

WEEK OF STOCK MARKET OF KAZAKHSTAN January 27 - February 2

1 US dollar = **139.40** tenge at official rate for the end of the period
1 US dollar = **139.34** tenge at weighted average rate of the Exchange for the end of the period

Yield of stock exchange financial instruments

Following is the table that allows to compare investment attractiveness of the financial instruments, which were regularly traded or quoted (thanks to the market-makers) at KASE from January 27 through February 2.

Investment attractiveness of stock exchange financial instruments from January 27 - February 2

Financial instrument	Currency	Yield, % APR.
KZT (repo)	KZT	*10.75
AVMEKAM	USD	12.51
KKGBb	USD	12.62
BTAS	USD	12.43
MEKKAM, notes	KZT	*15.54
MEKAVM, MGU	USD	*9.08
Euronotes-2	USD	10.33
Euronotes-3	USD	11.22

Yield of OJSC "Bank TuranAlem" shares (BTAS) was calculated for 6 days by purchasing quotations.

The yields, shown here, do not incorporate overhead expenses that are inevitable when conducting operations and fixing profits (commission and tax collections, membership fees etc). one more thing should be kept in mind that average revaluation rate of the tenge (tenge exchange rate was growing relative to the U.S. dollar) equaled **2.2% APR** during the observed period.

Marked by a star are the instruments with less than a year circulation term. Weighted average effective yields are given for them. For the remaining instruments – the best nominal yields to maturity of the week are given.

In IRBIS specialists' opinion, the table clearly shows that during the observed period MEKKAM of the Ministry of finance and the notes of the National Bank were the most attractive instruments in all respects. Besides, these instruments are characterized by the smallest investment risk, considering a high liquidity in current situation.

Trades in corporate securities

In January of the year 2000 **28 deals** in private issue securities (PIS) amounting to **\$21,410.1 th.** were registered on trade floors of Kazakhstan stock exchange (KASE). **January volume of trades in PIS is the record high level of KASE from the beginning of the trades at the Exchange in private issue securities on September 19, 1997.**

In January the most liquid were **common inscribed shares of OJSC "SHNOS"** (Shymkent, official list of securities, category "A", SYRG). Turnover of the shares of this emitter on the trade floor reached 71.9% (\$15.4 mln) of all turnover of an organized PIS market of the country in January.

During observed period 11 deals were made in PIS for a total of \$3,816.9 th. on trade floors of KASE, while volume of 6 deals of previous period reached \$15,972.7 th.

Interesting feature of the week is the sale of a whole block (100% of a single issue) of common shares of **OJSC "Voskhod"** (Almaty, "Non-listing securities" sector, second admittance level, **VOCH**) with par value of KZT100.00 at \$70.77 per share for a total of \$2,599.9 th. on the day they were entered into the trades (January 31, 00). In monetary terms it was the biggest deal of the period by volume and accounted for 68.1% of the weekly turnover in PIS.

The second place in monetary terms (in terms of securities it is the leader) belongs to common shares of **OJSC "Astana-finance"** (Astana, official list of securities, category "B", date the trades started – January 28, 00, **ASFI**). Two deals were made in ASFI at \$7.18 per share (par value – KZT1,000.00) amounting to \$717.5 th.

Other deals were made in securities of the official list of category "B": common shares of **OJSC "Neftekhimbank"** (Shymkent, **NFCH**), preferred shares of **OJSC "Mangistaumunaigas"** (Aktau, **MMGZp**) and common and preferred shares of **OJSC "Corporation Kazakhmys"** (Jezkazgan, **KZMS** and **KZMSp**) which came back to the trade floor.

Data on the deals, demand and supply are given in the table.

Results of the trades in private issue securities from January 27 - February 2

USD per share, unless otherwise specified

Company	Securities	Open	Max	Min	Close	Volume, #	Offer	Bid	Count
OJSC «Bank TuranAlem»	BTAS				72.41	0	75.38	73.33	0
OJSC «Halyk Bank of Kazakhstan»	HSBK				2.00	0	2.00		0
OJSC «KAZKOMMERTSBANK»	KKGBb				98.20	0	100.56	98.56	0
OJSC «SHNOS»	SYRG				1.04	0	1.10	0.95	0
OJSC «Astana-finance»	ASFI	7.17	7.17	7.17	7.17	100,000			2
OJSC «Corporation Kazakhmys»	KZMS	10.76	12.70	10.76	12.70	707			2
OJSC «Corporation Kazakhmys»	KZMSp	7.53	7.68	5.74	5.74	1,795			3
OJSC «Mangistaumunaigas»	MMGZp	0.50	3.50	0.50	3.50	15,200	*3.40		2
OJSC «Neftekhimbank»	NFCH	14.35	14.35	14.35	14.35	29,730			1
OJSC «GEOTEKS»	GEOT				0.17	0	*0.15	*0.14	0
JSC «Aktobemunaigas»	AMGZp				2.00	0	*4.00		0
JSCOT KTSSHK	KCSK					0	*0.40		0
JSC «Kazakhstancaspishelf»	KKSHp				22.73	0	*20.00		0
JSC «ULBA»	ULBAp					0	*10.00		0
OJSC «Voskhod»	VOCH	70.77	70.77	70.77	70.77	36,738			1

Note: bid and offer prices are given for the period, for KKGBb – for last date of the period;
if no deals were made during reporting period, the last price of successful trades will be given;
marked by a star are indicative quotations in Quotation trade system of KASE unlike the bids submitted in usual trade mode.

Capitalization of the stock market for PIS

For February 2, 2000 total capitalization of the stock market for PIS of Kazakhstan (A+B+N without SBS) equaled **\$2,221.5 mln** or KZT308.3 bln at tenge to dollar rate of the Exchange, effective on that date. Capitalization in terms of dollars grew \$9.2 mln in seven days caused by entering common shares of OJSC “Voskhod” in the trade lists (see below), and whose price significantly exceeded the par value by the results of the first trades (see above).

Trades in state securities

During the next period 11.4% (KZT206.2 mln) increase in turnover was observed in **purchase and sale sector** for state securities of KASE. In absolute monetary terms total turnover of **64 deals** reached **KZT2,009.9 mln**. Last week this figure was at KZT1,803.7 mln (58 deals). As it can be seen from the table, turnover increase was caused by an activity in discounted securities segment, mainly – MEKKAM and notes of the National Bank.

Parameters of stock exchange transactions in SS from January 27 - February 2

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, mln tenge discounted	Number of deals
	min	max	last deal	weighted average		
Discounted SS: MEKKAM-3, 6, 12, notes of the National Bank						
	72.3% (58.3%) of purchase and sale sector's turnover					
8 – 14	8.66	12.09	9.12	9.37 (–)	174.7	12
15 – 28	11.89	27.11	12.79	21.41 (13.12)	196.4	8
29 – 36	12.90	15.19	13.12	14.18 (14.91)	572.1	5
37 – 42	12.86	14.68	12.86	13.19 (13.89)	370.5	20
43 – 56	14.15	14.15	14.15	14.15 (13.88)	28.5	1
92 – 181	16.25	16.45	16.45	16.35 (16.26)	101.7	4
182 – 364	17.67	17.67	17.67	17.67 (–)	8.6	1
Total					1,452.5 (1,052.2)	51 (33)
Discounted indexed SS: MEKAVM-6, MGU						
	12.6% (10.9%) of purchase and sale sector's turnover					
92 – 181	8.73	14.09	8.77	8.80 (–)	252.1	3
182 – 364	14.10	14.10	14.10	14.10 (9.70)	1.3	1
Total					253.4 (196.7)	4 (6)
Euronotes of Kazakhstan, USD						
	15.1% (30.8%) of purchase and sale sector's turnover					
*964	10.3331	10.3331	10.3331	10.33 (10.88)	1.4	1
**1696 - 1700	11.0618	11.2293	11.2293	11.15 (11.39)	302.7	8
Total					304.0 (554.8)	9 (19)
SUBTOTAL					2,009.9 (1,803.7)	64 (58)

Note: for euronotes (* – second issue; ** – third issue) yield is given for a buyer in APR, calculated by an algorithm of KASE, taking into account weighted average USD/KZT rate of the Exchange; yields for indexed domestic SS are calculated considering official rate of USD/KZT. MGU – bonds of Mangistau region.

Slight decline in the activity of the banks in attracting short money is being observed in **the repo sector**. During the period volume of 10 deals reached **KZT873.9 mln**, including for 4 repo opening deals – KZT133.8 mln, for 6 repo closing deals – KZT740.1 mln.

Parameters of repo opening deals in SS at KASE for January 27 - February 2

(in parentheses – comparable figures of previous period)

Opening date	Term of repo, days	Amount raised, mln KZT	Weighted average yield, % APR	Number of deals
Jan.28.00	7	100.1	8.00	2
Feb.2.00	27	33.7	12.88	4
TOTAL		133.8 (791.7)		10 (10)

After closing of trades on February 2 total amount of repos opened on the trade floor reached **KZT766.7 mln.** Current repo rates for January 26 (% APR):

- for 7 days (KZT100.1 mln) – **8.00**;
- for 27 days (KZT33.7 mln) – **12.88**;
- for 30 days (KZT27.0 mln) – **15.00**.

Total of 74 deals amounting to **KZT2,883.8 mln** were made **on trade floors of KASE** during last period (purchase and sale and repo sector). Last week volume of the same 74 deals was KZT2,940.4 mln.

In this week **share of the stock market turnover** in total volume of deals on Kazakhstani secondary market for SS for comparable operations (including euronotes and repo operations) equaled **59.6%**, for last week it was 61.6%.

Changes in trade lists

From January 31, 2000 based on the petition of the trade member of Kazakhstan stock exchange (KASE), common shares of **OJSC “Voskhod”** (Almaty, trade code – **VOCH**) are entered into trades in “Non-listing securities” sector with the second level of admittance.

Announced authorized capital of OJSC “Voskhod” is KZT3,673,800.00 and fully paid. Within a single issue 36,738 common inscribed shares (KZ1C37360418) were issued with KZT100.00 par value.

Primary activities of the company: organization, creation and development of goods production; sale of consumer goods, foodstuff; commercial activities, export and import operations etc.

Information about the companies

On January 26, 2000 **LLP “RG BRANDS”** (Almaty, “Non-listing securities” sector, first admittance level, trade code – RGBRb), in accordance with issue and circulation rules of the bonds, paid off the principal debt and 17% APR accrued interest on it to the owners of the 1st tranche of bonds registered in the register as of January 21, 2000.

Report on the results of the issue of the 1st tranche of inscribed coupon bonds secured by LLP “RG BRANDS” was approved by the National securities commission of Kazakhstan on January 21, 2000.

Placement of the 2nd tranche of the bonds for \$250,000 will start on January 27, 2000.

RGBRb were entered into trade lists of Kazakhstan stock exchange (KASE) from November 5, 99. The whole first tranche (2,500 bonds, \$250,000) was placed through trade floor of KASE on December 10 and 13, 1999. Offering price (including accumulated interest) has settled at \$101.55 and \$102.19 per paper, which corresponds to full yield to maturity of 19.91% APR and 15.95% APR, respectively (by the calculation base accepted in Kazakhstan).

Primary activities of LLP “RG BRANDS” – production and sale of natural juices and beverages, offering marketing services. Authorized capital – KZT640.0 th.

According to listing requirements, **OJSC “KAZKOMMERTSBANK”** (Almaty, KASE official list of securities, category “A”) provided Kazakhstan stock exchange (KASE) with the Notice of the National securities commission of Kazakhstan that issue and placement report on the 6th issue of the bank shares has been approved on December 21, 1999.

The issue was registered on May 10, 1999 under the number A0040-5 for \$34,251,436.36 with announced authorized capital of \$34,251,436.36. It contains 258,428,778 common inscribed shares at \$0.12 each. All the shares were placed when the report was approved.

According to the listing requirements OJSC **“Mangistaumunaigas”** (Aktau, official list of securities, category “B”) provided Kazakhstan Stock Exchange (KASE) with financial reports as of October 1, 99: balance sheet, income statement and statement of cash flow.

Following are the results of the emitter for the first half of 1999 (in th. KZT):

Indicator	As of Oct.10,98	As of Oct.10,99	Increase / decrease, %
Authorized paid-up capital	10,894,602	10,894,602	0
Shareholders' equity	7,948,701	31,417,413	+295.3
Total assets	30,717,648	45,956,257	+49.6
Net working capital	-12,075,430	9,738,626	+180.6
Accounts receivable (net)	3,079,399	19,149,328	+521.9
Reserve for doubtful accounts	17,388,386	9,521,867	-82.6
Accounts payable	14,794,572	10,725,422	-27.5
Reserve for penalty	4,990,994	1,467,679	-70.6
Sales (services offered)	12,704,821	29,361,558	+131.1
Cost of goods sold (services offered)	10,162,275	7,457,775	-26.6
Expenses of the period	8,811,829	7,015,492	-20.4
Net income (loss) of the period	647,045	19,831,303	+2,964.9

There were no changes in the company's **authorized paid-up capital**. **Shareholders' equity** rose KZT23,468.71 mln or 4 times. Book value of a share equaled KZT2,883.76, or 4 times more than it was in comparable period of last year.

The company **assets** increased KZT15,238.61 mln (49,6%) compared to similar period of 1998.

During the reporting period KZT9,521.87 mln reserves (for bad debts and inventory decrease) were formed, which is by KZT7,866.52 mln or 82.6% less than in 9 months of 1998.

Total liabilities of OJSC "Mangistaumunaigas" decreased KZT8,230.10 mln or 36.1% relative to the same period of last year.

Total of reserves for fines amounted to KZT1,467.68 mln, which is 3.4 times less than in 9 months of 1998.

Sales grew KZT16,656.74 mln or 131.1% relative to 1998 with a decrease in:

- cost of goods sold – by 2,704.50 mln or 26.6%;
- expenses of the period – by 1,796.34 mln or 20.4%;

As a result of 9 months of 1999 OJSC "Mangistaumunaigas" received KZT19,831.30 mln net income, or by KZT19,184.26 mln or 30.6 times more than in comparable period of last year.

Following is dynamics of quarterly changes in sales and income of the company in 1999 on accruing basis (in th. KZT):

Index	I-99	II-99	Change, %	III-99	Change, %
Sales	3,423,257	8,992,335	+162.7	16,945,966	+88.4
Net income	-1,089,270	9,013,701	+927.5	11,906,872	+32.1

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