

ANNEX 2

On Approval of the Plan of Activities on Development of Stock Market and Increasing Investment Activeness of the Population on Stock Market for the year 2008

Resolution of the Government of the Republic of Kazakhstan No 1219 of 11 December 2007

To implement paragraph 11.1 of the Plan of Activities on Execution of the National Plan of Main Directions (Activities) on Implementation of Annual Addresses of the Head of State to the People of Kazakhstan in 2005-2007 and the Program of the Government of the Republic of Kazakhstan for 2007-2009 approved by the Resolution of the Government of the Republic of Kazakhstan No 319 of 20 April 2007 the Government of the Republic of Kazakhstan **Decrees:**

1. To approve the attached Plan of Activities on Development of Stock Market and Increasing Investment Activeness of the Population on Stock Market for the year 2008 (hereinafter referred as Plan of Activities).
2. Central and local executive bodies, state bodies, immediately subordinated and accountable to the President of the Republic of Kazakhstan (upon coordination) shall:
 - 1) provide timely execution of the Plan of Activities:
 - 2) submit information on the course of execution of the Plan of Activities twice a year to 10th of January and 10th of July following the results of the half year to the Ministry of Finance of the Republic of Kazakhstan.
3. Ministry of Finance of the Republic of Kazakhstan shall submit consolidated information on the course of execution of the Plan of Activities twice a year to 25th of January and 25th of July following the results of the half year to the Government of the Republic of Kazakhstan.
4. Present Resolution enters into force since the date of assignment.

Prime-Minister
Of the Republic of Kazakhstan

Plan of Activities on Development of Stock Market and Increasing Investment Activeness of Population on Stock Market for the year 2008

N	Measures	Form of completion	Responsible for execution	Deadline	Expected costs	Funding source
1	2	3	4	5	6	7
1. Enhancement of the legislation, regulating equity market						
1	Develop the Program of equity market development of Republic of Kazakhstan for 2008	Regulatory legal act	MEBP, MF, AFS, NB	February of 2008	Not required	
2	Analyze regulatory legal acts on equity circulation of entities with state participation, as well as subsidiaries and dependant organizations of national holdings and national management company at the stock market, and purchase securities by people.	Proposals to the Government of the Republic of Kazakhstan	MEBP, MF, MJ, AFS, ARRFCA, Union of "Atameken"	February of 2008	Not required	
3	Develop and introduce amendments to the legislation of the Republic of Kazakhstan on issues of equity market and purchasing them by people	Regulatory legal act	AFS, MF, MEBP, MJ, ARRFCA, Union of "Atameken"	March of 2008	Not required	

4	Introduce amendments into regulatory legal acts, regulating participation of social-entrepreneurial corporations in implementation of investment projects	Regulatory legal act	MIT, MEBP, MF, MJ, Union of "Atameken"	March of 2008	Not required	
2. Preparation stage of equity sale of an entity with state participation in the charter capital and subsidiary and dependent organizations of national holdings and national managing company						
5	Identify the need of market in securities for the purpose of effective functioning of stock market, especially:	Proposals to the Government of the Republic of Kazakhstan	AFS , MEBP, MF,	January of 2008	Not required	
	in total volume of stock market regarding various instruments (shares, bonds and etc.); at the level of demand at stock market; in other specificities of internal market		ARRFCA			
6	Analyze envisaged investment projects of entities with state participation, and subsidiary and dependant organizations of national holdings and national management company at the stock market and make proposals on financing such projects at the costs of borrowings at stock market.	Proposal to the Government of Republic of Kazakhstan	MEBP, authorized state bodies, national holdings, national management company, national companies	March of 2008	Not required	

7	Consider the possibility of capitalization of entities with state participation, and subsidiary and dependant organizations of national holdings and national management company through stock market	Proposal to the Government of the Republic of Kazakhstan	MEBP, authorized state bodies, national holdings, national management company, national companies	March of 2008	Not required	
8	Consider the possibility of privatizing the state shares in joint stock companies in communal property through stock market.	Information to the Government of the Republic of Kazakhstan	Akims of regions, Astana and Almaty cities	March of 2008	Not required	
9	Carry out listing procedures of organizations mentioned in Annex 2 to the Plan of Activities	Information to the Ministry of Finance of the Republic of Kazakhstan	Authorized state bodies	July, November of 2008	Not required	
10	Mass-media distribution of information on sales of securities of entities with state participation, and subsidiary and dependant organizations of national holdings and national management company on stock market.	Information to the Government of the Republic of Kazakhstan	MF, national holdings, national management company, Akims of regions, cities Astana and Almaty	In the period of time set by law	Required	Funds of republican and local budgets, national holdings, national management company
11	Circulate securities of entities with state participation through stock markets in accordance with Annex 1 to the Plan of Activities	Information to the Government of the Republic of Kazakhstan	MF	first half of the year 2008	required	Funds of republican budget and JSC

Abbreviations:

MF	- Ministry of Finance of the Republic of Kazakhstan
MEBP	- Ministry of Economy and Budget Planning of the Republic of Kazakhstan
MJ	- Ministry of Justice of the Republic of Kazakhstan
ARRFCA	- Agency of the Republic of Kazakhstan on Regulating Activity of Regional Financial Center of the City of Almaty
AFS	- Agency of the Republic of Kazakhstan on Regulation and Supervision of Financial Market and Financial Organizations.
mass-media	
JSC	- Joint Stock Company
Union of	
"Atameken"	- Union of Juridical Persons "National economical Chamber of Kazakhstan "Union Atameken"

**List of entities with state participation securities of which shall be
circulated through stock market**

N п/ п	Name of entity	Rate of state holding (stocks), %	Responsible Agency for implementation (circulation)	Actions	Deadline
1	2	3	4	5	6
1	JSC "Kazakhstani mortgage company" (Almaty city)	100	MF, ARRFCA	Placing up to 10% of holding shares of additional emission	I quarter of 2008
2	PLC "ENRC" Company (Great Britain)	24,865	MF, AFS, ARRFCA	Sale of state holding shares (up to 0,8 % of authorized capital)	II quarter of 2008

List of entities with state participation which shall pass listing procedures in 2008

N п/ п	Name of organizations	Rate of state holding of shares, %	Responsible Agency for implementation (circulation)	Measures
1	2	3	4	5
1	JSC " Department of specialized security service "Kuzet" (Almaty city)	100	MIA, ARRFCA	Sale of state shareholdings (up to 100% of authorized capital)
2	JSC "Medical service of transport" (Almaty city)	34	MH, ARRFCA	Sale of state shareholdings (up to 34% of authorized capital)
3	JSC "Kazakh University of International Relations and World Languages after Abilay khan" (Almaty city)	35	MES, ARRFCA	Sale of state shareholdings (up to 35% of authorized capital) капитала)
4	JSC "Kazakh Humanitarian Law University" (Astana city)	35	MES, ARRFCA	Sale of state shareholdings (up to 35% of authorized capital) капитала)
5	JSC "Kazakhvzryvprom " (Almaty city)	100	MIT, ARRFCA	Sale of state shareholdings (up to 100 % of authorized capital)
6	JSC "Natinal center "Kurylysconsulting" (Astana city)	49	MIT, ARRFCA	Sale of state shareholdings (up to 49 % of authorized capital)
7	JSC "KazAvtoTrans" (Astana city)	100	MTC, AFS, ARRFCA	Issue of bonds in the amount of up to 3,5 mlrd. of tenge
8	JSC "Kazakh Academy of Sport and Tourism" (Almaty city)	20	MES, ARRFCA	Sale of state shareholdings (up to 20 % of authorized capital)
9	JSC "NC "SEC "Sary-Arka" (Astana city)	100	MIT, AFS, ARRFCA	Issue of bonds in the amount of up to 5 billiards of tenge
10	JSC " Zhezkazgan University by Baykonirov" (Zhazkazgan city)	35	MES, ARRFCA	Sale of state shareholdings (up to 35 % of authorized capital)
11	JSC "Kazakh Academy of Transport and Communication by M.Tynyshbayev" (Akimat city)	35	MES, ARRFCA	Sale of state shareholdings (up to 35 % of authorized capital)
12	JSC "Kazakh Leading	35	MES,	Sale of state shareholdings

	Architectural-Construction Academy" (Almaty city)		ARRFCA	(up to 35 % of authorized capital)
13	JSC "Almaty Institute of Energetic and Connection" (Almaty city)	33,65	MES, ARRFCA	Sale of state shareholdings (up to 33,65 % of authorized capital)
14	JSC "Zhenis" (Karagandinskaya oblast settlement of Tugusken)	28,72	MA, ARRFCA	Sale of state shareholdings (up to 28,72 % of authorized capital)
15	JSC "Forrest Nursery" (Almatinskaya oblast)	100	MES, ARRFCA	Sale of state shareholdings (up to 100 % of authorized capital)
16	JSC "Karaganda's Graphic" (Karaganda city)	49	MCI, ARRFCA	Sale of state shareholdings (up to 49 % of authorized capital)
17	JSC "Sanatorium Arman" (South Kazakhstan Oblast, settlement of Kokterek)	100	MIA, ARRFCA	Sale of state shareholdings (up to 100 % of authorized capital)
18	JSC "Academy of Civil Aviation" (Almaty city)	89,7	MES, ARRFCA	Sale of state shareholdings (up to 89,7 % of authorized capital)
19	JSC "Sanatorium Arka" (Astana city)	100	MIA, ARRFCA	Sale of state shareholdings (up to 100 % of authorized capital)
20	JSC "Air company "Zhezkazgan Air" (Zhezkazgan city)	90	MF, ARRFCA	Sale of state shareholdings (up to 90 % of authorized capital)
21	JSC "Kazakh Auenderi" (Astana city)	100	MCI, ARRFCA	Sale of state shareholdings (up to 100 % of authorized capital)
22	JSC "Department of Diplomatic Corpus Service" (Almaty city)	100	MFA, ARRFCA	Sale of state shareholdings (up to 100 % of authorized capital)
23	JSC "Baspalar uiyi" (Almaty city)	100	MCI, ARRFCA	Sale of state shareholdings (up to 100 % of authorized capital)
24	JSC "Mortgage Guarantee Fund of Kazakhstan" (Almaty city)	75	MF, ARRFCA	Sale of state shareholdings (up to 75 % of authorized capital)

Abbreviations:

MF - Ministry of Finance of the Republic of Kazakhstan
 MA - Ministry of Agriculture of the Republic of Kazakhstan
 MES - Ministry of Education and Science of the Republic of Kazakhstan
 MIT - Ministry of Industry and Trade of the Republic of Kazakhstan
 MTC3H - Ministry of Labor and Social Protection of Population of the Republic of Kazakhstan
 MIA - Ministry of Ministry of internal Affairs of the Republic of Kazakhstan
 MFA - Ministry of Foreign Affairs of the Republic of Kazakhstan
 MCI - Ministry of Culture and Information of the Republic of Kazakhstan
 MH - Ministry of Health of the Republic of Kazakhstan
 ME - Ministry of Environment of the Republic of Kazakhstan
 MTC - Ministry of Transport and Communication of the Republic of Kazakhstan

ARRFCA – Agency Republic of Kazakhstan on Regulation of Regional Financial Center of Almaty city
AFS - Agency of the Republic of Kazakhstan on Regulation and Supervision of Financial Market and Financial Organizations.
JSC - Joint Stock Company
NC - National Company
SEC - Social Entrepreneurial Corporation