

WEEK OF STOCK MARKET OF KAZAKHSTAN

July 5-11

SUPPLEMENTAL INFORMATION

US dollar = **121.83** at official rate for the end of the period.

US dollar = **121.19** 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 **34.4% APR**.

Money market indicators as of July 11 and change for the period

Indicator	Rate	Trend
TONIA	5.56	+1.44
Autorepo GS 2 days	7.50	–
Autorepo GS 7 days	7.00	+1.22
KazPrime-3M	6.55	+0.04

Stock securities' market indicators as of July 11 and change for the period

Index	Value	Trend
KASE_Shares	2,746.78	+1.06
KASE_BP	210.02	+0.14
KASE_BC	130.44	-0.04
KASE_BY	8.03	+0.15

MAIN NEWS OF THE MARKET

On July 6 Kazinvestbank JSC (Almaty) informed about intention of EBRD and Citi Venture Capital International (CVCI) to buy stakes of bank for total amount of \$40.0 m. The EBRD is acquiring up to 25 per cent of shares in KazInvestBank, valued at about 2.5 billion Tenge (\$20 million), to support the bank's regional expansion in the regions of Kazakhstan and the further development of its lending activities, especially in the retail and SME sectors. Citi Venture Capital International (CVCI) has also taken a stake worth \$20 million in KazInvestBank. It is the first investment in Kazakhstan by CVCI. CVCI, a unit of Citibank N.A., is a leading private equity investor in the growth markets with over \$ 7.5 billion in investments and commitments. Following the transactions, both investors will be represented at the bank's Board of Directors, with one director each.

On July 6 Kazakhtelecom JSC (Astana, further in this block – the Company) informed about payment of dividends for year 2006 on common and preferred shares in size of KZT544.79 per one share. This decision was accepted on the annual general meeting of shareholders of Kazakhtelecom JSC which was held on June 30, 2007 Almaty. The total sum of dividends' payments on common and preferred shares by results of year 2006 was determined in size of KZT6.170.3 m. Confirmed dates of payment of dividends on common shares – August 29 and September 28, 2007. Because earlier, in the first quarter of year 2007, on preferred shares of Kazakhtelecom JSC were paid dividends in amount of KZT300.0 per one share, was accepted the decision to pay additionally dividends on preferred shares for year 2006 in amount of KZT244.79 per one share. Date of registration of shareholders, having the right on receiving of dividends on preferred shares – July 30, 2007. Dividends will be paid in money. According to excerpt from register system of shareholders as of April 1, 2007 total amount of announced common shares KZ1C12280417 of Kazakhtelecom JSC made 10,922,876, preferred KZ1P12280412 – 1,213,653. All common shares and 403,194 preferred shares were offered, 810,459 preferred shares were redeemed by the issuer.

On July 9 Alliance Bank JSC (Almaty, further in this block – the Bank) had announced the price range of global offering of its common shares on the level from \$14.0 to \$17.3 per one GDR on London stock exchange (LSE). According to information provided by the Bank 1 GDR represents one thirty of Bank's common share KZ1C40310019 (trade symbol – ASBN). In case of offering in the middle of the range the total volume of borrowed funds makes about \$787 m. US dollars. It is expected that total size of global offering makes 502,831,000 GDR. Additionally Seimar Alliance Financial Corporation ("SAFC"), majority shareholders of the Bank provided banks-underwriters with option on right of redeeming up to 7,542,000 GDR, where 1 GDR represents one thirtieth of share. Preliminary Prospect was published, the process of forming the book of bids is passing. "Suggestion is the secondary offering of exiting common shares of issued shareholders' capital of the Bank. Holder of these shares for today is SAFC. Suggestion is assigned to some institutional investors on Great Britain and all over the world. The given suggestion do not foreseen the issue of new shares", as is said in the Bank's press-release. It is expecting that price of GDR on global offering (Price of offer) and conditional trades will start nearly July 17, 2007. Admittance and start of unconditional trades with GDR is planning nearly July 20, 2007. Joint book-runners of the supposed offering are appointed Credit Suisse and UBS. As of May 31, 2007 total amount of announced shares of alliance Bank JSC totaled 14,337,500, from them 11,537,500 common KZ1C40310019 and 2,800,000 preferred KZ1P40310115 shares. As of pointed date 9,637,500 common and 400,000 preferred shares were offered. Authorized capital of Bank is formed in size of KZT101,237,683,000. By results of trades on July 11 the market capitalization of Alliance Bank JSC on KASE totaled \$5,250.7 m. Common shares of bank cost that day on the given platform KZT65,000.00 per share, which at the current rate corresponds to \$17.88 per one GDR planned for selling on LSE.

SHARES MARKET

News of shares market

Since July 10, 2007 Kazkommerts Securities JSC (daughter organization of Kazkomemrtsbank JSC) (Almaty, in the title Kazkommerts Securities) on the basis of its application assigned the status of market maker on common shares KZ1C51460018 (KASE's category "A" official list, RDGZ) **of Exploration Production KazMunayGas JSC** (Astana) with minimal volume of compulsory quotation for market-maker in size of 3,000 monthly payment indicators.

Since July 11 of 2007 trades in **KZ1C00050019** (KMSO trading code) **common shares of SK Kommesk - Omir JSC** (Almaty) are opened in the second market sector of KASE. The pointed shares were included in the KASE official list (category B) since July 2, 2007. The financial consultant of the issuer while including its common shares on the organized market is Tsesna Capital JSC (Astana).

Since July 24, 2007 Broker company Astana-finance JSC (Almaty) was exempt from execution of market-maker functions on special trade floor of regional financial center of Almaty (STF RFCA) by common shares **KZ1C48620013** ("C" category official list of STF RFCA, aEKTN) of **EKOTON+ JSC** (Astana).

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 470 deals amounting to \$146,170.3 th. or KZT17,795.4 m. were made in shares during the analyzed period. In comparison with the previous period (June 28 – July 5, 397 deals, \$1,157,708.3 th. or KZT141,114.3 m.), turnover of the sector has decreased 7.9 times. During the analyzed period on KASE, 2.6% operations in quantitative expression and 2.2% in volumetric were nego. In the previous period these indicators made 5.8% and 1.0%.

Let us remind that such significant decrease of turnover of shares was connected with conduction on last week through KASE of big deals with ASBN (common shares of Alliance Bank JSC). These deals had finished the series of exchange operations in purchase-sale sector and on the market of "direct repo", which analysts of IRBIS are connecting to preparation of global offering of shares of Alliance Bank JSC in form of GDR on LSE (see above). On the analyzed week nothing similar was observed, and market returned to its customary turnover. However it should be noted that the mentioned value of this turnover looks very significant. The market is currently in the state of increased activity and is enough liquid.

During the analyzed period deals were made by (in the parenthesis are given comparable indicators of the previous period) KASE's 44 (40) members on 34 (38) instruments. At that: 9.2% (0.4%) of gross-turnover of the market – 1.3% (0.1%) on purchasing transactions and 17.2% (1.7%) - on sales transactions were controlled by "pensions"; through the depot accounts, registered on physical persons for the week had passed 19.0% (47.7%) of exchange's turnover of shares – 21.7% (0.8%) - on purchasing transactions and 16.2% (94.5%) - on sales transactions.

In the described period weighted average daily prices of 56% (58%) of names of shares involved into deals, made on KASE by methods of opened trades grew, prices of 35% (16%) – fell, prices of 6% (8%) – remained unchanged. Prices of LNAT and TEBNp were nothing to compare with, because market deals on given instruments were conducted for the first time. In the described period shares prices changed positively in the range from 0.5% (EXBNp) to 112.5% (EKTN), negative change – from 0.3% (HSBK) to 16.7% (RAHT).

By results of period KASE_Shares index had confidently fixed in the limits of new horizontal channel. By results of analyzed week it increased almost by 29 points (+1.06%) to 2,746. The given growth was supported by increase of quotations of some favorites of market. Thus, common shares of Bank TuranAlem JSC (BTAS), Exploration Production KazMunayGas JSC (RDGZ) and Temirbank JSC (TEBN) increased by 4.8%, 2.1% and 7.3% correspondingly. The most interesting is the positive dynamics of prices of TEBN and BTAS, rates of which are closely coming to year maximums. And if the growth of TEBN is caused, most likely, by intention of Bank TuranAlem JSC to increase its stake in authorized capital of Temirbank JSC, than the nature of dynamics of BTAS is left to be explained whether by speculations, or by belief of investors to positive influence on activity of this institution of the increase of control over Temirbank JSC.

The week also had showed the reanimation of interest of traders to preferred shares. The list of instruments of this type, involved into trades, increased by one third, and most of preferences had showed the growth of price. The most attractive were preferred shares of Kazkommertsbank JSC (KKGBp), Temirbank JSC (TEBNp) and Halyk savings bank of Kazakhstan JSC (HSBKp1), prices of which increased by 18.4%, 11.7% and 4.8% correspondingly. At that all three instruments were leaders on KASE by liquidity (64, 35 and 30 deals correspondingly).

As a whole analysts of IRBIS are inclined to expect the further development of events on shares market of KASE. The reason for it are not totally worked fundamental factors, connected to future offering by Alliance Bank JSC and selling of ATFBank JSC. Moreover, market starts to before time work the expected positive results of activity of listing companies in the first half-year.

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

**Results of share trades on KASE, including STF of RFCA within July 5-11
(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: price	trend, %	for last 365 days:		Volume of deals th. USD	Number of deals	Best for the period:	
	min.	max.			min.	max.			bid	offer
aEKTN	16,100.00	17,250.00	17,250.00		16,100.00	17,250.00	53.8	2	17,250.00	16,100.00
AMGZ	48,000.00	51,750.00	51,750.00	+7.8	44,500.00	105,000.00	63.6	2	51,750.00	50,000.00
ASBN	65,000.00	65,000.00	65,000.00	-3.0	11,100.00	69,000.00	60.8	3	65,000.00	64,600.00
ASBNp1	22,925.00	24,725.00	24,725.00	+10.3	10,000.00	25,000.00	245.8	5	24,725.00	22,925.00
ASFI	13,800.00	13,800.00	13,800.00	+1.7	8,100.00	14,000.00	26.9	1	13,800.00	13,700.00
aTEBNp	2,645.00	2,645.00	2,645.00		2,300.00	2,645.00	27.0	1	2,645.00	2,645.00
ATFB	11,900.00	12,600.00	12,000.00	-5.5	7,000.00	14,000.00	704.8	23	12,600.00	11,900.00
ATFBp	5,000.00	5,220.00	5,000.00	-16.7	2,800.00	6,500.00	282.1	14	5,270.00	5,000.00
ATFBp8	5,125.00	5,520.00	5,480.00	+7.4	1,500.00	8,999.00	4,278.2	20	5,549.00	5,125.00
BTAS	138,500.00	148,000.00	145,000.00	+4.5	90,000.00	157,500.00	1,223.5	20	148,000.00	138,500.00
CCBN	1,967.00	1,980.00	1,974.00	+0.7	510.02	2,012.50	994.0	19	1,980.00	1,967.00
CHFmp	908.50	908.50	908.50		900.00	908.50	0.1	1	908.50	908.50
CSBN	7,100.01	7,500.00	7,500.00	-1.3	3,100.00	7,600.00	93.5	5	7,500.00	7,100.01
CSBNp	2,700.00	2,700.00	2,700.00	-4.4	700.01	3,505.00	0.2	1	2,700.00	2,700.00
EKTN	30,000.00	30,000.00	30,000.00	+112.5	14,117.65	30,000.00	14.9	1	30,000.00	30,000.00
EXBNp	1,999.99	2,050.00	2,010.00	+0.5	1,100.00	2,050.00	52.0	6	2,050.00	1,900.00
HSBK	640.00	647.00	640.00	-0.8	260.00	781.00	592.4	20	650.00	640.00
HSBKp1	290.00	328.00	328.00	+4.1	173.00	345.00	25,031.1	30	328.01	290.00
KIBN	531.00	531.00	531.00	0	150.00	1,150.00	79.4	5	532.00	520.00
KKGB	1,350.00	1,374.99	1,360.00	-1.4	250.00	1,550.00	503.3	15	1,374.99	1,350.00
KKGBp	330.50	429.00	429.00	+22.6	100.00	600.00	2,400.9	64	429.00	330.50
KZTCp	3,910.00	6,200.00	5,005.00	+40.4	1,044.00	8,750.00	212.8	24	7,550.00	3,105.00
KZTK	47,000.00	50,000.00	50,000.00	+6.4	23,502.00	55,000.00	293.8	4	50,000.00	47,000.00
KZTKp	16,000.00	20,000.00	19,500.00	-3.2	8,950.00	27,100.00	346.4	14	20,000.00	16,000.00
LNAT	1,649.44	1,649.44	1,649.44		1,649.44	1,649.44	123.1	1	1,649.44	1,649.44
NFBN	4,025.00	4,025.00	4,025.00	0	1,739.60	7,622.50	298.3	8	4,025.00	4,025.00
NRBN	35,000.00	35,000.00	35,000.00	-7.9	28,000.00	62,250.00	4.3	1	35,000.01	35,000.00
NRBNp6	21,850.00	21,850.00	21,850.00		21,500.00	40,000.00	1.8	1	21,850.00	21,850.00
RAHT	2,500.00	2,500.00	2,500.00	-16.7	600.00	3,600.00	3.1	1	2,500.00	2,500.00
RDGZ	15,500.00	15,900.00	15,600.00	-0.6	11,260.00	18,399.99	59,056.4	72	15,900.00	15,500.00
TEBN	7,500.00	9,000.00	8,050.00	+7.7	3,000.00	9,000.00	41,358.8	17	9,000.00	7,500.00
TEBNp	2,500.00	2,875.00	2,875.00	+15.0	1,080.00	3,300.00	3,123.8	35	2,990.00	2,490.00
TSBN	3,300.00	3,400.00	3,400.00	+6.3	1,510.00	4,550.00	194.7	20	3,400.00	3,300.00
TSBNp	2,349.00	2,349.00	2,349.00		1,000.00	2,415.00	19.4	1	2,349.00	2,349.00
ZERD	3.95	3.96	3.95	-2.5	1.10	4.50	1,235.5	3	3.96	3.95
35							143,000.4	460		

Notes: Trends are given relative to the last deal of the previous month (June 4 – July 4, 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

Since July 11 bonds **KZPC1Y20C367** (KZT1; KZT1.5 bn.; 20 years; semi annual coupon; 7.50% APR, 30/360) of **Tsesnabank JSC** (Astana) have been included in KASE's official "A" listing category under **TSBNb7** symbol. Trades with them are opened on KASE since July 12. Tsesna Capital JSC executes the functions of market-maker on KASE on specified securities with minimal volume of compulsory quotation in size of 2,200,000 bonds. Mentioned issue of bonds is the first in the frames of second bonds' program of Tsesnabank JSC.

Since July 11, 2007 **Asia Broker Service JSC** (Almaty) on the basis of its application assigned the status of market maker on bonds **KZ2CKY05B950** (KASE's category "A" official list, TSSMb1) of **Trasstroy most JSC** (Almaty region) with minimal volume of compulsory quotation in size of 22,000 bonds.

Since July 20, 2007 Financial company **REAL-INVEST.kz JSC** (Almaty) was exempt from execution of market-maker functions on KASE by next bonds of **Danabank JSC** (Almaty), traded in KASE's category "A" official list:

- **KZ2CKY05B752** (DNBNb1; KZT1,000, KZT1.0 bn; January 5, 06 – January 5, 11, semi annual coupon indexed on inflation rate, 10.1% APR for the current period);
- **KZ2CKY05B844** (DNBNb2; KZT1, KZT3.0 bn; April 7, 06 – April 7, 11, semi annual coupon indexed on inflation rate, 10.3% APR for the current period).

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 24 deals amounting to \$2,214.9 th. or KZT269.9 m. were made in bonds during the analyzed period on KASE. In comparison with the previous period (June 28-June 4, 111 deals, \$50,186.5 th. or KZT5,127.5 m.), turnover of the sector has decreased 23 times. In the current period, the same as in previous no nego deals with corporate bonds were made on KASE.

During the analyzed period deals were made by KASE's 15 (18) members on 17 (41) instruments. At that neither pension market subjects, not physical entities participated in trades with bonds.

Such sudden decrease of turnover here analysts of IRBIS are connecting to general crisis on bonds' market, which was formed in the beginning of year by taken an effect of new rules of pension assets' investing. Till present time issuers and investors cannot find the compromise on yield of offered liabilities, and liquidity on secondary market leaves to wish much more better situation. Per se, on described week there was no market of corporate market, because the number of deals with each instrument involved into deals, did not exceed 3, and often was equal to 1.

By the totals of the period weighted average daily net prices of 8 bonds grew on the opened market, prices of 9 bonds – fell. Not any bond seemed re-sold or re-bought. Yield to maturity for buyer on deals' made decreased of 7 bonds, increased – of 10.

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

Results of bond trades on KASE, including STF of RFCA within July 5-11 (only on data of deals, made on secondary market of KASE by the methods of opened deals)

Bond code on KASE	Yield to maturity for a buyer, % APR:						Volume of deals th. USD	Number of deals	Best for the period:	
	on the last deal:		for last 365 days:		bid	offer				
	min.	max.	yield	trend					min.	max.
ASBNb1	10.20	10.20	10.20	+0.2	9.00	12.00	4.4	1	10.20	10.20
ASBNb4	11.00	12.00	12.00	+3.5	8.10	12.00	35.4	2	11.00	12.00
ASBNb5	11.00	11.00	11.00	+2.5	8.00	11.00	17.7	1	11.00	11.00
ASFlb5	10.00	10.00	10.00	-1.8	8.83	11.81	475.0	1	10.00	10.00
ATFBb3	8.00	8.00	8.00	+1.1	6.10	8.70	6.7	1	7.00	8.00
ATFBb5	9.00	9.00	9.00	+0.3	7.75	10.01	353.1	1	9.00	9.00
BTASb3	10.00	10.00	10.00	-0.2	7.50	10.91	475.1	1	10.00	10.00
DNTLb1	12.00	12.00	12.00	-0.3	12.00	12.30	137.5	1	12.00	12.00
HSBkb10	7.80	7.80	7.80		6.10	8.46	35.5	1	7.80	7.80
KASTb2	10.00	10.00	10.00		8.40	10.70	16.3	1	10.00	10.10
KAZlb1	11.00	11.00	11.00	0	10.00	11.13	76.1	1	11.00	11.00
KZIKb7	8.00	9.50	8.25	+0.7	5.00	9.50	34.1	3	8.00	9.50
KZNHb2	11.50	11.50	11.50	0	9.50	13.50	224.0	2	11.50	11.50
KZTCb1	9.00	10.00	10.00		8.20	10.00	43.7	3	9.00	10.00
NFBNb1	10.65	10.80	10.80	+0.2	10.00	11.77	36.8	2	10.65	10.80
ORDBb2	12.00	12.00	12.00	0	10.00	13.50	233.9	1	12.00	12.00
TSBNb3	12.00	12.00	12.00	0	8.67	12.00	9.6	1	10.00	12.00
17							2,214.9	24		

Notes: Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous month (June 4 – July 4, 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

On July 11 by method of specialized trades the repeated auction for offering of governmental long-term indexed treasury liabilities MUIKAM-72 of the first issue (KZKBY060019, MUX072_0001; KZT1,000, KZT13.9 bn., June 6, 07 – June 6, 13, annual coupon,30/360) were conducted in KASE's trade system, on which Ministry of finance was planned at "dirty" price to offer 14.0 m. bonds. Bids for participation in traded were given by closed method with limitation on non-competitive orders in size of 30%. Payments of bonds purchased on trades were made by scheme T+0. 6 primary dealers which were the members of KASE of "K" category, participated in trades. Investors had submitted 48 limited bids, which to the moment of expire had left active. Total volume of active bids (volume of demand) had reached KZT9,034,064,383.00 or 64.5% to the offered volume. "Dirty" price on limited bids varied from 98.0000% (9.16% APR, here and after in this paragraph are used the forecasted values of MUIKAM profitability) to 100.9000% (8.52% APR) and in average weighted expression was equal to 100.0672% (8.70% APR) with 2,125 days before maturity. In total volume of active bids to the stake of subjects of pension market had come 51.7%, to the stake of one of the banks – 45.5%, to the stake of broker-dealer organization – 2.8%. By results of trades the issuer accepted the decision to satisfy the whole demand. All deals were executed.

Secondary market sector (purchase - sale)

In the analyzed period total volume of 20 deals made on KASE had reached KZT28,803.4 m. (\$236.4 m.). In the previous period (June 28 – July 4) the turnover of the given sector totaled KZT21,556.3 m. or \$176.6 m. with 26 deals. Stake of exchange's turnover in total volume of Kazakhstan secondary market of GS on comparative purchase and sale operations in the analyzed period totaled 34.1%, while in previous it was equal to 49.4%.

More detailed data about trades with GS on KASE are given in the table.

Parameters of Exchange's transactions in GS within July 5-11

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				98.3% (65.6%) of purchase and sale sector's turnover		
Less 8	5.48	5.70	5.48	5.70 (4.60)	1,998.9	3
8-14	5.70	5.70	5.70	5.70 (4.94)	1,997.5	1
15-28	4.80	4.80	4.80	4.80 (-)	2,990.2	2
43-56	5.20	5.48	5.20	5.40 (-)	21,328.6	11
Total					28,315.1	17 (16)
				(14,032.5)		
Coupon (KZT): MEOKAM- 48; MUIKAM 72				1.7% (34.9%) of purchase and sale sector's turnover		
731 - 1095	8.45	8.45	8.45	8.45 (3.60)	412.7	2
1826-2190	8.80	8.80	8.80	8.80 (-)	75.6	1
Total					488.3 (7,523.7)	3 (12)
GRANDTOTAL				28,803.4		
				(21,556.3)		

Prepared by IRBIS Information agency of financial markets

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

IRBIS agency gives notice that material given above is not an offer or recommendation to sell or buy shares on KASE. Using it by anyone while taking investment decisions does not make IRBIS agency responsible for possible losses, resulting from such the decisions.