.**

THE CORPORATE SECURITIES MARKET (CS)

Primary floatation sector

On December 25 of 2003 specialized trades on primary additional floatation of bonds of Eurasian bank JSC (Almaty) of the first issue (KZ2CKY05A911, EUBNb1, KZT1, KZT1.5 bn; November 25, 03 – November 25, 08; semi-annual coupon with floating rate, for the first half-year – 7.0% APR, for later periods it is set by decision of the Board of directors annually, 30/360) were held in Kazakhstan stock exchange's (KASE) trade system. The issuer offered bonds at “clean” price (without accumulated interest) by open trade method using scheme T+0. The volume to market's participants 1,700,000 bonds, which is 0.11% of the total registered issue volume. During the trades one of broker-dealer companies submitted the only bid on its own behalf for purchasing of offered volume of bonds at 99.9917% of face value (7.0000%APR) for amount KZT1,709,775.57, which was satisfied by the issuer in full volume. As a result the whole volume of securities was floated. According to results of two trades (on November 27 and December 25 of 2003)

Investment attractiveness of stock exchange financial instruments since December 25 of 2003 till January 7 of 2004

Financial instrument	Currency of transaction	Yield, % APR value	trend
Non-indexed instruments			
UKPFb1	KZT	16.08	+2.08
TXBNb1	KZT	12.41	+0.62
TXBNb2	KZT	11.15	+0.25
VTZLb1	KZT	10.09	-
YASYb1	KZT	9.51	-2.99
CS repo*	KZT	9.35	+1.35
UKTCb1	KZT	8.00	0
ARNAb1	KZT	8.00	-1.00
HSBKb3	KZT	7.90	-0.11
EUBNb1	KZT	7.25	+0.25
INCAb1	KZT	7.00	+0.81
MEOKAM, MEAKAM	KZT	6.18	+0.39
MEKKAM, notes*	KZT	5.00	+0.11
GS repo*	KZT	2.01	-2.59
Instruments indexed on inflation			
KZIKb3	KZT	8.56	+0.26
CCBNb3	KZT	8.81	+0.19
BTASb3	KZT	7.42	-0.58
KZIKb2	KZT	7.29	+0.07
KZIKb1	KZT	6.00	0
Instruments indexed on devaluation			
ORDBb1	USD	11.00	0
VITAb3	USD	11.00	+4.13
CCBNb2	USD	10.80	+2.80
ASFIb2	USD	10.76	-0.22
RGBRb3	USD	10.15	-0.09
ALKSb2	USD	10.05	0
TEBNb2	USD	10.01	+1.62
CCBNb1	USD	9.99	+1.94
ART060.004	USD	9.90	+3.23
HSBKb	USD	9.75	+1.74
BTASb2	USD	9.28	+0.73
CSBNb2	USD	9.15	-0.35
CSBNb1	USD	9.00	0
ATFBb2	USD	8.96	+2.96
BTASb1	USD	8.87	+0.87
VTBNb1	USD	8.84	-0.81
ARU060.003	USD	8.59	+3.00
TMJLb2	USD	8.57	+2.96
ASBNb1	USD	8.52	0
TEBNb3	USD	8.50	-0.50
ASBNb2	USD	8.50	0
AST048.006	USD	8.41	+2.15
KZTCb1	USD	8.30	-0.41
ASFIb3	USD	8.00	-0.30
VKU036.002	USD	7.98	+2.98
LARIb1	USD	7.75	0
TEBNb	USD	7.51	-0.01
KZTKb1	USD	7.50	+2.06
BRKZb1	USD	7.46	+1.46
HSBKb2	USD	7.00	0
KKGBb2	USD	7.00	-0.66
ALBNb1	USD	7.00	0
NRBNb2	USD	6.24	+0.01
AST048.005	USD	6.04	-0.66
NRBNb1	USD	6.02	-0.01
VKU036.001	USD	5.94	-
KZAPb1	USD	5.92	+0.04
AST036.004	USD	5.78	-0.52
KZPSb1	USD	5.61	-0.02
SYRGb1	USD	5.25	0
ASU036.003	USD	5.04	+0.08
KZASb1	USD	4.35	-1.90

Eurasian bank JSC floated 751,700,000 of its own bonds of the first issue for KZT721,764,775.56 at forecasted yield – to – maturity of 7.00% - 8.00% APR for purchaser. Weighted average for investor at conducted exchange floatations equaled 7.9976%APR.

On December 25 and 26 of 2003 specialized trades on primary additional floatation of indexed on inflation level mortgage bonds of Kazakhstan Mortgage Company CJSC (Almaty) of the third issue (KZ2CKY10A986, KASE's official "A" listing category, KZIKb3; KZT1, KZT5.0 bn.; December 1, 03 – April 1, 14, semi-annual coupon with floating rate, for the first half-year – 8.3% APR, 30/360) were held in KASE's trade system. Trades were held on bonds' quotations in dirty prices with satisfaction of bids at cut-off price. The floatations were successful. Demand volume varied from 17.1% to 30% of announced volume of the additional floatation. According to results of the trades the issuer sold 1,043.7 m. bonds for KZT1,035,784,733.60 at forecasted (calculated by parameters of the first coupon period) 8.50% APR to maturity for purchaser.

After conducting of seven specialized stock exchange's trades (on December 4, 10, 12, 18, 19, 25 and 26) Kazakhstan Mortgage Company CJSC floated among investors 2,765,000,000 bonds of the third issue (55.3% of the registered volume) at the forecasted 7.80 – 8.50% APR. Sum of the borrowing equaled to KZT2,767,687,759.04 (about 18.9 m. dollars at the current stock exchange's rate). Weighted average forecasted yield of securities to maturity for purchaser on all conducted floatations is 8.34% APR.

Purchase-sale sector

Here a total of 149 deals amounting to **\$38,812.9 th.** or KZT5,575.1 m. were made during the analyzed period at Kazakhstan stock exchange (KASE). In comparison with the previous period (112 deals, \$36,076.7 th. or KZT5,234.2 m.) volume of the sector increased by 7.6%. During the analyzed period deals were made by KASE's 15 members on 43 instruments 32 of which were bonds. At that, 16.4% of gross-turnover (21.6% on purchasing transactions, and 11.2% - on sale transactions) were made at the expense of pension market's subjects. During the last week KASE's 13 members of "P" and "H" categories were interested in 41 securities, 31 of which were bonds. Stake of pension assets was 31.2% of gross-turnover, including 41.9% on purchasing transactions and 20.6% on sale transactions.

At corporate bonds market there was very high activity. Investors were restructuring their portfolios under the influence of several factors at a time: big volume of primary floatations of new securities (including very interesting ones KZIKb3, which protect revenue from inflation risks); quick strengthening of tenge relative to US dollar; nervousness at GS market, which was caused by intention of the Ministry of finance to redeem ahead of time the remaining in circulation MEAKAM. Despite this, it was impossible to give any marked trend to prices. According to results of the period, if to judge on conducted deals, they remained almost on the same level.

Following bonds' yield to maturity for a purchaser on concluded deals rose:

- BRKZb1 – from 6.27% to 7.00% APR;
- BTASb1 – from 8.00% to 8.50% APR;
- BTASb2 – from 8.55% to 8.74% APR;
- CCBNb1 – from 8.05% to 10.00% APR;
- HSBKb – from 8.01% to 8.81% APR;
- INCAb1 – from 6.19% to 7.00% APR;
- KZIKb2 – from 6.68% to 7.37% APR;
- KZTCb1 – from 8.00% to 8.30% APR;
- RGBRb3 – from 9.00% to 10.50% APR;
- TEBNb2 – from 8.39% to 9.11% APR;
- TMJLb2 – from 5.61% to 8.60% APR;
- TXBNb1 – from 10.55% to 12.00% APR;
- TXBNb2 – from 11.00% to 11.20% APR;
- UKPFb1 – from 15.50% to 16.08% APR.

Yield of following bonds fell:

Financial instrument	Currency of transaction	Yield, % value	APR trend
Instruments denominated in foreign currency			
KKGBe2	USD	9.66	-0.34
KKGBe4	USD	7.73	0
BTASe3	USD	7.09	-0.15
BRKZe2	USD	6.84	-0.08
BTASe2	USD	5.98	-0.80
KKGBe3	USD	5.80	-0.10
KZTOe1	USD	5.50	-0.29
BRKZe1	USD	5.49	-0.09
Ifo bonds	USD	4.17	+0.04
BTASe1	USD	3.07	-1.34
ENU07.05	USD	2.91	-0.04
Ifo bonds	EUR	2.34	-0.13
ENU04.10	USD	2.30	-0.49

The yields of bonds at which the deals have been made are calculated as average of the deals, for other bonds – as average of sale quotations. Trends are given relative to previous week. Securities marked by asterisk are the instruments with less than a year circulation term (for them effective weighted average rate is given). On bonds with floating coupon forecasted yield is given.

- ALKSb2 – from 10.053% to 10.050% APR;
- ASFIb2 – from 10.45% to 9.50% APR;
- ATFBb2 – from 8.99% to 8.96% APR;
- BRKZe1 – from 5.57% to 5.49% APR;
- BRKZe2 – from 6.91% to 6.84% APR;
- BTASb3 – from 7.42% to 7.41% APR;
- KKGBe2 – from 10.00% to 9.66% APR;
- KZASb1 – from 12.00% to 4.35% APR;
- KZTOe1 – from 5.78% to 5.50% APR;
- VTBNb1 – from 9.64% to 7.76% APR.

It's notable that this group contained all euronotes without exclusion.

Yield of CSBNb1, CCBN2, HSBKb3, KZTKb1 and ORDBb1 almost remained the same. First deals in VTZLb1, EUBNb1 and KZIKb3 were made at KASE in purchase and sale sector (see table of trades results).

As the whole corporate bonds market in the end of the year made more and more positive impression. It capitalization rose within 14 days by \$28.5 m. and equaled by January 7 to \$2,535.9 m. Changing of this indicator was influenced by including of mortgage bonds of BTA Mortgage OJSC, bonds of Himfarm JSC and Karazhanbasmunai OJSC in KASE's trade lists (see below).

At shares market there were no fundamental changes, except abruptly decreased volume of deals. Favorites of the market, as well as before, were securities, with which brokers prefer to work by direct deals – CCBN and VTBNp. According to results of the period rate of CCBN fell most of all (by 7.0%). Besides, price of ALKS fell as well (4.8%). Prices of following securities rose: HSBKp (by 9.9%), KZMS (by 0.02%), NFBN (by 22.9%), TEBN (by 2.0%). First deal in DNBn was made during the past period at KZT1,000.00 per share. Rate of other shares did not change (see table below). Capitalization of shares market rose within two weeks by \$179.2 m. up to \$2,579.7 m. Reason of this change was, first of all, growth of market cost of HSBKp, KZMS and NFBN, and second, including of common shares of ATOLL JSC and PAPF Kazakhstan JSC in KASE's trade lists.

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

**Results of the trades in bonds within December 25 of 2003–
January 7 of 2004**

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1	8.9999	0	10.0000	7.0000
Almaty Kus OJSC	ALKSb2	10.0501	7.1	10.0501	10.0600
ARNA OJSC	ARNAb1	*12.5000	0	11.0000	8.0000
Alliance-Bank OJSC	ASBNb1	11.5000	0	11.5000	8.5200
Alliance-Bank OJSC	ASBNb2		0	9.5020	8.5018
Astana-finance OJSC	ASFIb2	9.5034	2,506.4	9.5001	11.0463
Astana-finance OJSC	ASFIb3	8.3000	0	9.0000	8.0000
ATFBank JSC	ATFBb2	8.9622	1,520.0	8.9622	8.9622
Development Bank of Kazakhstan JSC	BRKZb1	*7.0000	1,625.8	6.0000	9.0000
Development Bank of Kazakhstan JSC	BRKZe1	5.4938	10.7	5.4938	5.4938
Development Bank of Kazakhstan JSC	BRKZe2	6.8448	10.5	6.8254	6.8254
Bank TuranAlem JSC	BTASb1	8.5046	966.4	8.0000	9.4196
Bank TuranAlem JSC	BTASb2	*8.7377	2,354.5	8.5500	9.5369
Bank TuranAlem JSC	BTASb3	7.4130	439.7	7.4129	7.4199
TuranAlem Finance B.V.	BTASe1	4.4086	0	3.7916	4.0045
TuranAlem Finance B.V.	BTASe2	6.7848	0	6.5161	6.0669
TuranAlem Finance B.V.	BTASe3		0	7.6729	7.0887
Bank CenterCredit OJSC	CCBNb1	9.9952	146.0	8.0500	9.9952
Bank CenterCredit OJSC	CCBNb2	10.8000	962.5	10.8000	10.8000
Bank CenterCredit OJSC	CCBNb3	10.2052	0	10.5000	9.0000
BANK CASPIAN JSC	CSBNb1	9.0000	0.2	9.0000	9.0000
BANK CASPIAN JSC	CSBNb2	9.4995	0	9.4500	9.1500
Eurasian bank JSC	EUBNb1	7.5000	11.7	7.0000	7.5000
Halyk savings bank of Kazakhstan JSC	HSBKb	8.8090	860.3	8.0000	10.7971
Halyk savings bank of Kazakhstan JSC	HSBKb2	*9.3049	0	9.7296	7.0000
Halyk savings bank of Kazakhstan JSC	HSBKb3	7.9999	330.3	7.8995	8.0000
INTERGAS CENTRAL ASIA CJSC	INCAb1	7.0000	1,303.5	6.1924	7.0000
KAZKOMMERTSBANK OJSC	KKGBb2	7.4987	0	8.5000	7.0000
KAZKOMMERTSBANK OJSC	KKGBe2	9.6554	186.9	9.9431	9.9431
Kazkommerts International B.V.	KKGBe3	5.8950	0	7.3695	5.8161
Kazkommerts International B.V.	KKGBe4	8.7780	0	8.2620	7.7337
NAC Kazatomprom	KZAPb1	8.0237	0	8.8000	6.0000

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DAGOK Kustanaiasbest OJSC	KZASb1	*4.3530	968.9	*4.3530	5.0002
Kazakhstan Mortgage Company CJSC	KZIKb1	7.9999	0	9.0000	6.0000
Kazakhstan Mortgage Company CJSC	KZIKb2	7.3681	1,816.5	6.7489	7.4970
Kazakhstan Mortgage Company CJSC	KZIKb3	0.0476	3,067.1	8.3787	8.8348
Kazpost OJSC	KZPSb1	8.5048	0	8.5000	5.7200
KazTransCom OJSC	KZTCb1	8.3000	2,211.2	8.3000	8.3000
Kazakhtelecom	KZTKb1	7.5001	26.9	7.4998	7.5001
KazTransOil CJSC	KZTOe1	5.5032	21.4	5.5032	5.5032
JB LARIBA-BANK OJSC	LARib1		0	10.7500	7.7500
Nurbank OJSC	NRBNb1	8.5000	0	9.0000	6.0300
Nurbank OJSC	NRBNb2		0	9.2000	6.2500
Corporation "Ordabasy" OJSC	ORDBb1	10.9999	541.5	10.9999	10.9999
RG BRANDS OJSC	RGBRb3	10.5000	594.3	9.0021	10.5030
PetroKazakhstan Oil Products JSC	SYRGB1	7.5001	0	7.9997	5.5003
TEMIRBANK OJSC	TEBNb	10.4996	0	9.0123	7.5206
TEMIRBANK OJSC	TEBNb2	9.1074	890.6	8.3900	10.9999
TEMIRBANK OJSC	TEBNb3	8.9989	0	9.0000	8.5000
NC KTZh CJSC	TMJLb2	8.5978	10.1	5.6165	8.5978
TEXAKABANK OJSC	TXBNb1	12.0000	1,886.0	10.5500	12.5000
TEXAKABANK OJSC	TXBNb2	11.2000	382.6	11.0000	11.2000
UKBF CJSC	UKPFb1	*16.0801	628.8	15.5000	*16.0801
AES Ust-Kamenogorsk HS OJSC	UKTCb1		0	10.0000	8.0000
VITA OJSC	VITAb3	17.9999	0	39.9999	11.0000
VALUT-TRANZIT BANK OJSC	VTBNb1	*7.7634	432.4	*7.7634	9.9828
VALUT-TRANZIT ZOLOTO OJSC	VTZLb1	10.0858	3,515.2	10.0858	10.0858
YASSY OJSC	YASYb1	12.5000	0	12.4999	9.6001
TOTAL	58		30,236.2		

**Results of the trades in shares within December 25 of 2003–
January 7 of 2004**

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th USD	Purchase	Sale
Almaty Kus OJSC	ALKS	*10.00	22,030,000	1,761.4	15.00	*10.00
Almaty Kus OJSC	ALKSp	10.00	0	0	10.00	15.00
Almaty Kus OJSC	ALKSp3	10.00	0	0	10.00	15.00
CNPC – Aktobemunaigas OJSC	AMGZ	*5,161.45	0	0	6,100.00	9,100.00
Astana-finance OJSC	ASFI	1,014.96	0	0	700.00	1,050.00
ATFBank JSC	ATFB	*1,000.00	0	0	1,000.00	1,500.00
ATFBank JSC	ATFBp	999.00	0	0	1,000.00	1,500.00
ATFBank JSC	ATFBp8		0	0	1,000.00	1,500.00
Bank TuranAlem JSC	BTAS	*14,548.00	0	0	12,979.80	19,217.25
Bank CenterCredit OJSC	CCBN	194.00	2,359,464	3,373.3	210.20	194.00
BANK CASPIAN JSC	CSBN	171.00	0	0	171.00	256.50
BANK CASPIAN JSC	CSBNp	171.00	0	0	175.00	256.50
DANABANK OJSC	DNBN	*1,000.00	15,369	106.6	*1,000.00	*1,000.00
CHARALTYN JSC	HRLT	3.50	0	0	3.50	3.60
Halyk savings bank of Kazakhstan JSC	HSBK	120.00	0	0	160.00	165.00
Halyk savings bank of Kazakhstan JSC	HSBKp	*167.20	113,601	132.0	*167.20	*167.20
Halyk savings bank of Kazakhstan JSC	HSBKp7	152.10	0	0	160.00	180.00
KAZKOMMERTSBANK JSC	KKGB	96.80	0	0	100.00	150.00
KAZKOMMERTSBANK JSC	KKGBp	103.49	0	0	96.00	128.12
Corporation Kazakhmys JSC	KZMS	*4,200.00	2,419	70.4	4,200.01	*4,200.00
Kazakhtelecom	KZTK	3,566.88	0	0	4,000.00	4,270.50
Kazakhtelecom	KZTKp	1,472.11	0	0	1,442.20	2,135.25
Neftebank OJSC	NFBN	*1,321.00	36,016	295.5	1,500.02	555.99
TEMIRBANK OJSC	TEBN	1,040.00	4,596	36.2	1,136.78	1,015.00
TEMIRBANK OJSC	TEBNp		0	0	680.00	1,015.00
Tsesnabank JSC	TSBN		0	0	700.00	1,050.00
TEXAKABANK OJSC	TXBN		0	0	18,000.00	20,000.00
UKTMC OJSC	UTMK	*6,145.00	3,091	132.0	*6,145.00	5,978.70
UKTMC OJSC	UTMKp	3,000.00	0	0	2,500.00	3,750.00
VALUT-TRANZIT BANK OJSC	VTBN	*350.00	28,298	66.6	*350.00	328.63
VALUT-TRANZIT BANK OJSC	VTBNp	*450.00	858,682	1,910.9	*450.00	320.00
Zerde OJSC	ZERD	*2.00	61,623,074	691.9	989.81	1.00
TOTAL	32		87,074,610	8,576.7		

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

Sector of CS repo-transactions

Here 85 deals were made in the total amount of **\$29,463.1 th.** (KZT4,223.4 m.) during the described period. 42 deals of them (in the amount of \$16,603.7 th.) were repo opening and 43 deals (in the amount of \$12,859.4 th.) – repo closing. During the previous week volume of deals in this sector amounted to \$16,445.8 th. (KZT2,378.5 m).

In all at CS trade floors of KASE a total of 245 deals amounting to **\$75,489.5 th.** (KZT10,836.0 m) were concluded within the analyzed period (including primary floatation sector and repo sector). During the previous period this indicator was \$63,421.6 th. (KZT9,195.3 m).

Changes in KASE's trade lists

By the decision of KASE's Council dated December 29 of 2003 **indexed on tenge inflation and devaluation level bonds of Karazhanbasmunai OJSC** (Aktau) of the second issue (KZ2CKY05A960, KARMB2; KZT1,000, KZT11.1 bn.; December 29, 03 – December 29, 08; floating semi-annual coupon, 30/360) have been included in KASE's official "A" listing category. This decision took effect since December 29 of 2003.

By the decision of KASE's Council dated December 30 of 2003 **common shares (KZ1C50770011) of ATOLL Joint Stock Company** (Almaty) have been included into KASE's official "B" listing category. At KASE the shares have been assigned trade code ATOL. This decision took effect since January 5 of 2004.

Besides, decisions of stock exchange's Council dated December 23 of 2003 about including of following securities in KASE's official "B" listing category took effect during the period:

- since December 25 – **common shares of PAFP Kazakhstan JSC** (Almaty, NIN of shares – KZ1C32140010, code – KZPF);
- since December 26 – **mortgage bonds of BTA Mortgage OJSC** (Almaty) of the first issue (KZ2CKY07A867, BTAIB1; KZT10,000, KZT500.0 m.; December 26, 03 – December 26, 10, three-month floating coupon, 30/360);
- since December 31 of 2003 – **indexed on tenge devaluation level bonds of Himfarm JSC** (Shymkent) of the first issue (KZ2CKY03A932, CHFMB1; KZT10,000, KZT1,550.0 m.; January 26, 04 – January 26, 07, annual coupon 10.0% APR).

Information about opening of trades in these securities will be given later.

By the decision of KASE's Board common shares (KZ1C316900X8) of **Almaty Kus OJSC** (Almaty oblast, Chapayevo settl-t) of the second issue have been excluded from "Non-listing securities" sector. The decision was made because National Bank of Kazakhstan changed certificate about state registration of the first-fourth issues of shares of Almaty Kus OJSC having changed assigned before NIN of common shares of the second issue KZ1C316900X8 to KZ1C31690015. In accordance with certificate about state registration of shares issue presented by Almaty Kus OJSC total number of announced for issue common shares KZ1C31690015 is 167,867,490, privileged shares KZ1P31690111 – 5,132,510 and privileged shares KZ1P31690319 – 10,000,000. By registration date of specification of shares issue (December 12, 03) 104,867,490 common shares of Almaty Kus OJSC and 15,132,510 privileged shares had been floated and paid.

In accordance with KASE's internal document "Rules of securities admission to circulation in the sector of "Non-listing securities", following securities have been excluded from the list of securities, which were admitted to circulation in the mentioned sector:

- common shares of MOC ABS-BALKHASH OJSC (KZ1C04820410, ABCB);
- common shares of Amangeldy Gas CJSC (KZ1C49970003, AGGZ);
- privileged shares of AK Altynalmas OJSC (KZ1P04450411, ALMSp);
- common shares of Alatau OJSC (KZ1C28080413, ALTU);
- privileged shares of CNPC-Aktobemunaigas OJSC (KZ1P15990115, AMGZp);
- common shares of Atyrau petroleum refinery OJSC (KZ1C11180717, ANPZ);
- common shares of AKSAIGASSERVICE OJSC (KZ1C36641917, ASGZ);
- common shares of International airport Atyrau OJSC (KZ1C25410712, ATRA);
- common shares of Atasuruda OJSC (KZ1C06151012, ATRD);
- privileged shares of Atasuruda OJSC (KZ1P06151017, ATRDp);
- common shares of Chaika OJSC (KZ1C40521014, CHKA);

- common shares of Zhambyl HPS named after Baturov OJSC (KZ1C40170812, DGRC);
- common shares of AP Etalon JSC (KZ1C01110427, ETLN);
- common shares of Euro-Asia Air OJSC (KZ1C403500X0, EVZA);
- common shares of AES OJSC (KZ1C30950413, GEOT);
- common shares of G-Media OJSC (KZ1C45630015, GMED);
- common shares of Air company Irtyshev-Avia OJSC (KZ1C41412015, IRTA);
- common shares of KCSC JSC (KG0101053922, KCSK);
- common shares of Kyrgyzenergo JSC (KG0101072815, KGEN);
- common shares of Kyrgyztelecom OJSC (KG0101093316, KGTK);
- common shares of Kazakhstankaspiyshef JSC (KZ1C18320415, KKSH);
- privileged shares of Kazakhstankaspiyshef JSC (KZ1P18320410, KKSHp);
- common shares of KBS Group OJSC (KZ1C44110019, KSBG);
- common shares of KASKOR-TRANSSERVICE OJSC (KZ1C28870219, KSTR);
- privileged shares of KASKOR-TRANSSERVICE OJSC (KZ1P28870214, KSTRp);
- common shares of KazTransCom OJSC (KZ1C11750011, KZTC);
- common shares of KazTransGas CJSC (KZ1C41310409, KZTG);
- common shares of KazTransOil CJSC (KZ1C29951414, KZTO);
- common shares of KazTransOil CJSC (KZ1C29951406, KZTO_3);
- common shares of KazTransOil CJSC (KZ1C29950099, KZTO_5);
- common shares of KazTransGas LNG CJSC (KZ1C46000002, KZTR);
- common shares of Kazzinc OJSC (KZ1C23422016, KZZN);
- common shares of Mayskoye-1 OJSC (KZ1C32691213, MAY1);
- privileged shares of Mayskoye-1 OJSC (KZ1P32691218, MAY1p);
- common shares of Narodnaya investitsionnaya kompaniya OJSC (KZ1C46850018, NRIK);
- common shares of PRG Bottlers OJSC (KZ1C40050011, PRGB);
- common shares of SAUR OJSC (KZ1C34990415, SAYR);
- privileged shares of Sokolovsko-Sarbaykoye ore mining and processing amalgamation JSC (KZ1P10971210, SSGPp);
- common shares of Sultan JSC (KZ1C22521610, SULT);
- common shares of TRANSSTROY OJSC (KZ1C02840410, TRSS);
- common shares of ULBA JSC (KZ1C18702018, ULBA);
- privileged shares of ULBA JSC (KZ1P18702013, ULBAp);
- common shares of Vasilkovskiy OMPE OJSC (KZ1C25901611, VGOK);
- common shares of Voskhod OJSC (KZ1C37360418, VOCH);
- common shares of Zaman-Bank OJSC (KZ1C00441518, ZMBN).

The listed shares have been excluded because of absence of deals in them during the last calendar quarter.

SECTOR OF GOVERNMENT SECURITIES (GS)

In **GS purchase and sale sector** of KASE total volume of 111 deals reached **KZT17,658.9 m.** (\$122,903.9 th.) during the analyzed period. Corresponding figure of the previous period – KZT22,573.9 m. (\$155,532.7 th.).

Parameters of Exchange's transactions in GS within December 25 of 2003–January 7 of 2004

(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): MEKKAM, National Bank's notes						
						55.3% (20.1%) of purchase and sale sector's turnover
8-14	1.83	4.00	4.00	3.88 (-)	140.8	2
15 - 28	5.23	5.23	5.23	5.23 (5.21)	61.1	1
37 - 42	2.66	5.10	5.10	5.02 (5.10)	721.0	5
43 - 56	4.34	4.70	4.34	4.49 (4.70)	360.8	4
57 - 63	4.73	4.73	4.73	4.73 (-)	8.9	1
64 - 91	2.00	4.86	4.50	4.39 (3.50)	73.2	4
92 - 181	3.06	5.00	4.99	4.84 (4.60)	1,621.1	11
182 - 364	4.00	5.13	5.13	5.05 (4.95)	6,786.6	27
Total					9,773.4 (4,538.9)	55 (36)
Coupon (KZT): MEOKAM-24, 36, 48, 60, 72, 84, MEIKAM						
						33.4% (78.5%) of purchase and sale sector's turnover
less than 730	5.02	5.70	5.41	5.32 (4.99)	574.4	10
731 - 1095	5.50	15.15	15.15	7.48 (5.63)	515.2	9
1096 - 1460	5.75	5.75	5.75	5.75 (-)	328.8	1
1461 - 1825	5.78	6.30	6.09	6.03 (6.02)	3,440.1	16

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, mln tenge discounted	Number of deals
	min	max	last deal	weighted average		
1826 - 2190	6.09	6.10	6.09	6.10 (6.13)	906.9	4
more than 2191	6.09	6.09	6.09	6.09 (6.16)	132.2	5
Total					5,897.5 (17,719.3)	45 (69)
Coupon (USD): bonds of Atyrau and East-Kazakhstan oblsts., Astana						
11.1% (0.1) of purchase and sale sector's turnover						
less than 730	5.94	7.98	7.98	7.09 (6.30)	667.4	2
731 - 1095	8.59	8.59	8.59	8.59 (6.70)	461.7	1
more than 1096	8.41	9.90	9.90	8.91 (-)	826.3	2
Total					1,955.4 (29.7)	5 (2)
Euronotes of Kazakhstan (USD)						
0.2% (1.3) of purchase and sale sector's turnover						
*281 - 288	0.80	4.01	4.01	2.32 (2.79)	30.5	4
**1211 - 1215	2.91	2.95	2.95	2.91 (2.95)	2.0	2
Total					32.5 (286.0)	6 (4)
TOTAL					17,658.9 (22,573.9)	111 (111)

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

Major event of the sector – prescheduled redemption of MEAKAM, which remained in circulation – significantly changed appearance of GS market in the preceding period. Now everything come back to usual condition. During the analyzed period the conjuncture was influenced mainly by excessive tenge liquidity, which had been caused by the big volume of dollar sale at KASE, and also by big payments for bonds of the Ministry of finance and National Bank. "Superfluous money" was tied by the head bank at the primary market of notes that was reflected in growth of their turnover at the stock exchange. Restructuring of investors' portfolios, which was provoked by the growth of offer volume of new corporate bonds, resulted in coming of MEOKAM to the market. Prevailing of offer over demand made sale these bonds at growing prices impossible. As the result yield of securities for purchaser went up. The same tendency was typical for municipal instruments. Final turnovers of the year, strengthening of tenge relative to dollar and coupon payments made by domestic executive bodies caused unordinary high activity at their market.

In GS repo-transactions sector 653 deals were made for a total of **KZT111,661.3 m** (including automatic repo sector) during the period. Of this number 310 deals (for KZT58,536.6 m.) were repo opening deals and 343 (KZT53,124.7 m.) – repo closing deals. During the previous period volume of transactions of this type was equal to KZT118,156.2 m. After closing of the trades on January 7 total amount of opened at KASE repo reached KZT24,764.6 m.

Major parameters of automatic repo market on opening deals within December 25 of 2003–January 7 of 2004

(in parentheses – comparable figures of previous period)

Instrument (currency, term of repo)	Yield, % APR				Volume, m KZT	Number of deals	Portion, %	
	on first deal	min	max	at last deal				weighted average
KZT_001	3.00	0.15	3.00	0.50	1.64 (4.31)	38,907.0	190 79.8 (75.3)	
KZT_002	1.00	0.90	5.00	0.90	1.87 (-)	431.0	5 0.9 (-)	
KZT_003	0.50	0.50	0.50	0.50	0.50 (3.73)	161.0	1 0.3 (0.3)	
KZT_007	2.50	2.40	3.50	3.00	2.73 (4.76)	2,365.0	20 4.9 (3.5)	
KZT_014	4.25	2.50	4.25	3.50	3.82 (4.91)	2,926.0	33 6.0 (5.0)	
KZT_028	6.00	4.00	6.00	4.30	4.91 (5.29)	3,972.0	21 8.1 (15.9)	
TOTAL						48,762.0 (53,322.1)	270 (478)	100.0

Total of 764 deals were made at trade floors of KASE in GS amounting to **KZT129,320.2 m** during the analyzed period. During the previous period volume of 1,133 deals reached KZT140,730.1 m. **The proportion of the Exchange's turnover** in total volume of deals on Kazakhstan secondary market for GS for comparable operations equaled to **73.3%**, last week - 78.8%.

KASE'S NORMATIVE BASE

By the decision of KASE's Board dated December 30, 2003 additions were made into internal document of KASE "**Rules of repo transactions making**" (The Rules). Additions were took effect **since January 1, 2004** and concern responsibilities of participants of repo transactions, which were concluded "directly", repo deals disruption accompanied with securities de-listing, which are subjects of these repo transactions.

By the decision of KASE's Council dated December 23, 2003, amendments were made into the internal document of KASE **Methods of securities valuation** (Methods). Amendments were coordinated with the National bank of the Republic of Kazakhstan on December 18, 2003 and will take effect since **January 1, 2004**. Amendments are related to procedures of yield determination of government securities of Kazakhstan, included

into the first group, as well as corporate securities, issued by resident organizations of the Republic of Kazakhstan in compliance with the legislation of Kazakhstan and other countries, including usage of so-called Special Purpose Vehicles. Amendments also clarify separate issues related to Methods implementation.

By the decision of KASE's Council dated December 23, 2003, an internal document of KASE "**Rules of securities admission to the Non-listing securities sector**" (the Rules) was approved. The Rules were coordinated with the National bank of Kazakhstan on December 18, 2003 and will take effect since **January 1, 2004**. The Rules regulate the procedure for admission of corporate securities to Non-listing securities sector, their circulation and withdrawal from the list of admitted securities to named sector. The Rules have been worked out in exchange for internal document of KASE "The procedure for securities admission to Non-listing securities sector", which have been approved by enactment of Directorate of the National securities commission of the Republic of Kazakhstan dated June 26, 1998 #100, which has been recognized as stale since January 1, 2004 by the named decision of Exchange's Council.

KASE'S NEWS

By the decision of KASE's Board since December 26 of 2003 KG Securities LLP (Almaty) has been assigned status of specialist of bonds of Valuyt Tranzit Zoloto (Karaganda) of the first issue (KZ1CKY10A895; KASE's official "B" listing category, VTZLb1; KZT1, KZT2.5 bn; October 29, 03 – October 29, 13, annual coupon 10.0% APR). Minimal volume of compulsory quotation for the specialist is 8,700,000 bonds.

By the decision of KASE's Board dated November 29 of 2003 TuranAlem Securities JSC (Almaty) has been assigned status of market-maker of mortgage bonds of BTA Mortgage OJSC (Almaty) of the first issue (KZ2CKY07A867; KASE's official "B" listing category; BTAIb1; KZT10,000, KZT500.0 m; December 26, 03 – December 26, 10; three months floating coupon, 30/360). Minimal volume of compulsory quotation for the market-maker of BTAIb1 is 170 bonds.

By the decision of KASE's Board **since December 26 of 2003** trades in **bonds of Eurasian bank JSC** (Almaty) of the first issue (KZ2CKY05A911; KASE's official "A" listing category, EUBNb1, KZT1, KZT1.5 bn.; November 25, 03 – November 25, 08, annual coupon 7.0% APR in the first year of circulation, afterwards is reexamined every year by the decision of the bank's Board of directors, 30/360) are opened at KASE. Quotation accuracy of EUBNb1 in KASE's trade system is four decimal figures of bond's clean price expressed as percentage of the face value. Functions of market-maker of EUBNb1 will be fulfilled by Central-Asian Trust Company LLP (Almaty). Minimal volume of compulsory quotation for the market-maker is 1,700,000 bonds. Mentioned bonds have been included in KASE's official securities list of "A" category since November 25 of 2003.

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