

KAZAKHSTAN STOCK EXCHANGE

Approved

by Kazakhstan Stock Exchange
Management Board decision

(meeting minutes No. 165
of September 9, 2011)

Effective

from September 15, 2011

NOTICE

The Regulations below in English have been translated by employees of Kazakhstan Stock Exchange for information purposes only. In case of any incompliance of this translation with the Regulations original version in Russian, the latter prevails.

REGULATIONS on Examining Board

Almaty

2011

Chapter 1. GENERAL PROVISIONS

1. These Regulations on the Examining Board (hereinafter – the Regulations) have been developed in accordance with laws of the Republic of Kazakhstan and internal documents of JSC "Kazakhstan Stock Exchange" (hereinafter – the Exchange), including, but not limited to, the Rules on Certification of the Trading System Users, Procedure for Conducting Electronic Testing of Trading System Users and Regulations on Membership, and they define the composition, authorities, rights, liabilities and responsibility of the Examining Board.
2. The Examining Board is a permanently operating body of the Exchange, whose tasks include arranging and conducting electronic testing of candidates for users of the Exchange's trading system (hereinafter – the candidate), and other activities stipulated by the Regulations and Procedure for Conducting Electronic Testing of Trading System Users.
3. A member of the Exchange's Management Board who oversees trading (hereinafter – the Supervisor), shall also supervise activities of the Examining Board.

Chapter 2. EXAMINING BOARD'S COMPOSITION

4. The Exchange's Examining Board includes:
 - 1) the Trading Department's director (chairman of the Examining Board);
 - 2) an employee of the Unit for Arranging and Conducting Trading (Secretary of the Examining Board);
 - 3) employee of the Testing Unit;
 - 4) employee of the Supervisory Unit.
5. Members of the Examining Board, the secretary and persons substituting them (for the period of their absence due to leave, business trip, illness and for other reasons), are appointed by decision of the Exchange's Management Board.

Chapter 3. EXAMINING BOARD'S FUNCTIONS

6. The Examining Board does the following:
 - 1) interaction with Exchange members: work with candidates, counseling on operation of the Exchange's trading system and regulatory base regulating trading at the Exchange;
 - 2) conducting and arranging electronic testing;
 - 3) consideration of candidates' documents and taking decisions on their admittance to electronic testing;
 - 4) providing candidates with access to electronic testing;
 - 5) monitoring and drawing up the list of questions for taking electronic tests;
 - 6) entering questions into the database of electronic testing;
 - 7) detecting faults in the operation of the electronic testing software, collecting and registering data on faults detected with their consequent forwarding to appropriate units of the Exchange;
 - 8) collecting and analyzing suggestions and recommendations as on how to improve the operation of the electronic testing system for the purpose of their introduction into later versions;
 - 9) taking minutes of meetings of the Examining Board and maintaining the electronic testing log (responsibility of the secretary of the Examining Board);
 - 10) preparing reports on test results;
 - 11) carrying out other liabilities necessary for arranging and conducting electronic testing.

Chapter 4. RIGHTS OF EXAMINING BOARD MEMBERS

7. Members of the Examining Board may:
- 1) obtain complete information from exchange members and internal units of the Exchange which is necessary for fulfillment of their functions;
 - 2) take part in discussing issues related to arranging and conducting electronic testing;
 - 3) take part in preparing drafts of the Exchange's internal documents, initiate changes and additions to the Exchange's internal documents currently in force;
 - 4) present for consideration by the Trading Department's director and Supervisor suggestions as on how to improve the operation of the electronic testing system software;
 - 5) in the course of their operation, as required, interact with other units of the Exchange.

Chapter 5. LIABILITIES OF EXAMINING BOARD MEMBERS

8. Members of the Examining Board must:
- 1) duly perform functions provided by the Regulations;
 - 2) provide candidates with all information necessary for test taking, amongst other things, also by means of instructing about taking electronic tests prior to taking such tests;
 - 3) ensure confidentiality of data they receive due to their fulfillment of functions of the Examining Board, including information constituting an official or commercial secret, as well as that classified as confidential information in accordance with the Exchange's internal documents and laws of the Republic of Kazakhstan;
 - 4) be independent and impartial whilst taking part in the Examining Board's activities;
 - 5) observe safety rules, workplace hygiene, fire safety regulations and industrial safety regulations;
 - 6) improve their qualification, inter alia, by way of studying relevant regulatory legal acts of the Republic of Kazakhstan, internal documents of the Exchange, financial literature and other literature.
9. Members of the Examining Board carry responsibility for non-fulfillment or improper execution of liabilities specified in the Regulations, in accordance with the Exchange's internal documents and laws of the Republic of Kazakhstan.

President

K. Damitov