

WEEK OF STOCK MARKET OF KAZAKHSTAN

September 12 - 18

Money market indicators as of September 18 and weekly changes

Term	Currency	Rate	Trend
"Overnight" on autorepo at KASE(TONIA)			
1 day	KZT	4.44	+0.03
Repo opening at KASE (WA, % APR)			
1 day	KZT	4.44	+0.05
7 days	KZT	4.50	-0.18
14 days	KZT	5.20	+0.20
28 days	KZT	6.50	+0.85
KIBOR (indicative, % APR)			
1 week	KZT	6.83	-0.84
2 weeks	KZT	7.92	-0.58
1 month	KZT	9.00	-0.50
2 months	KZT	10.08	-0.25
3 months	KZT	10.92	-0.08

Stock market indicators as of September 18 and their weekly change

Index	Value	Trend
Shares of "A" listing		
KASE_Shares	112.11	-0.07%
Corporate bonds of "A" listing		
KASE_BP	128.45	+0.40%
KASE_BC	107.06	+0.26%
KASE_BY	9.80	-0.82%
Euronotes of Kazakhstan		
KASE_EP	142.59	+0.40%
KASE_EC	115.53	+0.31%
KASE_EY	4.39	-4.22%

US dollar = **154.45** tenge at official rate for the end of the period
 US dollar = **154.45** tenge at weighted average rate of the Exchange for the end of the period
 Weekly rate of tenge devaluation at the Exchange's rate – negative 1.2%.

THE CORPORATE SECURITIES (CS) MARKET

In CS purchase-sale sector a total of 28 deals amounting to **\$4,599.7 th** or KZT710.4m were made. In comparison with the previous period (22 deals, \$7,600.0 th. or KZT1,175.0m) volume of the sector decreased by 39.5%. Deals were made by fifteen instruments nine of which were bonds. Last week brokers were interested in ten securities, five of which were bonds.

Results of the last weeks allow to say that CS market gradually comes to life. Despite decrease of volume of transactions during the analyzed period, securities spectrum involved into the trade by brokers in this

week significantly expanded. First of all it concerns corporate bonds. In this segment all deals without exception were made by the main KASE method, and most of them seem to be market deals. Broker mark increased demand for Kazakhstan corporate bonds at foreign and domestic markets. But in the latter case it is mainly the matter of euronotes of KazTransOil CJSC, which were actively traded at KASE in the previous week

Results of analysis of the stock exchange's deals allow to speak about participation in them of all categories of investors. Banks act as bonds sellers for the second week already, and purchasers are mainly broker-dealer companies, which serve corporate clients and pension assets management companies (PAMC). However, there is sale of corporate bonds by PAMC as well. As the whole there is such an impression that the day before redemption of Kazakhstan euronotes of the second issue investors rather actively restructure their portfolios.

Investment attractiveness of stock exchange instruments from September 12 to September 18

Financial instrument	Currency of transaction	Yield, %	APR value	trend
Instruments denominated in national currency, tenge				
TXBNb1	KZT	15.00		0
CS repo	KZT	*9.56		-1.64
MEOKAM, MEAKAM	KZT	8.98		+1.31
MEKKAM, notes	KZT	*5.39		+0.10
GS repo	KZT	*4.34		-0.44
Instruments indexed by devaluation				
SMGZb1	USD	13.36		+0.20
ALKSb2	USD	11.88		+0.01
VTBNb1	USD	11.07		-0.43
KARMB1	USD	10.97		+0.85
ASF1b2	USD	10.97		0
RGBRb2	USD	10.83		+1.83
KZASb1	USD	10.82		-0.02
TEBNb2	USD	10.80		-0.04
BTASb2	USD	10.36		-0.01
BTASb1	USD	10.27		0
TEBNb	USD	10.09		+0.02
ASF1b1	USD	10.05		-0.01
CSBNb1	USD	10.00		0
CCBNb2	USD	9.91		+0.04
ATFBb2	USD	9.28		0
BRKZb1	USD	8.64		0
SYRGb1	USD	8.50		0
KZTKb1	USD	8.50		+0.73
CCBNb1	USD	8.41		-0.02
HSBKb2	USD	8.16		-0.02
HSBKb	USD	8.16		0
ALBNb1	USD	8.10		0
TMJLb2	USD	8.00		+0.26
KZTOb	USD	7.90		-0.14
VKU036.002	USD	7.71		-0.01
ARU060.003	USD	6.59		-0.01
VKU036.001	USD	6.29		0
ASU036.003	USD	5.54		-0.22
ARU024.002	USD	3.02		-0.08

Instruments, denominated in foreign currency				
KKGBe2	USD	9.20		0
BTASe1	USD	9.13		+0.09
KZTOe1	USD	8.34		-0.27
ENU07.05	USD	4.85		-0.07
Supranational bonds	DEM	3.55		-0.03
ENU04.10	USD	3.54		-0.02
ENU02.10	USD	2.81		-1.98
Supranational bonds	USD	1.08		0

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).

The increased demand for bonds is the reason of the further development of the tendency of their yield falling for a purchaser at the exchange's market. As a rule, it concerns the most popular instruments. So yield of KZTOb fell during the week from 8.04% to 7.90% APR, KZTKb1 – from 8.83% to 8.50% APR, TMJLb2 – from 8.20% to 8.00% APR, VTBNb1 – from 11.50% to 11.07% APR, VITAb3 – from 14.00% to 9.88% APR, RGBRb2 – from 10.85% to 10.83% APR. The listed securities are united not only by their rather high liquidity, but by significant change of the yield too. Growth of the yield for a purchaser was fixed during the week on KARMB1 (from 10.12% to 10.97% APR), BTASe1 (from 9.04% to 9.13% APR) and SMGZb1 (from 13.00% to 13.37% APR). As it may be seen from the presented data, change of yield in this direction was minimal.

The described tendency is fully characterized by the behavior of stock exchange's indexes of KASE_B* series (table in the beginning of the review). In particular, KASE_BY fell on the last day of the analyzed period to its historical minimum, and KASE_BP rose to historically maximal value. The weighted average clean price of bonds, which had been included into representative list of KASE_BC index, reached by the end of the week 107.06%, that is the evidence of regular increase by the current prices of the issued debt's face value. Growth of bonds prices was the reason of the fact that capitalization of this market's segment reached the maximum for the whole stock exchange's history and equaled by September 18 to **\$736.8m**, having increased within the week by \$0.3m.

At shares market the spectrum of the traded instruments was also unusually wide. Brokers worked with six shares, however operations of "hidden repo" were still denied benefits. Within the week growth of prices was noted only on UTMKp (by 0.9% on direct deals exclusively) and TEBN (2.0 times as much). Rate of CCBN fell by 0.05%, VTBNp – by 13.6%, AMGZp – by 57.0% (only on direct deals), and price of MMGZp fell 17.0 times less (all deals were direct ones). The given data is evidence of the fact that there are no positive changes at shares market.

Capitalization of stock exchange's shares market as of September 18 was estimated by IRBIS at **\$1,438.3m** (KZT222.1bn) and decreased within seven days by \$69.4m.

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 September 12 – September 18 (KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th USD	purchase	Sale
Almaty Kus OJSC	ALKS		0	0	23.79	47.57
Almaty Kus OJSC	ALKSp		0	0	13.90	26.25
Almaty Kus OJSC	ALKSp3		0	0	10.50	10.81
Altynalmas OJSC	ALMSp		0	0		5,000.00
SNPS-Aktobemunaigas OJSC	AMGZp	2,393.97	21,060	338.8	5,870.24	
Astana-Finance OJSC	ASFI	1,014.96	0	0	600.00	1,200.00
AMB OJSC	ATFBp	834.35	0	0	556.77	1,050.26
Bank TuranAlem OJSC	BTAS	14,100.00	0	0	12,358.40	21,621.60
Bank CenterCredit OJSC	CCBN	201.09	511,100	662.4	201.09	195.00
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	105.00	180.00
Halyk Bank of Kazakhstan OJSC	HSBKp	150.00	0	0	143.00	201.00
KAZKOMMERTSBANK OJSC	KKGB	77.33	0	0	38.62	77.22
KAZKOMMERTSBANK OJSC	KKGBp	44.38	0	0	44.80	89.58
Corporation Kazakhmys OJSC	KZMS	13,878.90	0	0	9,268.20	18,532.80
Kazakhtelecom`	KZTK	3,062.00	0	0	2,008.24	4,015.44
Kazakhtelecom	KZTKp	3,160.08	0	0	1,853.76	3,000.00
Mangistaumunigas OJSC	MMGZp	617.80	14,583	58.3		617.80
TEMIRBANK OJSC	TEBN	1,001.50	50,000	324.2	1,001.50	1,001.50
TEMIRBANK OJSC	TEBNp		0	0	500.00	1,000.00
UKTMK OJSC	UTMK	5,350.00	0	0	4,479.92	8,957.52
UKTMK OJSC	UTMKp	6,178.00	162	6.5	3,553.04	6,178.00
VALUT-TRANZIT BANK OJSC	VTBN	200.00	0	0	235.00	440.00
VALUT-TRANZIT BANK OJSC	VTBNp	402.00	153,929	391.7	402.00	315.00
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
AIC Kommesk-omir OJSC	Z KOMESK		0	0		29,500.00

Issuer	Security code	Last price	Volume, shares	Volume, th USD	purchase	Sale
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
Uigentast-Astyk OJSC	Z UGENASTK		0	0		300.00
Zerde OJSC	ZERD	1,404.00	0	0		6.50
TOTAL	37		750,834	1,781.8		

Results of the trades in bonds from September 12 – September 18 (% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1		0	12.1719	8.0984
Almaty Kus OJSC	ALKSb2	12.0045	0	12.8570	11.8837
Astana-finance OJSC	ASF1b1	10.2394	0	10.9974	10.0804
Astana-finance OJSC	ASF1b2		0	12.4956	10.9811
AMB OJSC	ATFBb2		0	9.7030	9.2805
Development Bank of Kazakhstan OJSC	BRKZb1	9.1076	0	9.7733	8.6352
Bank TuranAlem OJSC	BTASb1	10.8333	0	10.8951	10.2744
Bank TuranAlem OJSC	BTASb2	10.5036	0	10.9002	10.3649
TuranAlem Finance B.V.	BTASe1	9.1336	98.8	9.1336	9.1336
Bank CenterCredit OJSC	CCBNb1	10.6914	0	12.0214	8.4187
Bank CenterCredit OJSC	CCBNb2		0	10.5350	9.9256
BANK CASPIAN OJSC	CSBNb1	10.2069	0	11.0000	10.0000
Halyk Bank of Kazakhstan OJSC	HSBKb	11.0249	0	10.4982	8.1654
Halyk Bank of Kazakhstan OJSC	HSBKb2		0	9.8022	8.1612
Karazhanbasmunai OJSC	KARMb1	10.9679	102.7	10.9679	10.9679
KAZKOMMERTSBANK OJSC	KKGBe2		0	10.8028	9.2032
DAGOK Kustanaiasbest OJSC	KZASb1	12.5047	0	12.7680	10.8307
Kazakhtelecom	KZTKb1	8.5025	551.6	5.8638	8.5365
KazTransOil CJSC	KZTOb	7.9010	1,047.5	7.9010	7.9010
KazTransOil CJSC	KZTOe1	8.5717	0	8.7682	8.3381
RG BRANDS OJSC	RGBRb2	10.8311	87.5	10.8311	10.8311
SHAHARMUNAIGAS OJSC	SMGZb1	13.3589	35.5	11.5041	13.3589
SHNOS OJSC	SYRGB1	10.8001	0	9.9977	8.5039
TEMIRBANK OJSC	TEBNb	10.4876	0	10.9008	10.0922
TEMIRBANK OJSC	TEBNb2	10.9815	0	11.1960	10.8039
Kazakhstan Temir Joly NC CJSC	TMJLb2	8.0010	513.6	8.0010	8.0010
TEXAKABANK OJSC	TXBNb1	15.5000	0	17.0000	15.0000
VITA OJSC	VITAb3	9.8824	123.6	9.8824	9.8824
VALUT-TRANZIT BANK OJSC	VTBNb1	11.0719	257.3	11.0719	11.0719
TOTAL	29		2,817.93		

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 on CS 8 deals were made in the total amount of **\$1,280.8 th.** (KZT197.8m). Of this number 2 deals (in the amount of \$444.0 th.) were repo opening and 6 deals (in the amount of \$836.8 th.) - repo closing. Last week volume of deals in this sector amounted to \$2,731.6 th. (KZT422.4m).

In all CS trade floors of KASE (including SBS sale sector and primary floatation) a total of 36 deals amounting to **\$5,880.5 th.** (KZT908.2m) were concluded within the analyzed period. Last period volume of 41 equaled to \$10,331.6 th. (KZT1,597.4m).

SECTOR OF GOVERNMENT SECURITIES (GS)

In GS purchase and sale sector of KASE (including euronotes of Kazakhstan) a total volume of 99 deals reached **KZT6,463.2m** (\$30,032.5 th.). Corresponding figure of the previous week is KZT3,881.7m (\$21.830.7th.).

In the opinion of IRBIS specialists, growth of the volume of transactions was caused mainly by two factors. The first one is significant decrease of repo "overnight" rates within the week. This pushed out a part of investors' assets from repo sector to the primary GS market and to purchase and sale sector. Demand, which had grown at auction, allowed the Ministry of finance to offer new securities at lower rates, and the National Bank – to fundamentally sterilize the market. The last week net-borrowing balance of the Ministry of finance and the

National Bank equaled to KZT477.1m, and in the analyzed week it reached KZT2,462.9m. As the result there appeared more securities at the market. Money, which went out of repo market to purchase and sale sector, caused activation of trade in bonds of all types (see the table). As the result the turnover's structure of underwent insignificant changes, and the yield of bonds for a purchaser changed in different ways for different types of securities. As regards short instruments, it did not change much, as regards long ones – significantly decreased reflecting tendencies of primary floatations and growing liquidity of financial market on tenge.

Special attention of traders were paid within the week to MEOKAM with circulation term of less that 2 years. They were traded most actively and with significant decrease of prices. The study of their turnover did not allow to find pronounced anomalies in the form of rejection of large packets by anyone. Securities were sold and purchased by several investors, the [art of participation of pension assets in these deals from both sides was rather big. It should be noted that stock exchange's members very seldom worked for their own accounts. The market belonged mainly to clients with minimal participation of banks.

Almost full absence of banks was typical for euronotes market too, where conjuncture was made mainly by PAMC and corporate clients of brokers.

Parameters of Exchange's transactions in GS from September 12 to September 18

(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 27.4% (33.3%) of purchase and sale sector's turnover						
Less than 8	3.37	4.55	4.22	4.13 (5.02)	219.9	4
8 - 14	4.05	5.30	5.23	5.13 (5.05)	376.2	16
15 - 28	5.07	5.40	5.13	5.31 (5.14)	400.3	7
29 - 36	5.59	5.59	5.59	5.59 (5.30)	1.8	1
43 - 56	5.21	5.69	5.69	5.50 (5.69)	405.7	7
57 - 63	5.60	5.63	5.60	5.61 (5.73)	53.5	2
64 - 91	5.55	5.82	5.81	5.77 (5.75)	315.5	10
Total					1,772.9 (1 293.5)	47 (22)
Coupon (KZT): MEOKAM-24, 36, 48, MEAKAM 43.1% (26.9%) of purchase and sale sector's turnover						
less than 730	7.30	17.46	7.34	9.27 (7.47)	1 852.7	31
1826 - 2190	8.20	8.44	8.32	8.42 (8.65)	931.1	9
Total					2,783.8 (1,042.9)	40 (23)
Euronotes of Kazakhstan (USD) 29.5% (39.8%) of purchase and sale sector's turnover						
**751 - 753	3.51	3.60	3.54	3.54 (3.56)	940.9	5
***1673 -1679	4.60	4.91	4.60	4.85 (4.92)	965.6	7
Total					1,906.5 (1,545.4)	12 (11)
GRANDTOTAL					6,463.2 (3,881.7)	99 (56)

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 230 deals were made for a total of **KZT51,355.6m** (including automatic repo sector) during the period. Of this number 105 deals (for KZT24,383.1m) were repo opening deals and 125 (amounting to KZT26,972.5m) were repo closing deals. Last period the volume of transactions of this type reached KZT69,360.9m. After closing of the trades on September 18 total amount of opened at KASE repo equaled to KZT17,055.2m. Parameters of automatic repo market are given in the table.

Major parameters of automatic repo market from September 12 through September 18

(in parentheses – comparable figures of previous period)

Instrument (currency, term or repo)	at first			Yield, % APR		Volume, M KZT	Number of deals	Portion, %
	Deal	MIN	MAX	at last deal	weighted average			
KZT_001	4.70	1.00	4.70	3.75	4.10 (4.73)	15,630.0	43	67.1 (85.6)
KZT_002	4.00	3.00	4.00	4.00	3.44 (4.80)	180.0	3	0.8 (0.1)
KZT_003	4.80	3.25	4.80	4.00	4.22 (5.00)	520.0	12	2.2 (1.0)
KZT_007	5.00	4.50	5.10	4.60	4.83 (5.00)	4 955.0	22	21.3 (7.9)
KZT_014	5.25	5.00	5.50	5.20	5.23 (5.49)	1 980.0	10	8.5 (3.1)
KZT_028	6.50	6.50	6.50	6.50	6.50 (5.67)	30.0	1	0.1 (2.3)
TOTAL						23,295.0 (32,760.0)	91 (151)	100.0

Total of 329 deals were made at trade floors of KASE amounting to **KZT57,818.8m** in GS on trade floors of KASE during the week (purchase-sale and repo sector). The previous period volume of 400 deals reached KZT73,242.6m. This week the proportion of the Exchange's turnover in total volume of deals on Kazakhstani secondary market for GS for comparable operations equaled **92.3%**, last week it was 98.3%.

INFORMATION ON ISSUERS

Halyk Bank of Kazakhstan OJSC (Almaty) informed about the fact that by the resolution of the National Bank of Kazakhstan dated September 2, 2002 №337, ALMEX Company LLP (Almaty) and its participants were given consent for obtaining of the status of banking holding and big participant of Halyk Bank of Kazakhstan OJSC.

Press-service of the **National atomic company Kazatomprom** (NAC Kazatomprom, Almaty) distributed press-release, in which it is said that on September 12 of the year 2002 Ulba Metallurgical Plant OJSC (UMP OJSC, Ust), National Atomic Company Kazatomprom's subsidiary (90%), city of Ust-Kamenogorsk, and OJSC Moscow Nonferrous Metals Processing Plant (OJSC MZOCM) established JV OJSC Beryllium. It is said in the press-release that the joint venture has been founded in order to increase sales volume of copper beryllium rolled product in the Russian market. Shares of the founders are equal – 50% to 50%.

Press-service of **Bank CenterCredit OJSC** (Almaty) distributed press-release, in which it is said that on September 16 of the year 2002 the bank paid, in accordance to the schedule, the main debt and interest on its syndicated loan. Initially the loan was attracted in September of 2001 in the amount of USD11m for six months with the possibility of one-time prolonging for the next half a year. In March of the current year the bank used the right of option having prolonged maturity term on the loan till the middle of September of the current year. Bank CenterCredit OJSC attracted its first syndicated loan with semi-annual rate LIBOR +3.75%. Financial consultant and organizer of the syndicated loan was Raiffeisen Zentral Bank AG, Austria. Co-organizer - CJSC Citibank Kazakhstan. At this, such large financial institutes, как American Express Bank Ltd. (Austria), Bayerische Hypo und Vereinsbank AG (Germany), HSBC Bank Kazakhstan, Israel Discount Bank of New York (USA), Yapi ve Kredi Bankasi A.S. (Turkey) were included into banks' syndicate besides organizers.

Kazakhtelecom (Astana) informed KASE about the fact that on September 13 of 2002, in accordance with issue terms and the schedule of servicing of its coupon bonds of the first issue (KZ2CUY03A347; KASE official "A" listing category, KZTKb1; \$100, \$25.0m; March 13, 01 – Jan 13, 04, semi-annual coupon 10.00% APR) the company paid the third coupon interest rate. Amount of the payment, according to the issuer's data, reached USD1,250,000 in tenge equivalent at the rate of the National Bank of Kazakhstan, which was in effect on the payment day, and equaled to KZT193,062,500.

Temirbank OJSC (Almaty) informed Kazakhstan stock exchange (KASE) with the official letter about the fact that on September 16 of the year 2002, in accordance with the schedule of debt servicing, the bank made the second coupon interest payment on its bonds of the second issue (KZ2CUY11A407; KASE official "A" listing category, TEBNb2; \$100, \$5.9m; September 14, 01 – September 14, 08, semi-annual coupon 11.00% APR). According to the bank's information, the actual amount of the payment has been made in accordance with bonds issue terms, and equaled to KZT50,034,077.50.

Besides, Temirbank OJSC (Almaty) presented KASE a copy of minutes of the general shareholders meeting, which was held on July 19 of 2002. During the meeting shareholders of Temirbank OJSC stopped authorities of the former Board of directors (Peter Felps, O. Kononenko., E. Beisenov, E. Iemerdiyev, E. Sultankulov, L. Asabayeva) and elected a new staff of the Board of 6 persons in number, which comprises: Peter Felps, O. Kononenko, A. Chukin, S. Peselnik, A. Karibzhanov, F. Gainulin, and approved large deal in the amount of USD50.0m, changes and additions in the bank's charter, execution by the bank's managing body of their obligations for 2001.

KAZKOMMERTSBANK OJSC (Almaty) officially notified Kazakhstan stock exchange (KASE) about the fact that there has been made the agreement between the bank and the Government of Kazakhstan about liquidation of debts of Air Kazakhstan CJSC before the bank on all credit agreements, which had been made before, and about selling of 50% share in the company to the Government for \$15m. According to the decree, the deal between the Government and the bank will be made in two sages. On the first one the bank will give to the state's assets management 150,000 shares, on the second one – by the next year – liquidate indebtedness in exchange for payment of shares in the amount of \$15m. According to the bank's information, by the same decree the Government intends to prolong debts of the company before Kazaeronavigatsiya and Almaty airport, and also transfer indebtedness of before the Republican budget to the authorized capital of Air Kazakhstan and join together Air Kazakhstan and Irtys Avia in the future.

The bank also informs that, on the reason all risks on credits of the company, which failed to return, were covered by means of creating 100% provision for them, KAZKOMMERTSBANK OJSC intends to direct \$15m of Air Kazakhstan shares sale for extension of the network on public servicing. In particular, it is planned to open modern, highly technological universal departments, and also Centers of personal servicing in Aktyubinsk, Aktau, Atyrau, Pavlodar, Kustanai. Such centers and departments have already been opened in the current year in Astana, Karaganda, Ust-Kamenogorsk and Almaty.

SHNOS OJSC (Shymkent) presented KASE a copy of the minutes of the general shareholders meeting, which was held on June 13 of 2002. In accordance with the approved agenda shareholders of SHNOS OJSC made the following decisions.

- Approved fulfilling by the company of all agreements, guarantees, letters of credit, power of attorney or other concomitant documents, which are to be given by the company on account of large deal by it in accordance with the Agreement about compensation, in which there is interest.
- Approved and confirmed all actions of the Board of directors and the company's executive body, which are connected with execution of the documents mentioned above, which are given by the company in accordance with conducting of large deal in accordance with the Agreement about compensation, in which there is interest.
- Approved conducting of deal by the company, in which there is interest, by means of making of agreement by the company about a loan with affiliated entity, as a result of which there may be increase of the company's liabilities by 25% and more of the amount of the company's shareholders' equity.
- Approved conducting of deal by the company, in which there is interest, which is connected with giving of the warrant by the company in the amount of USD150.0m on the liabilities of the entity, which is affiliated with the company, as a result of which there may be increase of the company's liabilities by 25% or more of the company's shareholders' equity.

DAGOK Kustanaiasbest OJSC (Zhetikara, Kostanai oblast) presented KASE a copy of minutes of the general meeting of shareholders, which was held on June 15 of 2002. In accordance with the admitted agenda, shareholders of DAGOK Kustanaiasbest OJSC approved the report of the Board about results of the company's financial and economic activity and report of auditing commission for 2001, and made the following decisions:

- Not to charge dividends on common shares for 2001;
- To direct KZT1.4m for dividends payment on privileged shares for 2001 (on the basis of 20% of the face value);
- To include additions and changes into the company's charter;
- To approve Order about the Board of directors of DAGOK Kustanaiasbest OJSC;
- To elect a new staff of of the Board of directors of 7 persons in number: A. Kandel, E. Tatishev, T. Turumbayev, K. Zhusupov, A. Golm, K. Kopyayev, S. Mameshtegi;
- To elect a new staff of auditing commission of three persons in number: R. Trapeznikov, T. Turumbayev, N. Fedorchuk.

Financial director S. Aleinikov presented the report about the results of the company's activity in 2001 on behalf of the Board of DAGOK Kustanaiasbest OJSC. It is noted in the report that in 2001 there have been produced 3-6 groups of asbestos in the volume of 196.8 th. tons (113.9% relative to the level of 2000), that is more by 10.4% or by 6.8 th. tons than planned. Specific production of 3-4 groups of asbestos equaled to 14.08% with the plan of 13.27%. Within the reporting [period there have been extracted rock in the volume of 12.1m tons (118.3% to 2000), exploded – 4.6 m cubic meters (110.2% to 2000), drilled – 126.1 th running meters of mines. Coefficient of stripping equaled to 2.67% (2.38% in 2000).

At the same time it is noted in the report that the plan on rock manufacturing has been made by 86.2%, on automobile transportation – by 89.7%, on railway transportation – by 88.6% that is explained by uneven supply of explosive substances, lack of diesel fuel and spare parts in some periods and also by lack of production in the organization.

In 2001 there were unloaded asbestos of 3-6 groups 200.6 th. tons or 115.7% relative to the level of 2000, including: for export to far foreign countries – 73.8 th. tons (36.8% of the total volume), to CIS countries – 112.1 th. tons (55.9%), to Kazakhstan consumers – 14.7 th. tons (7.3%).

Within 2001 there were sold commodity output in the amount of KZT2.9bn whereas the plan was KZT3.1bn. Average price of asbestos sale of 3-6 groups equaled to KZT14,570 (decrease by 17.3% relative to 2000), primary cost – KZT13,923 (decrease by 4.8% to 2000). By the results of activity in 2001 the company had loss in the amount of KZT232.2m that was caused by liquidation of accounts receivable, expenses on realization of the program of technical re-equipment, expenses on bonds issues and other. Total amount of the losses and expenses equaled to KZT287.4m.

Corporation Kazakhmys OJSC (Zheskazgan) presented KASE a copy of minutes of the general shareholders meeting, which was held on July 19 of 2002. In accordance with the admitted agenda shareholders of

Corporation Kazakhmys OJSC approved report of the executive body, annual financial statement and conclusion of the auditing commission for 2001 and made the following decisions.

- Not to charge dividends for 2001; to direct the whole net income which equals to KZT31.0bn for development and stabilization of production.
- To entrust the executive body of Corporation Kazakhmys OJSC with preparing of all necessary documents for putting in examination the question of prescheduled general shareholders meeting (in September-October of 2002) about increasing of the announced authorized capital. To include corresponding changes and additions into the company's charter.
- To release the following persons from duties of the company's Board of directors: A. Pavlov in accordance with switching of his post to the Government of the country, S. Khong Sh. Belalov – on their own request.
- To elect Roger Wills a member of the company's Board of directors (operational manager of the Russian branch of the bank Brunswick UBS Warburg).
- To elect a new staff of the auditing commission of three persons in number: V. Tyurin, L. Nalivaiko, A. Omarova.
- To approve the returning commission of Corporation Kazakhmys OJSC with the term of their authorities of one year in the following staff: F. Aituganova, S. Vinnichenko, A. Vostrova, M. Isabekova, I. Kovaleva, E. Fink.
- To give guarantee of Corporation Kazakhmys OJSC, which would allow Apro Limited to receive credits.
- To make agreement of guarantee in the favor of Giticorp Trustee Company Limited. To make agreement of concession concerning rights of consumer in the favor of Giticorp Trustee Company Limited. To prepare all necessary documents for the executive body of Corporation Kazakhmys OJSC concerning realization of this decree.

Mangistaumunaigas OJSC (Aktau) presented KASE a copy of minutes of the general shareholders meeting, which was held on June 28 of 2002. In accordance with the admitted agenda shareholders of Mangistaumunaigas OJSC approved report of auditing commission for 2001, annual financial statement and made the following decisions.

- To distribute the company's net income for 2001, which equals to KZT7.9bn in the following way: to direct KZT108.7m for dividends payment on privileged shares, the rest – for social needs of the company.
- Not to charge dividends on common shares of Mangistaumunaigas OJSC by the results of 2001. To set amount of dividend for one privileged share on the basis of KZT100 per one share.
- To make December 23 of 2002 the date of beginning of dividends payment on privileged shares, date of fixation of shareholders register for dividends payment – December 23, 2002.
- To approve Ernst & Young the company's auditor for 2002.

According to the report of financial director of Mangistaumunaigas OJSC A. Giller, in 2001 the company produced 4.4m tons of crude oil that is more by 239.0 th. tons than in 2000. Increase of oil production volume is caused by using of new technology and renewal of equipment. Within the reporting period there were purchased and set in exploitation capital assets in the amount of KZT14.4bn, of this number 5.9bn were spent for renewal of fixed assets and properties of subsidiary companies. Besides, there were purchased spare parts and component parts in the amount of KZT23.3bn.

In 2001 the company transferred to the budget KZT24.6bn of tax payments. Average wage of employees increased by 28.9% by 2000 and equaled to KZT59,359.

Development Bank of Kazakhstan CJSC (Astana) presented KASE a copy of minutes of the general shareholders meeting, which was held on September 2 of 2002. In accordance with the admitted agenda shareholders of Development Bank of Kazakhstan CJSC took notice of the report about performance of Development Bank of Kazakhstan CJSC budget for the first half year and forecast of budget performance till the end of 2002 and also made the following decisions.

- To make changes and additions in the bank's charter, which concern the right of the Board of directors to break individual labor contract with the bank's President in case of stoppage of his authorities by his initiative.
- To approve the new order of choosing an auditing organization for conducting of internal audit of the financial statement of Development Bank of Kazakhstan CJSC.

- To recognize the procedure of auditing organization choosing for conducting of internal auditing of Development Bank of Kazakhstan CJSC, which had been approved by general shareholders meeting dated December 20 of 2002 as failed one.
- To approve the deal on increasing of liabilities of Development Bank of Kazakhstan CJSC by means of means attracting in 2002-2005 by means of bonds issue within the framework of the program MTN (Medium Nerm Note Programme) in the amount of up to USD400.0m, which is a large deal.

Approved changes and additions in the law of the Republic of Kazakhstan "About Development Bank of Kazakhstan CJSC" and entrusted the bank to continue the work on co-ordination of corresponding changes and additions in the mentioned law in the order, which had been set by the legislation. Besides, shareholders entrusted the bank to continue the work on making changes in the Memorandum about credit policy of Development Bank of Kazakhstan CJSC for 2001-2003. The question on changing of borrowing limit on risk for one borrower must be agreed in advance with the Board of directors of Development Bank of Kazakhstan CJSC. Besides, the shareholders meeting recommended the Board of directors to find a possibility to provide the most qualified employees with lodging while development and approving of the budget of Development Bank of Kazakhstan CJSC in the part of expenses for social sphere, within limits, which had been determined by the Board.

KASE NEWS

On September 17, within the framework of official electronic representatives of the stock exchange in Internet (www.kase.kz) there has been opened forum (<http://www.kase.kz/forum/>) for contacts of all who wishes on separate themes, which are devoted to stock exchange's business in Kazakhstan and to Kazakhstan financial market.

The forum has started in character mode. That's why the stock exchange apologizes in advance for possible mistakes, which will be gradually liquidated.

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