

KAZAKHSTAN STOCK EXCHANGE

A p p r o v e d

by the decision of Kazakhstan
Stock Exchange Board

of January 17, 2003 No. 8/1

E f f e c t i v e

from January 20, 2003

N O T I C E

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

REGULATIONS on Committee on Indices and Securities Valuation

*(This document's title has been changed following a decision of the Exchange's Board
of June 10, 2011).*

Almaty

2003

LIST OF AMENDMENTS

1. By decision of the Board of Directors of JSC "Kazakhstan Stock Exchange" (minutes No. 1 (з) of January 15, 2004) the words "closed joint-stock company "Kazakhstan Stock Exchange"" were replaced by "joint-stock company "Kazakhstan Stock Exchange"" in appropriate cases and "CJSC "Kazakhstan Stock Exchange"" by "JSC "Kazakhstan Stock Exchange"" in all internal documents of the Exchange.
2. **Additions No. 1:**
 - approved by decision No. 107/0 of Kazakhstan Stock Exchange Board of August 14, 2008;
 - effective from August 14, 2008.
3. **Additions No. 2**
 - approved by decision No. 393 of Kazakhstan Stock Exchange Board of November 10, 2010;
 - effective from November 10, 2010;
4. **Amendments No. 3**
 - approved by decision No. 83 of Kazakhstan Stock Exchange Board of June 10, 2011;
 - effective from January 23, 2012;

These Regulations define the order of forming, activities, functions and authorities of the Kazakhstan Stock Exchange (hereinafter – the Exchange) Committee on Indices and Securities Valuation (*this paragraph was changed by the Exchange Board of Directors decision of January 15, 2004 and Exchange Board decision of June 10, 2011*).

1. The Committee on Indices and Securities Valuation (hereinafter – the Committee) is formed of the Exchange employees, one of which is the Committee Chairman and others are the Committee members (*this paragraph was changed by the Exchange Board decision of June 10, 2011*).

The Committee on Indices and Securities Valuation staff and its number are determined by orders of the Exchange President or the person replacing him. Given this one of the Exchange Board members shall be appointed as the Committee Chairman (*this paragraph was changed by the Exchange Board decision of June 10, 2011*).

Orders of the Exchange President or person replacing him may establish the replacement order of absent chairman and/or the Committee members (*this paragraph was changed by the Exchange Board decision of June 10, 2011*).

2. The Committee main functions include:
 - 1) development of basic securities and other financial instruments valuation methods for purposes, stipulated by the Exchange internal documents (hereinafter – the Valuation);
 - 2) setting parameters, used at automated Valuation and in compliance with the Exchange internal documents is the Committee field of competence;
 - 2–1) forming of representative lists for calculation of the stock market indices in compliance with the Exchange internal documents (*this sub-item was included by the Exchange Board decision of August 14, 2008*);
 - 2–2) determination of free floating shares number for the stock index calculation (*this sub-item was included by the Exchange Board decision of August 14, 2008*);
 - 2-3) defining of risk parameters on the futures market (*this sub-item was included by the Exchange Board decision of November 10, 2010*);
 - 2-4) control of sufficiency of reserves and guarantee funds sizes on the futures market (*this sub-item was included by the Exchange Board decision of November 10, 2010*);
 - 3) other functions stipulated by the Exchange internal documents.
3. The Committee is entitled:
 - 1) in cases, stipulated by the Exchange internal documents:
 - to exercise special setting of parameters, used at automated Valuation;
 - to change established by the Exchange internal documents parameters, used at automated Valuation;
 - to independently implement manual Valuation;
 - to exclude from the stock market indicators calculation parameters of individual deals, concluded on implemented by the Exchange trades, and orders for deals conclusion on implemented by the Exchange trades (*this paragraph was included by the Exchange Board of August 14, 2008*);
 - to change existing risk parameters on the futures market (*this paragraph was included by the Exchange Board decision of November 10, 2010*);
 - to develop recommendations related to changing the mandatory guarantee fee size on the futures market and the reserves fund size (subject to approval by the Exchange Board of Directors) (*this paragraph was included by the Exchange Board decision of November 10, 2010*);
 - 2) to exercise other authorities, stipulated by the Exchange internal documents.
4. The Committee meetings are held in periodicity and time-frame, established by the Exchange internal documents, and in any time by order of the Exchange President or person replacing him

or on the Committee Chairman initiative *(this item was changed by the Exchange Board decision of June 10, 2011)*.

5. The Committee is authorized to make decisions, if in its meeting participates not less than two thirds of the Committee members or individuals, entitled to replace them.

If orders of the Exchange President or person replacing him do not determine an individual entitled to replace the Committee Chairman, in his/her absence the Committee meeting shall be convened and conducted by one of the Exchange Board members by order of the Exchange President or person replacing him *(this paragraph was changed by the Exchange Board decision of June 10, 2011)*.

6. The Committee decisions are documented by protocols, signed by participated in its meeting individuals.

President

A. Joldasbekov