

Kazkommertsbank has repaid the larger half of funds received from the government to support its customers during the crisis

November 25, 2013 – Kazkommertsbank JSC (the Bank) informs that the larger half of funds received under the anti-crisis program for economy support in amount of KZT 149 bln has been repaid to the Kazakh government including a prepayment of KZT 94 bln.

We remind that the government has provided the funds through Sovereign Wealth Fund Samruk-Kazyna (Samruk-Kazyna), Distressed Asset Fund and Damu Entrepreneurship Development Fund JSC for the amount of **KZT 294.3 bln.** including **KZT 36 bln.** used for a purchase of the Bank's ordinary shares.

The outstanding amount under all support programs is repaid by Kazkommertsbank according to a schedule agreed with the government. It is known that the governmental funds were placed with commercial banks which participated in the support program in the form of loans and deposits meaning the serviceability, maturity, and refundability basis of such funds.

Kazkommertsbank participates in the following governmental programs for economy support:

- **The refinancing of the corporate customers loans** that operate in the real sectors of the economy as infrastructure, oil and gas, agriculture, transport, manufacturing and processing. The Bank has prepaid **KZT 84 bln.**
- **Mortgage loans refinancing program for the amount of KZT 24 bln.** Kazkommertsbank has fully utilized the funds which allowed the Bank to reduce interest rates for 5 922 borrowers, including 1 491 borrowers employed in social and budget sectors. In addition, during 2010 – 2012 the Bank has further refinanced mortgage loans in total for **KZT 7.4 bln.** and reduced interest rates for **1 571 borrowers** using the amortizations of the earlier refinanced mortgage loans.
- **The financing of the completion of equity participation residential projects in Astana and Almaty - about KZT 120 bln.** Kazkommertsbank has financed the completion of 14 residential housing projects in Almaty and Astana with 7 500 apartments, including more than 3 000 apartments of retail investors. Under the terms of the financing, the government has provided the funds for the tenor up to 20 years, thus, Kazkommertsbank is obliged to repay the state funds according to the agreed term together with the accrued interest amount. For the time being, more than KZT 44 bln. were repaid to the government on schedule.
- **The financing of small and medium-sized businesses (tranches 2, 3 and 4) for the amount of KZT 22.3 bln.** About **KZT 12 bln.** have been repaid already.
It should be noted, that the amortized part of SME support program (repaid customer loans) is used for providing new loans to entrepreneurship. The maturity date of such state funds is in 2016.

As for KZT 36 bln. that were invested by Samruk-Kazyna on behalf of the government for the purchase of the Bank's shares, the Deputy Chairman of Samruk-Kazyna, Ms. Elena Bakhmutova, announced that the government intends to sell its stake in the Bank until the mid of 2014.

According to the agreement with Samruk-Kazyna, the main shareholders of Kazkommertsbank have an option to buy the shares held by the fund (i.e., the right to buy shares at a pre-agreed price within a specified period).

It is to be recalled that the main shareholders of the Bank (other than Samruk-Kazyna) are the founder of the Bank **Mr. Nurzhan Subkhanberdin, the Central Asian Investment Company, Alnair Capital Holding and the European Bank for Reconstruction and Development.**

For contacts:

Aliya Nursipatova, Investor Relations

Tel.: +7 (727) 258-51-25, E-mail: investor_relations@kkb.kz

Larissa Kokovinets, Director, Public Relations

Tel.: +7 (727) 258-54-56, E-mail: pr@kkb.kz