

WEEK OF STOCK MARKET OF KAZAKHSTAN

February 1 - 7

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

Term	Currency	Rate	Trend
"Overnight" on autorepo with GS (TONIA)			
1 day	KZT	2.09	+1.27
Autorepo opening with GS (WA, % APR)			
1 day	KZT	2.09	+1.26
KIBOR (indicative, % APR)			
1 week	KZT	5.00	-0.05
2 weeks	KZT	5.75	+0.40
1 month	KZT	6.50	+0.75
2 months	KZT	7.25	+1.00
3 months	KZT	8.00	+1.50

Stock market indicators as of February 7 and change for the period

Index	Value	Trend
KASE_Shares	2,603.34	+2.67
KASE_BP	200.06	-0.39
KASE_BC	128.05	-0.54
KASE_BY	7.86	+2.33

US dollar = **126.45** at official rate for the end of the period.
US dollar = **126.55** at weighted average rate of the Exchange for the end of the period.
Speed of strengthening of tenge to dollar for the period at exchange's rate totaled **30.4% APR**.

SHARE MARKET

News of share market

By decision of KASE's Board **since February 7, 2007** VISOR Capital JSC (Almaty) on the basis of its application assigned the status of market maker on **common shares KZ1C35970017** (KASE's official "A" listing category, ATFB) **of ATFBank JSC** (Almaty). The minimal volume of obligator quotation for a market maker is set in the size of 1,000 month calculation indicators. Currently the functions of market-maker on ATFB on KASE is executing Almaty Investment Management JSC (Almaty).

Primary market sector

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

Secondary market sector (purchase and sale)

A total of 391 deals amounting to \$55,784.0 th. or KZT7,015.3 m. were made in shares during the analyzed period. In comparison with the previous period (January 25-31, 288 deals, \$79,593.7 th. or KZT10,048.0 m.), turnover of the sector has decreased by 29.9%. At that, 5.9% of deals in quantitative expression and 52.3% in volumetric expression were nego. In the previous period these indicators were 11.5% and 68.7% correspondingly.

During the analyzed period deals were made by (in the parenthesis are given comparable indicators of the previous period) KASE's 34 (28) members on 26 (26) instruments. At that: 0.5% (2.3%) of gross-turnover of the market – 0.4% (4.6%) on purchasing transactions and 0.7% (0.1%) - on sales transactions were controlled by "pensions"; through the depot accounts, registered on physical persons for the week had passed 24.9% (15.6%) of exchange's turnover of shares – 29.3% (19.6%) - on purchasing transactions and 20.4% (11.6%) - on sales transactions.

In the analyzed week weighted average daily prices of 46% (58%) of names of shares involved into deals, made on KASE by methods of opened trades grew, prices of 42% (27%) – fell, prices of 12% (12%) – remained unchanged. In the described period shares prices changed positively in the range from 0.4% (KZTC) to 50.0% (KZTKp), negative change – from 1.3% (CCBN) to 42.5% (AZNO).

As a whole it should be noted that market of shares on the week looked very positively. The main factor, influencing on the behavior of brokers, became the events on London stock exchange (LSE). By reasons obscure for analysts of IRBIS with absence of any significant news in the end of January the rate of GDR of Halyk savings bank of Kazakhstan JSC, Kazkommertsbank JSC, Exploration Production KazMunayGas JSC on this floor had sudden increased. The effect of this factor with some late had pulled by itself the whole Kazakhstan share market. By historical maximum on the open market of KASE had noted the seemed "overheated" HSBK (Halyk savings bank of Kazakhstan JSC), average weighted price of which increased by the week by 16.3%, ASBN (Alliance Bank JSC, +12.1%), KZTK (Kazakhtelecom JSC, +12.1%). Growth of average weighted prices by 37.7% was fixed for KZTKp (Kazakhtelecom JSC), by 23.8% – for TSNB (Tsesnabank JSC), by 10.9% – ATFB (ATFBank JSC), by 7.3% – KKGB (Kazkommertsbank JSC), by 6.8% – RDGZ (Exploration Production KazMunayGas JSC), by 6.4% – TEBN (Temirbank JSC). It is notable that the majority of listed instruments were characterized by increased liquidity.

It is notable that play for increase of rates of Kazakhstan shares was entailed with growth of volume of supply of USD on KASE, which made IRBIS to say the supposition about increased interest of stake instruments of foreign investors to our market.

The significant growth of price on the week of almost all favorites of market had lead KASE_Shares index on February 6 to the next historical maximum – 2,631. Index is still confidently holding the buoyant trend, set in the beginning of November of last year. On that temporary log the average speed of growth of index is estimating now at 174% APR. For the closing of trades on February 7 the correspondent indicator of index growth since beginning of the current year made 75.6%, for the last 365 days – 159.6%.

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

**Results of share trades on KASE within February 1-7
(only by data of deals, made on the secondary market of KASE by the methods of opened trades)**

Share code on KASE	Price, KZT per share:		on the last deal:		for last 365 days:		Volume of deals th. USD	Num-ber of deals	Best for the period:	
	min.	max.	price	trend, %	min.	max.			bid	offer
ALKZ	2,050.00	2,050.00	2,050.00	+2.5	1,956.80	2,600.00	1.6	1	2,050.00	2,050.00
ASBN	51,900.00	52,000.00	52,000.00	+4.0	11,000.00	52,000.00	14.0	2	52,000.00	50,000.00
ASBNp1	12,500.00	12,600.00	12,500.00	0	10,000.00	16,900.00	3,008.8	4	12,650.00	12,499.00
ATFB	11,150.00	12,401.80	12,401.80	+11.0	4,700.00	15,710.00	1,635.8	20	12,401.80	11,150.00
ATFBp8	1,575.00	1,575.00	1,575.00	+1.6	1,251.00	4,150.00	8.4	1	1,596.00	1,575.00
AZNO	9,201.00	9,201.00	9,201.00		9,200.01	16,000.00	603.7	1	9,201.00	9,201.00
BTAS	115,750.00	119,000.00	115,750.00	-2.5	83,990.00	190,000.00	5,411.8	59	119,000.01	122.00
CCBN	1,630.00	1,700.00	1,630.00	-16.4	465.00	2,000.00	77.3	5	1,700.00	1,630.00
CHFM	850.00	850.00	850.00	-5.6	600.00	1,650.00	8.7	1	850.00	850.00
CSBN	4,600.00	4,600.00	4,600.00	-7.1	1,500.00	5,150.00	189.5	1	4,600.00	4,600.00
EXBN	2,200.01	2,250.00	2,250.00	-18.2	2,000.00	2,750.00	32.6	4	2,250.00	2,200.00
HSBK	622.00	720.00	720.00	+16.5	260.00	720.00	2,390.2	51	720.00	618.00
KKGB	1,416.00	1,550.00	1,500.00	+7.1	250.00	1,800.00	638.2	23	1,550.00	1,401.00
KKGBp	340.00	400.00	340.00	-5.6	100.00	600.00	57.7	11	400.00	340.00
KZTC	14,999.99	18,300.00	18,100.00	+0.6	9,000.00	20,000.00	179.5	10	151,001.00	14,999.99
KZTK	45,000.00	52,350.00	48,105.00	+8.1	23,502.00	52,350.00	4,279.6	66	200,000.00	45,000.00
KZTKp	12,600.00	18,050.00	17,050.00	+37.7	8,950.00	21,000.00	302.3	28	18,100.00	12,600.00
KZZN	7,500.00	7,500.00	7,500.00	-4.5	4,510.00	18,300.00	9.5	1	7,500.00	7,500.00
NRBN	51,000.00	51,000.00	51,000.00	-3.8	26,825.00	62,250.00	4.1	1	51,000.00	50,000.00
ORDBp	2,100.00	2,100.00	2,100.00	0	2,100.00	2,125.00	420.4	3	2,100.00	2,100.00
RDGZ	15,000.00	16,050.00	15,950.00	+7.0	11,260.00	18,399.99	1,765.0	59	16,050.00	15,000.00
ROSA	838.00	838.00	838.00	-2.0	570.01	855.00	0.4	1	838.00	838.00
TEBN	4,700.00	5,000.00	5,000.00	+6.4	1,031.00	5,000.00	2,148.9	10	5,000.00	4,700.00
TEBNp	1,220.00	1,220.00	1,220.00	-6.2	1,001.00	1,390.00	13.2	1	1,300.00	1,220.00
TSBN	3,400.00	3,450.00	3,450.00	+15.0	1,040.00	3,450.00	14.9	3	3,450.00	2,900.00
TSNp	1,000.00	1,000.00	1,000.00	0	1,000.00	3,358.00	3,373.2	1	1,000.00	1,000.00
26							26,589.6	368		

Notes: Trends are given relative to the last deal of the previous month (January 1 - 31, 2007). If deals were not made in the previous month the trend is not calculated. Full list of issuers' symbols is available at http://www.kase.kz/instruments/nzb_code.htm

CORPORATE BOND MARKET

News of corporate bond market

By decision of KASE's Board since February 1, 2007 in representative list for calculation of KASE_BC, KASE_BP and KASE_BY indexes have been included:

- subordinate bonds **KZ2CKY07B915** (KASE's category "A" official listing, EUBNb3; KZT100; KZT10.0 bn.; April 5, 06 – April 5, 13; floating, semi-annual coupon indexed on inflation rate, 8.0% APR for the first year of circulation, 30/360) of **Eurasian bank JSC** (Almaty);
- subordinate bonds **KZPC7Y10B193** (KASE's category "A" official listing, HSBKb10; KZT10,000; KZT5.0 bn.; November 2, 05 – November 2, 15; semi-annual coupon indexed on inflation rate, 6.80% APR for the current coupon period, 30/360) of **Halyk savings bank of Kazakhstan JSC** (Almaty);
- bonds **KZPC2Y05B806** (KASE's category "A" official listing, KAZIb2; KZT1; KZT1.5 bn.; December 5, 06 – December 5, 11; semi-annual coupon, 10.0% APR, 30/360) of **Karaganda asbestos-cement products plant JSC** (Temirtau).

After the decision was made, out of 181 corporate bonds, currently included in KASE's official "A" listing category, **160 securities** are in the representative list for the mentioned indexes calculation.

By the decision of KASE's Board dated February 5, 2007 **KZPC5Y05B577 bonds** (KZT1,000; KZT5.0 bn.; December 25, 06 – December 25, 11; semi-annual coupon, 8.50% APR; 30/360) of **Alliance Bank JSC** (Almaty) have been included into KASE's official "A" listing category under **ASBNb8** symbol. Trades with these bonds on KASE's secondary market sector have been opened the same day. Financial company Alliance Capital JSC (Almaty) acts as market-maker on the named bonds on KASE with minimal volume of compulsory quotation in size of 2,200 bonds. The pointed issue of bonds is the fifth in the frames of first bonds' program of Alliance Bank JSC, registered by Agency of Republic of Kazakhstan of regulating and supervision over financial market and organizations on April 12, 2005 to the total sum KZT40.0 bn., and eighth issue of internal bonds of

the bank, having passed the listing procedure on KASE. Detailed information about securities is published on KASE's web site at <http://www.kase.kz/emitters/asbn.asp>.

Primary market sector

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

Secondary market sector (purchase and sale)

On February 5 2007 the specialized trades took place to purchase bonds KZ2CKY05B091 of Food contract corporation JSC (Astana) (the official list of KASE under "A" category, PRKRb1, KZT10,000; KZT3.0 bn.; May 17, 04 – May 17, 09; the annual coupon 8.00% APR; actual/actual) **in the trade system of Kazakhstan stock exchange (KASE)** by their issuer, who planned to purchase from investors all 300 th. bonds registered in the frames of this issue. The subject of trades is net price of bonds (deducting the accumulated interest), expressed in percentage from the face value of a security. Bids to take part in the offering were submitted by the open method from 11:30 to 13:00 (ALT). Only limited bids were allowed for trades. The bids satisfaction method is based on cut-off price. The Daughter organization of the joint stock company Bank TuranAlem TuranAlem Securities JSC, financial consultant of the issuer, acted as the empowered broker at the trades, who is deemed to provide transfer to the correspondent account of the stock exchange to pay bonds, purchased at trades, up to 16:00 ALT on February 5 2007 (by scheme T+0).

Seven members of KASE took part in trades, who submitted 7 bids to sell securities. By the moment of bids admission date's expiration all orders in the trade system of KASE were active. The total volume of submitted bids made 258,552 bonds (86.2% out of the announced volume of the issue). Net price in bids were varied between 100.0000% (7.96% APR) and 101.0000% (7.47% APR), having made in the average weighted expression 100.2528% (7.83% APR). In all, the offering volume 27.4% (by number of bonds) was controlled by bids of Kazakhstan pension market subjects, 71.0% – by bids of second tier banks and 1.6% – by broker-dealer companies.

By results of trades the issuer has fixed the cut-off price at **100.0000%**, which corresponds to bonds profitability to maturity in size of **7.9583% APR** and satisfied completely four bids to sell **192,312 bonds for a total of KZT2,034,397,518.90**. 35.8% bonds out of the total volume of bonds, purchased to the issuer, counts for the part of pension funds, 62.6% - for banks, 1.6% - for broker-dealer companies. As a result of the conducted trades, the issuer purchased 64.1% out of the registered volume of the issue. The next specialized trades are planned to be held on February 8.

A total of 35 deals amounting to \$88,788.7 th. or KZT11,150.1 m. (considering the described above redeeming) were made in bonds during the analyzed period on KASE. In comparison with the previous period (January 25-31, 101 deals, \$116,277.9 th. or KZT14,667.3 m.), turnover of the sector has decreased by 23.6%. No nego deals were made during the analyzed period. On the previous week 7.9% of deals in quantitative expression and 0.2% in volumetric expression were nego.

During the analyzed period deals were made by KASE's 34 (21) members on 14 (40) instruments. At that, 10.9% (17.2%) of gross-turnover – 18.4% (22.6%) on purchasing transactions, and 3.3% (11.7%) - on sale transactions went through the accounts of pension market's subjects. Through the accounts of depot, registered on physical persons, for the week had left 12.9% (11.3%) of the exchange's gross-turnover of corporate bonds – 4.3% (1.0%) - on purchase operations and 21.4% (21.6%) - on sale operations.

The main volume of operations – 48.5% from sector's turnover – was made with new securities of ASBNb8. Judging by sides of deals, speech is hardly about offering of bonds.

By the totals of the period weighted average daily net prices of 10 bonds grew on the opened market, prices of only 3 bonds – fell (prices of ASBNb8 was nothing to compare with). Re-bought seemed BTAIb9 with growth of net price by 5.1% as the result of which the yield for purchaser of this bond had decreased to annual minimum – 7.505 APR. Slightly re-sold seemed KKGBb4 (-4.4%). Yield to maturity for buyer on deals' made decreased of 9 bonds, increased – of 4.

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

Results of bond trades on KASE within February 1-7 (only on data of deals, made on secondary market of KASE by the methods of opened deals)

Bond code on KASE	Yield to maturity for a buyer, % APR:						Volume of deals th. USD	Number of deals	Best for the period:	
	min.	max.	on the last deal:		for last 365 days:				bid	offer
			yield	trend	min.	max.				
ASBNb8	9.61	9.70	9.70		9.61	9.70	43,065.0	4	9.50	9.70
ASFib7	8.50	9.61	8.50	0	8.50	10.95	10,675.9	6	8.50	9.61
BTAIb8	10.50	10.50	10.50	0	8.20	10.50	15.2	1	10.50	10.50
BTAIb9	7.50	7.50	7.50		7.50	8.51	0.9	1	7.50	7.50
CCBNb12	7.00	7.00	7.00		7.00	7.93	12.9	1	7.00	7.00

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**Results of bond trades on KASE within February 1-7
(only on data of deals , made on secondary market of KASE by the methods of opened deals)**

Bond code on KASE	Yield to maturity for a buyer, % APR:						Volume of deals th. USD	Num-ber of deals	Best for the period:	
	on the last deal:		for last 365 days:		bid	offer				
	min.	max.	yield	trend	min.	max.				
HSBKb11	7.53	7.53	7.53		7.50	7.85	4,027.1	1	7.53	7.53
KATRb1	11.87	11.87	11.87	-0.12	10.00	13.00	249.2	3	11.50	11.87
KKGBb4	7.50	8.00	7.50	+0.50	6.00	8.00	4,853.2	5	7.00	8.00
KZIKb7	7.35	7.35	7.35		5.00	7.35	171.8	1	7.00	7.35
NFBNb1	10.65	10.65	10.65	-0.04	10.00	11.77	12.4	1	10.65	10.65
PRKRb1	7.96	7.96	7.96		7.96	8.08	16,205.2	4		7.97
TSBNb4	9.50	9.50	9.50	-0.70	9.02	10.20	1,034.6	4	8.50	9.50
TSBNb6	10.00	10.00	10.00	-0.20	10.00	10.20	7,606.8	1	10.00	10.00
VITAb4	10.00	10.44	10.00		8.80	11.80	858.6	2	10.00	10.44
14							88,788.7	35		

Notes: Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous month (January 1 - 31, 2007). If deals were not made in the previous month the trend is not calculated. Full list of issuers symbols is available at http://www.kase.kz/instruments/nzb_code.htm

GOVERNMENT SECURITIES (GS) SECTOR

Primary market sector

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

Secondary market sector (purchase - sale)

In the analyzed period total volume of 21 deals made on KASE did not exceed KZT15,147.9 m. (\$120.6 m.). In the last period the turnover of the given sector made KZT17,520.0 m. or \$138.9 m. with 39 deals. Stake of exchange's turnover in the total volume of Kazakhstan secondary market of GS on comparable operations of purchase and sale was equaled to 100%, as on the previous week.

The fall of activity of the given segment of exchange market happened due to decrease of interest of traders to MEOKAM. Turnover of these bonds decreased five times. The separate deals were made at falling price, which had lead to significant growth of yield of liabilities to purchaser. It is not excluded that pertinacity of purchasers of MEOKAM is conditioned by intentions of Ministry of finance to raise the yield of new bonds, told recently by Natalya Korzhova.

On the market of notes the activity was relatively high. The longest securities were traded with increased discount, which looks logic at the background of growth of price of short money (table at the beginning of review).

More detailed data about exchange's trades are given in the table.

Parameters of Exchange's transactions in GS within February 1-7

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, m. tenge discounted	Number of deals
	min	max	last deal	weighted average		
Discounted (KZT): National Bank's notes				94.4% (74.4%) of purchase and sale sector's turnover		
less 8	2.50	4.65	2.50	3.03 (4.20)	4998.5	6
8 - 14	4.30	5.20	5.20	5.10 (4.15)	17.0	2
15 - 28	4.45	4.65	4.45	4.53 (4.50)	9280.9	7
Total					14,296.4	15 (12)
					(13,032.0)	
Coupon (KZT): MEOKAM-36, 48, 60				5.6% (25.6%) of purchase and sale sector's turnover		
less 730	6.50	6.50	6.50	6.50 (6.14)	441.3	2
731 - 1095	6.05	6.50	6.21	6.27 (6.07)	410.3	4
Total					851.5 (4 486.6)	6 (26)
GRANDTOTAL					15,147.9	21 (39)
					(17,520.0)	

NORMATIVE BASE

By the decision of KASE's Board dated December 6, 2006 were included corrections to the internal document of KASE "Rules of work with trade system in the regime of distant access" (Rules), which are turning into life since February 1, 2007. The corrections are determining the following:

- increase of requirements to working characteristics of personal computers, using as terminals of trade system;

- exclusion of the right of connection to trade system by the “dial-up” method through VPDN, because this low quality method causes the most big amount of problems to members of KASE while working with trade system in the regime of distant access;
- recommendation to members of KASE to connect to the trade system by only such “detailed” methods as by direct channel of connection or through provider;
- are setting the compulsory requirements on carrying capacity of channel of connection (CIR) while connecting to the trade system by direct channel or through provider in size not less then 128.0 kilobit per second in estimation to one terminal of trade system.

The updated text of Rules is published on the web-site of KASE at <http://www.kase.kz/geninfo/normbase/>.

KASE MEMBERS

By decision of Exchange’s Council of KASE dated February 2, 2007 **AIM Capital LLP** (Almaty), being the participant of regional financial center of Almaty, **was accepted to KASE’s members of “A” category**. Membership of this category gives the right of participation in trades in all financial instruments, circulating on the special trade floor of regional financial center of Almaty. The pointed company had become the second member of KASE of “A” category.

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