

Minutes of

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

Venue: School #10, Akkiiztogai Village, Zhylyoi Region, Atyrau Oblast

Date and time: 08 November 2016

15:00 - 16:30

Welcoming remarks

M. Bektembaev, Akkiiztogai Rural District Akim, greeted the village residents and informed that Tengizchevroil, LLP, (TCO) will provide information regarding 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.

After the presentation, R. Artygaliev provided more detailed information about social projects implemented by TCO in Atyrau Oblast under “Egilik” Social Infrastructure Program:

- In Atyrau, in 2015-2016 completed 280-seat kindergarten and 320-seat National gymnasium for gifted kids. Currently ongoing projects: Retro Park (completion - 3Q 2017) and 624-seat Secondary Technical Gymnasium (STG) (completion - 4Q 2017). In approved plans: 624-seat secondary school in “Zhuldyz” district and Flagpole
- In Kulsary there are 2 ongoing projects: 290-seat kindergarten #1 (completion - 4Q 2017) and 290-seat kindergarten #2 (completion - 4Q 2017)
- In Koschagyl, in 2015-2016 completed Park irrigation system and Reconstruction of Technical water, currently ongoing project of 160-seat kindergarten construction with completion at the end of 2016. In approved plans: Health & Fitness center.
- Approved construction of 100-seat kindergarten and Health & Fitness center in Maikumgen.
- At the moment construction of 280-seat kindergarten is ongoing in Zhana Karaton, completion - 4Q 2016.
- In Turgyzba, ongoing project is 160-seat kindergarten (completion - end of 2016) and planned construction of Health & Fitness center.
- In Akkiiztogai in 2015-2016 completed construction of 160-seat kindergarten and currently finishing Health & Fitness center (completion - 1Q 2017).

- In Shokpartogai, in 2015-2016 completed construction of 160-seat kindergarten and currently finishing Health & Fitness center (completion - 1Q 2017).

Then, R. Artygaliev provided information about the Community Investment Program with US\$1 mln annual budget. R. Artygaliev mentioned new “Zharkyra” program to be implemented in Atyrau and Zhylyoi Region in 2016-2017 by Eurasia Foundation of Central Asia (EFCA) with financial support from TCO. The purpose of the program is to facilitate development of social entrepreneurship in the communities of Atyrau and Zhylyoi Region. He also added that out of 75 projects 6 have been approved: 4 – in Zhylyoi Region and 2 – in Atyrau.

Then, R. Artygaliev made a report on the action plan from the previous Consultation Meeting.

Questions and Answers Session

Y. Shakpakov: Practically, we don't have questions since the issues are being resolved. The road and the kindergarten are under construction and an access road to it will be built.

R. Artygaliev (TCO): We asked Shokpartogai Akim about the number of jobs planned for constructing social infrastructure facilities being built with TCO funds (the sports and recreation center and school). He answered that the budget provides for employing 45 workers for the kindergarten and 49 for the sports and recreation center. For the sports and recreation center, Shokpartogai Akimat allocated vacancies for sports trainers of various disciplines. Akim pointed out that the jobs in the kindergarten will mostly be given to women since the majority of men are working in Tengiz. Thus, Shokpartogai village has benefited from creation of about 100 jobs. Therefore, it's time to start thinking about the number of jobs and funds for Akkiiztogai village facilities.

M. Bektembaev (Akimat): The difference between the two villages is that Shokpartogai village has more residents. If as many as 160 children are going to attend the kindergarten, then it should have 47 employees. The sports and recreation center will require trainers of various disciplines as well. In both cases, specialists with relevant education will be required.

Y. Shakpakov: TCO does not solve personal problems of residents; TCO's primary objective is to resolve general social issues of the village; therefore, I would like to ask the village residents to raise a wider range of issues for the future. For example, construction of a school and a cultural center under “Egilik” Program. It will be significant decisions for the village in addition to the resolved issues such as water and gas supply and road construction. I want to thank TCO team of 20 members who visit the villages to inform the residents about TCO business activities and social responsibility. Since TCO ramps up its production capacity, this increases the budget for large social programs such as a US\$25 mln budget allocated for “Egilik” Program.

R. Artygaliev (TCO): As for including the cultural center into “Egilik” Program as per the procedure, address this request to Akimat.

Y. Shakpakov: It would be better to review the construction projects in detail since the newly built kindergarten can accommodate 160 children; whereas, in fact only 70-80 kids can attend. The second half of the kindergarten can be used for other needs.

R. Artygaliev (TCO): We have already had a talk with Deputy Akim where we considered having the second part of the kindergarten used for youth interest groups. TCO has fulfilled its commitments as to construct a kindergarten upon the residents' request; further operational issues shall be handled by Akkiiztogai village Akim.

Closing

M. Bektembaev (Akimat) expressed his gratitude to TCO for the meeting with Akkiiztogai 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 Akkiiztogai residents:

- Social projects.