

Information about the issues considered by the Board of Directors of “KazTransOil” JSC for 1H2018

| No. and date of the resolution of the Board of Directors | Members of the Board of Directors who participated in the meeting | Issues considered |
|--|---|--|
| Minutes No.1/2018 dated 19.01.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | On an interested-party deal concluded with “Tengizchevroil” Limited Liability Partnership and “GAZ Stroy Montazh KZ” Limited Liability Partnership, - the Tripartite Contract for designing, procurement, construction and commissioning of “Kulsary-Tengiz” technical waterline. |
| Minutes No.2/2018 dated 15.02.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | 1. On evaluation of performance of the Board of Directors of “KazTransOil” JSC and its Committees for 2017. |
| | | 2. On closure of the Western and Eastern Branches of “KazTransOil” Joint-Stock Company. |
| | | 3. On a change to be made in the Minutes of the Board of Directors of “KazTransOil” JSC dated December 13, 2017 No.11/2017. |
| | | 4. On consideration of the Report of the Internal Audit Service of “KazTransOil” JSC on its performance in 2017. |
| | | 5. On confirmation of functional key performance indicators of the Internal Audit Service of “KazTransOil” JSC and its Head for 2018. |
| | | 6. On consideration of the Progress Report of the Ombudsman of “KazTransOil” JSC for 2017. |
| | | 7. On an interested-party deal concluded with “Kazakhstan-China Pipeline” LLP for 2018, - the Rental Contract for two (2) single-mode optic fiber cables for the fiber optic link of Kenkiyak-Kumkol main oil pipeline in the amount not exceeding 29,215,200 (twenty nine million two hundred fifteen thousand two hundred), including VAT. |
| | | 8. On interested-party deals concluded by “KazTransOil” JSC for 2018, - the Contract on water supply and waste water collection for Acceptance Delivery Station “Shymkent” in the amount not exceeding 444,157 (four hundred forty four thousand one hundred fifty seven) tenge 73 tiyn, including VAT |
| | | 9. On early termination of powers of O. Idyryssov as a member (Chair) of the Audit Commission of “Batumi Oil Terminal” LLC and election of S. Sartay, as a member (Chair) of the Audit Commission of “Batumi Oil Terminal” LLC. |
| | | 10. On early termination of powers of M. Berlibayev as a member of the Supervisory Board of “Batumi Oil Terminal” |

“KazTransOil” JSC

| | | |
|--|---|---|
| | | LLC and election of Zh. Makhin, O. Idyryssov and M. Jumadillayev as members of the Supervisory Board of “Batumi Oil Terminal” LLC. |
| Minutes No.3/2018 dated 23.02.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | 1. On confirmation of corporate key performance indicators of “KazTransOil” JSC for 2018 and their target values. |
| | | 2. On confirmation of incentive key performance indicators of executive employees of “KazTransOil” JSC for 2018 and their target values. |
| | | 3. On confirmation of incentive key performance indicators of the Corporate Secretary of “KazTransOil” JSC for 2018 and their target values. |
| Minutes No.4/2018 dated 16.03.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | 1. On review of the Report on dynamics of key risks and course of execution of the Action Plan on key risk management of “KazTransOil” JSC and its subsidiaries and jointly-controlled entities for the 4 th quarter of 2017. |
| | | 2. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of confirmation of the Charter of “Kazakhstan-China Pipeline” LLP in a new edition. |
| | | 3. On access of the Internal Audit Service of “KazMunayGas” NC JSC to information, materials and facilities of “Kazakhstan-China Pipeline” LLP, “Batumi Oil Terminal” LLC, “Batumi Sea Port” LLC and “Petrotrans Limited”. |
| | | 4. On an interested-party deal concluded with “Kaskor - Transservice” JSC, - the Contract on repair and maintenance of railway access roads of “Aktau” HOPS of Mangistau Oil Pipeline Division in the amount of 7,991,877 (seven million nine hundred ninety one thousand eight hundred seventy seven) tenge 60 tiyn, including VAT. |
| | | 5. On interested-party deals concluded with “Upravlyayushchaya Kompaniya “Samruk Service” LLP (Management Company), 1) the Contract on procurement of catering services (catering for the employees working on a rotational basis at “Oporny” Oil Heating Station of “Kulsary” Line Operations Dispatcher Station of Kulsary Oil Pipeline Division) in the amount not exceeding 6,919,818 (six million nine hundred nineteen thousand eight hundred eighteen) tenge 25 tiyn, including VAT; 2) the Contract on procurement of catering services (catering for the employees working on a rotational basis at “Prorva” Oil Pumping Station of Kulsary Oil Pipeline Division) in the amount not exceeding 30,705,335 (thirty million seven hundred five thousand three hundred thirty five) tenge, including VAT. |
| Minutes No.5/2018 dated 09.04.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | 1. On approval of changes and additions to the Charter of “KazTransOil” Joint-Stock Company. |
| | | 2. On determination of the quantitative composition and term of office of the Management Board of “KazTransOil” JSC, election of General Director (Chair of the Management Board) and other members. |
| | | 3. On determination of salaries and terms for payment of remuneration and bonuses of the General Director (Chair of the Management Board) and members of the Management Board of “KazTransOil” JSC. |
| | | 4. On preliminary confirmation of annual financial statements and annual consolidated financial statements of “KazTransOil” JSC for 2017. |

| | | |
|--|---|--|
| | | 5. On consideration of the Progress Report on the Business Plan of “KazTransOil” JSC for 2017. |
| | | 6. On proposals of the Board of Directors to the General Meeting of Shareholders of “KazTransOil” JSC on the procedure of distribution of “KazTransOil” JSC net income for 2017, retained earnings for past years and the amount of a dividend for 2017 per one common share of “KazTransOil” JSC. |
| | | 7. On approval of the Annual Report of the Board of Directors of “KazTransOil” JSC on its performance in 2017. |
| | | 8. On addresses of “KazTransOil” JSC shareholders against actions of “KazTransOil” JSC and its officials for 2017 and results of their consideration. |
| | | 9. On calling the Annual General Meeting of Shareholders of “KazTransOil” JSC. |
| | | 10. On confirmation of the Progress Report on “KazTransOil” JSC compliance with principles and provisions of the Corporate Governance Code for 2017. |
| | | 11. On changes and additions to the integrated management system document of “KazTransOil” JSC – Internal Control System Regulations of “KazTransOil” JSC. |
| | | 12. On an interested-party deal concluded with “TURGAI-PETROLEUM” JSC, - the Contract on supply of crude (low-sulfur) oil in the amount of 39,948,160 (thirty nine million nine hundred forty eight thousand one hundred sixty) tenge, including VAT. |
| | | 13. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of election of the Supervisory Board of “Kazakhstan-China Pipeline” LLP. |
| | | 14. On appointment of Ch. Seissekenov and Sh. Tanatarova as the Directors of “Petrotrans Limited” Private Company Limited by Shares. |
| | | 15. On changes and additions to the integrated management system document of “KazTransOil” JSC – Rules on remuneration of “KazTransOil” JSC employees for a year. |
| Minutes No.6/2018 dated 14.05.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | On an interested-party deal concluded with “CPC-K” JSC. |
| Minutes No.7/2018 dated 25.05.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov | 1. On confirmation of adjusted Business Plans of “KazTransOil” JSC for 2018-2022 in terms of the budget for 2018 at revalued and historical costs of fixed tangible assets. |
| | | 2. On confirmation of the Annual Report of “KazTransOil” JSC for 2017. |
| | | 3. On consideration of the Progress Report for 2017 on the Development Strategy of “KazTransOil” JSC till 2025. |
| | | 4. On coordination of deals, as a result of which “KazTransOil” JSC acquires or alienates (may be acquired or alienated) |

| | | |
|--|---|--|
| | S. Primbetov N. Shmanov | property, which cost exceeds eight billion (8,000,000,000) tenge, with “KazMunayGas” NC” JSC. |
| | | 5. On confirmation of the Report on production and non-production risks of “KazTransOil” JSC and its subsidiaries and jointly-controlled entities for Q1 of 2018. |
| | | 6. On consideration of the Report of the Internal Audit Service of “KazTransOil” JSC on its performance in Q1 of 2018. |
| | | 7. On appointment of B. Kirgizbayev as the Ombudsman of “KazTransOil” JSC. |
| | | 8. On an interested-party deal concluded with “CNPC-AMG” JSC, - the Supplementary Agreement No.3 to the Contract on waste water disposal (removal and collection) from the dormitory facilities of Zhanazhol rotational village of KTO Aktyubinsk Oil Pipeline Division dated December 30, 2016 No.WPA 123/2017. |
| | | 9. On an interested-party deal concluded with “Uranenergo” LLP for 2018, - the Contract on property rent for “GPP-Mynkuduk” 110/35/6kW step-down station in the amount not exceeding eight hundred forty six thousand seven hundred twenty (846,720) tenge, including VAT. |
| | | 10. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of confirmation of the Audit Commission conclusion on audit of financial and operating performance of “Kazakhstan-China Pipeline” LLP for 2017. |
| | | 11. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of confirmation of annual financial statements of “Kazakhstan-China Pipeline” for 2017. |
| | | 12. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of distribution of “Kazakhstan-China Pipeline” net income for 2017. |
| | | 13. On confirmation of annual separate and consolidated financial statements of “Batumi Oil Terminal” LLC for 2017. |
| Minutes No.8/2018 dated 14.06.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | 1. On an interested-party deal concluded with “CPC-K” JSC, - Change Order No.1 to the Services Agreement dated May 16, 2018 No.K-OD-18-0078//OS125/2018 that implies the contractual price increase by one billion two hundred seven million eight hundred thirty one thousand two hundred sixty nine (1,207,831,269) tenge 88 tiyn, net of VAT. |
| | | 2. On approval of a deal concluded by “Magistralny Vodovod” LLP, as a result of which “Magistralny Vodovod” LLP alienates (or may alienate) property, the cost of which is more than fifty one percent of the total book value of “Magistralny Vodovod” LLP assets, - “Astrakhan-Mangyshlak” Main Water Pipeline Property Purchase/Sale Agreement in the amount of twenty six billion two million four hundred ninety seven thousand (26,002,497,000) tenge, including VAT. |
| | | 3. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of approval of the entry by “Kazakhstan-China Pipeline” LLP into a set of interrelated transactions, as a result of which “Kazakhstan-China Pipeline” LLP alienates (or may alienate) property, the cost of which constitutes fifty one and more percent of the total book value of “Kazakhstan-China Pipeline” LLP assets, - the Facility Agreement in the amount of five hundred forty million (540,000,000) U.S. dollars with INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED (as arranger) and Industrial and Commercial Bank of China (Almaty) JSC (as agent), the related Accounts |

| | | |
|--|---|---|
| | | Management Agreement and Fee Letter, as well as the other Finance Documents set forth in the Facility Agreement. |
| | | 4. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of conclusion by “Kazakhstan-China Pipeline” LLP of a deal, the cost of which exceeds six billion five hundred million (6,500,000,000) tenge, - the Facility Agreement in the amount of five hundred forty million (540,000,000) U.S. dollars with INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED (as arranger) and Industrial and Commercial Bank of China (Almaty) JSC (as agent). |
| | | 5. On early termination of powers of B. Kirgizbayev, the Ombudsman of “KazTransOil” JSC. |
| Minutes No.9/2018 dated 25.06.2018 | D. Berlibayev D. Dossanov L. Coimbra F. Machinena A. Mukushov S. Primbetov N. Shmanov | 1. On consideration of the Report on independent evaluation of performance of the Board of Directors of “KazTransOil” JSC for 2017. |
| | | 2. On confirmation of “KazTransOil” JSC central office structure. |
| | | 3. On confirmation of incentive key performance indicators of executive employees of “KazTransOil” JSC with actual values and overall performance for 2017. |
| | | 4. On confirmation of incentive key performance indicators of the Internal Audit Service and its Head, as well as the Corporate Secretary of “KazTransOil” JSC with actual values and overall performance for 2017. |
| | | 5. On changes and additions to the integrated management system document of “KazTransOil” JSC – Rules on remuneration of “KazTransOil” JSC employees for a year. |
| | | 6. On remuneration of executive employees of “KazTransOil” JSC for 2017. |
| | | 7. On remuneration of the Corporate Secretary and employees of the Internal Audit Service of “KazTransOil” JSC for 2017. |
| | | 8. On confirmation of adjusted incentive key performance indicators of particular executive employees of “KazTransOil” JSC for 2018 and their target values. |
| | | 9. On appointment of A. Shmanov as the Corporate Secretary of “KazTransOil” JSC, determination of the term of his powers, as well as his salary and terms of remuneration. |
| | | 10. On an interested-party deal concluded with “Elektrod SK” Limited Liability Partnership. |
| | | 11. On determination of the position of “KazTransOil” JSC as the Participant to “Kazakhstan-China Pipeline” LLP on the issue of early termination of powers of “Kazakhstan-China Pipeline” LLP Audit Commission Chair and election of “Kazakhstan-China Pipeline” LLP Audit Commission Chair and member. |
| | | 12. On appointment of A. Cherepanov as the Ombudsman of “KazTransOil” JSC. |