

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2014

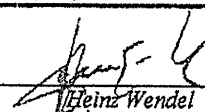
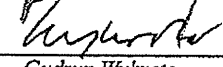

<i>In thousands of US dollars</i>	Notes	31 December 2014	31 December 2013
Assets			
Non-current assets			
Exploration and evaluation assets	5	24,380	20,434
Property, plant and equipment	6	1,442,192	1,331,386
Restricted cash	12	5,023	4,217
Advances for non-current assets	7	134,355	10,037
Derivative financial instruments	26	60,301	–
Non-current investments	11	–	25,000
		1,666,251	1,391,074
Current assets			
Inventories	8	25,443	22,085
Trade receivables	9	30,110	66,564
Prepayments and other current assets	10	38,570	29,168
Income tax prepayment		13,925	5,042
Current investments	11	25,000	25,000
Cash and cash equivalents	12	361,350	170,447
		494,398	318,308
Total assets		2,160,649	1,709,380
Equity and liabilities			
Partnership capital and reserves			
Partnership capital	13	4,112	4
Other reserves		32,440	32,440
Retained earnings		745,185	558,877
		781,737	591,321
Non-current liabilities			
Long-term borrowings	14	1,035,141	830,854
Abandonment and site restoration provision	15	20,877	13,874
Due to Government of Kazakhstan	16	5,906	6,021
Deferred tax liability	25	205,298	152,545
		1,267,222	1,003,294
Current liabilities			
Current portion of long-term borrowings	14	15,024	7,449
Trade payables	17	48,634	56,676
Advances received		2,670	37
Current portion of Due to Government of Kazakhstan	16	1,031	1,031
Other current liabilities	18	44,331	49,572
		111,690	114,765
Total equity and liabilities		2,160,649	1,709,380

General Director of Zhaikmunai LLP

Chief Financial Officer of Zhaikmunai LLP

Chief Accountant of Zhaikmunai LLP




 Heinz Wendel

 Gudrun Wykrota

 Olga Shoshinova

The accounting policies and explanatory notes on pages 6 through 37 are an integral part of these consolidated financial statements

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2014

<i>In thousands of US dollars</i>	Notes	2014	2013
Revenue			
Revenue from export sales		676,064	765,029
Revenue from domestic sales		105,814	129,985
	19	781,878	895,014
Cost of sales			
	20	(222,649)	(286,222)
Gross profit		559,229	608,792
General and administrative expenses			
General and administrative expenses	21	(33,341)	(30,803)
Selling and transportation expenses	22	(122,254)	(121,674)
Finance costs	23	(72,098)	(64,702)
Foreign exchange loss, net		(3,401)	(499)
Gain on derivative financial instrument	26	60,301	—
Interest income		812	659
Other expenses	24	(50,276)	(25,593)
Other income		9,301	4,263
Profit before income tax		348,273	370,443
Income tax expense			
	25	(161,965)	(142,423)
Profit for the year		186,308	228,020
Other comprehensive income			
		—	—
Total comprehensive income for the year		186,308	228,020

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CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2014

<i>In thousands of US dollars</i>	Notes	2014	2013
Cash flow from operating activities			
Profit before income tax		348,273	370,443
Adjustments for:			
Depreciation, depletion and amortisation	20, 21	111,774	120,266
Finance costs	23	72,098	64,702
Interest income		(812)	(659)
Foreign exchange (gain)/loss on investing and financing activities		(565)	48
Loss on disposal of property, plant and equipment		514	–
Gain on derivative financial instruments	26	(60,301)	–
Operating profit before working capital changes		470,981	554,800
Changes in working capital:			
Change in inventories		(3,358)	2,878
Change in trade receivables		36,454	(12,562)
Change in prepayments and other current assets		(9,402)	(5,557)
Change in trade payables		(4,272)	(8,008)
Change in advances received		2,633	(24)
Change in Due to Government of Kazakhstan		(1,032)	(1,031)
Change in other current liabilities		20	7,816
Cash generated from operations		492,024	538,312
Income tax paid		(116,616)	(154,993)
Net cash flows from operating activities		375,408	383,319
Cash flow from investing activities			
Interest received		812	659
Purchase of property, plant and equipment		(325,522)	(201,166)
Purchase of exploration and evaluation assets		(10,445)	(5,045)
Redemption of bank deposits		25,000	–
Net cash used in investing activities		(310,155)	(205,552)
Cash flow from financing activities			
Finance costs paid		(73,153)	(71,734)
Issue of Notes	14	400,000	–
Fees paid on arrangement of notes	14	(6,525)	–
Repayment of notes		(92,505)	–
Disposal of subsidiaries, net of cash disposed		39	–
Transfer to restricted cash		(806)	(565)
Contributions to the partnership capital	13	4,108	–
Distributions paid		–	(10,000)
Repayment of borrowings		(104,000)	(90,000)
Net cash from/(used in) financing activities		127,158	(172,299)
Effects of exchange rate changes on cash and cash equivalents		(1,508)	–
Net increase in cash and cash equivalents		190,903	5,468
Cash and cash equivalents at the beginning of the year	12	170,447	164,979
Cash and cash equivalents at the end of the year	12	361,350	170,447

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CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

NON-CASH TRANSACTIONS

The following non-cash transaction has been excluded from the consolidated statement of cash flows:

Offset of Corporate Income Tax with Value Added Tax

During the year ended December 31, 2014, the Partnership offset tax liabilities for the non-cash amount of US\$ 9,426 thousand, including Corporate Income Tax liability of US\$ 2,480 thousand with Value Added Tax Receivables.

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