

Minutes of

Consultation Meeting on the Future Growth Project – Wellhead Pressure Management Project, Tengizchevroil LLP

Venue: Cultural Center, Borankul Village, Beineu Region, Mangystau Oblast

Date and time: 25 October 2016

14:30 - 16:00

Welcoming remarks

M. Turegozhin, Borankul Rural District Akim, greeted the village residents and informed that “Tengizchevroil” LLP (TCO) will provide information on Future Growth Project - Wellhead Pressure Management Project (FGP-WPMP).

R. Artygaliev (TCO) stated the objective of the Consultation Meeting, which was to present an overview of the TCO FGP-WPMP and to answer questions from members of the public and hear their opinions about the project. He also noted that the meeting was not a public hearing. Then, R. Artygaliev informed the attendees that these consultations meetings will become regular and this was not a last chance to discuss with TCO questions related to FGP-WPMP.

Next on the agenda was a presentation by Nurtas Kenganov, FGP-WPMP Operational Excellence / Health, Environment & Safety Deputy Manager, with an overview of TCO and FGP-WPMP.

Questions and Answers Session

Zh. Zharylgapov: Since the last meeting, a lot of time has passed and we would like to know how many people from our village have been employed and what specialities? Can you train our people on speciality of welder and others? In the presentation, you mentioned 180 seats are available for training; next time, we would like to know how many people you sent for training. I'm an old man and request your assistance in providing a sanatorium, not for everyone of course but if possible. Also, at the last meeting issues were raised regarding gas and water supply and planting trees. Nothing has been done by you. We would like for one copy of the minutes of meeting to be with our Akim to know for sure which issues have been raised.

R. Artygaliev (TCO): TCO website contains all protocols of Consultation Meetings. On July 5, we have received Final Investment Decision on FGP-WPMP. The main scope in Tengiz starts early in 2017, while on ERSAl fabrication yard – this month. Tengiz will open 11,200 positions, out of which 90% are on rotational basis; it means employment for 20,000 people. TCO has been requested by Prime Minister, Ministry of Energy and Ministry of Healthcare and Social Development to develop a mechanism of hiring employees by contractor organizations by November 15th. Once approved, it will be explained to project contractors since jobs will be created with contractors. Provisions will be made for welders and other trades. As for other received inquiries, we had a discussion with TCO management and a final decision has not been made yet. We are aware of your problems such as gas, water, planting trees and a sports center construction. Regarding a sanatorium, earlier we have sent elders to sanatoriums but received hundreds of letters with complaints for someone had

been omitted from the list and such. The program was implemented to support the elders, not to create conflicts. Ever since the company does not extend this kind of support.

M. Mukhanova: How can one get hired?

R. Artygaliev (TCO): As I have mentioned, we have been requested by Prime Minister, Ministry of Energy and Ministry of Healthcare and Social Development to develop a mechanism of hiring employees by contractor organizations by November 15th. Additionally we work closely with the Employment Department.

A. Koshakova: We have people in the village with two diplomas but out of work for 3-4 years now. They did not have practice for so long that they will have to retake training. Do you have a program enabling them to retake training and pass tests since everywhere people are hired upon successful exams?

R. Artygaliev (TCO): This kind of training is offered by both the State and Akimat, as well as by TCO. We have a large business and even though a person comes to work with experience, he will have to take these courses. Such as Safety Course, etc.

S. Kulzhanov: In West Kazakhstan, gas always cost less than anywhere else did, for example, while other Oblasts paid 5-6 tenge, we paid only 3 tenge. Can you help us out? Issues regarding gas and water, you will probably resolve; however, the biggest issue is employment.

R. Artygaliev (TCO): You will be informed about the mechanism mentioned above. Regarding gas, under the new law, we have a single provider – “KazTransOil” JSC. Before the law came into effect, we directly supplied gas to Atyrau Oblast. Now, we are just a production company like others and cannot influence the price.

S. Kulzhanov: Does the law stipulate what the gas price should be?

R. Artygaliev (TCO): It's not up to us but “KazTransOil” JSC since they supply gas to population.

Closing

M. Turegozhin (Akimat) expressed his gratitude to TCO for the meeting with Borankul residents.

R. Artygaliev (TCO) thanked the attendees for participation and informed that Consultation Meetings will be held until the project completion.

Summary of the Requests

Based on the Consultation Meeting and the questions submitted by the Question Forms following is the summary of the issues / questions raised by Borankul residents:

- Employment;
- Training;
- Social issues;
- Gas price;
- Water supply.