

# WEEK OF STOCK MARKET OF KAZAKHSTAN

June 30 – July 6

## Money market indicators as of July 6 and change for the period

| Term  | Currency | Rate | Trend |
|---|----------|------|-------|
| <b>“Overnight” on autorepo at KASE(TONIA)</b> |          |      |       |
| 1 day   | KZT      | 2.04 | +0.83 |
| <b>Repo opening at KASE (WA, % APR)</b>       |          |      |       |
| 1 day   | KZT      | 1.22 | -0.79 |
| 7 days  | KZT      | 2.07 | -0.59 |
| 10 days                                       | KZT      | 3.00 | –     |
| 28 days                                       | KZT      | 3.33 | -0.17 |
| 90 days                                       | KZT      | 9.00 | –     |
| <b>KIBOR (indicative, % APR)</b>              |          |      |       |
| 1 week  | KZT      | 5.00 | +0.33 |
| 2 weeks                                       | KZT      | 6.00 | +0.67 |
| 1 month                                       | KZT      | 7.00 | +0.92 |
| 2 months                                      | KZT      | 7.75 | +0.92 |
| 3 months                                      | KZT      | 8.50 | +0.83 |

## Stock market indicators as of July 6 and their change for the period

| Index                                 | Value  | Trend  |
|---------------------------------------|--------|--------|
| <b>Shares of “A” listing</b>          |        |        |
| KASE_Shares                           | 194.87 | +1.76% |
| <b>Corporate bonds of “A” listing</b> |        |        |
| KASE_BP                               | 159.80 | +0.45% |
| KASE_BC                               | 122.32 | +0.09% |
| KASE_BY                               | 7.97   | -0.24% |
| <b>Euronotes of Kazakhstan</b>        |        |        |
| KASE_EP                               | 151.85 | +0.55% |
| KASE_EC                               | 104.30 | +0.56% |
| KASE_EY                               | 4.78   | -8.48% |

US dollar = **135.71** tenge at official rate for the end of the period.  
 US dollar = **135.42** 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 28.6% APR.**

## Investment attractiveness of stock exchange financial instruments since June 30 till July 6

| Financial instrument  | Currency of trans-n | Yield, % APR value | trend | Coupon, % APR | Term, years |
|---|---------------------|--------------------|-------|---------------|-------------|
| <b>Non-indexed instruments denominated in tenge</b>             |                     |                    |       |               |             |
| UKPFb1  | KZT                 | 11.95              | +1.95 | 14.00         | 3.2         |
| TXBNb2  | KZT                 | 11.04              | +0.24 | 11.00         | 6.0         |
| TXBNb1  | KZT                 | 9.50               | 0     | 15.00         | 2.2         |
| VTZLb1  | KZT                 | 9.08               | 0     | 10.00         | 9.3         |
| BTAIb1  | KZT                 | 9.00               | 0     | 10.00         | 6.5         |
| ARNAb1  | KZT                 | 8.96               | -1.04 | 13.00         | 1.2         |
| VTTHb1  | KZT                 | 8.95               | 0     | 10.00         | 8.3         |
| VTSKb2  | KZT                 | 8.90               | 0     | 10.00         | 7.3         |
| UKTCb1  | KZT                 | 8.00               | 0     | 9.00          | 2.3         |
| HSBKb3  | KZT                 | 7.76               | -0.83 | 9.00          | 5.0         |
| CS repo*  | KZT                 | 7.72               | +1.68 | –             | 0.003-0.5   |
| EUBNb1  | KZT                 | 7.00               | 0     | 7.00          | 4.4         |
| ATFBb3  | KZT                 | 6.70               | -1.68 | 8.50          | 4.4         |
| KKGBb3  | KZT                 | 6.50               | 0     | 7.00          | 2.6         |
| MEOKAM  | KZT                 | 5.63               | -0.21 | 5.80-8.25     | 1.18-3.7    |
| INCAb1  | KZT                 | 4.59               | +0.17 | –             | 0.4         |
| MEKKAM, notes*  | KZT                 | 4.53               | +0.02 | –             | 0.02-0.9    |
| GS repo*  | KZT                 | 1.23               | -1.19 | –             | 0.002-0.08  |
| <b>Instruments indexed on inflation</b>                         |                     |                    |       |               |             |
| TSBNb1  | KZT                 | 9.66               | +1.16 | 9.00          | 2.9         |
| KZASb2  | KZT                 | 9.40               | +0.60 | 8.80          | 5.0         |
| CCBNb3  | KZT                 | 8.92               | +0.02 | 12.60         | 5.9         |
| CSBNb4  | KZT                 | 8.50               | +0.26 | 7.50          | 6.9         |
| KZALb1  | KZT                 | 8.50               | 0     | 9.00          | 4.9         |
| ASFIb4  | KZT                 | 8.00               | 0     | 9.00          | 6.9         |
| KZIKb2  | KZT                 | 7.99               | +0.29 | 8.30          | 9.3         |
| HSBKb4  | KZT                 | 7.85               | –     | 8.50          | 6.0         |
| KZIKb4  | KZT                 | 6.97               | -0.02 | 7.00          | 9.8         |
| BTASb3  | KZT                 | 6.50               | 0     | 8.00          | 9.4         |
| KZIKb1  | KZT                 | 6.00               | -1.58 | 11.25         | 1.4         |
| NRBNb3  | KZT                 | 5.73               | -0.30 | 8.00          | 3.0         |
| KARMB2  | KZT                 | 5.60               | +1.12 | 8.60          | 4.5         |
| KZIKb3  | KZT                 | 5.00               | 0     | 7.50          | 9.8         |
| <b>Instruments indexed on devaluation of tenge to US dollar</b> |                     |                    |       |               |             |
| ORDBb1  | USD                 | 12.00              | 0     | 11.00         | 1.1         |
| VTBNb1  | USD                 | 11.33              | -0.01 | 10.00         | 2.2         |
| ASBNb1  | USD                 | 10.85              | +1.35 | 9.00          | 5.5         |
| ALKSb2  | USD                 | 10.05              | 0     | 10.00         | 2.1         |
| NRBNb1  | USD                 | 10.00              | +2.96 | 8.50          | 0.9         |
| BTASb2  | USD                 | 9.00               | +1.00 | 9.00          | 5.8         |
| BTASb1  | USD                 | 8.40               | 0     | 12.00         | 4.6         |

To be continued on the page 2

Second part of the table

**Investment attractiveness of stock exchange  
financial instruments since June 30 till July 6**

| <b>Financial instrument</b>  | <b>Currency of trans-n</b> | <b>Yield, % APR value</b> | <b>trend</b> | <b>Coupon, % APR</b> | <b>Term, years</b> |
|--|----------------------------|---------------------------|--------------|----------------------|--------------------|
| CSBNb1   | USD                        | 8.20                      | 0            | 9.50                 | 0.02               |
| CCBNb1   | USD                        | 8.00                      | 0            | 12.00                | 1.5                |
| TEBNb2   | USD                        | 8.00                      | 0            | 11.00                | 4.2                |
| ATFBb2   | USD                        | 8.00                      | 0            | 9.00                 | 2.5                |
| TEBNb  | USD                        | 7.98                      | -0.03        | 9.50                 | 1.1                |
| HSBKb  | USD                        | 7.96                      | -2.36        | 11.80                | 3.0                |
| LARlb1   | USD                        | 7.75                      | 0            | 7.75                 | 1.1                |
| BRKZb1   | USD                        | 7.64                      | +1.15        | 8.50                 | 2.6                |
| HSBKb2   | USD                        | 7.29                      | +0.31        | 8.00                 | 2.9                |
| KKGBb2   | USD                        | 7.00                      | 0            | 8.00                 | 5.4                |
| NRBNb2   | USD                        | 6.63                      | 0            | 9.00                 | 7.0                |
| AST048.006   | USD                        | 6.51                      | +0.04        | 8.50                 | 2.9                |
| ART060.004   | USD                        | 6.50                      | +0.10        | 8.50                 | 7.0                |
| AST048.005   | USD                        | 6.32                      | +0.01        | 8.50                 | 2.6                |
| AST036.004   | USD                        | 6.13                      | 0            | 8.31                 | 1.3                |
| ASU036.003   | USD                        | 6.07                      | +0.02        | 9.80                 | 0.5                |
| ARU060.003   | USD                        | 6.00                      | +0.41        | 8.60                 | 2.2                |
| KZAPb1   | USD                        | 6.00                      | 0            | 8.50                 | 2.8                |
| VKU036.002   | USD                        | 5.50                      | 0            | 8.50                 | 1.1                |
| <b>Instruments indexed on devaluation of tenge to US dollar with protection from strengthening of tenge against dollar</b> |                            |                           |              |                      |                    |
| RGBRb3   | USD                        | 9.99                      | -0.01        | 10.00                | 3.6                |
| ROSAb1   | USD                        | 9.95                      | 0            | 11.00                | 2.8                |
| CHFMb1   | USD                        | 9.50                      | 0            | 10.00                | 2.6                |
| CCBNb2   | USD                        | 8.85                      | +0.85        | 10.00                | 4.8                |
| TEBNb3   | USD                        | 8.70                      | +0.30        | 9.00                 | 8.3                |
| MREKb1   | USD                        | 8.50                      | -0.50        | 13.00                | 2.8                |
| ASBNb2   | USD                        | 8.50                      | -0.48        | 8.50                 | 2.3                |
| ASFIb2   | USD                        | 8.38                      | -1.06        | 9.00                 | 0.8                |
| CSBNb3   | USD                        | 8.10                      | 0            | 8.75                 | 6.4                |
| CSBNb2   | USD                        | 8.10                      | 0            | 9.50                 | 5.9                |
| KZTCb1   | USD                        | 8.00                      | -0.20        | 8.00                 | 6.1                |
| ASFIb3   | USD                        | 8.00                      | -0.58        | 7.00                 | 4.4                |
| KZPSb1   | USD                        | 5.80                      | 0            | 8.00                 | 3.9                |
| <b>Non-indexed instruments denominated in foreign currency</b>   |                            |                           |              |                      |                    |
| BTASe3   | USD                        | 8.44                      | -0.09        | 7.875                | 5.9                |
| PKKRe1   | USD                        | 7.83                      | -0.01        | 9.625                | 5.6                |
| KKGBe2   | USD                        | 7.00                      | 0            | 11.000               | 3.5                |
| BRKZe2   | USD                        | 6.93                      | -0.11        | 7.375                | 9.4                |
| KKGBe4   | USD                        | 6.81                      | -0.01        | 8.500                | 8.8                |
| BTASe2   | USD                        | 6.21                      | -0.14        | 10.000               | 2.9                |
| KKGBe3   | USD                        | 5.87                      | -0.02        | 10.125               | 2.9                |
| BRKZe1   | USD                        | 4.53                      | -0.27        | 7.125                | 3.3                |
| IFO bonds  | USD                        | 4.34                      | -0.14        | 4.38-5.50            | 8.1-9.3            |
| KZTOe1   | USD                        | 4.29                      | -0.86        | 8.500                | 2.0                |
| IFO bonds  | EUR                        | 2.10                      | -0.13        | 7.13                 | 0.8                |

The yields of bonds in which deals have been made are calculated as average of the deals, for other bonds – as average of sale quotations. Trends are given relative to the last day of previous period. Securities marked by asterisk are the instruments with less than one year circulation term (for them effective weighted average rate is given). On bonds with floating coupon forecasted yield calculated on the effective coupon rate is given. Term of instrument is shown with regard to the last date of the analyzed period (for bonds – till maturity, for repo instruments – till repo closing date).

## THE CORPORATE SECURITIES MARKET (CS)

### Primary floatation sector

**On July 1** Kazakhstan Stock Exchange's (KASE) held specialized primary offering of inflation indexed subordinate bonds of Halyk Savings Bank of Kazakhstan JSC (Almaty) of the fourth emission (KZPC2Y06B192; KZT 1.0, KZT 5,000.0 m.; June 28, 04 – June 28, 10, floating semi-annual coupon 8.5% APR for the first coupon period, 30/360). This is the second emission issued under framework of bonds emission program of the bank and registered by Agency for regulation and supervision of financial market and financial organizations (AFN). Bonds were stated at clean prices (without accumulated interest), expressed as the percentage of nominal value up to four decimals. Securities are to be paid immediately according to T+0 settlement convention. The issuer offered the whole registered volume of bonds. A total of 2 KASE members submitted 3 bids on their own and on behalf of clients for 659,700,000 bonds or a total of KZT 675,684,670.80. Total

demand equaled 13.2% out of announced offering volume. Clean prices stated in bids varied from 102.3424% (8.00% APR) to 103.2990% (7.80%). Weighted average stated price of bids totaled 102.3523% yielding 8.00% APR on semiannual basis. Local pension funds submitted 98.5% of bids, clients of brokerage firms – 1.5%.

The issuer satisfied 2 bids submitted by two KASE members for the purchase of **650 million bonds** for a total amount of **KZT 665,750,587.17** at 102.3424% and 103.2990% of the face value. The corresponding yields are 8.00% APR and 7.80% at semiannual basis. The weighted average price – **102.3527% (8.00% APR)**. 98.96% of bonds were purchased using pension assets and 1.04% by clients of brokerage companies. Total offering volume did not exceed **13%** of registered emission volume.

On July 5 Halyk Savings Bank of Kazakhstan JSC (Almaty) officially informed Kazakhstan Stock Exchange's (KASE) that on July 1, 2004 the Bank completed primary public offering of its inflation indexed subordinate bonds of the fourth issue. According to the issuer the rest volume of 87% was distributed by subscription at OTC market. Thus, weighted average yield to maturity of the offering equaled 8.04%. By results of floatation 60% of holders are pension market entities, 40% - broker-dealer companies (as nominal holding).

During the described period KASE held consecutive dedicated trades - additional public offering of **bonds of Food Contract Corporation JSC** (KZ2CKY05B091, official "A" listing of KASE, PRKRb1; KZT 10,000, KZT 3.0 bn; May 17, 04 – May 17, 09, semiannual coupon - 8.0%APR). A single KASE member, pension market entity participated in the trades. It submitted bids for 20,000 bonds for a total 197,391,780.82 tenge at 97.6000% nominal price or 8.6100% APR of yield. The issuer declined the order because of too low price.

### **Purchase and sale sector**

In purchase-sale sector a total of 110 deals to the amount of **\$34,595.3 th.** or KZT4,701.2 m. were made during the analyzed period at KASE. In comparison with the previous period (138 deals, \$62,900.1 th. or KZT8,581.6 m., turnover of the sector decreased by 45.0%. During the analyzed period deals were made by KASE's 16 members on 34 instruments 19 of which were bonds. At that, 39.4% of gross-turnover (61.6% on purchasing transactions, and 17.1% - on sale transactions) went through the accounts of pension market's subjects. During the last period KASE's 14 members of "P" and "H" categories were interested in 33 securities, 16 of which were bonds. Stake of pension assets was 13.4% of gross-turnover, including 19.8% on purchasing transactions and 7.0% on sale transactions.

Falling of sector's turnover occurred during the analyzed week because of unusually big deals made by participants last week in common shares of Halyk savings bank of Kazakhstan and UKTMC JSC. These deals was described in the previous review.

Corporate bond market has activated a bit that was reflected in growth of transactions volume by \$12,427.7 th. or 1.8 times, and also in expansion of the range of instruments involved into deals. It occurred mainly due to appearance of new bonds of Halyk savings bank of Kazakhstan JSC at the stock exchange, their primary floatation is described above. Volume of the only deal in HSBKb4, which was made at the secondary market on primary floatation day, reached \$15,202.6 th. that was 54.7% of total turnover of bond market. Specialists of IRBIS do not exclude that this deal is a part of primary floatation of HSBKb4, during which the bonds were bought by one pension assets management company.

As for the rest the market was traditional. It was reflected in gradual falling of bonds yield in index expression because of their price growth, approximate equality of securities, which were characterized with growth and falling of yield for purchaser, and also in full changing of market's favorites. No bond among those, which were actively traded last week, managed to preserve leading positions by the volume of deals.

Capitalization of stock exchange's corporate bond market grew within the week by \$40.6 m. to **\$3,651.3 m.** Major reason of capitalization changing was inclusion of subordinate bonds of Halyk savings bank of Kazakhstan JSC of the fourth issue in KASE's trade lists (see below).

### **Results of the trades in bonds within June 30 – July 6** (% APR, unless otherwise specified)

| <b>Issuer</b>      | <b>Bond code</b> | <b>On the last deal</b> | <b>Volume, th, USD</b> | <b>Purchase</b> | <b>Sale</b> |
|--------------------|------------------|-------------------------|------------------------|-----------------|-------------|
| Almaty Kus OJSC    | ALKSb2           | 10.4000                 | 0                      | 11.0000         | 10.0500     |
| ARNA OJSC          | ARNAb1           | *8.9200                 | 305.0                  | *8.9200         | 9.0000      |
| Alliance-Bank JSC  | ASBNb1           | 10.8484                 | 9.8                    | 10.0000         | 10.8484     |
| Alliance-Bank JSC  | ASBNb2           | 8.9790                  | 0                      | 9.5020          | 8.5018      |
| Astana-Finance JSC | ASFib2           | *8.9500                 | 73.8                   | 6.6000          | 9.4885      |
| Astana-Finance JSC | ASFib3           | 8.5750                  | 0                      | 8.6000          | 8.0000      |
| Astana-Finance JSC | ASFib4           |                         | 0                      | 9.5000          | 8.0000      |
| ATFBank JSC        | ATFBb2           | 9.7000                  | 0                      | 10.5000         | 8.0000      |
| ATFBank JSC        | ATFBb3           | 8.3840                  | 0                      | 9.0000          | 7.0000      |

*To be continued on the page 4*

Second part of the table

**Results of the trades in bonds within June 30 – July 6** (% APR, unless otherwise specified)

| <b>Issuer</b>   | <b>Bond code</b> | <b>On the last deal</b> | <b>Volume, th, USD</b> | <b>Purchase</b> | <b>Sale</b> |
|---|------------------|-------------------------|------------------------|-----------------|-------------|
| Development Bank of Kazakhstan JSC                      | BRKZb1           | 7.6383                  | 13.8                   | 7.6383          | 8.2000      |
| Development Bank of Kazakhstan JSC                      | BRKZe1           | 5.7612                  | 0                      | 6.0133          | 4.7885      |
| Development Bank of Kazakhstan JSC                      | BRKZe2           | 6.6018                  | 0                      | 7.7682          | 6.9901      |
| BTA Mortgage JSC  | BTAlb1           | 10.2111                 | 0                      | 10.2000         | 9.0000      |
| Bank TuranAlem JSC                                      | BTASb1           | 8.5830                  | 0                      | 9.9000          | 8.4000      |
| Bank TuranAlem JSC                                      | BTASb2           | *9.0000                 | 264.9                  | *9.0000         | *9.0000     |
| Bank TuranAlem JSC                                      | BTASb3           | 7.6300                  | 0                      | 7.9973          | 6.5000      |
| TuranAlem Finance B.V.                                  | BTASe2           | 6.7848                  | 0                      | 7.3760          | 6.3720      |
| TuranAlem Finance B.V.                                  | BTASe3           |                         | 0                      | 8.9811          | 8.5287      |
| Bank CenterCredit JSC                                   | CCBNb1           | 8.8416                  | 0                      | 10.4608         | 8.0000      |
| Bank CenterCredit JSC                                   | CCBNb2           | 8.8450                  | 260.1                  | 8.8450          | 8.8450      |
| Bank CenterCredit JSC                                   | CCBNb3           | 8.8870                  | 813.9                  | 6.8870          | 9.0100      |
| Chimfarm JSC  | CHFMb1           | 10.0000                 | 0                      | 10.3000         | 9.5000      |
| BANK CASPIAN JSC  | CSBNb1           | 9.7619                  | 0                      | 10.2025         | 8.2016      |
| BANK CASPIAN JSC  | CSBNb2           | 8.7000                  | 0                      | 9.7500          | 8.1000      |
| BANK CASPIAN JSC  | CSBNb3           | 8.5502                  | 0                      | 9.3000          | 8.1000      |
| BANK CASPIAN JSC  | CSBNb4           | 8.5000                  | 945.3                  | 8.5000          | 8.5000      |
| Eurasian bank JSC                                       | EUBNb1           | 8.0000                  | 0                      | 8.0000          | 7.0000      |
| Halyk savings bank of Kazakhstan JSC                    | HSBKb            | *10.3227                | 0                      | 10.5865         | 7.9714      |
| Halyk savings bank of Kazakhstan JSC                    | HSBKb2           | *9.3049                 | 0                      | 9.6107          | 7.5000      |
| Halyk savings bank of Kazakhstan JSC                    | HSBKb3           | 7.7574                  | 1,187.8                | 7.5000          | 7.7574      |
| Halyk savings bank of Kazakhstan JSC                    | HSBKb4           | 7.8000                  | 15,202.6               | 7.8000          | 7.8000      |
| INTERGAS CENTRAL ASIA CJSC                              | INCAb1           | 7.0000                  | 0                      | 7.4202          | 4.7339      |
| Karazhanbasmunai OJSC                                   | KARMb2           | 8.0000                  | 0                      | 8.6000          | 5.6000      |
| KAZKOMMERTSBANK OJSC                                    | KKGBb2           | 7.4000                  | 0                      | 8.5000          | 7.0000      |
| Kazkommertsbank JSC                                     | KKGBb3           |                         | 0                      | 7.2000          | 6.5000      |
| KAZKOMMERTSBANK OJSC                                    | KKGBe2           | 8.0000                  | 0                      | 10.0000         | 7.0000      |
| Kazkommerts International B.V.                          | KKGBe3           | 7.0123                  | 0                      | 6.9632          | 5.8785      |
| Kazkommerts International B.V.                          | KKGBe4           | 7.8113                  | 0                      | 9.5183          | 6.8140      |
| <b>MINING AND SMELTING</b>                              |                  |                         |                        |                 |             |
| CONCERN KAZAKHALTYN OJSC                                | KZAlb1           |                         | 0                      | 9.5000          | 8.5000      |
| NAC Kazatomprom   | KZAPb1           | 8.0237                  | 0                      | 9.0000          | 6.0000      |
| KOSTANAI MINERALS JSC                                   | KZASb2           | *9.4000                 | 0.3                    | 9.2500          | *9.4000     |
| Kazakhstan Mortgage Company JSC                         | KZIKb1           | 7.4715                  | 0                      | 9.0000          | 6.0000      |
| Kazakhstan Mortgage Company JSC                         | KZIKb2           | 7.9900                  | 217.3                  | 7.9900          | 7.9900      |
| Kazakhstan Mortgage Company JSC                         | KZIKb3           | 7.5000                  | 0                      | 7.5000          | 5.0000      |
| Kazakhstan Mortgage Company JSC                         | KZIKb4           | 6.9900                  | 1,665.4                | 5.0000          | 6.9900      |
| Kazpost JSC   | KZPSb1           | 8.5048                  | 0                      | 8.8000          | 5.8000      |
| KazTransCom OJSC  | KZTCb1           | 8.2000                  | 0                      | 8.2100          | 8.0000      |
| KazTransOil JSC   | KZTOe1           | 5.1500                  | 0                      | 5.7639          | 4.3157      |
| JB LARIBA-BANK OJSC                                     | LARlb1           |                         | 0                      | 10.7500         | 7.7500      |
| Mangistau distributing electricity network company OJSC | MREKb1           | 9.0000                  | 0                      | 9.5000          | 8.5000      |
| Nurbank OJSC  | NRBNb1           | 10.0000                 | 2,020.4                | 10.0000         | 10.0000     |
| Nurbank OJSC  | NRBNb2           | 7.5000                  | 0                      | 7.5000          | 6.6300      |
| Nurbank OJSC  | NRBNb3           |                         | 0                      | 8.7000          | 5.7300      |
| Corporation "Ordabasy" OJSC                             | ORDBb1           | *12.2988                | 0                      | 15.0000         | 12.0000     |
| PetroKazakhstan Finance B.V.                            | PKKRe1           | *6.8842                 | 0                      | 9.1571          | 7.8334      |
| RG Brands JSC   | RGBRb3           | 10.1000                 | 569.0                  | 9.7523          | 10.1023     |
| ROSA JSC  | ROSAb1           | 10.0000                 | 0                      | 10.5000         | 10.0000     |
| TEMIRBANK OJSC  | TEBNb            | 8.9636                  | 0                      | 9.4792          | 7.9876      |
| TEMIRBANK OJSC  | TEBNb2           | 10.0000                 | 0                      | 11.0000         | 8.0000      |
| TEMIRBANK OJSC  | TEBNb3           | 8.7000                  | 64.7                   | 8.7000          | 8.7000      |
| Tsesnabank JSC  | TSBNb1           | 9.5000                  | 3,704.1                | 9.5000          | 9.9000      |
| TEXAKABANK OJSC   | TXBNb1           | 12.0000                 | 0                      | 12.5000         | 9.5000      |
| TEXAKABANK OJSC   | TXBNb2           | 11.0001                 | 220.6                  | 11.0000         | 11.0656     |
| <b>UST-KAMENOGORSK</b>                                  |                  |                         |                        |                 |             |
| BATTERY FARM OJSC                                       | UKPFb1           | *11.9100                | 265.7                  | *11.9100        | 12.0000     |
| AES Ust-Kamenogorsk HS OJSC                             | UKTCb1           | 10.0031                 | 0                      | 10.0000         | 8.0000      |
| Valut-tranzit Bank OJSC                                 | VTBNb1           | 12.8500                 | 0                      | 12.8500         | 11.3304     |
| VALUT-TRANZIT-SECURITY LLP                              | VTSKb2           | 9.0000                  | 0                      | 9.4779          | 8.9019      |
| TEXHO-LIFE JSC  | VTTHb1           | 9.0000                  | 0                      | 9.4809          | 8.9532      |
| VALUT-TRANZIT ZOLOTO JSC                                | VTZLb1           | 9.3000                  | 0                      | 9.3229          | 9.0757      |
| <b>TOTAL</b>  | <b>69</b>        |                         | <b>27,804.7</b>        |                 |             |

Share market has come back to its former volumes that is explained by absence of big deals during the analyzed period. Volume of transactions fell 7.0 times or by \$40,731.8 th., and most conducted deals were direct. The range of traded instruments is unchanged. This time main favorite of the market were privileged

shares of NURBANK OJSC, their stake is 22.7% of total volume of transactions. Their rate rose by 2.4%. The second leading by the volume of transactions were common shares of Corporation Kazakhmys JSC (14.3%) and privileged shares of Valut-tranzit Bank OJSC (10.1%). Price of KZMS and VTBNp rose within 7 days by 27.9% and 10.1% correspondingly. Besides, rate of following securities also grew: ALKSp (by 30.0%), ORDBp (by 40.0%), VTBN (by 1.4%), VTZL (by 28.6%) and ZERD (by 27.8%). Within the same period price of CCBN fell by 7.8%, ORDB – by 20.0%, TEBN – by 6.9% and UTMK – by 26.0%.

Capitalization of stock exchange's share market grew within the analyzed period by \$248.0 m. to **\$3,518.6 m.** as the result of growth of the price of KZMS, and also because of falling of US dollar rate.

#### Results of the trades in shares within June 30 – July 6

(KZT per share, unless otherwise specified)

| Issuer   | Security code | Last price | Volume, shares    | Volume, th. USD | Purchase  | Sale      |
|--|---------------|------------|-------------------|-----------------|-----------|-----------|
| Almaty Kus OJSC                                | ALKS          | *10.40     | 2,752,046         | 195.2           | *10.40    | 8.00      |
| Almaty Kus OJSC                                | ALKSp         | *13.00     | 657,736           | 62.9            | *13.00    | *13.00    |
| 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  |
| Alliance-Bank JSC                              | ASBN          | 11,505.00  | 0                 | 0               | 10,000.00 | 12,000.00 |
| Astana-Finance JSC                             | ASFI          | 700.01     | 0                 | 0               | 700.00    | 1,050.00  |
| ATFBank JSC                                    | ATFB          | *1,000.00  | 0                 | 0               | 1,000.00  | 1,500.00  |
| ATFBank JSC                                    | ATFBp         | 1,000.00   | 0                 | 0               | 1,000.00  | 1,500.00  |
| ATFBank JSC                                    | ATFBp8        |            | 0                 | 0               | 1,000.00  | 1,500.00  |
| Bank TuranAlem JSC                             | BTAS          | *17,000.00 | 0                 | 0               | 12,800.00 | 18,800.00 |
| Bank TuranAlem JSC                             | BTASp         | 12,832.80  | 0                 | 0               | 15,832.80 | 18,000.00 |
| Bank CenterCredit JSC                          | CCBN          | *185.00    | 100               | 0.1             | 210.00    | *185.00   |
| BANK CASPIAN JSC                               | CSBN          | 171.00     | 0                 | 0               | 171.00    | 256.50    |
| BANK CASPIAN JSC                               | CSBNp         | 175.00     | 0                 | 0               | 175.00    | 256.50    |
| CHARALTYN JSC                                  | HRLT          | 3.50       | 0                 | 0               | 3.50      | 5.25      |
| Halyk savings bank of Kazakhstan JSC           | HSBK          | *163.38    | 0                 | 0               | 110.00    | 165.00    |
| Halyk savings bank of Kazakhstan JSC           | HSBKp         | *167.17    | 0                 | 0               | 144.00    | 180.00    |
| Halyk savings bank of Kazakhstan JSC           | HSBKp7        | 152.10     | 0                 | 0               | 144.00    | 180.00    |
| Kant OJSC                                      | KANT          | 359.10     | 0                 | 0               | 80.00     | 120.00    |
| KAZKOMMERTSBANK OJSC                           | KKGB          | 160.00     | 0                 | 0               | 160.00    | 240.00    |
| Kazkommertsbank JSC                            | KKGBp         | 120.00     | 0                 | 0               | 95.00     | 127.50    |
| TNC Kazchrome OJSC                             | KZCRp         | *500.00    | 167               | 0.6             | *500.00   | *500.00   |
| Corporation Kazakhmys JSC                      | KZMS          | *4,860.00  | 27,077            | 968.4           | *4,860.00 | 4,000.00  |
| Kazakhtelecom JSC                              | KZTK          | *4,177.50  | 0                 | 0               | 5,650.00  | 8,475.00  |
| Kazakhtelecom JSC                              | KZTKp         | 1,909.74   | 0                 | 0               | 1,904.84  | 2,843.82  |
| KAZZINC JSC                                    | KZZN          | 1,050.00   | 0                 | 0               | 1,000.00  | 1,500.00  |
| Mangistaumunaigas OJSC                         | MMGZp         | *700.00    | 21,752            | 102.0           | *700.00   | 540.00    |
| Nurbank OJSC                                   | NRBNp6        | 10,500.00  | 20,000            | 1,543.4         | 10,500.00 | 10,500.00 |
| Corporation Ordabasy JSC                       | ORDB          | *2,001.37  | 52,726            | 609.0           | *2,001.37 | 1,400.00  |
| Corporation Ordabasy JSC                       | ORDBp         | *1,400.00  | 37,715            | 331.8           | *1,400.00 | 1,111.00  |
| TEMIRBANK OJSC                                 | TEBN          | 1,039.00   | 24,062            | 184.2           | 1,039.00  | 1,039.00  |
| TEMIRBANK OJSC                                 | TEBNp         |            | 0                 | 0               | 680.00    | 1,015.00  |
| Tsesnabank JSC                                 | TSBN          | 1,050.00   | 0                 | 0               | 700.00    | 1,050.00  |
| Tsesnabank JSC                                 | TSBNp         | 1,000.00   | 0                 | 0               | 1,000.00  | 1,500.00  |
| TEXAKABANK OJSC                                | TXBN          |            | 0                 | 0               | 18,000.00 | 20,000.00 |
| Ust-Kamenogorsk titanium-magnesium combine JSC | UTMK          | *3,500.00  | 24,000            | 617.7           | *3,500.00 | *3,500.00 |
| Valut-tranzit Bank OJSC                        | VTBN          | *350.00    | 277,481           | 635.7           | *350.00   | 270.00    |
| Valut-tranzit Bank OJSC                        | VTBNp         | *350.00    | 294,281           | 683.8           | *350.00   | 270.00    |
| VALUT-TRANZIT ZOLOTO JSC                       | VTZL          | *270.00    | 157,341           | 298.3           | *270.00   | 210.00    |
| VALUT-TRANZIT ZOLOTO JSC                       | VTZLp         | *236.50    | 0                 | 0               | 200.00    | 300.00    |
| Zerde OJSC                                     | ZERD          | *1.30      | 62,737,098        | 557.4           | *1.30     | 1.00      |
| <b>TOTAL</b>                                   | <b>41</b>     |            | <b>67,083,582</b> | <b>6,790.6</b>  |           |           |

**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 all at CS trade floors of KASE** (including primary floatation sector) a total of 112 deals amounting to **\$39,490.9 th.** (KZT5,366.9 m.) were concluded during the analyzed period. During the previous period this indicator was \$66,088.4 th. (KZT9,016.7 m.).

#### Changes in KASE's trade lists

By the decision of KASE's Council dated June 30 of 2004 **indexed on inflation rate subordinate bonds of Halyk savings bank of Kazakhstan JSC** (Almaty) of the fourth issue (characteristics is given above) have

been included in KASE's official "A" listing category. At KASE the bonds have been assigned trade code **HSBKb4**. The decision took effect **since July 1 of 2004**. Trades in the bonds at KASE are opened since July 1. Quotation accuracy of HSBKb4 in KASE's trade system is four decimal figures of bond's clean price expressed as percentage of the face value. KIB ASSET MANAGEMENT JSC (Almaty) fulfills functions of the market-maker on the bonds. Minimal volume of compulsory quotation for the market-maker is 1,800,000 bonds. Detailed information about this securities issue is at <http://www.kase.kz/emitters/hsbk.asp>.

By the decision of KASE's Board since July 6 of 2004 discount bonds of YASSY JSC (South-Kazakhstan oblast, Turkestan) of the first issue (KZ2CKY01A787; YASYb1; KZT10,000, 550.0 m.; July 4, 03 – July 4, 04) have been excluded from KASE's official "B" listing category **because of redemption**. Bonds of YASSY JSC were included in KASE's official list on July 25 of 2003. First trades were held on December 12 of 2003. During the whole period of bonds circulation at KASE 8 deals (126,128 bonds) for KZT1,224.7 m. (\$8,815.5 th.) were made in purchase and sale sector. Bonds' yield to maturity for a purchaser varied at the trades from 10.0% to 12.5% APR. The last deal was made at the yield of 12.5% APR. In repo sector during circulation period of VITAb3 one transaction (2 deals) in 2,237 bonds was made for the sum of borrowing of KZT20,996.6 th. (\$146.2 th.). According to issuer's information, face value of this issue has been paid to bondholders in full volume in accordance with the schedule determined by issue terms.

By the decision of KASE's Board beginning from **July 1, 2004** circulation of following securities are suspended in the non-listing securities sector:

- common shares (KZ1C27930428, KTTH) Kaztorgtehnika OJSC (Almaty);
- common shares of the second emission (KZ1C18722123, TDSY\_2) Mega Center Shymkent JSC (Shymkent);
- common shares of the fifth emission (KZ1C18722115, TDSY\_5) Mega Center Shymkent JSC (Shymkent);
- preferred shares of the fifth emission (KZ1P18722110, TDSYp5) Mega Center Shymkent JSC (Shymkent);
- preferred shares (KZ1P33970412, UKPFp) Ust-Kamenogorsk Poultry Farm OJSC (Ust-Kamenogorsk).

Decision was made in compliance with Internal document of KASE Non-listing Securities Sector Admission Rules. According to the Rules securities are excluded from circulation in the sector if no deals have been registered with them for last three months.

## SECTOR OF GOVERNMENT SECURITIES (GS)

In **GS purchase and sale sector** of KASE total volume of 79 deals reached **KZT12,302.6 m.** (\$90,565.9 th.) during the analyzed period. Corresponding figure of the previous period – **KZT50,176.4 m.** (\$367,780.9 th.). As it often happens lately, this sector demonstrated lack of self-control of turnover, which was caused by local factors. Liquidity at the market grew due to the grown issue activity of the National Bank. The secondary market got new "material" for deals – notes of the 927th issue for a total of KZT16 bn. in nominal expression of the debt. Precisely these bonds became a new object of the week's trade. MEOKAM sector compressed to the minimum that resulted in the considerable deformation of turnover's structure (see table).

### Parameters of Exchange's transactions in GS within June 30 – July 6

(in parentheses are comparable figures of the previous period)

| Days till maturity  | Yield to maturity for a buyer, % APR. |      |           |                  | Volume, m. tenge discounted          | Number of deals |
|---|---------------------------------------|------|-----------|------------------|--------------------------------------|-----------------|
|   | min                                   | max  | last deal | weighted average |                                      |                 |
| <b>Discounted (KZT): MEKKAM, National Bank's notes</b>      |                                       |      |           |                  |                                      |                 |
| <b>94.4% (64.6%) of purchase and sale sector's turnover</b> |                                       |      |           |                  |                                      |                 |
| less than 8   | 3.37                                  | 3.37 | 3.37      | 3.37 (3.60)      | 5.0                                  | 1               |
| 15 - 28   | 3.00                                  | 3.65 | 3.15      | 3.20 (4.20)      | 1,577.5                              | 17              |
| 29 - 36   | 2.95                                  | 6.89 | 6.29      | 3.81 (4.36)      | 945.5                                | 10              |
| 37 - 42   | 3.65                                  | 3.65 | 3.65      | 3.65 (4.00)      | 101.8                                | 2               |
| 57 - 63   | 4.50                                  | 4.70 | 4.70      | 4.56 ( -)        | 8.4                                  | 2               |
| 64 - 91   | 3.90                                  | 4.57 | 3.90      | 4.26 (4.07)      | 107.0                                | 2               |
| 92 - 181  | 3.90                                  | 5.17 | 5.17      | 4.58 (4.77)      | 273.2                                | 6               |
| 182 - 364   | 4.65                                  | 5.02 | 4.71      | 4.85 (4.54)      | 8,590.8                              | 28              |
| Total   |                                       |      |           |                  | 11,609.1<br>(32,405.0)               | 68 (61)         |
| <b>Coupon (KZT): MEOKAM-24, 36, 48</b>                      |                                       |      |           |                  |                                      |                 |
| <b>5.6% (35.3%) of purchase and sale sector's turnover</b>  |                                       |      |           |                  |                                      |                 |
| less than 730   | 5.18                                  | 5.90 | 5.25      | 5.30 (5.54)      | 494.7                                | 4               |
| 731 - 1095  | 5.66                                  | 6.04 | 5.90      | 5.86 (5.83)      | 97.4                                 | 4               |
| 1096 - 1460   | 6.00                                  | 6.53 | 6.00      | 6.19 (8.00)      | 101.4                                | 3               |
| Total   |                                       |      |           |                  | 693.5 (17,720.1)                     | 11 (27)         |
| <b>GRANDTOTAL</b>   |                                       |      |           |                  | <b>12,302.6</b><br><b>(50,176.4)</b> | <b>79 (90)</b>  |

**The proportion of the Exchange's turnover** in total volume of deals on Kazakhstan secondary market for GS for comparable operations equaled to **96.2%**, last week - 97.8%.

## **KASE'S MEMBERS**

By the decision of KASE's Council dated July 5 of 2004 **Centras Securities JSC** (Almaty) has been admitted to KASE's membership under the categories **"K"** (right to participate in trades in government securities traded at KASE), **"P"** (right to participate in trades in corporate securities included in KASE's official securities list), **"H"** (right to participate in trades in corporate securities admitted to circulation in KASE's "Non-listing securities" sector and state blocks of shares of privatized organizations). The new member has been assigned registration number **108** and identification number **CESEC** at KASE.

## **KASE'S NEWS**

By the decision of KASE's Board **since July 16 of 2004** Kazkommerts Securities OJSC (Almaty) has been deprived of market-maker's status of common shares (KZ1C05500018, official "A" listing, UTMK) of Ust-Kamenogorsk Titan-Magnesium Plant JSC (UKTMK OJSC, Almaty). The basis of the made decision was statement of Kazkommerts Securities OJSC about volunteer resigning the status of market-maker. Currently, TuranAlem Securities JSC performs market-making services over UTMK at KASE.

**Prepared by Information agency of financial markets "IRBIS"**

67, Aiteke bi str., Almaty, Kazakhstan; info@kase.kz; tel.: 720117, fax: 720670