

KAZAKHSTAN STOCK EXCHANGE

A p p r o v e d

following a decision of Management Board
of Kazakhstan Stock Exchange JSC

(meeting minutes No. 82
dated August 16, 2016)

Effective as of

October 1, 2016

NOTICE

The Rules have been translated into English by employees of Kazakhstan Stock Exchange solely for information purposes. In case of any in compliance of this translation with the Rules' original in Russian, the Russian version prevails.

R U L E S

of Market-Maker Activities

Almaty

2016

LIST OF AMENDMENTS

1. Addition and change No. 1:

- approved by a decision of the Management Board of Kazakhstan Stock Exchange JSC (minutes No. 29 of meeting on March 30, 2017);
- effective as of April 5, 2017.

2. Addition and change No. 2:

- approved by a decision of the Management Board of Kazakhstan Stock Exchange JSC (minutes No. 57 of meeting on June 13, 2017);
- effective as of June 14, 2017.

These Rules have been developed in accordance with the legislation of the Republic of Kazakhstan and define the order of assigning and discontinuation of the market-maker status with regard to members of Kazakhstan Stock Exchange JSC (hereinafter "the Exchange"), as well as set terms and procedure of market-makers' activities on the Exchange.

Article 1. General Provisions

1. Terms used in these Rules are identical to those determined in other internal documents of the Exchange or laws of the Republic of Kazakhstan.
2. For purposes of these Rules, the market-maker specification means a set of requirements, rights, obligations, prohibitions, restrictions, special conditions, benefits (preferences) and other conditions applied to market-makers for financial instruments of one and the same type (title) or several similar types (titles), in addition to general requirements, rights, obligations, prohibitions, restrictions, special conditions, benefits (preferences) and other conditions set out in the main text of these Rules and in the Exchange's internal document "Regulations on Market-Makers".

Market-maker specifications are an integral part of these Rules and are drawn up as appendices hereof.

3. For purposes of these Rules the Regulations mean the Regulations on Market-Makers approved by the Exchange's Board of Directors.
4. These Rules are subject to updating upon necessity, but at least once every five years (*this item was included by a decision of the Exchange's Management Board of March 30, 2017*).

Article 2. Assigning the Market-Maker status

1. To obtain the status of a market-maker for particular financial instruments, a member of Exchange must submit to the Exchange the original of an application in the form, specified in Appendix 1 to these Rules not later than three business days after the day from which that member of Exchange intends to begin executing obligations of a market-maker for those financial instruments.
2. Within three business days from the receipt of the original of an application from a member of Exchange for assigning to him the status of a market-maker for particular financial instruments, the Exchange shall send to that member of Exchange a notice of assigning to him the status of a market-maker for those financial instruments, or a motivated refusal to do so (taking into account the specifics described in paragraph two of this item, and with the exception specified in item 3 of this article).

The decision of the Exchange's Management Board to assign to a member of Exchange the status of a market-maker for particular securities, being included anew in the Exchange's official list (being admitted to circulation on the Exchange) is taken within three business days from the effective date of the decision on inclusion of those securities in the Exchange's official list (on admission to circulation on the Exchange), but not later than the date of opening of trading in those securities.

The decision of the Exchange's Management Board to assign to a member of Exchange the status of a market-maker for particular securities must contain a record about the activation date of said status, i.e. about the day, beginning from which that member of Exchange takes on obligations of the market-maker for those instruments.

The notice being sent by the Exchange to its member on assignment to it of the status of a market-maker for particular financial instruments must contain the record about the activation date of said status.

3. In case, a member of Exchange was stripped of the status of a market-maker for particular financial instruments (also due to voluntary relinquishment of said status), a new application from that member of Exchange for the status of a market-maker for those financial instruments is considered by the Exchange not earlier than 30 trading days after said decision's date.
4. The Exchange refuses to assign to a member of Exchange the status of a market-maker for particular financial instruments for any of the following reasons:
 - 1) non-compliance of the application of that member of Exchange for said status with the form specified in Appendix 1 hereto;
 - 2) non-compliance of that member of Exchange within 12 consecutive months before the day the Exchange received the original of application for said status, with regulations of the Republic of Kazakhstan on the securities market and/or internal documents of the Exchange in terms of manipulations on the security market and/or unfair conduct, and/or unlawful use of insider information;
 - 3) systematically occurring (two or more times within 12 consecutive months) cases of that member of Exchange failing as a market-maker for any financial instruments (as the case of a market-maker's failure is described in paragraph two of item 1 of article 6 of these Rules).
5. Apart from situations defined in item 4 of this article, the Exchange may also refuse to assign to a member of Exchange the status of a market-maker for particular financial instruments in case that member of Exchange failed to comply with any requirements, prohibitions, restrictions and special conditions, specified in the Regulations and these Rules in the course of 12 consecutive months before the day the Exchange received the original of application for said status.
6. In case the Exchange's Management Board takes a decision on assigning the status of a market-maker for particular financial instruments to its member, the Exchange shall on the day of sending a notice of assignment to it of such status send a written notification on such decision to the authorized body, as well as publish a news item on said decision on its website (www.kase.kz).

Article 3. Voluntary Relinquishment of the Market-Maker Status

1. A member of Exchange may voluntarily relinquish the market-maker status provided the total continuous operation time of that member of Exchange as a market-maker for particular financial instruments makes up at least 30 trading days after the day of decision on assignment of the status of a market-maker for those financial instruments to that member of Exchange.
2. For voluntary relinquishment of the status of a market-maker for particular financial instruments, the member of Exchange must provide to it the original of written notification in any form, signed by the authorized member of the executive body of that member of Exchange (the person solely executing duties of the executive body of that member of Exchange), sealed by the stamp of that member of Exchange and containing a record on the preferred day, upon the onset of which that member of Exchange intends to discontinue acting as a market-maker for those financial instruments. At the same time such preferred day is determined by that member of Exchange independently, based on terms of items 1 and 3 of this article.
3. Irrespective of the date of notice by a member of Exchange on the voluntary relinquishment of the status of a market-maker for particular financial

instruments and irrespective of the preferred day specified by that member of Exchange, upon the onset of which he would like to discontinue acting as a market-maker for those financial instruments, that member of Exchange must execute duties of a market-maker for those financial instruments for at least three trading days after the date of registration by the Exchange of the original of said notification as incoming correspondence.

4. Within three business days from the day of receipt of the original notice from the member of Exchange regarding voluntary relinquishment of the status of a market-maker for particular financial instruments the Exchange shall send to that member of Exchange a notice of withdrawal of the status of a market-maker for those financial instruments due to its voluntary relinquishment of said status.

The decision of the Exchange's Management Board to strip a member of Exchange of his status of a market-maker for particular financial instruments due to voluntary relinquishment of that status, must contain a record about the de-activation date of said status, i.e. about the day, beginning from which that member of Exchange is released from obligations of the market-maker for those instruments. At the same time, the de-activation date of said status is determined by the Exchange based on terms of items 1 and 3 of this article, taking into account the preferred day of said member of Exchange, upon the onset of which he intends to discontinue fulfilling obligations of the market-maker for those financial instruments.

The notice being sent by the Exchange to its member with regard to withdrawal of the status of a market-maker for particular financial instruments due to voluntary relinquishment of that status, must contain a record about the de-activation of said status.

5. In case the Exchange's Management Board takes a decision to strip its member of the status of a market-maker for particular financial instruments due to voluntary relinquishment of that status, the Exchange on the day of sending the status withdrawal notice, shall notify the authorized body in written on such decision, as well as release a news item on said decision on its website (www.kase.kz).

Article 4. Compulsory Withdrawal of the Market-Maker Status

1. The Exchange's Management Board may take a decision on compulsory stripping a member of Exchange of his status as a market-maker for particular financial instruments at occurrence of one or several of the following grounds:
 - 1) a change in the legislation of the Republic of Kazakhstan, emergence of satiations impeding the circulation of those financial instruments, which make the further operation of the member of Exchange as a market-maker for those particular financial instruments impossible;
 - 2) incompliance of that member of Exchange with legal norms of the Republic of Kazakhstan, internal documents of the Exchange or ethical norms of members of Exchange;
 - 3) that member of Exchange fails to fulfill his obligations as a market-maker for particular financial instruments (as a case of failure to fulfill the market-maker's obligations is determined in paragraph two of item 1 of article 6 of these Rules);
 - 4) incompliance of that member of Exchange with requirements, prohibitions, restrictions, special conditions specified in the Regulations and these Rules.
2. The decision of the Exchange's Management Board on the compulsory stripping of a member of Exchange of his status as a market-maker for particular financial instruments must contain a record about the de-activation day of that status, i.e. the day beginning from which that member of Exchange is released from obligations of a market-maker for those financial instruments. At that the de-

activation day of that status is determined by the Exchange independently, based on the notion that such day must not precede the date of such decision.

3. Within three business days from the date of the decision of the Exchange's Management Board on the compulsory stripping of a member of Exchange of his status as a market-maker for particular financial instruments, the Exchange shall send to that member of Exchange a notice on compulsory withdrawal of his status as a market-maker for those financial instruments, and shall send to the authorized body a written notification on said decision, as well as release a news item on said decision on its website.
4. The decision of the Exchange's Management Board on the compulsory stripping of a member of Exchange of his status as a market-maker for particular financial instruments can be appealed at the Board of Directors within 30 business days from said decision's date.

Appealing the decision of the Exchange's Management Board on the compulsory stripping of a member of Exchange of his status as a market-maker for particular financial instruments shall not suspend the validity of that decision.

Article 5. Standards of Market-Makers' Activities

1. Taking into account the requirements of item 12 of the Regulations, there are the following additional requirements for the market-maker's quotations maintained during the entire trading session (*this paragraph was changed by a decision of the Exchange's Management Board of March 30, 2017*):
 - 1) the volume of the best mandatory quotation must be at least the amount specified in the Rules;
 - 2) the spread must not exceed the amount specified in the Rules of Market-Makers' Activities;
 - 3) mandatory quotations can be announced and maintained by a particular member of Exchange on his own account, as well as on account of his clients in accordance with their instructions (taking into account the specifics set out in sub-item 4) of this item);
 - 4) at announcement of mandatory quotations that member of Exchange may not use trading accounts controlled through the Confirmation System.
2. If not otherwise specified in these Rules, an order of a member of Exchange for purchase (sale) of particular financial instruments he is submitting to the trading system in pursuance of his market-maker obligations on those financial instruments, must be marked by that member of Exchange as a mandatory quotation or market-maker's order.

In case a member of Exchange holding the status of a market-maker for particular financial instruments has not marked an order for purchase (sale) of particular financial instruments as a mandatory quotation or the market-maker's order, such order will not be recognized by the trading system as one submitted by that member of Exchange in pursuance of his market-maker obligations on those financial instruments.

3. A member of Exchange holding the status of a market-maker for particular financial instruments, may change the price indicated in the mandatory quotation he announced, provided he observes the spread specified in these Rules (taking into account the prohibition specified in paragraph two of this item).

At the switching of the trading into the standby mode, a member of Exchange holding the status of a market-maker for particular financial instruments may not change the terms and/or parameters of the mandatory quotation he announced, or annul it, if at the moment of opening of that mode, the price indicated in that

quotation crossed or matched the prices indicated in offset orders, also those submitted by that member of Exchange.

4. A member of Exchange holding the status of a market-maker for particular financial instruments, may during a trading session use the time-out, whose maximum total length is specified in the Rules.

If not otherwise specified in these Rules, the time-out can be used during the trading session piece by piece.

During the trading session the counting of the actual total length of the time-out used by the member of Exchange holding the status of a market-maker for particular financial instruments, begins from the moment of emergence of a situation when that member of Exchange fails to fulfill any of his obligations (set of obligations) of the market-maker for those financial instruments, is suspended at the moment of correction of that situation, and is continued from the moment of occurrence of each of the consecutive situations of failure of that member of Exchange to fulfill any of said obligations (set of obligations) and is suspended at the moment of correction of such new situation.

Article 6. Responsibility for Failure to Fulfill or Violation of Market-Maker's Obligations

1. Four purpose of differentiating the improper fulfillment of the market-maker's obligations, the Exchange makes distinction between cases of non-fulfillment and violation of the market-maker's obligations.

A case of the market-maker's failure to fulfill his obligations is the situation when the market-maker for particular financial instruments fails to announce and/or maintain quotations for purchase and sale of those financial instruments during the entire trading session (with exceptions defined in items 4 of article 5 of these Rules and item 2 of article 3 of the Regulations).

A case of the market-maker's violation of his obligation is the situation when the market-maker for particular financial instruments fails to comply with any of the requirements, prohibitions, restrictions and special conditions specified in the main text of these Rules and in the market-maker specification applicable to that member of Exchange (with exceptions defined in items 4 of article 5 of these Rules and item 2 of article 3 of the Regulations, and the situation which is subject to the definition quoted in paragraph two of this item).

2. In case, a member of Exchange holding the status of a market-maker for particular financial instruments fails to fulfill or violates the obligation(s) of the market-maker, the following sanctions or their combinations are applied to that member of Exchange:
 - 1) that member of Exchange loses the right to the preference on commission fees provided for in the applicable specification;
 - 2) that member of Exchange may be imposed the payment of a fine in accordance with items 3 and 4 of this article;
 - 3) that member of Exchange may be stripped of the market-maker status of in accordance with article 4 of these Rules.
3. The decision on application to a member of Exchange of sanctions (set of sanctions) out of those indicated in item 2 of this article is taken by the Exchange's Management Board based on results of considering all circumstances of occurrence and development of a situation which is subject to the definition given in paragraph two or three of item 1 of this article; at the same time the sanction providing for the loss of the preference on commission fees payment, is applied unconditionally, according to the market-maker specification applicable to that member of Exchange.

In the course of consideration of circumstance in accordance with paragraph first of this item, the Exchange's Management Board examines all orders submitted by a member of Exchange to the trading system, including those not marked by that member of Exchange as mandatory quotations or the market-maker's orders.

4. A member of Exchange holding the status of a market-maker for particular financial instruments may face the following fines:
 - 1) for violation of any obligation of the market-maker (with exceptions specified in sub-item 2) of this item) for those financial instruments, if the total length of such violation during one trading session exceeds 60 minutes – a 10-fold MCI for thirist two cases of such violation, a 50-fold MCI for the third violation and next incidents of such violation within one calendar month;
 - 2) a 200-fold MCI:
for each case of violating the market-maker's obligation specified in item 3 of article 3 of these Rules;

for each case of violating the market-maker's obligation in forma of violating the prohibition specified in paragraph two of item 3 of article 5 of these Rules;
 - 3) a 200-fold MCI – every time the market-maker fails to fulfill his obligations.

Appendix 1
to the Rules of Market-
Maker Activities

Kazakhstan Stock Exchange JSC

APPLICATION
for the market-maker status

Herewith we kindly ask you to assign us [applicant's full name] the status of a market-maker for [name of financial instrument, NIN (ISIN) from [date].

We confirm our being familiar with the Exchange's internal documents "Regulations on Market-Makers" and "Rules of Market-Makers' Activities", also with obligations and duties of a market-maker for the above-mentioned financial instruments, as well as with our responsibility as such market-maker.

We undertake the obligation to announce and maintain according to these Regulations the mandatory quotations on the above-mentioned financial instruments and other duties following from our holding the status of a market-maker for the above-mentioned financial instruments.

Position

[signature]

Surname, initials

[stamp]

Appendix 2

to the Rules of Market-Maker Activities

SPECIFICATION
of the market-maker for securities

Part 1. REQUIREMENTS FOR MANDATORY QUOTATIONS

- 1.1. Mandatory quotations on shares must be maintained in the trading system within the first 15 minutes of the trading day.
- 1.2. Mandatory quotations must be maintained in the trading system in the standby period and in the period of the closing auction (taking into account the details specified in item 1.3 of this Specification).
- 1.3. The requirement of item 1.2 of this Specification is acknowledged as fulfilled provided the mandatory quotations are maintained in the trading system at the moment of ending of the standby mode (holding the closing auction).
- 1.4. If not otherwise specified by a decision of the Exchange's Board of Directors with regard to particular securities, the market-maker shall announce and maintain mandatory quotations (upon his choice) according to conditions of scheme 1 or 2, determined in the table 1 below.

Table 1

Financial instruments	Scheme 1		Scheme 2	
	Volume of the best mandatory quotations for purchase (sale), MCI	Maximum value of spread	Volume of the best mandatory quotations for purchase (sale), MCI	Maximum value of spread
1	2	3	4	5
Equity securities	2,000-fold amount	3.0 %	3,000-fold amount	1.0 %
Debt securities	1,000-fold amount	2.0 percentage points between the values of yield of mandatory quotations or 3.0 % of the price of mandatory quotation for purchase for mandatory quotations on debt securities traded in "dirty" prices	-	-
Government securities	50,000-fold amount		100,000-fold amount	1.0 percentage point between the values of yield of mandatory quotations or 2.0 % of the price of mandatory quotation for purchase for mandatory quotations on debt securities traded in "dirty" prices

- 1.5. If not otherwise specified by the market-maker, it is meant, that he chose scheme 1 for announcing and maintaining mandatory quotations.

For switching from one scheme of announcing and maintaining mandatory quotations to another, the market-maker must at least five business days before the beginning of the calendar month provide the Exchange with a respective application drawn up in any form.

Switching from one scheme of announcing and maintaining mandatory quotations to another within the current month is prohibited.

Part 2. TERMS OF THE TIME-OUT

- 2.1. On shares the time-out can be used at any time of the trading day except for the period indicated in item 1.1 of this Specification and in the course of which the time-out can be used only after the mandatory quotation was fully or partially executed¹.
- 2.2. On securities not subject to item 2.1 of this Specification, the time-out can be used at any time of the trading day.
- 2.3. The maximum total length of the time-out on shares quoted in the list of securities of the second or third class of liquidity makes up 15 minutes during one trading day.
- 2.4. The maximum total length of the time-out on securities not subject to item 2.3 of this Specification makes up 30 minutes during one trading day.
- 2.5. The maximum total length of the time-out on government securities makes up 100 minutes during one trading day.

Part 3. ADDITIONAL RIGHTS OF MARKET-MAKERS

- 3.1. A market-maker for particular securities may relinquish further announcement and/or maintenance during the trading day in the trading system of mandatory quotations on those securities, if the accomplished total volume of purchase-sale transactions in those securities, concluded during the trading day (based on mandatory quotations he announced earlier) made up at least the five-fold minimum volume of the best mandatory quotation on those securities.
- 3.2. A market-maker for particular securities may relinquish further announcement and/or maintenance during the trading day in the trading system of mandatory quotations on those securities, if the accomplished total volume of purchase-sale transactions in those securities, concluded during the trading day (based on mandatory quotations he announced earlier) made up at least the minimum volume of the best mandatory quotation on those securities and at the same time the deviation of the price of the last concluded deal in those securities from the closing price thereof on the preceding trading day or – at absence of the closing price for those securities on the preceding trading day – from the opening price thereof on the current trading day exceeds the following value:
- 1) 7.0 % on debt securities;
 - 2) 5.0 basis points of yield on debt securities (except for debt securities traded in "dirty" prices);
 - 3) 7.0 % on debt securities traded in "dirty" prices.

¹ The full or partial execution of the mandatory quotation announced by the market-maker means conclusion of a deal (deals) with a total amount equal to the amount of that mandatory quotation or less than that, based on that quotation and offset orders submitted by other members of Exchange.

Part 4. PREFERENCE FOR THE MARKET-MAKER. SPECIAL CONDITION

- 4.1. A market-maker for particular securities shall pay commission fees of the Exchange on purchase-sale transactions in those securities at a rate reduced by 50 % relative to the rate, applicable to such transactions in accordance with the Exchange's internal document on membership fees and stock exchange fees, with the exception specified in paragraph two of this item.

A market-maker is released from payment of commission fees of the Exchange on purchase-sale transactions in those securities, if during one calendar month, for which the commission fees of the Exchange on purchase-sale transactions in those securities are calculated, parameters of his mandatory quotations comply with terms of scheme 2, specified in Appendix 1 to this Specification, and are announced and/or maintained by himself from his own account (in his own interests and on his own account).

- 4.2. Validity of item 4.1 of this Specification does not apply to:
- 1) transactions in state-owned stockholdings in organizations being privatized;
 - 2) deals related to repo transactions;
 - 3) securities purchase-sales deals concluded by the method of concluding direct deals.
- 4.3. A member of Exchange holding the status of a market-maker for particular financial instruments, loses his right to the preference specified in item 4.1 of this Specification, if there is any situation of that member of Exchange failing to fulfill any of his obligations of the market-maker for those securities, during the calendar month for which the Exchange's commission fees on securities purchase-sales deals are calculated.
- 4.4. In case of emergence of circumstances, leading to members of Exchange incurring substantial financial losses from the undue performance of market-makers' obligations on securities, the Exchange's Management Board may temporarily, for a term not exceeding 10 trading days from the date of the Exchange's Management Board decision, extend (increase) the maximum values of spreads specified in table 1 of item 1.4 of this Specification.

Appendix 3

to the Rules of Market-Maker Activities

SPECIFICATION
of the market-maker for futures

Part 1. REQUIREMENTS FOR MANDATORY QUOTATIONS

- 1.1. The minimum volume of the best mandatory quotation is set by the Exchange's Management Board.
- 1.2. The maximum value of spread for mandatory quotations on particular futures is set by a decision of the Exchange's Management Board depending upon the normal or volatile conditions on the futures market.
- 1.3. A decision of the Exchange's Management Board on changing the value of minimum volume of the best mandatory quotation on futures, and/or maximum value of spread for mandatory quotations on particular futures, and/or maximum value of the difference of the price of the best mandatory quotation on particular futures from the price of the last deal in those futures is brought by the Exchange to knowledge of market-makers for futures at least 10 business days before the effective date of that decision by way of releasing the respective news item on the Exchange's website.

Part 2. TERMS OF TIME-OUT

- 2.1. On futures the time-out can be used at any time of the trading day.
- 2.2. The maximum total length of the time-out on particular futures makes up 30 minutes during one trading day.

Part 3. ADDITIONAL RIGHTS OF THE MARKET-MAKER

- 3.1. A market-maker for particular futures may relinquish further announcement and/or maintenance during the trading day in the trading system of mandatory quotations on those futures, if the accomplished total volume of purchase-sale transactions in those futures, concluded by that member of Exchange during the trading day (based on mandatory quotations he announced earlier) made up at least the two-fold minimum volume of the best mandatory quotation on those futures.

Part 4. PREFERENCES FOR THE MARKET-MAKER. SPECIAL CONDITIONS

- 4.1. A market-maker for particular futures shall pay commission fees of the Exchange in accordance with the Exchange's internal document on membership fees and stock exchange fees, reduced by the discount², whose amount is set by a decision of the Exchange's Management Board depending upon the normal or volatile conditions on the futures market.

² Discount represents a reduction of the commission fees calculated in accordance with the Exchange's internal document on membership fees and stock exchange fees, and is expressed in percent.

4.2. A member of Exchange holding the status of a market-maker for particular futures, shall lose the right to the preference set out in item 4.1 of this Specification, if there is any situation of that member of Exchange failing to fulfill any of his obligations of the market-maker for those futures, during the calendar month for which the Exchange's commission fees on futures purchase-sales deals are calculated.

4.3. The Exchange's Management Board independently defines the situation on the futures market as normal or volatile depending upon various parameters of that market, also upon the intensity of fluctuation of the futures' prices.

The Exchange's Management Board may also define the situation on the futures market as volatile, based on the market-makers' free-format requests to acknowledge the situation on the futures market as volatile.

4.4. Market-makers for futures are not subject to responsibility specified in article 6 of the Rules.

The special condition set out in paragraph one of this item is subject to cancellation by the Exchange's Board of Directors upon reaching the futures market's liquidity level defined thereby.

Appendix 4

to the Rules of Market-Maker Activities

SPECIFICATION
of the market-maker for foreign currencies

Part 1. REQUIREMENTS FOR THE MARKET-MAKER (CANDIDATE FOR MARKET-MAKERS) AND FOR MANDATORY QUOTATIONS

- 1.1. The equity of a member of Exchange holding the status of a market-maker for a particular foreign currency-based financial instrument or wishing to obtain such status must equal to at least 1,000,000-fold MCI.
- 1.2. If not otherwise specified by a decision of the Exchange's Board of Directors with regard to a particular foreign currency-based financial instrument, the minimum volume of the best mandatory purchase (sale) quotation for foreign currency-based financial instruments makes up:
 - 1) on the US dollar (hereinafter – the dollar) – USD500,000;
 - 2) on the Russian Federation ruble (hereinafter – the ruble) – RUR5,000,000;
 - 3) on the Chinese yuan (hereinafter – the yuan) – CNY100,000.
- 1.3. The maximum value of spread makes up:
 - 1) for mandatory quotations on the dollar – KZT0.1;
 - 2) for mandatory quotations on the ruble – KZT0.01;
 - 3) for mandatory quotations on the yuan – KZT0.07 (*this sub-item was changed by a decision of the Exchange's Management Board of June 13, 2017*).
- 1.4. In case of emergence of circumstances resulting in members of Exchange possibly incurring substantial financial losses from their undue performance of obligations of the market-maker for a particular foreign currency-based financial instrument, the Exchange's Management Board may temporarily, for no longer than 10 trading days, increase at most twice the maximum value of spread for mandatory quotations on that financial instrument, specified in item 1.3 of this Specification.

Part 2. TERMS OF THE TIME-OUT

- 2.1. On foreign currencies the time-out can be used at any time during the trading session.
- 2.2. The maximum total length of the time-out on a particular foreign currency-based financial instrument makes up:
 - 1) five minutes – during the morning trading session;
 - 2) 60 minutes – during the day trading session.

Part 3. ADDITIONAL RIGHTS OF THE MARKET-MAKER

- 3.1. A market-maker for a particular foreign currency-based financial instrument may relinquish further announcement and/or maintenance during the trading session in the trading system of mandatory quotations on that financial instrument, if the accomplished total volume of purchase-sale transactions in that financial instrument, concluded by that member of Exchange during the

trading day (based on mandatory quotations he announced earlier) made up at least the five-fold volume of the best mandatory quotation on that financial instrument.

Part 4. PREFERENCES FOR THE MARKET-MAKER. SPECIAL CONDITIONS

- 4.1. The Exchange's internal document on membership fees and stock exchange fees for foreign currency market-makers can specify preferences on payment of monthly membership fees.
- 4.2. Market-makers for foreign currency-based financial instruments are not subject to item 2 of article 5 of the Rules.
- 4.3. In case the Exchange on a particular trading day doesn't conduct trading in a dollar-based financial instrument with settlement on the trading day, the market-maker for that financial instrument must announce and/or maintain mandatory quotations on the dollar-based financial instrument with settlement on the next day $T+n$, where T – the dollars trading day, n – the length of the pause in execution of dollar settlements by respective banks – correspondents of the Exchange (where $0 < n < 3$).
- 4.4. If on any trading day the Exchange doesn't conduct trading in the financial instrument on the yuan with settlement on the trading day, the market-maker may not maintain mandatory quotations on the financial instrument on the yuan on that trading day (*this item was included by a decision of the Exchange's Management Board of June 13, 2017*).