

## WEEK OF STOCK MARKET OF KAZAKHSTAN

### May 31 - June 6

1 US dollar = **146.30** tenge at official rate for the end of the period  
 1 US dollar = **146.87** tenge at weighted average rate of the Exchange for the end of the period

### YIELD OF STOCK EXCHANGE INSTRUMENTS

Following is the table that allows to compare investment attractiveness of the financial instruments, which were regularly traded or quoted at Kazakhstan stock exchange (KASE) during May 31 - June 6. In parentheses – figures of previous period. Instruments are given in ascending order, based on their attractiveness.

#### Investment attractiveness of stock exchange instruments from May 31 through June 6

Financial instrument	Currency	Yield, % APR	Volume of deals, mln KZT	Volume of deals, mln USD
VITAb2	USD	13.52 (13.22)	0 (0)	0 (0)
SMGZb1	USD	13.00 (13.00)	0 (0)	0 (0)
RGBRb2	USD	12.00 (12.00)	0 (0)	0 (0)
KZASb1	USD	11.80 (11.24)	50.3 (0)	342.9 (0)
TEBNb	USD	11.16 (8.93)	7.6 (0)	51.8 (0)
CCBNb1	USD	10.44 (10.29)	0 (0)	0 (0)
KZTOb	USD	10.17 (9.43)	113.1 (3.0)	773.4 (20.7)
KARMB1	USD	10.14 (11.21)	0 (98.3)	0 (672.7)
KKGBe2	USD	9.50 (9.51)	0 (0)	0 (0)
BTASb1	USD	9.20 (11.50)	0 (26.4)	0 (180.7)
KZOLb	USD	8.78 (8.76)	0 (0)	0 (0)
ATFBb	USD	8.54 (8.64)	0 (0)	0 (0)
HSBKb	USD	8.50 (8.50)	0 (0)	0 (0)
SYRGb1	USD	8.50 (8.54)	0 (0)	0 (0)
Euronotes-4	USD	7.26 (7.27)	491.0 (2,216.4)	3,346.5 (15,163.5)
Euronotes-3	USD	7.09 (7.16)	924.9 (1,697.9)	6,304.0 (11,616.0)
KKGBb	USD	5.35 (5.27)	0 (0)	0 (0)
GB** repo	KZT	*5.08 (*7.84)	1,976.9 (4,090.8)	13,475.1 (27,986.4)
MEOKAM, MEAKM	KZT	10.94 (11.04)	4,526.3 (1,430.6)	30,852.0 (9,786.9)
MEKKAM, notes	KZT	*5.62 (*6.35)	435.2 (378.5)	2,966.4 (2,589.5)
CS** repo	KZT	*4.79 (*10.23)	30.1 (152.1)	205.0 (1,041.3)
Euronotes-2	USD	6.05 (6.01)	569.3 (483.2)	3,880.4 (3,305.5)

**Notes:** yields of KZASb1, KZTOb and TEBNb are calculated as average of the deals, yields of other corporate bonds are calculated as average of offer bids.

Tenge devaluation rate is estimated at weighted average rate of the main session of KASE in the week by a trend of **16.59% APR**.

The yields, shown here, do not incorporate overhead expenses that are inevitable when conducting operations and fixing profits (commission and tax collections, membership fees etc). Marked by a star are the instruments with less than a year circulation term. Weighted average effective yields are given for them.

### INDICATORS OF INTERBANK DEPOSIT MARKET

#### Indicators of Kazakhstan interbank deposit market as of June 6, 4:00 PM ALT and changes during the week

Term	Currency	Rate	Trend
1 week	KZT	8.00	-3.00
2 weeks	KZT	8.67	-2.71
1 month	KZT	9.50	-2.38
2 months	KZT	10.17	-2.21
3 months	KZT	11.00	-2.13

During the period the liquidity of the market has changed drastically. In last calendar week the amount of free money in correspondent accounts of the banks was growing quickly due to the end of the month and meeting the reserve requirements by the banks. However, on June 4 the situation changed. The purchases of dollars at the Exchange led to a gradual decline in the monetary base. During the last two days the National Bank was actively attracting money at the offerings of notes. It accelerated the growth of indicative rates of interbank deposit market. The period ended with quickly growing rates. However, it has not reflected on resulting dynamics of the indicators yet.

## THE SECURITIES SECTOR (SS)

### Results of the week

During observed period 16 deals amounting to **\$1,477.9 th.** (KZT216.3 mln) were made in **purchase and sale sector** of the securities on trade floors of the KASE. Relative to previous period (\$2,059.7 th., KZT301.0 mln, 7 deals) weekly turnover of the sector decreased by 28.2%. The most traded were **bonds of NOTC KazTransOil CJSC** (52.3% of sector's turnover). Then, there were bonds of Karazhanbasmunai OJSC (23.2%) and common shares of Bank TuranAlem OJSC (20.3%). Last week common shares of Bank TuranAlem OJSC were the leaders. The deals were made in 5 instruments, and 4 – for last week.

By the last deals of the period the price of BTAS decreased by 0.8% relative to the previous successful trades, KZTKp – 42.0%. The yields of KZASb1 fell from 12.00% to 11.80%. The yields of KZTOb grew from 9.43% to 10.29% APR, TEBNb – from 6.69% to 11.16% APR.

**The index** KASE\_Shares rose by 0.2179 (0.21%) during the week, at **103.8804** at June 6 closing. This change is mainly explained by a 17.6% growth in values of Astana-finance OJSC common shares, with a slight decline in the values of other instruments.

The dynamics of the indexes of corporate bonds market (changes during the week are in parentheses) is as follows: **KASE\_BY – 11.47 (-0.08%)**, KASE\_BP – 113.49 (+0.29%), KASE\_BC – 104.14 (+0.09%). Last week KASE\_BY index decreased by 1.10%. The yields of corporate bonds keep falling gradually as a result of significant growth of quotations put out by the market-makers on the securities of major companies. This trend was developing in last week. However, it is far from a clear trend yet.

On June 6, 2001 **the capitalization of the companies**, whose shares are traded on the securities exchange market of Kazakhstan, equaled **\$1,321.0 mln** or KZT194.0 bln at tenge to dollar rate of the Exchange, effective on that date. During the week this number decreased **by \$6.9 mln** in terms of dollars is explained mainly by a decrease in the values of BTAS and KZTKp (see above).

**The capitalization of corporate bonds market of the Exchange by their best ask prices**, that are regularly put out by the market-makers of these securities in the trade system of the Exchange, was fixed at **\$254.0 mln** as of June 6, or KZT37,304.3 mln. In nominal value (total face value of the bonds that were entered into trade lists of KASE) is estimated at **\$282.3 mln** as of this check date, or KZT41,458.4 mln.

Data on the deals, bid and offer information in purchase and sale sector of the securities, as well as description of trade codes are given in the tables.

#### Results of the trades in shares from May 31 - June 6

USD per share, unless otherwise specified

Issuer	Securities	Close	WA price	Volume	Best bid	Best offer
Almaty Kus OJSC	ALKS			0	0.1540	0.3080
Astana-finance OJSC	ASFI	*7.002		0	4.000	6.800
Bank TuranAlem OJSC	BTAS	*72.01	72.01	4 166	72.01	72.00
Bank CenterCredit OJSC	CCBN	1.2659		0	1.1606	1.3617
Halyk Bank of Kazakhstan OJSC	HSBK	0.8324		0	0.9000	1.8000
KAZKOMMERTSBANK OJSC	KKGB	*0.4500		0	0.2500	0.5000
Kazakhtelecom	KZTK	*12.000		0	12.000	14.500
Kazakhtelecom	KZTKp	*6.500	6.500	1 500	7.000	6.500
Raushan OJSC	RAUS			0		*4.1500
SAUR OJSC	SAYR			0		*0.3400
SHNOS OJSC	SYRG	1.6300		0	1.3000	
TEMIRBANK OJSC	TEBN	*1.095		0	7.150	7.149
ULBA JSC	ULBAp	*10.00		0		*10.27
UKTMK OJSC	UTMK	35.000		0	15.000	39.000
UKTMK OJSC	UTMKp	*4.3100		0		40.0000
VALUT-TRANZIT BANK OJSC	VTBN	2.5032		0	1.3654	2.4851
VALUT-TRANZIT BANK OJSC	VTBNp	2.3033		0	1.5020	2.8596
Zerde OJSC	ZERD			0		*0.1362

#### Results of the trades in bonds from May 31 - June 6

yield for the buyer in % APR till maturity, unless otherwise specified

Issuer	Code	Currency	Last	WA	Volume, th. USD	Best bid	Best offer
AMB CJSC	ATFBb	USD	9.2471		0	9.1260	8.5923
Bank TuranAlem OJSC	BTASb1	USD	11.5000		0	11.2034	9.1998
Bank CenterCredit OJSC	CCBNb1	USD	11.6998		0	11.8497	10.4927
Halyk Bank of Kazakhstan OJSC	HSBKb	USD	11.2702		0	13.4955	8.5034
Karazhanbasmunai OJSC	KARMB1	USD	11.2101		0	11.3962	10.1703
KAZKOMMERTSBANK OJSC	KKGBb	USD	7.00		0	10.00	5.52
KAZKOMMERTSBANK OJSC	KKGBb2	USD			0	11.5007	9.4975
DAGOK Kustanaiasbest OJSC	KZASb1	USD	11.7958	11.7958	342.94	11.7958	11.7958
NOC KazakhOil CJSC	KZOLb	USD	10.0032		0	9.8310	9.5045

To be continued on the page 3

## Results of the trades in bonds from May 31 - June 6

yield for the buyer in % APR till maturity, unless otherwise specified

Issuer	Code	Currency	Last	WA	Volume, th. USD	Best bid	Best offer
NOTC KazTransOil CJSC	KZTOb	USD	10.2905	10.0552	773.44	9.7811	10.2905
RG Brands OJSC	RGBRb2	USD	12.0000		0	12.4959	12.0000
SHAHARMUNAIGAS OJSC	SMGZb1	USD			0	18.9982	13.0040
SHNOS OJSC	SYRGb1	USD			0	11.9661	8.5036
Temirbank OJSC	TEBNb	USD	10.8609	10.8609	51.77	8.8375	8.8636
VITA LLP	VITAb2	USD	*14.0093		0	14.3987	13.5416

Notes: bid and ask prices are given for the period; if no deals were made during reporting period (volume =0), the last price of successful trades will be given; marked by a star are indicative quotations in Quotation trade system of KASE unlike the bids submitted in regular trade mode, or the price of direct deals.

**In the securities repo sector** 1 repo opening deal was made during the week for \$205.0 th (KZT30.1 mln). No repos were closed on the trading floor. Last week volume of deals equaled \$3,692.6 th (KZT539.5 mln). In the evening of June 6 twenty securities repos in tenge and U.S. dollars were opened on the trade floor of the Exchange for a total of **\$6,610.2 th**. Common and preferred shares of VALUT-TRANZIT BANK OJSC, common shares of Bank TuranAlem OJSC, common shares of Bank CenterCredit OJSC, preferred shares of Kazakhtelecom, common shares of Astana-finance OJSC, bonds of NOC KAZAKHOIL CJSC and VITA LLP were used as the object of repo deals. The terms vary from 14 to 30 days, and rates from 4.79% to 14.97% APR for tenge denominated repos, and 28 to 123 days, 7.86 to 14.72% APR for USD denominated repos.

**Total of 17 deals** amounting to **\$1,682.9 th (KZT246.5 mln)** were made in securities **on trade floors of KASE** during last week (purchase and sale and repo sector). A week ago volume of 18 deals was \$5,752.3 th.

## Changes in trade lists

**From June 7, 2001**, based on the application of the trade members of the KASE, **common inscribed shares** (KZ1C28080413, trade code – ALTU) of **Alatau OJSC** (Almaty) are admitted to the trades in “Non-listed securities” sector under second admission level. Announced and paid authorized capital of the company equals KZT223,746.0 th. The company registered single issue including 1,948,627 common and 252,833 preferred shares at face value of KZT100. The emission was registered by National Securities Commission on Oct.20, 1997 and registered under A2808 number. The report on floatation of shares was approved on Sep.07, 1998. Primary activities of the company are production, commercial activity of defense industry goods, civil technical equipment, consumer goods, retail and wholesale trade.

## May results

Due to the end of the month the agency IRBIS has analyzed the results of May in all sectors of the securities trades of the Exchange. Total volume of 100 deals here equaled **\$20,778.4 th.**, or **KZT3,035.4m** at current rate of the Exchange effective on the day the deals were made on. Following are the tables showing the securities market at the Exchange in May, 2001.

## Most tradable securities at the KASE in May 2001 (including repo sector)

Code	Brief title of the issuer	Volume of deals, th. USD	Volume of deals, m, KZT	Volume of deals in Number securities of deals
BTAS	Bank TuranAlem OJSC	6,682.1	976.1	92,314
VTBN	VALUT-TRANZIT BANK OJSC	3,096.3	452.7	1,198,000
KZTOb	NOTC KazTransOil CJSC	3,017.7	440.2	30,737
VTBNp	VALUT-TRANZIT BANK OJSC	2,456.0	359.3	1,449,212
CCBN	Bank CenterCredit OJSC	2,222.4	324.5	1,597,084
KZOLb	NOC Kazakhoil CJSC	1,275.4	186.4	12,930
KARMb1	Karazhanbasmunai OJSC	1,100.0	160.6	10,900
UTMK	UKTMK OJSC	266.3	38.9	7,608
BTASb1	Bank TuranAlem OJSC	254.2	37.1	2,410
AMGZp	Aktobemunaigas JSC	202.5	29.6	60,000
KZTKp	Kazakhtelecom	133.4	19.5	11,600
KZCR	TNC Kazchrome OJSC	37.6	5.5	5,938
KZTK	Kazakhtelecom	10.2	1.5	850
ATFBp	AMB OJSC	10.2	1.5	100
ALKZ	Aluminii Kazakhstana OJSC	7.6	1.1	10,850
ALKZp	Aluminii Kazakhstana OJSC	5.5	0.8	13,518
DNFBp	Donskaya Neftebasa	1.0	0.2	17,452

**Comments:** The securities were sorted in descending order based on the volumes of deals expressed in U.S. dollars. The volumes of the deals are given for **all sectors of the market**, including repo deals and initial offerings. Small letters in the securities codes have the following meanings: “p” - preferred inscribed share; “b” - bond; “e” - eurobond; the rest - common inscribed share. The figure shows the number of the bond issue. If there is no figure (old code) it implies that it is the first issue.

## Dynamics of the securities market indicators in May 2001

Date	Capitalization of the share market, m, USD	Share index	The KASE index	Capitalization of the bond market, m, USD	Bond value index, including accum interest	Volume of deals, th. USD
28.04.01	1,260.5	100.6708	282.550	11.8413	111.3654	1,560.8
02.05.01	1,369.5	103.9506	282.6	11.8415	111.4742	684.2
03.05.01	1,371.1	103.5844	282.5	11.8314	111.5350	2,318.1
04.05.01	1,370.3	103.8494	282.5	11.8538	111.5082	2,802.5
07.05.01	1,358.9	103.8278	282.2	11.8484	111.5152	577.6
08.05.01	1,358.6	104.0896	282.4	11.7875	111.7129	420.2
10.05.01	1,358.7	104.0767	282.5	11.8295	111.6546	636.8
11.05.01	1,355.1	104.0732	282.6	11.7899	111.7904	423.6
14.05.01	1,351.4	104.0570	282.6	11.8389	111.7450	488.7
15.05.01	1,334.5	104.0482	282.5	11.8064	111.8606	638.4
16.05.01	1,334.8	104.0513	282.6	11.8117	111.8489	444.0
17.05.01	1,334.9	104.0354	282.3	11.8037	111.8704	508.7
18.05.01	1,329.0	104.0367	282.3	11.7773	111.9652	10.6
21.05.01	1,329.1	104.0236	282.6	11.6345	112.2302	39.8
22.05.01	1,329.2	103.7874	282.6	11.4459	112.6647	10.3
23.05.01	1,327.2	104.0090	282.6	11.6089	112.3364	45.6
24.05.01	1,327.9	103.7234	282.6	11.8232	111.9080	24.3
25.05.01	1,327.9	103.7456	282.6	11.8231	111.9365	156.4
28.05.01	1,327.8	103.7449	282.9	11.4072	113.3028	20.7
29.05.01	1,328.4	103.7298	282.6	11.5283	112.9951	1,858.3
30.05.01	1,327.9	103.6625	282.6	11.4808	113.1660	0
31.05.01	1,327.5	103.6723	282.643	11.4672	113.2072	0
<b>Trend</b>	<b>+67.0</b>	<b>+3.0015</b>	<b>+0.096</b>	<b>-0.3741</b>	<b>+1.8418</b>	
	<b>+5.31%</b>	<b>+2.98%</b>	<b>+0.02%</b>	<b>-3.16%</b>	<b>+1.65%</b>	

Comments: **The KASE index** reflects the changes in the bids on the shares from the official list of the Exchange's securities of the category "A", including the market capitalization of their issuers. **The capitalization of the bond market** – indicator that reflects the volume of corporate debt circulating on the KASE as the bonds of the companies. It is calculated on the basis of the number of issued bonds and the bonds admitted to the trades and their market values. In case of the absence of the last figure, face value is used instead. **The capitalization of the share market** – indicator that reflects the market capitalization of the companies whose shares were entered into all the lists of the KASE securities. It is calculated on the basis of the number of issued shares and their last market values. In case of the absence of the deals the face values of the securities, expressed in U.S. dollars (if necessary) at the rate of the Exchange for the current day, are used.

### Monthly volumes of deals with securities at the KASE in a year 2001 grouped by months (th. US dollars)

Month	Sector of the securities exchange market			Total
	Primary	Purchase and sale	Repo	
January	0	5,557.2	1,239.7	6,796.9
February	0	9,695.4	3,118.5	12,813.9
March	0	15,363.8	7,084.4	22,448.2
April	0	12,110.8	8,328.6	20,439.4
May	0	12,108.8	8,669.6	20,778.4
<b>TOTAL</b>	<b>0</b>	<b>54,836.0</b>	<b>28,440.8</b>	<b>83,276.8</b>

In 2000, volumes of securities operations at KASE equaled to \$138,508.6 th. For the first five months of 2001 it reached \$83,276.8 th. growing 2.8 times or by \$53,891.8 th.

## SECTOR OF GOVERNMENT BONDS (GB)

### Results of the week

In **GB purchase and sale sector** of KASE total volume of 102 deals equaled **KZT6,946.6 mln**. Last week the turnover equaled KZT6,206.6 mln with 94 deals made. In the opinion of IRBIS analysts, the change in the turnover of the trades was insignificant. But the structure of the turnover underwent great changes relative to previous week. As it can be seen from the table, the participants paid most of their attention not to the euronotes of Kazakhstan, but to domestic coupon bonds of the Ministry of Finance, and to MEAKAM, to be exact, which are due to their high yields are attracting more traders. However, this interest is at the same time a main reason for the decline in investment attractiveness of MEAKAM. Weighted average yields of the bonds fell from 12.45 to 11.59% APR during the week, and it keeps falling.

Parameters of stock exchange transactions in GB from May 31 - June 6

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, mln tenge discounted	Number of deals
	min	max	last deal	weighted average		
<b>Discounted GB: MEKKAM-12, notes</b>				<b>6.3% (6.1%) of purchase and sale sector's turnover</b>		
less than 8	4.70	5.48	5.18	5.19 (6.26)	56.3	4
8 - 14	4.05	5.11	5.11	4.47 (4.22)	85.0	3
15 - 28	4.23	5.32	4.23	5.29 (5.12)	45.6	2
29 - 36	5.31	5.31	5.31	5.31 ( - )	28.9	1
64 - 91	5.40	6.10	5.40	5.72 (5.28)	107.8	3
92 - 181	6.30	6.30	6.30	6.30 ( - )	50.0	1
182 - 364	6.50	6.50	6.50	6.50 ( - )	61.7	1
Total					435.2 (378.5)	15 (10)
<b>Coupon GB: MEOKAM-24, 36, MEAKAM</b>				<b>65.2% (23.0%) of purchase and sale sector's turnover</b>		
433 - 675	8.63	10.03	10.00	8.89 (8.70)	463.2	8
827 - 997	8.20	11.82	11.82	9.38 (8.92)	764.2	15
1,001 - 2,404	7.83	12.14	12.01	11.59 (12.45)	3,298.9	20
Total					4,526.3 (1,430.6)	43 (28)
<b>Euronotes of Kazakhstan, USD</b>				<b>28.6% (70.9%) of purchase and sale sector's turnover</b>		
*476 - 482	5.65	6.26	5.97	6.05 (6.01)	569.3	15
**1,212 - 1,218	7.01	7.19	7.14	7.09 (7.16)	924.9	18
***2,135 - 2,140	7.24	7.29	7.27	7.26 (7.27)	491.0	11
Total					1,985.1 (4,397.5)	44 (56)
<b>SUBTOTAL</b>					<b>6,946.6 (6,206.6)</b>	<b>102 (94)</b>

Notes: for euronotes (\* - second issue, \*\* - third issue, \*\*\* - fourth issue) volumes of the deals are calculated at weighted average USD/KZT rate of the Exchange. Volumes for indexed domestic GS are calculated considering official rate of USD/KZT.

By the results of the week the dynamics of the KASE indexes that indicate the condition of the market of Kazakhstani sovereign debt at the Exchange is as follows (in parentheses - weekly changes): **KASE\_EY** – equaled **7.06 (-0.48%)**; **KASE\_EP** – 126.67 (+0.20%); **KASE\_EC** – 112.95 (+0.05%). Last week **KASE\_EY** increased by 0.94%. During the last one and a half months weighted average yields of the Kazakhstani euronotes remain stable, with a slight fluctuations in both directions.

**In GB repo sector 76 deals for a total of KZT4,009.7 mln** were made during the period. Of this number 36 deals (for KZT1,976.9 mln) were repo opening deals and 40 (KZT2,032.7 mln) were repo closing deals. Last period the turnover of this sector of the market reached KZT8,920.0 mln. High liquidity of the market did not contributed to the growth of the deal volumes in this sector in this week.

After closing of the trades on June 6 total amount of opened repo equaled **KZT5,783.0 mln**. Current weighted average rates as of June 6 (% APR) equaled: for 1 day – 4.15; for 2 days – 3.74; for 5 days – 4.99; for 14 days – 5.49; for 14 days – 5.49; for 15 days – 5.29; for 20 days – 6.91; for 21 days – 6.85; for 22 days – 7.98; for 24 days – 7.48; for 27 days – 8.83; for 28 days – 7.68; for 29 days – 7.92; for 30 days – 7.42; for 60 days – 11.97.

**Total of 178 deals** amounting to **KZT10,956.3 mln** were made in GB on trade floors of KASE during last week (purchase and sale and repo sector). A week ago volume of 218 deals was KZT15,126.6 mln. This week **the proportion of the stock market turnover** in total volume of deals on Kazakhstani secondary market for GB for comparable operations equaled **41.9%**, for last week it was 70.2%. Such a sharp decline in the proportion of the Exchange was due to making a swap deal on MEAKAM for KZT10 bln on over-the-counter market on June 5. Considering the fact that this deal is a non-market deal, it is quite justified that it has been made on a closed market.

## May results

In May of year 2001, 935 deals for a total of **KZT66,201.7 mln** (\$453.0 mln at the current exchange rate of KASE) were made in all sectors of the government bonds (GB) market of KASE. In last month, total volume of 853 deals totaled KZT69,914.2 mln (\$480.3 mln). In May **the share of the Exchange's turnover** in total volume of the deals made on the Kazakhstani secondary market of GB based on comparable operations (including euronotes and repo deals) equaled **88.7%** (in April – 80.0%).

Table of monthly volume of deals in GB at KASE in 2001 (KZT, mln)

Month	GB sector of the stock exchange market			Total
	Primary	Purchase-sale	Repo	
January	0	16,630.8	65,433.5	82,064.4
February	0	21,351.7	30,669.9	52,021.6
March	0	17,922.6	45,427.5	63,350.1
April	0	24,666.1	45,248.0	69,914.2
May	0	24,732.3	41,469.4	66,201.7
<b>TOTAL</b>	<b>0</b>	<b>105,303.6</b>	<b>228,248.3</b>	<b>333,551.9</b>

In year 2000 volume of GB operations at KASE estimated at KZT446,886.9 mln. In first five months of 2000 corresponding figure equaled KZT100,688.3 mln. Thus, compared to similar period of 2000, in this year volume of GB operations at KASE increased 3.3 times, or KZT231.3 mln.

KASE defined list of companies - leading operators of the KASE government bonds market for May 2001. The rating is made according to portion of concluded deals in aggregate **gross turnover** of trades (total of purchased and sold bonds). The rating included purchase-sale deals (37.4% of the secondary market) and direct and reverse repo operation (62.6%). The position of each entity was expressed in currency of the payments, i.e. tenge. In total, **23 companies** participated in trades with GB at KASE (banks, broker-dealer companies, pension assets management companies and SAPF). Below is the list of 10 the most active operators given in descending order.

The list of most active operators of Kazakhstani GB market at the Exchange in May 2001

Position in May 2001	Position in April 2001	Brief title of a company	Share in gross volume of trades, %
1	2	AMB OJSC (Almaty)	17.3
2	4	Bank TuranAlem OJSC (Almaty)	16.1
3	3	State Accumulative Pension Fund CJSC, SAPF (Almaty)	11.4
4	10	Pension Asset Management Company of Halyk Bank of Kazakhstan CJSC	9.2
5	9	Halyk Bank Kazakhstan OJSC (Almaty)	8.2
6	6	Bank CenterCredit OJSC (Almaty)	6.6
7	13	ABN AMRO BANK KAZAKHSTAN (Almaty)	5.2
8	5	Eurasian bank CJSC (Almaty)	5.0
9	7	TEMIRBANK OJSC (Almaty)	4.3
10	12	Bank Caspian OJSC (Almaty)	3.7

## INFORMATION ON COMPANIES

On June 4, 2001 the NSC conducted state registration of the third issue of Almaty Kus OJSC (Chapaev comm., Ili district, Almaty region) shares for **KZT100m**.

**Almaty Merchant Bank OJSC** (AMB OJSC, Almaty) provided the KASE with a copy of its extraordinary general shareholders meeting, which was held on May 22, 2001. Based on the agenda, the shareholders of AMB OJSC made following decisions:

- merge Kazprombank OJSC with AMB OJSC;
- delegate the Board of AMB OJSC to take necessary merger measures based on existing law requirements;
- send a petition to the National Bank of Kazakhstan on the approval of the merger between Kazprombank OJSC and AMB OJSC;
- prepare necessary documents for obtaining the consent of the National Bank of Kazakhstan on acquiring by the shareholders of AMB OJSC the status of a main participant and banking holding;
- put out the matter on changing the structure of executive body of AMB to the next meeting of the Board of directors.

Besides, it was decided that the issue of subordinated bonds of the bank for a total of \$10m (decision of the General shareholders meeting of March 15, 2001) till the end of the merger procedure with Kazprombank OJSC.

**Astana-finance OJSC** (Astana) informed the KASE of the assigning a single national identification number (NIN) to its common inscribed shares of the first and second issues due to the re-registration conducted as a result of a decline in announced authorized capital. From May 31, 2001 in trading lists of the KASE NIN of common inscribed shares of Astana-finance OJSC (trade code – **ASFI**) are changed to **KZ1C37670011** from KZ1C37671418.

**Bank TuranAlem OJSC** (Almaty) informed the KASE of assigning a single national identification number (NIN) to common inscribed shares of the first, second, fourth and fifth issues (the third issue was cancelled) in compliance with the law requirements. From June 5, 2001 in KASE trade system NIN of common inscribed shares of Bank TuranAlem OJSC (trade code - BTAS) is changed to **KZ1C34920013** from KZ1C34920412.

On June 5, **NOC KAZAKHOIL CJSC** (Astana) repaid second coupon to holders of the company's bonds of the first emission (KZ72IAG56A20; official list of the KASE securities of category "A"; code KZOLb; \$25.0m; \$100; June 5,00 - June 5.02; semiannual coupon at 9.0% APR, current market rate - 10.00%). No amount was stated by the public relation department of KAZAKHOIL. According to IRBIS, amount of coupon payments must equal **\$1.125m** or KZT165,116.3 thousand at current exchange rate at KASE. Based on REUTERS, actual payment amount equaled KZT165,116.3 th. at current rate of the Exchange. The difference between these figures is apparently due to the number of bonds held by the market-maker at the Exchange.

The public relations department of **KAZKOMMERTSBANK OJSC** (Almaty) released information on extension of syndicated loan with the Syndicate of banks. Kazkommertsbank exercised its option under a Term Loan agreement entered into in December 2000, to roll-over for a further 6 months the facility. The amount of the term loan, which has been provided by a syndicate of international banks, was also increased from \$41 million

to \$62 million. ABN AMRO Bank N.V. served as the Agent for the facility, and it was arranged by syndicate of banks, including, ABN AMRO Bank Kazakhstan, American Express GmbH, ING Bank N.V., Standard Bank London Limited, Citibank Kazakhstan, Commerzbank AG, Bank Bruxelles Lambert S.A., Dresdner Bank AG, HSBC Bank Kazakstan, London Forfaiting Cyprus Limited, MashreqBank PSC, Raiffeisen ZentralBank, and Israel Discount Bank of New York. The group of other Lenders participating in the syndicate included, Cooperatieve Centrale Raiffeisen-Boerenleenbank B.A., Bankgesellschaft Berlin AG, BHF Bank, Credit Suisse First Boston, J.P. Morgan Chase & Co., Natexis Banque Populaires, and The Bank of New York. The purpose of the Term Loan is for the financing of trade operations of Kazkommertsbank's clients.

On June 01, 2001 the NSC approved issue and floatation reports of **VALUT-TRANSIT BANK OJSC** seventh issue shares for KZT300m.

The bank provided the KASE with a copy of the minutes of the General shareholders meeting held on April 30, 2001. Based on approved agenda, the shareholders of VALUT-TRANZIT BANK OJSC approved the report of the Board, report of the Supervision commission, annual financial statements for the year 2000, as well as made following decisions:

- issue \$10m worth of coupon bonds with 5-year circulation term, coupon of 11.5% APR for the first circulation year to be reconsidered each subsequent year by the Board of directors, but not less than 6% APR, and semiannual payment frequency;
- distribute KZT112,016,153.95 net income in following manner: KZT23,922,917.48 to dividends to preferred shares, to reserve fund – KZT88,093,236.47;
- approve the assignment of PriceWaterhouseCoopers (Almaty) as the company's auditor.

The deputy chairman of the Board, Nigmadyanova G.Kh., made a speech on the report of the Board, where she said that the bank had finished the year 2000 with following results: increase in authorized capital – 1.3 times (at KZT1.3b), assets – 2.2 times (KZ6.1b), net income – 3.9 times (KZT112.0m), shareholders' equity – 1.9 times (KZT2.0b). During the reporting period 5 branches had been opened, 19 currency exchange points (total number 97), the number of accounts opened by the companies increased by 1,586. Volume of granted loans increased by 80%, at KZT4.3b at the end of the year. New banking products were introduced in 2000: fast money transfers to 180 countries of the world within 15-20 minutes, fast payments in various countries through SWIFT system; "Discount" tariff system for clients, who make advance payments through settlement and cash centers, "Family bank" program for a complex servicing of all family members. Besides, the bank serves the employees of budgetary organizations, conducts transactions with securities, rare metals and precious stones.

**VITA LLP** (Chapaevo comm., Almaty region; purchasing, processing, production and selling fat and butter products) provided the KASE with its financial statements for the first quarter of 2001: balance sheet and income statement. Following are the results of the company in first quarter of 2001 by the data of the issuer

#### Comparable figures of financial and economic activities of VITA LLP in I quarter of 2001

Ratio	(in th. KZT)		
	As of Apr.1 '00	As of Apr.1 '01	Change, %
Authorized capital (announced)	100,000	100,000	0.0
Authorized capital (paid)	54,433	100,000	+83.7
Shareholders' equity	293,887	395,858	+34.7
Total assets	708,872	893,337	+26.0
Net working capital	121,781	468,672	+284.8
Accounts receivable	116,073	250,125	+115.5
Accounts payable	239,192	29,029	-87.9
Sales	107,738	180,311	+67.4
Cost of goods sold	89,703	132,302	+47.5
Net income of the period	2,267	30,440	+1,242.7

Compared to similar period of 2000 a **growth** was observed in (all figures are given in tenge unless otherwise indicated): **shareholders' equity** of the company – by 102.0m or by 34.7% (increase in final amount of undistributed profit – by 56.4m and paid up part of the capital - 45.6m); **assets** – by 184.5m or 26.0%; **accounts receivable** - 134.1m or 2.1 times, of which 45.8m prepayments, 61.0m trade receivables, 27.2m budget receivables; **liabilities** – 82.5m, or 19.9% (growth of long-term funds - 292.8m, decline of accounts payables - 210.3m); **sales volume** - 72.6m or 67.4%; **cost of goods** - 42.6m or 47.5%; **expenses** - 5.0m or 31.1%. As a result, **net income** increased by 28.2m (up to 30.4m) or 13.4 times compared to corresponding period of 2000.

Also, VITA LLP informed the KASE of the payment of the **first coupon** on its second issue bonds (KZ2CKAPUBA19, official list of the KASE securities under category "B", trade code VITAb2; \$100; \$1.5 mln; Dec. 01.00 - Dec. 01.01; semiannual coupon at 14.0% APR). The payment was made in strict compliance with the servicing schedule of the debt for a total of \$105 th in Kazakhstani tenge equivalent, which is KZT15,340,500 at current official rate.

**Mangistaumunaigas OJSC** (Aktau) informed the KASE of the convocation of the annual general meeting of shareholders to be held on Jun 29, 2001 with the following agenda:

- Approval of the Inspection commission
- Report of the General director of the company on results of 2000, approval of financial statements and distribution of net income for 2000
- Report of Inspection commission
- Amendments to the company's regulation
- On auditors conclusion
- Approval of dividends for 2000
- Approval of the company's auditor for 2001

The list of shareholders admitted to the meeting will be compiled from shareholders register fixed on June 11, 2001. The location: Bldg.1, Micro-district 6, Aktau, Mangistau region. In case of quorum absence, next meeting will be held on June 30, 2001.

#### **KASE MEMBERS**

By the resolution #832 of the Directorate of the National Securities Commission of Kazakhstan (NSC), dated May 28, 2001, the license #0407100031, issued on Jan.14, 1999 to **BANK CASPIAN OJSC** (Almaty) to conduct custodian activity was recalled. The reason for recall of the license is that BANK CASPIAN OJSC did not eliminate the reasons that became the grounds for the resolution #709 of the NSC Directorate, dated Nov.06, 2000 on suspension of the bank's license for six months.

By the decision of the Exchange council of the Kazakhstan Stock Exchange (KASE), from June 5, 2001 the membership of **Kazakhstan promyshlennyi bank OJSC** (Kazprombank OJSC, Almaty) is ceased at the KASE under categories "B", "K", "P" due to its reorganization. The bank reorganization was due to its acquisition by Almaty Merchant Bank OJSC (AMB OJSC, Almaty).

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