

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

<i>In millions of tenge</i>	Note	June 30, 2019 (unaudited)	December 31, 2018 (audited)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	4,465,930	4,515,170
Right-of-use assets	6	40,973	-
Exploration and evaluation assets		182,323	189,800
Investment property		23,972	24,188
Intangible assets		170,456	173,077
Long-term bank deposits	7	50,793	52,297
Investments in joint ventures and associates	8	5,247,191	4,895,444
Deferred income tax asset		80,188	97,881
VAT receivable		92,778	113,073
Advances for non-current assets		59,481	27,176
Loans and receivables due from related parties		632,919	638,528
Other financial assets		5,455	4,753
Other non-current assets		18,053	16,942
		<b>11,070,512</b>	<b>10,748,329</b>
<b>Current assets</b>			
Inventories		270,593	312,299
VAT receivable		85,102	66,522
Income tax prepaid		40,722	53,143
Trade accounts receivable	9	560,175	493,977
Short-term bank deposits	7	553,920	386,459
Loans and receivables due from related parties		150,279	148,615
Other current assets	9	220,724	204,724
Cash and cash equivalents	10	899,330	1,539,453
		<b>2,780,845</b>	<b>3,205,192</b>
Assets classified as held for sale		<b>29,529</b>	<b>61,760</b>
		<b>2,810,374</b>	<b>3,266,952</b>
<b>Total assets</b>		<b>13,880,886</b>	<b>14,015,281</b>

*The accompanying notes on pages 8 to 34 are an integral part of these interim condensed consolidated financial statements.*

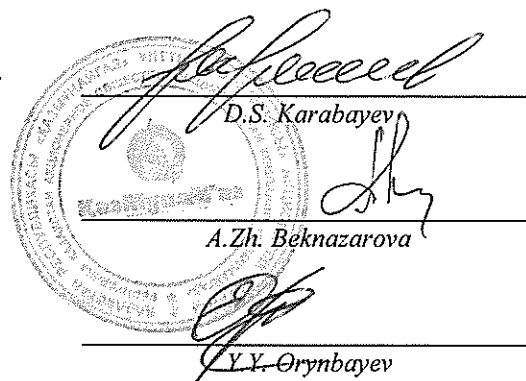
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**(continued)**

<i>In millions of tenge</i>	Note	June 30, 2019 (unaudited)	December 31, 2018 (audited)
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital		916,541	916,541
Additional paid-in capital		40,794	40,794
Other equity		83	83
Currency translation reserve		1,728,943	1,764,108
Retained earnings		4,909,271	4,341,062
<b>Attributable to equity holders of the Parent Company</b>		<b>7,595,632</b>	<b>7,062,588</b>
Non-controlling interest		75,738	80,480
<b>Total equity</b>		<b>7,671,370</b>	<b>7,143,068</b>
<b>Non-current liabilities</b>			
Borrowings	12	3,709,471	3,822,648
Provisions		246,000	229,797
Deferred income tax liabilities		515,912	479,598
Financial guarantee		6,147	11,501
Lease liabilities	6	38,212	6,550
Prepayment on oil supply agreements	13	165,384	480,250
Other non-current liabilities		32,631	33,712
		<b>4,713,757</b>	<b>5,064,056</b>
<b>Current liabilities</b>			
Borrowings	12	285,845	330,590
Provisions		65,624	98,471
Income tax payable		9,626	13,272
Trade accounts payable	14	583,441	632,739
Other taxes payable		108,520	105,026
Financial guarantee		1,171	1,831
Lease liabilities	6	13,964	2,656
Prepayment on oil supply agreements	13	227,600	384,200
Other current liabilities	14	199,968	234,333
		<b>1,495,759</b>	<b>1,803,118</b>
Liabilities directly associated with the assets classified as held for sale		-	5,039
<b>Total liabilities</b>		<b>6,209,516</b>	<b>6,872,213</b>
<b>Total equity and liabilities</b>		<b>13,880,886</b>	<b>14,015,281</b>
<b>Book value per ordinary share</b>	11	<b>0.012</b>	<b>0.011</b>

Deputy Chairman of the Management Board – Chief Financial Officer

Managing director – finance controller

Chief accountant



D.S. Karabayev

A.Zh. Beknazarova

Y.Y. Orynbayev

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**INTERIM CONDENSED CONSOLIDATED STATEMENT  
OF COMPREHENSIVE INCOME**


<i>In millions of tenge</i>	Note	For the three months ended June 30,		For the six months ended June 30,	
		2019 (unaudited)	2018 (unaudited)	2019 (unaudited)	2018 (unaudited)
Revenue	15	1,637,309	1,891,909	3,402,580	3,356,260
Cost of sales	16	(1,160,396)	(1,488,120)	(2,511,579)	(2,614,525)
<b>Gross profit</b>		<b>476,913</b>	<b>403,789</b>	<b>891,001</b>	<b>741,735</b>
General and administrative expenses	17	(70,040)	(65,133)	(110,700)	(109,023)
Transportation and selling expenses	18	(171,150)	(155,842)	(358,123)	(303,924)
Impairment of property, plant and equipment, exploration and evaluation assets and intangible assets, other than goodwill		(24,872)	(39,313)	(25,240)	(39,701)
Loss on disposal of property, plant and equipment, intangible assets and investment property, net		(370)	1,235	(636)	(1,463)
Other operating income		6,111	75	10,143	10,274
Other operating expenses		(2,116)	(1,723)	(7,178)	(9,003)
<b>Operating profit</b>		<b>214,476</b>	<b>143,088</b>	<b>399,267</b>	<b>288,895</b>
Net foreign exchange gain/(loss)		(1,183)	22,996	2,185	1,666
Finance income	19	32,190	81,045	61,796	111,354
Finance costs	19	(75,454)	(197,226)	(160,847)	(277,526)
Gain on disposal of subsidiaries	4	–	3,249	17,481	3,249
Share in profit of joint ventures and associates, net	20	226,228	172,625	445,250	337,319
<b>Profit before income tax</b>		<b>396,257</b>	<b>225,777</b>	<b>765,132</b>	<b>464,957</b>
Income tax expense	21	(83,053)	(67,793)	(142,734)	(108,812)
<b>Profit for the period from continuing operations</b>		<b>313,204</b>	<b>157,984</b>	<b>622,398</b>	<b>356,145</b>
<b>Discontinued operations</b>					
Profit/(loss) after income tax for the period from discontinued operations	4	–	(2,488)	6	3,562
<b>Net profit for the period</b>		<b>313,204</b>	<b>155,496</b>	<b>622,404</b>	<b>359,707</b>
<b>Net profit/(loss) for the period attributable to:</b>					
Equity holders of the Parent Company		314,371	147,565	623,536	348,549
Non-controlling interests		(1,167)	7,931	(1,132)	11,158
		<b>313,204</b>	<b>155,496</b>	<b>622,404</b>	<b>359,707</b>

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interim condensed consolidated financial statements.*


**INTERIM CONDENSED CONSOLIDATED STATEMENT  
OF COMPREHENSIVE INCOME (continued)**

<i>In millions of tenge</i>	Note	For the three months ended June 30,		For the six months ended June 30,	
		2019 (unaudited)	2018 (unaudited)	2019 (unaudited)	2018 (unaudited)
<b>Other comprehensive income</b>					
<i>Other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of foreign operations		2,265	169,094	(38,314)	64,073
Accumulated differences on translation of disposal group		-	(476)	-	(476)
The tax effect of the components of comprehensive income		2,721	-	2,721	-
<b>Other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods</b>		<b>4,986</b>	<b>168,618</b>	<b>(35,593)</b>	<b>63,597</b>
<i>Other comprehensive (loss)/income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial (loss)/gain on defined benefit plans of the Group, net of tax		(1,346)	22	(1,346)	22
Actuarial gain/(loss) on defined benefit plans of joint ventures		(16)	(15)	190	134
<b>Other comprehensive (loss)/gain not to be reclassified to profit or loss in subsequent periods</b>		<b>(1,362)</b>	<b>7</b>	<b>(1,156)</b>	<b>156</b>
<b>Other comprehensive (loss)/income for the period</b>		<b>3,624</b>	<b>168,625</b>	<b>(36,749)</b>	<b>63,753</b>
<b>Total comprehensive income for the period, net of tax</b>		<b>316,828</b>	<b>324,121</b>	<b>585,655</b>	<b>423,460</b>
<b>Total comprehensive income for the period attributable to:</b>					
Equity holders of the Parent Company		318,068	311,730	587,215	410,792
Non-controlling interests		(1,240)	12,391	(1,560)	12,668
		<b>316,828</b>	<b>324,121</b>	<b>585,655</b>	<b>423,460</b>


Deputy Chairman of the Management Board – Chief Financial Officer

  
 \_\_\_\_\_  
 D.S. Karabayev

Managing director – finance controller

  
 \_\_\_\_\_  
 A.Zh. Beknazarova

Chief accountant

  
 \_\_\_\_\_  
 Y.A. Orynbayev

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

<i>In millions of tenge</i>	For the six months ended June 30	
	2019 (unaudited)	2018 (unaudited)
<b>Cash flows from operating activities</b>		
Receipts from customers	3,181,074	3,473,027
Payments to suppliers	(2,339,205)	(2,337,958)
Other taxes and payments to the budget	(652,448)	(568,624)
Income taxes paid	(78,896)	(61,531)
Interest received	56,588	72,028
Interest paid	(126,211)	(110,699)
Payments to employees	(175,520)	(187,232)
Tax returns	14,324	9,782
Other payments, net	(62,219)	(74,264)
<b>Net cash flows (used in) / from operating activities</b>	<b>(182,513)</b>	<b>214,529</b>
<b>Cash flows from investing activities</b>		
(Placement)/withdrawal of bank deposits, net	(166,257)	1,170,309
Purchase of property, plant and equipment, intangible assets, investment property and exploration and evaluation assets	(210,689)	(221,198)
Proceeds from sale of property, plant and equipment, intangible assets, investment property and exploration and evaluation assets	4,962	3,296
Proceeds from sale of subsidiaries, net of cash disposed (Note 4)	56,760	3,494
Dividends received from joint ventures and associates (Note 8)	42,306	78,726
Proceeds from sale of joint ventures	-	2,000
Repayment of loans given to related parties	10,934	14,159
Repayment of a promissory note due from an associate	168	94
Loans given to related parties	(28,024)	(35,451)
<b>Net cash flows (used in) / from investing activities</b>	<b>(289,840)</b>	<b>1,015,429</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	333,670	1,316,683
Repayment of borrowings	(445,088)	(1,331,016)
Dividends paid to Samruk-Kazyna and National Bank of Republic of Kazakhstan	-	(36,273)
Dividends paid to non-controlling interests	(157)	(6,272)
Distributions to Samruk-Kazyna	(33,956)	-
Share buyback by the subsidiary	(1,729)	(628,003)
Payment of lease liabilities	(7,337)	(360)
<b>Net cash flows used in financing activities</b>	<b>(154,597)</b>	<b>(685,241)</b>
Effects of exchange rate changes on cash and cash equivalents	(19,650)	43,166
Changes in allowance for expected losses in cash and cash equivalents	82	(34)
<b>Net change in cash and cash equivalents</b>	<b>(646,518)</b>	<b>587,849</b>
Cash and cash equivalents, at the beginning of the period	1,545,848	1,266,605
<b>Cash and cash equivalents, at the end of the period</b>	<b>899,330</b>	<b>1,854,454</b>

Deputy Chairman of the Management Board – Chief Financial Officer

Managing director – finance controller

Chief accountant



*[Signature]*  
D.S. Karabayev

*[Signature]*  
A.Zh. Beknazarova

*[Signature]*  
Y.Y. Orynbayev

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

<i>In millions of tenge</i>	Attributable to equity holders of the Parent Company					Total	Non- controlling interest	Total
	Share capital	Additional paid-in capital	Other equity	Currency translation reserve	Retained earnings			
<b>As at January 1, 2018 (audited) (restated)</b>	709,345	243,876	83	1,295,091	3,652,800	5,901,195	870,012	6,771,207
Net profit for the period (unaudited)	-	-	-	-	348,549	348,549	11,158	359,707
Other comprehensive income (unaudited)	-	-	-	62,087	156	62,243	1,510	63,753
<b>Total comprehensive income for the period</b>	-	-	-	62,087	348,705	410,792	12,668	423,460
Contribution to share capital (Note 11)	207,196	(203,217)	-	-	-	3,979	-	3,979
Dividends (Note 11)	-	-	-	-	(36,273)	(36,273)	(6,200)	(42,473)
Distributions to Samruk-Kazyna (Note 11)	-	-	-	-	(1,604)	(1,604)	-	(1,604)
Transactions with Samruk-Kazyna (Note 11)	-	-	-	-	(79,683)	(79,683)	-	(79,683)
Share buyback by the subsidiary (Note 11)	-	-	-	-	86,178	86,178	(714,181)	(628,003)
<b>As at June 30, 2018 (unaudited)</b>	<b>916,541</b>	<b>40,659</b>	<b>83</b>	<b>1,357,178</b>	<b>3,970,123</b>	<b>6,284,584</b>	<b>162,299</b>	<b>6,446,883</b>

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)**

<i>In millions of tenge</i>	Attributable to equity holders of the Parent Company					Total	Non-controlling interest	Total
	Share capital	Additional paid-in capital	Other equity	Currency translation reserve	Retained earnings			
<b>As at December 31, 2018 (audited)</b>	916,541 <sup>1</sup>	40,794	83	1,764,108	4,341,062	7,062,588	80,480	7,143,068
Changes in accounting policy (Note 2)	-	-	-	-	(4,268)	(4,268)	(910)	(5,178)
<b>As at January 1, 2019 (restated)</b>	916,541	40,794	83	1,764,108	4,336,794	7,058,320	79,570	7,137,890
Net profit for the period (unaudited)	-	-	-	-	623,536	623,536	(1,132)	622,404
Other comprehensive loss (unaudited)	-	-	-	(35,165)	(1,156)	(36,321)	(428)	(36,749)
<b>Total comprehensive income for the period</b>	-	-	-	(35,165)	622,380	587,215	(1,560)	585,655
Transactions with Samruk-Kazyna (Note 11)	-	-	-	-	(7,350)	(7,350)	-	(7,350)
Dividends (Note 11)	-	-	-	-	(36,998)	(36,998)	(4,137)	(41,135)
Distributions to Samruk-Kazyna (Note 11)	-	-	-	-	(3,853)	(3,853)	-	(3,853)
Share buyback by the subsidiary (Note 11)	-	-	-	-	(1,702)	(1,702)	(31)	(1,733)
Contribution to share capital of subsidiary without change in ownership	-	-	-	-	-	-	1,896	1,896
<b>As at June 30, 2019 (unaudited)</b>	<b>916,541</b>	<b>40,794</b>	<b>83</b>	<b>1,728,943</b>	<b>4,909,271</b>	<b>7,595,632</b>	<b>75,738</b>	<b>7,671,370</b>

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