

AGENCY OF THE REPUBLIC OF KAZAKHSTAN ON REGULATION
OF ACTIVITIES OF REGIONAL FINANCIAL CENTER OF ALMATY

Registered

by the Ministry of Justice
of the Republic of Kazakhstan
on May 14, 2008 under No. 5217

Effective

from June 1, 2008

NOTICE

Mentioned below Qualification Requirements in English have been translated by employees of Kazakhstan Stock Exchange for information purposes only. In case of any incompliance of this translation with Qualification Requirements original version in Russian, the latter prevails.

ON APPROVAL
of Qualification Requirements for Auditing
Organizations for Admittance of Financial
Instruments to the Special Trading Floor
of the Regional Financial Center of Almaty

Order No. 04.2-09/78 of the Chairman of the Agency of the Republic of Kazakhstan
on Regulation of Activities of the Regional Financial Center of Almaty
of April 3, 2008

*Agreed on with the Agency of the Republic of Kazakhstan on Regulation and Supervision of Financial
Market and Financial Organizations and the Ministry of Finance of the Republic of Kazakhstan*

Almaty
2008

**On Approval of Qualification Requirements for Auditing Organizations for Admittance of
Financial Instruments to the Special Trading Floor of the Regional Financial Center of Almaty**

In compliance with sub-item 9) of article 6 of the Law of the Republic of Kazakhstan "On the Regional Financial Center of Almaty" of June 5, 2006, **I ORDER**:

1. Approve enclosed qualification requirements for auditing organizations for admittance of financial instruments to the Special Trading Floor of the Regional Financial Center of Almaty (hereinafter – Qualification requirements).
2. Establish that:
 - 1) the period of consideration by the Agency of the Republic of Kazakhstan on Regulation of Activities of the Regional Financial Center of Almaty (hereinafter – the Agency) of documents, submitted by an auditing organization, is five business days from the submission date of documents complete package in compliance with Qualification requirements, by results of which the Agency shall issue a conclusion on compliance of an auditing organization with Qualification requirements;
 - 2) the validity period of a conclusion on compliance of an auditing organization with Qualification requirements is one calendar year from its issue date;
 - 3) on the expiry of three months from the date of this Order consummation, auditing organizations submit to the Agency documents for compliance with Qualification requirements, established by this Order.
3. Declare invalid Order No. 9 of the Chairman of the Agency of the Republic of Kazakhstan on Regulation of Activities of the Regional Financial Center of Almaty of September 8, 2006 "On Approval of Qualification Requirements for Auditing Organizations for Admittance of Financial Instruments to the Special Trading Floor of the Regional Financial Center of Almaty" (registered in the Register of legislative acts of the Republic of Kazakhstan state registration of October 7, 2006 under No. 4413, published in Kazakhstanskaya Pravda newspaper of October 24, 2006 No. 235 (25206)).
4. the Agency Legal Department makes arrangements for this Order state registration in the Ministry of Justice of the Republic of Kazakhstan.
5. the Agency Department of Registration:
 - 1) during three days from the state registration in the Ministry of Justice of the Republic of Kazakhstan brings this Order to notice of interested divisions of the Agency, the Agency of the Republic of Kazakhstan on Regulation and Supervision of Financial Market and Financial Organizations, the Ministry of Finance of the Republic of Kazakhstan, Association "Kazakhstan Auditors Chamber", the professional auditing organization "Auditors Board", Kazakhstan Stock Exchange Incorporated and Consolidation of legal entities "Association of Kazakhstan Financiers";
 - 2) ensures official publication of this Order in the mass media.
6. Impose control of this Order implementation on the supervising deputy of the Agency Chairman.
7. This Order is liable to official publishing and shall be effective from June 1, 2008.

Chairman

A. Arystanov

Approved

by the Order No. 04.2-09/78 of the Chairman of the Agency of the Republic of Kazakhstan on Regulation of Activities of the Regional Financial Center of Almaty

of April 3, 2008

QUALIFICATION REQUIREMENTS

for Auditing Organizations for Admittance of Financial Instruments to the Special Trading Floor of the Regional Financial Center of Almaty

1. For the annual auditing of an issuer, whose securities are intended for inclusion or included into the list of Special Trading Floor of the Regional Financial Center of Almaty by the first category of the “shares” sector, debt securities with the rating and debt securities without the rating of the first sub-category of the “debt securities” sector, an auditing organization must meet the following requirements:
 - 1) existence of a document, confirming an auditing organization membership in a professional auditing organization – member of the International Accountants Federation or an accredited competent government body of the country of residence;
 - 2) existence of an agreement of auditing organization civil liability insurance;
 - 3) existence of the positive conclusion of the professional auditing organization – member of the International Accountants Federation or an accredited competent government body of the country of residence, confirming:
 - an auditing organization activities compliance with international auditing standards and tasks on information reliability confirmation;
 - observance by an auditing organization of the Ethical Code by results of the implemented external quality control;
 - 4) the period of auditing activities not less than three years;
 - 5) existence of not less than three specialists, certified according to international accounting standards, confirmed by appropriate documents on graduation (advanced training) and successful passing of exams;
 - 6) existence of not less than five audited organizations in compliance with the international accounting and auditing standards (with submission of auditors’ reports copies).
2. For the annual auditing of an issuer, whose securities are intended for inclusion or included into the list of Special Trading Floor of the Regional Financial Center of Almaty by the second category of the “shares” sector, debt securities without the rating of the second sub-category of the “debt securities” sector, securities of the “investment funds securities” sector, an auditing organization must meet the following requirements:
 - 1) existence of a document, confirming an auditing organization membership in a professional auditing organization – member of the International Accountants Federation or an accredited competent government body of the country of residence;
 - 2) existence of an agreement of auditing organization civil liability insurance;
 - 3) existence of the positive conclusion of the professional auditing organization – member of the International Accountants Federation or an accredited competent government body of the country of residence, confirming:
 - an auditing organization activities compliance with international auditing standards and tasks on information reliability confirmation;

**On Approval of Qualification Requirements for Auditing Organizations for Admittance of
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- observance by an auditing organization of the Ethical Code by results of the implemented external quality control;
- 4) the period of auditing activities not less than three years;
 - 5) existence of not less than three specialists, certified according to international accounting standards, confirmed by appropriate documents on graduation (advanced training) and successful passing of exams;
 - 6) existence of not less than ten audited organizations in compliance with the international accounting and auditing standards (with submission of auditors' reports copies).
3. For the annual auditing of an issuer, whose securities are intended for inclusion or included into the list of Special Trading Floor of the Regional Financial Center of Almaty by the second category of the "shares" sector and other securities types, an auditing organization must meet the following requirements:
- 1) existence of a document, confirming an auditing organization membership in a professional auditing organization – member of the International Accountants Federation or an accredited competent government body of the country of residence;
 - 2) existence of an agreement of auditing organization civil liability insurance;
 - 3) existence of the positive conclusion of the professional auditing organization – member of the International Accountants Federation or an accredited competent government body of the country of residence, confirming compliance of an auditing organization with international auditing standards;
 - 4) existence of not less than two specialists, certified according to international accounting standards, confirmed by appropriate documents on graduation (advanced training) and successful passing of exams;
 - 5) existence of not less than five audited organizations in compliance with the international accounting and auditing standards (with submission of auditors' reports copies).