

# WEEK OF STOCK MARKET OF KAZAKHSTAN

November 6 – 12

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## SUPPLEMENTAL INFORMATION

US dollar = **120.00** at official rate for the end of the period.

US dollar = **120.05** at weighted average rate of the Exchange for the end of the period.

Speed of tenge devaluation to dollar for the period at exchange's rate made **12.7% APR**.

### Money market indicators as of November 12 and change for the period

Indicator	Rate	Trend
TONIA	2.49	-1.07
Autorepo GS 7 days	5.56	+1.25
KazPrime-3M	8.93	+0.16

### Stock securities' market indicators as of November 12 and change for the period

Index	Value	Trend
KASE	1,066.88	-17.88
KASE_BP	245.18	-1.87
KASE_BC	143.01	-2.21
KASE_BY	10.95	+4.55

## MAIN NEWS OF THE MARKET

**November 6** The National Bank of Kazakhstan disseminated the press release informing **net international reserves (GFER) of the National Bank, excluding money of the National Fund of the Republic of Kazakhstan, in current prices decreased 4.2 %** to \$21,020.1 m. in October 2008. It is noted in the press release that purchasing of currency on the internal currency market and inflows of currency on the accounts of Government in the National Bank and decrease of remains on correspondent accounts of commercial banks in foreign currency in the National Bank were partially neutralized by operations for servicing of external debt of the Government. As a result, net currency reserves (NCR) decreased by \$685.4 m., assets in gold decreased by \$241.4 m. as a result of decrease of its price on the world markets by 11.9 %. International reserves of the country as a whole (in current prices), including money of National Funds (by preliminary data \$26,326.4 m.) decreased by 4.4 % to \$47,355.3 m. Decrease of net internal assets of National Bank in October, 2008 caused narrowing of monetary base by 10.5 % or KZT184.7 bn.

**November 6 Agency of Republic of Kazakhstan on Regulation and Supervision of Financial Market and Financial Organizations (AFS) approved changes and additions # 13 (amendments) into the KASE internal document "Rules of Settlements based on Results of Trades in Foreign Currencies" (Rules), effective from November 1, 2008.** Amendments were made due to the change in KASE correspondent accounts details in Russian rubles in Sberbank of Russia, and clarification of this bank name. In addition, the mentioned amendments are of editorial character.

**During the analyzed period international rating agency Fitch Ratings rated Kazakhstan and Kazakhstan issuers:**

- November 10 Fitch Ratings following the conclusion of its global review of the sovereign ratings of 17 major investment-grade 'emerging market' economies. Fitch Ratings has downgraded the sovereign ratings of Bulgaria, Hungary, Kazakhstan and Romania. Long-term issuer default rating (IDR) of the Republic of Kazakhstan has downgraded from BBB to BBB- in the foreign currency and long-term IDR in the national currency from BBB+ to BBB. Outlook for both ratings is negative, is said in the disseminated materials of the agency. Additionally, Fitch has downgraded the country ceiling of Kazakhstan from BBB+ to BBB and confirmed a short-term IDR at F3 level. Kazakhstan: although the strength of the sovereign balance sheet continues to justify its investment-grade status – it is a net creditor with very little foreign currency debt – its capacity to manage its domestic banking crisis has been weakened by the global financial crisis and decline in commodity prices, warranting a downgrade by one notch and a Negative Outlook. Despite extensive support measures taken by the Kazak authorities, bank asset quality is deteriorating following the abrupt halt to capital inflows last summer and a sharp correction of the property market. Banks are a large contingent liability for the government and the provision of support to them as well as the commitment to the stability of the Tenge in the highly dollarised economy and against the backdrop of lower oil prices will potentially drain sovereign foreign assets and weaken its balance sheet.

- November 10 Fitch Ratings has downgraded by one notch the Long-term foreign currency Issuer Default Ratings (IDRs) of seven Kazakh financial institutions, namely BTA Bank (BTA), Kazkommertsbank (KKB), Halyk Bank (Halyk), ATF Bank (ATF), Development Bank of Kazakhstan (DBK), Astana Finance (AF) and KazAgroFinance (KAF). The Outlook on these ratings remains Negative. This follows today's downgrade of the sovereign ratings. At the same time, the agency has affirmed the ratings of three other Kazakh banks: Alliance Bank, Bank Centercredit (BCC) and Temirbank. The Outlook on Alliance remains Negative and that on BCC remains Evolving. The Outlook on Temir is revised to Negative from Evolving. Fitch has also downgraded by one notch the Long-term IDRs of Moskommertsbank (the Russian subsidiary of KKB) and BTA Bank (Russia) (an affiliate of BTA), with their Outlooks remaining Negative. The ratings of two other BTA affiliates - Bank BTA-Kazan and BTA Bank (Georgia) - are affirmed, removed from Rating Watch and assigned Negative Outlooks. Finally, Fitch has downgraded by one notch the Individual ratings of BTA and KKB and states that there is now also downward pressure on Halyk's Individual rating. Banks' Individual ratings reflect their stand-alone financial strength without taking account of potential external support. A full list of rating actions is provided at the end of this announcement. The downgrades of the IDRs of six entities (BTA, KKB, Halyk, DBK, AF and KAF) reflect the reduced ability of the Kazakh authorities to provide support to these entities, following the sovereign downgrade. The Kazakh authorities' recently announced plans to inject capital into BTA, KKB, Halyk and Alliance confirm Fitch's long-held view of the very high propensity of the authorities to support banks which they judge to be systemically important. However, a two-notch differential between the ratings of the sovereign and BTA/KKB/Halyk has been retained in light of the large size of these banks, and in particular their foreign currency liabilities, relative to the size of the resources and foreign currency reserves of the sovereign, and other contingent claims on these resources.
- November 10 Fitch Ratings has upgraded Kazakhstan's City of Almaty to National Long-term rating 'AA-(kaz)' (AA minus) from 'A+(kaz)'. Its Long-term foreign and local currency ratings are affirmed at 'BB+' and its Short-term foreign currency rating is affirmed at 'B'. The Outlooks for the Long-term ratings remain Stable. Fitch also upgraded Kazakhstan's Mangistau Region to National Long-term 'AA-(kaz)' (AA minus) from 'A(kaz)'. Its Long-term foreign and local currency ratings are affirmed at 'BB+' and its Short-term foreign currency rating is affirmed at 'B'. The Outlooks for the Long-term ratings remain Stable.
- Fitch Ratings has downgraded the Long-term foreign currency ratings of three Kazakh energy companies and a railway group. All the rating actions follow a sovereign downgrade of Kazakhstan's Long-term foreign currency Issuer Default Rating (IDR) to 'BBB-' (BBB minus) from 'BBB' : Kazakhstan Temir Zholy, KazMunaiGaz National Company and KEGOC. Outlook is Negative; Mangistau Electricity Distribution Network Company was downgraded to 'BB' from 'BB+'; Outlook revised to Negative from Stable. Outlook of KazMunaiGas Exploration Production, KazTransOil, Kazatomprom revised to Negative from Stable.
- November 11 Fitch Ratings has revised the Outlook for the Kazakhstan City of Astana's Long-term foreign currency rating to Negative from Stable. The Outlook on the Long-term local currency rating remains Stable. Astana's Long-term foreign and local currency ratings are affirmed at 'BBB-' (BBB minus) and its Short-term foreign currency rating at 'F3'. Fitch also affirmed Astana's National Long-term rating at 'AA(kaz)' with Stable Outlook. The rating actions follow the downgrades of Kazakhstan's Long-term foreign currency Issuer Default Rating (IDR) to 'BBB-' (BBB minus) from 'BBB' and Long-term local currency IDR to 'BBB' from 'BBB+' due to deterioration of the national banking system and a decline in commodity prices. The Outlooks on the sovereign ratings remain Negative.
- November 11 Fitch Ratings has revised the rating Outlook on the Eurasian Development Bank's (EDB) Issuer Default Ratings (IDR) to Negative from Stable. This follows Fitch's decision to revise the Rating Outlook on the Russian Federation to Negative from Stable and to downgrade Republic of Kazakhstan's foreign currency IDR (RK) to 'BBB-' (BBB minus)/'F3' from 'BBB'/'F2'. EDB's Issuer Default ratings are affirmed at Long-term 'BBB+' and Short-term 'F2'.

**November 10 the Prime Minister of republic Karim Masimov informed that Citi will operate as Kazakhstan Government's adviser on establishing the Fund of stress assets.** At that the head of the Government was sure that all issuers, linked with "subcrediting economy" will be decided on during the two forthcoming weeks. Moreover, he informed that "Credit Suisse and J.P. Morgan are advisers of the Government and SamrukKazyna on banks recapitalization issue".

**November 10 Statistics Agency of Republic of Kazakhstan informed that in October 2008 compared with the previous month on the primary housing market the price of one square meter decreased in Almaty – by 5.6 %, Semey – by 5 %, Kostanay – by 1.1 %. On the secondary market, reduction in prices over the past month was noted in Taldykorgan – by 6.3 %, Kokshetau – by 4.8 %, Kostanay – by 1.8 %. In other cities, no change in price on housing market has been observed.**

**November 11 Kazakhstan Stock Exchange (KASE) has released at its website at:** [http://www.kase.kz/files/normative\\_base/zakon\\_rzb.pdf](http://www.kase.kz/files/normative_base/zakon_rzb.pdf) **the effective text of Law No. 461- II of the Republic of Kazakhstan "On Securities Market" of July 2, 2003.** The text of the law was made effective in accordance with Law 72-IV of the Republic of Kazakhstan "On Making Amendments to some Legal Acts of the Republic of Kazakhstan on Issues of Sustainability of Financial System" of October 23, 2008.

**November 12** the head of the National Bank Anvar Saydenov said that **the National Bank of Kazakhstan will reduce minimum reserve requirements since November 18 to 2 %** from the current 5 % - on internal and to 3 % from 7 % - on external liabilities. According to him, it will release KZT350 bn. for banks.

## SHARES MARKET

### *News of shares market*

**Beginning November 10 ABS Securities JSC (Almaty) has been disqualified from trades in securities on Special Trade Floor of Regional Financial Centre of Almaty (STF RFCA),** released from payment of monthly membership fees on securities and denied remote access services beginning November 1, 2008.

### *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 483 deals were made in shares during the analyzed period. Average daily volume made \$4,142.2 th. or KZT496.6 m. and increased compared to previous period (previous week weighted average volume made \$3,529.1 th. or KZT423.1 m.) by 17.4 %. In analyzed period 1.0 % (1.2 %) transactions on KASE in quantitative expression and 0.9 % (19.3 %) in volumetric expression were nego deals.

During the analyzed period deals were made by (in the parenthesis are given comparable indicators of the previous period) KASE's 42 (44) members. In deals 32 (32) denominations of shares were included. At that: 1.9 % (6.4 %) of gross-turnover of the market – 1.6 % (8.9 %) on purchasing transactions and 2.3 % (4.0 %) - on sale transactions were controlled by pension market subjects; 13.9 % (32.8 %) of gross-turnover of shares – 9.0 % (29.5 %) - on purchasing transactions and 18.8 % (36.1 %) - on sales transactions went through the depo accounts, registered on physical persons during the week. At that 11.6 % (9.6 %) of gross-turnover – 5.8 % (11.2 %) on purchase and 17.4 % (8.0 %) on sales transactions went through accounts of non-residents.

In the described period weighted average daily prices of 16 % (53 %) of names of shares involved into deals, made on KASE by methods of opened trades grew, prices of 69 % (25 %) – fell, prices of 15 % (13 %) remained unchanged. In the described period shares prices changed positively in the range from 2.65 % (ZNGRp) to 12.98 % (GLOT), negative change – from 2.50 % (CSBNp) to 39.80 % (KKGB).

KASE index fell by 17.9 % to 1 066.88 points within correction movement during the analyzed period.

Decreasing of sovereign rating of Kazakhstan to BBB- on the side of international agency Fitch and following downgrades of the number of Kazakhstan banks and companies influenced downward dynamic this week (see above).

The external background was rather positive. \$600 bn. Chinese bailout package, which was provided at the end of last week contributed to decreasing of anxieties on demand falling in the world scale.

Chinese plan is differ from the similar steps of the USA and Eurounion. The major stress was made on infrastructural projects, energy and agriculture support, that means the real economy sector. This fact is rather favorable for domestic primary companies, which are mostly oriented on Chinese market.

At the same time sharply oil fall (to\$57 per barrel) almost in two days after releasing the program, intensified anxieties on inevitable recession.

We forecast the regular decreasing of KASE index lower than 1 000 points in short-term prospect.

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

**Results of share trades on KASE, including STF of RFCA within November 6 – 12 (only by data of deals, made on the secondary market of KASE by the methods of opened trades)**

Share code on KASE	Price, KZT per share:				Volume of deals th. USD	Num-ber of deals	Best for the period:			
	on the last deal:		for last 365 days:				bid	offer		
	min.	max.	price	trend, %						
aASBN	8,000.00	12,600.00	8,000.00	-35.0	8,000.00	20,000.00	121.32	9	12,600.00	8,000.00
aHSBK	152.73	152.73	152.73	-4.5	103.00	575.00	12.55	1	173.64	145.00
ASBN	8,000.00	12,590.00	8,250.00	-34.0	7,800.00	28,710.00	300.63	22	12,600.00	8,000.00
ASBNp1	7,500.00	10,000.00	10,000.00	+8.6	6,500.00	14,000.00	205.74	15	10,000.00	7,500.00
ATFB	7,225.00	7,225.00	7,225.00	0	7,225.00	10,500.00	6.57	1	8,000.00	7,225.00
BTAS	45,000.00	51,000.00	48,999.99	-5.8	22,000.00	125,000.00	7,650.67	46	51,000.00	45,000.00
CCBN	530.00	821.00	530.00	-26.4	530.00	2,000.00	838.60	62	821.00	530.00
CSBN	4,283.76	4,283.76	4,283.76	-5.0	3,850.00	6,105.00	4.36	2	4,283.76	4,283.76
CSBNp	1,676.02	1,676.02	1,676.02	-9.1	1,676.02	2,280.00	0.15	1	1,676.02	1,676.02
GB_ENRC	545.00	682.00	572.00	-18.3	545.00	3,750.00	131.25	21	732.59	545.00
GB_KZMS	600.00	770.00	615.00	-23.1	546.00	4,600.00	224.54	20	770.00	600.00
GLOT	6,440.00	6,440.00	6,440.00	+13.0	5,700.00	6,440.00	0.05	1	6,440.00	6,440.00
HSBK	127.00	170.00	134.00	-27.6	85.00	580.00	577.06	77	186.00	127.00
HSBKp1	135.00	148.00	135.00	-19.2	132.00	353.00	19.78	2	170.00	135.00
KIBN	250.00	260.00	250.00	-3.8	250.00	385.00	83.38	3	260.00	250.00
KKGB	390.00	515.00	425.00	-20.1	190.00	1,255.00	551.74	42	515.00	390.00
KKGBp	150.00	165.00	150.00	-9.1	136.36	440.00	120.69	7	165.00	150.00
KZTCp	1,539.00	1,539.00	1,539.00	+9.9	1,400.00	2,601.01	0.64	1	1,539.00	1,539.00
KZTK	16,000.00	19,580.00	16,000.00	-17.9	13,454.55	41,000.00	145.86	15	20,900.00	16,000.00
KZTKp	5,800.00	7,000.00	5,940.00	-19.4	4,600.00	24,600.00	127.57	17	7,000.00	165.00
NFBN	4,800.00	4,900.00	4,900.00	0	1,321.00	5,270.00	31.86	3	4,900.00	4,800.00
NRBN	20,000.00	20,000.00	20,000.00	-7.0	18,000.00	28,600.00	166.03	8	20,000.00	20,000.00
ORDB	2,500.00	2,500.00	2,500.00	0	2,500.00	4,000.00	58.50	2	2,500.00	2,500.00
RAHT	1,800.00	1,800.00	1,800.00	0	1,800.00	4,200.00	11.92	1	1,800.00	1,800.00
RDGZ	7,900.00	10,270.00	7,900.00	-19.4	6,201.00	24,595.00	1,978.48	88	10,270.00	7,900.00
TEBN	5,000.01	5,000.01	5,000.01	-9.1	4,500.00	8,500.00	2,073.36	1	5,000.01	5,000.01
TEBNp	1,100.00	1,100.00	1,100.00	0	1,000.00	2,805.00	27.70	1	1,100.00	1,100.00
TMLZ	5,000.01	5,000.01	5,000.01	0	5,000.01	5,057.00	2,829.94	3	5,000.01	5,000.01
TSBN	901.00	901.00	901.00	-3.1	851.00	2,600.01	30.02	1	901.00	901.00
TSBNp	865.00	950.00	865.00		865.00	1,800.00	31.45	2	950.00	865.00
UTMK	28,000.00	28,000.00	28,000.00	-9.7	19,000.00	31,000.00	1,284.31	1	28,700.00	28,000.00
ZNGRp	10,000.00	10,000.00	10,000.00		9,742.00	10,000.00	698.54	1	10,000.00	10,000.00
32							20,345.26	477		

**Notes:** Trends are given relative to the last deal of the previous month (October 5 – November 5, 2008). 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](http://www.kase.kz/instruments/nzb_code.htm)

## CORPORATE BOND MARKET

### News of corporate bond market

**Beginning November 10, ABS Securities JSC (Almaty) was released from the market-maker obligations on Special Trade Floor of Regional Financial Centre of Almaty (STF RFCA) on the following bonds of Subsidiary of BTA Bank JSC - Temirbank JSC (Almaty), included in STF RFCA official list, the first sub-category of category "Non-rated debt securities".**

- **KZPC1Y03C330** (aTEBNb12; KZT1 000, KZT8.0 bn.; 14.04.07 – 14.04.10, semiannual coupon 9.00 % APR);
- **KZPC2Y05C333** (aTEBNb13; KZT1 000, KZT8.0 bn.; 14.04.07 – 14.04.12, semiannual coupon 9.00 % APR);
- **KZPC3Y09C333** (aTEBNb14; KZT1 000; KZT6.0 bn.; 14.04.07 – 14.04.16; semiannual coupon 9.50 % APR);
- **KZPC4Y09C331** (aTEBNb15; KZT1 000; KZT6.0 bn.; 14.04.07 – 14.04.16; semiannual coupon 9.50 % APR);
- **KZPC5Y10C336** (aTEBNb16; KZT1 000; KZT6.0 bn.; 14.04.07 – 14.04.17; semiannual coupon 8.50 % APR);
- **KZPC6Y10C334** (aTEBNb17; KZT1 000; KZT6.0 bn.; 14.04.07 – 14.04.17; semiannual coupon indexed on inflation rate, 8.50 % APR as for the current period).

**Beginning November 10 bonds KZP02Y10C725** (KKGBb7; KZT100 000; KZT10.0 bn.; 10.11.08 – 10.11.18, semiannual coupon 9.0 % APR as for the first two years of circulation, further – indexed on inflation rate in Kazakhstan, 30/360) of **Kazkommertsbank** (Almaty) **were included in KASE official list, the first subcategory of category "Non-rated debt securities"**. Opening of trades in bonds on KASE will be announced additionally. The issue is the second within the frames of the first bond program of Kazkommertsbank and the seventh issue of internal bonds of the bank that advanced through KASE listing procedure. Details on the issue will be available on KASE website on November 10 at <http://www.kase.kz/ru/emitters/show/kkgb>.

**Beginning November 13 trades in bonds KZP04Y05B426** (NRBNb7; KZT100; KZT10.0 bn.; 05.11.08 – 05.11.13, semiannual coupon 11.0 % APR, 30/360) of **Nurbank** (Almaty) **were opened** in the KASE secondary market. Subsidiary of Nurbank - MONEY EXPERTS (Almaty) will perform KASE market maker duties with 23,400 bond minimum mandatory quotation. This issue is the fourth according to the first Nurbank bond program and the seventh issue of bank internal bonds listed on KASE. The bonds have been listed on KASE in the first subcategory of Non-rated debt securities beginning November 5, 2008. Details on the securities and the issuer are available at the KASE website at: <http://www.kase.kz/ru/emitters/show/nrbn>.

**Beginning November 13 bonds KZ2P0Y05D171** (ERKAb1; KZT1; KZT2.5 bn.; 12.11.08 – 12.11.13, semiannual coupon indexed to inflation rate; 30/360) of **JV ERKA LLP** (Taldykorgan) **were included in the KASE official list in the second subcategory of Non-rated debt securities**. Trades with the mentioned securities were opened the same day. **Asia Broker Services** (Almaty) is a financial consultant of the issuer at placement of the bonds on the organized market. Company's main activity – is production and realization of starter lead batteries.

**Beginning November 25 Asia Broker Services** (Almaty) **was released from performance of KASE market maker duties on bonds KZ2C0Y05C275** (KASE official list, the first subcategory of Non-rated debt securities category, ORDBb2; KZT1, KZT12.0 bn.; 13.11.06 – 13.11.11, semiannual coupon indexed to inflation rate, 11.00 % APR as for the reporting period) of **Corporation Ordabasy** (Almaty), tradable in KASE official list, the first subcategory of Non-rated debt securities category.

**Beginning November 24, Vernyi Capital** (Almaty) **was released from fulfillment of the market-maker obligations on KASE on the following securities of ATFBank** (Almaty), traded in KASE official list:

- bonds KZ2CKY05A978 (the first sub-category of "Non-rated Debt Securities" category, ATFBb3; KZT1, KZT4.5 bn.; December 1, 03 – December 1, 08, the semi-annual coupon 8.50 % APR);
- bonds KZ2CKY10B406 (the first sub-category of "Non-rated Debt Securities" category, ATFBb4; KZT100, KZT4.5 bn.; November 23, 04 – November 23, 14, the semi-annual coupon 8.50 % APR);
- bonds KZPC1Y07B598 (the first sub-category of "Non-rated Debt Securities" category, ATFBb5; KZT100, KZT13.0 bn.; May 23, 05 – May 23, 12, the semi-annual coupon indexed on the inflation rate, 11.00 % APR for the current period);
- bonds KZPC2Y07B596 (the first sub-category of "Non-rated Debt Securities" category, ATFBb6; KZT100, KZT13.0 bn.; February 26, 07 – February 26, 14, the semi-annual coupon indexed on the inflation rate, 10.00 % APR for the current period);
- international bonds XS0205381717 ("Rated Debt Securities" category, ATFBb2; \$200.0 m.; November 9, 04 – November 9, 09, the semi-annual coupon 8.875 % APR);
- international bonds XS0233829463 ("Rated Debt Securities" category, ATFBb4; \$200.0 m.; October 28, 05 – October 28, 0, the semi-annual coupon 8.125 % APR);
- international bonds XS0253723281 ("Rated Debt Securities" category, ATFBb5; \$350.0 m., May 11, 06 – May 11, 16, the semi-annual coupon 9.00 % APR).

**Beginning November 21, Subsidiary of BTA Bank JSC – BTA Securities JSC** (Almaty) **was released from fulfillment of the market-maker obligations** on KASE on the following securities:

- international bonds US045167BH53 (ADB\_U040912; \$500.0 m., 04.09.02 – 04.09.12, the semi-annual coupon 4.500 % APR) of Asian Development Bank;
- international bonds US4581X0AD07 (ADB\_IADBU200912; \$2.0 bn. 20.09.02 – 20.09.12, the semi-annual coupon 4.375 % APR) of Inter-American Development Bank (IADB);
- international bonds XS0092711802 (IBRDU251113; \$500.0 m., 25.11.98 – 25.11.13, the annual coupon, 5.500 % APR) of International Bank for Reconstruction and Development (IBRD);

- government bonds XS0088543193 (RU\_01\_2806; \$2 500.0 m., 24.06.98 – 24.06.28) of the Ministry of Finance of Russian Federation;
- government bonds XS0114288789 (RU\_02\_3003; \$18 400.0 m., 25.08.00 – 31.03.30) of the Ministry of Finance of Russian Federation;
- international bonds XS0240118017 ("Rated Debt Securities" category, US\_MER\_e1; \$100.0 m.; 05.01.06 – 11.01.21, the floating semi-annual coupon, depending on inflation rate in Kazakhstan, 11.044 % APR as for the current period) of Merrill Lynch & Co., Inc (the USA).

### 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 107 deals were made in bonds during the analyzed period on KASE. The weighted average volume made \$7,996.3 th. or KZT958.7 m. and decreased in comparison with the previous period (\$13,855.2 th. and KZT1 660.9 m. correspondingly) by 42.3 %. In analyzed period 5.6 % of transactions on KASE in quantitative expression and 0.05 % in volumetric expression were nego deals.

During the analyzed period (in parenthesis there are comparable indicators of previous week) deals were made by KASE's 29 (33) members on 37 (64) instruments. At that 7.0 % (10.7 %) of gross-turnover passed through accounts of pension market subjects 12.3 % (12.1 %) on purchasing transactions and 1.7 % (9.2 %) on sales operations. 7.3 % (17.7 %) of exchange's gross-turnover of corporate bonds – 1.7 % (4.6 %) on purchasing transactions and 12.9 % (30.9 %) on sale transactions, passed through depo accounts registered on physical persons. At that 6.9 % (10.55 %) of exchange's gross-turnover – 3.0 % (14.5 %) on purchasing transactions and 10.8 % (6.6 %) on sales transactions went through accounts of non-residents.

By results of period 19 names of bonds were characterized by growth of average weighted net price on the opened market, 17 – of decrease. Deals with ASF1b22 were made for the first time. ATFBb4 (-29.9 %), RGBRb6 (-20.1 %), ORDBb2 (-13.9 %), KRZhb1 (-13.9 %), KKGBb4 (-11.4 %) and BTASb5 (-10.3 %) seemed re-sold, while bonds BTASb9 (+18.0 %), KZIKb2 (+14.0 %) and NRBNb2 (+10.2 %) seemed re-purchased. Yield to maturity for buyers on deals made decreased during the week for 18 bonds, increased for 22.

Detailed data on corporate bond market is given in trade's results table.

### Results of bond trades on KASE, including STF of RFCA within November 6 – 12, 08 (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	Number of deals	Best for the period:	
			on the last deal:		for last 365 days:				bid	offer
	min.	max.	yield	trend	min.	max.				
ASF1b16	10.00	10.00	10.00	0	10.00	16.00	664.92	2	10.00	10.00
ASF1b22	11.00	11.00	11.00		11.00	11.00	13,203.36	1	11.00	11.00
ASF1b24	10.00	10.00	10.00	0	9.10	14.01	3.11	1	10.00	10.00
ASF1b5	13.50	13.50	13.50	0	12.11	15.50	18.83	1	13.50	13.50
ATFBb3	7.75	9.50	8.50	-3.0	7.51	14.00	1,597.52	7	7.75	9.50
ATFBb2	20.00	20.80	20.80	0	6.00	22.00	93.69	4	20.00	20.80
ATFBb4	7.00	24.00	24.00		7.00	24.00	87.96	7	7.00	24.00
BTA1b12	7.50	7.50	7.50	0	7.45	7.50	1,650.05	2	7.50	7.50
BTA1b3	16.50	16.50	16.50	+2.0	12.70	16.50	15.80	1	16.50	17.51
BTASb4	22.92	23.00	22.92	-0.1	11.20	47.47	100.55	2	22.92	23.00
BTASb5	9.50	9.50	9.50	+2.0	6.50	9.50	788.32	1	9.50	9.50
BTASb7	7.45	8.60	7.45	-0.2	6.73	14.00	7,214.00	2	7.45	8.60
BTASb9	11.00	11.00	11.00	-3.0	9.00	14.00	4,327.22	3	11.00	11.00
BTASe3	19.50	21.13	19.50	-2.9	13.38	26.57	31.33	2	19.50	21.13
DTJLb1	30.00	30.00	30.00	+2.0	7.00	32.68	12.28	1	30.00	30.00
EUBNb3	11.00	11.00	11.00	0	9.50	15.00	69.40	2	11.00	11.00
KAF1b1	12.90	12.90	12.90	+0.4	6.75	13.00	25.74	1	12.90	12.90
KKGBb4	20.98	22.75	22.75	+4.7	13.89	22.75	12.81	2	20.98	22.75
KKGBb6	16.14	17.56	17.42	-3.6	10.20	34.39	41.15	3	16.14	17.56
KRZhb1	12.00	15.00	12.00		6.80	15.00	642.36	3	12.00	15.00
KZIKb2	14.00	15.00	15.00	-4.2	13.40	19.16	62.26	2	14.00	15.85
KZIKb7	13.90	13.90	13.90	-0.1	11.50	18.28	3,171.65	1	13.90	13.90
LOGCb1	10.30	10.30	10.30	0	10.30	10.30	128.92	1	10.30	10.30
MREKb2	17.00	17.00	17.00	-1.6	11.00	19.00	17.76	1	17.00	17.00
NRBNb2	18.00	18.00	18.00		8.99	21.00	158.54	2	15.00	18.00

To be continued on the page 7

Continued of table

**Results of bond trades on KASE, including STF of RFCA within November 6 – 12, 08  
(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.				
OILAb1	18.39	18.39	18.39		18.00	18.39	424.17	1	18.39	18.39
ORDBb2	7.00	13.50	13.50	+6.0	7.00	16.00	472.75	19	7.00	13.50
ORDKb2	16.02	16.02	16.02	0	16.00	16.02	6.25	1	16.02	16.02
ORNBb1	11.01	11.01	11.01	0	10.00	34.80	101.53	3	11.01	27.02
RGBRb4	14.00	14.00	14.00	+1.0	6.31	15.50	15.02	1	13.00	14.00
RGBRb6	9.00	14.00	14.00	+5.0	9.00	14.00	4,450.50	3	9.00	14.00
TEBNb16	8.50	8.50	8.50	0	7.99	13.00	7.55	1	8.50	8.50
TSBNb4	22.00	23.00	23.00	+2.0	9.02	23.00	25.93	3	21.00	23.00
TSBNb5	15.00	15.00	15.00	-1.0	10.00	20.00	14.60	1	15.00	15.00
TSSMb1	20.00	20.00	20.00	0	1.00	20.00	148.31	10	20.00	20.00
VITAb4	21.00	21.00	21.00	+1.0	12.00	29.00	11.22	1	21.00	21.00
VITAb5	15.86	16.00	15.86	-0.1	12.10	29.00	146.29	2	15.86	16.00
<b>37</b>							<b>39,963.63</b>	<b>101</b>		

**Notes:** Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous month (October 5 – November 5, 2008). 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](http://www.kase.kz/instruments/nzb_code.htm).

In the **Debt certificates sector on STF RFCA** 1 deal with 157 certificates on shares BMG749471212 (aBM\_RECHe1) of Renaissance Capital Holdings Limited (Hamilton, Bermudas) at \$179.8 th. or KZT21.6 m. was made.

## GOVERNMENT SECURITIES (GS) SECTOR

### Primary market sector

**November 12 the specialized trades** on offering of **government long-term treasury obligations of the Ministry of Finance of the Republic of Kazakhstan MEUKAM of the second issue** (KZKDKY060728, MUM072\_0002; KZT1 000, 12.11.08 – 12.11.14, annual coupon, 30/360) was held in KASE's trade system, on which the Ministry of Finance planned to borrow KZT10.0 bn. **The rate of coupon** was the subject of the trade. 10 primary dealers participated in the trades, which were category "K" KASE members. Through these subjects, investors submitted 20 bids (13 limited and 7 market) of which until the bids' confirmation time expired 18 bids had left active (12 limited and 6 market) . Total volume of active bids (volume of demand) made KZT18,331.0 m. and exceeded the suggested volume in 1.8 times. The rate of coupon in active bids, varied from 8.00 % APR to 12.00 % APR making in average weighted expression 9.4281 % APR. **By the results of trade**, the issuer satisfied bids at the amount of **KZT14.1 bn.** under **8.75 % APR**. According to Central Securities Depository JSC (Almaty) all deals on placement of MEUKAM-72 of the second issue at the moment of completion of settlements by trades results were **executed**. 11.4% from the total number of placed bonds were re-purchased by the pension market subjects, 24.8% - by STB, 56.7 % - by STB clients, 7.1 % - by brokerage and dealers organizations.

### Secondary market sector (purchase - sale)

In the analyzed period total volume of 24 deals made on KASE made KZT9, 750.1 m. (\$81.4 m.). In the previous period (October 30 – November 5, 2008) the given indicator was equal to KZT7,476.4 m. or \$62.4 m. with 53 deals. Stake of exchange's turnover in total volume of Kazakhstan GS secondary market on comparative operations of purchase and sale in the analyzed period made 100.0 %.

**Parameters of Exchange's transactions in GS within November 6 – 12, 2008**

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, m. tenge discounted	Number of deals
	min	max	last deal	weighted average		
<b>Discount (KZT): MEKKAM, notes of National Bank</b>				<b>60.3 % (20.0%) of purchase and sale sector's turnover</b>		
Less than 8	5.70	5.70	5.70	5.70 (10.01)	1.0	1
15 – 28	5.76	5.76	5.76	5.76 (5.65)	12.9	1
64 - 91	7.00	7.00	7.00	7.00	49.3	1
182 - 364	7.24	7.24	7.24	7.24 (7.97)	5,817.6	4
<b>Total</b>					<b>5,880.8 (1,496.2)</b>	<b>7 (7)</b>
<b>Coupon (KZT): MEOKAM – 36, 48, MEUKAM – 96, 120</b>				<b>39.7 % (80.0 %) of purchase and sale sector's turnover</b>		
Less than 730	5.50	8.50	5.50	7.09 (7.02)	297.6	5
731 - 1095	8.10	8.40	8.30	8.35 (8.46)	712.6	9
1826 - 2190	5.16	5.16	5.16	5.16 (5.56)	181.6	1
More than 2191	5.50	5.50	5.50	5.50	2,677.5	2
<b>Total</b>					<b>3,869.3 (5,980.1)</b>	<b>17 (46)</b>
<b>GRANDTOTAL</b>					<b>9,750.1 (7,476.4)</b>	<b>24 (53)</b>

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