

WEEK OF STOCK MARKET OF KAZAKHSTAN November 23 - 29

1 US dollar = **144.10** tenge at official rate for the end of the period
1 US dollar = **144.20** 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 November 23 - 29. In parentheses – figures of previous period. Instruments are given in ascending order, based on their attractiveness.

Investment attractiveness of stock exchange instruments from November 23 through 29

Financial instrument	Currency	Yield, % APR	Volume of deals, mln KZT	Volume of deals, mln USD
RENTb	USD	15.04 (15.04)	0 (0)	0 (0)
ALKSb	USD	14.54 (15.03)	0 (10.6)	0 (73.9)
KOMBb	USD	11.00 (13.50)	8.0 (0.4)	55.6 (2.8)
KZOLb	USD	10.97 (11.00)	17.3 (5.6)	119.8 (38.9)
ATFBb	USD	10.95 (10.95)	0 (0)	0 (0)
KZTOb	USD	10.38 (10.46)	0 (18.3)	0 (126.8)
HSBKb	USD	10.37 (9.79)	0 (0)	0 (0)
TMJLb	USD	10.10 (10.04)	0 (0)	0 (0)
Euronotes -4	USD	9.55 (9.57)	372.5 (540.1)	2,584.8 (3,751.2)
Euronotes -3	USD	9.09 (9.16)	643.8 (519.1)	4,467.3 (3,605.3)
KKGBb	USD	9.07 (9.10)	0 (0)	0 (0)
Euronotes-2	USD	9.02 (9.16)	28.9 (99.5)	200.8 (691.4)
MEKAVM	USD	*8.56 (8.81)	425.5 (89.8)	2,952.3 (624.0)
TEBNb	USD	8.25 (8.32)	0 (0)	0 (0)
MEKKAM, notes	KZT	*8.09 (8.11)	1,474.6 (816.9)	10,232.4 (5,674.3)
Repo GB	KZT	*6.76 (11.42)	3,946.5 (5,631.1)	27,385.1 (39,113.3)

Notes: yields of KOMB and KZOLb are calculated as average of deals; for other corporate bonds - as average of bid quotations.

Tenge devaluation rate is estimated at weighted average rate of the main session of KASE in the week by a trend of **12.28% 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

Following is the table of mean values of interbank offering rates (KIBOR), calculated by the quotations put out by the banks in the trade system of KASE. The trend reflects the change of the indicator relative to the last day of previous period. Minimum quotation volume is KZT15 mln. The quotations are indicative meaning that participants do not have to conclude deals on given terms.

Indicators of Kazakhstan interbank deposit market as of November 29, 4:00 PM ALT and changes during the week

Term	Currency	Rate	Trend
1 week	KZT	7.75	-2.00
2 weeks	KZT	8.44	-2.94
1 month	KZT	9.25	-3.63
2 months	KZT	10.00	-4.00
3 months	KZT	10.69	-4.37

During the period the bid rate were tend to fall. But, they fell sharply on November 23 and 24 under the influence of big repayment amounts of GB. As a result, the rates have stabilized and only at the end of the week they seemed to begin decreasing again. It should be noted that these dynamics correlate to the real repo rates at the KASE with borrowing terms of 1-3 days. At the end of the period there were enough free money on the market, though it would be wrong to say that the liquidity of the participants was excessive.

THE SECURITIES SECTOR (SS)

Secondary market

During observed period 15 deals amounting to **\$5,781.3 th.** were made in **purchase and sale sector** of the securities on trade floors of the KASE. Relative to previous period (\$668.0 th., 10 deals) weekly turnover of the sector increased 8.7 times.

In terms of deal volumes **common shares of Bank TuranAlem OJSC** (Almaty, official list of securities, category "A", BTAS) were an absolute leaders, with their proportion in total turnover of securities reaching 92.0%. Most of the deals in these securities (\$5.2 mln) were made by the brokers on the last day of the period - November 29. Rest of the time the securities market of the Exchange was less active and characterized by periodical and relatively small deals. It is interesting to note that last week common shares of Bank TuranAlem OJSC were the leaders also.

By the last deals the price of BTAS fell by 19.3% relative to previous successful trades, the value of VTBNp fell by 32.4%, KZTKp grew by 25.6%, KZMS did not change. Yields of KOMBb fell from 13.5017% to 10.9977% APR, KZOLb - from 10.9979% to 10.5415% APR.

The return of the KZOLb yield to its previous level after a two-week long speculations with this financial instrument should be considered interesting feature of the period. Actually, this figure, registered by the results of the last deal in the bonds of the major oil company, has never been so big.

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

Results of the trades in shares from November 23 - 29

USD per share, unless otherwise specified						
Issuer	Securities	Close	WA price	Volume	Best bid	Best offer
Almaty Kus OJSC	ALKS			0	0.15	0.31
Bank TuranAlem OJSC	BTAS	70.99	71.39	74 513	71.86	70.20
Bank CenterCredit OJSC	CCBN	1.53		0	1.27	1.39
Halyk Bank of Kazakhstan OJSC	HSBK	*0.72		0	0.90	1.80
KAZKOMMERTSBANK OJSC	KKGB	0.70		0	0.25	0.50
Corporation Kazakhmys OJSC	KZMS	*27.00	27.00	2 395	27.00	27.00
Kazakhtelecom	KZTK	14.50		0	13.50	16.50
Kazakhtelecom	KZTKp	*10.15	10.15	5 775	10.15	10.15
Rakhat JSC	RAHT			0	*0.42	
SHNOS OJSC	SYRG	1.63		0	1.30	
Temirbank OJSC	TEBN	*1.10		0	0.69	3.62
UKTMK OJSC	UTMK	*50.00		0	5.00	145.00
UKTMK OJSC	UTMKp	28.00		0	5.00	50.00
VALUT-TRANZIT BANK OJSC	VTBNp	2.22	2.22	73 334	2.22	2.22

Results of the trades in bonds from November 23 - 29

yield for the buyer in % APR till maturity, unless otherwise specified							
Issuer	Code	Currency	Last	WA	Volume, th. USD	Best bid	Best offer
Almaty Kus OJSC	ALKSb	USD	15.03		0	17.22	14.58
AMB CJSC	ATFBb	USD	11.38		0	11.20	10.95
Halyk Bank of Kazakhstan OJSC	HSBKb	USD	12.00		0	12.21	10.50
KAZKOMMERTSBANK OJSC	KKGBb	USD	12.76		0	13.40	9.09
Komirbank OJSC	KOMBb	USD	11.00	11.00	55.65	11.00	13.50
NOC KazakhOil CJSC	KZOLb	USD	10.54	10.97	119.82	10.50	10.98
NOTC KazTransOil CJSC	KZTOb	USD	10.46		0	10.80	10.46
RENATA LLP	RENTb	USD			0		*15.04
Temirbank OJSC	TEBNb	USD	11.28		0	12.21	8.28
Kazakhstan Temir Joly NSE	TMJLb	USD	10.82		0	10.60	10.10

Notes: bid and offer 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.

The KASE index that 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, **increased by 0.1991 during the week**, at **106.2552** at November 29 closing.

In the securities repo sector one deal was made during the week for closing of 260 day repo on common shares of Bank CenterCredit OJSC amounting to \$408,829.64 (the amount raised - \$371,663.31). The return on the transaction equaled, excluding taxes, 14.00% APR in U.S. dollars, and **17.12% APR** in terms of tenge (at the rate of the Exchange);

At the end of the period **six** indexed securities repos were opened at the trade floor of the Exchange for a total of **\$6,104.5 th.** Common shares of following companies were used as the object of repo deals: Bank TuranAlem OJSC, Bank CenterCredit OJSC, Voskhod OJSC, TEMIRBANK OJSC. The term of repo varies from 28 to 215 days, and the rates in USD from 2.98 to 14.88% APR. It should be noted that it not advisable to use these rates as market indicators, since in some cases the rates are obviously low because some deal counteragents are affiliated.

Capitalization

On November 29, 2000 the **capitalization of the companies**, whose shares are traded on the securities exchange market of Kazakhstan, equaled **\$1,350.2 mln** or KZT194.7 bln at tenge to dollar rate of the Exchange, effective on that date. During the week this number decreased by **\$19.3 mln** in terms of dollars was caused mainly by a decrease in values of Bank TuranAlem OJSC common shares (see above).

The capitalization of the exchange market of corporate bonds by the best bids, that are regularly put out by the market-makers of these securities in the trade system of the Exchange, was fixed at **\$129.5 mln** as of November 29, or KZT18,677.06 mln. This indicator **grew by \$0.1 mln** during the week, which is explained by a noticeable increase in bids prices of bonds of KAZKOMMERTSBANK on November 27, 28 and 29, as well as steady growth of the bonds of NOC KAZAKHOIL CJSC and NOTC KazTransOil CJSC.

In nominal value (total face value of the bonds that were entered into trade lists of KASE) is estimated at **\$131.3 mln** as of this check date. or **KZT18,931.5 mln**.

SECTOR OF GOVERNMENT BONDS (GB)

In **GB purchase and sale sector** of KASE total volume of 66 deals did not exceed **KZT3,022.7 mln**. In previous week the turnover reached KZT2,136.6 mln with 75 deals made.

Parameters of stock exchange transactions in **SS** from November 23 - 29

(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			
Discounted GS: MEKKAM-6, 12, notes				48.8% (38.2%) of purchase and sale sector's turnover			
less than 8	6.50	6.50	6.50	6.50 (7.00)	99.9	1	
8 – 14	6.00	7.63	6.00	6.97 (–)	72.3	3	
15 – 28	6.26	8.00	7.20	6.99 (6.97)	576.9	14	
43 – 56	7.35	7.57	7.35	7.51 (7.66)	169.8	3	
57 – 63	7.56	7.56	7.56	7.56 (–)	0.9	1	
64 – 91	7.90	8.00	7.90	7.91 (7.15)	36.1	4	
182 – 364	8.71	10.13	9.70	9.54 (9.81)	518.7	6	
Total					1,474.6 (816.9)	32 (35)	
Discounted indexed GS: MEKAVM-12				14.1% (4.2%) of purchase and sale sector's turnover			
92 – 181	8.10	8.49	8.10	8.33 (8.66)	425.5	3	
Total					425.5 (89.8)	3 (3)	
Coupon GS: MEOKAM-36				2.6% (3.3%) of purchase and sale sector's turnover			
1,087 - 1,088	17.99	17.99	17.99	17.99 (18.02)	77.5	4	
Total					77.5 (71.2)	4 (5)	
Euronotes of Kazakhstan, USD				34.5% (54.3%) of purchase and sale sector's turnover			
*663 - 669	9.00	9.04	9.04	9.02 (9.16)	28.9	4	
**1,399 - 1,405	9.01	9.18	9.01	9.03 (9.16)	643.8	16	
***2,322 - 2,327	9.54	9.56	9.54	9.55 (9.57)	372.5	7	
Total					1 045.2 (1 158.7)	27 (32)	
SUBTOTAL					3 022.7 (2 136.6)	66 (75)	

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.

The growth in short-term liquidity of the participants of this segment is facilitating the return of the market to its usual condition after a "overheat" caused by a recent fast growth of the dollar. Part of the money moved from repo sector to purchase and sale sector. With that, the traders paid much attention to discounted short-term debt, since the situation on the currency market remain not quite clear. Some investors preferred to restructure their portfolios in favor of the increase the GB protected from the devaluation. However, non-indexed MEKKAM and notes were also in focus. In other words, now the most favorable portfolio for the bonds with short circulation terms is about an equal proportion of indexed and non-indexed securities. It is this trend that demonstrated the deformation in the structure of the GB turnover at the KASE during this period.

In **GB repo sector 102 deals for a total of KZT7,716.2 mln** were made during the period. Of this number 50 deals (for KZT3,946.5 mln) were repo opening deals and 52 (KZT3,769.7 mln) were repo closing deals. Last week total turnover of this sector of the market was at KZT10,482.2 mln.

After closing of the trades on November 29 total amount of opened repo equaled **KZT1,939.9 mln**. Current weighted average rates as of November 29 (% APR) equaled: for 1 day – 4.30; for 2 days – 6.00; for 4 days – 6.90; for 9 days – 9.00; for 13 days – 9.00; for 14 days – 9.00; for 21 days – 9.00; for 28 days – 9.50; for 29 days – 9.00; for 30 days – 5.50; for 92 days – 9.86.

Total of 168 deals amounting to **KZT10,738.9 mln** were made in **GB on trade floors of KASE** during last period (purchase and sale and repo sector). Last week volume of 181 deals was KZT12,619.8 mln.

In this week **proportion of the stock market turnover** in total volume of deals on Kazakhstani secondary market for GB for comparable operations (including euronotes and repo operations) equaled **77.2%**, for last week it was 75.8%.

INFORMATION ON LISTED COMPANIES

KAZKOMMERTSBANK OJSC (Almaty), in accordance with the listing requirements, informed the Kazakhstan Stock Exchange (KASE) of an extraordinary general meeting of its shareholders, which will be held on December 25 of this year with the following agenda: bonds of the KAZKOMMERTSBANK OJSC; authorized capital of the KAZKOMMERTSBANK OJSC; ahead of schedule dismissal of the members of the Board of directors and the election of new members of the KAZKOMMERTSBANK OJSC Board of directors; attracting loans from international financial institutions; miscellaneous.

Extraordinary meeting of the shareholders will be held at: 135j, Gagarin Ave., Almaty.

The date when the list of the shareholders entitled to participate at the meeting is December 5, 2000. In case of the absence of the quorum, the meeting will be held again on December 26, 2000.

Almaty Kus OJSC (Chapaev comm, Ili county, Almaty region; processing and distribution of food items), in accordance with the listing obligations, informed the Kazakhstan Stock Exchange (KASE) of the purchase of 51% stake in Food brothers LLP (Almaty). Based on explanatory letter of Almaty Kus OJSC, initial stake purchased by the company belonged to Concern Seimar CJSC. On July 1, 2000 purchase-sale agreement was signed between Almaty Kus OJSC and Concern Seimar CJSC on 51% of Food brothers LLP.

Presently, the trade division of Food brothers LLP is a subsidiary of Almaty Kus OJSC. Food brothers LLP was registered with the Justice department of Almaty on March 10, 2000.

As reported by the National Securities Commission (NSC), on November 21, 2000 it approved the report on issue and floatation results of the second issue shares of Almaty Kus OJSC (Almaty region). The volume of issue is KZT400 mln. According to the NSC data, the issue consisted of non-documentary issue of common inscribed shares (KZ1C316905X8) of KZT10.0 at par value. The issue was registered on August 8, 2000 and was entered into the state register under the number A3169-1. Previously, Almaty Kus issued and floated common (KZ1P31690518) and preferred (KZ1C31690513) shares of the first issue for a total of KZT700 mln, as well as bonds (KZ2C3AF64A13) for a total of \$4.5 mln. These shares and bonds are traded at the Kazakhstan Stock Exchange in category "A" of the official list of securities. After floatation of the second issue, the authorized paid-up capital of the company increased from KZT700 mln to KZT1,100 mln. As of October 1, 2000 financial statements of Almaty Kus OJSC reported following results: authorized capital (paid-up minus treasury stock) 661,237, shareholders' equity 699,132.

Public relations department of KAZAKHOIL NOC CJSC informed that on November 22 the results of the contest for the sale of 60% stake in Kherson NPZ was summarized. Ukrnaftoproduct CJSC became the winner of the tender, which offered \$6.4 mln for the block of shares. The trade house Ukrnaftoproduct CJSC belongs to the KAZAKHOIL-Ukraine where the KAZAKHOIL itself holds blocking stake of shares. Other shares of the Ukrnaftoproduct belong to International Investors Consortium that is also interested in investments into Kherson NPZ. The takeover is the first step of KAZAKHOIL towards international expansion. In the opinions of the company analysts, considering planned 1.5 times increase in oil production by the year 2005 KAZAKHOIL prepares stable sales market abroad. Results of the analysis made by KAZAKHOIL experts suggested that 60 mln population of Ukraine could offer the same level of export proceeds as sales of crude oil to international markets. Favorable location of KORP and its shipping routes to international markets was another valuable virtue.

Public relations department of the National Securities Commission of Kazakhstan (NSC) informed that on November 27 the NSC approved the report on issue and offering results of the fifth issue of **Almaty Merchant Bank CJSC** (AMB CJSC) shares for KZT354,750,000. This issue has received the national identification number KZ1C35970416, was registered on June 30, 00, and entered into the state register under the number A3597-4 and consists of, based on registration data, 642 common inscribed shares with KZT550,000 face value. Public relations department of the NSC does not give information on inconsistencies in the registration data and issue and offering report.

Based on the information possessed by the Kazakhstan Stock Exchange (KASE), as of October 1, 2000, the bank's authorized capital was fully paid and equaled KZT1,211,100 th. As of August 4, 2000, the bank had 7 shareholders. Following are those who has more than 5% of the authorized capital: Cormoto B.V. (Amsterdam, Netherlands) – 25.0%; Fintrade OJSC (Almaty, Kazakhstan) – 24.2%; Reson Holdig AG (Sug, Switzerland) – 20.5%; Glencore International AG (BAAR, Switzerland) – 15.2%; Myrzakent OJSC (Almaty, Kazakhstan) – 7.6%; Kin Securities LLP (Almaty, Kazakhstan) – 5.1%. Other shareholders has 2.4% of the authorized capital.