

KAZAKHSTAN STOCK EXCHANGE

A g r e e d o n

with the National Bank of
the Republic of Kazakhstan

on December 3, 2014

Deputy Chairman of the National Bank of the
Republic of Kazakhstan

A p p r o v e d

by Kazakhstan Stock Exchange
Board of Directors decision

(Minutes No. 42 of
November 7, 2014 meeting)

E f f e c t i v e

from December 18, 2014

K. KOZHAKHMETOV

N O T I C E

Regulations below have been translated by employees of Kazakhstan Stock Exchange for information purposes only. In case of any incompliance of this translation with the original version in Russian, the latter prevails.

PROCEDURE

for monitoring of information disclosure by securities admission initiators

Almaty

2014

LIST OF AMENDMENTS

1. Amendments No. 1:

- approved by the decision of the Board of Directors of Kazakhstan Stock Exchange (Minutes No. 17 of June 9, 2016 meeting)
- entered into force on June 10, 2016.

2. Changes and additions No. 2:

- approved by the decision of the Board of Directors of Kazakhstan Stock Exchange (Minutes No. 18 of June 8, 2017 meeting);
- effective as of June 9, 2017.

Procedure for monitoring of information disclosure
by securities admission initiators

This procedure was developed in accordance with the laws of the Republic of Kazakhstan and internal documents of Kazakhstan Stock Exchange JSC (hereinafter - the Exchange) and shall determine the procedure for monitoring of information disclosure by initiators of admission of securities while they are listed in the Exchange official list (hereinafter – Monitoring).

1. The terms defined by the Listing Rules and other internal documents of the Exchange shall be used in this Procedure.
2. The information shall refer to information subject to provision by the admittance initiator to the Exchange in accordance with chapter 2 of the Listing Rules *(this clause was amended by decisions of the Board of Directors dated June 9, 2016 and June 8, 2017)*.
3. In the process of Monitoring the Exchange shall verify information on:
 - 1) method of providing the information;
 - 2) timeliness of the information provided;
 - 3) completeness of the information;
 - 4) correctness of the Information;
 - 5) presence (or absence) of material errors, typos and inaccuracies in the information;
 - 6) information content reliability.
4. When verifying the information regarding the method of its submission the Exchange shall verify that the information is provided to the Exchange via is2in system (via a special section of the Exchange Internet resource reserved for the admission initiator) or other acceptable methods specified in the Listing Rules and other internal documents of the Exchange *(this clause was amended by June 9, 2016 Board of Directors decision)*.
5. When verifying the information regarding the timeliness of its submission the Exchange shall verify whether the time of submission complies with the deadlines set forth by the Rules of Rules into line with the Rules of publishing information on corporate events, financial statements and audit reports, lists of affiliated persons of joint stock companies, as well as information on the total remuneration of executive members at the end of the year on the websites of financial statements depository and stock exchange, approved by the Resolution No. 26 of the Management Board of the National Bank of the Republic of Kazakhstan dated January 28, 2016, Listing Rules and other internal documents of the Exchange *(this clause was amended by June 9, 2016 Board of Directors decision)*.
6. When verifying the information regarding its completeness and correctness the Exchange shall verify whether the information complies with requirements set forth by the Rules specified in clause 5 herein, Listing Rules and other internal documents of the Exchange, based on the content of documents and other materials to be provided to the Exchange *(this clause was amended by June 9, 2016 Board of Directors decision)*.
7. When verifying the information regarding the presence (absence) of any significant errors, typos and inaccuracies therein the Exchange shall verify the presence (absence) of any errors, typos and inaccuracies therein that might mislead the users of information.
8. When verifying the information regarding its reliability the Exchange selectively and limitedly, within its capabilities and competencies, shall verify the information as to the presence of obvious inconsistencies and contradictions between the individual elements of information, as well as obvious inconsistencies and contradictions between the information and any public information available to the Exchange from other sources, particularly from the media.
9. The Monitoring shall be carried out by the following divisions of the Exchange:
 - 1) the Exchange's division, one of the main functions of which is to monitor the information disclosure (hereinafter – the monitoring division);
 - 2) the Exchange's division, whose main function is to publish information statements on the Internet resource of the Exchange (hereinafter – the news division) *(this sub-clause was amended by June 9, 2016 Board of Directors decision)*.

Procedure for monitoring of information disclosure
by securities admission initiators

10. The monitoring unit shall monitor all the incoming information, while the news division shall have the additional monitoring function only focusing on the news regarding the admission initiators, listed companies and listed securities *(this clause was amended by June 9, 2016 Board of Directors decision)*.
11. The Monitoring shall be performed on the following organizational basis:
 - 1) the information as it becomes available shall pass a two-stage verification procedure in order to comply with the principle of double control;
 - 2) in case of non-compliance of the information with the applicable requirements the Exchange represented by monitoring division or news division shall notify via is2in system the admission initiator who provided the information of the need to correct and/or replace the information within the deadlines set for its submission to the Exchange *(this sub-clause was amended by June 9, 2016 Board of Directors decision)*;
 - 3) after the information is verified it shall be automatically transferred to the back-office of the Exchange (in the section corresponding to the type of information) for storage and subsequent use by the Exchange's employees.
12. In case of Monitoring of information related to securities included in the official list of the Exchange under the simplified listing procedure, and on the issuer of these securities, the monitoring division shall verify the information via the internet resource of a foreign exchange the official list of which includes these securities, and/or via the internet resources specified in the listing agreement entered between the Exchange and the said securities admission initiator.
13. The Monitoring results shall be used for internal purposes of the Exchange, and as follows:
 - 1) any information obtained in the course of monitoring on cases of violation of information disclosure terms by the admission initiators shall be published on the front page of the Internet resource of the Exchange as .xls (.xlsx) files to be updated as such information changes;
 - 2) the monitoring results shall be provided to the National Bank of the Republic of Kazakhstan in accordance with the laws of the Republic of Kazakhstan on the securities market on a quarterly basis not later than the tenth business day of the month following the reporting quarter *(this sub-clause was amended by June 9, 2016 Board of Directors decision)*.
14. After the information to be published on the Internet resource of the Exchange is verified it shall within one business day be published on this Internet resource in the composition, extent and manner established by the Exchange internal document regulating the rules of the exchange information dissemination.
15. This Procedure is subject to updating upon necessity, but at least once every five years. The responsibility for timely updating of this Procedure (timely introduction of necessary changes and/or additions) rests with the monitoring unit.

(This item was included by a decision of the Exchange's Board of Directors dated June 8, 2017).

President

M. Kabashev