

# WEEK OF STOCK MARKET OF KAZAKHSTAN

June 20 - 26

Money market indicators as of June 26 and weekly changes

Term	Currency	Rate	Trend
<b>"Overnight" on autorepo at KASE(TONIA)</b>			
1 day	KZT	4.50	+0.32
<b>Repo opening at KASE (WA, % APR)</b>			
1 day	KZT	4.45	+0.28
7 days	KZT	4.92	+0.10
14 days	KZT	5.50	-
<b>KIBOR (indicative, % APR)</b>			
1 week	KZT	7.63	+0.47
2 weeks	KZT	8.38	+0.68
1 month	KZT	9.25	+0.65
2 months	KZT	10.13	+0.43
3 months	KZT	10.88	+0.12

Stock market indicators as of June 26 and their weekly change

Index	Value	Trend
<b>Shares of "A" listing</b>		
KASE_Shares	113.0692	+0.92%
<b>Corporate bonds of "A" listing</b>		
KASE_BP	124.48	+0.07%
KASE_BC	105.73	-0.12%
KASE_BY	10.13	+0.64%
<b>Euronotes of Kazakhstan</b>		
KASE_EP	140.32	-0.44%
KASE_EC	115.65	-0.74%
KASE_EY	4.78	+6.35%

US dollar = **153.10** tenge at official rate for the end of the period  
 US dollar = **153.18** tenge at weighted average rate of the Exchange for the end of the period  
 Weekly rate of tenge devaluation at the Exchange's rate – **4.77% APR**

## THE CORPORATE SECURITIES MARKET (CS)

### Primary market

Within the week the specialized trades on primary floatation of **Bank CenterCredit OJSC** (Almaty) inscribed coupon indexed bonds of the second issue (KZ2CKY07A503; KASE official "A" listing category, CCBNb2; KZT1.5bn; 15,000 tenge; April 1, 02 – April 1, 09; semi-annual coupon 10.0%APR) were continued. Floatation is conducted in KASE trade system in the form of open trades by the main stock exchange's method every day since June 10 and will be finished by July 1. No deals were made during the week. The maximum yield of bonds on offer reached 10.2435%APR, whereas the minimum yield on bid reached 10.8632%APR. Broadly speaking, bid from persons, which are not interested in bonds floatation was absent.

Besides, within the week there were continued specialized trades on **Astana-finance OJSC (Astana)** inscribed coupon indexed bonds of the second issue (KZ2CKY03A510; KASE official "A" listing category, ASFib2A; KZT4.5bn; 100 tenge; April 1, 02 – April 1, 05; semi-annual coupon 9.0%APR), which will last till June 28 inclusive and which are conducted in open trades form. Just as in the case of CCBNb2, no deals were made during the week. The yield of bonds for a purchaser on offer in quotations of the floatation agent fell relative to the last day of the previous period from 10.9526% to 10.2419%APR. Bid was absent.

Investment attractiveness of stock exchange instruments from June 20 to June 26

Financial instrument	Currency of transaction	Yield, %	APR trend
<b>Instruments denominated in national currency, tenge</b>			
TXBNb1	KZT	15.00	0
MEOKAM, MEAKAM	KZT	7.90	+0.02
CS repo	KZT	*7.77	+1.59
MEKKAM, notes	KZT	*4.80	-0.41
GS repo	KZT	*4.54	+0.06
<b>Instruments indexed by devaluation</b>			
SMGZb1	USD	13.34	-5.47
ALKSb2	USD	11.96	+0.06
VTBNb1	USD	11.47	+0.06
KZASb1	USD	11.00	0
RGBRb2	USD	11.00	0
ASFib2A	USD	10.95	0
ASFib2	USD	10.94	-0.02
TEBNb2	USD	10.80	0
CCBNb2	USD	10.50	0
BTASb2	USD	10.36	-0.01
ASFib1	USD	10.32	-0.18
BTASb1	USD	10.27	0
TEBNb	USD	10.00	0
CSBNb1	USD	9.74	+0.04
KZAPb1	USD	9.30	-
ATFBb2	USD	9.20	+0.05
KARMB1	USD	8.98	-0.20
ALBNb1	USD	8.97	0
BRKZb1	USD	8.63	0
CCBNb1	USD	8.61	+0.35
SYRGB1	USD	8.50	0
HSBKb2	USD	8.13	+0.05
HSBKb	USD	8.11	-0.13
TMJLb2	USD	7.90	-0.13
KZTKb1	USD	7.84	-0.02
ARU060.003	USD	6.68	-0.01
KZTOb	USD	6.60	-0.03
VKU036.001	USD	6.30	-
ASU036.003	USD	5.93	-0.01
ARU024.002	USD	3.88	-0.06
ASU012.002	USD	0.61	-0.42
<b>Instruments, denominated in foreign currency</b>			
BTASe1	USD	9.47	+0.42
KKGBe2	USD	8.97	-0.23
KZTOe1	USD	8.71	-0.30
ENU07.05	USD	5.01	-0.04
Supranational bonds	DEM	4.14	-0.21
ENU02.10	USD	3.50	-
Supranational bonds	USD	1.64	-0.11

The yields at which the deals have been made are calculated as average of the deals, for other corporate bonds – as average of offer bids. The correspondent ratio of last week is given in the parentheses. Securities marked by an asterisk are the instruments with less than a year circulation term (for them effective weighted average rate is given). ASFib2A – ASFib2 on primary floatation.

## Secondary market

In **CS purchase-sale sector** a total of 10 deals amounting to **\$2,848.4th** or KZT436.0m were made. In comparison with the previous period (12 deals, \$1,717.2th or KZT262.9m) volume of the sector increased 65.9%. Deals were made by five instruments three of which were bonds. Last week brokers were interested in five securities four of which were bonds.

The sector still remains very narrow despite the significant growth of transactions volume. The most liquid corporate bonds were VTBNb1, which the limited number of investors are interested in, as well as before. Securities yield for a purchaser rose from 11.23% to 11.49%APR on four conducted transactions. BTASe1 were traded less actively. Two deals on these bonds were made on the last day of the period with participation of pension funds' assets. By the results of the week, the yield of BTASe1 to maturity increased from 9.27% to 9.46%APR. A rather specific direct deal has been made on SMGZb1. Here, the yield fell from 18.81% to 13.34%APR and came back to the initial level, which had been fixed in the beginning of March. As regards other bonds, brokers did were not interested in them. With all this going on, the resulting change of the index KASE\_BY continues to fix gradual increase of investment attractiveness of the given kind of instruments. The index value increased within seven days by +0.64% to 10.13%APR. Capitalization of stock exchange's market of corporate bonds decreased within the period by \$3.3m to \$709.1m mainly due to price dynamics of SMGZb1.

Nothing interesting happened at shares market. Only direct deals transactions of low volumes were conducted at the stock exchange, as a result of which the price of AMGZp increased 2.7 times as much, and the price of NFBN did not change. Capitalization of the given market segment equaled by the end of the period to \$1,226.8m and decreased within the week by \$0.8m. The change was caused mainly by the increase of dollar rate.

The tables show data on deals, bid and ask in CS purchase and sale sector and also decoding of trade codes.

### Results of the trades in shares on June 20 – June 26

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th USD	purchase	Sale
Almaty Kus OJSC	ALKS		0	0	23.59	47.14
Almaty Kus OJSC	ALKSp		0	0	13.79	26.02
Almaty Kus OJSC	ALKSp3		0	0	10.42	10.71
SNPS-Aktobemunaigas OJSC	AMGZp	*5,357.00	50	1.8	*5,357.00	*5,357.00
Astana-Finance OJSC	ASFI	1,014.96	0	0	612.00	1,200.00
AMB OJSC	ATFBp	830.74	0	0	827.17	1,101.89
Bank TuranAlem OJSC	BTAS	12,253.00	0	0	12,254.40	21,425.60
Bank CenterCredit OJSC	CCBN	150.00	0	0	150.00	210.00
Halyk Bank of Kazakhstan OJSC	HSBK	186.71	0	0	130.00	180.00
Halyk Bank of Kazakhstan OJSC	HSBKp	150.00	0	0	147.00	190.00
KAZKOMMERTSBANK OJSC	KKGB	*68.85	0	0	38.27	76.00
KAZKOMMERTSBANK OJSC	KKGBp	44.38	0	0	44.42	88.76
Corporation Kazakhmys OJSC	KZMS	9,188.41	0	0	9,190.80	15,310.00
Kazakhtelecom`	KZTK	3,062.00	0	0	2,000.00	4,000.00
Kazakhtelecom	KZTKp	*2,758.32	0	0	1,700.00	3,400.00
Neftebank OJSC	NFBN	*1,500.00	28,800	422.7		1,499.22
TEMIRBANK OJSC	TEBN	1,000.00	0	0	500.00	1,000.00
TEMIRBANK OJSC	TEBNp		0	0	500.00	1,000.00
UKTMK OJSC	UTMK	*4,450.00	0	0	4,400.00	8,800.00
UKTMK OJSC	UTMKp	6,123.60	0	0	3,523.14	7,039.84
VALUT-TRANZIT BANK OJSC	VTBN	200.00	0	0	310.00	319.30
VALUT-TRANZIT BANK OJSC	VTBNp	352.38	0	0	320.00	329.60
Avtokombinat OJSC	Z ABTOKOMB		0	0		450.00
Akku JSC	Z AKKU		0	0		170.00
"SHMO" OJSC	Z CHMUNAI		0	0		750.00
Darbazinskiy karier OJSC	Z DARBKARER		0	0		200.00
Zhualynskaya PAK OJSC	Z JUALAVTO		0	0		450.00
Corporation Kazreklama OJSC	Z KAZREK		0	0	34.30	40.00
KELESHEK OJSC	Z KELESH		0	0	740.00	1,000.00
AIC Kommesk-omir OJSC	Z KOMESK		0	0		29,500.00
Rosa OJSC	Z ROSA		0	0	100.00	200.00
Sary-arkageologiya OJSC	Z SARIARGE0		0	0		150.00
Shardara-Astykh OJSC	Z SHARDAST		0	0		150.00
Uigentast-Astykh OJSC	Z UGENASTK		0	0		300.00
<b>TOTAL</b>	<b>33</b>		<b>28,850</b>	<b>424.4</b>		

**Results of the trades in bonds from June 20 – June 26**

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1		0	12.0022	8.9697
Almaty Kus OJSC	ALKSb2	12.0000	0	12.8219	11.9914
Astana-finance OJSC	ASF1b1	10.5000	0	11.9982	10.3629
Astana-finance OJSC	ASF1b2		0	12.4953	10.9957
AMB OJSC	ATFb2		0	9.8805	9.2216
Development Bank of Kazakhstan OJSC	BRKZb1	9.1000	0	9.7194	8.6284
Bank TuranAlem OJSC	BTASb1	10.8333	0	10.8952	10.2738
Bank TuranAlem OJSC	BTASb2	10.5005	0	10.8952	10.3633
TuranAlem Finance B.V.	BTASe1	9.4859	109.3	9.4586	9.5406
Bank CenterCredit OJSC	CCBNb1	11.0190	0	12.0003	8.6194
Bank CenterCredit OJSC	CCBNb2		0	10.5832	9.9938
BANK CASPIAN OJSC	CSBNb1	*9.8960	0	11.1835	9.7957
Halyk Bank of Kazakhstan OJSC	HSBKb	11.0249	0	12.0004	8.2736
Halyk Bank of Kazakhstan OJSC	HSBKb2		0	10.9957	8.2095
Karazhanbasmunai OJSC	KARMB1	12.5930	0	13.2871	9.5225
KAZKOMMERTSBANK OJSC	KKGBe2		0	9.9337	9.2047
DAGOK Kustanaiasbest OJSC	KZASb1	*12.1994	0	12.0009	11.0003
Kazakhtelecom	KZTKb1	*9.0000	0	9.3371	8.0919
NOTC KazTransOil CJSC	KZTOb	6.6924	0	8.9817	6.6140
NOTC KazTransOil CJSC	KZTOe1	9.0060	0	9.4065	9.0111
RG Brands OJSC	RGBRb2	11.5000	0	11.9999	11.0001
SHAHARMUNAIGAS OJSC	SMGZb1	*13.3434	104.5	*13.3434	12.9953
SHNOS OJSC	SYRb1	10.8001	0	12.0004	8.4999
TEMIRBANK OJSC	TEBNb	10.4876	0	10.9952	9.9983
TEMIRBANK OJSC	TEBNb2	10.9815	0	11.1960	10.8008
Kazakhstan Temir Joly RSE	TMJLb2	9.4987	0	10.4996	8.0468
TEXAKABANK OJSC	TXBNb1		0	17.0000	15.0000
VALUT-TRANZIT BANK OJSC	VTBNb1	11.4879	2,210.1	11.1963	11.4879
<b>TOTAL</b>	<b>28</b>		<b>2,423.9</b>		

**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 and indicators calculated with its using.

**In the repo sector of CS** 4 deals were made within the described period in the total amount of \$357.3th (KZT54.7m). Of them 2 deals (in the amount of \$39.2th) were repo opening and two deals (in the amount of \$318.1th) - repo closing. Last week volume of deals in this sector amounted to \$193.7th (KZT29.6m).

**In all CS trade floors of KASE** (including SBS sale sector and primary floatation) a total of 14 deals amounting to **\$3,205.7th** were concluded within the analyzed period (KZT490.7m). Last period volume of 15 deals did not exceed \$1,910.9th. (KZT292.5m).

## SECTOR OF GOVERNMENT SECURITIES (GS)

**In GS purchase and sale sector** of KASE (including euronotes of Kazakhstan) a total volume of 73 deals reached **KZT3,367.2m** (\$21,995.4th.). Corresponding figure of the previous week was very close - KZT3,922.2m (\$25.621.0th). No very interesting events happened in this sector. Only a deal on euronotes of Kazakhstan, which were out of trades for long time, should be noted. Their yield to maturity for a purchaser did not change and remained on the same level. However, it precisely this deal, which finally influenced the dynamics of the index KASE\_EY, which rose within seven days by +6.35% and reached by the end of the described period 4.78%APR.

The structure of GS turnover at KASE significantly changed again relative to the previous week, having come back to its condition. Active trades with international bonds of Kazakhstan sovereign debt in the previous period caused a slight market overheating, and now, trades participants paid much more attention on MEOKAM and MEAKAM. However, it did not lead to notable changes of bonds yield on the secondary market.

**Parameters of Exchange's transactions in GS from June 20 to June 26**

(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 (KZT): notes</b>						
					<b>52.2% (24.4%) of purchase and sale sector's turnover</b>	
Less than 8	4.01	4.53	4.01	4.28 (4.69)	449.7	4.00
8 – 14	4.10	5.00	4.90	4.50 (4.83)	854.0	10.00
15 – 28	5.02	5.18	5.15	5.10 (5.12)	180.6	7.00
29 – 36	5.12	5.31	5.12	5.26 (5.26)	33.8	2.00
64 – 91	5.63	5.82	5.67	5.76 (5.77)	240.6	9.00
Total					1,758.8 (957.3)	32 (17)
<b>Coupon (KZT): MEOKAM-24, 36, 48, 60, MEAKAM</b>						
					<b>34.6% (16.5%) of purchase and sale sector's turnover</b>	
менее 730	7.42	8.19	7.43	7.60 (7.79)	663.8	17
731 - 1095	8.20	8.20	8.20	8.20 ( -)	195.8	3
1096 - 1460	7.99	8.30	8.30	8.27 ( -)	193.1	4
1461 - 1825	7.99	8.00	8.00	8.00 (8.00)	37.7	3
1826 - 2190	8.82	8.82	8.82	8.82 (8.82)	72.8	1
Итого					1,163.2 (646.5)	28 (19)
<b>Euronotes of Kazakhstan (USD)</b>						
					<b>13.2% (59.1%) of purchase and sale sector's turnover</b>	
*98	3.50	3.50	3.50	3.50 ( -)	15.8	1
**1755 - 1761	4.89	5.16	5.14	5.01 (5.05)	429.4	12
Total					445.2 (2,318.4)	13 (33)
<b>GRANDTOTAL</b>					<b>3,367.2 (3,922.2)</b>	<b>73 (69)</b>

Notes: for euronotes (\* – third issue, \*\* – fourth issue) volume of the deals are calculated at weighted average USD/KZT rate of Exchange.

In GS repo-transactions sector 229 deals were made for a total of **KZT36,341.3m** (including automatic repo sector) during the period. Of this number 121 deals (for KZT19,215.3m) were repo opening deals and 108 (amounting to KZT17,126.1m) were repo closing deals. Last period the volume of transactions of this type equaled KZT53,932.5m. After closing of the trades on June 26 total amount of opened at KASE repo reached KZT14,098.7m. Parameters of automatic repo market are given in the table.

**Major parameters of automatic repo market from June 20 through June 26**

(in parentheses – comparable figures of previous period)

Instrument (currency, term or repo)	Yield, % APR				Volume, m KZT	Number of deals	Portion, %
	at first deal	MIN	MAX	at last deal			
KZT_001	4.50	2.00	4.50	4.50	4.07 (4.22)	12,255.0	68 68.9 (77.9)
KZT_002	4.25	4.25	4.25	4.25	4.25 (4.18)	20.0	2 0.1 (0.57)
KZT_003	4.25	4.25	4.25	4.25	4.25 (4.25)	20.0	2 0.1 (0.61)
KZT_007	4.80	4.50	5.00	5.00	4.78 (4.80)	1,440.0	15 8.1 (8.8)
KZT_014	5.90	5.25	5.90	5.50	5.54 (5.15)	1,050.0	6 5.9 (1.1)
KZT_028	5.80	5.80	6.50	6.00	6.30 (6.27)	3,000.0	9 16.9 (11.0)
<b>TOTAL</b>						<b>17,785.0 (24,620.0)</b>	<b>102 100.0</b>

Total of 302 deals were made at trade floors of KASE amounting to **KZT39,708.5m** in GS on trade floors of KASE during the week (purchase-sale and repo sector). The previous period volume of 353 deals equaled KZT57,854.7m. This week the **proportion of the Exchange's turnover** in total volume of deals on Kazakhstani secondary market for GS for comparable operations equaled **95.5%**, for last week it was 91.5%.

**INFORMATION ON ISSUERS**

**Bank Caspian OJSC** (Almaty) presented KASE the auditor's conclusion compiled by Ernst&Young (Almaty, Kazakhstan). The conclusion was made in accordance with Kazakhstan accounting standards.

Comparative indicators of financial and economic activity of **BANK CASPEAN OJSC** for 2001, according to the data of Ernst & Yong

(In th KZT, unless otherwise specified)

Indicator	2000	2001
Authorized capital (issued)	840,000	993,223
Authorized capital (paid)	1,175,296	1,508,370
Total assets	8,956,450	15,436,716

<b>Indicator</b>	<b>2000</b>	<b>2001</b>
Total current assets	4,827,951	6,084,668
Loans to clients	3,222,184	7,331,191
Total liabilities	7,781,154	13,926,853
Loans and deposits	6,773,979	12,902,604
Bonds issued	–	826,100
Total revenues	1,356,202	2,672,196
Total expenses	1,288,207	2,444,718
Net income (loss)	67,995	227,478
<b>According to the auditor's data it's calculated:</b>		
Return on equity (ROE), %	5.79	15.08
Return on assets (ROA), %	0.76	1.47
Earnings per share (EPS), tenge	16.55	48.76
Book value of the share, tenge	293.82	318.92

Data on 2000 is provided by PriceWaterhouseCoopers audit of unconsolidated financial statement prepared in accordance with Kazakhstan accounting standards.

Audit of the consolidated financial statement of the bank was carried out by Ernst&Young in accordance with Kazakhstan auditing standards.

The consolidated financial statement comprises financial statement of the subsidiary company Almaty International Insurance Company OJSC (Almaty, insurance activity). in which the bank possesses 100% of outstanding shares, and also financial statements of companies, in which the bank has no share in authorized capital, but executes a control over their activity – Consulting bureau LLP (Almaty, assets management activity) and Oil service (Astana, assets management activity).

In the auditor's opinion, which has a clause regarding assets and liabilities of subsidiaries as of the end of 2001, consolidated financial statements present impartial picture of financial situation of Bank Caspian OJSC and its subsidiaries by December 31, 2001, and results of their activity and cash flow for the reporting period.

The Ernst&Young clause in audit report regards the fact that the auditor was not able to confirm assets totaling KZT142,116th and liabilities totaling KZT19,646th of subsidiaries by execution of additional procedures, because it could not get a satisfactory data for making changes in beginning balance due to absence of audit on financial statements of the daughter companies as of December 31, 2000.

**Jyluenergiya OJSC** (Aktobe; production, transfer and realization of thermal energy and providing with hot water), provided KASE with a copy of minutes of the Board of directors conference, which was held on May 24, 2002. In accordance with the agenda of the conference the Board of directors made the following decisions: to exclude Nokin S., who held the post of Deputy Akim of Atyrau region from the staff of the Board of directors; to appoint Alderzin M. the director and the president of Jyluenergiya PJSC Board of directors.

**SHAKHARMUNAIGAZ OJSC** (Almaty) informed KASE with official letter about progress of work on the hydrocarbon raw materials field Kultuk and some aspects of its guarantor's activity - Munaigaz OJSC (Almaty).

In particular, it is informed that currently on Kultuk field (Beyneuskiy rayon Mangystau oblast) the work is conducted in accordance with Recourses Usage Work program in 2002, which agrees Zapkaznedra Technical Conditions dated November 19, 2001. Bureaucratic procedures on making a contract with Kaznefterazrabortka LLP on reconstruction of the road to the 5th well and construction of fill ground are coming to the end. In parallel there is executed a mobilizing of boring rig A-50 and all necessary equipment for reconstruction of the 5th well and subsequent transfer to the 3rd well. During the forth quarter a pilot exploitation of the mentioned above wells is planned.

Also it is announced that Munaigaz OJSC – debt guarantor of SHAKHARMUNAIGAZ OJSC – at present in cooperation with KAZKOMMERTSBANK OJSC is finishing conduction of a tender on choosing of a contractor for holding a 3-dimensional seismics on the territory of Imashev field. Estimated costs are \$2.5-3.0. Beginning of the work is planned to be in the third quarter of 2002, ending – in the forth quarter of 2002.

SHAKHARMUNAIGAZ OJSC management assured KASE that more specific report about underway and already done work will be provided later.

We'll remind that the first issue of SHAKHARMUNAIGAZ OJSC bonds (KZ75KASICA50; KASE trade code – SMGZb1; January 18, 01 – January 18, 06; \$30.0m; \$100; annual coupon at 13.0% APR) was authorized on December 18, 2000. Bonds were issued by the company with the aim of money borrowing for financing a project on Kultuk field development. The role of a security played SHAKHARMUNAIGAZ OJSC property rights

for Kultuk field. In case of inability to pay debt on issued bonds the founder of SHAKHARMUNAIGAZ OJSC – Munaigaz OJSC will take a responsibility. Munaigaz OJSC gave a corresponding guarantee to SHAKHARMUNAIGAZ OJSC (guarantee letter of Munaigaz OJSC dated November 1111, 2000).

At present, KASE has information that as of December 18, 2001 (Date of register fixation for the first coupon payment) 20% of the authorized issue volume had been floated. At that by the issuer's information that majority of holders as of the mentioned date were Kazakhstan accumulative pension funds (46.70%), Pension assets management companies (17.0% against their own accounts) and broker dealer companies (35.33%). Approximately 1% of bonds were offered to investors of other categories.

**Halyk Bank of Kazakhstan OJSC** (Almaty) informed Kazakhstan Stock Exchange (KASE) with the official letter about the fact, that on June 20, 2002 the company made the fourth coupon payment on its inscribed coupon bonds of the first issue (KZA7KAKK6A78; KASE official "A" listing category, HSBKb; \$16.0m, \$100; June 20, 00 – June 20, 07; semi-annual coupon 11.8APR%). The interest rate payment has been made in full volume and in compliance with the schedule of debt servicing. Amount of the payment, taking into account income tax, equaled by the issuer's data to **KZT144,526,400.00**.

**Karazhanbasmunai OJSC** (Aktau) informed Kazakhstan Stock Exchange (KASE) with the official letter about the fact, that on June 20, 2002 the company made the third coupon payment on its inscribed coupon bonds of the first issue (KZ73BAQLBA36; KASE official "A" listing category, KARMB1; \$20.0m, \$100; December 20, 00 – December 20, 03; semi-annual coupon 11.0APR%). The interest rate payment has been made in full volume and in compliance with the schedule of debt servicing. Amount of the payment, taking into account income tax, equaled by the issuer's data to **KZT1,095,285.12** (in KZ tenge at the National Bank's rate of exchange KZT153.10 per dollar).

Financial administration of **East Kazakhstan oblast (EKO)** provided KASE with official letter, which informed about payment of the second coupon on municipal bonds EKO of the first issue (KZ7051806A46, trade code at KASE - VKU036.001; \$100, \$7,190,500, June 20, 01 – June 18, 04, semiannual coupon 6.30% APR). According to information of the issuer, payment of the interest was completely settled and in compliance with graph of debt serving. Amount of payment was equal to **KZT34,772,271.03**.

**KAZKOMMERTSBANK OJSC** (Almaty) informed KASE in its official letter that on June 24, 2002 in strict correspondence with issue terms the payment of the third coupon on subordinated euronotes of the bank with maturity in December of 2007 (XS0122349615, official securities list of "A" category, KKGBE2; \$20m; Dec 22, 00 – Dec 22, 07; semiannual coupon at 11.0% APR) was settled. According to the issuer's data the interest payment was made in full volume. Amount of the payment, taking into account the income tax, was equal to **\$935.0th**.

Besides KAZKOMMERTSBANK OJSC distributed a press-release in which it is said that Euromoney Publications called KAZKOMMERTSBANK OJSC (Almaty) the best financial borrower among countries of Eastern Europe. There were no financial institutions of Kazakhstan that were honored such an award. There were highly evaluated 2 greatest in the banking sector history of Kazakhstan operations that were recently finished: attracting of syndicated loan and eurobond issue floatation.

**Bayan-Sulu OJSC** (Kostanay; production and realization of confectionery) common shares of which are traded in official list of KASE securities under category "B" presented to KASE a copy of protocol of annual general meeting of shareholders that was held on April 19, 2002. In accordance with adopted day agenda the shareholders of Bayan-Sulu OJSC approved financial reporting and Auditing commission for the year 2001 and also made following decisions:

- Out of undistributed income of KZT36.6m direct KZT12m to dividends (20% of total undistributed income), KZT3m – retained earnings;
- Approve a size of dividends for repayment – KZT3.28 per share (2.79 taking into account retained at a source of payment 15% of income tax), due to total income directed to dividends (12m tenge) and number of shares outstanding (3,659,569);
- Set actual payment date on April 19, 2002, ending of registration period – March 20, 2002;
- Approve a development forecast and budget use order of net income for 2002;
- Make changes into company's charter.

With the report on results of Bayan-Sulu OJSC activity for the year 2001 on behalf of the Board the President made speech (Chairman) – Boger E.A. According to financial statements 8,602 tons of confectionery amounting

to KZT1,351.6m with present prices (to 1,236.3m with comparable prices) were produced in 2001. In physical expression production volume increased by 1,186 tons or by 16% against 2000. This is with present prices – by KZT285.8m (with comparable prices – by KZT236.1m). There were dispatched 6,634 tons totaling KZT1,316.8m of products to customers, that is 1,389 tons or 19.2% greater than in 2000. 5 types of new products were introduced.

During 2001 aiming to increase effectiveness in production 4 additional wrapping machines EY-4 were installed in sweet and chocolate sector, 2 electronic scales were set up, reconstruction of freezing line was conducted, 2 EL-Y and 4 EV-4 were installed on the Super-Royal line in caramel section. Also reconstruction and replacement of other obsolete equipment were made.

In addition development works were conducted in electricity system and building of air-cable line VP-10kw costing KZT7,070th was begun, having used KZT2,360th in 2001.

Totally in 2001 there was invested KZT3.5m to main capital, attracted KZT44.5m by short-term loans, settled KZT7.6m of long-term debt and KZT37.6m of short-term debt. Gross revenues totaled KZT200.0m, income from primary activity – KZT94.7m (in 2000 – KZT55.5m), undistributed net income – KZT36.6m, profitability – 17.2% (15.6% in 2000)

According to Bayan-Sulu OJSC General shareholders' meeting the following development and net income distribution by results of 2002 is planned:

- Produce and dispatch 9.5th tons of confectionery amounting to KZT1.5bn;
- Receive income from primary activity totaling KZT99m;
- Receive net income of KZT69.3m and use it in the following way: direct 55% to production development, 20% - to dividends payment, 20% - to payments for work, social needs and other expenditures, 5% - to retained earnings;
- Finish VP-10kw air-cable line construction with length of 3 km;
- Modernize slab chocolate machinery, install a pourer for slab chocolate with large additions production costing \$400th ;
- Execute preparatory works on introduction of quality management system.

## **KASE NEWS**

By the decision of KASE Board of directors dated June 24, 2002 **KG Securities LLP** (Almaty) was given a status of stock exchange specialist of the following VALYUT-TRANSIT BANK OJSC (Karaganda) securities:

- Inscribed coupon bonds of the first issue (KZ2CUIY05A425; official securities list of "A" category, VTBNb1; \$100, \$10.0m; September 27, 01 – September 27, 06, semiannual coupon at 11.5% APR);
- Common inscribed (KZ1C33291013, VTBN trade code) and preferred inscribed (KZ1P33291018, VTBNp trade code) stocks.

KG Securities LLP will take up the duties of the VTBNb1, VTBN and VTBNp specialist from **June 25, 2002**. Volumes of minimum required quotations are determined for the specialists within the following borders: 500 bonds, 40,000 common and 25,000 preferred stocks.

Beginning from January 28, 2002 and till the present time KG Securities has been given a status of market maker of the mentioned above securities at KASE.

By the decision of KASE Council from June 26 of the current year **INVESTMENT MANAGEMENT GROUP LLP** (Almaty) since June 27, 2002 was forcedly deprived of the status of market-maker of common inscribed and preference shares of VALYUT TRANZIT BANK OJSC at KASE. This decision was made in accordance with unfair fulfillment of obligations of market-maker by the mentioned company, that caused absence of quotations on VALYUT TRANZIT BANK OJSC shares in KASE trade system on January 28, 2002. The decision has been made on the basis of paragraph 18 of the article 6 of the internal KASE document "Rules of market-makers activity", On the basis of subparagraph 2 of the paragraph 21 of the same document the stock exchange's Council made the decision to impose a penalty from INVESTMENT MANAGEMENT GROUP LLP in the amount of KZT164th.

**Prepared by IRBIS agency**