

## WEEK OF STOCK MARKET OF KAZAKHSTAN

February 28 – March 4, 2011

DATE	INDEX KASE	USDKZT	TONIA	TWINA	KAZPRIME
25.02.11	1,808.41	146.00	0.1364	0.3383	1.7400
28.02.11	1,815.83	146.02	0.1686	0.3368	1.7400
01.03.11	1,840.86	145.9	0.164	0.5472	1.7400
02.03.11	1,809.03	145.83	0.1832	0.4069	1.7400
03.03.11	1,821.32	145.79	0.1429	0.3654	1.7400
04.03.11	1,841.10	145.68	0.1094	0.2777	1.7400
TREND	32.7	-0.3	-0.03	-0.1	0
%	+1.8	-0.2	-19.8	-17.9	0

### Main news of stock market

On February 28 the National Bank of Kazakhstan lifted the currency corridor tenge and moved to a regime of managed floating exchange rate, reported in a national business forum of Vice-Chairman of the National Bank of Kazakhstan Mr. Daniyar Akishev. He explained that in 2009 introduced a currency corridor and immediately announced that it will be a temporary measure aimed at stabilizing the situation, the forex market. At the moment, the exchange rate of the tenge against the U.S. dollar is fully stabilized, Mr. D. Akishev added.

On March 1, Agency for Statistics of Kazakhstan Republic reported that:

- Inflation in Kazakhstan in February 2011 was 1.5%.
- subsistence minimum in February 2011 was 15,338 KZT.
- food prices in February 2011 compared with February 2010 increased by 13%.
- prices of manufacturers of industrial products in February 2011 increased by 3.2%.

On March 3 published the results of trades at KASE on the first two months of 2011:

- stock trading volume on KASE (excluding transactions repo) made 12.9 billion KZT (equivalent to 87.8 million U.S. dollars) and increased relative to the corresponding period of 2010 to 211.2% (at 213.8% in dollar terms).
- The volume of corporate bonds on KASE (excluding transactions in the market repo operations) amounted to 42.8 billion KZT (equivalent to 292.0 million U.S. dollars) and increased relative to the corresponding period of 2010 to 31.6% (to 32.8 % in dollar terms).
- The volume of trading in government securities at KASE (excluding transactions in the market repo operations) amounted to 114.8 billion KZT (equivalent to 783.8 million U.S. dollars) and decreased relative to the corresponding period of 2010 to 59.6% (at 59.2% in dollar terms).
- The volume of trades in the market repo KASE totaled 1,643.4 billion KZT (equivalent to 11,205.1 million) and decreased in the same period last year to 11.0% (10.3% in dollar terms).
- The volume of trades in foreign currencies at the KASE, including currency swaps, amounted to 2,641.8 billion KZT (equivalent to 18,012.5 million dollars) and increased relative to the corresponding period of 2010 to 37.0% (on 38.2% in dollar terms).
- The volume of trades at the KASE in all sectors of the market amounted to 4,455.8 billion KZT (the equivalent of 30,381.3 million dollars) and increased relative to the corresponding period of 2010 to 8.8% (by 9.7% in dollar terms).

### MARKET SHARES

During the study period at KASE on the secondary market sale was concluded 269 deals.

	current week	Trend for	
		1 week	2 weeks
Average daily volume. USD th.	1,240.5	43.3%	54.1%
Average daily volume. KZT m.	180.9	43.4%	54.4%
Stake of nego deals. number (%)	0	-0.01 pp	-0.8 pp
Stake of nego deals. volume (%)	0	-0.06 pp	-22.4 pp
KASE members	33	0	0
Number of shares denominations*	17	-5.6%	-5.6%

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Continued of table

During the study period at KASE on the secondary market sale was concluded 269 deals.

	current	Trend for	
	week	1 week	2 weeks
Stake of pension funds. gross (%)	0	-2.4 pp	0
on purchase	2.1	+0.5 pp	-9.7 pp
on sale	0	-3.1 pp	0
Stake of individuals. gross (%)	39.8	-5.7 pp	-15.1 pp
on purchase	32.6	+3.8 pp	-8.1 pp
on sale	46.9	-15.2 pp	-22.1 pp
Stake of nonresidents. gross (%)	12.7	-11.5 pp	-0.8 pp
on purchase	20.9	-18.11 pp	+9.6 pp
on sale	4.5	-5.0 pp	-11.2 pp

In the described period of falling average daily prices of 6 items of equity instruments involved in the transaction, the growth showed 10 instruments, the price of one instrument has not changed. Adverse change in shares prices in the range of 0.15% (RDGZ) to 7.94% (KASE), a positive - from 0.06% (SATC) to 64.71% (MMGZp).

As a result of weeks of KASE index increased by 32.69 points (1.8%), the latter value is fixed at 1 841.1 points. Positive dynamics of KASE Index supported almost the entire shares representative list.

The European Central Bank revised its forecast range of euro-zone GDP growth in 2011 from 0.7 – 2.1% to 1.3 – 2.1% in 2012 from 0.6 – 2.8% to 0.8 – 2.8%. Optimistic European regulators, coupled with the strengthening of the euro and the ongoing conflict in the Middle East caused the price increases in international commodity markets. As a result, quotes, common shares of companies Kazahmys and ENRC rose by 1.7% and 6.1% respectively. Ordinary shares of KMG Kazmunaigaz grew by 1.2%.

Shares of the banking sector showed multidirectional dynamics. As a result of the week quotes common shares of People's Savings Bank of Kazakhstan and Kazkommertsbank increased by 4.0% and 5.8% respectively. The increase in stock prices of banks coincided with government plans to rehabilitate the banking sector in Kazakhstan by clearing balances of commercial banks. Proportion of positive and has brought improvements in international venues after the release of positive corporate reporting. The price of common shares of Bank CenterCredit decreased by 3.7%.

More detailed information on share trades at KASE is given in the table below:

**Results of share trades on KASE, including STF of RFCA within February 28 – March 4, 2011, only by data on 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	Num- Ber of deals	Best for the period:					
	on the last deal:				th.USD	bid	offer			
	min.	max.						price	trend. %	
BSUL	630	630	630	0	200	658.05	1,936.35	1	630	630
BTAS	5.9	6.25	6.25	+5.93	4.3	1300	102.07	24	6.25	5.9
CCBN	617	640	617	-3.74	515	764.5	69.75	13	640	617
GB_ENRC	2351	2450	2450	+6.06	1800	2800	40.30	8	2450	2351
GB_KZMS	3350	3550	3550	+1.72	2155	3800	136.29	14	3550	3350
HSBK	375	390	390	+4.00	250	445	218.84	39	390	375
KASE	4500	4500	4500		3750	6000	6.16	1	4500	4500
KKGB	540	572	550	+5.77	356	700	36.15	6	572	540
KZTK	19500	19520	19520	-0.41	11800	20850	707.14	37	19520	19500
KZTKp	9350	9350	9350	-1.58	6000	9533	3.21	1	9350	9350
MMGZp	5300	8400	8400	+64.71	4000	9000	20.00	5	8400	5300
RDGZ	20000	20800	20800	+1.22	15155.01	22500	235.86	22	20800	20000
RDGZp	19800	20300.5	20300.5	+0.49	10800	21988.89	2,395.33	86	20301	19800
SATC	71.06	71.07	71.07	+0.08	70	72	42.15	3	71.07	71.06
ZERD	1.39	1.39	1.39		0.67	2.49	8.22	1	1.39	1.39
ZERDp	5.21	5.21	5.21	0	4.6	5.72	27.43	2	5.21	5.21
17							5,985.4	266		

Notes: Trends are given relative to the last deal of the previous 30 days period (January 25 - February 25, 2011). If deals were not made in the previous month the trend is not calculated.

## Market of corporate bonds

### News of corporate bonds

In this sector of KASE during the analyzed period deals were not made. Offerings were not made.

### Primary market sector

In this sector of KASE during the analyzed period deals were not made.

Offerings were not made.

During the study period at KASE on the secondary market sale was concluded 79 deals:

	current	Trend for	
	week	1 week	2 weeks
Average daily volume. USD th.	11 196.5	63.4%	1.2%
Average daily volume. KZT m.	1 632.7	63.1%	0.5%
Stake of nego deals. number (%)	0	0	
Stake of nego deals. volume (%)	0	0	0
KASE members	28	21.7%	16.7%
Number of bonds denominations*	28	27.3%	0
Stake of pension funds. gross (%)	17.8	-1.4 pp	-11.8 pp
on purchase	9.0	-24.4 pp	-2.7 pp
on sale	26.5	+21.7 pp	-20.8 pp
Stake of individuals. gross (%)	8.4	-9.2 pp	+3.2 pp
on purchase	11.3	+3.0 pp	+9.0 pp
on sale	5.4	-21.4 pp	-2.62 pp
Stake of nonresidents. gross (%)	11.2	+1.09 pp	+11.21 pp
on purchase	15.56	+1.67 pp	+15.55 pp
on sale	6.9	+0.49 pp	+6.85 pp

on which deals were made at KASE

Following the period of growth of average net price on the open market bonds were characterized by 15 items, fall – 6, prices of the 3 tool have not changed. Yield to maturity for a buyer on deals rose during the week for 9 bonds, have declined - in 7, benefits of 11 instruments did not changed. Positive change in bond yield to maturity in the range from 0.08% (HSBKb10) to 5.00% (REALb1), negative - from 0.02% (NRBNe2) up to 2.66% (TXBNb5).

More detailed data on corporate bonds on KASE shown in table.

**Results of bond trades on KASE including STF of RFCA within February 28 – March 4, 2011 (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						
ABDIb1	29.00	29.00	29.00		29.00	36.00	7.71	1	29.00	29.00
BRKLb1	6.00	6.40	6.00	-0.50	6.00	7.50	2,965.91	4	6.00	6.40
BRKZe6	4.80	4.80	4.80		4.80	4.80	2,080.14	1	4.80	4.80
<b>BTAIb9</b>	<b>8.20</b>	<b>8.20</b>	<b>8.20</b>	<b>0</b>	<b>6.80</b>	<b>30.00</b>	<b>214.48</b>	<b>5</b>	<b>8.20</b>	<b>12.32</b>
BTASe15							3.59	3		
BVTBb1	5.25	5.25	5.25		5.25	5.25	2,212.13	1	5.00	5.25
CBH_b1	20.00	20.00	20.00		20.00	24.11	13.46	1	20.00	22.39
CTECb1	15.95	16.00	16.00		14.00	16.00	270.32	2	15.95	16.00
EKGSb1	7.45	7.65	7.45	-0.21	7.45	10.25	1,360.05	2	7.45	7.63
EUBNb3	10.00	10.00	10.00	-0.35	8.00	14.00	137.99	1	9.99	10.00
EXBNb2	16.00	16.00	16.00		10.71	18.50	2.07	1	16.00	16.64
HSBKb10	9.79	9.79	9.79	0.08	9.00	10.50	91.19	2	9.79	9.79
HSBKb12	8.20	8.50	8.20		8.00	10.25	6,346.55	4	8.20	8.50
KATRb2	10.19	10.19	10.19		9.20	10.19	14,320.06	1	10.19	10.19
KIBNb1	11.00	11.00	11.00	0.50	10.50	12.00	744.21	1	11.00	11.00
KKGBb5	10.20	10.30	10.30		8.30	11.50	7,757.47	6	10.20	10.30
KKGBe19	9.42	9.42	9.42		9.42	9.42	2,542.16	1	9.42	9.53
KMGZe1	3.74	3.84	3.74		3.74	3.84	6,692.65	3	3.74	3.84
KZIKb17	11.25	11.25	11.25		11.25	15.90	485.16	1	11.25	11.25
NRBNe2	9.00	9.00	9.00	-0.02	9.00	9.02	518.85	2	9.00	9.00
ORDKb2	12.00	16.02	12.00	0.00	12.00	16.02	116.28	7	12.00	16.02
REALb1	9.99	14.99	14.99		9.98	14.99	46.62	3	9.99	14.99
<b>RESCb1</b>	<b>8.00</b>	<b>8.00</b>	<b>8.00</b>	<b>-1.00</b>	<b>8.00</b>	<b>12.00</b>	<b>2,056.04</b>	<b>1</b>	<b>8.00</b>	<b>8.00</b>
SKKZb23	5.19	5.19	5.19	0.00	4.50	6.50	67.20	3	5.19	5.25
TSBNb5	13.00	13.00	13.00		13.00	18.01	7.32	1	13.00	13.00
TSBNb6	14.00	15.00	15.00		12.00	15.00	94.65	3	14.00	15.00
TXBNb5	3.80	6.46	3.80	-2.66	3.40	6.53	4,449.34	3	3.80	6.50
<b>ZERDb1</b>	<b>10.00</b>	<b>14.00</b>	<b>10.00</b>	<b>0</b>	<b>5.00</b>	<b>119.00</b>	<b>378.90</b>	<b>15</b>	<b>10.00</b>	<b>14.00</b>
<b>28</b>							<b>55,982.5</b>	<b>79</b>		

Notes: Trends are given in percentage points (1pp = 100 basis points) relative to the last deal of the previous 30 days period (January 25 -February 25, 2011). If deals were not made in the previous month the trend is not calculated.

## GOVERNMENT SECURITIES (GS) SECTOR

### Primary market sector

March 4 in the trade system of KASE specialized trades on placement of short-term treasury bills of the Ministry of Finance of the Republic of Kazakhstan MEKKAM-12 one hundred and fourteenth release (KZK1KY011149, MKM012\_0114, 100 KZT, 03.04.1911-03.04.1912), on which

the Ministry of Finance planned to attract 15,000.0 million KZT. The subject of the auction is the price of bonds. In the auction was attended by 12 primary dealers, which are members of KASE category "K". Through these subjects, investors filed 32 applications, of which the expiration time applications were 29 active warrants. Total volume of active bids (demand volume) was 71,240.5 million KZT and exceeded the proposed level of accommodation in 4.7 times. Price of bonds in active bids ranged from 98.1354% to 99.0099% of the cost, amounting in average terms, 98.3665% of the value of the bond. As a result of trade, the issuer granted the application for purchase 150 million of bonds amounting to 14,767,843,480.01 KZT (100% of planned volume offering) at 1.57% per annum.

### Secondary market sector (purchase)

During the study period, the total volume of 24 inmates at the KASE trades in the secondary market sales amounted to 10,195.6 million KZT (\$69.9 million). In the previous period (February 24 – 25, 2011) this figure was 4,278.2 million KZT (\$29.3 million), with 11 transactions. The exchange share turnover in the total volume of Kazakhstan GS secondary market for comparable sales and purchases in the analyzed period amounted to 100.0% (previous period – 100.0%).

#### Parameters of Exchange's transactions in GS within February 28 – March 4, 2011

Days till maturity	Yield to maturity for a buyer. % APR.		last deal	weighted average	Volume. m. KZT discounted	Number of deals
	min	max				
<b>Discount (KZT): Notes of NB</b>				<b>3.9% (16.4%) of purchase and sale sector's turnover</b>		
43 - 56	0.75	0.75	0.75	0.75 (0.75)	382.64	1.00
64 - 91	0.93	0.93	0.93	0.93 (0.93)	14.97	1.00
Total					<b>397.6 (700.9)</b>	<b>2 (3)</b>
<b>Coupon (KZT):MEUKAM</b>				<b>96.1% (83.6%) of purchase and sale sector's turnover</b>		
Less 730	0.95	0.95	0.95	0.95	24.80	1
731 - 1095	-4.88	-4.37	-4.88	-4.63	1,175.10	2
1096 - 1460	3.30	3.30	3.30	3.30	90.12	1
Over 2191	4.30	5.40	4.30	4.53 (4.88)	8 507.99	18
Total					<b>9,798.0 (3,577.3)</b>	<b>22 (8)</b>
<b>TOTAL</b>					<b>10,195.6 (4,278.2)</b>	<b>24 (11)</b>

## WORLD MARKETS

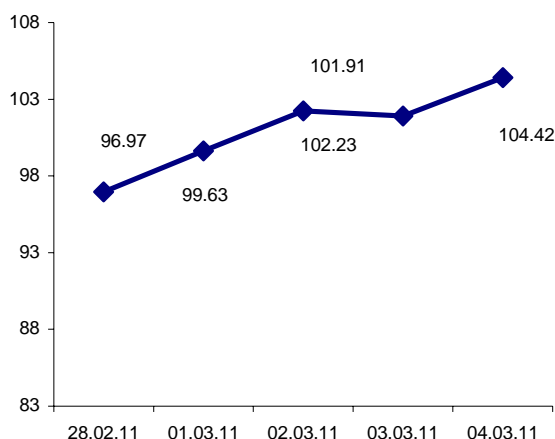
### Main news of world markets

**Oil prices on world commodity markets on the last trading week, continued to rise amid the crisis in the Middle East**, where the situation is heating up further. There was a probability that the conflict in Libya can be resolved in peace negotiations between the supporters of Mr. Muammar Gaddafi and his opponents. Al-Jazeera TV channel reported that Gaddafi made a plan to create an international commission to mediate with the rebels. However, the fact that the plan was proposed by Venezuelan President Mr. Hugo Chavez, did not give full confidence that the world community, but the leaders themselves Libyan opposition, will this scheme.

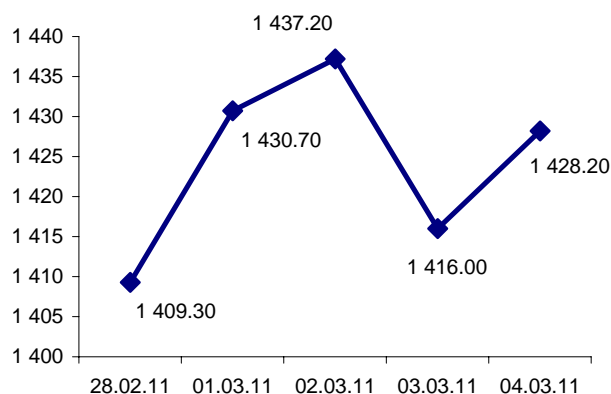
**February 28, it became known that the personal income of American consumers** in January 2011 increased by 1.0% compared with the previous month after rising 0.4% in December, had a positive impact on Asian markets. It also became known that the index of business activity in the U.S. service sector in February 2011 increased compared to the previous month at 0.6 points and made 61.4 points.

**On March 1 European statistical agency Euro stat reported that unemployment in the Euro zone in January 2011 decreased to 9.9%**. In annual terms, the unemployment rate in January 2011 in the Euro zone fell by 0.1 percentage points - from 10% in January 2010. Reduction in

NYMEX Light Sweet Crude Oil



Gold prices on COMEX, in dollars per troy ounce



unemployment occurred in the 27 EU countries, while the seasonally adjusted this figure compared to its level in December 2010 became smaller and reached 9.5% (in this case this index in December 2010 was equal to 9.6%).

**On March 2, it became known that the largest operators of U.S. stock market, and Japan - NYSE Euronext and Tokyo Stock Exchange (TSE) on March 1 have signed a letter of intent for the creation of networks** for which the customers of one operator can gain access to another market. Unified network between the markets will allow customers to access the TSE NYSE Euronext markets without costly network dedicated connections, while allowing customers to NYSE Euronext to gain access to markets TSE with existing systems. In addition, the companies said they are exploring the potential of a joint network expansion in Asia.

**On March 4 the Labor Department reported that unemployment in the U.S. in February 2011, as compared to the previous month decreased by 0.1 percentage points and amounted to 8.9%.**

Thus, observed the decline in the U.S. unemployment rate for the third consecutive month. Decline in unemployment was due to the fact that in February the work received 250 thousand people. Unfortunately, however, employment growth in February will cause only a slight increase in consumption as the average hourly earnings and average workweek remained unchanged in February compared with the previous month.

**March 3, it became known that the largest operators of U.S. stock market, and Japan - NYSE Euronext and Tokyo Stock Exchange (TSE) on March 1 signed a letter of intent for the creation of networks** for which the customers of one operator can gain access to another market. Unified network between the markets will allow customers to access the TSE NYSE Euronext markets without costly network dedicated connections, while allowing customers to NYSE Euronext to gain access to markets TSE with existing systems. In addition, the companies said they are exploring the potential of a joint network expansion in Asia.

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Copper (with delivery in three months)  
on the London Metal Exchange

