

# WEEK OF STOCK MARKET OF KAZAKHSTAN

May 22 – May 28

Money market indicators as of May 28 and change for the period

Term	Currency	Rate	Trend
<b>“Overnight” on autorepo at KASE(TONIA)</b>			
1 day	KZT	3.98	-2.63
<b>Repo opening at KASE (WA, % APR)</b>			
1 days	KZT	3.98	-2.63
5-7 days	KZT	4.86	-1.14
14 days	KZT	5.50	-0.50
28-31 days	KZT	10.00	+3.50
<b>KIBOR (indicative, % APR)</b>			
1 week	KZT	7.50	-0.50
2 weeks	KZT	8.25	-0.50
1 month	KZT	8.50	-1.00
2 months	KZT	9.25	-1.00
3 months	KZT	10.00	-1.00

Stock market indicators as of May 28 and their change for the period

Index	Value	Trend
<b>Shares of “A” listing</b>		
KASE_Shares	99.49	-0.35%
<b>Corporate bonds of “A” listing</b>		
KASE_BP	140.80	+0.22%
KASE_BC	119.04	+0.11%
KASE_BY	7.88	-2.46%
<b>Euronotes of Kazakhstan</b>		
KASE_EP	148.66	-0.18%
KASE_EC	113.72	-0.43%
KASE_EY	3.49	+3.24%

US dollar = **151.80** tenge at official rate for the end of the period.  
 US dollar = **150.43** tenge at weighted average rate of the Exchange for the end of the period.  
 Rate of tenge devaluation for the period at the Exchange's rate – **negative 15.7% APR.**

## THE CORPORATE SECURITIES MARKET (CS)

**In state block of shares (SBS) sector** on May 28 of 2003 in Kazakhstan stock exchange's (KASE) trade system, trades on selling state block of shares (SBS) of CNPC-Aktobemunaigas OJSC (CNPC-AMG OJSC, Aktobe), which consisted of **2,236,619 common inscribed shares** (22.61% of total number of issued shares or 25.0% of total number of common shares plus one share, trade code is NZ\_AMGZ\_22.61) were held. According to results of the trades the shareholding was not sold. During the trade the seller, which is the company, which has been authorized by the Committee of state property and privatization of the Ministry of finance of Kazakhstan (Committee), KIB ASSET MANAGEMENT Ltd. LLP (Almaty), reduced offer price from KZT23,446.00 to **KZT19,949.98** per share i.e. by 14.9%. Demand price increased during the trade from KZT5,500.00 to **KZT8,050.00** per share or by 46.4%. Judging on results of the trade counteragents did not agree with price. Trades were continued on May 29.

Selling of three other SBS of CNPC-Aktobemunaigas (two shareholdings by 1.00% of total number of issued shares and one – 0.51%) are to be sold one after another only after selling of the above-mentioned blocking shareholding.

Investment attractiveness of stock exchange financial instruments since May 22 till May 28

Financial Instrument	Currency of transaction	Yield, %	APR value	trend
<b>Instruments denominated in KZT</b>				
UKPFb1	KZT	14.50		0
CS repo	KZT	*13.04		+4.43
ARNAb1	KZT	12.50		0
TXBNb1	KZT	12.00		0
KZIKb1	KZT	8.28		-0.02
MEOKAM, MEAKAM	KZT	6.52		-0.09
MEKKAM, notes	KZT	*5.44		-0.01
GS Repo	KZT	*4.45		-1.53
<b>Instruments indexed on devaluation</b>				
VITAb3	USD	11.78		+0.78
RGBRb3	USD	10.50		0
VTBNb1	USD	10.46		-0.48
KZASb1	USD	10.10		0
ALKSb2	USD	10.05		0
ORDBb1	USD	10.00		0
BTASb1	USD	9.10		+0.60
CSBNb1	USD	9.10		0
BTASb2	USD	9.00		0
ASBNb1	USD	9.00		+0.48
TEBNb	USD	8.98		0
TEBNb3	USD	8.50		0
ASFib2	USD	8.50		-2.00
ART060.004	USD	8.50		+2.00
ALBNb1	USD	8.22		+0.02
NRBNb1	USD	8.06		+0.56
CCBNb2	USD	8.04		0
CCBNb1	USD	8.03		+0.34
HSBKb	USD	7.97		0
TEBNb2	USD	7.94		-0.01
LARib1	USD	7.75		0
KKGBb2	USD	7.70		-0.80
HSBKb2	USD	7.61		+0.02
KZPSb1	USD	7.55		-0.95
BRKZb1	USD	7.35		0
KZAPb1	USD	7.31		-0.06
ASFib1	USD	7.29		-0.32
KZTKb1	USD	7.09		+0.09
TMJLb2	USD	6.75		-1.68
ATFBb2	USD	6.21		-0.18
KARMB1	USD	6.01		0
SYRGb1	USD	6.00		0
AST048.005	USD	6.00		-0.20
ARU060.003	USD	5.59		0
VKU036.002	USD	5.00		-0.01
AST036.004	USD	4.98		-0.42
KZTOb	USD	4.91		-1.76
ASU036.003	USD	4.53		-0.54
VKU036.001	USD	4.00		0
ARU024.002	USD	3.03		+0.04
<b>Instruments denominated in foreign currency</b>				
KKGBe2	USD	7.00		0
BTASe2	USD	6.95		-0.02
KKGBe3	USD	6.78		+0.03
BRKZe1	USD	6.08		-0.03
KZTOe1	USD	5.96		-0.63
BTASe1	USD	5.32		-0.05
Euronotes-7	USD	3.69		+0.21
Euronotes-4	USD	2.78		-0.16
IFO bonds	EUR	2.27		-0.07

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

**In CS purchase-sale sector** a total of 41 deals amounting to **\$14,371.6 th** or KZT2,166.7 m were made during

the analyzed period. In comparison with the previous period (30 deals, \$11,022.7 th. or KZT1,666.1 m) volume of the sector increased by 30.4%. Deals were made by 12 KASE's members on 13 instruments 6 of which were bonds. During the previous period 16 brokers were interested in 16 securities 9 of which were bonds.

At corporate bonds market tendency of securities' yield falling for a purchaser was more expressed. It's enough to note that this indicators on conducted deals has not increased on any bond. At the same time yield of KZTKb1 fell from 7.00% APR to 6.81% APR, ORDBb1 – from 22.32% to 10.00% APR, TMJLb2 – from 9.00% to 6.75% APR. Yield of ASBNb1, BTASb1 and RGBRb3 has not changed. Index of KASE\_BY (see the table in the beginning of the review) also behaved adequately, it was on historically minimal levels during the week. Capitalization of stock exchange's corporate bonds market increased within the week by \$4.5 m. due to price growth of most securities and on May 28 was fixed by KASE on the level of \$1,280.4 m.

Shares market, as well as in previous week, did not show its worth, despite the significant volume of transactions, which is still formed by CCBN (10 deals, \$6.0 m.). Most conducted transactions were direct. Rate of securities, which were traded during the week, was mainly decreasing: CCBN – by 2.1%, KIBN – from KZT100.00 to KZT0.02 for a security, KZMS – by 12.0%. At the same time price of ALKS rose by 1.1%, and ZERD – by 2.7%. Prices of following securities have not changed KTTH (KZT26,100.00 for security) and VTBNp (KZT450.00 for a security). As the result of significant growth of the rate of ALKS, and also including of common shares of CNPC-AMG OJSC into KASE's official "A" listing category (see below) capitalization of stock exchange's shares market increased within the week by \$121.0 m. to \$2,816.2 m.

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

**Results of the trades in bonds within May 22 – May 28** (% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1		0	11.0023	8.2208
Almaty Kus OJSC	ALKSb2	12.0017	0	12.8500	10.0500
ARNA OJSC	ARNAb1	14.0000	0	14.0000	12.5000
Alliance-Bank OJSC	ASBNb1	8.9950	939.1	8.9950	9.0000
Astana-finance OJSC	ASFib1	7.9977	0	8.9974	7.6145
Astana-finance OJSC	ASFib2	10.5000	0	11.5000	8.5000
AMB OJSC	ATFBb2	7.6050	0	9.0040	6.2107
Development Bank of Kazakhstan OJSC	BRKZb1	8.4253	0	9.9654	7.3514
Development Bank of Kazakhstan OJSC	BRKZe1	6.5293	0	7.1217	6.4061
Bank TuranAlem OJSC	BTASb1	9.0985	6.6	9.0985	9.0985
Bank TuranAlem OJSC	BTASb2	8.9641	0	10.5000	9.0000
TuranAlem Finance B.V.	BTASe1	6.4988	0	6.6282	5.6533
TuranAlem Finance B.V.	BTASe2	7.7439	0	7.5023	6.9595
Bank CenterCredit OJSC	CCBNb1	10.9158	0	10.7338	8.0616
Bank CenterCredit OJSC	CCBNb2	9.6971	0	10.8639	8.0392
BANK CASPIAN OJSC	CSBNb1	*10.0000	0	10.1000	9.1002
Halyk Bank of Kazakhstan OJSC	HSBKb	9.9881	0	10.9033	8.0144
Halyk Bank of Kazakhstan OJSC	HSBKb2	*9.3049	0	10.0018	7.6739
Karazhanbasmunai OJSC	KARMb1	*9.0028	0	7.3894	6.0140
KAZKOMMERTSBANK OJSC	KKGBb2	8.5034	0	8.5039	8.0069
KAZKOMMERTSBANK OJSC	KKGBe2	10.7508	0	9.9952	7.0027
Kazkommerts International B.V.	KKGBe3	7.5604	0	7.2386	6.9630
NAC Kazatomprom	KZAPb1	8.9120	0	8.9965	7.3516
DAGOK Kustanaiasbest JSC	KZASb1	*7.0116	0	13.0999	10.1000
Kazakhstan Mortgage Company CJSC	KZIKb1	8.4047	0	9.9921	8.2910
Kazpost OJSC	KZPSb1	8.5025	0	8.9975	7.5523
Kazakhtelecom	KZTKb1	*6.8079	4,806.4	6.7450	7.4956
KazTransOil CJSC	KZTOb	6.6543	0	7.1870	6.5177
KazTransOil CJSC	KZTOe1	6.3486	0	6.6000	6.1749
JB LARIBA-BANK OJSC	LARib1		0	10.7508	7.7504
Nurbank OJSC	NRBNb1	8.8631	0	8.9976	9.8504
Corporation "Ordabasy" OJSC	ORDBb1	10.0000	207.4	10.0000	10.0001
RG BRANDS OJSC	RGBRb3	10.5025	929.6	10.5042	10.5053
HOP OJSC	SYRGb1	10.9999	0	7.8600	6.0063
TEMIRBANK OJSC	TEBNb	10.4876	0	10.4828	8.9832
TEMIRBANK OJSC	TEBNb2	10.6945	0	10.9910	7.9461
TEMIRBANK OJSC	TEBNb3		0	11.5000	8.5000
NC KTZh CJSC	TMJLb2	6.7500	389.9	6.7500	6.7500
TEXAKABANK OJSC	TXBNb1	15.1276	0	15.0000	12.0000
UKBF CJSC	UKPFb1		0	16.5000	14.5000
VITA OJSC	VITAb3	*22.2132	0	15.9970	12.0001
VALUT-TRANZIT BANK OJSC	VTBNb1	11.0000	0	11.5409	10.4647
<b>TOTAL</b>	<b>42</b>		<b>7,279.0</b>		

**Results of the trades in shares within May 22 – May 28**

(KZT per share, unless otherwise specified)

Issuer	Code of security	Last price	Volume, shares	Volume, th USD	Purchase	Sale
Almaty Kus OJSC	ALKS	*15.00	272,308	25.3	*15.00	13.00
Almaty Kus OJSC	ALKSp	14.93	0	0	10.00	15.00
Almaty Kus OJSC	ALKSp3	10.00	0	0	10.00	15.00
Astana-finance OJSC	ASFI	1,014.96	0	0	700.00	1,050.00
AMB OJSC	ATFBp	834.35	0	0	700.00	1,050.00
Bank TuranAlem OJSC	BTAS	20,432.25	0	0	13,573.80	20,308.05
Bank CenterCredit OJSC	CCBN	200.00	4,488,833	6,000.3	238.53	194.00
BANK CASPIAN OJSC	CSBN	171.00	0	0	185.00	256.50
BANK CASPIAN OJSC	CSBNp	171.00	0	0	171.00	256.50
Halyk Bank of Kazakhstan OJSC	HSBK	180.00	0	0	120.00	180.00
Halyk Bank of Kazakhstan OJSC	HSBKp	150.00	0	0	144.00	180.00
Halyk Bank of Kazakhstan OJSC	HSBKp7	150.00	0	0	144.00	180.00
Kazinterbank OJSC	KIBN	*0.02	43,958	0.01	*0.02	*0.02
KAZKOMMERTSBANK OJSC	KKGB	120.00	0	0	75.41	112.85
KAZKOMMERTSBANK OJSC	KKGBp	44.38	0	0	69.00	103.50
Kazakhstankasiyshelf JSC	KKShp	3,227.21	0	0		*1,500.00
Kaztorgtehnika OJSC	KTTH	*26,100.00	305	52.9	*26,100.00	*26,100.00
Corporation Kazakhmys OJSC	KZMS	4,200.00	72	2.0	4,200.00	4,200.00
Kazakhtelecom`	KZTK	3,642.24	0	0	2,413.12	3,611.04
Kazakhtelecom	KZTKp	1,850.00	0	0	1,809.84	2,708.28
CNPC-AMG OJSC	NZ_AMGZ_22.61		0	0	8,050.00	19,949.98
TEXAKABANK OJSC	TXBN		0	0	9,086.00	13,629.00
UKTMC OJSC	UTMK	7,000.00	0	0	4,222.96	6,312.00
UKTMC OJSC	UTMKp	*4,302.00	0	0	3,000.00	4,500.00
VALUT-TRANZIT BANK OJSC	VTBN	*350.00	0	0	320.00	480.00
VALUT-TRANZIT BANK OJSC	VTBNp	*450.00	350,173	914.5	*450.00	315.00
Zerde OJSC	ZERD	*2,600.00	10,911,842	97.5	*2,600.00	1.00
<b>TOTAL</b>	<b>27</b>		<b>16,067,491</b>	<b>7,092.6</b>		

Notes: bid and offer prices for the period are given; if no deals were made during reporting period (volume =0), the last price of successful trades is given; marked by the 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 received with its using.

**In the repo sector of CS** 48 deals were made in the total amount of **\$9,741.9 th.** (KZT1,466.7 m) during the described period. 28 deals of them (in the amount of \$4,742.0 th.) were repo opening and 20 deals (in the amount of \$4,999.9 th.) – repo closing. Last period volume of deals in this sector reached \$4,441.8 th. (KZT670.3 m).

**In all CS trade floors of KASE** a total of 89 deals amounting to **\$24,113.5 th.** (KZT3,633.5 m) were concluded within the analyzed period. Last period volume of 71 deals equaled to \$24,601.4 th. (KZT3,715.1 m).

### Changes in KASE's trade lists

By the decision of KASE's Council dated May 26 of 2003 **common inscribed shares of CNPC-AMG OJSC** of the first issue (KZ1C15990118; KZT1,500.0; KZT13,419,705,000) have been included into KASE's official "A" listing category because the issuer paid KASE the entrance and the first annual listing fees for these securities and also made the agreement about securities listing. The shares are traded at KASE under the code AMGZ with accuracy of two decimal figures of shares' price, which is expressed in Kazakhstan tenge. Date of opening of trades in shares at KASE within the framework of the official list will be announced later. Status of the market-maker of common shares of CNPC-Aktobemunaigas OJSC at KASE, on the basis of submitted application, has been assigned to KIB ASSET MANAGEMENT LLP (Almaty). The market-maker will start fulfilling its duties since the date, which follows the date of selling state block of shares of the issuer. Minimal volume of compulsory quotation for the market-maker is 1,000 monthly calculation indexes.

Common and privileged shares of CNPC-Aktobemunaigas OJSC were first brought to KASE's non-listing floor on November 11 of 1997. Since February 10 of 1998 till April 1 of 1999 the shares were traded in KASE's official "B" listing category, and since April 1 of 1999 and till present – again at non-listing floor. Privileged shares have trade code AMGZp.

Listing commission's conclusion on common share of CNPC-AMG OJSC, and also investment memorandum and financial statement of the company have been published in the original format in KASE's site at <http://www.kase.kz/emitters/amgz.asp>.

**Since May 23 of 2003** by the decision of Kazakhstan stock exchange's (KASE) Board common inscribed shares (KZ1C40170812) of **Zhambyl HPS named T. Baturov** (Taraz) have been admitted to the trades on the second level of admission in the sector "Non-listing securities". At KASE the shares have been assigned trade code **DGRC**. Quotation accuracy in KASE's trade system is two decimal figures. The company's announced authorized capital is KZT1,822,200,000.00 and has been entirely paid. Within the framework of the only shares issue there have been issued 1,822,200 common inscribed shares with the face value KZT1,000.00 each. The

issue was registered by the National securities commission of Kazakhstan on November 5 of 1997 and included into the State register of securities under the number A4017. The shares issue was made in non-documentary form. Register of the company's shareholders is maintained by Center DAR LLP. Company's primary activities – production, transfer, distribution and sale of electrical and heat energy; purchasing of electrical power from other energy producing managing subjects on the territory of Kazakhstan, as well as outside it; sale of produced purchased electrical power.

## SECTOR OF GOVERNMENT SECURITIES (GS)

**In primary market sector** on May 28 during the specialized trades on primary additional floatation of municipal indexed on tenge devaluation level bonds of Atyrau oblast of the fourth issue (KZE4KY050046, ART060.004; KZT100; KZT3,400.0 m.; May 16, 03 – May 13, 08, semi-annual coupon 8.50% APR), which were held at Kazakhstan stock exchange (KASE), demand exceeded offer 1.3 times. The issuer floated bonds at clean price. A total of 2 bids from two KASE's members were submitted to the specialized trades to the total amount of KZT1,337,255,880.38 and announced volume of additional floatation was KZT1,047,000,000.00. Price in the submitted bids varied from 99.5000% (8.6190% APR) to 99.9719 (8.5002% APR) and in the weighted average expression equaled on the whole demand to 99.8663% (8.5268% APR) of bond's indexed face value. 22.39% of the whole demand volume fell to the stake of commercial Kazakhstan banks, 77.61% – to the stake of their clients. Investors of other categories did not participate in the floatation.

After the issuer conducted cutting-off procedure the only bid, which was submitted by one client of a banks at 99.9719% (**8.5002% APR**) for purchasing of 10,400,000 bonds for **KZT1,038,964,633.39**, was satisfied. On the reason settlements on this deal were made on May 29, the mentioned sum of the additional floatation in not taken into account in volume indicators of the sector, which are given below in this review.

Judging on results of stock exchange's specialized trades (first trades were held at KASE on May 14) the issuer has floated 33,930,000 bonds of this issue that equals at face value to **KZT3,393.0 m.** while announced issue volume is KZT3,400.0 m. Weighted average yield of bonds for a purchaser on all conducted specialized trades equaled to **8.5000% APR** on semi-annual basis.

**In GS purchase and sale sector** of KASE a total volume of 66 deals reached **KZT4,441.1 m** (\$29,503.2 th.) during the analyzed period. Corresponding figure of the previous period – KZT3,958.1 m (\$26,228.1 th.). The market is still rather sluggish and lives mainly due to trade in short-term notes of the National bank, yield of which for purchaser changes insignificantly and differently for securities of various terms. During the analyzed week market's participants more actively worked with euronotes of Kazakhstan sovereign debt. Volume of deals here increased 6 times, and due to it the sector came back to usual structure of turnover (see the table).

### Parameters of Exchange's transactions in GS within May 22 – May 28

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.		last deal	weighted average	Volume, mln tenge discounted	Number of deals
	min	max				
<b>Discounted (KZT): National Bank's notes</b>			<b>51.0% (63.3%) of purchase and sale sector's turnover</b>			
less than 8	2.55	4.50	4.50	4.17 (4.58)	18.0	2
8 - 14	4.69	5.51	4.76	4.93 (4.56)	287.1	8
15 - 28	4.10	5.18	4.10	4.94 (5.21)	129.7	6
29 - 36	4.41	5.48	5.48	5.00 (5.37)	40.9	3
37 - 42	5.06	5.51	5.06	5.50 ( -)	61.8	2
43 - 56	5.02	5.65	5.02	5.43 (5.25)	109.8	2
57 - 63	5.43	5.53	5.43	5.45 (5.64)	746.5	6
64 - 91	5.06	5.53	5.06	5.41 (5.46)	873.0	15
Total					2,266.7 (2,506.6)	44 (52)
<b>Coupon (KZT): MEOKAM-24, 36, 48, 60</b>			<b>19.9% (31.1%) of purchase and sale sector's turnover</b>			
less than 730	5.60	6.66	5.60	6.05 (6.39)	459.7	5
731 - 1095	5.75	7.89	5.75	7.20 (6.75)	209.3	4
1096 - 1460	6.50	7.99	7.99	7.22 ( -)	91.1	3
1461 - 1825	5.77	5.77	5.77	5.77 (6.20)	121.9	1
Total					882.0 (1,232.3)	13 (21)
<b>Euronotes of Kazakhstan (USD)</b>			<b>29.1% (5.6%) of purchase and sale sector's turnover</b>			
*500 - 506	2.60	3.11	2.99	2.78 (2.94)	766.3	6
**1424 - 1429	3.58	3.72	3.60	3.69 (3.48)	526.2	3
Total					1,292.5 (219.2)	9 (4)
<b>GRANDTOTAL</b>					<b>4,441.1 (3,958.1)</b>	<b>66 (77)</b>

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

**In GS repo-transactions sector** 387 deals were made for a total of **KZT44,508.4 m** (including automatic repo sector) during the period. Of this number 192 deals (for KZT21,469.2 m) were repo opening deals and 195 (KZT23,039.2 m) were repo closing deals. Last period transactions volume of this type reached KZT56,686.0 m. After closing of the trades on May 28 total amount of opened at KASE repo was equal to KZT13,916.3 m. Parameters of automatic repo market are given in the table.

**Major parameters of automatic repo market on opening deals within May 22 – May 28**

(in parentheses – comparable figures of previous period)

Instrument (currency, term or repo)	Yield, % APR				Volume, m KZT	Number of deals	Portion, %
	on first deal	min	max	at last deal			
KZT_001	6.30	2.00	6.30	3.00	4.29 (5.73)	17,021.0	126 86.2 (66.7)
KZT_003	5.50	4.50	5.50	4.50	4.63 ( –)	157.0	4 0.8 ( –)
KZT_007	6.00	4.60	6.00	4.90	5.24 (6.10)	875.0	12 4.4 (15.7)
KZT_014	6.00	5.50	6.20	5.50	5.71 (6.22)	862.0	19 4.4 (7.4)
KZT_028	6.00	5.60	6.00	5.60	5.83 (5.97)	837.0	5 4.2 (10.2)
<b>TOTAL</b>						<b>19,752.0 (27,125.1)</b>	<b>166 (255) 100.0</b>

**Total of 453 deals were made at trade floors of KASE** amounting to **KZT48,949.5 m** in GS on trade floors of KASE during the analyzed period (purchase-sale and repo sector, excluding primary additional floatation of municipal bonds of Atyrau oblast of the fourth issue). The previous period volume of 575 deals equaled to KZT60,644.1 m. **The proportion of the Exchange's turnover** in total volume of deals on Kazakhstan secondary market for GS for comparable operations equaled in the described period to **92.0%**, last week it was equal to 91.3%.

## INFORMATION ON ISSUERS

**BANK CASPIAN OJSC** (Almaty) has presented KASE the copy of minutes of annual general shareholders meeting, which was held on April 30 of 2003. In accordance with the accepted agenda shareholders of BANK CASPIAN OJSC have approved consolidated financial statement and conclusion of auditor of BANK CASPIAN OJSC for 2002, entrusted the bank's Board to publish the bank's financial statement for 2002 in newspapers "Kazakhstanskaya pravda" and "Yegemen Kazakhstan" within the terms, which are regulated by the National Bank of Kazakhstan, approved changes and additions in the bank's charter, norms of net income distribution for 2003, and also made the following decisions.

Distribute the bank's net income for 2002 in the amount of KZT621.0 m. and undistributed income of previous years in the amount of KZT9.6 m. in the following way: spend KZT228.4 m. for formation of provisions and imposing of deferred income on the demand of independent auditor, 177.7 – for deductions to the reserve capital, KZT224.8 m. – for deductions to the bank's funds.

Not to pay dividends on common shares by the results of 2002.

Pay dividends on privileged shares by the results of 2002 at the rate of KZT21.0 for 1 share (10% of share's face value). Determine May 7 of 2003 as the date for making of the list of shareholders, who have the right for receiving dividends and the date of dividends payment, – May 7 of 2003.

Pay dividends on the bank's privileged shares in the following ways:

- to shareholders – juridical entities – by means of cashless transfer of dividends sums to the current accounts of juridical entities;
- to shareholders – physical persons – by means of charging sum of dividends on shareholders' personal accounts in order to receive by cash;
- to shareholders physical and juridical persons in presence of corresponding applications – by means of cashless transfer of dividends sum by the mentioned in applications banking properties.

Examine the question about increasing of the bank's authorized capital at the next shareholders meeting after floatation of all announced for issuing shares for the amount of KZT1,470.0 m.

Confirm appointment of Ernst & Young (Almaty) from among of international auditors, and "NAC Centeraudit Kazakhstan" – from among of domestic auditors (Almaty) as auditors of BANK CASPIAN OJSC for 2003.

Confirm appointment of Registration system of securities CJSC (Almaty) as the bank's registrar for 2003.

Besides, shareholders stopped authorities of the acting Board of directors of BANK CASPIAN OJSC and elected a new staff of the Board of directors consisting of seven persons: Yu. Tskhai, I. Kim, V. Kim, A. Rasulov, M. Urkumbaev, G. Tsoy, V. Kirillov.

As regards the eighth item of the agenda, shareholders decided to remain terms of subordinate bonds issue of BANK CASPIAN OJSC in the edition, which had been approved by the general shareholders meeting dated September 26 of 2002. (The question about including of changes and into these terms of bonds issue was caused by remarks of the National Bank of Kazakhstan. On May 13 of 2003 the 2nd issue of the bank's bonds was registered by the National Bank of Kazakhstan – [note of IRBIS](#)).

**Halyk Bank of Kazakhstan OJSC** (Almaty) has informed KASE with the official letter about the fact that on May 21 of 2003 in accordance with the issue terms the bank paid the second coupon interest to holders of indexed on tenge devaluation bonds of the second issue (KZ2CKY05A556; KASE's official "A" listing category; HSBKb2; KZT1,000, KZT2,042.0 m.; May 21, 02 – May 21, 07, semi-annual coupon 8.0% APR). According to the issuer's information, sum of the payment including income tax was equal to **KZT80,836,121.11**. Judging on this sum on

the date of register fixation (April 21, 03) the whole registered volume of securities was on bondholders' depo-accounts.

Besides, Halyk Bank of Kazakhstan OJSC spread press-release which says that on May 22 of 2003 in London at the International meeting-conference "Global Rating Leaders 2003" Halyk Bank of Kazakhstan was given award "International Gold Medal Award" for quality and effectiveness. According to the bank's information, the award is given by the International Expert Council "Global Rating". The solemn ceremony of awarding was held in one of royal palaces of Great Britain Hampton Court Palace.

Besides, Halyk Bank of Kazakhstan OJSC has presented KASE auditor's report made by Ernst & Young (Almaty), which had been made on the bank's consolidated financial statement for 2002, prepared in compliance with international accounting standards.

**Comparable indexes of financial and economic activity of Halyk Bank of Kazakhstan OJSC for 2002, in accordance with the data of Ernst & Young**

(in th. KZT, unless otherwise specified):

<b>Indicator</b>	<b>2001</b>	<b>2002</b>
Issued authorized capital (paid excluding withdrawn)	5,422,600	9,655,664
Shareholders' equity	6,903,023	14,187,119
Total assets	127,123,908	189,282,177
Sum of liquid assets	36,814,646	54,486,462
Funds in other banks	5,036,488	0
Loans and advances to clients (net)	80,517,958	125,816,039
Liabilities, total	120,220,669	175,095,058
Current accounts and deposits of clients	99,126,400	135,383,373
Funds of banks and financial institutions	16,184,017	32,106,910
Issued bonds	2,356,254	4,468,713
Total revenues	18,133,172	26,472,119
General expenses	18,102,110	24,600,956
Net income	31,062	1,871,163
<b>It's been calculated according to auditor's data:</b>		
Return on equity (ROE), %	0.45	13.19
Return on assets (ROA), %	0.02	0.99
Book value of one share, KZT	127.30	146.93
Earnings per share (EPS), KZT	0.57	27.22
Price earnings ratio (P/E)	313.39	4.78

Audit of consolidated financial statement of the bank was conducted by Ernst & Young in compliance with international auditing standards.

The bank's (hereinafter - Group) consolidated financial statement comprises financial statement of the following daughter companies: Halyk Leasing CJSC (Almaty, leasing), Kazteleport CJSC (Almaty, telecommunication services), PAMC HBRK CJSC (Almaty, pension assets management) and HSBK (Europe) B.V. (Amsterdam, financing services), in which the bank owns 100% market share.

The Group's financial statement was correspondingly corrected in order to bring it in conformity with international accounting standards.

In the auditor's opinion the consolidated financial statement exactly in all essential aspects reflects the Group's financial condition as of December 31 of 2002, about consolidated result of financial and economic activity and cash flow for the reporting year in compliance with international accounting standards.

**Atyraumunaigasgeologiya OJSC** (AtMMG OJSC, Atyrau) has presented KASE the copy of minutes of the annual general shareholders meeting, which was held on April 21 of 2003. In accordance with the agenda shareholders of AtMMG OJSC have approved report of the Board, balance sheet and income statement of AtMMG OJSC for 2002, and also took notice of the report of auditing commission and results of auditor's report about authenticity of the financial statement and declaration of income of AtMMG OJSC according to results of 2002. Besides, shareholders of AtMMG OJSC elected the Board of directors consisting of 5 persons: M. Safin, Zh. Safina, E. Niyetkaliev, A. Kuanaliev, V. Khen and auditing commission consisting of 3 persons: B. Khasanov, R. Mukhambetova, G. Zhaparova.

**VALUT-TRANZIT ZOLOTO OJSC** (Karaganda) has provided KASE with the copy of minutes of prescheduled general shareholders meeting, which was held on April 16 of 2003, and also copy of notification about changing of the President of the Board of directors and change in the staff of the company's Board. In accordance with the agenda, shareholders of VALUT-TRANZIT ZOLOTO OJSC removed M. Bessudniy from the staff of the Board of directors and introduced A. Kainazarov to the staff of the Board of directors. According to the presented information, by the decision of the company's Board of directors dated April 15 of 2003 Natalya Chikh was appointed as the President of the Board of directors of VALUT-TRANZIT ZOLOTO OJSC. Besides, in the I quarter of 2003 the following changes in the staff of the company's Board occurred: P. Slepshkin was appointed Deputy of the President of the Board on commerce and development, A. Alkeyev – Deputy President on production, A. Dyusengeldina – Chief accountant, G. Rogozhnikova – Financial director

**NEFTEBANK OJSC** (Aktau) has informed KASE about the fact that by the decision of the Board of directors of NEFTEBANK OJSC dated May 7 of 2003 Askar Isabekov was appointed the acting Chairman of the Board of NEFTEBANK OJSC.

**TEXAKABANK OJSC** (Almaty) has presented KASE auditor's report made by KPMG Janat (Almaty), which had been made on the bank's financial statement for 2002, prepared in compliance with international accounting standards.

**Comparable indexes of financial and economic activity of TEXAKABANK OJSC for 2002, in accordance with the data of KPMG Janat**

(in th. KZT, unless otherwise specified):

<b>Indicator</b>	<b>2001</b>	<b>2002</b>
Authorized capital (paid)	641,500	973,380
Shareholders' equity	1,111,839	1,237,940
Total assets	5,923,459	9,149,169
Sum of liquid assets	1,419,138	2,274,377
Loans to clients (net)	3,750,187	5,439,839
Funds in credit institutions	301,773	1,510,957
Indebtedness for banks	518,305	405,104
Indebtedness for clients	3,416,151	5,871,274
Loans granted in repo agreements	–	751,627
Issued subordinate bonds	866,329	1,577,137
Total revenues	803,123	1,263,578
General expenses	731,937	1,137,477
Net income	71,186	126,101

**It's been calculated according to auditor's data:**

Return on equity (ROE), %	6.40	10.19
Return on assets (ROA), %	1.20	1.38
Book value of one share, KZT	1,588.34	1,271.80
Earnings per share (EPS), KZT	101.69	129.55

Audit of the bank's consolidated financial statement was conducted by KPMG Janat in compliance with international auditing standards. The bank's financial statement was correspondingly corrected in order to bring it to conformity with international accounting standards.

Data for 2001 was recalculated by the auditor in accordance with mistake, which the bank had made while using standard 39 of international accounting standards "Financial instruments: acknowledgement and estimation" in calculating of balance value of some loans, which were in the bank's credit portfolio.

In the auditor's opinion the consolidated financial statement exactly in all essential aspects reflects financial condition of TEXAKABANK OJSC as of December 31 of 2002, and also results of its activity, cash flow and change in the capital in the year, which ended by the mentioned date, in compliance with international accounting standards, which had been published by the Committee on international accounting standards.

**Kant OJSC** (Taraz) informed that on **June 23 of 2003** it would hold annual general shareholders meeting during which it was planned to approve of annual financial statement for 2002 and conclusion of the company's auditor and also examine the following questions: distribution of the company's net income and dividends payment in accordance with results of the year. Place of meeting holding: 2, Sakhzavodskaya str., Taraz.

**Nurbank OJSC** (Almaty) has informed KASE with the official letter about the fact that on May 22 of 2003, in accordance with issue terms, the bank paid the second coupon interest to holders of indexed on tenge devaluation bonds of the first issue (KZ2CKY03A544; KASE's official "A" listing category; NRBNb1; KZT1,000, KZT1,500.0 m; May 22, 02 – May 22, 05, semi-annual coupon 8.5% APR). According to the issuer's information sum of the payment was **KZT62,512,387.02**. Income tax, which was deducted at the source of the payment, equals to KZT370,379.49. Judging on the sum of the payment on register fixation date (April 22, 03) the whole registered volume of securities was on bondholders' depo-accounts.

**Bank CenterCredit OJSC** (Almaty) has presented KASE auditor's report of Deloitte & Touche (Almaty) which was made on the bank's consolidated financial statement for 2002, which had been prepared in compliance with international accounting standards.

**Comparable indexes of financial and economic activity of Bank CenterCredit OJSC for 2002, in accordance with the data of Deloitte & Touche**

(in th. KZT, unless otherwise specified):

<b>Indicator</b>	<b>2001</b>	<b>2002</b>
Issued (paid) authorized capital	2,586,725	3,166,988
Shareholders' equity	2,920,597	4,146,691
Total assets	32,443,976	50,853,363
Sum of liquid assets	8,175,007	12,324,582

<b>Indicator</b>	<b>2001</b>	<b>2002</b>
Loans to clients (net)	21,641,654	35,107,163
Banks' indebtedness	2,146,216	4,262,566
Securities purchased on repo transactions	13,081	100,001
Liabilities, total	29,504,829	46,704,589
Indebtedness for clients	21,373,186	34,748,703
Indebtedness for banks	5,443,963	8,781,847
Securities sold on repo transactions	1,224,321	74,760
Issued bonds	678,780	2,174,811
Total revenues	4,352,391	6,665,980
General expenses	4,162,007	6,020,149
Net income	190,384	645,831

**It's been calculated according to the auditor's data:**

Return on equity (ROE), %	6.52	15.57
Return on assets (ROA), %	0.59	1.27
Earnings per share (EPS), tenge	20.10	47.02
Price to earnings (P/E)	8.21	4.36
Book value of 1 share, tenge	308.30	301.89

Audit of the consolidated financial statement of the bank and its daughter companies (hereinafter the Group) was made by Deloitte & Touche in compliance with international auditing standards. The Group's consolidated financial statement was correspondingly corrected in order to bring it in conformity with international accounting standards.

Consolidated financial statements of the Group for 2002 includes financial statements of its daughter companies: KIB Asset Management Ltd LLP (Almaty, 100% market share), BCC LLP (Almaty, real estate evaluation and rent, 100%), Center Leasing LLP (Almaty, financial leasing, 100%) and Aktas-Zhol LLP (Almaty, real estate evaluation and rent, 100%).

In the auditor's opinion, the consolidated financial statements for sure in all significant aspects reflects financial position of the Group as of December 31 of 2002, and also results of its activity and cash flow for the reporting year, which ended by the mentioned date, in compliance with international accounting standards.

**JB LARIBA-BANK OJSC** (Almaty) has presented KASE auditor's report of KPMG Janat (Almaty) which was made on the bank's consolidated financial statement for 2002, which had been prepared in compliance with international accounting standards.

**Comparable indexes of financial and economic activity of JB LARIBA-BANK OJSC for 2002, according to the data of KPMG Janat**

(in th. KZT, unless otherwise specified):

<b>Indicator</b>	<b>2001</b>	<b>2002</b>
Issued (paid) authorized capital	901,305	913,305
Shareholders' equity	1,037,957	1,194,399
Total assets	1,678,731	1,973,194
Sum of liquid assets	302,717	496,299
Offerings and loans to banks (net)	118,732	249,067
Loans to clients (net)	1,146,421	1,185,978
Loans given on repo agreements	0	50,006
Indebtedness for banks	5,138	12,672
Indebtedness for clients	607,954	719,154
Total revenues	354,068	396,552
General expenses	252,496	235,064
Net income	101,572	161,488

**It's been calculated according to the auditor's data:**

Return on equity (ROE), %	9.79	13.52
Return on assets (ROA), %	6.05	8.18

Audit was made by KPMG Janat in compliance with international auditing standards. The bank's financial statement was correspondingly corrected in order to bring it in conformity with international accounting standards.

In the auditor's opinion, the financial statements exactly in all significant aspects reflects financial position of the bank as of December 31 of 2002, and also results of its activity, changes in the capital and cash flow for the year, which ended on December 31 of 2003, in compliance with international accounting standards.

**On May 28 of 2003** rating agency Standard & Poor's assigned credit rating "BB-" to term euronotes of senior unsecured debt of TuranAlem Finance B.V. (Rotterdam, Netherlands) of the third issue (\$225 m, semi-annual coupon 7.875% APR, maturity – June 2, 10). Data about it has been published in the site of official representatives of Standard & Poor's in the Internet. At present this issue is being prepared for issuing, and deal on its floatation is close to closing. Notes are issued on full security of Bank TuranAlem OJSC (Almaty) –



founder of TuranAlem Finance B.V.

**On May 28 of 2003** international rating agency Standard & Poor's assigned "BB-" credit rating to term notes of senior unsecured debt of Kazkommerts International B.V. (Rotterdam, Netherlands), with maturity on April 16 of 2013. Data about it has been published in the official representatives of Standard & Poor's in the Internet. The notes have been issued for the amount of \$350 m. with the coupon of 8.5% APR and were additionally floated to \$500 m. on April 30. The securities are entirely secured by the issuer's founder – KAZKOMMERTSBANK OJSC (Almaty).

**VALUT-TRANZIT BANK OJSC** (Karaganda) has provided KASE with the copy of minutes of annual general shareholders meeting, which was held on May 14 of 2003. In accordance with the accepted agenda shareholders of VALUT-TRANZIT BANK OJSC approved report of the Board of VALUT-TRANZIT BANK OJSC, the bank's financial statement for 2002, auditor's conclusion for 2002, changes and additions in the bank's charter and terms of bonds issue of VALUT-TRANZIT BANK OJSC of the second issue, and also made the following decisions.

Distribute the bank's net income for 2002 in the amount of KZT378.1 m. in the following way: spend KZT89.9 m. for dividends payment on privileged shares, KZT239.2 m. – for deductions to the reserve capital, KZT49.0 m. – for deductions to the bank's funds.

Approve the staff of the Board of directors of VALUT-TRANZIT BANK OJSC consisting of five persons: A. Alkeeva, Zh. Tungatarov, S. Murzakhanova, L. Shipilova, K. Karybaev.

**AMB OJSC** (Almaty), whose securities are circulating in Kazakhstan stock exchange's (KASE) "A" listing category, has presented KASE auditor's report made by Ernst & Young (Almaty), which had been made on the bank's consolidated financial statement for 2002, prepared in compliance with international accounting standards.

**Comparable indexes of financial and economic activity of AMB OJSC for 2002, according to the data of Ernst & Young**

(in th. KZT, unless otherwise specified):

<b>Indicator</b>	<b>2001</b>	<b>2002</b>
Issued authorized capital (paid excluding withdrawn)	3,099,100	3,099,974
Shareholders' equity	4,250,911	5,142,817
Total assets	39,038,552	58,221,432
Sum of liquid assets	13,207,527	20,310,529
Loans to clients (net)	24,119,982	34,761,711
Liabilities, total	34,787,641	53,049,890
Indebtedness to clients	20,066,744	31,545,022
Funds and loans of banks, other financial institutions and the Government	13,733,277	19,431,763
Issued bonds	–	1,593,595
Subordinate loan	711,431	–
Total revenues	5,193,095	7,430,329
General expenses	4,414,792	6,424,643
Net income	778,303	1,005,686
<b>It's been calculated according to auditor's data:</b>		
Return on equity (ROE), %	18.31	19.56
Return on assets (ROA), %	1.99	1.73
Earnings per share (EPS), KZT	388.58	354.73
Book value of one share, KZT	1,371.66	1,904.91

Audit of consolidated financial statement of the bank and daughter companies (hereinafter - Group) for 2002 was conducted by Ernst & Young in compliance with international auditing standards. The bank's financial statement was correspondingly corrected in order to bring it to conformity with international accounting standards.

The Group's consolidated financial statement as of December 31 of 2002 comprises financial statement of the bank and its two daughter companies – Insurance company ATF Policy CJSC (Almaty, insuring activity), in which the bank owns 100% of issued shares and "DB of AMB OJSC" "Bank Apogei" OJSC (Almaty, banking activity), in which the bank owns 94.7% of total number of issued shares.

The Group's financial statement was correspondingly corrected in order to bring it in conformity with international accounting standards.

In the auditor's opinion the consolidated financial statement exactly in all essential aspects reflects the Group's consolidated financial condition as of December 31 of 2002 and about consolidated results of its activity and cash flow for the year, which ended by the mentioned date, in compliance with international accounting standards.

## **KASE'S NEWS**

By the decision of KASE's Board dated May 27 of 2003 on the basis of the letter of Central depository of securities CJSC (Almaty) #24/980 dated May 26, 03, **since May 27 of 2003** trades in following securities of

TEMIRBANK OJSC (Almaty) and Kaztorgtekhnika OJSC (Almaty) have been renewed at KASE:

- common inscribed shares TEMIRBANK OJSC (KZ1C00260014; KASE's official "A" listing category, TEBN; KZT1,000.0, 3,690,000 shares);
- privileged inscribed shares of TEMIRBANK OJSC (KZ1P00260912; KASE's official "A" listing category, TEBNp; KZT1,000.0, 10,000 shares);
- common inscribed shares of Kaztorgtekhnika OJSC (KZ1C27930428; "Non-listing securities" sector, level 2, KTTH; KZT40.0, 128,350 shares).

According to the information, which has been received from Central depository of securities CJSC, all transactions on accounts of clients and nominal holders of the mentioned shares in the register of holders of securities of TEMIRBANK OJSC and Kaztorgtekhnika OJSC (Register-Center LLP) have been renewed.

**Prepared by Information agency of financial markets "IRBIS"**

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