

WEEK OF STOCK MARKET OF KAZAKHSTAN

April 26 - May 2

1 US dollar = **145.65** tenge at official rate for the end of the period
 1 US dollar = **145.86** 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 April 26 - May 2. In parentheses – figures of previous period. Instruments are given in ascending order, based on their attractiveness.

Investment attractiveness of stock exchange instruments from April 26 through May 2

Financial instrument	Currency	Yield, % APR	Volume of deals, mln KZT	Volume of deals, mln USD
RGBRb2	USD	12.00 (12.00)	0 (0)	0 (0)
KZASb1	USD	11.50 (11.50)	0 (0)	0 (0)
BTASb1	USD	11.25 (11.50)	7.8 (32.4)	53.4 (222.7)
KARMb1	USD	10.99 (10.36)	311.5 (0)	2,140.3 (0)
VITAb2	USD	10.96 (13.54)	0 (0)	0 (0)
CCBNb1	USD	10.58 (10.60)	0 (0)	0 (0)
Securities repo	USD	*10.43 (11.57)	197.9 (111.0)	1,357.4 (762.8)
KZTOb	USD	10.22 (10.14)	36.9 (140.6)	253.5 (966.0)
KZOLb	USD	10.12 (9.89)	34.4 (173.0)	236.1 (1,189.2)
KKGBe2	USD	9.50 (9.51)	0 (0)	0 (0)
TEBNb	USD	9.46 (9.57)	0 (0)	0 (0)
ATFBb	USD	9.25 (9.25)	0 (0)	0 (0)
SYRGb1	USD	8.62 (8.50)	0 (0)	0 (0)
HSBKb	USD	8.50 (8.50)	0 (0)	0 (0)
Euronotes-4	USD	7.41 (7.28)	234.5 (1,480.9)	1,608.2 (10,178.0)
Euronotes-3	USD	7.20 (7.17)	1,486.6 (1,744.9)	10,194.6 (11,992.3)
TMJLb	USD	6.31 (6.37)	0 (57.6)	0 (395.9)
Euronotes-2	USD	6.23 (6.11)	85.4 (791.5)	585.6 (5,439.9)
KKGBb	USD	5.55 (5.71)	0 (0)	0 (0)
MEKKAM, notes	KZT	*5.64 (6.00)	661.4 (650.4)	4,536.0 (4,469.8)
GB repo	KZT	*4.73 (4.59)	3,759.8 (5,742.7)	25,783.8 (39,468.8)

Notes: yields of BTASb1, KARMb1, KZOLb and KZTOb 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 **9.18% 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 May 2, 4:00 PM ALT and changes during the week

Term	Currency	Rate	Trend
1 week	KZT	7.40	0
2 weeks	KZT	8.10	0
1 month	KZT	8.80	0
2 months	KZT	9.70	+0.10
3 months	KZT	10.50	0

During this period the offering rates did not behave differently. Zero trends at the end of the week are only rare cases. The fluctuations of the rates were bilateral, generally reflecting quite stable condition of the indicators beginning from the second ten days of April. At the same time it should be noted that this level significantly exceeds average cost of the money in early April.

THE SECURITIES SECTOR (SS)

Results of the week

During observed period 29 deals amounting to **\$4,637.3 th.** (KZT676.2 mln) were made in **purchase and sale sector** of the securities on trade floors of the KASE. Relative to previous period (\$2,938.8 th., KZT427.6 mln, 22 deals) weekly turnover of the sector increased 1.6 times. The most traded were coupon **bonds of Karazhanbasmunai OJSC** (46.2% of sector's turnover), which became the leaders on the market for the first time. Then, there were common shares of Bank TuranAlem OJSC (30.2%) and common shares of Bank CenterCredit OJSC (11.7%). Last week bonds of NOC KAZAKHOIL CJSC were the leaders.

By the last deals of the period the price of BTAS decreased by 22.3% relative to the previous successful trades, CCBN – by 4.1%, KZCR – by 6.3%, KZCRp – by 0.2%. The value of ALKZp did not change during the week, at \$0.41 per share. The yields of BTASb1 fell from 11.50% to 10.9865%, KZTOb – from 10.3001% to 10.1618% APR. The yields of KZOLb rose from 9.5643% to 9.7655% APR. The first deal was made in KARMb1 during this week. The yields of this instrument equaled 10.9871% APR.

The KASE_Shares index grew by 0.3167 (0.31%) during the week, at **103.9506** at May 2 closing. This change is explained mainly by a 3% increase in prices of Bank TuranAlem OJSC common shares with some decrease in the values of other instruments traded during the week.

The values of the indexes of corporate bonds market (changes during the week are in parentheses) are: **KASE_BY – 11.84 (-0.16%)**, KASE_BP – 111.47 (+0.21%), KASE_BC – 103.31 (+0.05%). Last week KASE_BY index grew by 0.83%. As a whole, indicators show a stabilization of the returns in this sector of the market with continuing gradual growth of the “dirty” price index (KASE_BP). This circumstance means that the corporate bonds, unlike euronotes of Kazakhstan, are still have some speculative potential, which is estimated by IRBIS from 5 to 11% APR during the last 12 trading days.

On May 2, 2001 **the capitalization of the companies**, whose shares are traded on the securities exchange market of Kazakhstan, equaled **\$1,369.5 mln** or KZT199.7 bln at tenge to dollar rate of the Exchange, effective on that date. During the week this number decreased **by \$31.1 mln** in terms of dollars is explained by a decrease in the values of all shares traded during the week (see below). The most noticeable decline was registered on April 27, when the value of Bank TuranAlem OJSC shares fell from \$92.57 (direct deal on Apr 26, 01) to \$74.45, its normal market value.

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 **\$278.8 mln** as of May 2, or KZT40,660.0 mln. In nominal value (total face value of the bonds that were entered into trade lists of KASE) is estimated at **\$282.6 mln** as of this check date, or KZT41,212.1 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 April 26 - May 2

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
Aliumini Kazakhstana OJSC	ALKZp	*0.4116	0.4116	24 881	0.4116	0.4116
Aktobemunaigas JSC	AMGZp	*8.35		0		*6.00
Bank TuranAlem OJSC	BTAS	71.45	88.50	15 810	92.57	68.66
Bank CenterCredit OJSC	CCBN	1.4301	1.4261	380 000	1.4301	1.3719
Halyk Bank of Kazakhstan OJSC	HSBK	0.8324		0	0.9000	1.8000
KAZKOMMERTSBANK OJSC	KKGB	*0.4500		0	0.2500	0.4000
TNC Kazchrome OJSC	KZCR	*6.860	6.860	281	6.860	6.860
TNC Kazchrome OJSC	KZCRp	*2.401	2.401	365	2.401	2.401
Kazakhtelecom	KZTK	12.500		0	12.000	16.500
Kazakhtelecom	KZTKp	11.200		0	7.000	11.000
SAUR OJSC	SAYR			0		*0.3400
SHNOS OJSC	SYRG			0	1.3000	
TEMIRBANK OJSC	TEBN	*1.095		0	0.687	7.197
ULBA JSC	ULBAp	*10.00		0		*10.30
UKTMK OJSC	UTMK	*50.000		0	15.000	35.000
UKTMK OJSC	UTMKp	*4.3100		0	5.0000	40.0000
VALUT-TRANZIT BANK OJSC	VTBN	2.5032		0	1.3732	2.5024
VALUT-TRANZIT BANK OJSC	VTBNp	2.3033		0	1.4076	2.7766

Results of the trades in bonds from April 26 - May 2

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	9.5001		0	9.7464	9.2467
Bank TuranAlem OJSC	BTASb1	USD	11.5000	11.5000	53.44	11.5000	11.5000

To be continued on the page 3

Results of the trades in bonds from April 26 - May 2

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

Issuer	Code	Currency	Last	WA	Volume, th. USD	Best bid	Best offer
Bank CenterCredit OJSC	CCBNb1	USD	11.6998		0	11.9899	10.5991
Halyk Bank of Kazakhstan OJSC	HSBKb	USD	11.2702		0	13.5000	8.5000
Karazhanbasmunai OJSC	KARMb1	USD	10.9871	10.9864	2 140.29	10.9862	10.9871
KAZKOMMERTSBANK OJSC	KKGBb	USD	7.00		0	10.64	5.70
DAGOK Kustanaiasbest OJSC	KZASb1	USD	12.0000		0	12.5006	11.5019
NOC Kazakhoil CJSC	KZOLb	USD	9.7655	9.9066	236.05	9.7655	10.0000
NOTC KazTransOil CJSC	KZTOb	USD	10.1618	10.2201	253.47	10.2985	10.3000
RG Brands OJSC	RGBRb2	USD	12.0000		0	12.4950	12.0002
SHNOS OJSC	SYRGr1	USD			0	12.0004	8.9978
Temirbank OJSC	TEBNb	USD	6.6943		0	19.3859	9.4954
Kazakhstan Temir Joly NSE	TMJLb	USD	6.3626		0	7.2474	6.4977
VITA LLP	VITAb2	USD	*14.0093		0	14.4760	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 7 deals were made during the week for a total of \$1,631.7 mln (KZT237.6 mln). Of this number, 5 deals (\$1,357.4 th) were repo opening deals, and 2 (\$274.3 th) were repo closing deals. At the end of the period 19 securities repos in U.S. dollars were opened on the trade floor of the Exchange for a total of **\$5,540.4 th**. Common and preferred shares of VALUT-TRANZIT BANK OJSC, common shares of Bank TuranAlem OJSC, common shares of Bank CenterCredit OJSC and bonds of VITA LLP were used as the object of repo deals. The terms vary from 26 to 123 days, and rates from 7.92% to 15.03% APR.

Total of 36 deals amounting to **\$6,269.0 th (KZT913.0 mln)** were made in securities **on trade floors of KASE** during last week (purchase and sale and repo sector). A week ago volume of 25 deals was \$3,701.6 mln.

Changes in trade lists

In connection with cancellation of amendments and modifications into Securities Listing Regulation approved by directorate of NSC #787 (see below) dated March 02, 2001 and introduction of temporary moratorium on grouping of category "A" (official listing), on **Apr.27, 2001** the Exchange Council decided to transfer first issue bonds of **Kazakhtelecom** (KZ2CUY03A347, KZTKb1, \$25 mln, March 13, 01 - March 13, 04, semiannual coupon at 10.0% APR) into category "A" of the official listing.

April results

As the next month ended the agency IRBIS has analyzed March results in all sectors of securities trades at the KASE. Total of **119 deals** in securities were made in all sectors of the market amounting to **\$20,439.4 th., or KZT2,974.9 mln** 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 April, 2001.

Table of securities liquidity at the KASE in April 2001 (including repo sector)

Code	Brief title of the issuer	Volume of deals, th. USD	Volume of deals, mln KZT	Volume of deals in Number securities of deals
VTBN	VALUT-TRANZIT BANK OJSC	4,360.2	634.4	1,720,000 11
BTAS	Bank TuranAlem OJSC	3,142.5	457.6	38,574 7
KZTOb	NOTC KazTransOil CJSC	2,720.9	395.9	27,900 22
VTBNp	VALUT-TRANZIT BANK OJSC	2,136.2	310.9	1,112,606 11
KARMb1	Karazhanbasmunai OJSC	1,984.2	288.8	19,100 5
KZOLb	NOC Kazakhoil CJSC	1,804.6	262.6	17,600 16
VITAb2	VITA LLP	1,654.1	240.8	15,724 7
KZTKp	Kazakhtelecom	861.3	125.3	76,390 3
BTASb1	Bank TuranAlem OJSC	632.9	92.1	6,070 10
CCBN	Bank CenterCredit OJSC	544.4	79.3	387,290 4
TMJLb	Kazakhstan Temir Joly NSE	494.2	71.9	5,000 4
KZTK	Kazakhtelecom	46.3	6.7	3,706 1
KZMSP	Corporation Kazakhmys OJSC	14.5	2.1	3,077 1
ALKZ	Aluminii Kazakhstana OJSC	11.9	1.7	17,000 1
ALKZp	Aluminii Kazakhstana OJSC	10.2	1.5	24,881 2
ATFBp	AMB OJSC	10.1	1.5	100 1
RAHT	Rakhat JSC	5.5	0.8	5,010 5
KZCR	TNC Kazchrome OJSC	1.9	0.3	281 1
NFCHp	Neftechimbank OJSC	1.258	0.183	91 1
KZCRp	TNC Kazchrome OJSC	0.876	0.128	365 2
ORJD	Oral Joldary OJSC	0.794	0.116	551 1
NFCH	Neftechimbank OJSC	0.503	0.073	36 1
NFBN	Neftebank OJSC	0.0100	0.0015	10 1
ONKS	ONTYSTIC KUS OJSC	0.0014	0.0002	2 1

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.

Table of the dynamics of the main indicators of the securities market in April 2001

Date	Capitalization of the share market, mln USD	Share index	The KASE index	Capitalization of the bond market, mln USD	Bond value index, including accum interest	Volume of deals, th. USD
March 28.01	1,398.1	101.8559	264.9	11.7347	110.6523	638.6
April 02.01	1,397.7	101.8565	290.1	11.7196	110.8777	799.7
April 03.01	1,397.5	101.8558	289.3	11.8107	110.5492	1,004.4
April 04.01	1,395.5	99.7978	289.3	11.6915	110.9129	229.3
April 05.01	1,423.5	102.9098	289.3	11.6642	110.9959	944.2
April 06.01	1,423.8	102.9069	289.9	11.7251	110.8793	273.2
April 08.01	1,423.8	102.9072	289.9	11.7446	110.8994	35.4
April 10.01	1,422.3	104.2511	289.9	11.7309	110.9767	116.3
April 11.01	1,420.9	104.2517	289.9	11.7261	111.0128	278.7
April 12.01	1,421.0	104.0441	289.9	11.7677	110.9341	633.7
April 13.01	1,403.1	103.7387	289.9	11.7535	110.9973	711.1
April 16.01	1,398.7	104.0712	289.9	11.7557	111.0767	0
April 17.01	1,398.8	104.0856	285.4	11.3319	111.9857	0
April 18.01	1,399.4	104.0999	285.5	11.7620	111.1966	155.4
April 19.01	1,399.5	103.6374	285.5	11.7822	111.1660	73.1
April 20.01	1,399.4	103.6368	285.5	11.7457	111.2896	222.7
April 23.01	1,400.7	103.6374	285.4	11.8021	111.8874	1,126.8
April 24.01	1,400.7	103.6377	285.4	11.8054	111.3672	735.4
April 25.01	1,400.6	103.6340	285.0	11.8599	111.2411	780.8
April 26.01	1,400.1	103.5751	285.0	11.8301	111.3526	2,047.6
April 27.01	1,372.5	103.3060	282.5	11.8566	111.3062	344.7
April 28.01	1,260.5	100.6708	282.6	11.8413	111.3654	1,560.8
Trend	-137.6	-1.1851	+17.6	+0.1065	+0.7130	
	-9.84%	-1.16%	+6.66%	+0.91%	+0.64%	

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.

Table of 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
TOTAL	0	42,727.2	19,771.2	62,498.3

Comments: In 2000 volumes of securities operations at KASE equaled to \$138,508.6 th. IRBIS specialists warn that hidden repo deals can be made at the securities purchase and sale sector of the KASE, therefore the volumes of deals shown for this segment of the market can include the volumes of such deals.

SECTOR OF GOVERNMENT BONDS (GB)

Results of the week

In **GB purchase and sale sector** of KASE total volume of 76 deals equaled **KZT5,915.7 mln**. Last week the turnover equaled KZT5,319.4 mln with 85 deals made. As the market liquidity was smooth, the turnover change was insignificant. But the deformation of the turnover structure arises some interest. Mid-term bonds of the Ministry of Finance are taking more space in transaction volumes, gradually moving sovereign euronotes out from the market. The returns of the latter have fixed themselves and have remained almost at the same level for a month already. 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 **7.16 (+0.96%)**; **KASE_EP** – 125.61 (-0.06%); **KASE_EC** – 112.86 (-0.27%). Last week **KASE_EY** decreased by 0.57%. Gradual decrease in the values of the euronotes has sharply declined speculative attractiveness of this instrument. Traders are searching for alternatives. One of them (and apparently, quite doubtful) is MEAKAM, 10-year bonds of the Ministry of Finance, which first appeared in purchase and sale sector during this week. Big volumes of deals made in these securities have significantly changed the turnover structure of the sector. However, most of the market participants underestimate the

potential of these bonds at current rates and maturity terms and are not tend to consider the prices that have settled at the Exchange truly market prices.

Parameters of stock exchange transactions in GB from April 26 - May 2

(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 GB: MEKKAM-6, 12, notes				11.2% (12.2%) of purchase and sale sector's turnover		
8 – 14	5.06	5.64	5.06	5.26 (4.96)	177.6	7
15 – 28	4.08	6.69	4.08	5.68 (5.66)	160.2	6
29 – 36	5.35	5.40	5.40	5.39 (5.62)	51.0	2
37 – 42	5.19	5.42	5.19	5.23 (5.55)	97.9	2
43 – 56	5.22	5.45	5.22	5.33 (5.47)	123.8	4
57 – 63	5.83	5.83	5.83	5.83 (-)	5.0	1
182 – 364	7.08	7.08	7.08	7.08 (7.18)	45.9	1
Total					661.4 (650.4)	23 (38)
Coupon GB: MEOKAM-36, MEOKAM-24, MEAKAM				58.3% (12.3%) of purchase and sale sector's turnover		
468 - 644	9.01	10.52	9.04	9.85 (9.84)	424.3	6
868 - 1,058	9.32	15.55	9.32	10.07 (9.93)	385.2	5
2,434 - 2,438	13.14	13.14	13.14	13.14 (9.93)	2,638.3	5
Total					3,447.8 (651.8)	16 (11)
Euronotes of Kazakhstan, USD				30.5% (75.5%) of purchase and sale sector's turnover		
510 - 516	6.14	6.46	6.46	6.23 (6.11)	85.4	7
1,246 - 1,252	7.13	7.24	7.19	7.20 (7.17)	1,486.6	26
2,169 - 2,174	7.24	7.41	7.24	7.41 (7.28)	234.5	4
Total					1,806.5 (4,017.3)	37 (36)
SUBTOTAL					5,915.7 (5,319.4)	76 (85)

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.

In GB repo sector 87 deals for a total of KZT9,275.8 mln were made during the period. Of this number 36 deals (for KZT3,759.8 mln) were repo opening deals and 51 (KZT5,516.0 mln) were repo closing deals. Last period the turnover of this sector of the market was registered at KZT12,624.9 mln. After closing of the trades on May 2 total amount of opened repo equaled **KZT2,924.0 mln**. Current weighted average rates as of May 2 (% APR) equaled: for 1 day – 3.43; for 7 days – 5.58; for 9 days – 5.63; for 14 days – 5.80; for 19 days – 6.00; for 21 days – 6.13; for 23 days – 5.70; for 24 days – 5.70; for 28 days – 6.00; for 29 days – 7.98; for 30 days – 6.95; for 31 days – 6.13.

Total of 163 deals amounting to **KZT15,191.5 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 KZT17,944.3 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 **71.2%**, for last week it was 81.9%.

April results

In April of year 2001, 853 deals for a total of **KZT69,914.2 mln** (\$480.3 mln at the current exchange rate of KASE) were made in all sectors of the government bonds (GB) market of Kazakhstan Stock Exchange. In last month, total volume of 642 deals totaled KZT63,350.1 mln (\$435.4 mln). In April **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 **80.0%** (in March – 79.7%).

Table below presents 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
TOTAL	0	80,571.3	186,778.9	267,350.2

In year 2000 volume of GB operations at KASE estimated at KZT446,886.9 mln.

KASE defined list of companies - leading operators of the KASE government bonds market for April 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 (35.3% of the secondary market) and direct and reverse repo operation (64.7%). The position of each entity was expressed in currency of the payments, i.e. tenge. In total, **25 companies** participated in trades with GB at KASE (banks, broker-dealer companies, pension assets management companies and SAPF).

List of the most active operators of Kazakhstani GB market in April 2001

Position in April 2001	Position in March 2001	Brief title of a company	Share in gross volume of trades, %
1	11	KAZKOMMERTSBANK OJSC (Almaty)	14.2
2	1	AMB OJSC (Almaty)	14.0
3	5	State Accumulative Pension Fund CJSC, SAPF (Almaty)	11.8
4	4	Bank TuranAlem OJSC (Almaty)	11.4
5	6	Eurasian bank CJSC (Almaty)	8.1
6	7	Bank CenterCredit OJSC (Almaty)	5.9
7	8	TEMIRBANK OJSC (Almaty)	5.0
8	10	Pension Assets Management Company Ak niet CJSC (Almaty)	4.7
9	2	Halyk Bank Kazakhstan OJSC (Almaty)	4.5
10	3	Pension Asset Management Company of Halyk Bank of Kazakhstan CJSC	4.3

INFORMATION ON COMPANIES

Almaty Kus OJSC (Almaty; production and sales of poultry, leasing. Main products: commercial and pedigree poultry eggs, pedigree chickens, egg powder and poultry meat) provided the KASE with the minutes of the annual general shareholders meeting, which was held on April 15, 2001. At the meeting the shareholders of Almaty Kus OJSC approved annual financial report of the Board and the report of the Inspection commission, as well as made the following decisions:

- allocate 10% of net income received in 2000 (KZT1,299,002) to pay dividends to preferred shares, and remaining amount of KZT11,691,020 to form a reserve capital;
- pay dividends to preferred shares for the year 2000 at KZT0.25 per share, amounting to KZT1,299,022 (of which KZ1,274,191.1 - Concern Seimar CJSC, KZT24,810.9 - individuals);
- conduct third (additional) share issue amounting to KZT730 mln, consisting of 63 mln common inscribed shares and 10 mln preferred inscribed shares at KZT10 each;
- place 63 mln common inscribed shares of the third issue privately among qualified investors; preferred shares to be placed among unlimited number of individuals; the shareholders register to be maintained by Reestr-Service LLP (Almaty);
- conduct second issue of inscribed coupon bonds;
- make necessary changes to the company's charter.

On behalf of the Board of Almaty Kus OJSC Kirichenko V.I., acting executive director of the company, delivered a speech on the results of the company in 2000. Based on the report of the Board, increase in company's income in 2000 relative to 1999 was caused by an increase in the profit received from franchising of "Seimar" trade mark, increase in income received from renting four proprietary complexes of the poultry farm, as well as introducing customs fees on egg imports at 30%. Company's shareholders' equity increased by 63.9%, at KZT1,143.7 mln in late 2000. In April 2000 the company conducted bond issue for 4.5 mln U.S. dollars, with the funds being used for the acquisition of equipment and increasing feeding stocks. In October 2000, after the reconstruction and repair, Avatskaya poultry farm was put into service, and all production workshops of this farm have been restored.

Halyk Bank of Kazakhstan OJSC (Almaty) provided the KASE with its financial statements for 2000: balance sheet, income statement. Following are the results of the company in 2000 by the data of the issuer.

Comparable figures of financial-economic activities of Halyk Bank of Kazakhstan OJSC in 2000

(in th. KZT unless otherwise specified)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Authorized capital (registered)	3,615,067	5,422,600	+20.0
Authorized capital (paid)	3,615,067	5,422,600	+20.0
Shareholders' equity	5,755,792	8,069,433	+40.1
Book value of the assets	57,160,094	103,515,404	+81.1
Liquid assets	24,072,156	41,362,865	+71.8
Loans and deposits (incl. Issued bonds)	47,993,148	83,320,461	+73.6
Loans granted	20,577,670	50,421,161	+145.0
Operating income	13,770,106	14,814,023	+7.6
General expenses	13,139,724	14,357,167	+9.3
Net income of the period	630,382	456,856	-27.5

To be continued on the page 7

Second part of the table

Comparable figures of financial-economic activities of Halyk Bank of Kazakhstan OJSC in 2000

(in th. KZT unless otherwise specified)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Calculated based on issuer's data:			
Return on assets (ROA), %	1.10	0.44	-60.0
Return on equity (ROE), %	10.95	5.66	-48.3
Earnings per share (EPS), KZT	17.44	8.43	-51.7
Price earning ratio (P/E)	15.46	14.20	-8.1
Book value of share, KZT	159.22	148.74	-6.6

Compared to 1999 **growth** took place in: **shareholders' equity** by KZT2.3 bln, or 40.1% (authorized capital increased as a result of fourth share issue floatation by KZT1.8 bln, additional capital - by KZT361.5 mln, accumulations in the funds - by KZT220.1 mln, with the decrease in final amount of undistributed by KZT79.5 mln); **assets** by KZT46.4 bln, or 81.1% (including, loan portfolio - by KZT29.8 bln, securities portfolio - by KZT13.6 bln, amounts in correspondent accounts - by KZT1.4 bln, other assets - by KZT1.6 bln); **liabilities** by KZT44.0 mln, or 85.7% (including, deposits - by KZT32.0 bln, issued bonds - by KZT2.3 bln, other borrowings - by KZT9.7 bln); **operating income** by KZT1.0 bln, or 7.6% as a result of an increase in income from lending and financing activities, commissions; **expenses** by KZT1.2 bln, or 9.3% due to an increase in deposit payments and tax payments. **Net income**, received by Halyk Bank of Kazakhstan OJSC in 2000, equaled KZT456.9 mln, which is KZT173.5 mln or 27.5% less than it received in 1999.

Dynamics of bank's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in mln KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Ch., %	III-2000	Ch., %	IV-2000	Ch., %
Client deposits	4,075.6	12,988.4	+418.7	4,959.2	-61.8	18,086.2	+264.7
Operating income	3,421.2	3,124.9	-8.7	3,518.8	+12.6	4,749.1	+35.0
Net income	89.5	-11.2	-112.5	78.5	+801.3	300.0	+282.2

By the data of KASE, Halyk Bank of Kazakhstan OJSC now has following credit ratings: **Moody's Investors Service, Inc.** – short-term **B2**, long-term **NP** in hard currency deposits, bank's financial strength rating (BFSR) **D** and long-term unsecured debt rating **Ba3** (based on sovereign ceiling); **Standard & Poor's Rating Services** – long-term **B** and counteragent **B**; **Thomson Bank Watch - BREE** – risk level of the issuer on international market **IC- B/C**, short-term deposits in national currency **LC-1**.

KAZKOMMERTSBANK OJSC (Almaty) provided the KASE with its financial statements for 2000: balance sheet, income and cash flow statements. Following are the results of the company in 2000 by the data of the issuer.

Comparable figures of financial-economic activities of KAZKOMMERTSBANK OJSC in 2000

(in th. KZT unless otherwise specified)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Authorized capital (face value)	2,942,200	2,942,200	0
Shareholders' equity	11,695,659	14,579,105	+24.7
Total assets	72,426,872	109,959,876	+51.8
Liquid assets	16,846,863	36,599,241	+117.2
Loans and deposits (incl. Issued bonds)	56,589,844	86,591,115	+53.0
Loans granted	43,055,354	63,555,799	+47.6
Operating income	19,964,315	15,862,760	-20.5
General expenses	17,764,848	12,955,795	-27.1
Net income of the period	2,199,467	2,906,965	+32.2
Calculated based on issuer's data:			
Return on assets (ROA), %	3.04	2.64	-12.9
Return on equity (ROE), %	18.81	19.94	+6.0
Earnings per share (EPS), KZT	7.71	10.18	+32.2
Book value of share, KZT	40.98	51.08	+24.7

Compared to 1999: **shareholders' equity** of the bank increased by KZT2.9 bln, or 24.7% (final amount of undistributed income by KZT3.0 bln, with the decrease in accumulations in the funds and reserves by KZT102.5 mln); **assets** grew by KZT37.5 bln, or 51.8% (increase in loan portfolio by KZT20.5 bln, amounts in correspondent accounts - by KZT9.4 bln, securities portfolio - by KZT8.8 bln, with decrease in other assets by KZT1.2 bln); **liabilities** increased by KZT34.6 bln, or 57.1% (growth of deposits - by KZT26.1 bln, liabilities to other banks and entities - by KZT1.5 bln, issued bonds - by KZT2.3 bln); **operating income** fell by KZT4.1 bln, or 20.5% as a result of a decrease in re-evaluation income; **expenses** decreased by KZT4.8 bln, or 27.1% due to a 4.1 time decrease in reserves created to cover the losses on classified assets and conditional liabilities. **Net income**, received by KAZKOMMERTSBANK OJSC in 2000, equaled KZT2.9 Bln, which is KZT707.5 mln or 32.2% more than it received in 1999.

Dynamics of bank's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in mln KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Ch., %	III-2000	Ch., %	IV-2000	Ch., %
Client deposits	-3,262.0	8,767.3	+368.8	1,849.5	-78.9	18,783.3	+915.6
Operating income	4,147.0	2,890.9	-30.3	3,839.8	+32.8	4,985.1	+29.8
Net income	1,155.4	980.2	-15.0	184.8	-81.2	586.7	+217.5

By the data of KASE, KAZKOMMERTSBANK OJSC, now has following credit ratings: **Standard & Poor's Rating Services** – long-term partner (unsecured debt) **B-** stable, short-term partner **C** stable; **Moody's Investors Service, Inc.** – long-term deposits in hard currency **B2**; **Fitch IBCA Inc.** – long-term (unsecured debt) **B+**, short-term **B**, individual **D**, legal **4T**; **Thomson Financial BankWatch-BREE** – long-term debt **B+**.

Kazakhtelecom (Astana; telephone, telegraph, TV and radio communication) provided the KASE with its financial statements for 2000: balance sheet, income and cash flows statements. Following are the results of the company in 2000 by the data of the issuer.

Comparable figures of financial-economic activities of Kazakhtelecom in 2000

(in th. KZT)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Authorized capital	12,136,529	12,136,593	+0.0005
Shareholders' equity	30,880,690	36,391,820	+17.8
Total assets	57,496,507	60,973,592	+6.0
Net working capital	-1 382 484	-606 571	-56.1
Accounts receivable	7,476,716	7,615,574	+1.9
Accounts payable	5,005,851	4,717,248	-5.8
Sales (services) offered	29,852,476	36,000,883	+20.6
Cost of goods sold	15,777,150	22,566,385	+43.0
Net income (loss)	(957,981)	5,305,653	+653.8

Calculated based on issuer's data:

Return on sale (ROS), %	47.1	37.3	-20.9
Return on equity (ROE), %	–	14.6	–
Return on assets (ROA), %	–	+8.7	–
Earnings per share (EPS), KZT	–	437.16	–
Price earning ratio (P/E)	–	0.21	–
Book value of share, KZT	2,544.44	2,998.54	+17.8

Earnings per common share (EPS) for the year 2000 is given without dividends to preferred shares, since they are not set yet.

Compared to 1999: **shareholders' equity** increased by KZT6.5 bln (increase in final amount of undistributed profit and decline of additional unpaid capital - KZT1.0 bln); **liabilities** fell by KZT2.0 bln, or 7.6%; **expenses** fell to KZT318.1 mln or 4.5%; **income from secondary activities** equaled - KZT1.3 bln against KZT4.7 bln losses in 1999.

Dynamics of company's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in mln KZT)

Indicator	I-2000	II-2000	Ch. %	III-2000	Ch. %	IV-2000	Ch. %
Sales	8,574.7	8,718.1	+1.7	9,052.3	+3.8	9 655.8	+6.7
Net income	2,744.7	777.5	-71.7	1,139.0	+46.5	644.5	-43.4

RG Brands OJSC (Almaty; production and sales of natural juices and beverages, offering marketing services) provided the KASE with its preliminary financial statements for 2000: balance sheet, income and cash flows statements. Following are the results of the company in 2000 by the data of the issuer.

Comparable figures of financial-economic activities of RG Brands OJSC in 2000

(in th. KZT)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Authorized capital	640	705,000	+110,056.3
Shareholders' equity	2,068	727,042	+35,050.0
Total assets	570,424	1,250,003	+119.1
Net working capital	-65,751	654,817	+1,095.9
Accounts receivable	75,575	585,638	+674.9
Loans attracted	254,938	254,902	-13.0
Accounts payable	275,418	268,059	-2.7
Sales (services offered)	69,691	485,616	+596.8
Cost of goods sold	46,100	350,035	+659.3
Net income (loss)	2,562	20,614	+704.5

Calculated based on issuer's data:

Return on sale (ROS), %	33.85	27.92	-17.5
Return on equity (ROE), %	123.88	2.84	-97.7
Return on assets (ROA), %	0.45	1.65	+267.1

Compared to 1999: **shareholders' equity** increased by KZT725.0 mln, or 351.5 times (authorized capital increased by KZT704.4 mln, final amount of undistributed by KZT20.6 mln); **assets** increased by KZT679.6 mln, or 119.1%; **accounts receivable** increased by KZT510.1 mln, or 7.7 times (including, short-term accounts receivable from affiliated individuals by KZT401.9 mln. By the information of the issuer, most of this debt was settled as of January 30, 2001); **liabilities** decreased by KZT45.4 mln, or 8.0% (including, loans attracted by KZT38.0 mln, accounts payable - by KZT7.4 mln); **sales** increased by KZT415.9 mln, or 7.0 times; **cost of goods sold** increased by KZT303.9 mln, or 7.6 times, expenses of the period increased by KZT113.4 mln, or 7.8 times, income from secondary activities increased by KZT11.2 mln, or 3.2 times. **Net income**, received by RG Brands OJSC in 2000, equaled KZT20.6 mln, which is KZT18.1 mln or 8.0 times more than it received in 1999.

Dynamics of company's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in th KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Ch., %	III-2000	Ch., %	IV-2000	Ch., %
Sales	113,443	153,304	+35.1	79,057	-48.4	139,812	+76.8
Net income	-10,628	27,470	-358.5	-4,242	-115.4	8,014	+288.9

Temirbank OJSC (Almaty) presented Kazakhstan Stock Exchange (KASE) with minutes of extraordinary General meeting of shareholders held on March 29, 2001. Shareholders of Temirbank OJSC approved decision to issue coupon subordinated bonds for \$9.5 mln in amount of 59,000 units. Maturity period - 7 years. Interest rate of 11% will be paid twice a year. The meeting also canceled authority of previous Board of Directors and elected new one consisting of Abyazov M.K., Beisenov E.U., Iemberdiev E.E., Userov T.G., Rizoiev R.R.

VALUT-TRANZIT BANK OJSC (Karagandy) provided the KASE with its financial statements for 2000: balance sheet, income and cash flow statements. By the data of the issuer following are the results of the company in 2000.

Comparable figures of financial-economic activities of VALUT-TRANZIT BANK OJSC in 2000

(in th. KZT unless otherwise specified)

Ratio	As of	As of	Change, %
	Jan.1 '00	Jan.1 '01	
Authorized capital (issued)	1,000,000	1,300,000	+30.0
Authorized capital (paid)	1,000,000	1,300,000	+30.0
Shareholders' equity	1,041,823	1,978,757	+89.9
Total assets	2,846,628	6,149,274	+116.0
Liquid assets	190,468	773,922	+306.3
Loans and deposits	1,796,066	4,060,412	+126.1
Loans granted (net)	2,408,919	4,704,443	+95.3
Operating income	656,378	973,593	+48.3
General expenses	627,376	861,338	+37.3
Net income of the period	29,002	112,255	+287.1

Calculated based on issuer's data:

Return on equity (ROE), %	2.78	5.67	+103.8
Return on assets (ROA), %	1.02	1.83	+79.2
Earnings per share (EPS), KZT	2.22	23.03	+939.5
Price earning ratio (P/E)	-	16.07	-
Book value of share, KZT	208.36	304.42	+46.1

Earnings per share (EPS) for the year 2000 are given without the dividends to preferred shares, which have not been set yet.

Compared to 1999 growth took place in: **shareholders' equity** by KZT936.9 mln as a result of the placement of the shares of the seventh issue (KZT300 mln), increase in additional capital by KZT534.1 mln, undistributed net income of current year - by KZT83.0 mln, accumulations in the funds and reserves - by KZT19.8 mln; **assets** by KZT3.3 bln mainly due to an increase in loan portfolio (KZT2.3 bln); **liabilities** by KZT2.4 mln due to an increase in deposits (KZT1.9 bln); **operating income** by KZT317.2 mln as a result of increase in income from lending activities and commissions; **expenses** by KZT234.0 mln as a result of an increase in deposit payments and other payments. As a result, **net income**, received by VALUT-TRANZIT BANK OJSC in 2000, equaled KZT112.3 mln, which is KZT83.3 mln or 3.9 times more than it received in 1999.

Dynamics of bank's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in mln KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Ch., %	III-2000	Ch., %	IV-2000	Ch., %
Client deposits	128.9	271.4	+110.6	1,394.8	+414.0	126.5	-90.9
Operating income	125.7	158.2	+25.8	354.3	+123.9	335.4	-5.3
Net income	5.0	11.0	+120.3	64.5	+485.1	31.7	-50.8

UKTMK OJSC (Oskemen; production and sale of non-ferrous metals (high quality titanium sponge, commodity magnesium)), in compliance with the listing obligations, provided the Kazakhstan Stock Exchange (KASE) with

its preliminary financial statements for 2000: balance sheet, income and cash flows statements. Following are the results of the company in 2000 by the data of the issuer.

Comparable figures of financial-economic activities of UKTMK OJSC in 2000

(in th. KZT)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Authorized capital	21,582	21,582	0
Shareholders' equity	5,641,824	5,820,142	+3.2
Total assets	7,351,435	6,701,635	-8.8
Net working capital	1,508,964	1,630,121	+8.0
Accounts receivable	469,396	231,859	-50.6
Accounts payable	1,107,872	757,358	-31.6
Sales (services offered)	5,939,705	5,538,777	-6.7
Cost of goods sold	4,598,055	4,567,581	-0.7
Net income (loss)	67,254	216,802	+222.4
Calculated based on issuer's data:			
Return on sale (ROS), %	22.59	16.35	-27.6
Return on equity (ROE), %	1.19	3.73	+212.5
Return on assets (ROA), %	0.91	3.24	+253.6
Earnings per share (EPS), KZT	66.71	223.23	+234.7
Price earning ratio (P/E)	99.14	—	—
Book value of share, KZT	5,228.27	5,393.51	+3.2

Earnings per common share (EPS) for the year 2000 is given without dividends to preferred shares, since they are not set yet.

Compared to 1999: **shareholders' equity** increased by KZT178.3 mln, or 3.2% (KZT275.6 mln increase in final amount of undistributed income and KZT97.3 mln decline in fixed assets re-evaluation fund); **assets** decreased by KZT649.8 mln, or 8.8% (including: accounts receivable - by KZT237.5 mln, inventory - by KZT227.6 mln, cash - by KZT241.9 mln, and increase in fixed assets by KZT57.2 mln); **liabilities** decreased by KZT828.1 mln, or 48.4% (of which, loans declined by KZT451 mln, accounts payable - by KZT350.5 mln, upcoming payments reserve - by KZT26.6 mln). **Sales** decreased by KZT400.9 mln, or 6.7% relative to 1999, cost of goods sold by KZT30.5 mln, or 0.7%; expenses of the period decreased by KZT20.9 mln, or 3.9%; losses from secondary activities equaled KZT48.6 mln against KZT433.0 mln in 1999. **Net income**, received by UKTMK OJSC in 2000, equaled KZT216.8 mln, which is KZT149.5 mln or 3.2 times more than it received in 1999.

Dynamics of company's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in mln KZT)

Indicator	I-2000	II-2000	Ch., %	III-2000	Ch., %	IV-2000	Ch., %
Sales	1,086.9	1,139.1	+4.8	1,610.4	+41.4	1,702.3	+5.7
Net income	27.3	8.3	-69.5	88.4	+960.9	92.8	+5.0

Bayan-Sulu OJSC (Kostanai, production and sales of confectionery) provided the KASE with its financial statements for 2000: balance sheet, income and cash flows statements. By the data of the issuer following are the results of the company in 2000.

Comparable figures of financial-economic activities of Bayan-Sulu OJSC in 2000

(in th. KZT unless otherwise specified)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Authorized capital (issued)	1,000,000	1,000,000	0
Authorized capital (paid)	553,172	553,172	0
Shareholders' equity	540,455	575,833	+6.5
Total assets	758,202	905,053	+19.4
Net working capital	208,152	237,665	+14.2
Accounts receivable	254,312	290,905	+14.4
Accounts payable	173,106	277,125	+60.1
Sales (services offered)	918,438	1,063,347	+15.8
Cost of goods sold	797,889	919,355	+15.2
Net income (loss) of the period	(29,180)	35,991	+223.3
Calculated based on issuer's data:			
Return on sale (ROS), %	13.1	13.5	+3.2
Return on equity (ROE), %	—	6.3	—
Return on assets (ROA), %	—	4.0	—
Earnings per share (EPS), KZT	—	9.76	—
Price earning ratio (P/E)	—	5.26	—
Book value of share, KZT	146.55	156.14	+6.5

Compared to 1999 **growth** took place in: **shareholders' equity** of the company by KZT35.4 mln as a result of an increase in final amount of undistributed income by KZT35.9 mln and KZT0.5 mln in fixed assets re-evaluation fund; **assets** by KZT146.9 mln (including: inventory - by KZT62.6 mln, accounts receivable - by KZT36.6 mln, cash - by KZT24.3 mln, fixed assets by KZT21.8 mln, other assets - by KZT1.6 mln); **liabilities** by

KZT111.5 mln (of which, bank loans by KZT7.5 mln, accounts payable - by KZT104.0 mln); **sales** by KZT144.9 mln; **cost of goods sold** by KZT121.5 mln; **expenses of the period** by KZT19.9 mln (while income from secondary activities fell by KZT64.4 mln, or 85.0%, which are covered by net income). As a result, **net income**, received by Bayan-Sulu OJSC in 2000, equaled KZT36.0 mln against KZT29.2 mln loss it incurred in 1999.

Dynamics of company's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in th KZT unless otherwise specified)

Indicator	I-2000	II-2000	Ch., %	III-2000	Ch., %	IV-2000	Ch., %
Sales	244,165	221,894	-9.1	227,569	+2.6	369,719	+62.5
Net income	15,336	10,772	-29.8	9,242	-14.2	641.0	-93.1

NEFTEBANK OJSC (Almaty) provided the KASE with its financial statements for 2000: balance sheet, income and cash flow statements. Following are the results of the company in 2000 by the data of the issuer.

Comparable figures of financial-economic activities of NEFTEBANK OJSC in 2000

(in th. KZT unless otherwise specified)

Ratio	As of Jan.1 '00	As of Jan.1 '01	Change, %
Authorized capital (paid-up)	544,773	678,365	+24.5
Shareholders' equity	1,026,114	1,043,880	+1.7
Total assets	2,458,932	3,395,240	+38.1
Liquid assets	545,793	816,635	+49.6
Loans and deposits	1,405,519	2,183,870	+55.4
Loans granted	1,433,382	2,052,210	+43.2
Operating income	490,011	554,992	+13.3
General expenses	448,904	496,580	+10.6
Net income (loss) of the period	41,107	58,412	+42.1

Calculated based on issuer's data:

Return on assets (ROA), %	1.67	1.72	+2.9
Return on equity (ROE), %	4.01	5.60	+39.7
Earning per share (EPS), KZT	75.46	86.11	+14.1
Price earning ratio (P/E)	13.25	-	-
Book value of share, KZT	1,883.56	1,538.82	-18.3

Compared to 1999 **growth** followed in (all figures given in tenge): **shareholders' equity** of the bank - KZT17.8 mln (increase in paid-up part of authorized capital - 133.6 mln, funds and reserves - 72.3 mln; decline of final amount of undistributed profit - 188.1 mln; **assets** - 936.3 mln (increase in loan portfolio - 618.8 mln, amounts on correspondent accounts - by 247.8 mln, securities portfolio - by 27.5 mln, other assets by 42.2 mln); **liabilities** - 918.5 mln (growth of deposits - 998.0 mln, decline of other liabilities - by 79.5 mln; **operating income** - 65.0 mln, (interest income - 89.8 mln, non-interest income - 3.8 mln, decline of other income - 28.6 mln); **expenses** - 47.7 mln, (non-interest expenses - 55.4 mln, interest expenses - 16.4 mln, other expenses - 19.8 mln, decline of provisions for reserves - 43.9 mln). **Net income**, received by NEFTEBANK OJSC in 2000, increased by 17.3 mln compared to 1999.

Dynamics of bank's indicators during the year 2000 on a quarterly and non-accruing sum basis

(in mln KZT, unless otherwise specified)

Indicator	I-2000	II-2000	Ch., %	III-2000	Ch., %	IV-2000	Ch., %
Client deposits	178.9	-144.9	-181.0	179.6	+224.0	784.3	+336.7
Operating income	96.6	164.6	+70.4	101.1	-38.6	192.7	+90.7
Net income	-16.4	26.8	+263.5	0.2	-99.4	47.9	+31,182.4

KASE NEWS

As it was informed before, from April 2, 2001 the KASE introduced the changes into one of the main normative documents of the Exchange, "Regulation on the securities listing" (hereafter - Regulation). The changes and amendments to the Regulation were approved by the resolution #787 of the Directorate of the NSC on March 2, 01 in compliance with effective law. The changes and amendments were adopted by the meeting of the KASE members holding "P" category, which was conducted on February 12, 2001. Based on the complaint of the SHAHARMUNAIGAS OJSC (Almaty) president, Nurpeisov B.M. general public prosecutor of Kazakhstan started an investigation the legitimacy of the activities of NSC and KASE in compliance with the resolution #787 of the NSC dated March 2, 2001.

First issue bonds of SHAHARMUNAIGAS OJSC (KZ75KASICA50, trade code - SMGZb1) were entered into the official list of the KASE securities under category "A" on January 19, 2001. On April 2, 2001 the Exchange received an information, which became the grounds for the suspension of the trades in these securities on the trading floor, which, in the opinion of the KASE, became a reason for the complaint of Mr.Nurpeisov B.M and started prosecutor's investigation.

Now, the investigation is not over yet. However, during the process general public prosecutor issued a resolution dated April 25, 2001 "**On suspension of an illegal legal act**", with whom the market participants

familiarized themselves through information channels of the Exchange and news of the NSC. Based on the general public prosecutor's resolution, now the resolution #787 of the NSC Directorate, where the changes and amendments to the Regulation on the securities listing were adopted, **was suspended (till the end of the prosecutor's investigation) so far**. Based on this fact, on April 26, 2001 the Exchange council of the KASE made following decisions:

- Due to the suspension of the introduction of the changes and amendments to the Regulation on the securities listing of the KASE impose a temporary moratorium on the division of the KASE securities lists of the category "A" into groups "A" and "A-".
- Do not consider the matter on compliance of the SHAHARMUNAIGAS OJSC first issue bonds with the listing requirements of the category "A" and resumption of the trades in these bonds till the end of the prosecutor's investigation.

Now, the **position of the KASE** is based on the following. In the opinion of the KASE, internal documents of the Exchange, even after their approval by the NSC, can not be considered a normative legal document. First, they do not set any legal norms, nor they change, cease or suspend them. They are not mandatory for all participants of the stock market, since they were adopted by the KASE as a self-regulatory entity, and their effects apply only to those participants of the stock market, who made independent decisions to become a member of the KASE or enter their securities into the official list of the Exchange. Second, internal documents of the KASE do not become the NSC acts after the approval of the NSC, but they still remain as internal documents of a private entity - Kazakhstan Stock Exchange CJSC.

The **position of the NSC** on this matter was expressed on May 3, 2001 in a special press release, where a full text of the general prosecutor's resolution is given, as well as the inagreement with the arguments are given (following is the extract from the NSC press release):

1. In compliance with sub-clause 1) of the article 1 of the law of Kazakhstan "On normative legal acts", dated March 24, 1998 (hereafter - Law), normative legal act is a written official document of specified form, adopted at the referendum or by authorized body or official of the state, which sets legal norms, changes, ceases or suspends them. Considering the context of the clause 1 of the article 2 of the Law, the Law covers the relationships among authorized bodies and officials of the state regarding the development and submission, adoption, introduction, changing, amending, ceasing or suspending the publication of normative legal acts.

Amendments to the rules of the trades at the Exchange have no signs of normative legal act, since general meeting of the members of the Stock Exchange is no an authorized body that falls under the specifications of the Law, because in compliance with the sub-clause 11) of the article 1 of the Law authorized body is the state body or officials of Kazakhstan, who are authorized to adopt normative legal acts based on their competency. Moreover, based on sub-clause 1) of the clause 4 of the article 2 of the Law, development, submission, adoption, introduction, acting, publishing, changing, amending and ceasing of the normative acts of the private entities are not set by the Law.

Considering the fact that the Law does not set the order of state registration of the resolutions issued by authorized bodies, which approve the normative acts of private organizations, NSC believes that the resolution #787 of the NSC "On approval of the rules of the trades held at the Exchange" is not subject to the registration with the Ministry of Justice of Kazakhstan, based on the clause 1 of the article 38 of the Law, which states that normative legal acts of the state bodies that are mandatory for all, or to the administrations or relate to the rights, freedom and obligations of the citizens.

2. Based on the clause 1 of the article 37 of the Law of Kazakhstan "On the stock market", dated March 5, 1997 (hereafter the Law), the Stock Exchange is a non-commercial self-regulated organization created by professional participants of the stock market as a closed joint stock company. Based on the clause 3 of this article of the Law, Stock Exchange is independent on the stock market from state bodies of Kazakhstan. At the same time, this norm does not apply to the relationships that arise between the Stock Exchange and the NSC, since NSC is licensing the activities of the Stock Exchange (clause 2 of the article 3 of the Law) and approves the rules of the trades held at the Exchange (clause 2 of the article 44 of the Law).

The Stock Exchange in its activities related to making decisions on making the changes and amendments to the normative acts of the Exchange that regulate the admittance order of the securities to the list of the Exchange, conducting the securities trades and making deals, should take into account the norms of the Law of Kazakhstan "On non-commercial organizations" dated January 16, 2001. Based on these laws the highest authority in these non-commercial organizations created as joint stock companies is the general meeting of their shareholders (members), which have the rights to make decisions on any matters regarding the activities of the company.

In order to meet the requirements of the clause 3 of the article 44 of the Law, the amendments to the rules of the trades held at the Exchange were adopted at the general meeting of the members of the Exchange on February 12, 2001 and to meet the requirements of the clause 2 of the article 44 of the Law they were approved by the resolution #787 of the NSC Directorate "On approval of the rules of the trades held at the Exchange", dated March 2, 2001. At that, these documents do not contain references to the fact that they had been adopted to meet the requirements of the National Commission's resolution #95 "On protection of

the rights and interests of the investors, who are potential buyers of the bonds, which are admitted to the circulation in the trade system of the Kazakhstan Stock Exchange CJSC, dated January 11, 2001. The Ministry of Justice of Kazakhstan refused to register this resolution two times and it was sent by the NSC to the registration the third time on April 21, 2001 with the inagreement with the refusal of the state registration.

Anyone interested in the resolution of the General public prosecutor can find a copy at the KASE (office 105, tel 3272-635910).

Prepared by the agency «IRBIS»