

# WEEK OF STOCK MARKET OF KAZAKHSTAN

October 16 – 22

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## SUPPLEMENTAL INFORMATION

US dollar = **119.76** at official rate for the end of the period.

US dollar = **119.79** at weighted average rate of the Exchange for the end of the period.

Speed of tenge devaluation to dollar for the period at exchange's rate made **2.5% APR**.

### Money market indicators as of October 22 and change for the period

Indicator	Rate	Trend
TONIA	3.57	+0.85
Autorepo GS 3 days	4.20	+0.70
Autorepo GS 7 days	4.37	+0.31
Autorepo GS 28 days	4.50	–
KazPrime-3M	7.70	+0.72

### Stock securities' market indicators as of October 22 and change for the period

Index	Value	Trend
KASE	881.94	-14.17
KASE_BP	246.17	-2.60
KASE_BC	143.35	-3.22
KASE_BY	11.38	+1.21

## MAIN NEWS OF THE MARKET

**October 17 Company KAZAKHMYS PLC** (London) announces that discussions regarding a possible combination with a third party, first announced on 14 July 2008, have ended. As a result **Kazakhmys is no longer in an "offer period" for the purposes of The City Code on Takeovers and Mergers.**

**October 17 KASE** informed:

- **October 9, 2008 the Agency of the Republic of Kazakhstan on Regulation and Supervision of Financial Market and Financial Organizations (AFS) approved changes # 8 were into KASE internal document "Rules of repo transactions execution"** and put into effect from October 10, 2008. Mentioned changes are of editorial character.
- **By the decision of KASE Exchange Council on October 15, 2008 changes # 7 and additions and changes # 9 was approved in internal KASE document "Rules of repo transactions execution"** (Rules). Changes #7 were included to avoid situation when forced repo closing deals execution is conducted at the expense of cash or securities of clients, not involved in repo transactions. Changes #7 were agreed with AFS on September 30, 2008. Additions and changes #9 changes the system of responsibility for nonfulfilment of repo closing deals, which referred to repo transactions of nego method. Besides, additions and changes #9 specifies the term "guilty participant of repo transactions" and sphere of this term application. Changes #7 and additions and changes #9 will be effective since first working day, followed after agreed day with AFS.

**October 20 Alliance Bank JSC** (Almaty), had provided KASE with a copy of protocol of extra general shareholders' meeting dated October 7, 2008, according to which **shareholders of the bank decided to increase the amount of reserve capital of the bank to KZT34 bn.**

**October 20 Bank CenterCredit** (Almaty) informed KASE **on offering of 16,805,556 common shares KZ1C36280010 through exercising by the bank shareholders of the preferential purchasing right.** The offering price makes up KZT1,150 per share, the ratio of offered shares number to being offered shares number – 7.75438. The list of shareholders entitled to priority purchasing of being offered bank's shares was fixed based on the bank's shareholders registers system data as of October 17, 2008.

**October 20 The fundamental credit outlook for the Kazakh banking system is negative**, reflecting its weakening asset quality and stressed funding profile, **says Moody's Investors Service** in its new Banking System Outlook for Kazakhstan. The rating agency expects funding conditions for Kazakh banks to remain difficult in the short to medium term as cross-border refinancing is unlikely to be an option over this period and lower commodity prices would constrain funding from local corporate and retail customers. Moody's negative outlook for the Kazakh banking system expresses the rating agency's view on the likely future direction of fundamental credit conditions in the industry over the next 12 to 18 months. It does not represent a projection of rating upgrades versus downgrades. Nevertheless, Moody's believes most Kazakh banks navigated that phase

of the crisis relatively well as some of them were able to partly refinance their maturing debt and/or receive capital injections from their shareholders and liquidity support from the authorities. Moody's notes that, since the start of the credit crisis, the Kazakh government has taken a number of measures to stabilize the liquidity situation in the banking system and to assist the battered construction companies. On 13 October 2008, the president announced that US\$10 billion would be allocated to supporting the country's banking system and the economy as a whole. Until details of this plan are available, Moody's will be unable to assess its impact on banks' ratings, if any.

**October 21 the Minister of Economy Bakhyt Sultanov announced that the government of Kazakhstan downgraded GDP growth to 5.0 % for 2008** from 5.3 % expected earlier. Kazakh economy slowing growth is happening on the world financial crisis. Kazakhstan GDP in January – September 2008, according to operational data, grew by 4.0 %, compared to growth by 9.7 % over the same period of 2007.

**October 21 Anvar Saidenov, the Chairman of Board of the National Bank of Republic of Kazakhstan announced:**

- **Kazakhstan banks will not be able to obtain foreign refinancing for the upcoming maturity in 2009 of \$12 bn. foreign debt because of the global credit crisis**, but government support will help them fulfill their obligations. Banks managed to refinance \$7.5 bn. of the total of \$10.5 bn. to be paid in the first half of this year. The following year, the volume of such refinancing will be unattainable. "Assuming a conservative approach, they must be forecast at zero" - said Saidenov.
- **The National Bank of the Republic of Kazakhstan made a decision to increase the charter capital of Kazakhstan Deposit Guarantee Fund from KZT30 bn. to KZT100 bn.** The decision has been made in accordance with an order of the President of Kazakhstan Nursultan Nazarbaev, in accordance with which the maximum sum of individuals' deposits in commercial banks of the republic guaranteed by the state in case of force-majeure will be increased to KZT5 m. This norm will be effective three years. The decision will come into effect after approval of corresponding changes into current legislation of the republic.
- **a decision on reduction of minimum reserve requirement (MRR) for commercial banks for liquidity support purposes will be made Friday at the Board meeting.** According to his words, MRR is being discussed currently. At that, according to Saidenov, MRR will be made softer in such a manner as to release approximately KZT200-400 bn. for commercial banks.

**October 22 Mazhilis of Parliament of Republic of Kazakhstan** at the plenary session agreed with amendments of Senate **to the draft law "On amendments and additions to legislation on sustainability of financial system"**. The mentioned amendments were included into the law "On banks and bank activity", providing possibility of applying the separate measures in case of bank repeated violation of adequacy of shareholders equity coefficient and liquidity coefficient. Besides, these changes were included due to creation of state fund of national welfare SamrukKazyna.

## **SHARES MARKET**

### ***News of shares market***

**October 21 CAPITALIST Securities** (Almaty) on the basis of its application **was assigned market maker status on the special trading floor of the regional financial center of Almaty (STF RFCA) on the common stock KZ1C40310019 (aASBN) of Alliance Bank** (Almaty) traded in the official list of STF RFCA in the first category. The minimum mandatory quotation volume has been set in the amount of 3,000 MCI.

**Beginning October 21 trades in common stock KZ1C25280013** (trade code - aPRIN) of **Premier Strakhovanie** (Almaty) opened on the special trading floor of the Regional Financial Center of Almaty (STF RFCA). Shares were included in the STF RFCA official list August 29, 2008. Details on the securities and the issuer are available at the KASE website at: <http://www.kase.kz/emitters/prin.asp>

### ***Primary market sector***

No deals were made in this sector of KASE during the analyzed period. No offerings were made

### ***Secondary market sector (purchase and sale)***

A total of 382 deals were made in shares during the analyzed period. Average daily volume made \$5,810.8 th. or KZT695.9 m. and decreased compared to previous period (previous week weighted average volume made \$6,807.2 th. or KZT815.8 m.) by 14.7 %. In analyzed period 1.6 % (0.9 %) transactions on KASE in quantitative expression and 6.4 % (15.9 %) in volumetric expression were nego deals.

During the analyzed period deals were made by (in the parenthesis are given comparable indicators of the previous period) KASE's 36 (39) members. In deals 22 (30) denominations of shares were included. At that: 31.2 % (1.8 %) of gross-turnover of the market – 51.9 % (2.1 %) on purchasing transactions and 10.5 % (1.4 %) - on sale transactions were controlled by pension market subjects; 26.2 % (27.4 %) of gross-turnover of shares – 16.0 % (25.3 %) - on purchasing transactions and 36.5 % (29.4 %) - on sales transactions went through the depo accounts, registered on physical persons during the week. At that 1.3 % (23.7 %) of gross-turnover – 0.1 % (12.1 %) on purchase and 2.5 % (36.3 %) on sales transactions went through accounts of non-residents.

In the described period weighted average daily prices of 18 % (24 %) of names of shares involved into deals, made on KASE by methods of opened trades grew, prices of 77 % (63 %) – fell, prices of 5 % (13 %) remained unchanged. In the described period shares prices changed positively in the range from 0.45 % (NFBN) to 399.99 % (RMXR), negative change – from 0.04 % (TEBN) to 24.65 % (KZTK).

KASE index continued decreasing during the analyzed week. By results of Wednesday (22.10) the value of index was at 881.9 point.

Investors go on selling risk instruments (shares and corporate bonds) and primary resources; instead they purchased American currency, investing in treasury bonds of the USA (the process of “escape in quality”). All this happened as investors were sure that world economy will enter recession in nearest future and it will reflect in the level of trades of all leading companies, in particular company-exporters. This panic also touches shares of Kazakhstan banks and primary companies, which shares (depository receipts) are traded abroad. Investors on LSE now sale shares of developing markets` companies, preferring investments in no risk assets.

Situation on the next week will likely to remain unchanged: domestic investors will sell shares of Kazakhstan companies, following the world markets panic.

Detailed results of trades in shares on KASE are given in the table.

**Results of share trades on KASE, including STF of RFCA within October 16 – 22 (only by data of deals, made on the secondary market of KASE by the methods of opened trades)**

Share code on KASE	Price, KZT per share:				Volume of deals th. USD	Num-ber of deals	Best for the period:			
	on the last deal:		for last 365 days:				bid	offer		
	min.	max.	price	trend, %						
aPRIN	8,384.00	8,384.00	8,384.00		8,384.00	8,384.00	4,175.20	1	10,000.00	8,384.00
aREAL	5.00	5.00	5.00		0.76	5.00	3,340.01	1	5.00	5.00
ASBN	8,600.00	8,910.00	8,910.00	+3.6	8,500.00	39,500.00	25.72	5	8,910.00	8,600.00
ASFI	22,728.01	22,728.01	22,728.01	-1.2	9,700.00	25,000.00	23.34	2	22,728.01	22,728.01
ASFlp	20,920.55	25,000.00	22,728.00	0	10,000.00	25,000.00	2,629.51	4	25,000.00	20,920.55
BTAS	24,000.00	30,000.00	25,000.00	-10.7	24,000.00	125,000.00	1,702.75	19	30,000.00	24,000.00
CCBN	850.00	1,000.00	870.00	-13.0	850.00	2,000.00	599.77	56	1,000.00	850.00
CSBN	4,509.22	4,509.22	4,509.22	0	3,850.00	6,105.00	34.49	2	4,509.22	4,509.22
GB_ENRC	791.01	946.50	840.00	-20.0	791.01	3,750.00	144.33	22	870.00	791.01
GB_KZMS	730.00	890.00	800.00	-12.1	730.00	4,600.00	96.04	18	803.00	730.00
GLOT	5,700.00	5,700.00	5,700.00		5,700.00	5,700.00	7,140.47	4	5,854.55	5,700.00
HSBK	100.00	199.00	101.01	-12.2	100.00	619.00	399.59	49	199.00	100.00
KIBN	260.00	260.00	260.00	-3.7	260.00	385.00	6.51	1	260.00	260.00
KKGB	190.00	234.00	220.01	-2.2	190.00	1,255.00	377.04	33	234.00	190.00
KKGBp	146.00	146.00	146.00	-8.2	146.00	440.00	31.70	3	146.00	146.00
KZTK	17,500.00	22,500.00	17,500.00	-22.2	17,500.00	41,000.00	785.46	21	28,000.00	17,500.00
KZTKp	4,700.00	5,500.00	5,000.00	-9.1	4,700.00	24,600.00	90.66	17	5,800.00	4,700.00
MREK	2,490.00	2,490.00	2,490.00	-0.4	2,490.00	2,970.00	20.79	1	2,700.00	2,490.00
NFBN	4,900.00	4,900.00	4,900.00	+2.1	1,321.00	5,222.77	0.74	1	4,900.00	4,900.00
RDGZ	7,550.00	9,900.00	7,585.00	-24.2	7,550.00	24,595.00	1,308.09	99	9,900.00	7,550.00
RMXR	4.99	5.00	5.00	+400.0	1.00	5.00	1,711.75	4	5.00	4.99
TEBN	5,000.00	5,000.00	5,000.00	0	4,450.46	8,500.00	4.17	1	5,280.00	5,000.00
TEBNp	1,000.00	1,730.00	1,000.00	-16.7	1,000.00	2,805.00	2,314.99	3	1,730.00	1,000.00
TSBN	970.00	1,240.00	970.00	-23.3	970.00	2,700.01	243.75	9	1,240.00	970.00
<b>24</b>							<b>27,206.87</b>	<b>376</b>		

**Notes:** Trends are given relative to the last deal of the previous month (September 15 – October 15, 2008). If deals were not made in the previous month the trend is not calculated. Full list of issuers' symbols is available at [http://www.kase.kz/instruments/nzb\\_code.htm](http://www.kase.kz/instruments/nzb_code.htm)

## CORPORATE BOND MARKET

### *News of corporate bond market*

**Beginning October 16, bonds** KZ2C0Y01C506 (IKBKb1; KZT100, KZT50.0 m.; October 16, 07 – October 16, 08, the semi-annual coupon 12.00 % APR) of **Ili Cardboard and Paper Mill JSC** (Almaty Region) **are excluded from KASE official list** of the second subcategory of category "Debt Securities without the Rating" **due to expiration of their circulation period**. These bonds were included into KASE category "B" official list from October 16, 2007, trades in them were opened on April 9, 2008. From September 1, 2008 the mentioned securities were included into the second subcategory of category "Debt Securities without the Rating". During securities circulation on KASE in the purchasing-selling sector the yield of bonds to maturity for buyers on deals, concluded by the open trades method, varied from 15.9999 % APR to 24.9999 % APR. The last deal was made on May 19, 2008 on the yield 20.0001 % APR.

**Beginning October 17, 2008, international bonds** XS0232868827 (CSBNe1; \$100,000, \$150,0 m.; October 17, 05 – October 17, 08, the semi-annual coupon 7.875 % APR) of **BANK CASPIAN** (Almaty) **were excluded from KASE official list of the first subcategory of category "Debt Securities without the Rating" due to the circulation period termination**. These bonds were included into KASE category "A" official list from October 17, 2005, trades in the were not opened. From September 1, 2008 these securities were included into the first subcategory of category "Debt Securities without the Rating". According to issuer, the sum of coupon payment made **\$4,617,506.25**. Maturity sum is **\$117,270,000.00**.

**Beginning October 17 international bonds of TuranAlem Finance B.V.** (Rotterdam, the Netherlands) **were included** in the KASE official list of category Rated debt securities, issued within the bonds program limits on 100 % security of BTA Bank (Almaty):

- US89989EAF43 (\$350.0 m.; 10.02.05 – 10.02.15, semiannual coupon 8.50 % APR, 30/360) under code **BTASe5**;
- XS0251881289 (\$250.0 m.; 25.04.06 – 25.04.13, semiannual coupon 7.75 % APR, 30/360) under code **BTASe6**

Trades in the bonds will be announced later. Details on the issue will be available on KASE website on October 17 at <http://www.kase.kz/emitters/btase.asp>.

**Beginning October 21 Subsidiary of BTA Bank – BTA Securities** (Almaty) on the basis of its application **was assigned market maker status on bonds** KZ2C0Y05C465 (KASE official list, the second subcategory of category "Non-rated debt securities", TMLZb1; KZT1,000, KZT500.0 m.; 03.04.07 – 03.04.12, semiannual coupon indexed to inflation rate, 11.00 % APR as for the current coupon) of **Temirleasing** (Almaty) with the minimum mandatory quotation volume for market maker has been set in the amount of 2,400 bonds.

**Beginning October 22 trades in bonds of Alliance Bank** (Almaty) were opened in the KASE secondary market sector:

- **KZP02Y07C960** (ASBNb12, KZT1,000; KZT7.0 bn.; 20.09.08 – 20.09.15, semiannual coupon 11.00 % APR, 30/360);
- **KZP03Y02C969** (ASBNb13, KZT1,000; KZT5.0 bn.; 20.09.08 – 20.09.10, semiannual coupon 11.00 % APR, 30/360);
- **KZP04Y10C960** (ASBNb14, KZT1,000; KZT15.0 bn.; 20.09.08 – 20.09.18, semiannual coupon 11.00 % APR, 30/360).

Finance company Alliance Capital (Almaty) is a market maker on the bonds on KASE with 2,400 bond minimum mandatory quote volume. The bonds were included in the KASE official list in the first subcategory of category "Non-rated debt securities" October 13, 2008. Details on the issue and the issuer are available at the KASE website: <http://www.kase.kz/emitters/asbn.asp>

**Beginning November 3 Finance company REAL-INVEST.kz** (Almaty) was released from execution of duties of KASE market maker on **common shares KZ1C33820016** (TSBN) of **Tsesnabank** (Astana), tradable in the KASE official list of the first category.

### *Primary market sector*

No deals were made in this sector of KASE during the analyzed period. No offerings were made.

## Secondary market sector (purchase and sale)

A total of 192 deals were made in bonds during the analyzed period on KASE. The weighted average volume made \$12,430.4 th. or KZT1 488.8 m. and decreased in comparison with the previous period (\$37,049.7 th. and KZT4 440.4 m. correspondingly) by 3.0 times. In the analyzed period no nego deals were made.

During the analyzed period (in parenthesis there are comparable indicators of previous week) deals were made by KASE's 33 (44) members on 90 (37) instruments. At that 6.7 % (0.7 %) of gross-turnover passed through accounts of pension market subjects 13.0 % (1.4 %) on purchasing transactions and 0.5 % (0.01 %) on sales operations. 36.7 % (19.3 %) of exchange's gross-turnover of corporate bonds – 18.2 % (22.9 %) on purchasing transactions and 55.2 % (15.7 %) on sale transactions, passed through depo accounts registered on physical persons. At that 0.007 % (22.1 %) of gross-turnover of corporate bonds – 0.08 % (0.7 %) on purchase and 0.06 % (43.6 %) on sales transactions went through accounts of non-residents

By results of period 39 names of bonds were characterized by growth of average weighted net price on the opened market, 33 – of decrease. Deals with HSBKb12, KMSBb1 and TEBNb17 were made for the first time. aHSBKb7(-34.7 %), ORNKb1 (-24.9 %), HSBKb10 (-24.4 %), HSBKb11 (-22.9 %), aBTTRb1 (-21.3 %), aHSBKb9 (-21.2 %), HSBKb7 (-20.2 %), HSBKb8 (-17.5 %), HSBKb9 (-17.2 %) and BTTRb1 (-12.1 %) seemed re-sold, while bonds KZIKb4 (+23.6 %), KASTb2 (+16.8 %), EUBNb3 (+11.7 %), NFBNb1 (+11.4 %) and BTAIb5 (+10.1 %) seemed re-purchased. Yield to maturity for buyers on deals made decreased during the week for 22 bonds, increased for 45.

Detailed data on corporate bond market is given in trade's results table.

### Results of bond trades on KASE, including STF of RFCA within October 16 – 22, 08 (only on data of deals , made on secondary market of KASE by the methods of opened deals)

Bond code on KASE	Yield to maturity for a buyer, % APR:						Volume of deals th. USD	Number of deals	Best for the period:	
	on the last deal:		for last 365 days:		bid	offer				
	min.	max.	yield	trend					min.	max.
aBTTRb1	26.00	26.00	26.00	+6.0	15.99	26.00	13.03	2	24.00	26.00
aHSBKb4	16.00	16.00	16.00		16.00	16.00	20.90	1	6.94	16.00
aHSBKb7	18.00	18.00	18.00		18.00	18.00	11.77	1	12.53	18.00
aHSBKb9	13.23	13.23	13.23		13.23	13.23	12.26	1	13.23	15.00
aREALb1	12.00	12.00	12.00		12.00	12.00	2,430.12	1	12.00	12.00
ASBNb1	25.00	32.00	30.00	+5.0	14.50	111.04	1,328.14	5	25.00	32.00
ASBNb10	15.00	20.00	15.00	0	9.75	20.00	155.18	2	9.75	20.00
ASFib24	12.00	12.00	12.00	-0.5	9.10	14.01	2,544.26	1	10.00	12.00
ASFib3	16.00	16.00	16.00	0	6.00	16.00	37.44	2	16.00	16.00
ASFib5	15.50	15.50	15.50	0	12.11	15.50	260.77	2	15.50	15.50
ASFib6	16.00	16.00	16.00		12.00	16.00	17.36	1	16.00	16.00
ASFib7	21.00	21.00	21.00	0	11.00	21.00	10.61	1	21.00	21.00
ASFib8	14.00	14.00	14.00		9.00	15.50	15.76	1	14.00	14.00
ATFBb5	13.00	13.00	13.00		11.00	13.00	14.78	1	11.00	13.00
ATFBe2	8.00	20.00	19.50	+11.5	6.00	20.00	142.12	11	8.00	20.00
BTAIb1	14.00	14.00	14.00	0	7.10	14.00	13.22	1	14.00	14.00
BTAIb2	15.00	15.00	15.00		13.00	15.00	16.34	1	15.00	15.00
BTAIb4	18.50	19.50	19.50	+1.0	11.28	106.15	45.92	3	18.50	21.00
BTAIb5	14.00	14.00	14.00		9.24	101.34	14.17	1	10.00	14.50
BTAIb8	15.00	15.00	15.00		13.00	15.01	13.72	1	15.00	15.00
BTASb2	16.50	16.50	16.50	0	12.50	17.50	13.24	1	16.50	16.50
BTASb4	19.00	19.50	19.50	+1.0	11.20	47.47	35.97	3	19.00	21.00
BTASb7	8.50	8.60	8.60	0	6.73	14.00	4,447.97	6	8.50	8.60
BTASb9	11.00	11.00	11.00	0	9.00	13.00	14.99	1	11.00	11.00
BTASe3	17.56	19.90	19.90	+2.5	13.38	19.90	46.59	3	17.56	19.95
BTTRb1	22.00	26.00	26.00	+4.0	6.99	26.00	187.40	3	22.00	26.00
CCBNb17	9.00	11.00	11.00		9.00	12.00	36.48	2	9.00	11.00
CCBNb3	15.00	15.00	15.00	0	9.00	20.93	16.49	1	15.00	15.00
CCBNb9	14.50	14.50	14.50	0	7.50	14.50	13.10	1	14.50	14.50
CSBNb2	14.00	14.00	14.00	0	10.10	15.22	14.63	1	14.00	14.00
CSBNb3	10.50	10.50	10.50		9.50	12.00	30.06	2	10.50	10.50
CSBNb4	13.90	14.00	14.00	0	10.50	14.00	42.37	2	13.90	14.00
CSBNb6	13.25	13.25	13.25	-0.1	9.40	16.10	13.94	1	11.45	13.25
EUBNb3	11.00	11.00	11.00	-3.3	9.50	15.00	8.39	1	11.00	11.00
EXBNb1	13.00	16.00	16.00	+2.5	8.61	22.00	50.17	4	13.00	16.00
GLOb2	14.00	15.00	15.00	0	7.00	15.00	730.10	3	14.00	15.00
HSBKb10	14.55	20.00	17.00		8.20	20.00	101.47	12	14.55	20.00
HSBKb11	14.00	20.00	16.00		7.50	20.00	85.32	9	14.00	20.00
HSBKb12	15.00	20.00	18.00		15.00	20.00	58.72	4	11.48	20.00
HSBKb3	14.00	14.00	14.00	+2.4	10.00	93.00	15.86	1	13.77	15.00

To be continued on the page 6

Continued of table

**Results of bond trades on KASE, including STF of RFCA within October 16 – 22, 08  
(only on data of deals, made on secondary market of KASE by the methods of opened deals)**

Bond code on KASE	Yield to maturity for a buyer, % APR:						Volume of deals th. USD	Number of deals	Best for the period:	
	min.	max.	on the last deal:		for last 365 days:				bid	offer
			yield	trend	min.	max.				
HSBKb7	16.00	16.00	16.00		9.25	16.00	11.05	1	12.53	16.00
HSBKb8	13.50	16.00	13.50		9.48	16.00	38.41	3	10.20	16.00
HSBKb9	16.00	16.00	16.00		7.72	16.00	10.78	1	13.23	16.00
<b>KASTb2</b>	<b>13.00</b>	<b>13.00</b>	<b>13.00</b>	<b>-7.0</b>	<b>9.99</b>	<b>20.00</b>	<b>101.64</b>	<b>1</b>	<b>10.50</b>	<b>13.00</b>
KAZIb1	16.40	16.40	16.40		11.00	16.40	33.32	1	16.40	16.40
<b>KIBNb3</b>	<b>14.00</b>	<b>14.00</b>	<b>14.00</b>	<b>0</b>	<b>12.00</b>	<b>14.10</b>	<b>4,599.41</b>	<b>3</b>	<b>12.00</b>	<b>14.00</b>
<b>KKAGb1</b>	<b>14.50</b>	<b>14.50</b>	<b>14.50</b>	<b>0</b>	<b>10.30</b>	<b>19.00</b>	<b>36.35</b>	<b>2</b>	<b>14.50</b>	<b>14.50</b>
KKAGb3	12.50	12.50	12.50		11.50	21.30	19.54	1	12.50	12.50
<b>KKGBe5</b>	<b>21.20</b>	<b>21.20</b>	<b>21.20</b>	<b>+1.3</b>	<b>7.87</b>	<b>21.20</b>	<b>0.52</b>	<b>1</b>	<b>21.20</b>	<b>21.20</b>
<b>KKGBe6</b>	<b>23.07</b>	<b>28.69</b>	<b>25.41</b>	<b>+4.4</b>	<b>6.96</b>	<b>28.69</b>	<b>97.72</b>	<b>8</b>	<b>23.07</b>	<b>28.69</b>
KMSBb1	15.00	15.00	15.00		15.00	15.00	2,618.00	2	15.00	15.00
KZASb2	8.70	8.70	8.70		8.66	8.70	19.06	1	8.70	8.70
KZIKb18	10.25	10.25	10.25		10.25	10.25	8,287.57	2	10.00	10.25
<b>KZIKb3</b>	<b>15.10</b>	<b>15.10</b>	<b>15.10</b>	<b>+2.1</b>	<b>13.00</b>	<b>18.60</b>	<b>48.39</b>	<b>1</b>	<b>15.00</b>	<b>15.10</b>
KZIKb4	15.00	15.00	15.00		11.40	101.09	20.99	1	15.00	15.00
<b>KZIKb7</b>	<b>13.50</b>	<b>13.50</b>	<b>13.50</b>	<b>+0.5</b>	<b>11.50</b>	<b>17.60</b>	<b>7,528.93</b>	<b>8</b>	<b>13.50</b>	<b>13.50</b>
<b>KZIKb8</b>	<b>12.00</b>	<b>14.50</b>	<b>13.50</b>	<b>+0.5</b>	<b>7.00</b>	<b>16.50</b>	<b>6,606.89</b>	<b>4</b>	<b>12.00</b>	<b>15.00</b>
LOGCb1	10.30	10.30	10.30		10.30	10.30	79.56	2	10.30	10.30
NFBNb1	10.00	10.00	10.00		9.51	20.06	1,840.40	2	10.00	12.00
<b>NRBNb4</b>	<b>12.50</b>	<b>13.75</b>	<b>12.50</b>	<b>0</b>	<b>9.00</b>	<b>19.50</b>	<b>1,791.96</b>	<b>15</b>	<b>1.00</b>	<b>13.75</b>
<b>ORDBb2</b>	<b>15.00</b>	<b>15.00</b>	<b>15.00</b>	<b>0</b>	<b>9.00</b>	<b>15.00</b>	<b>2,382.04</b>	<b>1</b>	<b>13.00</b>	<b>15.00</b>
<b>ORDKb2</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>0</b>	<b>16.00</b>	<b>16.02</b>	<b>125.23</b>	<b>1</b>	<b>16.00</b>	<b>16.00</b>
<b>ORNBb1</b>	<b>10.00</b>	<b>29.00</b>	<b>28.80</b>	<b>+17.8</b>	<b>10.00</b>	<b>34.80</b>	<b>920.15</b>	<b>4</b>	<b>10.00</b>	<b>29.00</b>
<b>RESCb1</b>	<b>15.00</b>	<b>15.00</b>	<b>15.00</b>	<b>0</b>	<b>12.07</b>	<b>17.00</b>	<b>84.43</b>	<b>1</b>	<b>15.00</b>	<b>15.00</b>
<b>TEBNb16</b>	<b>8.50</b>	<b>8.50</b>	<b>8.50</b>	<b>0</b>	<b>7.99</b>	<b>13.00</b>	<b>6.69</b>	<b>1</b>	<b>8.50</b>	<b>8.50</b>
TEBNb17	15.00	15.00	15.00		15.00	15.00	4,645.66	1	9.00	15.00
TEBNb6	10.50	10.50	10.50		9.50	10.50	18.60	1	10.50	10.50
<b>TMLZb1</b>	<b>12.67</b>	<b>12.67</b>	<b>12.67</b>	<b>+1.7</b>	<b>11.00</b>	<b>12.86</b>	<b>64.02</b>	<b>2</b>	<b>12.67</b>	<b>12.67</b>
TSBNb2	16.00	16.00	16.00		10.74	16.00	13.05	1	16.00	16.00
<b>TSBNb3</b>	<b>12.50</b>	<b>12.50</b>	<b>12.50</b>	<b>0</b>	<b>11.03</b>	<b>18.00</b>	<b>34.50</b>	<b>2</b>	<b>12.50</b>	<b>12.50</b>
<b>TSBNb5</b>	<b>18.00</b>	<b>18.00</b>	<b>18.00</b>	<b>0</b>	<b>10.00</b>	<b>20.00</b>	<b>345.89</b>	<b>5</b>	<b>18.00</b>	<b>18.00</b>
TSBNb6	10.00	10.00	10.00		10.00	10.00	9.51	1	10.00	10.00
TSNAb1	10.00	10.00	10.00		10.00	11.00	6,441.34	1	10.00	10.00
TSSMb1	12.50	14.00	13.90		1.00	18.00	173.05	8	12.50	14.50
<b>VITAb5</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>0</b>	<b>12.10</b>	<b>29.00</b>	<b>16.49</b>	<b>1</b>	<b>16.00</b>	<b>16.00</b>
75							62,152.26	192		

**Notes:** Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous month (September 15 – October 15, 2008). If deals were not made in the previous month the trend is not calculated. Full list of issuers symbols is available at [http://www.kase.kz/instruments/nzb\\_code.htm](http://www.kase.kz/instruments/nzb_code.htm).

In the **Debt certificates sector on STF RFCA** no deals were made.

## GOVERNMENT SECURITIES (GS) SECTOR

### Primary market sector

**October 20**, in the Exchange trading system was held the auction on placement of **government short-term treasury obligations of the Ministry of Finance of the Republic of Kazakhstan MEKKAM-12 of 92<sup>nd</sup> issue** (KZK1KY010927, MKM012\_0092; KZT100, 20.10.08 – 20.10.09, actual/actual) on which the Ministry of Finance planned to borrow KZT10.0 bn. 5 primary dealers participated in the trades, which were category “K” KASE members. Through these subjects, investors submitted 11 bids (9 limited and 2 market) which until the bids’ confirmation time expired had left active. Total volume of active bids (volume of demand) made KZT11,841.3 m. and exceeded the suggested volume in 1.3 times. The price in limited active bids, varied from 91.7431 % APR (9.0000 %) to 93.0233 % APR (7.4999 %), making in average weighted expression 92.9021 % APR (7.6402 %). In the total volume of active orders, the second-tier banks stake (STB) fall – 88.7 %, clients of STB – 8.2%, clients of brokerage and dealers organizations – 3.1 %. **By the results of trade**, the issuer satisfied bids on purchasing **113 460 000 bonds** at the amount of **KZT10 554 423 618.00**, at net price **93.0233 % (7.4999 % APR)** exceeding the planned volume in 1.1 times. By the results of auction, 90.8 % from the total number of placed bonds were re-purchased by the second-tier banks, 9.2 % - by STB clients.

## Secondary market sector (purchase - sale)

In the analyzed period total volume of 27 deals made on KASE made KZT21, 518.2 m. (\$16.7 m.). In the previous period (October 9 – 15, 2008) the given indicator was equal to KZT1,995.6 m. or \$16.7 m. with 17 deals. Stake of exchange's turnover in total volume of Kazakhstan GS secondary market on comparative operations of purchase and sale in the analyzed period made 100.0 %.

### Parameters of Exchange's transactions in GS within October 16 – 22, 2008

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, m. tenge discounted	Number of deals
	min	max	last deal	weighted average		
<b>Discount (KZT): MEKKAM, notes of National Bank</b>				<b>94.6 % (0%) of purchase and sale sector's turnover</b>		
Less than 8	5.76	26.20	5.76	14.73	178.1	2
8 - 14	6.50	6.50	6.50	5.50	49.9	1
15 – 28	5.58	5.76	5.76	5.74	552.9	3
92 - 181	6.98	10.00	7.10	7.07	10,260.6	10
182 - 364	7.49	7.49	7.49	7.49	9,305.0	5
Total					<b>20,346.5,(0)</b>	<b>21 (0)</b>
<b>Coupon (KZT): MEOKAM-36</b>				<b>5.4 % (100.0 %) of purchase and sale sector's turnover</b>		
731 - 1095	8.30	9.50	8.45	8.50 (8.37)	676.1	5
1826 - 2190	7.90	7.90	7.90	7.90 (5.50)	495.6	1
Total					<b>1,171.7 (1,995.6)</b>	<b>6,(17)</b>
<b>GRANDTOTAL</b>					<b>21,518.2,(1,995.6)</b>	<b>27,(17)</b>

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