

WEEK OF STOCK MARKET OF KAZAKHSTAN

March 1 - 14

Money market indicators as of March 14 and change for the period

Term	Currency	Rate	Trend
“Overnight” on autorepo with GS (TONIA)			
1 day	KZT	1.15	-0.04
Autorepo opening with GS (WA, % APR)			
1 day	KZT	1.15	-1.91
2 days	KZT	2.15	-
KIBOR (indicative, % APR)			
1 week	KZT	5.00	0
2 weeks	KZT	5.38	+0.13
1 month	KZT	5.80	+0.05
2 months	KZT	5.90	-0.35
3 months	KZT	6.65	+0.15

Stock market indicators as of March 14 and change for the period

Index	Value	Trend
KASE_Shares	2,577.39	+0.60
KASE_BP	202.55	+0.58
KASE_BC	128.62	+0.18
KASE_BY	7.87	+0.07

US dollar = **123.34** at official rate for the end of the period.
US dollar = **123.62** at weighted average rate of the Exchange for the end of the period.

Speed of strengthening of tenge to dollar for the period at exchange's rate totaled **26.8% APR**.

MAIN NEWS OF THE MARKET

Since **March 1** in accordance with decision of Kazakhstan stock exchange's (KASE) Council dated January 17 had **changed the regime of conduction of trades in listing shares on KASE and toughened the requirements to market-makers on shares**, and exactly:

Exchange Council of Kazakhstan stock exchange (KASE) on its meeting which had take place on January 17, 2007 had accepted decisions to change the regime of trades conduction in listing shares and increase requirements to market-makers on shares, and exactly:

- was stopped the usage of Frankfurt trades method in case of coincidence and intersection during trades of prices for selling and purchasing of the following 10 listing shares, traded the most effectively in year 2006: common shares of ATFBank JSC (trade symbol – ATFB); common shares of Bank TuranAlem JSC (BTAS); common shares of Bank CenterCredit JSC (CCBN); common shares of BANK CASPIAN JSC (CSBN); common shares of Halyk savings bank of Kazakhstan JSC (HSBK); common shares of Kazkommertsbank JSC (KKGB); preferred shares of Kazkommertsbank JSC (KKGBp); common shares of Kazakhtelecom JSC (KZTK); common shares of Temirbank JSC (TEBN); common shares of Exploration Production KazMunayGas JSC (RDGZ);
- for market-makers on shares was decrease spread between best compulsory quotations from 50% to 15% (from meaning of quotation for purchase) and also increased minimal volume of compulsory quotation from 1,000 to 3,000 monthly payment indicators.

On **March 2** the information agency INTERFAX-KAZAKHSTAN informed, that **Kazakhstan holding for managing state assets Samruk JSC** (Holding Samruk JSC) plans to put up for sale **98,410** common shares **KZ1C12280417** of **Kazakhtelecom JSC** on the special trading floor of the regional financial center of Almaty (RFCA). "The offering is planned within the period **from March 15 to March 21**. No discount is set within the current market price. I thin we will finish offering for one day. We will inform of the precise date," he said to the agency Interfax-Kazakhstan, while being interviewed. In the future auction will participate only Kazakhstan accumulative pension funds. In the interview B.Akhbayev stresses that "the major aim of the upcoming offering is to get the maximum market price, as the security considers to be attractive". On this concern he noted, "the auction will be held through small lots in order to prevent from the situation when one fund will acquire all shares". Supposedly, after closing the selling of a part of shares, the state on behalf of SamruK will own the control holding (51%) of this company.

SHARES MARKET

News of shares market

By the decision of KASE's Board **since March 1, 2007 common shares KZ1C20620015** (trade number – CHFM) of **Khimfarm JSC** (Shymkent) have been included in the representative list for calculation of KASE_Shares index. After the adopted decision out of 48 shares, included at present in KASE's official "A" listing category, **42 securities** are in the representative list for the mentioned index calculation.

By the decision of the Board of KASE **since March 13, 2007** Almaty Investment Management JSC (Almaty) on the basis of its application assigned the status of market maker on **preferred shares KZ1P12280412** (KASE's official "A" listing category, KZTKp) of **Kazakhtelecom JSC** (Astana). The minimal volume of obligator quotation for a market maker is set in the size of 3,000 month calculation indicators. Currently the functions of

market-maker on KZTKp on KASE is executing Kazkommerts Securities JSC (daughter organization Kazkommertsbank JSC) (Almaty).

By the same decision of KASE's Board to the mentioned JSC **since March 15, 2007** Almaty Investment Management JSC (Almaty) on the basis of its application assigned the status of market maker on **common shares KZ1C34920013** (KASE's official "A" listing category, BTAS) **of Bank TuranAlem JSC** (Astana). The minimal volume of obligator quotation for a market maker is set in the size of 3,000 month calculation indicators. Currently the Daughter organization of the joint company Bank TuranAlem TuranAlem Securities JSC (Almaty), Kazkommerts Securities JSC (Almaty) (the daughter organization of Kazkommertsbank) act as market-makers on BTAS on KASE.

Primary market sector

No deals were made in this sector of KASE during the analyzed period. No offerings were made.

Secondary market sector (purchase and sale)

A total of 655 deals amounting to \$103,428.2 th. or KZT12,905.6 m. were made in shares during the analyzed period. In comparison with the previous period (February 22-28, 359 deals, \$41,428.2 th. or KZT5,134.9 m.), which was longer by 4 trading days, turnover of the sector has increased 2.5 times. The average day turnover on the KASE's open market at that increased 1.7 times.

Despite that since February 27 on STF of RFCA the participants of market had started to continuous quotation of stake instruments of three titled (aASFI, aASND and aEKTN), no deals were made on the special trading floor.

During the analyzed period on KASE, 1.1% operations in quantitative expression and 2.9% in volumetric were nego. In the previous period these indicators made 3.6% and 20.1%. It is obvious that the cancellation since March 1 of the Frankfurt auction while trades' conduction in the most liquid stake instruments (see main news of the market) had correspondingly influenced on the statistics of the nego deals. The participants of the market had accepted the ability to make the non-market by the nature deals, which look as market. However with the decreased spreads and increased volumes of compulsory quotations of market-makers it had become harder to conduct such operations.

During the analyzed period deals were made by (in the parenthesis are given comparable indicators of the previous period) KASE's 27 (30) members on 34 (28) instruments. At that: 2.0% (14.3%) of gross-turnover of the market – 2.0% (17.9%) on purchasing transactions and 2.0% (10.8%) - on sales transactions were controlled by "pensions"; through the depot accounts, registered on physical persons for the week had passed 35.2% (39.2%) of exchange's turnover of shares – 34.4% (35.6%) - on purchasing transactions and 35.9% (42.7%) - on sales transactions.

In the analyzed week weighted average daily prices of 56% (32%) of names of shares involved into deals, made on KASE by methods of opened trades grew, prices of 38% (47%) – fell, prices of 3% (21%) – remained unchanged. Price of RTCP (RTS Perekrestok JSC) was nothing to compare with. In the described period shares prices changed positively in the range from 0.01% (ORDBp) to 50.0.% (ORNK), negative change – from 0.01% (ASFI) to 56.2% (MMGZp).

The KASE_Shares index on March 1 had stopped its fall from historical maximum within the frames of correction movement, which was started on February 13, and during the analyzed period had shown the timid growth (see table in the beginning of the review). This circumstance, as the other factors, let the analysts of IRBIS to speak, that the correction on the market if is not finished, than anyhow had go to so-called flat phase of development, when the prices had stabilized. By the positive news on the week the market was pleased by KAZAKHMYS PLC and Exploration Production KazMunayGas JSC. The largest banks are able to represent very impressive (judging by preliminary reports) totals of activities in year 2006. and recommendations from brokers, known in CIS, are more often contain "to buy" than "to sell".

However the analysts of IRBIS are keeping the reserved optimism, because on the local market to March 14 the shares-favorites as a whole seemed rather re-bought in relation to markets of Europe (LSE and the group of German exchanges). Moreover, from 10 mostly liquid during the period exchange stake instruments only five had shown the growth of average weighted day prices.

Detailed results of trades in shares on KASE are given in the table.

Results of share trades on KASE within March 1-14
(only by data of deals, made on the secondary market of KASE by the methods of opened trades)

Share code on KASE			on the last deal:		Price, KZT per share:		Volume of deals th. USD	Num-ber of deals	Best for the period:	
	min.	max.	price	trend, %	min.	max.			bid	offer
AMGZ	55,200.00	55,200.00	55,200.00	+4.2	52,500.00	130,000.00	8.4	3	55,200.00	50,000.00
ASBN	59,800.00	66,700.00	66,700.00	-1.2	11,100.00	67,500.00	219.9	9	66,700.00	59,800.00
ASBNp1	12,550.00	12,700.00	12,700.00	+1.2	10,000.00	16,900.00	4,466.9	4	12,700.00	12,550.00
ASFI	8,100.00	8,100.00	8,100.00		7,500.00	11,400.00	0.5	1	8,100.01	8,100.00
ATFB	11,600.00	12,050.00	11,600.00	-4.1	5,300.00	15,710.00	752.0	16	12,050.00	11,600.00
ATFBp	3,000.00	3,000.00	3,000.00		2,700.00	4,200.00	9.7	1	3,000.00	3,000.00
ATFBp8	1,580.00	1,610.00	1,580.00	+0.6	1,300.00	4,150.00	5,023.4	3	1,610.00	1,580.00
AZNO	10,350.00	10,350.00	10,350.00	+12.5	9,201.00	16,000.00	1,170.9	1	10,350.00	9,200.00
BTAS	135,000.00	148,001.00	148,000.00	+5.7	90,000.00	190,000.00	1,476.2	21	148,001.00	135,000.00
CCBN	1,600.01	1,800.00	1,800.00	+12.5	510.02	2,000.00	23,980.2	56	1,800.00	1,550.00
CSBN	4,521.74	4,900.00	4,900.00	-2.0	1,500.00	5,150.00	168.5	6	4,900.00	4,521.74
EXBN	2,270.00	2,270.00	2,270.00	0	2,000.00	2,750.00	79.2	9	2,270.01	2,270.00
GLOT	5,600.00	5,600.00	5,600.00	-1.8	3,750.00	7,500.00	83.5	3	5,600.00	5,600.00
HSBK	660.00	730.00	710.00	+7.4	260.00	780.01	827.0	38	730.00	660.00
HSBKp1	275.00	280.00	280.00	+12.4	173.00	300.00	138.0	4	280.00	275.00
KIBN	172.50	198.38	198.38	+32.3	150.00	230.00	60.5	5	201.00	172.50
KKGB	1,296.00	1,430.00	1,325.00	-6.7	250.00	1,800.00	5,099.8	63	1,430.00	1,296.00
KKGBp	191.00	300.00	270.00	+42.1	100.00	600.00	15,573.3	145	290.01	191.00
KZTC	15,000.00	17,250.00	17,250.00	+1.5	9,000.00	20,000.00	585.9	21	17,250.00	15,000.00
KZTCp	1,150.00	1,300.00	1,150.00	-28.1	1,150.00	9,000.00	41.0	2	1,740.00	1,150.00
KZTK	46,500.00	51,000.00	50,000.01	0	23,502.00	55,000.00	8,636.8	72	51,000.00	46,500.00
KZTKp	22,000.00	25,800.00	25,002.00	+8.7	8,950.00	26,000.00	4,598.1	48	25,800.00	22,000.00
KZZN	7,475.00	7,500.00	7,475.00	+15.0	4,510.00	18,300.00	64.0	4	7,500.00	7,475.00
MMGZp	7,000.00	7,000.00	7,000.00		7,000.00	19,500.00	7.8	1	7,000.00	7,000.00
NFBN	4,000.00	4,000.00	4,000.00	+29.0	1,321.00	4,000.00	1,562.3	3	4,000.00	4,000.00
NRBNp6	27,800.00	27,800.00	27,800.00		22,000.00	40,000.00	12.1	1	27,800.00	25,300.00
ORDB	4,180.00	4,400.00	4,180.00		2,841.85	4,400.00	10,845.2	2	4,400.00	4,180.00
ORDBp	2,095.00	2,299.00	2,100.00	0	2,095.00	2,299.00	561.0	13	2,299.00	2,095.00
ORNK	4.50	4.50	4.50		1.00	4.50	0.3	1	9.10	4.50
RDGZ	15,000.00	15,500.01	15,100.00	-2.6	11,260.00	18,399.99	1,758.5	56	15,500.01	15,000.00
RTCP	22,500.00	22,500.00	22,500.00		22,500.00	22,500.00	8,283.6	4	22,500.00	22,500.00
TEBN	5,000.01	5,175.00	5,100.00	+2.2	1,031.00	5,175.00	109.0	4	5,175.00	5,000.01
TEBNp	1,114.01	1,315.00	1,280.00	-1.5	1,073.75	1,390.00	4,135.6	20	1,315.00	1,114.01
TSBN	4,050.00	4,550.00	4,350.00	+7.4	1,350.00	4,550.00	633.8	8	4,550.00	4,050.00
34							100,972.6	648		

Notes: Trends are given relative to the last deal of the previous month (February 1-28, 2007). If deals were not made in the previous month the trend is not calculated. Full list of issuers' symbols is available at http://www.kase.kz/instruments/nzb_code.htm

CORPORATE BOND MARKET

News of corporate bond market

By the decision of KASE's Board since March 1, 2007 the following bonds have been included in the representative list for calculation of KASE_BC, KASE_BP and KASE_BY indexes:

- bonds **KZPC1Y07C299** (EXBNb1) of **Eximbank Kazakhstan JSC** (Almaty);
- mortgage bonds **KZ2CKY10B315** (KZIKb8) of **Kazakhstan Mortgage Company JSC** (Almaty);
- bonds **KZPC1Y03C348** (ASAVb1) of **ASIA AUTO JSC** (Ust-Kamenogorsk).

After the decision was made, out of 182 corporate bonds, currently included in KASE's official "A" listing category, **162 securities** are in the representative list for the mentioned indexes calculation.

Since March 1 **KZ2C0Y03C387 bonds** (KZT1,000; KZT1.0 bn.; March 1, 07 – March 1, 10, semi-annual coupon, indexed on inflation rate, 9.5% APR for the first year of circulation) of **Kazakhstan distribution company JSC** (Almaty) have been included in KASE's official "B" listing category under code of **KZDKb1**. Trades with the specified bonds in the sector of secondary market of KASE have been opened since March 1, 2007. Alliance Bank JSC (Almaty) acted as the financial consultant of the issuer to bring its bonds to the organized market. Detailed information about securities and the issuer is available on KASE's web site at <http://www.kase.kz/emitters/kzdk.asp>

By decision of KASE's Board since March 5 on STF of RFCA trades in following bonds of **Kazakhstan Mortgage Company JSC** (Almaty) were opened:

- **KZ2CKY10B315** (aKZIKb8; KZT1; KZT5.0 bn.; October 1, 04 – October 1, 14; semi-annual coupon indexed on inflation rate, 8.60% APR for the current period; 30/360);

- **KZPC1Y03B142** (aKZIKb9; KZT1; KZT5.0 bn.; March 1, 05 – March 1, 08; semi-annual coupon 4.90% APR; 30/360);
- **KZPC2Y05B145** (aKZIKb10; KZT1; KZT5.0 bn.; March 1, 05 – March 1, 10; semi-annual coupon 5.69% APR; 30/360).

Brokers' company Astana-Finance JSC (Almaty) executes the function of market-maker on STF of RFCA with the minimal volume of compulsory quotation in size of 2,200,000 bonds of each issue. Bonds were included into official list of STF of RFCA since February 23, 2007 ("C" category). The mentioned above bonds are currently traded in KASE's category "A" official list under KZIKb8, KZIKb9 and KZIKb10 correspondingly. More detailed information is available on the web site of KASE at <http://www.kase.kz/emitters/kzik.asp>

By the decision of KASE's Board **since March 14 of 2007** trades in **KZPC1Y05C145 bonds of Alliance Leasing JSC** (Almaty) (KASE's official "A" listing category, ALLZb1; KZT1, KZT2.5 bn.; August 22, 06 – August 22, 11, semi-annual coupon, 9.50% APR, 30/360) are opened in KASE's secondary market sector. Financial company Alliance Capital JSC (Almaty) executes market maker's functions on KASE with minimal volume of obligatory quotation at 2,060,000 bonds. Mentioned bonds were included in KASE's official "A" listing category on August 22, 2006. Detailed information about these securities is available on KASE's web site at <http://www.kase.kz/emitters/allz.asp>

Primary market sector

No deals were made in this sector of KASE during the analyzed period. No offerings were made.

Secondary market sector (purchase and sale)

On February 27, 2007 the specialized trades to purchase bonds KZ2CKY05B091 of Food contract corporation JSC (Astana) (the official list of KASE under "A" category, PRKRb1, KZT10,000; KZT3.0 bn.; May 17, 04 – May 17, 09; the annual coupon 8.00% APR; actual/actual) **were continued in the trade system of Kazakhstan stock exchange (KASE)** by their issuer, who planned to purchase from investors 104,738 bonds which were not redeemed on the previous specialized trades. 2 members of KASE had participated in trade, which had given two bids for selling of 64,438 bonds (61.5% from announced volume of redeeming). Net price in the bids varied from 100.0000% (7.99% APR) to 101.0000% (7.48% APR), totaled in weighted average expression 100.9847% (7.49% APR). In the total volume of supply 98.5% (by number of bonds) was controlled by bid from second-tier bank, 1.5% - by subject of pension market of Kazakhstan. **By results of trades** the issuer had set the cut-off price at **100.0000%**, which corresponds to yield of bonds to maturity in size of **7.9883% APR** and had satisfied in total volume one bid on selling of **998 bonds to the sum of KZT10,618,720.00**. The whole volume of bonds sold to issuer had come on stake of one of subjects of pension market of Kazakhstan. By the totals of five resulted trades the issuer had redeemed 65.4% from registered volume of issue. We'll remind, that to the plans of Food contract corporation JSC entering the redeeming of all 300 thousands of bonds KZ2CKY05B091, being in circulation.

A total of 92 deals, considering the redeeming described above, amounting to \$115,828.4 th. or KZT14,355.1 m. were made in bonds during the analyzed period on KASE. In comparison with the previous period (February 22-28, 72 deals, \$47,631.0 th. or KZT5,907.5 m.), turnover of the sector has increased 2.4 times, average day turnover – 1.3 times. At that 1.1% of deals in quantitative expression and 1.8% in volumetric expression were nego. On the previous week these indicators were 1.4% and 0.0001%.

It should be noted that on March 14 on STF of RFCA were registered two deals with bonds KZ2C0Y03C130 (aMAG_b1; KZT1,000, KZT3,250.0 m.; August 22, 06 – August 22, 09, semi annual coupon 12.0% APR, 30/360) of MAG JSC (Almaty) for the total amount of KZT22.2 m. or equivalent \$179.7 th. Parameters of these deals are given in the table below.

During the analyzed period deals were made by KASE's 21 (22) members on 36 (35) instruments. At that, 11.0% (12.6%) of gross-turnover – 20.4% (19.4%) on purchasing transactions, and 1.6% (5.8%) - on sale transactions went through the accounts of pension market's subjects. Through the accounts of depot, registered on physical persons, for the week had left 37.5% (32.7%) of the exchange's gross-turnover of corporate bonds – 35.5% (19.2%) - on purchase operations and 39.4% (46.2%) - on sale operations.

By the totals of the period weighted average daily net prices of 13 bonds grew on the opened market, prices of 18 bonds – fell, prices of two bonds (PRKRb1 and CCBNb14) remind unchanged. Re-bought seemed KKGb2 with growth of net prices by 5.2%, while re-sold seemed KKGb3 (-7.2%) and CSBNb6 (-4.2%). Yield to maturity for buyer on deals' made decreased of 14 bonds, increased – of 18. The greatest interest the brokers showed to ORDBb2 (Corporation Ordabasy JSC), to the stake of which it came 65.5% of turnover of exchange's open market of corporate bonds.

In the behavior of indexes of KASE_B* series (see table in the beginning of the review) was nothing interesting.

Detailed data on corporate bond market is given in trades results table.

**Results of bond trades on KASE, including STF of RFCA within March 1-14
(only on data of deals , made on secondary market of KASE by the methods of opened deals)**

Bond code on KASE	Yield to maturity for a buyer, % APR:						Volume of deals th. USD	Num- ber of deals	Best for the	
			on the last deal:		for last 365 days:				bid	offer
	min.	max.	yield	trend	min.	max.				
ALLZb1	10.00	10.00	10.00		10.00	10.00	323.6	1	10.00	10.00
aMAG_b1	11.91	12.50	12.50	+0.81	11.69	12.50	179.7	2	11.91	12.50
ASFlb11	9.00	9.00	9.00		9.00	9.00	1,796.2	1	9.00	9.00
ASFlb5	9.00	11.22	10.00	+0.49	8.73	11.50	2,336.4	7	9.00	11.22
ASFlb7	10.39	10.39	10.39	+0.69	8.50	11.00	481.2	4	10.39	10.39
ASFlb8	8.10	8.10	8.10		8.00	8.50	170.6	1	8.10	8.10
ASNDb1	11.00	11.00	11.00		8.90	11.00	1,793.5	1	11.00	11.00
ATFBb5	8.50	8.50	8.50	-0.25	7.55	9.28	819.4	4	8.50	8.75
BTAIb4	8.78	8.78	8.78	+0.47	8.20	10.00	175.2	2	8.78	8.78
BTASb4	7.00	10.80	7.00	-0.80	7.00	11.10	133.6	6	7.00	10.80
CCBNb14	8.50	8.50	8.50	0	8.50	8.50	8,546.3	1	8.50	8.50
CSBNb6	9.75	9.75	9.75	+0.75	8.50	9.75	15.6	2	8.98	9.75
EXBNb1	9.70	9.70	9.70	+0.40	9.30	9.70	7,999.8	1	9.30	9.70
HSBKb	12.50	12.50	12.50		8.30	12.50	8.9	1	12.50	12.50
HSBKb3	8.80	8.80	8.80		7.15	8.80	3.5	1	8.80	8.80
KATRb1	11.50	11.50	11.50	0	10.00	13.00	326.4	5	11.50	11.50
KAZIb2	10.10	10.10	10.10	-0.20	10.10	10.30	236.4	1	10.10	10.10
KKAGb3	10.30	10.30	10.30		9.20	10.30	4,139.8	3	10.30	10.30
KKGBb2	7.80	8.00	7.80		6.25	9.92	19.8	2	7.80	8.00
KKGBb3	4.00	4.00	4.00		4.00	4.00	10.4	1	4.00	4.00
KONDb1	10.20	10.20	10.20	+0.18	9.00	10.20	2,822.4	2	9.00	10.20
KZALb1	10.40	10.40	10.40	-0.90	9.32	11.30	80.8	1	10.40	10.40
MAG_b1	11.68	11.68	11.68		11.68	11.68	59.2	1	11.68	11.70
MREKb3	9.50	9.50	9.50	+0.10	9.40	9.50	1,048.5	1	9.00	9.50
NFBNb1	10.65	10.65	10.65	0	10.00	11.77	251.7	1	10.65	10.65
NRBNb2	9.80	9.80	9.80	+0.19	7.99	9.80	42.8	2	9.80	9.80
NRBNb4	8.20	8.20	8.20		7.80	8.45	82.2	1	8.20	8.20
NRBNb5	8.55	8.70	8.70	+0.20	8.30	9.10	2,860.8	3	8.55	8.70
ORDDb2	12.00	13.50	13.50	+1.00	10.00	13.50	74,493.5	21	12.00	13.50
PRKRb1	7.99	7.99	7.99	+0.03	7.96	8.08	84.7	1		7.99
ROSAb1	12.00	13.00	12.00		10.00	14.00	30.4	2	12.00	13.00
TSBNb2	11.00	11.00	11.00		9.50	11.00	13.5	1	11.00	11.00
TSBNb4	9.30	9.30	9.30	+0.10	9.02	10.20	1,217.8	1	8.50	9.30
TSNAb1	10.70	10.70	10.70		10.70	10.71	1,025.8	1	10.70	10.70
TSSMb1	9.07	9.30	9.07		8.80	9.50	88.2	2	9.07	9.30
UKPFb1	12.00	12.00	12.00	-0.20	9.99	13.50	42.5	3	12.00	12.00
36							113,761.0	91		

Notes: Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous month (February 1-28, 2007). If deals were not made in the previous month the trend is not calculated. Full list of issuers symbols is available at http://www.kase.kz/instruments/nzb_code.htm

GOVERNMENT SECURITIES (GS) SECTOR

Primary market sector

On March 7 the auction on offering of government long-term treasury obligations of the Ministry of finance of Kazakhstan was held in KASE's trade system by method of specialized trades MEOKAM-48 of the thirty five issue (KZK2KY040352, MOM048_0035; KZT1,000, February 14, 07 – February 14, 11, semi-annual coupon, 30/360), on which Ministry of finance was planned to offer 16,300,000 bonds. The subject of trades was net price of bonds. 8 primary dealers had participated in trades, which were KASE members of "K" category. Through these market subjects investors gave 27 applications (23 limited and 4 market), from which for the time of confirmation expires 24 orders had left active, including 20 limited and 4 market. Total volume of active applications (volume of demand) had reached KZT22,680.0 including KZT22,293.9 m. on competitive and KZT386.0 m. – on non-competitive (market) bids. Demand had exceeded the offered volume of bonds 1.4 times. Net price on limited and active as of expiration time applications varied from 94.1824% (8.0000% APR) to 100.0000% (6.2484% APR) and in average weighed expression was equal to 96.1112% (7.4011% APR). all bids were submitted by Kazakhstan banks. **By the totals of trades issuer made cut-off at the price 100.0000% APR and satisfied applications for purchasing of 142,857 bonds to the amount of borrowing KZT143,427,435.90, Net price in satisfied bids made 100.0000 (6.25% APR). Thus, the issuer had offered on trades only 0.9% from the planned volume.**

On March 14 the auction on offering of government long-term treasury obligations of the Ministry of finance of Kazakhstan was held in KASE's trade system by method of specialized trades MEUKAM-48 of the first issue (KZKDKY070016, MUM084_0001; KZT1,000, March 14, 07 – March 14, 14, annual coupon, 30/360), on which Ministry of finance was planned to attract **KZT17.0 bn. The subject of trades was coupon rate. 9 primary dealers had participated in trades, which gave 29 applications (28 limited and 1 market), from which for the time of confirmation expires 27 orders had left active, including 26 limited and 1 market. Total**

volume of active applications (volume of demand) had reached KZT18,950.0 and exceeded the offered volume of bonds two times. Rate of coupon on limited and active as of expiration time applications varied from 6.75% APR to 9.00% APR and in average weighed expression was equal to 8.2564% APR. In total volume of active applications to the stake of pension market came 23.9%, Kazakhstan banks – 76.1%. **By the totals of trades issuer made cut-off by the value of the coupon 6.75% APR and satisfied applications for purchasing of 71,428 bonds to the amount of borrowing KZT71,428,000.00.** All bonds were redeemed by one of Kazakhstan banks. The issuer had offered on trades 0.4% from planned volume.

By opinion of analysts of IRBIS the conducted offerings did not left doubts that Ministry of finance 9as it was during several last years), despite the announced intentions, do not going to meet the compromises with the market on the yield of its MEKAM.

Secondary market sector (purchase - sale)

In the analyzed period total volume of 50 deals made on KASE had reached KZT50,510.0 m. (\$404.9 m.). In the last period the turnover of the given sector did not exceed KZT39,313.8 m. or \$317.7 m. with 42 deals. Considering the difference in the lasting of periods, the activity of market remain on the same level. It can be said about the stake of exchange's turnover in the total volume of Kazakhstan secondary market of GS. On comparable operations of purchase and sale in the analyzing and previous period was equaled to 100%.

As a whole the given segment in March was developing on the background of fallen yield of bonds' maturity for purchaser, which in many respects was conditioned by events on the primary market. The rough cut-of on the auctions of ministry of finance created on the secondary market the increased demand, which had let the sellers of MEKAM and notes to play on increasing of prices.

More detailed data about exchange's trades are given in the table.

Parameters of Exchange's transactions in GS within March 1-14

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.		last deal	weighted average	Volume, m. tenge discounted	Number of deals
	min	max				
Discounted (KZT): National Bank's notes			99.3% (85.5%) of purchase and sale sector's turnover			
less 8	2.00	3.70	3.01	2.67 (2.72)	18,094.5	11
8 - 14	3.80	4.50	4.00	3.88 (4.37)	4,197.7	5
15 - 28	4.00	4.79	4.50	4.48 (4.18)	25,049.1	17
64 - 91	5.00	5.40	5.40	5.06 (-)	2,815.9	3
Total					50,157.3 (33,629.0)	36 (28)
Coupon (KZT): MEOKAM-36, 60, 72			0.69% (14.5%) of purchase and sale sector's turnover			
Less 730	3.35	5.40	5.40	4.01 (5.70)	70.4	5
731 - 1095	6.30	6.30	6.30	6.30 (10.11)	205.0	1
1096 - 1460	5.50	6.16	5.50	5.94 (6.16)	71.3	4
Total					346.7 (5 684.4)	10 (14)
Coupon (USD):bonds of Astana city			0.01% (0%) of purchase and sale sector's turnover			
less 730	5.00	8.00	5.00	6.63 (-)	5.82	4
Total					5.8 (0)	4 (0)
GRANDTOTAL					50,509.8 (39,313.3)	50 (42)

KASE MEMBERS

By decisions of KASE's Exchange council dated March 11 and 12 **AFS Capital LLP** and **Daughter organization of Halyk Bank of Kazakhstan Halyk Capital JSC** (Almaty) being the participants of RFCA, were **accepted to KASE members of "A" category**. The membership of this category gives the right on participation in trades in all financial instruments, circulating on STF of RFCA.

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