

# KAZAKHSTAN STOCK MARKET

July 15 - 21, 2010

---

## SUPPLEMENTAL INFORMATION

US dollar = 147.56 at official rate for the end of the period.

US dollar = 147.65 at weighted average rate of the Exchange for the end of the period

Speed of KZT devaluation to USD for the period at exchange's rate made 0.4% p.a.

### Money market indicators as of July 21 and change for the period

Indicator	Rate	Trend
TONIA	0.26	+0.09
Autorepo GCB 2 d.	0.27	+0.09
Autorepo GCB 7 d.	0.32	-2.2
Autorepo GCB 28 d.	1.50	-7.4
KazPrime-3M	2.00	0

### Stock securities' market indicators as of July 21 and change for the period

Index	Value	Trend
KASE	1 396.40	-1.9
KASE_BP	363.56	-0.05
KASE_BC	300.62	+0.1
KASE_BY	14.20	-0.0

## MAIN NEWS OF THE MARKET

**15 July it became known that the Government** of the Republic of Kazakhstan dated June 7, 2010 # 531 **approved** list of investment projects proposed to be funded from non-state loans under the state guarantees in 2010. As indicated, the project "Construction of 500/220 kV substation" Alma "with the accession to the Kazakhstan Electricity Transmission lines of 500 V, 220 kW total cost of KZT29,967,598 thousand **size of the state guarantee is KZT13,080,507 thousand**. Borrower advocates Kazakhstan Company Electricity Grid ". Implementation period is 2009-2013.

**July 15 the official representative of the Agency of the Republic of Kazakhstan for Fighting Economic and Corruption Crimes (Financial Police) Mr. Murat Zhumanbay reported that Kazakhstan's financial police launched a criminal case against Tengizchevroil (TCO) on suspicion of illegal business activities.** As indicated, the inspection discloses that the company is on the field Tengiz drilled 41 wells below the established grades - (-5100) meters. On September 1, 2002 to June 1, 2010 from 10 wells were produced over 3.4 million tones of oil outside the boundaries set by mountain diversion. Currently, according to the facts it is under investigation.

**15 July Agency of the Republic of Kazakhstan on Statistics reported that in 2009 the level of innovative activity of enterprises amounted to 4.0% (in 2008 – 4.0%).** Number of enterprises with innovation totaled to 399 units. The greatest number are concentrated in Almaty city (37.8% of enterprises with innovation), in Karaganda (14.0%), East-Kazakhstan (11.8%), Pavlodar (4.8%), Aktobe (4.0%), South-Kazakhstan oblasts and Astana (by 3.8%). The volume of innovative products amounted to KZT82,597.4 million, the services are rendered innovative nature of the amount of KZT13,854.6 million.

**July 15, First Deputy Prime Minister of the Republic of Kazakhstan Mr. Umirzak Shukeyev** in Bishkek at a briefing after the first day of the working group to restore the economy of Kyrgyzstan **reported that the joint committee developed a plan of economic assistance to Kyrgyzstan.** The main issues relate to the stabilization of the budget and cover its deficit this year, the banking sector. In addition, consider the problems of reconstruction of the damage in the south of the country, the energy supply in the winter, water and energy balance, as well as cross-border trade and customs. As indicated, in his words, the Joint Commission has received the required results and the resources needed to implement a plan of assistance. Currently, the required amount of approximately \$ 1 billion

**July 15 press office of the state reported that the President of the Republic of Kazakhstan signed a number of laws of the republic within the Customs Union.** As indicated, the President of Kazakhstan signed the law of the Republic of Kazakhstan "On Ratification of the Agreement on the free (special, special) economic zones in the customs territory of the customs union and the customs procedure the customs-free zone. In addition, the President signed the Law of the Republic of Kazakhstan "On Ratification of the Agreement on the procedure for moving goods by individuals for personal use through the customs border of the customs union and the commission of Customs Operations relating to their release." Also, Mr. Nazarbayev signed a law "On ratification of the Agreement on mutual administrative assistance of customs authorities of the Member States of the

customs union.

**July 15 FSA Board adopted Resolution # 107 "On amendments and additions to some legal acts of the Republic of Kazakhstan on issues of annuity insurance."** Decision taken to improve laws and regulations governing insurance and annuity provides for changes and additions to the Decree of the National Bank of Kazakhstan dated July 25, 2003 # 249 "On approval of rules pension insurance institutions of the Republic of Kazakhstan at the expense of retirement savings, based on contracts retirement annuity and a resolution of the Board of the FSA from March 1, 2010 # 28 "On approval of laws and regulations governing the organization and implementation of the compulsory insurance of civil liability of the employer for damage to life and health of employees in the performance of labor (service) duties" .

**July 16 it became known that JSC National Mining Company Tau-Ken Samruk and Japan National Oil Corporation, Gas and Metals (JOGMEC) signed in Astana a Memorandum of Understanding on Cooperation in the field of mineral resources.** In accordance with the Memorandum, the parties will consider opportunities for joint work on the geological exploration of mineral resources and the implementation of mining projects in the Republic of Kazakhstan on the basis of new methods and technologies. In addition, the parties will jointly explore opportunities to attract investment by Japanese companies to develop technologies for processing of rare and/or rare earth metals, as well as poor and hard reach ores, man-made mineral formations.

**July 19, Minister of Communications and Information Mr. Askar Zhumagaliyev held another meeting** with representatives of telecom operators in Kazakhstan, where they discussed **major issues concerning the activities of telecom operators and the question of the Working Group on the development of the Roadmap development of broadband Internet access, as well as the solution of problem (technical, legal, economic) issues of telecom operators.** It is indicated that during the meeting of telecom operators, the work of the Ministry of industry development and implementation of standard third-generation, adding that he supported the position of the Ministry of Communications on the issue of tariff reduction on cellular services. Operators also noted that they were interested in introducing the third generation communication services and are aware of social responsibility towards society. However, communication companies have undertaken in the near future to provide proposals to reduce tariffs on its services to end users and the calculated rates for the "Interconnect".

**July 19 it became known that President of Kazakhstan Nursultan Nazarbayev met with Mrs. Angela Merkel, Federal Chancellor of Germany who arrived in Kazakhstan on official visit. It is reported that during the talks discussed the possibility of expanding the participation of Germanic business in the state program of forced industrial-innovative development.**

Agreements were reached on developing mutually beneficial cooperation in the fields of metallurgy, engineering, agriculture, transport, telecommunications, research and use of outer space for peaceful purposes, training executives and managers in the economy. During the official visit of the Chancellor of Germany held a signing ceremony of a number of intergovernmental and interdepartmental documents: Joint Statement of Intent between the Government of Kazakhstan and the Government of Germany to continue the cooperation in training executives and managers in the economy, the Program of Action through a partnership between the Ministry of Environment RK and the Federal Ministry of Environment, Environmental Protection and Nuclear Safety of Germany in the field of environmental protection, the Memorandum on the establishment of Kazakh-Germanic Business Council of the Republic of Kazakhstan-Germany on strategic cooperation, on mutual cooperation between the companies "Siemens" and "NC" Kazakhstan Temir Joly " on cooperation between JSC NC "Kazakhstan Temir Joly" and concern "Siemens AG", as well as on cooperation between the Ministry of Industry and new technologies and RK LLP Metro Cash & Carry.

**July 19 it became known that President of Kazakhstan signed the Law of the Republic of Kazakhstan "On making amendments and addenda to some legislative acts of the Republic of Kazakhstan on issues of insurance."** The main purpose of the Act is to adopt further measures aimed at the development of life insurance and insurance market infrastructure, establishing the legal framework of insurance mediation; introduction of consolidated supervision in the insurance market, forming a complete database of insurance statistics.

**July 19 State Financial Group Malaysia AmanahRaya, JSC "Development Bank of Kazakhstan" and JSC "FATTAH FINANCE" signed an agreement on the establishment in Kazakhstan one more Islamic bank.** In addition a contract was signed on cooperation between "AmanahRaya", JSC "Kaznex invest" and JSC "Fattah Finance" to establish a Halal Hub Kazakhstan, logistics center Halal products and services. As the deputy prime minister of Kazakhstan, Mr. Aset Isekeshev, Minister for Industry and Trade of Kazakhstan at the briefing, Kazakhstan is actively began to work with the countries of the Islamic world.

**July 19 it became known that companies of JSC "National Welfare Fund SamrukKazyna was signed several agreements and memoranda in Kazakhstan and Germany business forum.** As indicated, during the visit a **Memorandum on the establishment of Kazakh-German Business Council for Strategic Cooperation.** The memorandum was signed to further strengthen and develop economic cooperation between Kazakhstan and the Federal Republic of Germany in the execution of the agreements reached at a meeting of the German-Kazakh intergovernmental working group on Economy and Trade, dated May 6, 2010. Memorandum identified the following priority sectors, development which at first will be sent to the efforts of the Strategic Business Council: Agriculture and Food Industry, light industry, mechanical engineering, chemical industry, biotechnology, traditional and alternative energy, building industry, pharmaceuticals, information-communication technology and space activities. The forum Fund companies also signed a number of the following documents: Memorandum of Cooperation to jointly develop and implement projects in the chemical and nuclear sectors of the industry between the National Atomic Company Kazatomprom, the Center for Engineering and Technology Transfer, and Germany by Chemieanlagenbau Chemnitz, Memorandum on mutual cooperation in joint implementation modernization projects, renovations, construction, manufacturing and service facilities of railway infrastructure between the National Company "Kazakhstan Temir Joly" and company "Siemens" and with the support of "SamrukKazyna" JSC "Himfarm and Germanic company Berlin-Chemie signed a Memorandum of Cooperation and joint organization of the contract (license), production of infusion solutions.

**July 19 Fitch Ratings upgraded the long-term issuer default rating (IDR) Alliance Bank, Kazakhstan, in foreign currency at the level of "RD" (restricted defaulted) to "B-" and assigned a "Stable" rating outlook.** As indicated, this rating action follows the completion of restructuring liabilities of the bank and is the result of the review rating of the bank, initiated by Fitch March 31, 2010. The report stated that although the structure of funding the Alliance Bank has stabilized after the restructuring, the restructuring and improving the quality of funding will be a difficult task, because the competition for investors increases, while the Bank of covenants should not attract new funding from the capital markets in the medium term. Fitch does not exclude the possibility that the bank may benefit from additional funding from the state in addition to funds already received from SamrukKazyna and the Development Bank of Kazakhstan ("BBB-/Stable). Positive structural breaks on the timing and less burdensome volume of redemptions in the second half of 2010 support the liquidity of the bank in the short term.

**July 19 it became known that the President of the Republic of Kazakhstan signed the Law of the Republic of Kazakhstan "On making amendments and addenda to some legislative acts of the Republic of Kazakhstan on issues of aviation."** The purpose of the Act is to reduce crime in the area of air traffic and improve safety. In addition, the President also signed the Law of the Republic of Kazakhstan "On the Use of airspace of the Republic of Kazakhstan and of aviation." The law aims to regulate social relations arising from the use of airspace and aviation. In order to develop small aircraft introduces the concept of "uncontrolled airspace" low-altitude flight, where the operators of light and ultra light aircraft will conduct flights on the basis of the notice and thus exempt from air navigation charges.

**July 20, Mr. Kerimkulov Esbulatov, Vice-Chairman of the Board of Temirbank said that currently the total loan portfolio amounts to KZT252 billion, including more than 60% of the loans is on the delay. In this regard, the Bank carried out active work on the restructuring of the obligations of our borrowers.** According to the deputy chairman of the bank executives Temirbank plans by mid-2012 to reduce the level of NPL (the amount of overdue debt portfolio) to 5%. Concerning the instruments of restructuring liabilities of the bank borrowers, Mr. K. Esbulatov explained that the bank customers will be offered options rollover loan terms, reducing monthly debt burden, lower rates of remuneration, etc. Write-off of principal on loans is not planned. Will be able to write off fines and penalties, may result in partial cancellation of accrued interest. However, as pointed out by Mr. Yerzhan Sheykenov Chairman of the Board, a decision on the restructuring of a loan will be decided individually, standardized proposals for all borrowers will not. Chairman of the Board Mr. Yerzhan Shaykenov reported that up to 2010 operating profit Temirbank is projected at 3.2 billion tenge. The head of the bank explained that the bank involved in the program "Roadmap Business -2020", participates in virtually all state programs that are currently being implemented. Also, after the completion of bank restructuring in the near future will be included in the funding KazAgro.

**July 20 it was announced that the Board of the Republic of Kazakhstan Agency for Regulation and Supervision of Financial Market and Financial Institutions on July 15, 2010 # 112 JSC OOIUPA Orleu was deprived of a license** to operate in the securities market for regular (three or more times a period of twelve consecutive calendar months) violation of the laws of the Republic of Kazakhstan regulating the activities on the securities market.

July 20, Mr. Akhmetzhan Yesimov, akim of Almaty at the meeting said that the development of transport infrastructure Almaty directed KZT41.4 billion. Mr. Esimov said that abundant spring and summer precipitation revealed poor quality of some road junctions. Separate areas were generally flooded, preventing the passage of vehicles. Hakim also said that the unsatisfactory situation with layouts of streets and with traffic lights. He noted that now the former utility companies, now privatized, checked, and some of them began to return to the city property. According to him, currently the state's share increased in the JSC Teplocommunenergo from 38% to 90%, planned - an increase of up to 50% - in SA Tartyp. With regard to waste processing complex, the owners are ready to give it the entire town. There \$ 51 million of debts "- mentioned in the message.

**July 20 it was announced that Kazakhstan and the Slovak Republic are considering signing a memorandum of cooperation in the transport sector.** This cooperation can be expanded to other areas. Of particular interest to Kazakhstan, Slovakia is in the part of training in design construction and reconstruction of roads, pilots and engineers, civil aviation, as well as specialists of water transport.

**July 21, the President of the Board, Entrepreneurship Development Fund "Damu" Mr. Bulat Mukushev at a press conference in Almaty, said that the fund plans to implement before the end of the year at the auction's own portfolio,** which was formed in 2005-2007, ie during the period when the fund was engaged in direct lending to small and medium businesses. As stated in the accounts of the Fund, net loan portfolio of KZT9.9 billion, the portfolio created by provisions of KZT4.8 billion. He added that among the banks already have interests in buying the portfolio. What are the banks that have expressed their desire to buy a loan portfolio of the fund, Mr. B. Mukushev not reported. He also added that the JSC "Entrepreneurship Development Fund" Damu "plans to borrow \$ 500 million from the Asian Development Bank in September 2010. According to him, the term of the loan amount up to 15 years, the rate - LIBOR + 0.2%, special purpose - lending to new projects of SMEs. Loan Guarantees Ministry of Finance of the Republic of Kazakhstan.

**July 21 it became known that Kazakhstan has refused to issue sovereign Eurobonds in 2010.** As indicated, the rejection of Eurobonds due to the fact that in May the government signed an agreement for a World Bank loan for development programs in the \$ 1 billion. In March, Mr. Bolat Zhamishev, Minister of Finance of Kazakhstan said that Kazakhstan in the second half of 2010, wants to take 500 - \$ 700 million in international markets.

## SHARES MARKET

### Market news

In this sector of KASE during the analyzed period, no deals were made. Trades on placement of shares weren't made.

### Primary market sector

In this sector of KASE during the analyzed period, no deals were made. Trades on placement of shares weren't made.

### Secondary market sector (purchase and sale)

A total of 216 deals were made in shares during the analyzed period.

	current week	Trend for	
		1 week	2 weeks
Average daily volume. USD th.	654.1	+1.2%	-75.8%
Average daily volume. KZT m.	96.5	+1.2%	-75.7%
Stake of nego deals. number (%)	0	0	-0.8pp
Stake of nego deals. volume (%)	0	0	-22.4pp
KASE members	30	-3.2%	-9.1%
Number of shares denominations*	14	-22.2%	-22.2%
Stake of pension funds. gross (%)	0	0	0
on purchase	0	0	-11.8pp
on sale	3.5	+1.7pp	+3.5pp
Stake of individuals. gross (%)	58.4	-0.2pp	+3.5pp
on purchase	71.3	+21.2pp	+30.7pp
on sale	45.4	-21.6pp	-23.7pp
Stake of nonresidents. gross (%)	15.3	+6.6pp	+1.8pp
on purchase	11.7	+5.0pp	+0.4pp
on sale	19.0	+8.3pp	+3.2pp

\*on which deals were made at KASE

In the described period weighted average daily prices of 6 items of equity instruments involved in the transaction, the fall – 7, prices of 1 instruments did not changed. Positive change in shares prices in

the range from 1.14% (SATC) to 12.79 (KZTKp), negative - from 1.64% (GB\_ENRC) to 5.83% (GB\_KZMS).

More detailed data on share trades on KASE shown in table below.

**Results of share trades on KASE, including STF of RFCA within July 15 - 21, 2010, only by data on deals made on the secondary market of KASE by the methods of opened trades)**

Share code on KASE	on the last deal:		Price. KZT per share:		Volume Of deals th.USD	Num- Ber of deals	Best for the period:			
	min.	max.	price	trend. %			min.	max.	bid	offer
CCBN	515.01	524	520	-1.89	340	955	64.46	12	524	515.01
GB_ENRC	1940	2000	1980	-0.25	1800	2800	19.57	10	2000	1940
GB_KZMS	2241	2400	2260	-5.83	1653	3652	56.15	8	2400	2241
HSBK	315	320	315	-1.87	135	400	2.51	2	320	315
KKGB	370	390.5	372	-0.8	306	740	27.69	17	390.5	370
KZPC	1270	1270	1270	,	1200	1300	3.60	1	1270	1270
KZTK	14600	15800	14600	+2.1	11800	23000	623.06	50	16000	14600
KZTKp	6700	7250	7250	+13.28	6000	9900	434.91	11	7250	6700
MMGZp	5100	5100	5100	,	3593.35	6000	0.52	1	5100	5100
RDGZ	16600	17090	16950	+1.5	16010	24300	406.76	10	17090	16600
RDGZp	13805	14900	14100	-2.08	10800	21988.89	1,102.80	84	14900	13800
SATC	70.87	71.1	71.1	+0.14	70	75	154.76	7	71.1	70.87
TSBN	970	970	970	0	800	1078	135.54	1	970	970
ZERD	0.95	0.95	0.95	+5.56	0.67	7.2	182.99	1	0.95	0.95
14							3,215.3	215		

**Notes:** Trends are given relative to the last deal of the previous 30 days period (June 14- July 14, 2010). If deals were not made in the previous month the trend is not calculated.

## MARKET OF CORPORATE BONDS

### News of corporate bonds market

**July 16 bonds KZ2C0Y03D773 (KMGZb3) JSC National Company KazMunaiGas (Astana) were included** in the official list of KASE, category "Debt securities with a rating assessment.

**From July 16 bonds KZ2CKY05C040 (ROSAb2) JSC "ROSA" (Pavlodar) admitted to trading on KASE in the sector "non-listing securities.**

**On July 19 bonds KZP02Y07D257 (EUBNb9) JSC Eurasian Bank JSC (Almaty), translated from the first sub-category "Debt Securities without ratings in the category of" debt securities with a rating grade "the official list of KASE.**

**On July 15, a representative list of indexes KASE\_BY, KASE\_BP KASE\_BC and risk committee included the following KASE bonds with the corresponding parameters, which are used in calculating the index: KZP01Y03C995 (APKlb1), KZP03Y03C991 (APKlb3) and KZP04Y10B467 (CSBNb8).**

**June 16, BTA Bank (Kazakhstan) informed about the delay of payment:**

- **Ninth coupon on the bonds KZ2CKY10B828 (BTASb5).** According to the prospectus of issue of these bonds of BTA Bank "was supposed to pay this fee in the period from June 30 to July 14, 2010.
- **Eighth coupon on the bonds KZ2C0Y30C125 (BTASb7).** According to the prospectus of issue of these bonds of BTA Bank "was supposed to pay this fee in the period from June 29 to July 13, 2010.

BTA Bank "did not make the payment coupon in connection with the suspension of payment of remuneration for the obligations of" BTA Bank ".

### Primary market sector

In this sector of KASE during the analyzed period deals were not made. Bidding offerings were not made.

## Secondary market sector (purchase and sale)

A total of 65 deals were made in bonds during the analyzed period on KASE.

	current week	Trend for	
		1 week	2 weeks
Average daily volume. USD th.	1,689.0	-45.2%	-84.7%
Average daily volume. KZT m.	249.1	-45.2%	-84.7%
Stake of nego deals. number (%)	0	0	0
Stake of nego deals. volume (%)	0	0	0
KASE members	22	+4.8%	-8.3%
Number of bonds denominations*	28	+33.3%	0
Stake of pension funds. gross (%)	3.8	-23.4pp	-25.7pp
on purchase	7.3	-31.0pp	-4.4pp
on sale	0.3	-15.8pp	-47.1pp
Stake of individuals. gross (%)	8.1	-31.1pp	+2.9pp
on purchase	5.9	-23.6pp	+3.6pp
on sale	10.3	-38.5pp	+2.3pp
Stake of nonresidents. gross (%)	0	0	0
on purchase	0.95	+0.73pp	+0.94pp
on sale	0	0	0

on which. deals were made at KASE

Following the period of growth of average net price on the open market bonds were characterized by 19 items, fall - 10. Yield to maturity for a buyer on deals rose during the week for 16 bonds have declined - in 7, benefits of 6 instruments did not changed. Positive change in bond yield to maturity in the range from 0.20% (ORDKb2) to 4.00% (CACMb1), negative - from 0.46% (BTAIb2) up to 59.51% (BTAIb3).

More detailed data on corporate bonds on KASE shown in table.

### Results of bond trades on KASE including STF of RFCA within July 15 - 21, 2010 (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:		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.
ABDIb1	36.00	36.00	36.00		28.00	70.00	4.14	1	36.00	36.00
BTAIb2	48.37	48.37	48.37	-0.46	30.25	53.00	213.84	1	48.29	48.37
BTAIb3	31.90	79.07	31.90	-59.51	9.40	104.84	177.49	2	31.90	79.07
BTAIb5	27.40	27.40	27.40		27.40	51.00	13.98	1	27.40	27.40
BTAIb9	7.42	7.42	7.42	0	7.00	45.00	40.71	2	7.42	7.42
CACMb1	14.00	18.00	18.00	+4	14.00	36.00	67.40	4	14.00	18.00
CCBNb6	10.00	10.00	10.00		9.50	18.00	11.70	1	10.00	10.00
CCBNe5	9.00	9.00	9.00	+0.77	8.23	9.36	20.67	2	9.00	9.00
CSBNb5	17.00	17.00	17.00		15.00	20.00	1.18	1	17.00	17.00
CTECb1	14.03	14.03	14.03		12.50	20.00	5,023.41	1	14.03	14.03
EUBNb3	12.00	12.00	12.00	+0.75	10.00	22.00	14.42	2	12.00	12.00
KDTSb1	18.54	18.54	18.54		15.25	103.55	355.80	2	18.54	18.54
KIBNb3	10.25	10.25	10.25	0	10.00	13.99	601.90	3	10.25	10.25
KKGBb4	10.00	10.00	10.00		10.00	22.00	12.36	1	10.00	10.00
KKGBb5	9.70	9.70	9.70		7.50	9.70	12.22	1	11.31	11.63
KONDb1	143.30	143.30	143.30		55.84	259.62	4.13	1	234.22	236.90
KRZHb1	60.00	65.40	65.40	+2.52	21.33	98.42	20.16	2	60.00	65.40
KZIKb17	14.50	14.50	14.50		7.50	15.90	12.63	1	14.50	14.78
MREKb3	9.00	9.00	9.00	+1	7.00	17.00	11.01	1	9.00	9.00
NFBNb1	36.00	36.00	36.00		16.75	36.00	7.32	1	36.00	36.00
NRBNb2	16.00	16.00	16.00		14.00	27.60	133.00	1	16.00	16.00
ORDKb2	14.20	16.00	14.20	+0.2	14.00	16.00	35.27	2	14.20	16.00
REALb1	9.99	9.99	9.99		9.99	50.00	119.97	2	9.99	9.99
RESCb1	10.00	12.00	10.00		8.00	14.39	1,165.07	2	8.00	12.00
TMLZb1	26.00	26.00	26.00		24.00	49.99	13.14	1	26.00	26.00
TSBNb6	14.00	14.00	14.00		10.00	14.00	117.2	1	14.00	14.00
VITAb5	126.50	126.50	126.50		22.82	134.00	7.5	3	126.50	126.50
ZERDb1	78.00	80.00	78.00	-1.0	10.00	119.00	227.1	21	78.00	80.00
28							8,444.7	64		

Notes: Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous 30 days period (June 14 – July 14, 2010). If deals were not made in the previous month the trend is not calculated.

## GOVERNMENT SECURITIES (GS) SECTOR

### Primary market sector

July 20 trade system of KASE, a specialized auction on placement of government long-term commitments kaznacheychkih Ministry of Finance of Kazakhstan MEUKAM-156 issue a second (KZKDKY130026, MUM156\_0002; KZT1000, 20.07.1910 - 07.20.1923, semi-annual coupon, 30/360), the where the Ministry of Finance planned to borrow KZT13.0 billion.

The subject of the auction is the coupon rate. In the auction was attended by 18 primary dealers, which were members of KASE category "K". Through these subjects, investors filed 44 applications, of which the expiration time of the confirmation requests were active 1942 warrant. Total volume of active bids (volume of demand) was KZT45,352.9 million and exceeded the suggested volume of 3.5 times. Coupon in active bids ranged from 5.50 to 8.50% per annum, amounting in average terms, 7.1538% per annum. As a result of trade issuer granted an application for purchase of 13 million bonds worth KZT13,000,000,000.0 (100.0% of planned volume of placements) under 6.50% per annum.

### Secondary market sector (purchase)

During the monitoring period, the total volume of 12 prisoners at KASE transactions amounted to KZT2,454.5 million (\$ 16.6 million). In the previous period (July 8 – 14, 2010), this figure was KZT7,954.4 million (\$ 53.9 million), with 29 transactions. The share exchange turnover in the total volume of Kazakhstan secondary market transactions for comparable sales in the analyzed period amounted to 100.0% (in the previous period - 97.2%).

#### Parameters of Exchange's transactions in GS within July 15- 21, 2010

Days till maturity	Yield to maturity for a buyer. % APR.				Volume. m. tenge discounted	Number of deals
	min	max	last deal	weighted average		
<b>Discount (KZT): the notes of NB. MEKKAM</b>				<b>35.2% (0%) of purchase and sale sector's turnover</b>		
37 - 42	1.20	1.20	1.20	1.20	372.49	1.00
182 - 364	1.90	1.90	1.90	1.90	490.70	1.00
Total					<b>863.2 (0)</b>	<b>2 (0)</b>
<b>Coupon (KZT): MEOKAM. MEUKAM. MEUJKAM, MAOKAM</b>				<b>64.8% (100.0%) of purchase and sale sector's turnover</b>		
731 – 1095	7.09	7.09	7.09	7.09 (7.18)	1.42	1
Over 2191	6.20	6.22	6.20	6.20 (6.32)	1,589.09	5
731 – 1095	7.16	7.21	7.21	7.21 (7.18)	0.84	4
Total					<b>1,591.4 (7,954.4)</b>	<b>10 (29)</b>
<b>TOTAL</b>					<b>2,454.5 (7,954.4)</b>	<b>12 (29)</b>

Prepared by IRBIS Information agency of financial markets

85. Maulenov st.. office 93. 83; Almaty. Kazakhstan; [igor@kase.kz](mailto:igor@kase.kz). [dm@kase.kz](mailto:dm@kase.kz). [info@kase.kz](mailto:info@kase.kz).

Tel.: +7 (727) 250 88 21. 250 88 14. fax: +7 (727) 237 53 39.

*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.*