

# KAZAKHSTAN STOCK EXCHANGE

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**Approved**

by a decision of the Board of Directors  
of Kazakhstan Stock Exchange  
(minutes No.45  
dated September 24, 2019)

**Effective as of**

December 3, 2019

## **REGULATIONS**

### **on carrying out of exchange activities**

## LIST OF AMENDMENTS

### 1. Amendments No. 1:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No. 6 dated February 26, 2020)
- Effective as of February 27, 2020

### 2. Amendments No. 2:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No. 8 dated March 17, 2020)
- Effective as of August 3, 2020

### 3. Amendments No. 3:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No. 9 dated March 19, 2020)
- Effective as of March 19, 2020

### 4. Amendments No. 4:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No. 38 dated October 27, 2020)
- Effective as of October 28, 2020, with the exception of clause 10 of article 11, for which the date of putting into effect is set by a separate decision of the Exchange's Board of Directors.

### 5. Amendments No. 5:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No. 39 dated November 11, 2020)
- Effective as of November 30, 2020

### 6. Amendments No. 6:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No. 14 dated March 10, 2021)
- Effective as of March 11, 2021

### 7. Amendments No. 7:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No. 42 dated June 23, 2021)
- Effective as of July 7, 2021

### 8. Additions No. 8:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No.65 dated October 27, 2021)
- Effective as of November 1, 2021

### 9. Amendments and additions No.9:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No.73 dated December 30, 2021)
- Effective as of January 5, 2022

### 10. Amendments No.10:

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No.21 dated July 01, 2022)
- Effective as of July 01, 2022.

**11. Amendments and additions No.11:**

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No.23 dated July 27, 2022)
- Effective as of August 22, 2022.

**12. Amendments and additions No.12:**

- Approved by a decision of the Board of Directors of Kazakhstan Stock Exchange (minutes No.18 dated July 26, 2023)
- Effective as of September 25, 2023.

These Rules have been developed in compliance with the legislation of the Republic of Kazakhstan and describe the general conditions of the main activity of Kazakhstan Stock Exchange JSC (hereinafter - the Exchange), general conditions of membership on the Exchange, general conditions for the inclusion of securities to the official list of the Exchange, peculiarities of concluding transactions with certain types of financial instruments at exchange trading.

## CHAPTER 1. GENERAL PROVISIONS

### **Article 1. Main concepts and designations**

1. The Exchange uses number of designations in its activities, definitions of which are absent in the current legislation of the Republic of Kazakhstan. For the purpose of their unified usage both in the internal documents and activities of the Exchange, and whenever required in the activities of the Exchange's members and its other clients, the Exchange has developed a glossary containing definitions of designations, which is Appendix 1 to these Rules.
2. The Exchange also uses other concepts and terms in its activities, defined in accordance with the regulatory legal acts of the Republic of Kazakhstan.

### **Article 2. General information on activities of the Exchange**

1. The Exchange is a universal market, on which the following exchange markets operate:
  - 1) "stock" market - an organized market for securities, shares of limited liability partnerships;
  - 2) "foreign exchange" market - an organized market for foreign currencies;
  - 3) "derivatives" market - an organized market for financial derivatives.
2. The Exchange maintains a list of financial instruments admitted to circulation on the Exchange (hereinafter referred to as the Exchange list), which also contains information about markets, sectors and categories on which trades are carried out. The rules for compiling the list of financial instruments admitted to circulation on the Exchange are determined by a separate internal document approved by the Exchange's Board of Directors.

The issues of including financial instruments and their presence on markets, sectors and categories of the Exchange list is determined by corresponding internal documents of the Exchange.

3. The Exchange performs the following functions:
  - 1) exploitation and maintenance of trading systems;
  - 2) requirements determination for issuers, whose securities are intended to be included or were included in the list of the Exchange, as well as to securities and other financial instruments that will be admitted (were admitted) to circulation on the Exchange;
  - 3) Provision of access to its members for trading systems in order to conclude transactions with securities and other financial instruments admitted to circulation on the Exchange;
  - 4) training of traders participating on behalf of an Exchange member in trading with securities and other financial instruments traded in the Exchange's trading and clearing systems (hereinafter referred to as trading systems) *(this subparagraph was changed by the decisions of the Exchange's Board of Directors dated November 11, 2020 and June 23, 2021)*;
  - 5) An admission of traders to participate in trades and their removal from participation in trading in cases of violation of the requirements of the

- legislation of the Republic of Kazakhstan on the securities market and internal documents of the Exchange;
- 6) maintaining a register of Exchange traders admitted to trading, suspended from participation in trading (indicating the reason for the suspension), and posting it on the Exchange's Internet resource (*sub-item was changed by a decision of the Exchange's Board of Directors dated October 27, 2020*);
  - 7) organizing and conducting trades in securities and other financial instruments admitted to circulation on the Exchange;
  - 8) Implementation of monitoring and analysis of transactions with securities and other financial instruments concluded in the Exchange's trading systems;
  - 9) (*this sub-item was removed by a decision of the Exchange's Board of Directors dated May 17, 2020*);
  - 10) providing the authorized body with information on results of monitoring and analysis of transactions concluded in the Exchange's trading systems, as well as on violation by the Exchange members of requirements of the legislation of the Republic of Kazakhstan on the securities market, internal documents of the Exchange in accordance with the regulatory legal act established by the authorized body
  - 11) Implementation of monitoring the disclosure by issuers of securities admitted to circulation on the Exchange, information in the amount required by the legislation of the Republic of Kazakhstan and internal documents of the Exchange, and providing the authorized body with information on results of such monitoring;
  - 12) Implementation of clearing activities;
  - 13) Implementation of functions of a central counterparty;
  - 14) organization and implementation of monetary settlements for transactions for which the Exchange performs the functions of a central counterparty, or preparation of information necessary for such settlements;
  - 14-1) (*this sub-item was included by a decision of the Exchange's Board of Directors dated 27 July of 2022 and was removed by a decision of the Exchange's Board of Directors dated July 26, 2023*);
  - 15) provision of consulting, information and other services within the licensed type of activity;
  - 16) conducting analytical investigation on securities market and other financial instruments;
  - 17) implementation of certain types of banking operations in accordance with procedures established by the banking legislation of the Republic of Kazakhstan
  - 18) determination of conditions and procedure for suspension and resumption of trading on the Exchange;
  - 19) monitoring the financial condition of the Exchange members;
  - 20) publication on the Internet resource of the Exchange of information about all corporate events, quarterly financial statements of issuers, whose securities are included in the official list of the Exchange, and members of the Exchange in accordance with procedures established by the rules of the Exchange (*this sub-item was changed by a decision of the Exchange's Board of Directors dated October 27, 2020*);
  - 21) participation in trading in securities and other financial instruments admitted to circulation on the Exchange, while settling a default and

performing the functions of a central counterparty on its own behalf and (or) on behalf of trading participants;

22) other functions established by the internal documents of the Exchange.

## CHAPTER 2. MEMBERS OF EXCHANGE TRADING

### Article 3. Exchange Members

1. Participants in exchange trading are exclusively members of the Exchange – professional participants in the securities market and other legal entities who, in accordance with the legislation of the Republic of Kazakhstan, have the right to carry out transactions with financial instruments other than securities, as well as a clearing organization when performing the functions of the central counterparty as part of concluding transactions to resolve the default of an unconscientious/insolvent clearing participant.

Unless otherwise established by the legislation of the Republic of Kazakhstan, individuals and legal entities that are not members of the Exchange and employees of the clearing organization are not allowed to exchange trading.

*(This item was changed by a decisions of the Exchange's Board of Directors dated 27 July of 2022 and dated 26 July of 2023)*

2. An Exchange member can take part in exchange trading in accordance with the membership categories assigned to it.
3. The procedure for admission to Exchange members, admission of Exchange members to trading and the requirements for Exchange members are regulated by a separate internal document of the Exchange "Regulations on Membership".

### Article 4. Admission of traders and observers to trading

1. In the name of a trading participant, individuals authorized by him - traders who have gained access to trading systems in accordance with the Exchange internal document "Rules for Providing Access to the Exchange Trading Systems" take part in trading on financial instruments" *(this item was changed by decisions of the Exchange's Board of Directors of March 17, 2020 and October 27, 2020)*.
2. Requirements for traders, conditions for admitting traders to participate in trading and suspension from trading, as well as other issues related to other actions of traders, are determined by the Exchange's internal document "Regulations on Membership" and "Rules for Providing Access to the Exchange's Trading Systems" *(this item was changed by decisions of the Exchange's Board of Directors of March 17, 2020 and October 27, 2020)*.
3. Persons are admitted to trading as observers in charge of trading by a decision of the Chairperson of the Management Board and / or the Deputy Chairperson of the Management Board of the Exchange, while it's prohibited for them to interfere directly or indirectly in the process of trading.

### Article 5. Sponsored Access Clients

1. A sponsored access client is a legal entity or an individual on whose behalf a trading participant submits application to the trading and clearing system in order to conclude transactions.
2. Sponsored access client orders are submitted to a trader through the order processing subsystem.
3. Access to the client of sponsored access to the order processing subsystem is provided by the Exchange on the basis of an application by a trader in

accordance with the Exchange internal document "Rules for providing access to the Exchange trading systems" (*this item was changed by decisions of the Exchange's Board of Directors of March 17, 2020 and October 27, 2020*).

**Article 6. Removal of traders from trading**

A trader of trading participant may be removed from trading and deprived of admission to work with the Exchange's trading systems on the founding established by the Exchange's internal documents "Membership Regulations" and "Rules for Providing Access to the Exchange's Trading Systems" (*this item was changed by decisions of the Exchange's Board of Directors of March 17, 2020 and October 27, 2020*).

**Article 7. Clearing participants of the Exchange**

1. A clearing participant of the Exchange is understood as a legal entity that has the current status of a clearing participant in the foreign exchange market and/or derivatives market.
2. Only members of the Exchange can be clearing participants of the Exchange.
3. Each clearing participant of the Exchange of a certain market of the Exchange is assigned a category that determines the method of ensuring the fulfillment by such a clearing participant of obligations under concluded transactions with financial instruments on the corresponding exchange market.
4. The procedure for assigning, stripping of and restoring the status of a clearing participant of the Exchange, the procedure for determining the category of a clearing participant of the Exchange, as well as requirements for organizations applying for assignment of the status of a clearing participant of the Exchange, requirements for determining the category of a clearing participant of the Exchange, the rights and obligations of clearing participants of the Exchange, the responsibility of the clearing participants of the Exchange and the Exchange is regulated by a separate internal document of the Exchange "Regulations on clearing participants".

*(This article was changed by decision of the Exchange's Board of Directors of July 26, 2023)*

**CHAPTER 3. ADMISSION OF FINANCIAL INSTRUMENTS TO CIRCULATION ON THE EXCHANGE**

**Article 8. Financial instruments admitted to circulation on the Exchange**

In accordance with the Rules for implementation of activities of the trading organization with securities and other financial instruments the following are allowed to circulation in the Exchange's trading systems:

- 1) non-state equity securities of organizations - residents of the Republic of Kazakhstan, the issue of which is registered by the authorized body in accordance with the procedure established by the legislation of the Republic of Kazakhstan;
- 2) non-government equity securities of organizations - non-residents of the Republic of Kazakhstan, the issue of which is registered by the authorized body or which are admitted to circulation on the Exchange;
- 3) non-government equity securities of organizations - residents of the Republic of Kazakhstan, the issue of which is registered in accordance with the legislation of a foreign state and which are admitted to circulation on the Exchange;

- 4) Equity securities of international financial organizations, the issue of which is registered by an authorized body or which are admitted to circulation on the Exchange;
- 5) debt offerings (bills) of organizations of the Republic of Kazakhstan;
- 6) government equity securities of the Republic of Kazakhstan, including bonds of local executive bodies of the Republic of Kazakhstan;
- 7) foreign government emission securities;
- 8) derivative financial instruments and other financial instruments admitted to circulation on the Exchange.

**Article 9. Listing and delisting of securities**

1. For inclusion of securities to the official list of the Exchange and their presence in the said list, their issuer must go through the listing procedure, including checking the issuer and its securities for compliance with the listing requirements established by the authorized body and the Exchange internal documents regulating listing activities.
2. The decision to include the issuer's securities to the official list of the Exchange is made by a special body of Listing Commission, with the exception established in clause 3 of this article.

The structure, functions, powers and responsibilities of Listing Commission are determined by the Regulations on the Listing Commission.

3. The decision on inclusion of securities in the official list of the Exchange and their presence in it according to a simplified procedure is made by the Management Board of the Exchange.
4. The Exchange establishes requirements for the disclosure of information when securities are in the official list, which the admittance initiator is obliged to provide to the Exchange within the time limit and under the terms established by the legislation of the Republic of Kazakhstan, the listing agreement and the Listing Rules.
5. The Exchange monitors information disclosure by admittance initiators of securities while presence of these securities in the official list of the Exchange in accordance with the internal document "Procedure for monitoring information disclosure by admittance initiators of securities".
6. The issue of delisting any securities is submitted for consideration by the Listing Commission or the Management Board of the Exchange on the founding established by the authorized body<sup>5</sup> and / or the Listing Rules.

**Article 10. Admission of other financial instruments to circulation on the Exchange**

Foreign currencies, derivative financial instruments and other financial instruments (except for derivative securities) are admitted to circulation in the Exchange's trading system by a decision of the Exchange Board.

**CHAPTER 4. ORGANIZATION AND IMPLEMENTATION OF TRADING**

**Article 11. General provisions for organization and implementation of trading**

1. The main trading venue is the Exchange's trading systems.
2. Working with the Exchange's trading systems is carried out in the remote access mode.



3. Main conditions for connecting to the ASTS+ trading and clearing system for working with it in remote access mode are given in the internal document of the Exchange "Rules for working with the trading and clearing system in remote access mode" (*this item was changed by a decision of the Exchange's Board of Directors dated November 11, 2020 and July 01, 2022*).
4. Trading in financial instruments is held every business day during the trading day. The trading day can be subdivided into separate trading sessions.
5. The procedure for conducting trades (place, time and other basic parameters of conducting trades) is determined by the Exchange internal document "Regulations for trades and operation of the control and collateral system" (*this item was changed by decisions of the Exchange's Board of Directors of March 17, 2020 and October 27, 2020*).
6. The opening of trades in financial instruments of the stock market is carried out on the basis of an application received by the Exchange, drawn up in the form of Appendix 7 to these Rules, in the manner and within the time frame established by article 11-1 of these Rules.

The termination of trading in financial instruments of the stock market is carried out by a decision of the Exchange Management Board member in charge of the trading division, upon the occurrence of the events specified in Article 11-2 of these Rules, while in the event of redemption of any debt securities, their trading is terminated without a decision of such Exchange Management Board member.

The opening and termination of trades in foreign currencies and derivative financial instruments is carried out by a decision of the Exchange Board, considering the specifics established by the fourth paragraph of this clause.

Unless otherwise established by a decision of the Exchange Management Board, the date of termination of trading in any derivative financial instruments is set based on the relevant specification approved by the Exchange Management Board.

*(This item was changed by decisions of the Exchange's Board of Directors of March 17, 2020 and October 27, 2020, of November 11, 2020 and March 10, 2021)*

7. Trading on the Exchange is conducted in accordance with the methods of trading, the description of which is given in the internal document of the Exchange "Regulations on methods of trading in trading and clearing systems" (*this item was changed by a decision of the Exchange's Board of Directors dated June 23, 2021 and July 01, 2022*).
8. The main method of trading in financial instruments is the continuous counter auction method. The fixing method is the reserve method of trading in financial instruments.
9. The standard trading method for the placement or redemption of securities is the method of specialized trading, which does not restrict the right of a trading participant, on whose initiative such trading is held, to choose another method of conducting them with the agreement of the Exchange.

If a different trading method is chosen for placement or redemption of securities, a trading participant, on whose initiative such trading is held, must notify the Exchange in writing of such placement or redemption no later than three business days before the placement or redemption of securities.

10. The Exchange on an ongoing basis receives from the Central Depository (unless otherwise provided by the agreement between the Exchange and the clearing organization) current information:
  - 1) about the owners of trading accounts for accounting of authorized and repurchased securities opened with the Central Depository;
  - 2) about business identification numbers of securities issuers;

- 3) about client codes assigned by the Central Depository to clients of trading participants and used in the stock market.

*(This item was included by a decision of the Exchange's Board of Directors dated October 27, 2020 and was changed by a decision of the Exchange's Board of Directors dated July 26, 2023)*

#### **Article 11-1. Opening of trades**

1. The opening of trading in securities included in the official list of the Exchange for the purpose of their initial offering is opened in accordance with the internal documents of the Exchange "Regulations on methods of trading in trading and clearing systems", "Rules for the placement of state treasury obligations of the Republic of Kazakhstan", "Rules for the subscription to securities" and "Rules for the public offering of securities *(this item was changed by a decisions of the Exchange's Board of Directors dated 27 July of 2022 and dated 26 July of 2023)*.
2. Trades in the process of circulation of securities (hereinafter in this article - trades) included in the official list of the Exchange are opened by the decision of a member of the Exchange Management Board in charge of the Exchange structural unit providing trading activities, on the basis of a memo from this structural unit of the Exchange and an application by the initiator of data admission securities and their market maker (if there is a requirement for the presence of a market maker), within the terms established by these Rules:
  - 1) within 3 months from the date of inclusion of securities to the official list of the Exchange - if these securities are in the "Shares" sector, in this case, if:
    - securities are shares that are included to the official list for the first time in order to conduct an IPO, then trading in these shares must be opened after the completion of the IPO, but no later than 6 months from the date of inclusion of these securities to the official list of the Exchange;
    - the issuer of shares is a subsoil user, then trading in these shares must be opened within 3 months from the date of inclusion of these securities to the official list of the Exchange or within 3 months from the date of obtaining permission from the authorized body in the field of subsoil use to participate in the trading for the sale (sale) of a share in the subsoil use right (depending on which of the terms expires later);
  - 2) within 3 months from the date of inclusion of securities to the official list of the Exchange or within 3 months from the date of the first held trades on the initial placement of these securities (depending on which of the terms expires later) - if these securities are in the "Debt securities" sector under the "Bonds" category of the "Main" or "Alternative" markets;
  - 3) within 1 month from the date of inclusion of securities to the official list of the Exchange or within 1 month from the date of the first held trades on the initial placement of these securities (depending on which of the terms expires later) - if these securities are in the "Debt securities" sector under the "Commercial bonds" category of the "Main" or "Alternative" market;
  - 4) within 6 months from the date of inclusion of securities to the official list of the Exchange - if the securities are in the sector "Derivative securities" or "Islamic securities" or "Securities of international financial organizations" or "Government securities" (for foreign government securities) of the "Mixed" market or in the "Bank certificates of deposit" sector of the "Main" market or if the securities are issued as part of the restructuring of the obligations of the issuer of these securities.
  - 5) within 3 months from the date of inclusion of the securities in the official list of the Exchange - if these securities are in the "KASE Global" sector of the

"Mixed" market *(this sub-item was included by a decision of the Exchange Board of Directors dated October 27, 2021)*;

- 6) within 3 months from the date of inclusion of the securities in the official list - if the securities are in the "Investment Fund Securities" sector *(this sub-item was included by a decision of the Exchange Board of Directors dated October 27, 2021)*.
3. Trading in securities included in the "Government Securities" sector of the "Mixed" market open on the following dates:
    - 1) from the business day following the day of inclusion of these securities to the official list - if the securities are issued by the Ministry of Finance of the Republic of Kazakhstan in accordance with the legislation of a foreign state or the National Bank of the Republic of Kazakhstan;
    - 2) from the business day following the day of placement of these securities in the Exchange trading system - if the securities are issued by the Ministry of Finance of the Republic of Kazakhstan in accordance with the legislation of the Republic of Kazakhstan, or local executive bodies.

At the same time, if the securities are issued by the Ministry of Finance of the Republic of Kazakhstan and are in the official list of Astana International Exchange, then trading in these securities opens from the business day following the day these securities are included to the official list of the Exchange;

- 3) by a decision of the Board of the Exchange for securities issued by the Exchange, without providing a corresponding application.
4. If trading in any securities was not opened within the terms specified in subparagraphs 1) –4) of paragraph 2 of this article, for consideration by the Listing Commission or the Exchange Board (depending on which of the authorities made the decision to include these securities to the official list of the Exchange) the question is raised on the delisting of these securities.

In this case, on the basis of the filed before the expiration of the terms specified in subparagraphs 1) –4) of paragraph 2 of this article, the application of the admittance initiator by the decision of the Listing Commission of the Exchange / Board of the Exchange (depending on which of the authorities made the decision to include these securities in the official list), the period for opening trades in securities may be extended for any of the following reasons:

- 1) the placement of shares as part of the IPO was not carried out within 6 months after the completion of the IPO;
- 2) the holder of these securities is one person;
- 3) there are other reasons why trading in these securities cannot be opened at time specified in it.

*(This article was included by a decision of the Exchange's Board of Directors dated March 10, 2021).*

#### **Article 11-2. Suspension and termination of trading**

1. Trading in securities may be suspended upon the occurrence of events stipulated by other internal documents of the Exchange, and also in cases:
  - 1) receiving information by the Exchange that materially affects the interests of investors taking into account the specifics established by sub-item 10) of this item *(this sub-item was changed by a decision of the Exchange's Board of Directors dated 27 July of 2022)*;
  - 2) suspension of registration of operations with these securities in the system of registers of holders of these securities;

- 3) suspension of accounting of these securities by the Central Securities Depository;
  - 4) receiving a supervisory response and /or limited enforcement action from the Authorized Body;
  - 5) restructuring of obligations by the issuer;
  - 6) making a decision by bondholders to change the terms of the bond issue related to:
    - information on emission securities, on the methods of payment and receiving income from them;
    - conditions and procedure for placement, circulation, redemption of emission securities, as well as additional conditions for the redemption of bonds, not established by Articles 15 and 18-4 of the Law on the Securities Market, if available;
    - covenant (restrictions), if available;
    - conditions, terms and procedure for converting equity securities (when issuing convertible securities);
    - information on the property of the bond issuer, which is full or partial security of obligations under the issued bonds, indicating the value of this property (for secured bonds);
    - on the intended purpose of using the money received from the placement of bonds;
  - 7) absence of a market maker for securities, if the requirement the presence of a market maker is established by these Rules;
  - 8) (if the securities are shares) placement of shares on the organized securities market (for the period of such placement);
  - 9) sale, redemption or acquisition of securities by the sole seller (buyer) of the sold (redeemed, acquired) securities for the period of such sale (such redemption, such acquisition);
  - 10) fixing the register of holders of securities, the issuers of which are legal entities operating in accordance with the laws of the United States of America, while trading in these securities may be suspended exclusively for repo transactions in trading modes involving the central counterparty (*this sub-item was included by a decision of the Exchange's Board of Directors dated 27 July of 2022 and was changed by a decision of the Exchange's Board of Directors dated July 26, 2023*).
2. The Exchange Board makes a decision to suspend trading in government securities of the Republic of Kazakhstan, based on the appeal of the issuer of government securities of the Republic of Kazakhstan on such suspension and for the period specified in this appeal.
  3. The decision to suspend trading is made by a member of the Exchange Management Board in charge of the Exchange structural unit that ensures trading activities, on the basis of a memo from the Exchange structural unit that monitors issuers and their securities. The trading suspension period is determined in accordance with the Exchange's internal documents.

In the period from the date of the general meeting of bondholders on the issues of changing the information in the bond issue prospectus specified in subparagraphs 2), 3), 4), 5), 6) and 7) of paragraph 1 of Article 9 of the Law on the Securities Market, before the date following the day of publication of the decision adopted by the general meeting of bondholders on the Internet resource of the financial depository reporting, trading with these bonds is suspended.

If the bondholders make a decision to change the conditions for issuing bonds provided for in subparagraphs 2), 3), 4), 5), 6) and 7) of paragraph 1 of Article 9 of the Law on the Securities Market, the period for suspension of trading in these bonds is extended to the day, following the date of state registration of changes to the bond issue prospectus.

*(This article was included by a decision of the Exchange's Board of Directors dated March 10, 2021).*

**Article 12. Exchange transactions with financial instruments. Registration of transactions with financial instruments**

1. Exchange transactions in financial instruments are considered to be transactions of purchase and sale of financial instruments concluded between trading participants in the course of their execution in accordance with these Rules and other internal documents of the Exchange. Transactions are considered to be concluded after their registration in the Exchange's trading system.
2. Transactions in financial instruments are formalized by exchange certificates.
3. The exchange certificate is a document certifying the conclusion of transactions in financial instruments during exchange trading, as well as registration of such transactions in the Exchange's trading system.
4. The exchange certificate is provided to the trading participant based on the trading results in electronic form through the trading or transport systems of guaranteed delivery using cryptographic protection tools that ensure the confidentiality and invariability of the transmitted data.
5. At the request of a trader, the exchange certificate is drawn up on paper in two copies, one of which is issued to the trader of the trader, and the second copy remains on the Exchange.
6. Information about the parties to a transaction concluded on the Exchange, as well as the content of the exchange certificate drawn up after its conclusion, are a commercial secret and are not subject to disclosure or transfer to third parties by the Exchange without the permission of a trading participant who is a party to this transaction, considering the specifics provided for in clause 7 of this articles.
7. Information on the results of exchange trading is provided to the authorized body and / or other state bodies in accordance with the current legislation of the Republic of Kazakhstan.

**Article 13. Control and support system**

1. In order to conclude transactions in the interests of his client, the user of the control and collateral system authorizes the trading participant to conclude transactions on behalf of the client of such user (hereinafter referred to as the authorized trading participant).
2. Admission to the control and collateral system is provided:
  - 1) to trading participants in the purpose of managing collateral and setting collateral limits for trading and clearing accounts;
  - 2) users of the control and collateral system for the purpose of managing collateral and setting collateral limits for their trading and clearing accounts of authorized trading participants appointed by them, as well as for the purpose of controlling the target placement of assets through the transfer or acceptance of settlements for transactions concluded with the participation of the central counterparty (hereinafter referred to as transactions with the CCP), or by confirming transactions concluded without the participation of the central counterparty (hereinafter referred to as transactions without the CCP) counterparty *(this sub-item was changed by a decision of the Exchange's Board of Directors dated July 26, 2023);*

- 3) to authorized trading participants for the purpose of managing collateral and setting collateral limits for trading and clearing accounts, as well as for accepting settlements on trades with the CCP to their trading and clearing accounts transferred by users of the control and collateral system.
3. In order to implement the functions of controlling the target placement of assets and ensuring the conclusion of transactions for registration on the Exchange as a user of the control and collateral system, a clearing participant who is a custodian must provide the Exchange with an application in the form of Appendix 2 to these Rules.
4. The receive by the employee of the user of the control system and provision an access to the control and provision system is carried out in accordance with the internal document of the Exchange "Rules for providing access to the Exchange trading systems " *(this paragraph was changed by a decision of the Exchange's Board of Directors dated of March 17, 2020 and October 27, 2020).*

Upon completion of training, the user of the control and collateral system provides a list of his employees in the form of Appendix 3 to these Rules.

5. The user of the control and collateral system must provide the Exchange with an application as a clearing participant according to the form of Appendix 4 to these Rules on the appointment of an authorized trading participant in relation to any clearing client custodial account, with the use of which transactions concluded and/or executed by an authorized trading participant appointed by him, will be confirmed, containing information about the number of the clearing client custodial account *(this item was changed by a decision of the Exchange's Board of Directors dated July 26, 2023).*
6. An authorized trading participant must provide the Exchange with an application in the form in accordance with Appendix 5 to these Rules on registration of a trading and clearing account of the second level, transactions from which they will be executed using the clearing client custodian account of the user of the control and collateral system, in respect of which he is appointed as an authorized trading participant. *(this item was changed by a decision of the Exchange's Board of Directors dated March 17, 2020).*
7. Logging into the control and collateral system under a personal password issued to the authorized employee of the user of the control and collateral system means unconditional acceptance by the user of the control system and ensuring obligations arising from the actions performed by his employee.
8. In order to control the target placement of assets and transfer the fulfillment of claims and obligations under transactions with the CCP and concluded in the interests of the clients of the user of the control and collateral system, the ASTS + trading and clearing system provides for the corresponding operations of transferring the fulfillment of claims and obligations carried out in transfer modes to settlements as from the account of the user of the control and collateral system to the account of the authorized trading participant, and from the account of the trading participant to the account of the user of the control and collateral system .

An operation involving the transfer of claims and obligations must comply with the trading regime in which the transaction is concluded.

9. Information to the users of the control and collateral system based on the results of transactions on trades concluded from the second-level trading and clearing account linked to its clearing client custodian account is provided in electronic form via a guaranteed delivery transport system using cryptographic security tools that ensure the confidentiality and invariability of the transmitted data.
10. Transactions without the CCP that have not been confirmed by the user of the control and collateral system are executed at the expense of the own assets of the trading participant who concluded them in the manner and under the conditions established by the internal document of the Exchange "Procedure for

concluding transactions in securities without the participation of the central counterparty and making settlements according to them (gross calculations)".

Transactions with the CCP that were not accepted for settlement by an authorized trading participant are executed on the account of the user of the control and collateral system in accordance with the internal document of the Exchange "Procedure for concluding transactions in securities with the participation of the central counterparty.

*(This item was changed by a decisions of the Exchange's Board of Directors dated March 17, 2020, October 27, 2020 and July 26, 2023).*

11. The user of the control and collateral system who appointed him/her is responsible for failure to fulfill obligations to the Exchange under transactions with the CCP concluded by an authorized trading participant.

Responsibility for the untimely and /or unjustified refusal of the authorized trading participant to accept for settlements transactions with the CCP, concluded by him in violation of the law or inconsistency of the parameters of the executed transaction with the parameters of the client's order, to his trading and clearing account is regulated by bilateral agreements between the user of the control and collateral system and the authorized trading participant.

#### **Article 14. Market makers**

1. In order to increase liquidity and develop financial instruments, the internal documents of the Exchange provide a possibility of obtaining a market-maker status by a trader in relation to financial instruments admitted to trading on the Exchange.
2. The market maker undertakes to declare and maintain mandatory quotations for certain financial instruments and other obligations arising from the possession of such a market maker status for financial instruments.
3. Market-maker status may be obtained by a trade participant for those financial instruments, transactions with which he has the right to conclude at trades conducted by the Exchange in accordance with the category of his membership on the Exchange.
4. The procedure for assigning and depriving the market-maker status for any financial instrument, as well as the procedure for carrying out the activities of market-makers is established by a separate internal document of the Exchange "Regulations on Market Makers".

**Article 15.** *(This article was changed by a decision of the Exchange's Board of Directors dated March 17, 2020 and was excluded by a decision of the Exchange's Board of Directors dated 26 July of 2023).*

#### **Article 16. Surveillance over the actions of securities market entities and other persons with securities and other financial instruments carried out in the trading system of the Exchange**

1. Actions of securities market entities and other persons in respect of whom there is reason to believe that these actions were committed for the purpose of manipulation in the securities market, including those that comply with the requirements of the regulatory legal act of the authorized body for regulation, control and surveillance of the financial market and financial organizations (hereinafter referred to as the authorized body) regulating the procedure and conditions for recognizing actions of securities market entities and other persons as committed for the purpose of manipulation in the securities market, a report on such actions is sent to the authorized body within the time limits established by the Exchange's internal documents defining the parameters, procedure and

conditions for monitoring and analysis of actions of securities market entities and other persons as committed for the purpose of manipulation in the securities market, but no later than 60 (sixty) calendar days from the day following the day such actions were detected.

2. Recognition of the actions of securities market entities and other persons as committed for the purpose of manipulation in the securities market is carried out by the authorized body based on the results of consideration of the conclusion of the expert committee that considers the issues of recognition of the actions of securities market entities and other persons as committed for the purpose of manipulation, in accordance with the Rules for the creation and operation of the expert committee, as well as its quantitative composition<sup>4</sup> and is issued by order of the deputy first head of the authorized body.
3. Parameters, procedure and conditions for monitoring and analyzing the actions of securities market entities and other persons as committed for the purpose of manipulation in the securities market, including criteria for significant deviations in price, demand, supply, quantity or volume of trading in securities and/ or derivative financial instruments, are determined by internal documents of the Exchange, including confidential ones, depending on the type, liquidity and/or market value of securities and/or derivative financial instruments, unless otherwise established by the Rules and conditions for recognizing actions of securities market entities and other persons as committed for the purpose of manipulating the securities market<sup>4</sup>.

*(This article was changed by a decision of the Exchange's Board of Directors dated 26 July of 2023)*

## **CHAPTER 5. CLEARING AND SETTLEMENT OF TRANSACTIONS**

### **Article 17. Clearing activities**

1. The Exchange carries out clearing activities independently only for those financial instruments that are accepted by the Exchange for clearing services in accordance with its internal documents.
2. If in relation to financial instruments of any market or group of financial instruments the Exchange has concluded an agreement with a legal entity licensed to carry out clearing activities, then in this market or in relation to this group of instruments the Exchange does not carry out clearing activities and does not perform the functions of the central counterparty and settlement organization. The Exchange also does not interact with the Central Depository for the purpose of clearing and settlement of such financial instruments. The Exchange transmits the necessary information for trading, clearing and settlements to the clearing organization and receives it from it.

Such a clearing organization independently carries out clearing and performs the functions of the central counterparty and settlement organization in relation to this market or this group of financial instruments, and also interacts with the Central Depository on the basis of internal documents of the clearing organization and relevant agreements.

In relation to financial instruments of the stock market, such a clearing organization is KASE Clearing Center JSC, a subsidiary of the Exchange (hereinafter referred to as the Clearing Center).

3. Only clearing participants of the Exchange have the right to use the clearing services of the Exchange.
4. Conditions and procedure for the Exchange to carry out clearing activities for transactions with financial instruments on the foreign exchange market and derivatives market (as these activities are defined by the Act of the Republic of Kazakhstan "On the Securities Market"), including the rules for the organization and functioning of the risk management system of the Exchange as clearing organization, and the rules for the Exchange to perform the functions of the



central counterparty are regulated by the Exchange's internal document "Rules for execution of clearing activities on transactions with financial instruments.

*(This article was changed by a decision of the Exchange's Board of Directors dated 26 July of 2023)*

**Article 18. Carrying out the activities of the central counterparty**

1. The Exchange carries out clearing activities, performing the functions of the central counterparty and not performing the functions of the central counterparty.  
  
An open offer mechanism is applied to transactions with financial instruments concluded by clearing participants – a method of fulfilling contractual obligations on concluded transactions by automatically including the Exchange in transactions as the central counterparty.
2. After the conclusion of a transaction by clearing participants, novation of the parties to the concluded transaction occurs, according to which the Exchange, performing the functions of the central counterparty, becomes a seller for the buyer and a buyer for the seller. Thus, the contractual obligations and requirements of the clearing participants for the concluded transaction are automatically replaced by similar contractual obligations and requirements of each clearing participant with the central counterparty.
3. The Exchange, performing the functions of the central counterparty, guarantees the fulfillment of obligations under transactions arising as a result of novation to each conscientious clearing participant of the Exchange, regardless of the fulfillment by other clearing participants of their obligations to the Exchange in the manner and subject to the restrictions established by the internal document of the Exchange "Rules for execution of clearing activities on transactions with financial instruments".

*(This article was changed by a decisions of the Exchange's Board of Directors dated March 17, 2020, dated October 27, 2020 and dated 26 July of 2023)*

**Article 19. Making settlements on transactions**

1. Settlements on transactions with securities (including repo transactions) concluded (carried out) in trading modes with the CCP are carried out by the Central Depository in terms of registration of ownership of securities in the manner established by the internal document of the Exchange "Procedure for concluding transactions in securities with participation of the central counterparty", as well as internal documents of the Central Depository and the clearing organization.  
  
Settlements for transactions with securities (including repo transactions) concluded (carried out) in trading modes with the CCP, in terms of money transfers, are carried out by the clearing organization in accordance with its internal document defining the conditions and procedure for settlements in money for transactions with securities concluded on the stock market with the participation of the central counterparty.
2. Settlements on transactions with securities and money (including repo transactions) concluded (carried out) in trading modes without the CCP are carried out by the Central Depository in the manner established by the internal documents of the Exchange "Rules for execution of repo transactions in the ASTS+ trading and clearing system" and "The Procedure of concluding deals in securities without fulfillment of functions of the central counterparty and executing settlements thereof (gross-settlements)", as well as internal documents of the clearing organization and the Central Depository.
3. Cash settlements for transactions with other financial instruments, in addition to securities, are carried out by the Exchange independently in accordance with the

internal documents of the Exchange, if such financial instruments are accepted by the Exchange for clearing services.

4. For financial instruments in respect of which the Exchange has a valid agreement with the clearing organization, settlements in cash are carried out by such clearing organization.

*(This article was changed by a decisions of the Exchange's Board of Directors dated March 17, 2020, dated October 27, 2020 and dated 26 July of 2023)*

## CHAPTER 6. EXCHANGE INFORMATION

### Article 20. Dissemination of exchange information

1. The main approaches of the Exchange to its information policy, including the general principles of disclosing information of the Exchange, the main provisions on the procedure for disclosing information of the Exchange and its information interaction with other persons, on the use of the brand and / or trademarks of the Exchange by other persons are determined by the internal document "Information Policy".
2. The minimum composition of exchange information, the main conditions and procedure for its dissemination, as well as the measure of responsibility of the Exchange when distributing exchange information are regulated by the internal documents "Rules for the dissemination of exchange information" and "Regulation on the conditions for the commercial provision of exchange information".

### Article 21. Stock indicators

1. In accordance with the Methods for calculating stock market indicators, the Exchange calculates stock market indicators.
2. In accordance with the Methodology for Calculating Foreign Currency Market Indicators, the Exchange calculates foreign currency market indicators.
3. In accordance with the Methodology for calculating indicators of the money market, the Exchange calculates indicators of the money market.
4. *(This item was excluded by a decision of the Exchange's Board of Directors dated June 23, 2021).*

## CHAPTER 7. SPECIFIC FEATURES OF TRADING ON THE STOCK MARKET

### Article 22. Conclusion of transactions with securities

1. Trading participants have the right to conclude transactions with securities on their own behalf and at their own expense (so-called dealers) and / or on behalf and at the expense of their clients (so-called brokers).

If a trading participant is a broker acting on behalf of his client, then he is obliged to conclude sale and purchase transactions or repo transactions in accordance with the client's order within the framework of the brokerage agreement, which is a commission agreement *(this paragraph was supplemented by a decision of the Exchange's Board of Directors dated March 17, 2020);*

In relation to a broker acting in the interests of its client without concluding an agreement on the provision of brokerage services (commission agreement), and in case of when his client applies to the Exchange and / or another third party, the Board of Directors of the Exchange has the right to make a decision to collect a forfeit from such a trading participant (fine) in the amount of 1,000 monthly calculation indices.

If the situation specified in paragraph three of this article in relation to the same trading participant is repeated one or more times, the Exchange Board of Directors is entitled to make a decision to exclude such a trading participant from the Exchange members in all categories.

2. On the stock market, the Exchange's trading system provides for the possibility of concluding transactions in trading modes with the CCP, as well as concluding transactions in trading modes without the CCP (*this paragraph was changed by a decision of the Exchange's Board of Directors dated July 26, 2023*).

In trading modes with the CCP, trading in financial instruments are held, which are divided into groups depending on the type of securities and the method of collateral when concluding transactions. For all financial instruments included in one or another group, the same set of trading modes is defined in which they can be traded.

Securities included in the T + List are admitted to trading modes with the CCP on terms of partial collateral; securities that are not included in the "T + List" are admitted on full coverage terms.

A security included in the T + List can be traded in any mode with the condition of full coverage. A security included in the T + List is traded on a full coverage basis with respect to securities obligations in all modes established for it, if the "prohibition on short sales" sign is set for it.

Securities accepted as collateral for transactions concluded on the terms of partial collateral form the "T + Collateral List".

The T+ List and the T+ Collateral List are approved and revised in accordance with the internal document of the clearing organization (*this paragraph was changed by a decisions of the Exchange's Board of Directors dated October 27, 2020 and dated July 26, 2023*).

3. The ASTS+ trading and clearing system provides the following modes depending on the purposes of their use:
  - 1) main trading modes: trading modes with the CCP and trading modes without the CCP;
  - 2) modes "Transfers for settlements";
  - 3) modes "Transfers of collateral";
  - 4) trading modes for settling defaults.

*(This item was changed by decisions of the Exchange's Board of Directors dated March 17, 2020 and dated July 26, 2023)*

4. The modes listed in clause 3 of this article are approved by a separate internal document of the Exchange "Lists of trading modes and operations of the ASTS + trading and clearing system" published on the Exchange's Internet resource (*this item was changed by a decision of the Exchange's Board of Directors dated October 27, 2020*).

5. The conditions and procedure for concluding purchase and sale transactions with the CCP are established by the internal document of the Exchange "Procedure for concluding transactions in securities with participation of the central counterparty."

Conditions and procedure for concluding purchase and sale transactions without the CCP are established by the internal document of the Exchange "The Procedure of concluding deals in securities without fulfillment of functions of the central counterparty and executing settlements thereof (gross-settlements).

*(This item was changed by decisions of the Exchange's Board of Directors dated March 17, 2020, October 27, 2020 and July 26, 2023)*

6. The Exchange's trading systems provide for the performance of repo transactions in two ways: - by the "direct" method - at trades conducted by the

method of concluding direct transactions, and by the "automatic" method - at the trades conducted by the order-driven market method (*this item was changed by a decision of the Exchange's Board of Directors dated 27 July of 2022*).

- 6-1. The operations specified in item 6 of these Rules are concluded with the participation of the central counterparty and/or without the participation of the central counterparty (*this item was included by a decision of the Exchange's Board of Directors dated March 17, 2020 and was changed by a decision of the Exchange's Board of Directors dated 26 July of 2023*).
7. The conditions and procedure for executing repo transactions are regulated by the Exchange's internal documents "Rules for Conducting Repo Transactions in the ASTS + trading and clearing system" and "Specification of repo transactions carried out "automatically" (*this item was changed by decisions of the Exchange's Board of Directors dated March 17, 2020 and October 27, 2020*).

**Article 23. Notification of the authorized body about critical events**

1. The exchange notifies the authorized body of the following critical events:
  - 1) change in the price of the last deal with shares of any denomination included in the official list of the Exchange in the "Premium" category, concluded at the trading session of the current day, by 15 or more percent relative to the price of the last executed deal with a share of this denomination, which was concluded during the last the previous successful trading session (that is, the trading session during which at least one deal was concluded with a share of this name);
  - 2) change in the price of the last deal with shares of any denomination included in the Exchange's official list in the "Premium" category, concluded at the trading session of the current day, by 15 or more percent relative to the price of a previously executed deal with a share of this denomination, which was concluded during the current trading session;
  - 3) change in the stock market index by 5 percent or more relative to the last value of this index for the previous trading day;
  - 4) change in the stock market index by 5 percent or more relative to the previously established value of this index for the current trading day.
2. Notification of the authorized body about critical events provided by paragraph 1 of this article shall be carried out before 17.50 Almaty time on the day of occurrence of such events.
3. In the event of critical events provided by paragraph 1 of this article, the broker shall perform the following actions:
  - 1) generates a notification indicating the results of the analysis of the situation on the organized securities market, which entailed the emergence of a critical event;
  - 2) sends the generated notification via e-mail and / or facsimile message to the authorized body;
  - 3) controls the receipt by the authorized body of the notification sent to its address.

**Article 24. Suspension of trading due to critical events**

1. For the purposes of this article, a change in the price of securities of any denomination is defined as a change in the price of the last transaction with securities of this denomination, concluded at the trading session of the current day, relative to the price of the last executed transaction with securities of this denomination, which was concluded during the last previous successful trading

session (that is to say, that trading session during which at least one transaction with securities of this denomination was concluded).

2. The Exchange suspends trading in the following cases:
  - 1) when the price of shares in the official list of the Exchange in the "Premium" category decreases by 30 or more percent in relation to the price formed at the time of the closing of the trading day preceding such a decrease;
  - 2) if the share market index decreases by 15 percent or more in relation to the last value of this index, established on the first or second trading day, preceding such a decrease, the Exchange suspends trading in all shares in the official list of the Exchange;
  - 3) upon receipt by the Exchange of a notification by the issuer of the application to the authorized body on amendments and / or additions in the prospectus for the issue of debt securities in connection with the restructuring of the issuer's obligations, the Exchange suspends trading in these debt securities.
3. The Exchange also has the right to suspend trading in securities in the following cases:
  - 1) change in the price of securities by 50 percent or more;
  - 2) deterioration of the quality of securities to the extent that significantly threatens the interests of investors;
  - 3) in case of a technical failure in the operation of the Exchange's trading systems;
  - 4) other factors that threaten the interests of all participants in trading in securities, investors and the Exchange.
4. Suspension of trading in shares in the cases established by sub-items 1) and 2) of item 2 of this article is carried out in the main trading modes automatically in the Exchange's trading system counterparty (*this paragraph was changed by a decision of the Exchange's Board of Directors dated 26 July of 2023*).  
  
Suspension of trading in debt securities in the case established by item 3) of item 2 of this article is made by the Exchange on the day of receipt of the notification on the submission of the application specified in sub-item 3) of item 2 of this article.  
  
The Exchange broker shall immediately notify the Deputy Chairperson of the Exchange Management Board who is in charge of trading on the suspension of trading specified in the first and second paragraphs of this clause.
5. Suspension of trading in securities in cases established by sub-item 3) of item 2 and item 3 of this article is carried out by decision of the Exchange's Management Board for certain trading modes and for the period established by such a decision (*this item was changed by a decision of the Exchange's Board of Directors dated 26 July of 2023*).
6. Within one hour from the moment of suspension of trading in securities in accordance with clauses 2 and 3 of this article, the Exchange notifies of such suspension:
  - 1) authorized body by e-mail and / or fax;
  - 2) Exchange members by publishing a corresponding message in the trading systems of the Exchange.
7. If, after the Exchange has consulted with the authorized body, a letter from the authorized body has not been received to extend the suspension of trading in securities, trading in securities of any denomination, suspended in accordance with sub-items 1) and 2) of item 2 of this article, renewed with the beginning of a new trading day for securities, which include securities of this denomination.

8. The resumption of trading during the trading day in which they were suspended is allowed in the following cases:
  - 1) the suspension of trading was the result of a trader's mistake;
  - 2) the suspension of trading was the result of a technical failure in the operation of the Exchange's trading systems;
  - 3) if an order to resume trading has been received from the authorized body.
9. Trades in debt securities, suspended on the founding specified in subparagraph 3) of paragraph 1 of this article, shall be resumed by the Exchange at the beginning of the next trading session after receiving a notification from the issuer about the state registration of changes and/or additions to the prospectus for the issue of debt securities.

## Chapter 8. SPECIFIC FEATURES OF TRADING ON THE FOREIGN EXCHANGE MARKET

### Article 25. Conclusion of transactions with foreign currencies

1. Members of the Exchange have the right to conclude transactions in foreign currencies on their own behalf, at the expense of their own assets and / or at the expense of clients' assets *(this item was changed by a decision of the Exchange's Board of Directors dated February 26, 2020)*.
- 1-1. Subject to the rights of the Trading Participants specified in item 1 of this Article, conclusion of trades in foreign currencies shall be effected on own and/or aggregated client trading and clearing accounts *(this item was included by a decision of the Exchange Board of Directors dated December 30, 2021)*.
- 1-2. Registration of own trading and clearing account of the trading participant is carried out at his admission to trading on the foreign exchange market.

For registration of the aggregated client trading and clearing account, the Trading Participant shall send to the Exchange the application, drawn up in the form of Appendix 5-1 to these Rules (hereinafter for the purposes of this article - the application), for opening of the aggregated client trading and clearing account, trades from which shall be executed at the expense of its clients.

*(This item was included by a decision of the Exchange Board of Directors dated December 30, 2021)*.
- 1-3. To cancel the registration of the aggregated client trading and clearing account, the Trading Participant shall send to the Exchange the following application in free form with indication of the relevant code of the trading and clearing account.

The registration of the aggregated client trading and clearing account shall be cancelled only in case of complete closure of the previously opened positions in this account.

*(This item was included by a decision of the Exchange Board of Directors dated December 30, 2021)*
2. The foreign exchange market consists of two sectors, in which the following transactions with foreign currencies are carried out:
  - 1) transactions of purchase and sale of foreign currency with the timing of settlements on them, established by separate internal documents of the Exchange, and transactions with foreign currency (conventionally called "short-term currencies swap");
  - 2) transactions with derivative financial instruments, the underlying asset of which is foreign currency.

*(this item was changed by a decision of the Exchange's Board of Directors dated November 11, 2020)*.

- 2-1. An Exchange member of the "currency" category is allowed to trade in derivative financial instruments if he has a valid license of the Authorized Body or the right to carry out broker and / or dealer activities in the securities market, as provided by the legislation of the Republic of Kazakhstan *(this item was included by a decision of the Exchange's Board of Directors dated November 11, 2020)*.
- 2-2. Trading modes in which transactions of purchase and sale of foreign currency and transactions with derivative financial instruments can be concluded are determined by the Exchange internal document "List of Trading Modes in the Currency Market", approved by the Board of the Exchange and published on the website of the Exchange *(this item was included by a decision of the Exchange's Board of Directors dated November 11, 2020)*.
3. Transactions with foreign currencies can be concluded without collateral, on the terms of partial collateral and with full coverage, depending on the requirements for the clearing participant established by the internal document of the clearing organization regulating the procedure for carrying out clearing activities *(this item was changed by a decision of the Exchange's Board of Directors dated July 26, 2023)*.
4. For a foreign currency trading participant who is a participant in a currency swap or foreign currency transactions, this transaction has a "buy-sell" character if, in accordance with the foreign currency purchase and sale transaction included in this transaction with an earlier settlement date, this trading participant has sold the foreign currency and conversely, has a "buy-sell" character, if, according to the specified transaction, he acquired foreign currency *(this item was supplemented by a decision of the Exchange's Board of Directors dated November 11, 2020)*
5. The difference between the closing and opening prices is used as the price of a currency swap transaction and a foreign currency transaction.  
  
Opening and closing prices for currency swap transactions and transactions with foreign currency are determined in accordance with the internal document of the Exchange "Specification of currency swap transactions and transactions with foreign currency", approved by the Board of the Exchange.  
  
*(This item was changed by a decision of the Exchange's Board of Directors dated November 11, 2020)*
6. Standard conditions and parameters of trading in derivative financial instruments are determined by the specifications approved by the Board of the Exchange *(this item was included by a decision of the Exchange's Board of Directors dated November 11, 2020)*.

**Article 26. Suspension of trading in foreign currencies**

1. Trading on the Exchange currency market in all or individual financial instruments by a decision of the Board member who is responsible for coordination and control of the Exchange subdivision that provides trading activities may be suspended in the event of a technical failure to resolve it in accordance with the Exchange internal document "Rules for resolving issues in case of technical failures in the operation of the Exchange software and hardware complex".
2. The Exchange Board suspends trading in all or individual financial instruments of the foreign exchange market by written order of the National Bank of the Republic of Kazakhstan for the period specified in such order *(this article was changed by a decision of the Exchange's Board of Directors dated March 17, 2020 and March 19, 2020)*.

## CHAPTER 9. SPECIFIC FEATURES OF TRADING ON THE MARKET OF DERIVATIVES

### Article 27. Types of derivative financial instruments

1. There are two sectors of derivative financial instruments in the Exchange's trading system:
  - 1) currency derivative financial instruments, that is, derivative financial instruments, the underlying assets of which are national and / or foreign currencies;
  - 2) stock derivative financial instruments, that is, derivative financial instruments, the underlying assets of which are stocks, bonds or stock market indicators.
2. The standard terms and parameters of a derivative financial instrument used as the subject of trading, as well as the procedure for the occurrence, modification and termination of obligations under a derivative financial instrument are determined by its specification approved by the Exchange's Management Board *(this item was changed by a decision of the Exchange's Board of Directors dated June 23, 2021)*.

### Article 28. Conclusion of transactions with derivative financial instruments

1. Trading participants have the right to enter into transactions with derivative financial instruments on their own behalf and at their own expense and/or on behalf of and at the expense of their clients.
2. Taking into account the rights of trading participants defined by paragraph 1 of this article, transactions with derivative financial instruments are concluded on their own and / or client trading and clearing accounts
3. In order to register a trading and clearing account specified in paragraph 2 of this article, a trading participant must send to the Exchange an application issued in the form of Annex 6 to these Rules (hereinafter, for the purposes of this article, an application) to open his own or a client trading and clearing account, transactions from which will be executed at the expense of such a participant or his client.
4. To cancel the registration of its own or client's trading and clearing account, the trading participant sends a free-form application to the Exchange with an indication of the corresponding code of the trading and clearing account in it.

Cancellation of the registration of your own or client's trading and clearing account is carried out only in case of complete closure of previously opened positions on this account.
5. The conclusion of transactions with derivative financial instruments means the acquisition by its parties of rights and / or obligations under derivative financial instruments in accordance with their specifications.
6. Obligations under concluded transactions with derivative financial instruments are fulfilled in accordance with the internal document of the Exchange "Rules for clearing transactions with Financial Instruments" and the specifications of the relevant derivative financial instruments.

*(This article was changed by a decision of the Exchange's Board of Directors dated June 23, 2021)*

### Article 29. Suspension of trading in derivative financial instruments

1. If there is a need to change the upper and / or lower limits of the market risk assessment range, the upper and/or lower limits of the interest rate risk assessment range of a derivative financial instrument, including in connection with the deviation of the prices of derivative financial instruments by the amount



established according to the internal document of the Exchange "Methodology for determining the risk parameters of financial instruments" for a certain period of time during the trading session, the Exchange suspends trading on this derivative financial instrument to change the specified limits (*this item was changed by a decision of the Exchange's Board of Directors dated June 23, 2021*)

2. The suspension of trading in derivative financial instruments in accordance with paragraph 1 of this article is carried out automatically by the Exchange's trading system.
3. The Exchange has the right to suspend trading in all derivative financial instruments in the following cases:
  - 1) in the event of the insolvency of one bidder or several bidders, which poses a significant threat to the functioning of the derivatives market;
  - 2) in the absence of trading in derivative financial instruments for 30 consecutive trading days;
  - 3) in case of a technical failure in the operation of the Exchange's trading system
4. Suspension of trading in derivative financial instruments upon the occurrence of any of the cases provided for in subparagraphs 1) and 2) of paragraph 3 of this Article may be made only by a decision of the Exchange's Management Board. The decision of the Exchange's Management Board to suspend trading in derivative financial instruments should contain information about the reasons and the period of such suspension.
5. In the event of suspension of trading in a certain derivative financial instrument upon the occurrence of any of the cases provided for in sub-items 1) and 2) of item 3 of this article, all orders for the purchase or sale of this derivative financial instrument, valid at the time of such suspension, are canceled by the Exchange.

The condition under which the Exchange cancels orders for sale and purchase upon the occurrence of the event provided for in subparagraph 3) paragraph 3 of this article is established by the internal document of the Exchange "Rules for resolving issues in case of technical failures in the operation of the Exchange's software and technical complex".

*(This item was changed by a decision of the Exchange's Board of Directors dated June 23, 2021)*

## **CHAPTER 10. FEES AND CHARGES PAYABLE TO THE EXCHANGE**

1. The composition and amounts (rates) of membership fees, exchange and clearing fees payable by members of the Exchange, including those with the status of clearing participants, and other consumers of the services of the Exchange for public use, the timing and procedure for paying such fees and charges, and also, the liability for their non-payment, incomplete or untimely payment is established by the internal document of the Exchange "Regulations on membership fees, exchange and clearing fees, on collateral accounting commission (*this item was changed by decisions of the Exchange's Board of Directors dated March 17, 2020, October 27, 2020 and July 26, 2023*).
2. The rates of listing fees, the procedure for calculating their amount, as well as the timing and procedure for their payment are determined by the Rules for determining the amount, timing and procedure for paying listing fees.
3. The Exchange collects from persons receiving and / or distributing information products of the Exchange or parts of information products of the Exchange, as well as information based on information products of the Exchange, including derivative information, the appropriate fees approved by the Board of Directors of the Exchange.

## CHAPTER 11. LIABILITY OF THE EXCHANGE AND ITS MEMBERS, DISPUTE RESOLUTION PROCEDURE

### Article 30. Liability of the Exchange

For non-fulfillment and / or improper fulfillment of its duties, the Exchange is liable in accordance with the internal documents of the Exchange and the legislation of the Republic of Kazakhstan:

- 1) the responsibility of the Exchange as a clearing organization and as a central counterparty is determined by the Exchange's internal document "Rules for Clearing Transactions in Financial Instruments";
- 2) the responsibility of the Exchange as a settlement organization is determined by the Regulations on Responsibility for Violation of the Terms of Settlement Based on the Results of Trading in Foreign Currencies;
- 3) the responsibility of the Exchange is also determined by the following documents:

"Regulations on Membership";

"Rules for resolving issues in case of technical failures in the operation of the Exchange software and hardware complex" (*this paragraph was changed by a decision of the Exchange's Board of Directors dated March 17, 2020*).

"Rules for the dissemination of exchange information";

"Information Policy";

"Rules for Working with the Trading System in Remote Access Mode";

"Procedure for monitoring the Exchange members";

"Listing Rules".

### Article 31. Liability of Exchange Members and Clearing Members

1. Exchange members must comply with requirements of the legislation of the Republic of Kazakhstan and all internal documents of the Exchange, which are mandatory. In case of non-compliance with requirements of internal documents, the Exchange applies sanctions.
2. An Exchange member bears obligations and responsibility for transactions concluded by him at the trades held by the Exchange, regardless of who, on whose behalf, at whose expense and in whose interests this transaction was concluded.
3. The internal documents of the Exchange, regulating its activities as an organizer of trades, determine the cases in which the trades' participants, clearing participants may be sanctioned in the form of payment of fines / forfeits to the Exchange.
4. For non-fulfillment or improper fulfillment by clearing participants of their obligations, the Exchange sends to clearing participants demands for payment of a forfeit calculated in accordance with the Rules for clearing transactions with financial instruments.

### Article 32. Procedure for considering disputes related to exchange transactions

Disputes and disagreements between trading participants, as well as between trading participants and the Exchange on the conclusion and execution of exchange transactions are subject to settlement in the manner prescribed by a separate internal document of the Exchange "Procedure for resolving disputes and conflicts arising in

the process of executing transactions with financial instruments" and in accordance with the legislation of the Republic of Kazakhstan.

**Article 33. Procedure for considering other disputes**

Disputes between members of the Exchange, as well as disputes between the Exchange and its members, with the exception of disputes specified in article 32 of these Rules, are considered in court.

**CHAPTER 12. FINAL PROVISIONS**

1. These Rules are subject to publication on the Internet resource of the Exchange (*This item was changed by a decision of the Exchange's Board of Directors dated October 27, 2020*)
2. Ensuring the fulfillment of the requirements of these Rules, responsibility for the timely introduction of amendments and / or additions to these Rules (updating) are laid upon the Management Board.
3. These Rules are subject to updating as necessary or as other internal documents of the Exchange specified in these Rules are updated, but at least once every three years, calculated from the date of entry into force of these Rules. (*This item was changed by a decision of the Exchange's Board of Directors dated October 27, 2020*)

Chairperson of the Board

A.Aldambergen

**Appendix 1**

To the rules for the  
implementation of exchange  
activities

**GLOSSARY  
OF MAIN DESIGNATIONS**

1. For the purposes of this Glossary, a symbol is understood to mean a designation of an object, phenomenon or event that is absent in the current legislation, abbreviated for the convenience of writing, reading, perception and understanding of the verbal name of this object (phenomenon, event) and has limited use (for example, for the purposes of only one document or only a group of similar documents).
2. The main symbols given in this Glossary are used both in the internal documents of the Exchange and in its official documentation and correspondence.  
  
Disclosure of additional symbols is made in those internal documents of the Exchange, in its official documentation and correspondence, where these additional symbols are used.  
  
In internal documents of the Exchange abbreviations are used only in tabular and graphic (illustrative) parts, except for some common abbreviations (for example, "No.", "%", "JSC", "city" (meaning "city"), "kaz.", "million", "billion", "region", "see", "thousand", "language"), which may also be used in the text parts of the Exchange internal documents.
3. The Exchange does not provide in its internal documents, intended for use primarily by Exchange members, definitions of the basic conventions, which are used in these documents and are given in this Glossary.
4. Item 5 of this Glossary contains a list of basic symbols used by the Exchange in its activities as a trade organizer.
5. The Exchange uses in its activities the following basic symbols, which mean the following:
  - 1) **"is2in" or "is2in" system** - (in English: from Issuers to Investors) is a specialized system of electronic document flow between securities admittance initiators and the Exchange and its members, which allows admittance initiators and Exchange members to transmit documents and information messages to the Exchange electronically (without the need to provide them on paper) followed by automatic placement of such documents and messages on the Exchange Internet resource (*this sub-item was amended by a decision of the Exchange Board of Directors dated October 27, 2020*);
  - 2) **"investment fund assets"** (as applied to foreign investment funds) - an aggregate of assets owned by a legal entity, regarded by the Exchange as a foreign equity investment fund, or regarded by the Exchange as a foreign unit investment fund;
  - 3) **"joint-stock investment fund"** (as applied to foreign legal entities) is a legal entity operating in the legal form of a joint-stock company and recognized as an investment fund in accordance with the laws of the state of its registration;
  - 4) **"authorized shares"** (as applied to shares issued in accordance with the legislation of states other than the Republic of Kazakhstan) - shares whose issue is registered in accordance with the legislation of the state of incorporation of the joint stock company that issued those shares;
  - 5) **"placed shares"** (as applied to shares issued in accordance with the legislation of states other than the Republic of Kazakhstan) - shares from among the declared ones sold on the primary securities market;
  - 6) **"share"** (as applied to securities issued in accordance with the legislation of states other than the Republic of Kazakhstan) is a security issued by a joint stock company and in accordance with the legislation of the state of registration of that joint stock company certifying the rights of the holder of that security to participate in managing that joint stock company, to receive a dividend on it and part of the property of that joint stock company in its liquidation, and also other rights provided for by the above legislation;

- 7) **"Preferred share"** (as applied to shares issued in accordance with the legislation of states other than the Republic of Kazakhstan) - a share which in normal circumstances does not provide for the right of the holder of the share to participate in the management of the joint stock company that issued it, but instead provides for the preferential right of the holder of this share over the owners of common shares of the joint stock company to receive a dividend on this share in a predetermined guaranteed amount and to receive part of the property
- 8) **"common share"** (as applied to shares issued in accordance with the legislation of states other than the Republic of Kazakhstan) - a share which provides for the unconditional right of the holder of the share to participate in the management of the joint stock company that issued it;
- 9) **"Underwriter"** (as applied to foreign legal entities) - a legal entity, in accordance with the laws of the state of its registration, entitled to perform broker and/or dealer activities on the securities market and providing services to the issuer on the placement of securities issued by it;
- 10) **The "Exchange assistant broker" or "assistant broker"** (in relation to the Exchange employees) - the Exchange employee, other than a broker, who carries out the functions of organization and conduct of trading in financial instruments;
- 11) **"broker"** (as applied to foreign legal entities) means a legal entity which, in accordance with the laws of the state of its registration, has the right to conduct brokerage activities on the securities market, i.e. activities to carry out transactions with securities and other eligible financial instruments on behalf, at the expense and in the interests of its clients;
- 12) **"time base"** - a condition for determining the number of days between any dates for the purpose of calculating the amount of interest on a debt security (bond), expressed as a ratio "conditional or actual duration of any period in days / conditional or actual number of days in a year";
- 13) **"repurchase of a financial instrument"** means the purchase of a financial instrument by the issuer who issued it or by a broker acting on behalf of, at the expense of, and in the interests of the issuer;
- 14) **"Repo Closing Date" or "Closing Date"** (as applied to a repo transaction) shall mean the day set by the parties to the repo transaction or the trading system for execution of the repo closing transaction;
- 15) **"Repo Opening Date" or "Opening Date"** (as applicable to repo transactions) shall mean the date of execution of the repo opening transaction;
- 16) **"unit holder"** (as applied to foreign mutual funds) means a person who owns a unit;
- 17) **"dealer"** (as applied to foreign legal entities) is a legal entity which, in accordance with the legislation of the state of its registration, has the right to conduct dealer activities on the securities market, i.e. the activity to conduct transactions with securities and other eligible financial instruments at its own expense and in its own interests on the unorganized securities market and on the organized securities market with the right of direct access to it;
- 18) **"discount debt security" or "discount bond"** - a debt security (bond) offered at a price below its face value, the consideration for which is a discount and certifying in accordance with the terms of issue the right of the owner of this security (bond) to receive from its issuer the nominal value of this security (bond) upon the expiration of the established term of its circulation;
- 19) **"indexed debt security" or "indexed bond"** - a debt security (bond) whose nominal value and/or remuneration under the terms of issue is (are) subject to change in accordance with changes in any indicator (indexation for any indicator);
- 20) **A "coupon debt security" or "coupon bond" is** a debt security (bond) certifying, under the terms of issue, the right of the owner of the security (bond) to receive the par value of

- the security (bond) from its issuer upon the expiry of its circulation, as well as to receive remuneration in the form of a coupon (coupons);
- 21) **"debt security with a floating coupon" or "bond with a floating coupon"** - a coupon indexed debt security (bond), the coupon rate on which under the terms of issue is subject to change during the circulation period, initially set only for a limited number of coupon periods and, accordingly, is not known for the remaining coupon periods;
- 22) **"additional placement of securities"** - placement of securities of any denomination, not offered for placement or not placed during previous iterations of specialized trades on placement of securities of this denomination;
- 23) **"yield on debt securities" or "bond yield"** is the annual percentage of expected income on a debt security (bond) for its purchaser at maturity (expiry of circulation) of this security (bond), without taking into account the possibility of reinvesting the amounts received as interest on it;
- 24) **"order"** – an order for a transaction submitted by any trading participant; an announcement by any trading participant of its desire to enter into a transaction under the terms of this announcement or under the conditions under which this announcement is allowed to be submitted;
- 25) **"counter order"**:  
(in relation to the active order for sale of financial instruments of any denomination) – order for purchase of financial instruments of this denomination;  
(in relation to the active order for purchase of financial instruments of any denomination) - order for sale of financial instruments of this denomination;
- 26) **"active order"** shall mean an order accepted by the Exchange, not satisfied in full and not cancelled by the Trading Member who submitted that order or by the Exchange;
- 27) **"competitive order"** is the same as "limited order";
- 28) **"Limited order"** - the order, which contains an indication of the price of financial instruments of any name, desired for sale or purchase;
- 29) **"Invalid Order"** -  
an order not accepted by the Exchange; or  
an order satisfied in full amount; or  
an order accepted by the Exchange, not satisfied in full amount, but annulled by the trading participant, who submitted this order, or the Exchange;
- 30) **"non-competitive order"** is the same as "market order";
- 31) **"Unlimited order"** is the same as "market order";
- 32) **"direct order"** (when using the direct dealing method) – an order addressed to any trading participant and intended for review by that trading participant only;
- 33) **"market order"** – an order, which does not contain a reference to the price of financial instruments of any denomination, desired for sale or purchase, and which means that the trader, who submitted this order, wishes to conclude transactions at any prices at which it is possible to satisfy this order;
- 33-1) *(this sub-item was included by a decision of the Exchange's Board of Directors dated 27 July of 2022 and was excluded by a decision of the Exchange's Board of Directors dated 26 July of 2023);*
- 34) **"investment fund"** (as applied to foreign legal entities or aggregates of assets established in accordance with the laws of states other than the Republic of Kazakhstan) - a legal entity regarded by the Exchange as a foreign equity investment fund, or aggregate of assets regarded by the Exchange as a foreign unit investment fund;
- 35) **"investor"** - a person who has purchased or intends to purchase financial instruments;

- 36) **"indexed par value of a debt security" or "indexed par value of a bond"** - the par value of an indexed debt security (bond) indexed by any indicator;
- 37) **"foreign legal entity"** means a legal entity that does not fall within the definition of the term "legal entity of the Republic of Kazakhstan";
- 38) **"sponsored access client" or "SMA-client"** - a person who has concluded a contract with the Trading Participant for conclusion of trades in the ASTS+ Trading and Clearing System at the expense and in the interests of this person on the basis of its orders, transferred to the specified Trading Participant through the order processing subsystem;
- 39) **"iteration of trading" or "iteration"** (as applied to discrete trading) - an independent stage of discrete trading;
- 40) **"settlement code"** - a code defining the method of securing and term of settlement;
- 41) **"custodian"** - a legal entity, in accordance with the laws of the state of its registration, which has the right to conduct custodial activities in the securities market, i.e. the activity of  
carrying out accounting or custody of financial instruments and money belonging to others;  
confirmation of the rights to these financial instruments and money and assuming obligations to safeguard these financial instruments and money  
acceptance for settlement of transactions concluded by the trader in the interests of the client of the custodian.
- 42) *(this sub-item was excluded by a decision of the Exchange's Board of Directors dated 26 July of 2023).*
- 42-1) **"general collateral certificate" or "GCC"** – a non-issuable security issued by an organization performing the functions of the central counterparty, certifying the right of its owner to a share of the assets located in the corresponding property guarantee fund *(this sub-item was included by a decision of the Exchange's Board of Directors dated 27 July of 2022 and was changed by a decision of the Exchange's Board of Directors dated 26 July of 2023);*
- 42-2) **"clearing organization"** – Kazakhstan Stock Exchange JSC or KASE Clearing Center JSC, carrying out clearing activities on transactions with financial instruments, as well as certain types of banking operations and acting as a party to transactions concluded on the organized securities market, for each seller and each buyer of a financial instrument *(this sub-item was included by a decision of the Exchange's Board of Directors dated 26 July of 2023);*
- 43) **"confidentiality of information" or "privacy"** - a feature of information, the presence of which causes the protection from disclosure in the course of its receipt, storage, processing or transfer and granting access to such information only to a limited number of persons;
- 44) **"corporate event"** (as applied to foreign issuers) - an event in the issuer's activities that has a significant impact on these activities and affects the interests of the holders of financial instruments issued by it;
- 45) *(this sub-item was excluded by a decision of the Exchange's Board of Directors dated 26 July of 2023);*
- 46) **"quote"** (as applied to financial instruments other than securities) is the same as "limit order";
- 47) **"indicative quotation"** – an order that does not impose an obligation on the trading participant who submitted it to conclude a deal on the terms and conditions of this order;
- 48) **"mandatory quotation"** – an order for purchase or sale of financial instruments of any denomination, submitted by the market maker as part of his duties on financial instruments of this denomination, and which means the unconditional consent of the market maker to conclude a deal on the terms of this order;

- 49) **"The mandatory best quotation"** - the mandatory quotation announced by the market maker, in which the purchase (sale) price of financial instruments of any denomination is the most advantageous for sellers (buyers) of financial instruments of this denomination relative to the prices indicated by the market maker in all other valid mandatory quotations for purchase (sale) of financial instruments of this denomination;
- 50) **"straight quotation"** - the same as "indicative quotation";
- 50-1) **"cross deals"** - deals concluded on the basis of orders of the opposite direction in the interests of one and the same client of the trading participant (*this sub-item was included by a decision of the Exchange Board of Directors dated November 11, 2020*);
- 51) **"coupon period"** - the period during which one coupon is paid on a coupon debt security (bond);
- 52) **"Exchange broker" or "broker"** (as applied to the Exchange employees) shall mean an employee of the Exchange, who carries out the functions of organization and conduct of trading in financial instruments and has the highest authority among other employees of the Exchange, who perform such functions;
- 53) **"international financial organization" or "IFO"** - an organization established on the basis of an international treaty in the field of international finance;
- 54) **"observer"** (in relation to the Exchange's trading systems) - an individual or legal entity who has the right to view the course and results of trading in the Exchange's trading systems;
- 55) **"name of financial instruments"** - a closed set of financial instruments of the same type, united by the same terms of issue, placement, circulation and redemption (if the type of these financial instruments provides for their redemption), as well as the same attributes and requisites;
- 56) **"Unit par value"** (as applied to foreign unit investment funds) - the monetary value of a unit at the initial allocation of units of a unit investment fund;
- 57) **"circulation on the trading market of the Exchange" or "circulation on the trading market"** (in relation to the Exchange) - the ability to use financial instruments of any denomination as the subject of transactions concluded on this trading market of the Exchange;
- 58) **"automatic repo transaction"** shall mean a repo transaction carried out in an "automatic" manner (at the auction held by the method of continuous counter auction);
- 59) **"currency swap transaction"** - conclusion by the participants of trades of the agreement which is a derivative financial instrument, according to which the parties agree to fulfill the obligations on the underlying assets in the future on the agreed terms, whereby one of the conditions of such agreement is that the performance of obligations under it with a later settlement date comes not earlier than the third business day from the date of performance of obligations with an earlier settlement date (*this sub-item was amended by a decision of the Exchange Board of Directors dated November 11, 2020*);
- 60) **"reverse repo transaction"** (as applied to an individual participant of a repo transaction) - a repo transaction in which its participant acts as a repo purchaser;
- 61) **"direct repo transaction"** - a repo transaction carried out in a "direct" manner (at the trading session conducted by a method of making direct deals);
- 61-1) **"foreign exchange transaction"** (conditionally called "short-term currency swap") - a set of two purchase and sale transactions simultaneously concluded between two of the same participants of exchange trading in foreign currencies and opposite in direction to each other, with the same amount of the same foreign currency, which differ from each other by their settlement dates, provided that the later transaction is settled on the second business day from the day of settlement of the transaction at the latest (*this sub-item was included by a decision of the Exchange Board of Directors dated November 11, 2020*);



- 62) **"Observer organization"** (as applied to the Exchange trading systems) - a legal entity that has the right to view the course and results of trading in the Exchange trading systems;
- 63) **organization of trades** - implementation by the Exchange of functions of the trade organizer determined in accordance with the Law of the Republic of Kazakhstan "On Securities Market" and internal documents of the Exchange, except for the functions performed by the Exchange, as a clearing organization, central counterparty and organization engaged in certain types of banking operations;
- 64) **"unit"** (as applied to foreign unit investment funds) is an issuance security confirming its owner's share in the pool of assets, which is treated by the Exchange as a foreign unit investment fund, and the right of the owner of this security to receive part of the property upon termination of the existence of this pool;
- 65) **"the first head of the organization"** - the head of the executive body of the organization or a person authorized to act as the sole executive body of the organization;
- 66) **"Repo Purchaser"** - a participant of a repo transaction who buys the subject of a repo transaction when executing an opening transaction and sells it when executing a closing transaction;
- 67) **"user"** (in relation to any information system of the Exchange) means a person entitled to access the Exchange's information system;
- 68) **"user of the control and collateral system"** or **"user of CCS"** means a clearing participant of the stock market, being a custodian, having access to the control and collateral system for the purpose of ensuring execution of transactions concluded by an authorized trader on behalf of the client of such clearing participant (*this sub-item was changed by a decision of the Exchange's Board of Directors dated 27 July of 2022*);
- 69) **"Trading System User"** shall mean an individual who has the right to take actions in the trading system of the Exchange;
- 70) **"subject of repo transaction"** - securities of the same denomination, bought and sold in unchanged quantity at execution of repo transaction;
- 71) **"Repo Seller"** means a participant of a repo transaction who sells the subject of the repo transaction at the time of the opening transaction and buys it at the time of the closing transaction;
- 72) **"professional participant of the securities market"** (as applied to foreign legal entities) - a legal entity, in accordance with the legislation of the state of its registration, which has the right to conduct licensed activities on the securities market;
- 73) **"working day"** - a day that is a working day in the Republic of Kazakhstan;
- 74) **"Order size"** shall mean the volume of the order in physical terms (in units of financial instruments);
- 75) **KASE section** - a sub-account of the personal account of a clearing participant of the stock market (client or own) in the accounting system of the Central Securities Depository JSC for accounting on it the securities used for security and execution of transactions with the central counterparty on the stock market, the right to write off the securities from which may be exercised only after a positive check on the sufficiency of the security by the Exchange, performing functions of a central counterparty.
- 76) **"size of the transaction"** - volume of the transaction in kind (in units of financial instruments);
- 76-1) **"settlement code"** - a clearing register used in the derivatives market and intended for recording information on the security of the Trading Participant in cash and/or obligations under the trades, to which this trader is a party (*this sub-item was included by a decision of the Exchange Board of Directors dated June 23, 2021*);
- 77) **"remote access mode"** - the way of working with the trading system of the Exchange, which does not require the physical presence of its user on the Exchange;

- 77-1) **"trading modes without the CCP"** – trading modes and operations on the stock market established by the Exchange's internal regulatory document "Lists of trading modes and operations of the ASTS+ trading and clearing system", in which transactions (including repo transactions) are concluded (carried out) without participation of the central counterparty (*this sub-item was included by a decision of the Exchange Board of Directors dated March 17, 2020 and was changed by a decision of the Exchange Board of Directors dated July 26, 2023*);
- 78) **"trading modes with the CCP"** – trading modes and operations on the stock market established by the Exchange's internal regulatory document "Lists of trading modes and operations of the ASTS+ trading and clearing system", in which transactions (including repo transactions) are concluded (carried out) with the participation of the central counterparty (*this sub-item was changed by a decision of the Exchange Board of Directors dated July 26, 2023*);
- 79) **"Collateral Transfers" modes** - modes in the ASTS+ Trading and Clearing System used for the purpose of execution of the Collateral Transfers in cash or securities or establishment of the Collateral Limits in cash or securities to the Trading and Clearing Accounts (segregation/aggregation of financial instruments);
- 80) **"Transfer to Settlement" modes** - modes in the ASTS+ Trading and Clearing System used for the purpose of exercising the functions of control over the target asset allocation and transfer of execution of claims and obligations under the trades concluded in the trading modes with CCP, in the interests of the Control and Collateral System user's client;
- 81) **The term "successful trading session"** shall mean a trading session in financial instruments of any denomination or type, during which at least one trade in financial instruments of such denomination (type) was concluded;
- 82) **"rating" (depending on the context):**  
the same as "rating"; or  
a process whose purpose is to assign a literal, numeric, alphanumeric, or ordinal rating that reflects the importance or significance of an object, phenomenon, or event;
- 83) **"rating score"** - a literal, numeric, alphanumeric, or ordinal indicator that shows the importance or significance of an object, phenomenon, or event;
- 83-1) **"a transaction without the CCP"** – a transaction with a financial instrument concluded in the trading mode without the participation of the central counterparty (*this sub-item was included by a decision of the Exchange Board of Directors dated March 17, 2020 and was changed by a decision of the Exchange Board of Directors dated July 26, 2023*);
- 83-2) **"a transaction with the CCP"** – a transaction with a financial instrument concluded in the trading mode with the participation of the central counterparty (*this sub-item was included by a decision of the Exchange Board of Directors dated March 17, 2020 and was changed by a decision of the Exchange Board of Directors dated July 26, 2023*);
- 84) (*this sub-item is excluded by a decision of the Exchange Board of Directors dated March 17, 2020*);
- 85) **"transaction entered into by any method of trading" or "transaction entered into by any method of trading"** - a transaction entered into by trading by that method of trading;
- 86) **"repo closing deal" or "closing deal"** (as applied to repo transaction) - the second by order of execution deal out of the two, constituting in the aggregate repo transaction; a deal of purchase and sale of securities of the same name as in the repo opening deal, implying transfer of money in the amount of this deal from the second participant of repo transaction to the first one and return of the same number of securities of this name as in the repo opening deal by the first participant of repo transaction to the second one of them;

- 87) **"repo opening deal" or "opening deal"** (as applied to repo transactions) - the first deal of two, constituting in the aggregate a repo transaction; a deal of purchase and sale of securities of any denomination, implying transfer of money in the amount of this deal from one of the participants of repo transaction to the second one and transfer of a certain number of securities of this denomination by the second one of the participants of repo transaction to the first one;
- 88) **"direct deal"** - a deal that is concluded in a trading process conducted by the direct deal method;
- 89) **"control and collateral system"** - a system of control over target asset allocation and trade execution collateral, which is part of the ASTS+ trading and clearing system, enabling *(this paragraph was changed by a decision of the Exchange Board of Directors dated March 17, 2020)*
- carry out collateral management or determine collateral limits for trading and clearing accounts;
  - confirm trades without the Central Counterparty, concluded by the authorized trader on behalf of the client of the user of the control and collateral system
  - accept/transfer for settlement the trades concluded in the interests of the Client of the Control and Collateral System User in the trading modes with the Central Counterparty;
- 90) **"order processing subsystem"** - a set of software and hardware tools constituting a subsystem of the trading system of the stock exchange designed for submission by clients of sponsored access orders to a trading participant in order to conclude transactions on the stock market;
- 91) **"spread"** - the difference between the prices that are quoted in the best mandatory quotations of the same market maker for the purchase and sale of financial instruments of the same denomination;
- 92) **"Weighted average U.S. dollar rate"** - the weighted average price of all transactions in the U.S. dollar concluded on the last effective day with this foreign currency, the settlement of which is carried out on the next business day after the trading day;
- 93) **"Repo Transaction Term"** - the time interval measured in days between the dates of closing and opening of the repo;
- 94) **"order amount"** - the amount of the order in monetary terms;
- 95) **"transaction amount"** - the volume of the transaction in monetary terms;
- 96) **"Time-out"** - a period of time within the trading session (trading day), which is provided to the market maker for announcement of new mandatory quotations on financial instruments of any denomination, and during which the market maker is allowed not to perform its duties on financial instruments of this denomination;
- 97) **"trading system terminal" or "trading and clearing system terminal" or "terminal"** - the client part of the trading or trading and clearing system of the Exchange; a personal computer with the software of the trading or trading and clearing system of the Exchange installed, which is connected to the trading or trading and clearing system of the Exchange and designed to work with the trading or trading and clearing system of the Exchange (to perform actions in the trading system of the Exchange) *(this sub-item was amended by a decision of the Exchange Board of Directors of November 11, 2020)*;
- 98) **"Technical failure" or "malfunction"** (as applied to malfunctions in the Exchange's information systems) shall mean a temporary failure of any information system of the Exchange or its separate component, resulting in the inability of one, several or all trading participants to participate in trades held by the Exchange;
- 99) **"trades"** - trades held on the Exchange;
- 100) **"English trades"** - trades conducted by the method of English trades, as described by the internal document of the Exchange "Regulations on Methods of Trading";

- 101) **"anonymous bidding"** means trading at which any trading participant (with the exceptions established by the legislation of the Republic of Kazakhstan and internal documents of the Exchange) is not provided with the information on which other trading participants have submitted orders and which other trading participants are parties to the deals concluded on the basis of this order of this trading participant;
- 102) **"Dutch trades"** - trades conducted by the method of Dutch trades, as described by the Exchange's internal document "Regulations on Methods of Trading";
- 103) **"discrete trading"** - trading, which can be held in several stages (iterations) with the determination of transaction prices based on the results of each such stage;
- 104) **"open trading"** - trading in which, all other things being equal, the satisfaction or dissatisfaction of the bid does not depend on which trading participant submitted it, and presumably there is competition between a potentially unlimited number of trading participants (as opposed to trading by direct dealing, in which the satisfaction or dissatisfaction of the order depends on which trading participant submitted it, and the transactions are inherently contractual);
- 105) **"Specialized Trading"** - trading conducted by the method of specialized trading in the ASTS+ Trading and Clearing System, as described by the Exchange's internal document "Regulations on Methods of Trading in the ASTS+ Trading and Clearing System (*this sub-item was supplemented by a decision of the Exchange Board of Directors dated November 11, 2020*);
- 106) (*this sub-item is excluded by a decision of the Exchange Board of Directors dated November 11, 2020*);
- 107) **"Trading Information"** shall mean information on the progress and/or results of trading in financial instruments conducted by the Exchange;
- 108) **"Exchange Trading System", or "Trading System", or "Exchange Trading and Clearing System", or "Trading and Clearing System"** - a set of material and technical means, internal documents of the Exchange and other necessary assets and procedures, using which transactions in equity securities and other financial instruments between trading participants are concluded (*this sub-clause was amended by a decision of the Exchange Board of Directors dated June 23, 2021*);
- 109) **"ASTS+ trading and clearing system (foreign exchange market)"** - the trading and clearing system of the Exchange designed for the trading participants of the "foreign exchange" category, in which foreign currencies are traded (*this sub-clause was amended by a decision of the Exchange Board of Directors dated November 11, 2020*);
- 110) (*this sub-clause was amended by decisions of the Exchange Board of Directors dated November 11, 2020 and June 23, 2021 and was excluded by a decision of the Exchange's Board of Directors dated 01 July of 2022*);
- 110-1) **"SPECTRA Trading and Clearing System"** means the trading and clearing system of the Exchange designed for the derivatives trading participants involved in trading in derivative financial instruments (*this sub-item was included by a decision of the Exchange Board of Directors dated June 23, 2021*);
- 111) **"ASTS+ trading and clearing system (stock market)"** means the trading and clearing system of the Exchange intended for the participants of the "stock market" category trading in which securities are traded (*this sub-clause was amended by a decision of the Exchange Board of Directors dated November 11, 2020*);
- 112) **"trading day"** - a period within a calendar day set by the Exchange, during which deals in securities may be concluded in the trading system of the Exchange;
- 113) **"trading account"** shall mean an account of a Trading Participant or a user of the control and collateral system the account of a Trading Participant or a user of the Control and Collateral System used by it for conclusion of trades and (or) functions of control over target allocation of assets and/or collateral for execution of trades in the trading/trading and clearing system of the Exchange;

- 114) **"Trading and Clearing Account"** shall mean an account assigned to the Trading Participant or the user of the Control and Collateral System, which is an aggregate of the Trading Account and the matching clearing account number, ensuring execution, accounting and control of the transactions and (or) operations carried out using such Trading Account in the Trading/Trading and Clearing System of the Exchange;
- 115) **"order satisfaction"** - the conclusion of transactions based on an order in full or in part of it at the expense of existing counter orders;
- 116) **"management company"** (in relation to foreign legal entities) - a legal entity that, in accordance with the legislation of the state of its registration, has the right to carry out activities for investment management of assets considered and managed as a single set;
- 117) **"participant in a repo transaction"** - a person who is a party to two transactions that together constitute a repo transaction;
- 118) **"trading participant"** - a member of the Exchange admitted to participation in trading and taking part in them;
- 119) **"authorized trading participant"** - a trading participant authorized by the user of the control and collateral system to conclude transactions on behalf of his client;
- 120) **"integrity of information"** - the state of information in which there is no any change in it, or the change is carried out only deliberately by subjects who have the appropriate right;
- 121) **"favorable price"**:  
(for a seller of financial instruments of any denomination) - the price of financial instruments of this denomination, not less than the price at which he is ready to sell financial instruments of this denomination;  
(for a buyer of financial instruments of any denomination) - the price of financial instruments of this denomination is not greater than the price at which he is ready to buy financial instruments of this denomination;
- 122) **"dirty" price"** (in relation to a debt security (bond) - the price of a coupon debt security (bond), which includes the accumulated (accrued, but not paid) interest on it;
- 123) **"repo transaction closing price"** or **"closing price"** (in relation to a repo transaction) - the price of the subject of a repo transaction at which a repo closing transaction is concluded;
- 124) **"order price"** - the price of sale or purchase of financial instruments of any denomination specified in the order, wished to be sold or bought;
- 125) **"declared price"** - the same as "order price";
- 126) **"repo transaction opening price"** or **"opening price"** (in relation to repo transactions) - the price of the subject of the repo transaction, at which the repo opening transaction is concluded;
- 127) **"opening price of a trading session"** - one of the characteristics of a trading session, used for illustrative purposes, for making any decisions or performing any actions, or for other purposes;
- 128) **"transaction price"** - the price of financial instruments of any denomination at which the transaction was concluded;
- 129) **"net price"** (in relation to a debt security (bond) - the price of a coupon debt security (bond), which does not include the accumulated (accrued but not paid) interest on it;
- 130) **"declared securities"** (in relation to foreign securities) - securities, the issue of which is registered in accordance with applicable law;
- 131) **Central Securities Depository** - Central Securities Depository JSC;
- 132) **"trading system gateway", "gateway", or "Exchange trading system gateway"** is a software and hardware tool designed to ensure interaction of the broker's system and / or his client with the Exchange trading system;
- 133) **"issuer"**:

## Regulations on carrying out of exchange activities

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(in relation to the issued equity securities) - the person who issued the equity securities;

(in relation to financial instruments other than equity securities) - a person who carries out or has carried out the issue of financial instruments.

**Appendix 2**

To the regulations on carrying out of exchange activities

**APPLICATION**  
**for registration as a user of the control and collateral system**

We hereby ask Kazakhstan Stock Exchange JSC to register *[full name of the clearing participant of the stock market]* as a user of the control and collateral system.

We confirm that we are familiar with the rules of operation of the control and collateral system, set out in these Rules and in other internal documents of the Exchange, regulating the activities of the user of the control and collateral system. *(this paragraph was changed by a decision of the Exchange's Board of Directors dated March 17, 2020);*

[Chief executive's position]

[signature]

[Surname, initials]

**Appendix 3**

To the regulations on carrying out of exchange activities

**THE LIST**  
**of employees of the user of the control and collateral system**

Control and collateral system user

(full name of the organization)

Date of issue:

- In addition to the previously submitted  
 Instead of the previously submitted

No. p/p	Position, work phone number and email address	Surname, name, patronymic (if any)	Signature example
1.			
2.			
3.			

On behalf of *[full name of the organization]*, the above persons are authorized to perform actions to confirm/refuse to confirm transactions concluded on accounts provided by *[full name of the organization]*, and are also authorized to carry out operations to manage collateral and receive / transfer claims and obligations under transactions concluded using these accounts. We accept full responsibility for the actions of the above persons arising from the powers granted by this document.

[Chief executive's position]

[signature]

[Surname, initials]

[Chief Accountant Position]

[signature]

[Surname, initials]



**Appendix 4**

To the regulations on carrying out of exchange activities

*(This appendix was removed following a decision of the Exchange's Board of Directors dated March 17, 2020 and was included by a decision of the Exchange's Board of Directors dated 26 July of 2023)*

[on company letterhead, indicating the outgoing number and date of application]

**APPLICATION**

**for the appointment of an authorized trading participant in relation to the clearing account of the trading participant**

Hereby **[full name of the trading participant]** (hereinafter referred to as the trading participant) requests Kazakhstan Stock Exchange JSC to appoint, in accordance with the list below, authorized trading participants in relation to the clearing client custodial accounts of the trading participant (hereinafter referred to as the clearing accounts) and link them to the second-level trading and clearing accounts of an authorized trading participant, opened for concluding transactions in the interests of the trading participant's clients, using the corresponding clearing accounts to secure and fulfill requirements and obligations for transactions concluded with the second-level trading and clearing account.

Trading participant

(full name of organization)

- In addition to the previously submitted
- In place of the previously submitted

Authorized trading participant	Trading participant's clearing account No.

[Position of the chief executive]

[signature]

[Last name, initials]

**Appendix 5**

To the regulations on carrying out of exchange activities

**APPLICATION**

**of trading participant for opening trading and clearing account of the second level**

The authorized trading participant [*full name of the authorized trading participant*] asks Kazakhstan Stock Exchange JSC to open a second level trading and clearing account in the ASTS + trading and clearing system, trades from which will be executed using the clearing account [*No. of its clearing account*] / [*name user of the control and collateral system*].

We confirm that we are familiar with the rules of operation of the control and collateral system, set out in the internal documents of the Exchange (*This paragraph was changed by a decision of the Exchange's Board of Directors dated March 17, 2020*)

[Chief executive's position]

[signature]

[surname, initials]

**Appendix 5-1**

To the regulations on carrying out of exchange activities

*(This appendix was included by a decision of the Exchange Board of Directors dated December 30, 2021)*

**APPLICATION  
of the Trading Participant on Opening of the Aggregated Client Trading and Clearing  
Account in the Foreign Exchange Market**

Hereby [full name of the trading participant of the currency market] hereby requests Kazakhstan Stock Exchange JSC to open in the ASTS+ trading and clearing system (currency market) [indicate quantity] aggregate(s) client trading and clearing account(s).

[The position of the first head]

[signature]

[ surname, initials]

**Appendix 6**

To the regulations on carrying out of exchange activities

*(This appendix was changed by a decision of the Exchange's Board of Directors dated June 23, 2021)*

**Application  
of trading participant for opening a trading and clearing  
account on the derivatives market**

Hereby [full name of the derivatives market trading participant] requests Kazakhstan Stock Exchange JSC to open a [own/client] trading and clearing account with the following details in the SPECTRA trading and clearing system:

No.	Details of the trading and clearing account	
1.	Unique identification number <sup>7</sup>	
2.	Тип клиента <sup>8</sup>	Individual <input type="checkbox"/>  Legal entity <input type="checkbox"/>

[The position of the first head]

[signature]

[ surname, initials]

<sup>7</sup> A unique identification number is assigned by a trading participant in accordance with the procedure established by the Exchange's internal document " Instructions on the procedure for assigning codes to members of Kazakhstan Stock Exchange JSC and their accounts, users of trading systems, issuers of securities and financial instruments *(this footnote was included by a decision of the Exchange's Board of Directors dated June 23, 2021)*.

<sup>8</sup> The details specified in line 2 are filled in if a trading participant opens a client trading and clearing account *(this footnote was changed by a decision of the Exchange's Board of Directors dated June 23, 2021)*.

**Appendix 7**

To the regulations on carrying out of exchange activities

*(This appendix was included by a decision of the Exchange's Board of Directors dated November 11, 2020, this appendix was changed by a decision of the Exchange's Board of Directors December 30, 2021 and July 01, 2022)*

**APPLICATION**  
**on the opening of securities trading**

Hereby [full name of the admittance initiator of securities] requests JSC "Kazakhstan Stock Exchange" (hereinafter – the Exchange) to open trades on [specify the code and ISIN of the security] on the terms of [specify partial or full security] in the appropriate trading modes established by the internal document of the Exchange "Lists of trading modes and operations of the trading and clearing system ASTS+" with [specify the date from which to open the trading<sup>1</sup>].

*In the case of submitting order for the opening of trades, the following are additionally indicated:*

- 1) *for equity securities – the currency in which trading is conducted and the indicative price of the security, which can be used as the price that, in the opinion of the admittance initiator of securities, is fair at the start date of trading;*
- 2) *by shares – lot size, quoting accuracy and the currency of the nominal value of the unit;*
- 3) *for bonds – the following parameters of the bond issue:*

The size and currency of the nominal value of the bonds according to the issue prospectus		
The size and currency of the nominal value of the bonds for which this bond is accounted for in the accounting system of Central Securities Depository JSC		
The nominal value of the bonds is fixed, that is, it is not subject to change or depreciation during the period of circulation of these bonds	<input type="checkbox"/> Yes	<input type="checkbox"/> No
The bonds have a fixed maturity date	<input type="checkbox"/> Yes	<input type="checkbox"/> No
The bonds have fixed coupon payment dates	<input type="checkbox"/> Yes	<input type="checkbox"/> No
The amount of coupon interest on bonds is fixed	<input type="checkbox"/> Yes	<input type="checkbox"/> No
The amount of coupon interest on bonds is not fixed, but the information on it must be known at least two working days before the beginning of the next coupon period of the Republic of Kazakhstan	<input type="checkbox"/> Yes	<input type="checkbox"/> No
The terms of the bond issue provide for a schedule for their partial early repayment by reducing the number of bonds in circulation, which is clearly stated in the prospectus of the issue (or a similar document)	<input type="checkbox"/> Yes	<input type="checkbox"/> No
The capitalization of coupon interest accrued on bonds is provided in some form	<input type="checkbox"/> Yes	<input type="checkbox"/> No
It provides for the accrual and payment of any other amounts on bonds, with the exception of coupon remuneration and the nominal value of the debt after the expiration of the circulation period	<input type="checkbox"/> Yes	<input type="checkbox"/> No

[Position of the first head]

[signature]

[Surname, initials]

<sup>1</sup> If an application is submitted for the opening of trading on any security on the terms of partial security, the opening of trading is possible no earlier than the date of inclusion of this security in the T+ List.