

WEEK OF STOCK MARKET OF KAZAKHSTAN

September 4 – September 10

Money market indicators as of September 10 and change for the period

Term	Currency	Rate	Trend
“Overnight” on autorepo at KASE(TONIA)			
1 day	KZT	1.99	-0.29
Repo opening at KASE (WA, % APR)			
1 day	KZT	1.99	-0.25
6 days	KZT	3.40	-0.14
14 days	KZT	4.00	+0.16
28 days	KZT	4.30	-1.64
30 days	KZT	9.13	-
KIBOR (indicative, % APR)			
1 week	KZT	6.00	-1.00
2 weeks	KZT	7.00	-0.75
1 month	KZT	8.00	-0.50
2 months	KZT	8.75	-0.50
3 months	KZT	9.50	-0.50

Stock market indicators as of September 10 and their change for the period

Index	Value	Trend
Shares of “A” listing		
KASE_Shares	141.57	-5.67%
Corporate bonds of “A” listing		
KASE_BP	146.91	+0.60%
KASE_BC	121.57	+0.49%
KASE_BY	7.52	-1.97%
Euronotes of Kazakhstan		
KASE_EP	150.02	-0.14%
KASE_EC	111.75	-0.43%
KASE_EY	3.58	+3.88%

US dollar = **147.56** tenge at official rate for the end of the period.
 US dollar = **147.28** tenge at weighted average rate of the Exchange for the end of the period.
 Rate of tenge devaluation for the period at the Exchange's rate – **negative 37.4% APR.**

THE CORPORATE SECURITIES MARKET (CS)

In purchase-sale sector a total of 38 deals amounting to \$10,221.2 th. or KZT1,510.9 m. were made during the analyzed period. In comparison with the previous period (53 deals, \$16,605.7 th. or KZT2,449.6 m) volume of the sector decreased by 38.4%. During the analyzed period deals were made by 12 KASE's members on 20 instruments 12 of which were bonds. At that, 11.2% of gross turnover (11.6% on purchasing transactions and 10.7% - on sale) were made at the expense of pension market's subjects. During the last week KASE's 18 members of “P” and “H” categories were interested in 26 securities, 15 of which were bonds. Stake of pension assets was 23.4% of gross turnover, including 13.2% on purchasing transactions, 33.6% – on sale transactions.

Peculiarity of the week is the threefold (judging on deals volume) compression of corporate bonds market, and analysts of IRBIS connect it mainly with dynamics of the rate of tenge relative to dollar. Banks preferred to use free money at the currency market, which promised good profit in the work with dollar on short positions. Passivity of pension market's subjects, whose money, in all probability, went to GS market, also played a certain role.

Tendency of decrease of yield of corporate issuers' liabilities due to growth of their prices is still relevant

Investment attractiveness of stock exchange financial instruments since September 4 till September 10

Financial Instrument	Currency of transaction	Yield, % APR	Trend
Instruments denominated in KZT			
UKPfb1	KZT	14.00	0
TXBNb1	KZT	12.00	-2.25
TXBNb2	KZT	10.91	-0.09
CS repo*	KZT	10.47	+1.90
ARNAb1	KZT	9.50	0
CCBNb3	KZT	9.00	-1.00
HSBKb3	KZT	8.98	0
KZIKb2	KZT	6.09	+0.07
KZIKb1	KZT	5.99	-0.01
MEOKAM. MEAKAM	KZT	5.98	-0.24
MEKKAM. notes*	KZT	4.87	-0.35
GS repo*	KZT	2.58	-1.36
Instruments indexed on devaluation			
VTBNb1	USD	10.71	+0.93
RGBRb3	USD	10.50	+0.30
VITAb3	USD	10.42	+0.28
ASFIb2	USD	10.20	+0.03
KZASb1	USD	10.10	0
ALKSb2	USD	10.05	-2.80
ORDBb1	USD	10.00	0
BTASb2	USD	9.00	0
ASBNb1	USD	8.52	0
BTASb1	USD	8.50	0
TEBNb3	USD	8.50	0
CSBNb1	USD	8.20	0
CCBNb2	USD	8.02	+0.02
KKGBb2	USD	8.00	+0.50
TEBNb2	USD	8.00	-3.00
HSBKb	USD	7.99	-0.02
CCBNb1	USD	7.99	-0.01
LARlb1	USD	7.75	0
HSBKb2	USD	7.62	+0.03
TEBNb	USD	7.59	-0.01
ATFBb2	USD	7.20	+1.20
ALBNb1	USD	6.99	-2.01
KZTKb1	USD	6.69	-0.64
ART060.004	USD	6.50	0
KARMb1	USD	6.50	-1.11
SYRGb1	USD	6.50	+0.50
KZPSb1	USD	6.17	-0.16
NRBNb1	USD	6.14	+0.14
BRKZb1	USD	6.11	0
KZAPb1	USD	6.02	-2.00
AST048.005	USD	5.74	+0.38
ARU060.003	USD	5.60	-0.45
TMJLb2	USD	5.55	+0.35
CSBNb2	USD	5.55	-4.20
AST048.006	USD	5.54	-2.71
AST036.004	USD	5.31	+0.28
VKU036.002	USD	5.00	0
ASU036.003	USD	4.95	+0.31
VKU036.001	USD	4.00	0
KZTOb	USD	3.75	-0.04
ARU024.002	USD	3.00	0
Instruments denominated in foreign currency			
KKGBe4	USD	8.45	-0.33
BTASe3	USD	8.23	-0.56
BTASe2	USD	7.24	-0.41
KKGBe2	USD	7.00	0
KKGBe3	USD	6.46	-0.07
KZTOe1	USD	5.85	-0.56
BRKZe1	USD	4.64	+0.18
BTASe1	USD	4.42	-0.18
ENU07.05	USD	3.53	-0.12
IFO bonds	EUR	1.07	+0.07

The yields of bonds at which the deals have been made are calculated as average of the deals, for other bonds – as average of sale quotations. Trends are given relative to previous week. Securities marked by asterisk are the instruments with less than a year circulation term (for them effective weighted average rate is given). On bonds with floating coupon forecasted yield is given.

and is fixed both on conducted transactions and on dynamics of indexes of the series KASE_B* as well. Within seven days yield of ATFBb2 fell from 7.98% APR to 7.20% APR, BTASb1 – from 9.10% to 8.50% APR, KARMb1 – from 7.61% to 6.50% APR, KZTKb1 – from 7.32% to 6.50% APR, RGBRb3 – from 10.79% to 10.50% APR, SYRGb1 – from 7.20% to 6.50% APR, TXBNb1 – from 14.25% to 12.00% APR. Only yield of following securities grew ASFib2 (from 10.00% APR to 10.20% APR) and VTBNb1 (from 10.00% to 10.65% APR). Yield of HSBKb3, KKGBb2 and TXBNb2 has not changed. It's interesting that deals in euronotes of corporate debt were absent. Due to predominant growth of prices capitalization of stock exchange's corporate bonds market increased within the week by \$3.4 m. to \$2,135.1 m.

Expansion of shares market partially compensated falling of the volume of deals in bonds. No fundamental changes occurred here, because 80% of the turnover were controlled by CCBN, all deals in them were direct without exception. Within seven days the rate of ATFB fell by 33.3%, KZMS – by 4.9%, KZTKp – by 15.5%, VTBNp – by 26.7%. Rate of following securities rose VTBN (from KZT350.00 to KZT350.03), CCBN (by 11.1%), SAYA (by 49.3%), TEBN (by 2.0%). Capitalization of stock exchange's shares market, which as of September 10 was equal to \$2,233.9 m., decreased within the week by \$37.4 m. The reason of this decrease was falling of prices of ATFB, KZMS, KZTKp and VTBNp.

The tables show data on deals, bid and ask in CS purchase and sale sector, including SBS, and also decoding of trade codes.

Results of the trades in bonds within September 4 – September 10(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1	8.9999	0	10.0023	6.9978
Almaty Kus OJSC	ALKSb2	*12.8500	0	12.8500	10.0500
ARNA OJSC	ARNAb1	*12.9831	0	12.5000	9.5037
Alliance-Bank OJSC	ASBNb1	11.4999	0	11.5000	8.5200
Astana-finance OJSC	ASFib2	10.1985	171.3	10.1985	10.1985
ATFBank OJSC	ATFBb2	7.1965	20.3	7.1965	7.1965
Development Bank of Kazakhstan JSC	BRKZb1	*8.9967	0	8.9955	6.2110
Development Bank of Kazakhstan JSC	BRKZe1	5.0843	0	6.5565	5.0739
Bank TuranAlem OJSC	BTASb1	8.5000	120.5	8.5000	8.5056
Bank TuranAlem OJSC	BTASb2	9.0000	0	10.5000	9.0000
TuranAlem Finance B.V.	BTASe1	6.4226	0	5.6432	4.7733
TuranAlem Finance B.V.	BTASe2	8.2954	0	7.4888	7.7968
TuranAlem Finance B.V.	BTASe3		0	8.4646	8.4639
Bank CenterCredit OJSC	CCBNb1	12.2713	0	10.6590	8.0048
Bank CenterCredit OJSC	CCBNb2	11.1244	0	10.7965	8.0352
Bank CenterCredit OJSC	CCBNb3	10.0000	0	9.5715	8.9995
BANK CASPIAN OJSC	CSBNb1	9.2992	0	10.4999	8.2001
BANK CASPIAN OJSC	CSBNb2	*9.7500	0	9.2000	9.6785
Halyk Bank of Kazakhstan OJSC	HSBKb	8.4509	0	10.7993	8.0000
Halyk Bank of Kazakhstan OJSC	HSBKb2	*9.3049	0	9.6255	7.6476
Halyk Bank of Kazakhstan OJSC	HSBKb3	8.9809	1,102.0	8.9809	8.9809
Karazhanbasmunai OJSC	KARMb1	6.4989	202.6	6.4989	6.4989
KAZKOMMERTSBANK OJSC	KKGBb2	7.9960	889.8	7.9960	7.9960
KAZKOMMERTSBANK OJSC	KKGBe2	7.0658	0	9.9952	7.0031
Kazkommerts International B.V.	KKGBe3	7.3056	0	7.7273	6.8414
Kazkommerts International B.V.	KKGBe4	8.7780	0	8.7317	8.4978
NAC Kazatomprom	KZAPb1	8.0237	0	8.7461	6.0155
DAGOK Kustanaiasbest JSC	KZASb1	10.0978	0	13.0956	10.1036
Kazakhstan Mortgage Company CJSC	KZIKb1	6.9000	0	8.8538	6.0044
Kazakhstan Mortgage Company CJSC	KZIKb2		0	0.0720	6.1334
Kazpost OJSC	KZPSb1	8.4991	0	8.7903	6.1696
Kazakhtelecom	KZTKb1	6.4954	270.3	6.4954	7.0047
KazTransOil CJSC	KZTOb	6.5987	0	6.5969	5.5025
KazTransOil CJSC	KZTOe1	6.4052	0	6.7167	6.1586
JB LARIBA-BANK OJSC	LARib1		0	10.7475	7.7502
Nurbank OJSC	NRBNb1	6.9091	0	9.0212	6.1408
Corporation "Ordabasy" OJSC	ORDBb1	10.9279	0	11.0000	10.0000
RG BRANDS OJSC	RGBRb3	10.4973	112.6	10.5000	10.5000
PetroKazakhstan Oil Products JSC	SYRGb1	6.4978	169.4	6.4978	6.4978
TEMIRBANK OJSC	TEBNb	10.4996	0	9.0924	7.5978
TEMIRBANK OJSC	TEBNb2	10.9983	0	10.9954	8.0045
TEMIRBANK OJSC	TEBNb3		0	9.0000	8.5000
NC KTZh CJSC	TMJLb2	7.4122	0	8.2672	5.5494
TEXAKABANK OJSC	TXBNb1	12.0000	1,101.9	12.0000	12.0000
TEXAKABANK OJSC	TXBNb2	11.0000	476.6	11.0858	11.0000
UKBF CJSC	UKPFb1		0	15.4998	14.0024
VITA OJSC	VITAb3	14.0042	0	15.3534	10.4238
VALUT-TRANZIT BANK OJSC	VTBNb1	10.6486	6.0	10.2901	10.4191
TOTAL	48		4,643.3		

Results of the trades in shares during September 4– September 10

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th USD	Purchase	Sale
Almaty Kus OJSC	ALKS	*10.00	0	0	10.00	15.00
Almaty Kus OJSC	ALKSp	*12.13	0	0	10.00	15.00
Almaty Kus OJSC	ALKSp3	10.00	0	0	10.00	15.00
CNPC – Aktobemunaigas OJSC	AMGZ	*5,161.45	0	0	6,100.00	9,100.00
Astana-finance OJSC	ASFI	1,014.96	0	0	700.00	1,050.00
ATFBank OJSC	ATFB	*1,000.00	200	1.4	*1,000.00	*1,000.00
ATFBank OJSC	ATFBp	999.00	0	0	1,000.00	1,500.00
ATFBank OJSC	ATFBp8		0	0	1,000.00	1,500.00
Bank TuranAlem OJSC	BTAS	16,500.00	0	0	13,362.30	19,882.80
Bank CenterCredit OJSC	CCBN	*200.00	3,213,566	4,459.7	224.65	180.00
BANK CASPIAN OJSC	CSBN	171.00	0	0	171.00	256.50
BANK CASPIAN OJSC	CSBNp	171.00	0	0	171.00	256.50
Halyk Bank of Kazakhstan OJSC	HSBK	*120.00	0	0	150.00	170.00
Halyk Bank of Kazakhstan OJSC	HSBKp	150.00	0	0	150.00	180.00
Halyk Bank of Kazakhstan OJSC	HSBKp7	180.00	0	0	150.00	180.00
KAZKOMMERTSBANK OJSC	KKGB	*65.79	0	0	66.81	99.41
KAZKOMMERTSBANK OJSC	KKGBp	103.49	0	0	74.24	110.46
Corporation Kazakhmys OJSC	KZMS	3,900.00	10	0.3	4,000.00	3,900.00
Kazakhtelecom`	KZTK	3,566.88	0	0	2,969.40	4,418.40
Kazakhtelecom	KZTKp	1,482.00	15	0.2	1,484.70	1,481.90
IC Saya OJSC	SAYA	*1,500.00	50	0.5	*1,500.00	*1,500.00
TEMIRBANK OJSC	TEBN	1,020.00	5	0.03	1,020.00	1,000.00
TEMIRBANK OJSC	TEBNp		0	0	680.00	1,015.00
TEXAKABANK OJSC	TXBN		0	0	9,086.00	13,629.00
UKTMC OJSC	UTMK	*6,147.00	0	0	4,157.16	6,185.76
UKTMC OJSC	UTMKp	3,000.00	0	0	2,500.00	3,750.00
VALUT-TRANZIT BANK OJSC	VTBN	*350.03	453,526	1,027.4	*350.03	320.50
VALUT-TRANZIT BANK OJSC	VTBNp	*450.00	0	0	312.00	468.00
TOTAL	28		3,667,372	5,489.5		

Notes: bid and offer prices for the period are given; if no deals were made during reporting period (volume =0), the last price of successful trades is given; marked by the star are indicative quotations in Quotation trade system of KASE unlike the bids submitted in regular trade mode, or the price of direct deals and indicators received with its using.

In the repo-transactions sector of CS 21 deals were made in the total amount of **\$3,845.6 th.** (KZT568.9 m.) during the described period. 11 deals of them (in the amount of \$1,948.5 th.) were repo opening and 10 deals (in the amount of \$1,897.1 th.) – repo closing. During the previous week volume of deals in this sector amounted to \$5,980.1 th. (KZT882.4 m).

In all at CS trade floors of KASE a total of 59 deals amounting to **\$14,066.8 th.** (KZT2,079.8 m) were concluded within the analyzed period (including primary floatation sector and repo sector). During the previous period volume of 87 deals reached \$25,990.7 th. (KZT3,833.8 m).

SECTOR OF GOVERNMENT SECURITIES (GS)

In GS purchase and sale sector of KASE a total volume of 71 deals reached **KZT7,712.3 m.** (\$52,035.1 th) during the analyzed period. Corresponding figure of the previous period – KZT1,815.3 m (\$12,308.8 th.). After local compression last week this sector of stock exchange's market has almost restored itself. As is seen in the shown table, it occurred mainly due to more active trading in the National Bank's notes, main suppliers of which at KASE were second tier banks. Their counteragents on deals were mainly brokers, which were carrying out pension funds' bids. The increased volumes of notes offer is a traditional phenomenon, and during the analyzed week it did not result in the significant decrease of prices. Yield of notes for a purchaser varied differently during the week. The same regularity was typical for longer domestic GS. Liquidity was absent at the stock exchange's market of euronotes of the sovereign debt as well as before. Within seven days the only deal in them was made at KASE.

Parameters of Exchange's transactions in GS within September 4– September 10

(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 (KZT): National Bank's notes						
85.5% (80.2%) of purchase and sale sector's turnover						
less than 8	3.50	7.91	7.91	3.66 (5.35)	448.0	4
8 - 14	2.87	4.50	2.87	3.92 (4.96)	431.0	4
15 - 28	3.27	5.43	4.80	4.70 (3.01)	426.5	6
29 - 36	3.28	3.28	3.28	3.28 (4.78)	6.8	1
37 - 42	4.00	5.30	4.00	5.05 (4.80)	48.8	3
57 - 63	5.22	5.22	5.22	5.22 (-)	12.0	2

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, mln tenge discounted	Number of deals
	min	max	last deal	weighted average		
64 - 91	4.29	4.75	4.72	4.47 (5.27)	75.5	4
92 - 181	4.74	5.18	5.00	5.10 (5.00)	629.3	12
182 - 364	5.01	5.11	5.03	5.03 (5.10)	4,513.2	19
Total					6,591.1 (1,455.8)	55 (18)
Coupon (KZT): MEOKAM-24, 36, 48, 60, MEAKAM				11.5% (0.9%) of purchase and sale sector's turnover		
less than 730	4.80	5.36	5.36	5.03 (-)	179.5	3
731 - 1095	5.75	5.75	5.75	5.75 (-)	17.1	1
1096 - 1460	6.20	6.20	6.20	6.20 (6.85)	25.0	1
1461 - 1825	5.70	6.68	6.27	6.11 (6.09)	665.1	10
Total					886.6 (17.2)	15 (2)
Euronotes of Kazakhstan (USD)				3.0% (17.2%) of purchase and sale sector's turnover		
**1326	3.53	3.53	3.53	3.53 (3.65)	234.6	1
Total					234.6 (312.1)	1 (5)
TOTAL					7,712.3 (1,815.3)	71 (26)

Notes: for euronotes (* – third issue, ** – fourth issue) volume of the deals has been calculated at weighted average USD/KZT rate of the Exchange.

In GS repo-transactions sector 481 deals were made for a total of **KZT74,401.2 m** (including automatic repo sector) during the period. Of this number 223 deals (for KZT36,298.4 m.) were repo opening deals and 258 (KZT38,102.8 m.) – repo closing deals. During the previous period volume of transactions of this type was equal to KZT45,840.9 m. After closing of the trades on September 10 total amount of opened at KASE repo reached KZT18,474.1 m.

Major parameters of automatic repo market on opening deals within September 4 – September 10

(in parentheses – comparable figures of previous period)

Instrument (currency, term of repo)	Yield, % APR				Volume, m KZT	Number of deals	Portion, %
	on first deal	min	max	at last deal			
KZT_001	3.25	1.00	3.50	1.00	26,295.0	155	83.3 (72.7)
KZT_002	3.00	3.00	3.00	3.00	50.0	1	0.2 (0.2)
KZT_003	3.10	2.50	3.10	2.50	250.0	2	0.8 (1.7)
KZT_007	3.50	3.50	4.10	3.60	873.0	9	2.8 (12.7)
KZT_014	4.50	3.40	4.50	4.00	2,528.0	15	8.0 (7.2)
KZT_028	4.50	4.00	6.00	4.30	1,570.0	13	5.0 (5.4)
TOTAL					31,566.0 (22,316.0)	195 (198)	100.0

Total of 552 deals were made at CS trade floors of KASE total amounting to **KZT82,113.5 m** during the analyzed period. During the previous period volume of 495 deals reached KZT47,656.1 m. The proportion of the Exchange's turnover in total volume of deals on Kazakhstan secondary market for GS for comparable operations equaled to **80.5%**, last week it did not exceed 94.2%.

KASE'S NEWS

By the decision of KASE's Board since September 8 of 2003 General Asset Management LLP (Almaty) has been deprived of status of the specialist of common inscribed shares (KZ1C44930010; KASE's official "A" listing category; KZMS; KZT600.0) of Corporation Kazakhmys OJSC (Zhezkazgan). The reason for the made decision was statement of General Asset Management LLP dated September 8 of 2003 about volunteer resigning of the status of specialist of the mentioned securities. According to the Rules of market makers' activity, the mentioned partnership will be imposed to a fine in the amount of 200 monthly-calculation indexes. The Rules specify that in case of volunteer resigning of the status of market-maker the minimum period for carrying out the responsibilities of market maker is 10 trading days starting from the day of registration of the statement about volunteer resignation at KASE; but the total continuous period of KASE member's working experience as a market maker can not be less than thirty trading days. The status of specialist on common inscribed shares of Corporation Kazakhmys OJSC was given to General Asset Management LLP since August 19 of 2003.

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