

WEEK OF STOCK MARKET OF KAZAKHSTAN

July 25 - 31

Money market indicators as of July 31 and weekly changes

Term	Currency	Rate	Trend
“Overnight” on autorepo at KASE(TONIA)			
1 day	KZT	5.00	0
Repo opening at KASE (WA, % APR)			
1-2 days	KZT	4.93	-0.25
5-7 days	KZT	5.54	-0.96
14 days	KZT	6.00	-0.50
28 days	KZT	6.28	-0.22
61 days	KZT	2.01	-
KIBOR (indicative, % APR)			
1 week	KZT	7.25	-0.92
2 weeks	KZT	7.67	-0.66
1 month	KZT	8.33	-0.42
2 months	KZT	9.17	-0.33
3 months	KZT	9.92	-0.33

Stock market indicators as of July 31 and their weekly change

Index	Value	Trend
Shares of “A” listing		
KASE_Shares	113.1791	+0.28%
Corporate bonds of “A” listing		
KASE_BP	125.69	+0.02%
KASE_BC	105.85	-0.15%
KASE_BY	10.20	+0.49%
Euronotes of Kazakhstan		
KASE_EP	140.79	-0.36%
KASE_EC	115.09	-0.65%
KASE_EY	4.83	+6.14%

US dollar = **153.85** tenge at official rate for the end of the period
 US dollar = **154.26** tenge at weighted average rate of the Exchange for the end of the period

Weekly rate of tenge devaluation at the Exchange’s rate – **14.63% APR**

THE CORPORATE SECURITIES (CS) MARKET

In CS purchase-sale sector a total of 12 deals amounting to **\$3,858.3th** or KZT594.7m were made. In comparison with the previous period (15 deals, \$1,152.4th or KZT117.2m) volume of the sector increased 3.3 times as much. Deals were made by seven instruments six of which were bonds. Last week brokers were interested in nine securities four of which were bonds.

The peculiar feature of the week is increased activity at CS market. Almost the whole turnover of the week belongs to the last day of the period – July 31, which is also the end of the month. This gives the idea that the active trade in bonds was concerned with forming of accounts indicators forming by participants. The most deals of this day were market deals and were conducted with participating of seven KASE members, including – pension market subjects. Nonetheless, thorough studying of transactions allows to assume that on July 31 transactions of “hidden repo” with high volume were made on purchase and sale sector with corporate euronotes.

Corporate bonds prices changed in different ways. Yield of ALKSb2 fell from 12.16% to 11.94%APR, KZASb1 – from 12.20% to 11.94%APR. Yield of BTASe1 rose from 9.75% to 9.76%APR, KZTOe1 – from 9.06% to 9.22%APR, and yield of BTASb2 has not changed (10.50%APR). The week is also remarkable with the first deal on TXBNb1, yield for a purchaser on it equaled to 15.50%APR. The major influence upon capitalization of stock exchange’s market of corporate bonds were made by falling of the rate of BTASe1 and KZTOe1. By the

Investment attractiveness of stock exchange instruments from July 25 to July 31

Financial instrument	Currency of transaction	Yield, %	APR trend
Instruments denominated in national currency, tenge			
TXBNb1	KZT	15.50	+0.50
MEOKAM, MEAKAM	KZT	8.01	-0.19
CS repo	KZT	*6.93	-
MEKKAM, notes	KZT	*5.78	+0.03
GS repo	KZT	*5.63	+0.03
Instruments indexed by devaluation			
VITAb3	USD	14.00	0
SMGZb1	USD	13.00	-0.68
KZASb1	USD	11.94	+1.14
ALKSb2	USD	11.94	-0.22
ASFib2	USD	10.97	+0.02
TEBNb2	USD	10.80	0
VTBNb1	USD	10.58	-0.29
BTASb2	USD	10.50	+0.14
BTASb1	USD	10.27	0
ASFib1	USD	10.26	-0.02
TEBNb	USD	10.08	+0.08
CCBNb2	USD	9.99	0
CSBNb1	USD	9.90	+0.06
ATFBb2	USD	9.28	0
ALBNb1	USD	8.97	0
KARMB1	USD	8.65	-0.04
CCBNb1	USD	8.53	-0.01
BRKZb1	USD	8.53	+0.04
SYRGB1	USD	8.48	-0.02
HSBKb	USD	8.21	0
HSBKb2	USD	8.21	+0.12
KZTKb1	USD	7.98	-0.02
TMJLb2	USD	7.82	+0.04
ARU060.003	USD	6.64	-0.01
VKU036.001	USD	6.58	+0.28
KZTOb	USD	6.52	-0.03
ASU036.003	USD	5.77	-0.20
ARU024.002	USD	3.56	-0.07
ASU012.002	USD	1.46	+0.60

Instruments, denominated in foreign currency			
BTASe1	USD	9.76	+0.01
KKGBe2	USD	9.20	0
KZTOe1	USD	9.16	+0.23
ENU07.05	USD	4.88	-0.08
ENU02.10	USD	4.30	-0.07
ENU04.10	USD	3.74	-0.01
Supranational bonds	DEM	3.16	-0.88
Supranational bonds	USD	1.22	-0.13

The yields at which the deals have been made are calculated as average of the deals, for other corporate bonds – as average of sale quotations. Trends are given relative to previous week. Securities marked by an asterisk are the instruments with less than a year circulation term (for them effective weighted average rate is given).

results of the week this indicator fell from \$0.9m to **\$721.1m** by July 31.

A very interesting event has occurred in the shares trade sector, which, in IRBIS analysts opinion, clearly showed the narrowness of Kazakhstan shares market and absence of interest from professional participants and their clients to these financial instruments. The matter concerns falling on Monday July 29 of KASE_Shares index, which reflects level of demand prices for shares of KASE official list. Its value decreased by results of the trades by 36.5% to 69.4802 from 113.0055 on Friday. Falling of the index occurred as a result of a broker's mistake of one of major stock exchange's market-makers, who quoted on Monday eight shares not in KZT but in US dollars (the shares were quoted in this order till May 2, 2002). Quotations were accepted by KASE trade system in the fixed quotation currency – KZ tenge. As the result, it was possible for all day long to buy at the stock exchange: ALKS in all at KZT0.31 (with usual offer volume equaling to KZT47.43 per a security); ALKSp – at KZT0.17 (usually – KZT26.18 per a security); ALKSp3 – at KZT0.07 (usually – KZT10.78 per a security); KKGB – at KZT0.50 (usually – KZT77.00); KKGBp – at KZT0.58 (usually – KZT89.32); KZTK – at KZT26.00 (usually – about KZT4th); KZTKp – at KZT22.00 (usually – about KZT3,400); UTMK – at KZT58.00 (usually – about KZT8,900). It is surprising that its not the broker's mistake or dynamics of the index but the fact that during the whole trade day no broker working at the floor paid attention on it and did not take occasion, which allowed to purchase rather big blocks of shares (volume of the block is equal to the volume of compulsory quotation of market-maker) of the most interesting companies at the rate, which was almost two times lower than usual one. It is natural that the next day the error was eliminated, and KASE_Shares value came back to the previous level.

The main impact upon capitalization of stock exchange's shares market, which was estimated by July 31 by the stock exchange at \$2,081.8m (KZT321.1bn) and decreased within seven days by \$7.2m, was made by the only deal in securities of this type, and as a result of it, VTBNp rate decreased by 32.5%.

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 July 25 – July 31

(KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th USD	purchase	Sale
Almaty Kus OJSC	ALKS		0	0	23.76	0.31
Almaty Kus OJSC	ALKSp		0	0	13.88	0.17
Almaty Kus OJSC	ALKSp3		0	0	10.49	0.07
Astana-Finance OJSC	ASFI	1014.96	0	0	600.00	1200.00
AMB OJSC	ATFBp	830.74	0	0	833.00	1108.01
Bank TuranAlem OJSC	BTAS	14100.00	0	0	12340.80	21544.60
Bank CenterCredit OJSC	CCBN	200.00	0	0	135.00	250.00
BANK CASPIAN OJSC	CSBN	170.00	0	0	105.00	210.00
BANK CASPIAN OJSC	CSBNp	170.00	0	0	105.00	210.00
Halyk Bank of Kazakhstan OJSC	HSBK	186.71	0	0	130.00	200.00
Halyk Bank of Kazakhstan OJSC	HSBKp	150.00	0	0	143.00	201.00
KAZKOMMERTSBANK OJSC	KKGB	68.85	0	0	38.57	0.50
KAZKOMMERTSBANK OJSC	KKGBp	44.38	0	0	44.74	0.58
Corporation Kazakhmys OJSC	KZMS	*13844.70	0	0	9255.60	15900.00
Kazakhtelecom`	KZTK	3062.00	0	0	2005.38	26.00
Kazakhtelecom	KZTKp	*2459.20	0	0	1696.86	22.00
Neftebank OJSC	NFBN	*1650.00	0	0		1499.22
TEMIRBANK OJSC	TEBN	1000.00	0	0	500.00	1000.00
TEMIRBANK OJSC	TEBNp		0	0	500.00	1000.00
UKTMK OJSC	UTMK	*5350.00	0	0	4473.54	58.00
UKTMK OJSC	UTMKp	6123.60	0	0	3547.98	7078.94
VALUT-TRANZIT BANK OJSC	VTBN	200.00	0	0	235.00	440.00
VALUT-TRANZIT BANK OJSC	VTBNp	270.00	14800	26.0	270.00	270.00
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	1000.00
AIC Kommesk-omir OJSC	Z KOMESK		0	0		29500.00
Rosa OJSC	Z ROSA		0	0	120.00	200.00
Sary-arkageologiya OJSC	Z SARIARGE0		0	0		150.00
Shardara-Astyk OJSC	Z SHARDAST		0	0		150.00
Uigentas-Astyk OJSC	Z UGENASTK		0	0		300.00
Zerde OJSC	ZERD	*1404.00	0	0		*6.50
Zaman-Bank OJSC	ZMBN	*1007.48	0	0		*6.50
TOTAL			14,800	26.0		

Results of the trades in bonds from July 25 – July 31

(% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1		0	12.0040	8.9712
Almaty Kus OJSC	ALKSb2	*11.9400	780.0	*11.9400	11.8392
Astana-finance OJSC	ASFib1	10.5000	0	11.9984	10.3321
Astana-finance OJSC	ASFib2		0	12.4953	11.0025
AMB OJSC	ATFBb2		0	9.9918	9.2770
Development Bank of Kazakhstan OJSC	BRKZb1	9.1000	0	9.6160	8.5416
Bank TuranAlem OJSC	BTASb1	10.8333	0	10.9039	10.2742
Bank TuranAlem OJSC	BTASb2	10.5042	359.0	10.5042	10.5042
TuranAlem Finance B.V.	BTASe1	9.7590	41.6	9.7590	9.7590
Bank CenterCredit OJSC	CCBNb1	11.0190	0	11.0007	8.5349
Bank CenterCredit OJSC	CCBNb2		0	10.6320	9.9943
BANK CASPIAN OJSC	CSBNb1	10.2949	0	11.0000	10.0000
Halyk Bank of Kazakhstan OJSC	HSBKb	11.0249	0	12.0019	8.2283
Halyk Bank of Kazakhstan OJSC	HSBKb2		0	11.9008	8.2224
Karazhanbasmunai OJSC	KARMb1	12.5930	0	14.2214	8.6687
KAZKOMMERTSBANK OJSC	KKGBe2		0	11.1953	9.2041
DAGOK Kustanaiasbest OJSC	KZASb1	*11.9400	778.0	11.9972	*11.9400
Kazakhtelecom	KZTKb1	8.6718	0	9.3065	7.9916
NOTC KazTransOil CJSC	KZTOb	6.6924	0	8.8911	7.6072
NOTC KazTransOil CJSC	KZTOe1	9.2225	1,200.4	9.0342	9.2225
RG BRANDS OJSC	RGBRb2	11.3157	0	11.9983	11.0049
SHAHARMUNAIGAS OJSC	SMGZb1	13.6805	0	19.0035	12.9952
SHNOS OJSC	SYRGb1	10.8001	0	12.0000	8.5066
TEMIRBANK OJSC	TEBNb	10.4876	0	10.9982	10.4966
TEMIRBANK OJSC	TEBNb2	10.9815	0	11.2028	10.8050
Kazakhstan Temir Joly NC CJSC	TMJLb2	9.4987	0	10.1954	7.8443
TEXAKABANK OJSC	TXBNb1	15.5000	673.3	15.5000	15.5000
VITA OJSC	VITAb3	14.0000	0		14.0240
VALUT-TRANZIT BANK OJSC	VTBNb1	11.4883	0	13.0797	10.5819
TOTAL	29		3,832.3		

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 9 deals were made in the total amount of \$3,454.7th (KZT532.4m). Of this number 7 deals (in the amount of \$2,261.5th) were repo opening and 2 deals (in the amount of \$1,193.3th) - repo opening. Last week volume of deals in this sector amounted to \$153.5th (KZT23.6m).

In all CS trade floors of KASE (including SBS sale sector and primary floatation) a total of 21 deals amounting to **\$7,313.7th** (KZT1,121.1m) were concluded within the analyzed period. Last period volume of 16 deals did not exceed \$1,305.9th. (KZT200.8m).

SECTOR OF GOVERNMENT SECURITIES (GS)

In GS purchase and sale sector of KASE (including euronotes of Kazakhstan) a total volume of 45 deals reached **KZT1,391.1m** (\$9,029.0th.). Corresponding figure of the previous week is KZT1,209.3m (\$7.864.7th). Deformation of turnover structure were directed mainly to compressing of euronotes of Kazakhstan market. Dismissal of securities of the second issue remained behind. Now prices of euronotes of the second and the third issues (which are almost out of trading) has become stabilized, and the fourth issue – still raising. Thus, this market segment seems to be of little attractiveness. The significant weekly increase of KASE_EY index (please, the table in the beginning of the review) was caused by local “failure” on July 24, which had been formed because of absence of deals on this day on euronotes of the second issue.

As a whole GS purchase and sale sector looks sluggish. Main volumes on bonds of this type were made at repo floors or at primary floatations.

Parameters of Exchange's transactions in GS from July 25 to July 31

(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 (KZT): notes				41.8% (37.8%) of purchase and sale sector's turnover		
Less than 8	5.16	5.16	5.16	5.16 (5.46)	10.0	1
15 - 28	5.15	5.70	5.15	5.65 (5.33)	215.9	4
29 - 36	5.30	5.30	5.30	5.30 (5.30)	1.3	1
37 - 42	5.50	5.50	5.50	5.50 (-)	48.9	6
43 - 56	5.57	5.75	5.66	5.63 (5.75)	163.8	3
57 - 63	5.63	5.63	5.63	5.63 (-)	69.4	1
64 - 91	5.68	5.82	5.81	5.80 (5.72)	72.3	6
Total					581.6 (456.8)	22 (17)
Coupon (KZT): MEOKAM-24, 36, MEAKAM				43.2% (20.8%) of purchase and sale sector's turnover		
less than 730	7.38	8.04	8.00	7.82 (7.81)	480.0	9
1826 - 2190	8.75	8.75	8.75	8.75 (8.76)	120.3	4
Total					600.3 (251.5)	13 (13)
Euronotes of Kazakhstan (USD)				12.5% (41.4%) of purchase and sale sector's turnover		
*62 - 63	4.26	4.42	4.42	4.30 (4.37)	15.4	4
**803	3.74	3.74	3.74	3.74 (3.75)	53.7	1
***1721 - 1725	4.88	4.88	4.88	4.88 (4.96)	105.1	4
Total					174.2 (501.0)	9 (18)
GRANDTOTAL					1,391.1 (1 209.3)	45 (48)

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

In GS repo-transactions sector 469 deals were made for a total of **KZT50,280.9m** (including automatic repo sector) during the period. Of this number 219 deals (for KZT24,629.4m) were repo opening deals and 250 (amounting to KZT25,651.5m) were repo closing deals. Last period the volume of transactions of this type did not exceed KZT40,545.9m. After closing of the trades on July 31 total amount of opened at KASE repo equaled to KZT16,484.3m. Parameters of automatic repo market are given in the table.

Major parameters of automatic repo market from July 25 through July 31

(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	6.50	3.00	6.50	4.00	5.44 (5.17)	17,205.0	147 72.9 (51.6)
KZT_002	6.00	5.50	6.00	5.50	5.76 (5.89)	350.0	5 1.5 (4.9)
KZT_003	5.70	5.70	6.00	6.00	5.97 (5.91)	640.0	5 2.7 (9.4)
KZT_007	6.50	5.50	6.50	5.50	6.22 (5.90)	1,985.0	20 8.4 (14.8)
KZT_014	6.50	6.00	6.50	6.00	6.24 (6.08)	2,270.0	18 9.6 (8.2)
KZT_028	6.00	5.50	6.50	6.28	6.34 (6.49)	1,155.0	9 4.9 (11.2)
TOTAL						23,605.1 (20,550.1)	204 100.0

Total of 514 deals were made at trade floors of KASE amounting to **KZT51,672.0m** in GS on trade floors of KASE during the week (purchase-sale and repo sector). The previous period volume of 418 deals equaled to KZT41,755.2m. This week the proportion of the Exchange's turnover in total volume of deals on Kazakhstani secondary market for GS for comparable operations equaled **78.0%**, last week it was 76.1%.

INFORMATION ON ISSUERS

VALYT-TRANZIT BANK (Karaganda) provided KASE with the financial statement in the first quarter of 2002: the balance sheet and income statement.

Comparative indicators of VALYUT-TRANZIT BANK OJSC financial and economic activity for the first quarter of 2002

(in th KZT unless otherwise specified)

Indicator	As of	As of	Change,%
	Apr 01, 01	Apr 01, 02	
Authorized capital (excluding bought out shares)	1,299,560	1,299,560	0.0
Shareholders' equity	2,096,024	2,649,252	+26.4

Indicator	As of	As of	Change, %
	Apr 01, 01	Apr 01, 02	
Total assets	6,699,608	12,243,381	+82.7
Liquid assets	725,554	2,574,787	+254.9
Credits given (net)	5,258,200	8,361,617	+59.0
Total liabilities	4,603,584	9,594,129	+108.4
Loans and deposits (including bonds)	4,495,197	8,950,724	+99.1
Total revenues	353,379	1,366,311	+286.6
Total expenses	306,260	1,304,976	+326.1
Net income for the period	47,119	61,335	+30.2
Book value of one share, KZT	322.57	407.72	+26.4

Relative to corresponding period of 2001 there is **increase** of: **shareholders' equity** of the bank - by KZT553.2m as a result of the increase of additional capital by KZT238.8m, total sum of undistributed income - by KZT226.3m, accumulations in funds and reserves – by KZT88.1m; **assets** - by KZT5.5bn including: net volume of loan portfolio - by KZT3.1bn, sums on correspondent accounts – by KZT1.8bn and other assets - by KZT590.7m; **liabilities** - by KZT5.0bn, of them: attracted deposits - by KZT2.3bn, bonds issued to circulation – by KZT1.3bn, attracted credits – by KZT899.6m and other liabilities – by 465.0m; **revenues** - by KZT1.0bn; **expenses** – by KZT998.7m. By the results for the first quarter of 2002 the **net income** of VALYUT-TRANZIT BANK OJSC increased by KZT14.2m relative to similar period of 2001.

Besides, VALYUT-TRANSIT BANK OJSC (Karaganda) provided KASE with financial report for the second quarter of 2002 (balance sheet, income statement and cash flows statement).

Comparative indicators of VALYUT-TRANZIT BANK OJSC financial and economic activity for the second quarter of 2002

(in th KZT unless otherwise specified)

Indicator	As of	As of	Change, %
	July 1, 01	July 1, 02	
Authorized capital (minus purchased stocks)	1,299,560	1,299,560	0.0
Shareholders' equity	2,264,423	2,744,805	+21.2
Total assets	10,199,888	13,630,703	+33.6
Current assets	1,320,443	4,502,942	+241.0
Loans offered (net)	8,065,371	7,715,018	-4.3
Total liabilities	7,935,465	10,885,898	+37.2
Loans and deposits (including bonds)	8,241,350	10,685,876	+29.7
Revenues	820,147	1,970,537	+140.3
Expenses	675,566	1,811,994	+168.2
Net income for the period	144,581	158,543	+9.7
Book value of 1 share, tenge	348.49	422.42	+21.2

Relative to the second quarter of 2001 the **growth** occurred in: **shareholders' equity** of the bank - by KZT480.4m as a result of an increase of additional capital by KZT143.9m, reserve fund – by KZT322.5m, total sum of undistributed income - by KZT14.0m; **assets** - by KZT3.4bn, which was caused by increase of corresponding accounts by KZT3.4bn and other assets – by KZT816.4m with a decrease of securities in the bank's portfolio by 426.4m and net volume of loan portfolio - by 350.4m; **liabilities** - by KZT2.9bn due to floatation of issued bonds totaling KZT1.5bn, growth of attracted deposits volume by KZT832.3m and attracted loans – by KZT782.0m with a decrease of other liabilities by 197.9 tenge; **revenues** - by KZT1.2bn; **expenses** - by KZT1.1bn. **Net income** of VALYUT-TRANSIT BANK OJSC by results of the second quarter of the current year grew by KZT14.0m relative to the similar period of 2001.

NAC Kazatomprom (Almaty) provided KASE with non-audited financial statement for 2001: the balance sheet, income statement and cash flows statement.

Comparative indicators of NAC Kazatomprom financial and economic activity for 2001

(in th KZT unless otherwise specified)

Indicator	As of	As of	Change, %
	Jan 01, 01	Jan 01, 02	
Authorized capital (paid)	3,373,136	3,373,136	+0.0
Stockholders' equity	36,511,439	38,482,069	+5.4
Assets book value	51,834,268	53,726,151	+3.6
Net working capital	33,757,355	29,733,878	-11.9

Indicator	As of		Change, %
	Jan 01, 01	Jan 01, 02	
Accounts receivable (net)	14,726,637	11,872,072	-19.4
Total liabilities	15,322,829	15,244,082	-0.5
Attracted loans	6,594,082	5,999,699	-9.0
Accounts payable	2,288,748	3,177,468	+38.8
Sales volume	18,361,591	19,607,973	+6.8
Cost of goods sold	13,559,914	12,539,136	-7.5
Expenses for the period	4,587,193	4,739,409	+3.3
Net income for the period	6,895,094	7,299,147	+5.9
According to issuer's data it's been calculated:			
Return on sales (ROS), %	26.15	36.05	+37.9
Return on equity (ROE), %	18.88	18.97	+0.4
Return on assets (ROA), %	13.30	13.59	+2.1

Relative to 2000 the following changes occurred: **shareholders' equity** of the company increased by KZT2.0bn as the result of the increase of total sum of undistributed income by KZT7.1bn and decrease of additionally not paid capital by KZT5.1bn; **assets** increased by KZT1.9bn including residual value of fixed assets – by KZT2.4bn, volume of construction in progress – by KZT1.4bn, cash – by KZTKZT894.7m, other assets - by KZT33.4m with the decrease of accounts receivable by KZT2.9bn; **liabilities** decreased by KZT78.7m as a result of loans settlement by KZT594.4m, decrease of other liabilities by KZT373.1m and increase of accounts payable on bills by – KZT868.7m; **sales volume** increased by – KZT1.2bn; **cost of goods sold** decreased by KZT1.0bn; **expenses of the period** increased by KZT152.2m; By the activity results for 2001 **net income** of NAC Kazatomprom increased by KZT404.1m in comparison with 2000.

Besides, NAC Kazatomprom provided KASE with financial report for the first quarter of 2002: balance sheet, income statement and cash flows statement.

Comparative indicators of NAC Kazatomprom financial and economic activity for the first quarter of 2002

(in th KZT unless otherwise specified)

Indicator	As of		Change, %
	Apr 1,01	Apr 1,02	
Authorized capital (paid)	3,373,136	3,373,136	0.0
Shareholders' equity	35,737,448	38,927,257	+8.9
Book value of assets	53,646,624	52,652,752	-1.9
Net working capital	31,986,523	28,632,363	-10.5
Accounts receivable	14,855,000	11,341,247	-23.7
Total liabilities	17,909,176	13,725,495	-23.4
Attracted loans	7,677,321	4,967,639	-35.3
Accounts payable	2,839,437	2,930,875	+3.2
Total revenues	3,225,118	5,050,006	+56.6
Total cost of goods sold	4,161,524	3,471,727	-16.6
Expenses for the period	953,821	975,824	+2.3
Net income for the period	(146,959)	1,845,435	-

Relative to the first quarter of 2001 the following changes occurred: **shareholders' equity** of the bank grew by KZT3.2bn as a result of an increase of total growth of final sum of undistributed income by KZT7.7bn and decrease of additionally not paid capital by KZT4.5bn; **assets** decreased by KZT993.9m, which was caused by decrease of accounts receivable by KZT3.5bn and other assets – by KZT934.0m, which was partly compensated by growth of residual value of fixed assets by KZT2.6bn and volume of construction in progress – by 835.4m; **liabilities** decreased by KZT4.2bn due to settlement of credits, attracted earlier in the total amount of KZT2.7bn and reduction of other liabilities by KZT1.5bn; **sales volume** increased by KZT1.8bn; **cost of goods sold** reduced by KZT689.8m; **expenses** grew by KZT22.0m. **Net income** of NAC Kazatomprom by results of the first quarter of the current year was equal to KZT1.8bn against KZT147.0m of losses incurred in the similar period of the year 2001.

KazTransOil CJSC (Astana) presented KASE the audit report on financial statements of the company for 2001, made by Arthur Andersen (Almaty).

Comparative indicators of KazTransOil CJSC financial and economic activity for 2001 according to Arthur Andersen's data

(in th KZT unless otherwise specified)

Indicator	2000*	2001
Authorized capital (paid)	32,903,713	32,884,575
Shareholders' equity	120,546,565	124,994,036
Total assets	133,822,887	169,083,403
Net working capital	12,978,551	39,561,779
Accounts receivable, net	6,932,064	21,596,374
Total liabilities	13,276,322	44,089,367
Accounts payable	9,101,018	15,255,590
Bonds issued	3,628,829	27,036,000
Sales revenues	35,148,218	44,547,196
Cost of goods sold	23,668,161	28,469,411
Net income	5,742,508	4,467,714

According to the auditor's data it's been calculated:

Return on sales (ROS), %	32.66	32.66
Return on equity (ROE), %	4.76	3.57
Return on assets (ROA), %	4.29	2.64

* re-calculated due to the fact that after financial statements reporting as of December 31, 2000 a significant mistake regarding payment of income taxes, which was later corrected, was found and corresponding articles in financial statements were recalculated. Correction of a mistake caused a decrease of net income for 2000 reported earlier by KZT1,689m, increase of additionally not paid capital by KZT 782m, and as a result, decrease of stockholders' equity of the company KZT907m.

Arthur Andersen Company in accordance with Kazakhstan and international auditing standards carried out audit of financial statements of the company,

In the auditor's opinion financial statements present impartial picture of financial situation of the company by December 31, 2001 and the results of its activity and cash flow within the year which ended by the date mentioned above in compliance with Kazakhstan accounting standards.

UKTMP OJSC (Ust-Kamenogorsk, production and realization of non-ferrous metals (titanium sponge, commercial magnesium) presented KASE the audit report of Deloitte & Touche (Almaty), which had been made on the company's consolidated financial statement for 2001.

Comparative indicators of UKTMP OJSC financial and economic activity for 2001 according to Deloitte & Touche's data

(in th KZT unless otherwise specified)

Indicator	As of Jan 1, 01	As of Jan 1, 02
Authorized capital	24,021	24,021
Shareholders' equity	6,958,955	7,666,351
Total assets	7,946,324	8,869,226
Net working capital	1,584,174	2,062,584
Accounts receivable	245,714	928,054
Total liabilities	987,369	1,202,875
Accounts payable	778,473	1,030,079
Attracted short-term credits	78,030	129,331
Sales volume	5,538,777	9,662,774
Cost of goods sold	4,672,291	7,804,086
Net income	173,449	752,589

According to the auditor's data it's been calculated:

Return on sales (ROS), %	15.64	19.24
Return on equity (ROE), %	2.49	9.82
Return on assets (ROA), %	2.18	8.49
Earnings per share (EPS), KZT	173.45	752.59
Price earnings ratio (P/E)	–	6.79
Book value of one share, KZT	6,448.85	7,104.39

Earnings per share (EPS) for 2000 and 2001 is given in compliance with auditor's calculation, price earnings ratio has been determined taking into account these indicators.

The audit was conducted by Deloitte & Touche in accordance with international auditing standards. The company's financial statement was corrected with the purpose of bringing it to conformity with international accounting standards (IAS), excluding investment accounting to joint enterprises.

The company possesses 50% share in joint enterprise "Satpayevsk Titanium Mines Ltd".

The company's paid authorized capital (KZT21,582th) has been reflected by the auditor in compliance with basic principles of IAS taking into account correction about inflation in the amount of KZT2,439.

In the auditor's opinion, in all essential aspects reflects UKTMP OJSC financial situation by December 31, 2001, and results of its activity, cash flow and capital for the past year in compliance with the rules of international accounting standards.

Bank CenterCredit OJSC (Almaty) presented KASE the audit report made by Ernst & Young (Almaty), which had been prepared on consolidated financial statements of the bank for 2001 prepared in compliance with Kazakhstan accounting standards,.

Comparative indicators of Bank CenterCredit OJSC financial and economic activity for 2001 according to Ernst & Yong's data

(in th KZT unless otherwise specified)

Indicator	2000	2001
Authorized capital (paid)	1,609,859	2,482,076
Shareholders' equity	2,110,042	3,086,702
Total assets	19,036,983	32,590,948
Current assets, total	4,997,138	8,095,461
Loans to clients	12,140,980	20,370,853
Total liabilities	16,910,766	29,485,696
Loans and deposits	15,187,710	28,038,420
Bonds issued	598,975	678,780
Sales revenues	4,325,951	5,158,164
Total sum of expenses	4,018,169	4,879,410
Net income	305,245	278,700

According to the auditor's data it's been calculated:

Return on equity (ROE), %	14.47	9.03
Return on assets (ROA), %	1.60	0.86
Earnings per share (EPS), tenge	37.92	22.46
Price to earnings (P/E)	5.76	7.35
Book value of 1 share, tenge	262.14	248.72

Ernst & Young, in accordance with Kazakhstan auditing standards, carried out an audit of financial statements of the company.

Consolidated financial statements of the bank for 2001 includes financial statements of the daughter company KIB Asset Management Ltd LLP (60% holding, Almaty, assets management), and VSS LLP (Almaty, leasing) and Aktas-Zhol (Almaty, leasing), where the bank has no holding but has a control over their activity. As it was mentioned in the auditor's report the financial statements of the bank for 2000 were not consolidated with results of both controlled organizations due to intention of the bank to transfer the control. As this transfer cannot be made until the end of 2002, the operations results of the organizations, controlled by the bank, were consolidated in 2001.

In the auditor's opinion financial statements present impartial picture of financial situation of the bank by December 31, 2001 and 2000 and the results of its activity and cash flow within the year which ended by the date mentioned above in compliance with Kazakhstan accounting standards.

Besides, Bank CenterCredit OJSC (Almaty) presented KASE a copy of minutes of the annual General shareholder meeting, which was held on April 26, 2002. In accordance with the approved agenda of the meeting Bank CenterCredit OJSC shareholders confirmed the report of the banks Board of directors about results of activity, annual financial statement and Auditing commission conclusion for 2001, and made the following decisions.

- To keep 100% of the bank's net income for 2001 in the amount of KZT308.2m as undistributed income.
- To increase the bank's announced authorized capital by KZT2.0bn (to KZT5.1bn) by means of open floatation of 10,000,000 common shares of the 4th issue with face value of KZT200.0 each. To make shares issue after full shares floatation of the 3rd issue and report approval of by results of their floatation.
- To increase the bank's liabilities by USD140.0m, including by means of eurocommercial securities issue – by USD100.0m, by means of syndicated loan attracting – by USD40.0m.
- To approve changes and additions in the bank's charter, including those which are concerned with the amount of the announced authorized capital and exclusion of limitation for direct and constructive possession (disposal, management) by one bank's shareholder with more than 25% of shares with voting right.

- To appoint auditing company Ernst & Young (Kazakhstan, Almaty) as the bank's auditor for 2002.

V.S. Lee the President presented the report of the Board of directors about results of the bank's activity in 2001 to shareholders. It is noted in the report that the bank's clients are more than 22 thousand juridical and 71 thousand physical persons. Increase of clients physical persons during the past period exceeded 70%, and volume of their investments increased 2 times as much by 2000 and amounted to more than KZT10.0bn. The bank's share in total amount of term deposits of physical persons placed in Kazakhstan second tier banks, equaled to 6.6%.

During the past year the bank's credit investments increased by 75% by 2000 and amounted almost to KZT22.0bn. Volume of crediting of small and medium enterprise in 2001 reached KZT5.0bn (1.8 times as much relative to 2000), consumer crediting – KZT2.1bn, mortgage crediting – KZT0.3bn.

The bank takes part in the Program of small and medium enterprise supporting within the framework of credit line of European Bank of Reconstruction and Development, German credit line on supporting of enterprise in Pavlodar oblast, and is also the agent of Asian Development bank and World Bank on realization of the Program of agricultural enterprises supporting, financiers international trade operations.

In 2001 the bank floated the first issue of its own subordinate bonds with 5-year circulation term in the amount of USD4.5m, and also in September of 2001 received the first in the bank's history syndicated loan from foreign banks in the amount of USD11.0m with 6-month term with option for prolonging for the next 6 months.

During the past year volume of the bank's operations with securities increased from KZT2.0bn to KZT3.4bn, income from these operations increased 2 times as much relative to 2000 and amounted to KZT244.0m.

Within 2001 the bank's assets increased by 70% relative to previous year and exceeded KZT32bn, liabilities reached KZT29.0bn (in the beginning of 2000 – KZT16.0bn), shareholders' equity increased by 41% and equaled to KZT3.7bn. In the past year state block of shares of Bank CenterCredit OJSC in the amount of 15.1% was bought out by the bank itself and entirely floated at stock market of Kazakhstan.

According to report of the Board of directors the bank intends to realize 2002 the following strategic tasks:

- To increase assets to KZT52.0bn due to realization of the Program of retail crediting and crediting of enterprises of medium size;
- To increase liabilities by USD40.0m due to external borrowings;
- To increase shareholders' equity up to KZT6.0bn by means of increasing of the authorized capital and floatation of subordinate bonds of the second issue.

Corporation Kazakhmys (Zheskazgan) presented KASE the auditor's report, which had been made on the company's consolidated financial statement for 2001 by KPMG Janat (Almaty).

Comparative indicators of Corporation Kazakhmys OJSC financial and economic activity for 2001 according to KPMG Janat's data

(in th KZT unless otherwise specified)

Indicator	2000	2001
Authorized capital (announced)	2 946 920	2 946 920
Authorized capital (paid)	98,231	2,946,920
Shareholders' equity	62,191,331	91,391,350
Total assets	97,258,684	124,269,164
Net working capital	17,969,290	35,062,021
Accounts receivable	2,751,833	8,123,089
Total liabilities	35,067,353	32,877,814
Accounts payable	15,670,535	31,890,351
Incomes from goods sold	112,614,710	116,346,323
Cost of goods sold	46,271,327	52,762,704
Net income	38,397,650	31,890,351

According to the auditor's data it's been calculated:

Return on sales (ROS), %	58.91	54.65
Return on equity (ROE), %	61.74	34.89
Return on assets (ROA), %	39.48	25.66
Earnings per share (EPS), KZT	8,589.73	7,214.39
Price earnings ratio (P/E)	0.45	1.26
Book value of one share, KZT	12,662.31	18,607.50

Earnings per share (EPS) and price earnings ratio (P/E) for 2001 have been calculated without taking into account dividends for privileged shares, which will be determined at general annual shareholders meeting of the company.

Audit of the consolidated financial statement of Corporation Kazakhmys OJSC and subsidiary enterprises (hereinafter – The Group), which had been prepared in compliance with Kazakhstan accounting standards was conducted by KPMG Janat in compliance with international auditing standards. In the auditor's opinion, in all essential aspects reflects the Group's financial situation by December 31, 2001, and results of its financial and economic activity and cash flow for the year, which ended by the mentioned date in compliance with Kazakhstan accounting standards, excluding influence of corrections which could be necessary for the auditor had no possibility to check correctness of reflection of the cost of purchasing in 1996-1997 property complex and any tax obligations concerning with it and also actual expenses for restoring of fields. Besides, the auditor pays attention on debatable demand of shareholder and former manager of State block of shares of Corporation Kazakhmys OJSC – companies "Samsung Deutschland GmbH", stated in note 16 (a) to audited financial statement for 2001, concerning the amount of KZT5.4bn (USD36m).

Besides, Corporation Kazakhmys OJSC informed KASE changes in the staff of the Board of directors and Auditing commission approved by the decision of General shareholders meeting, which had been held on July 19, 2002. But the decision of the mentioned meeting A. Pavlov, S. Khong and S. Belalov have been relieved of obligations of the Board of directors members.

Quantitative staff of the administrative body of the company has been determined in the amount of 10 persons.

Roger Wills has been appointed a Member of the Board of directors for filling of a vacancy– operational manager the bank's department "Brunswick USB Warburg" in Russia.

Auditing commission comprises following members:

- Tyurin – Deputy of General director on Economics "Balkhashskiy mining and smelting plant" – of Corporation Kazakhmys OJSC branch;
- Nalivaiko – Chief of accounting bureau of Zheskazgan concentrating mills #1,2 of Corporation Kazakhmys OJSC;
- Omarova – Deputy of the manager of economics "VostokKazmed" – of Corporation Kazakhmys OJSC branch.

NEFTEBANK OJSC (Aktau) provided KASE with financial report for the second quarter of 2002 (balance sheet and income statement).

Comparative indicators of Neftebank OJSC financial and economic activity for the second quarter of 2002

(in th KZT unless otherwise specified)

Indicator	As of	As of	Change, %
	July 1,01	July 1,02	
Authorized capital (paid minus retirement)	851,074	835,757	-1.8
Shareholders' equity	1,166,625	933,430	-20.0
Total assets	3,744,977	3,223,316	-13.9
Current assets	741,192	414,641	-44.1
Loans offered (net)	2,288,539	2,121,423	-7.3
Total liabilities	2,578,352	2,289,886	-11.2
Loans and deposits (including bonds)	2,527,724	2,257,454	-10.7
Revenues	302,059	229,151	-24.1
Expenses	294,921	457,553	+55.1
Net income for the period	7,138	(228,402)	-3,299.8
Book value of 1 share, tenge	1,810.78	1,710.48	-5.5

Relative to the second quarter of 2001 the **decrease** occurred in: **shareholders' equity** of the bank - by KZT233.2m as a result of losses incurred by results of the quarter totaling KZT228.4m, decrease of paid authorized capital by KZT15.3m and fund on fixed assets re-evaluation - by KZT3.7m, which was partly compensated by a growth of undistributed net income for past years by KZT20.7m; **assets** - by KZT521.7bn, which was caused by decrease of net volume of loan portfolio by KZT167.1m, funds on corresponding accounts and deposits in other banks – by KZT391.9m and other assets – by KZT101.8m, having an increase of cash by KZT57.3m, residual value of fixed assets and immaterial assets – KZT81.9m; **liabilities** - by KZT288.5m, including: volume of attracted deposits - by KZT540.0m and other liabilities – by KZT18.2bn with an increase of borrowing funds by 269.7m tenge; **revenues** - by KZT72.9m. **Gross expenses** of the bank for the second quarter of 2002 grew relative to corresponding period of 2001 by KZT162.7m. Net **loss** of NEFTEBANK OJSC by results of the second quarter of the current year was equal to KZT288.4m against KZT7.1m of net income in the similar period of 2001.

Besides, NEFTEBANK OJSC informed KASE that the General shareholders' meeting of the bank is postponed till **August 28, 2002**. According to the information of the bank the meeting was transferred due to delays in auditing report preparation on financial statements of NEFTEBANK OJSC for 2001.

Almaty Merchant Bank OJSC (Almaty) provided KASE with copy of the minutes of the General Shareholders' meeting, which was held on May 17, 2002. In accordance with preferred approved agenda AMB OJSC shareholders confirmed annual financial statements and conclusion of the Revision commission for 2001, new edition of bank's Charter, approved an order of net income distribution for 2001 and norms of income distribution for 2002 and also made the following decisions.

To pay dividends by results of 2001 on preferred stocks totaling KZT166.57 per share (16.66% of nominal price) amounting to total of KZT66.6m. Set a final date of stockholders' list compilation – May 20, 2002, date of dividend payment start – May 20, 2002. Conduct dividends payment by cash or clearing on holder's application.

To increase authorized capital to KZT3,502,458,000, which will be divided into 3,502,458 shares with KZT1,000 par value, where 3,102,458 securities – common inscribed stocks and 400,000 – preferred inscribed stocks without voting right. Execute the 8th issue in accordance with made decision on dividends payment on common inscribed stocks by results of 2001. Entrust Board to conduct necessary activities for state registration of the 8th issue.

To pay dividends by results of 2001 on common stocks by stocks of additional 8th issue with settlement of KZT166.57 per share that is in hands of stockholder to the date of meeting conduct (May 17, 2002). Make actual payment of dividends on common stocks of bank by results of 2001 after state registration of the 8th issue by enrolment of them to accounts of shareholders in Fondoviy center CJSC (company's registrar – [KASE note](#)).

To approve deals on acquisition of Bank Apogey OJSC. Conduct reorganization of AMB OJSC by merging with Bank Apogey OJSC. Entrust Board of the bank to direct appropriate application to the National Bank of Kazakhstan and make corresponding activities on joining in compliance with requirements of present legislation.

To approve changes into terms of syndicated loan attracted earlier (increase total sum from \$20.0m to \$26m – [KASE note](#)) and prolong its circulation term by 6 month from the date of actual receipt of additional cash.

To attract syndicated loan totaling up to \$50m with 6-month tenor with further prolongation of 6 months or one year (planned floatation – second half of 2002).

To confirm an auditor of the bank for 2002 among international auditors – Ernst&Young, among Kazakhstani – ELTAL-UVEMAN Consulting LLP.

In addition, shareholders' meeting cancelled authorities of Board of directors and chose new staff of 4 people, including: Satylganov K.A., Okaev E.K., Bergaliyev T.M., Okhlopkov Y.Y.

BANK CASPIAN OJSC (Almaty) provided KASE with copy of the minutes of the General Shareholders' meeting, which was held on May 23, 2002. In accordance with preferred approved agenda BANK CASPIAN OJSC shareholders confirmed annual financial statements and conclusion of the Revision commission for 2001, norms of income distribution and also made the following decisions:

- from net income of the bank for 2001 direct KZT70.5m to increase of reserve capital of the bank, to dividends payment on preferred stocks – KZT2.4m;
- pay no dividends on common stocks; on preferred stocks – KZT21.0 per share (10% on par value); determine as a dividends payment day May 27, 2002;
- approve for an auditor of the bank auditing firm Ernst & Young (Almaty), for auditor for intermediate audit conducting – NAC Centeraudit Kazakhstan LLP (Almaty);
- appoint Tsoi L.A., chief accountant of Dostar Holding LLP, for Inspector position with authorities term of 2 years;
- approve Securities registrar system CJSC (Almaty) as a registrar of the bank's securities for 2002.

JB LARIBA BANK OJSC (Almaty) provided KASE with copy of the minutes of the General Shareholders' meeting, which was held on March 19, 2002. In accordance with preferred approved agenda JB LARIBA BANK OJSC shareholders confirmed annual financial statements and conclusion of the Revision commission for 2001, and also made the following decisions.

- Net income of the bank for 2001 amounting to KZT142.9m distribute this way: direct net income for 9 months of 2001 totaling KZT125.8m to increase of authorized capital of the bank (income re-capitalization was in 2001), KZT17.1m – to dividends payment on common inscribed stocks.
- Continue cooperation with auditing company KPMG Janat Ltd (Almaty).

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