

Final Terms dated 18 April 2017

JSC NC "KAZMUNAYGAS"

Issue of U.S.\$1,250,000,000 5.75% Notes due 2047 under the

**U.S.\$10,500,000,000 Global Medium Term Note Programme**

### Part A – Contractual Terms

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Base Prospectus dated 5 April 2017 which constitutes a Base Prospectus (the "**Base Prospectus**") for the purposes of Directive 2003/71/EC, as amended (the "**Prospectus Directive**"). This document constitutes the Final Terms of the Notes described herein prepared for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Base Prospectus. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus has been published on the website of the Regulatory News Service operated by the London Stock Exchange at <http://www.londonstockexchange.com/exchange/news/market-news/market-newshome.html> and copies are available for viewing during normal business hours at the Specified Office of the Paying Agent, Citibank N.A., London Branch, Citigroup Centre, Canada Square, London E14 5LB, United Kingdom.

THE NOTES REFERRED TO HEREIN THAT ARE REPRESENTED BY A RULE 144A GLOBAL NOTE HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE U.S. SECURITIES ACT OF 1933 (THE "**SECURITIES ACT**") OR WITH ANY SECURITIES REGULATORY

AUTHORITY OF ANY STATE OR OTHER JURISDICTION OF THE UNITED STATES AND MAY NOT BE OFFERED, SOLD, PLEDGED OR OTHERWISE TRANSFERRED EXCEPT (1) IN ACCORDANCE WITH RULE 144A UNDER THE SECURITIES ACT TO A PERSON THAT THE HOLDER AND ANY PERSON ACTING ON ITS BEHALF REASONABLY BELIEVE IS A QUALIFIED INSTITUTIONAL BUYER WITHIN THE MEANING OF RULE 144A THAT IS ALSO A QUALIFIED PURCHASER AS DEFINED IN SECTION 2(A)(51) OF THE UNITED STATES INVESTMENT COMPANY ACT OF 1940, AS AMENDED, PURCHASING FOR ITS OWN ACCOUNT OR FOR THE ACCOUNT OF A QUALIFIED INSTITUTIONAL BUYER THAT IS ALSO A QUALIFIED PURCHASER, (2) IN AN OFFSHORE TRANSACTION IN ACCORDANCE WITH RULE 903 OR RULE 904 OF REGULATION S UNDER THE SECURITIES ACT OR (3) PURSUANT TO AN EXEMPTION FROM REGISTRATION UNDER THE SECURITIES ACT PROVIDED BY RULE 144 THEREUNDER (IF AVAILABLE), IN EACH CASE IN ACCORDANCE WITH ANY APPLICABLE SECURITIES LAWS OF ANY STATE OF THE UNITED STATES. NO REPRESENTATION CAN BE MADE AS TO THE AVAILABILITY OF THE EXEMPTION PROVIDED BY RULE 144 UNDER THE SECURITIES ACT FOR REALES OF NOTES REPRESENTED BY A RULE 144A GLOBAL NOTE.

AN INVESTMENT IN THE NOTES INVOLVES A HIGH DEGREE OF RISK, SEE THE SECTION ENTITLED "*RISK FACTORS*" SET OUT IN THE BASE PROSPECTUS.

## EXECUTION VERSION

1	Issuer:	JSC NC "KazMunayGas" ("KMG")
2	(i) Series Number:	12
	(ii) Tranche Number:	1
3	Specified Currency or Currencies:	U.S. Dollar ("U.S.\$")
4	Aggregate Nominal Amount of Notes:	U.S.\$1,250,000,000
	(i) Series:	U.S.\$1,250,000,000
	(ii) Tranche:	U.S.\$1,250,000,000
5	Issue Price:	98.247% of the Aggregate Nominal Amount
6	(i) Specified Denominations:	U.S.\$200,000 and integral multiples of U.S.\$1,000 in excess thereof
	(ii) Calculation Amount:	U.S.\$1,000
7	(i) Issue Date:	19 April 2017
	(ii) Interest Commencement Date	19 April 2017
8	Maturity Date:	19 April 2047
9	Interest Basis	5.75% Fixed Rate (see paragraph 13 below.)
10	Redemption/Payment Basis:	Redemption at par
11	Put/Call Options:	Not Applicable
12	Date Board approval for issuance of Notes obtained:	3 March 2017

### Provisions Relating to Interest (if any) Payable

13	Fixed Rate Note Provisions	Applicable
	(i) Rate of Interest:	5.75% per annum payable semi-annually in arrear
	(ii) Interest Payment Date(s):	19 April and 19 October in each year (not adjusted), commencing 19 October 2017
	(iii) Fixed Coupon Amount(s):	U.S.\$28.75 per Calculation Amount
	(iv) Broken Amount(s):	Not Applicable
	(v) Day Count Fraction	30/360
	(vi) Determination Dates:	Not Applicable
14	Floating Rate Note Provisions	Not Applicable
15	Zero Coupon Note Provisions	Not Applicable

### Provisions Relating to Redemption

16	Call Option	Not Applicable
17	Put Option	Not Applicable

EXECUTION VERSION

18 Final Redemption Amount of each Note U.S.\$1,000 per Calculation Amount

19 Early Redemption Amount

Early Redemption Amount(s) per Calculation Amount payable on redemption for taxation reasons or on event of default or other early redemption: U.S.\$1,000 per Calculation Amount

**General Provisions Applicable to the Notes**

20 Form of Notes: Registered Global Note exchangeable for Definitive Notes in the limited circumstances specified in the Registered Global Note

21 Financial Centre(s): Not Applicable

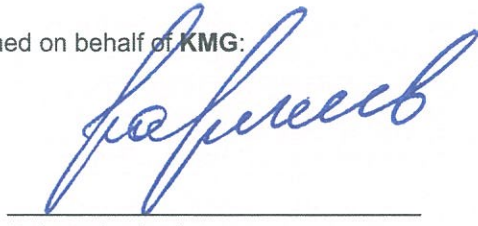
**Third Party Information**

Not Applicable

EXECUTION VERSION

Signed on behalf of **KMG**:

By



Duly authorised

Dauren Karabayev  
Executive Vice-President - CTO



## Final Terms

### Part B – Other Information

#### 1 Listing

- |       |   |   |
|-------|---|---|
| (i)   | Listing:  | London Stock Exchange plc and Kazakhstan Stock Exchange   |
| (ii)  | Admission to trading:                                       | Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the London Stock Exchange's Regulated Market with effect from 19 April 2017.<br><br>Application has also been made by the Issuer (or on its behalf) for the Notes to be admitted to the "debt securities of entities from the quasi-public sector" category of the "debt securities" sector of the official list of the Kazakhstan Stock Exchange with effect from 19 April 2017. |
| (iii) | Estimate of total expenses related to admission to trading: | £3,650  |

#### 2 Ratings

- |          |   |
|----------|---|
| Ratings: | The Notes to be issued are expected to be rated:<br>S & P: BB<br>Moody's: Baa3<br>Fitch: BBB- |
|----------|---|

#### 3 Interests of Natural and Legal Persons Involved in the Issue

Save as discussed in "Subscription and Sale", so far as KMG Finance and KMG are aware, no person involved in the offer of the Notes has an interest material to the offer.

#### 4 Yield

- |                      |  |
|----------------------|--|
| Indication of yield: | 5.875%   |
|                      | The yield is calculated at the Issue Date on the basis of the Issue Price. It is not an indication of future yield |

#### 5 Operational Information

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|-------------------------------|--------------|
| ISIN Code (Reg S Note):       | XS1595714087 |
| ISIN Code (Rule 144A Note):   | US48667QAP00 |
| Common Code (Reg S Note):     | 159571408    |
| Common Code (Rule 144A Note): | 159943127    |
| Rule 144A Note CUSIP number:  | 48667QAP0    |

EXECUTION VERSION

Any clearing system(s) other than DTC, Euroclear Bank SA/NV and Clearstream Banking, *société anonyme* and the relevant identification numbers): Not Applicable

Delivery: Delivery against payment

Names and addresses of additional Paying Agent(s) (if any): Not Applicable