

Consolidated Interim Statement of Financial Position*Tenge million*

| | | March 31, 2016 | December 31, 2015 |
|---|-------|------------------|-------------------|
| | Notes | Unaudited | Audited |
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 5 | 255,817 | 234,367 |
| Intangible assets | | 9,471 | 9,619 |
| Investments in joint ventures | 6 | 156,284 | 154,453 |
| Investments in associate | 7 | 154,773 | 154,241 |
| Receivable from a jointly controlled entity | | 22,950 | 21,602 |
| Loans receivable from joint ventures | 6 | 29,286 | 27,941 |
| Other financial assets | 8 | 36,163 | 33,760 |
| Deferred tax asset | | 68,148 | 71,904 |
| Other assets | | 9,280 | 5,717 |
| Total non-current assets | | 742,172 | 713,604 |
| Current assets | | | |
| Inventories | | 20,898 | 23,102 |
| Income taxes prepaid | | 59,211 | 36,225 |
| Taxes prepaid and VAT recoverable | | 19,679 | 16,132 |
| Mineral extraction and rent tax prepaid | | 6,064 | 6,064 |
| Prepaid expenses | | 24,432 | 30,135 |
| Trade and other receivables | 8 | 104,125 | 105,443 |
| Receivable from a jointly controlled entity | | 8,930 | 8,822 |
| Other financial assets | 8 | 770,032 | 833,912 |
| Cash and cash equivalents | 8 | 256,017 | 237,310 |
| Total current assets | | 1,269,388 | 1,297,145 |
| Total assets | | 2,011,560 | 2,010,749 |
| EQUITY | | | |
| Share capital | 9 | 163,968 | 163,004 |
| Other capital reserves | | 2,757 | 3,945 |
| Retained earnings | | 1,312,950 | 1,311,759 |
| Other components of equity | | 342,572 | 333,141 |
| Total equity | | 1,822,247 | 1,811,849 |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Borrowings | | 5,623 | 5,990 |
| Deferred tax liability | | 240 | 240 |
| Provisions | 10 | 45,622 | 45,264 |
| Total non-current liabilities | | 51,485 | 51,494 |
| Current liabilities | | | |
| Borrowings | | 5,653 | 5,585 |
| Provisions | 10 | 70,679 | 70,010 |
| Income taxes payable | | 2,645 | 13 |
| Mineral extraction tax and rent tax payable | | 12,518 | 22,249 |
| Trade and other payables | | 46,333 | 49,549 |
| Total current liabilities | | 137,828 | 147,406 |
| Total liabilities | | 189,313 | 198,900 |
| Total liabilities and equity | | 2,011,560 | 2,010,749 |

KAZMUNAIGAS EXPLORATION PRODUCTION JOINT STOCK COMPANY

Consolidated Interim Statement of Comprehensive Income (unaudited)

Tenge million

| | Notes | Three months ended March 31, | |
|--|-------|------------------------------|----------------|
| | | 2016 | 2015 |
| Revenue | 11 | 121,190 | 116,732 |
| Share of results of associate and joint ventures | 6,7 | (3,690) | 4,554 |
| Finance income | | 8,015 | 6,188 |
| Total revenue and other income | | 125,515 | 127,474 |
| Production expenses | 12 | (54,618) | (57,964) |
| Selling, general and administrative expenses | 13 | (30,316) | (26,440) |
| Exploration expenses | | – | (349) |
| Depreciation, depletion and amortization | | (6,621) | (4,346) |
| Taxes other than on income | 14 | (34,195) | (48,379) |
| Loss on disposal of property, plant and equipment | 5 | (131) | (72) |
| Finance costs | | (941) | (1,081) |
| Foreign exchange gain, net | | 13,313 | 17,055 |
| Profit before tax | | 12,006 | 5,898 |
| Income tax expense | 15 | (11,082) | (4,316) |
| Profit for the period | | 924 | 1,582 |
| Foreign currency translation difference | | 9,431 | 358 |
| Other comprehensive income for the period to be reclassified to profit and loss in subsequent periods | | 9,431 | 358 |
| Total comprehensive income for the period, net of tax | | 10,355 | 1,940 |
| EARNINGS PER SHARE – Tenge thousands | | | |
| Basic and diluted | | 0.01 | 0.02 |

KAZMUNAIGAS EXPLORATION PRODUCTION JOINT STOCK COMPANY

Consolidated Interim Statement of Cash Flows (unaudited)

Tenge million

| | | Three months ended March 31, | |
|--|--------------|-------------------------------------|-----------------|
| | Notes | 2016 | 2015 |
| Cash flows from operating activities | | | |
| Profit before tax | | 12,006 | 5,898 |
| Adjustments to add / (deduct) non-cash items | | | |
| Depreciation, depletion and amortisation | | 6,621 | 4,346 |
| Share of result of associate and joint ventures | | 3,690 | (4,554) |
| Loss on disposal of property, plant and equipment (PPE) | 5 | 131 | 72 |
| Dry well expense on exploration and evaluation assets | | – | 51 |
| Recognition of share-based payments | | 43 | – |
| Unrealised foreign exchange gain on non-operating activities | | (8,012) | (15,968) |
| Change in provisions | | 969 | 3,941 |
| Other non-cash income and expense | | 105 | 543 |
| Add finance costs | | 941 | 1,081 |
| Deduct finance income | | (8,015) | (6,188) |
| Working capital adjustments | | | |
| Change in other assets | | 131 | (1,932) |
| Change in inventories | | 2,190 | 5,267 |
| Change in taxes prepaid and VAT recoverable | | (4,319) | 3,234 |
| Change in prepaid expenses | | 5,702 | 7,423 |
| Change in trade and other receivables | | (3,482) | (1,603) |
| Change in trade and other payables | | (3,324) | (1,067) |
| Change in mineral extraction and rent tax payable and prepaid | | (9,731) | (10,185) |
| Income tax paid | | (26,625) | (17,589) |
| Net cash used in operating activities | | (30,979) | (27,230) |
| Cash flows from investing activities | | | |
| Purchases of PPE | 5 | (32,267) | (22,401) |
| Proceeds from sale of PPE | | 65 | 3 |
| Purchases of intangible assets | | (251) | (322) |
| Loans provided to joint ventures | | – | (277) |
| Dividends received from joint ventures and associate, net of withholding tax | | 6,386 | 4,626 |
| Proceeds / (Purchase) from withdrawal of financial assets held to maturity | | 69,807 | (22,346) |
| Interest received | | 2,625 | 1,759 |
| Net cash generated / (used) from investing activities | | 46,365 | (38,958) |
| Cash flows from financing activities | | | |
| Repayment of borrowings | | (323) | (273) |
| Dividends paid to Company's shareholders | | (15) | (38) |
| Net cash used in financing activities | | (338) | (311) |
| Net change in cash and cash equivalents | | 15,048 | (66,499) |
| Cash and cash equivalents at the beginning of the period | 8 | 237,310 | 180,245 |
| Net foreign exchange difference on cash and cash equivalents | | 3,659 | 1,558 |
| Cash and cash equivalents at the end of the period | 8 | 256,017 | 115,304 |

KAZMUNAIGAS EXPLORATION PRODUCTION JOINT STOCK COMPANY

Consolidated Interim Statement of Changes in Equity

Tenge million

| | Share capital | Treasury stock | Other capital reserves | Retained earnings | Foreign currency translation reserve | Total Equity |
|--|----------------|------------------|------------------------|-------------------|--------------------------------------|------------------|
| As at December 31, 2014 (audited) | 263,095 | (100,091) | 2,355 | 1,098,170 | 75,587 | 1,339,116 |
| Profit for the period | – | – | – | 1,582 | – | 1,582 |
| Other comprehensive income | – | – | – | – | 358 | 358 |
| Total comprehensive income | – | – | – | 1,582 | 358 | 1,940 |
| As at March 31, 2015 (unaudited) | 263,095 | (100,091) | 2,355 | 1,099,752 | 75,945 | 1,341,056 |
| As at December 31, 2015 (audited) | 263,095 | (100,091) | 3,945 | 1,311,759 | 333,141 | 1,811,849 |
| Profit for the period | – | – | – | 924 | – | 924 |
| Other comprehensive income | – | – | – | – | 9,431 | 9,431 |
| Total comprehensive income | – | – | – | 924 | 9,431 | 10,355 |
| Recognition of share-based payments | – | – | 43 | – | – | 43 |
| Exercise of employee options | – | 964 | (1,231) | 267 | – | – |
| As at March 31, 2016 (unaudited) | 263,095 | (99,127) | 2,757 | 1,312,950 | 342,572 | 1,822,247 |