

KAZAKHSTAN STOCK EXCHANGE JSC

Approved

by a decision of the Management Board of
Kazakhstan Stock Exchange JSC

(minutes No. 60 of the meeting
on June 16, 2016)

Effective

as of June 17, 2016

NOTICE

The Procedure below has 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

of Inclusion of Financial Instruments in the List of Stock Market Financial Instruments, Transactions in which are Cleared by the Exchange

**The Procedure of Inclusion of Financial Instruments in List of Stock Market Financial Instruments,
Transactions in which are Cleared by the Exchange**

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 it contains the description of the procedure of composing the List of stock market financial instruments cleared by the Exchange (hereinafter – the List), as well as conditions of inclusion of financial instruments in the List.

1. Definitions used in this Procedure are identical to definitions determined in the laws of the Republic of Kazakhstan and other internal documents of the Exchange.
2. The Exchange composes the List in accordance with the norm of sub-item 2) of item 2 of article 2 of the Rules of executing clearing activities on deals in financial instruments, approved by a decision of the Exchange Council (minutes No. 7 of the meeting on April 8, 2015).
3. In order to be included in the List a particular financial instrument must comply with one of the following conditions:
 - 1) it must be in KASE Index universe;
 - 2) it must be in the list of first-class liquidity shares composed in accordance with the Methodology of Securities Liquidity Indicators Defining, approved by a decision of the Exchange's Management Board (minutes No. 341 of the meeting on December 1, 2009), for at least four months.

4. In order for a particular financial instrument to be included in the List, the Exchange's clearing unit shall prepare a conclusion on the possibility of inclusion of that financial instrument in the List.

The conclusion contains values of risk-parameters of the financial instrument calculated according to the Methodology of calculation of financial instruments' risk-parameters, approved by a decision of the Management Board (minutes No. 144 of the meeting on December 29, 2015).

In the course of preparing the conclusion, the Exchange's clearing unit may request from the statistics unit's employees details and information, necessary, in opinion of the clearing unit, for preparing a justified conclusion.

5. The Exchange's Management Board takes a decision on inclusion of a particular financial instrument in the List, provided there is a positive conclusion of the clearing unit.
6. The decision of the Exchange's Management Board on inclusion of the financial instrument in the List is brought to knowledge of clearing participants not later than seven calendar days before the effective day of that decision by way of publishing the respective news item on the Exchange's website.

The decision of the Exchange's Management Board on inclusion of the financial instrument in the List is brought to knowledge of the trading unit and IT-unit of the Exchange not later than the next day after that decision's date.

7. The trading unit and IT-unit of the Exchange following a decision of the Exchange's Management Board conducts procedures on changing settings of the trading system for financial instruments included in the List.
8. Upon necessity, but at least once in a quarter, the clearing unit conducts the checking of financial instruments on the List, for compliance with terms of item 3 of this Procedure.

As a result of the checking mentioned in paragraph one of this item, the clearing unit prepares a conclusion on keeping the List unchanged or on removal of a particular financial instrument from the List.

9. The Exchange's Management Board based on the conclusion mentioned in item 8 of this Procedure, may take a decision on keeping the List unchanged or on removal of a particular financial instrument from the List.
10. The decision of the Exchange's Management Board on keeping the List unchanged or on removal of a particular financial instrument from the List is brought to knowledge of clearing

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participants, as well as the trading unit and IT-unit of the Exchange not later than the next business day from the day of that decision by way of releasing the respective news item on the Exchange's website.

Chairman of Management Board

A. Aldambergen