

Message from the General Director of KPO



15th Anniversary of signing the Final Production Sharing Agreement

The date of 18 November 2012 has marked the 15th anniversary of signing the Final Production Sharing Agreement.

15 years ago this event has changed the Karachaganak's future. Today we have world-class operations producing at high-level records. Great progress has been achieved since 1997, and I am very proud for KPO achievements and of all employees and contractors that have made this happen.

Many of you have spent a number of years working for Karachaganak

and I thank you for your dedication and hard work. The great results of talent and professionalism of the KPO multicultural team are impressive!

KPO is committed to a sustainable future operating as a corporate responsible citizen and achieving further success for the benefit of the Republic of Kazakhstan and the Karachaganak Partners.

Congratulations to you all!
Damiano Ratti
General Director

KPO held HSE forum with contractors

On 23rd October in Aksai KPO held a HSE Forum with KPO contractors.

The forum's participants numbered for some 130 people and included BG Group vice-president in Central Asia Mark Rollins, KPO and contractors' top management.

During the forum's opening ceremony KPO General Director Damiano Ratti addressing the attendees said: 'This forum provides the opportunity for all of us to look at some of the challenges that we jointly face and to take note of good practices on maintaining and improving HSE performance'.

During the forum KPO representatives presented an update on actions from the Contractor Forum on Road Safety in May and made presentations on 'Prevention of illegal waste dumping' and 'Winter Safety'.

Representatives of contracting companies Rauan Nalco and Phlagman shared their experience on development and implementation of Contractor's HSE plan and experience on HSE leadership and responsibilities of management.

After completion of presentations there were round table discussions held in groups. Contractors' representatives came up with their own initiatives and recommendations based on the results of discussions.

At the end of the forum active participants received souvenirs and gratitude letters on behalf of KPO General Director.



Deputies of Kazakhstan parliament visit Karachaganak



On 27 November 2012 deputies of RK Majilis Parliament (Lower House) Yelena Tarassenko and Viktor Kiyanskiy, accompanied by Kenzhebai Nigmat, the WKO Nur Otan Democratic Peoples' Party First Deputy Chairman, and senior officials of the Burlin District Akimat visited Karachaganak Petroleum Operating B.V. (KPO).

Greeting the distinguished guests during their meeting with KPO Senior management, Luca Vignati, KPO Deputy General Director, expressed gratitude for their support of the Karachaganak Project. The MPs and officials have been provided with a detailed field overview and the highlights of KPO performance.

The guests were also briefed about the on-going field development activities, as well as further plans for the development of the Karachaganak field, KPO's contribution to the region's social-economic development and implementation of the Nationalisation and Vendor Development programmes.

During the meeting, Mrs. Tarassenko, RK Majilis Deputy, said: "We can see how rapidly the Karachaganak Field is being developed, and which impressive results have been achieved".

She also noted that the Karachaganak Project was very important for WKO economy and the Republic of Kazakhstan as a whole, and wished all KPO employees continued success in their endeavors.

During their trip, the distinguished guests also visited the Eco Centre where they have been informed about the preparation of drilling fluids, waste treatment and subsequent disposals.

US Embassy Deputy Political and Economic Consul visited Karachaganak



On 8th November, the US Embassy Deputy Political and Economic Consul, Brian Duggan and the US Embassy Economic Specialist Karima Akhmetova, visited Karachaganak field as a part of their short working visit to the West Kazakhstan Oblast.

The programme of their visit included familiarisation with the current development of Karachaganak field, meetings with KPO management and tour around the Field with visiting KPC. In addition, the guests had an opportunity to tour the Aksai Industrial Park.

Also during their stay at Karachaganak the guests were provided with a detailed field overview. They were briefed on Karachaganak field development activities, KPO performance and the company's contribution to the social and economic development of the region.



Kazakhstan Vice Minister of Environment visited Karachaganak

On 17th October Kazakhstan's Vice Minister of Environmental Protection Baurzhan Abdishev visited the Karachaganak oil and gas and condensate field, as part of a short working trip to West Kazakhstan Oblast.

The Vice Minister was accompanied by the Director of the WKO Department of Environmental Regulation and Control Committee, the RoK Ministry of Environmental Protection Yeremek Umarov and Burlin District Deputy Akim, Serik Adlyaliyev.

During a working meeting with the KPO top management the guests were briefed on the operations and environmental performance of KPO.

In addition, the guests met with the KPO employees and presented key aspects of President Nazarbayev's address titled, 'Socio-Economic Modernization as the Main Route for the Development of Kazakhstan'.

The delegation also visited KPO's industrial facilities, including the Karachaganak Processing Complex and the Eco Centre.

At the end of the visit, the guests expressed their satisfaction with KPO's achievements in the field development, and wished all KPO employees continued success in their endeavours.



KPO celebrates the Day of Transport worker



On 28th October the national staff working in the area of transportation celebrated their professional holiday – The Day of Transport worker. Following a good tradition, KPO I&S department organized the sport tournaments and competition for the 'Best Driver' nomination for drivers and other personnel involved in organization of transportation services.

The sport events included volleyball and mini-football tournaments. The participating teams were represented by KPO and contractor companies – AksaiAutoTrans, Autodom-T and Caspian Company. KPO team won the first prize in volleyball having demonstrated good team work and strong will to score a victory. The main prize in the mini-football tournament was awarded to the Caspian company team.

The 'Best driver' competition was held for the first time at KPO and the participants competed to demonstrate their driving skills and best knowledge of the RoK Traffic Rules. 14 drivers took part in the contest. Ruslan Baidukenov (KPO – Career) has become the winner in the nomination 'Best Jeep driver'; Tulkvai Tazhikenov (KPO – Career) won in the nomination the 'Best Pickup Driver'; and Marat Duyussov (AksaiAutoTrans) got the 'Best Bus Driver' award.

General Director Damiano Ratti congratulated the winners of the contest and presented diplomas and valuable gifts. All other competitors received souvenirs for their participation in the contest.

Partnership for the prosperity of the Republic of Kazakhstan! JSC "Aksaigasservice" is a reliable contractor to KPO

On the eve of the professional holiday the "Day of workers of oil and gas industry" the management of JSC "Aksaigasservice" hosted a big corporate party for their staff and invited numerous guests from the city administration and various companies working in Aksai and Karachaganak field. KPO General Director Damiano Ratti, Operations Director Luca Vignatti, Government Relations Director Nurzhan Kamalov and Filed Manager Paul Meech also attended the party as honorary guests.

It is necessary to note that from the very beginning of its activities in the Karachaganak field, KPO actively cooperates with JSC "Aksaigasservice" which proved to be the reliable partner to KPO and over the last few years made tremendous efforts to achieve best

results. Working for 14 years in the field it is now recognised for its outstanding contribution for the development of the Project.

Over the last few years "Aksaigasservice" made significant improvements in health, safety and environment performance across its entire organisation. As one of the fastest growing companies JSC "Aksaigasservice" actively participates in the sponsorship and charitable activities of the entire region. It also supports veterans of war and labour.

During the celebration of the Oilman's day, KPO General Director Damiano Ratti and Operations Director Luca Vignatti congratulated all the employees of "Aksaigasservice" and other guests with the professional holiday. It was noted that KPO



was grateful for all the efforts of the management of the company for supporting and improving

KPO's HSE performance. Finally, they expressed their gratitude to "Aksaigasservice" management

for fruitful cooperation and wished them good luck, prosperity and wellbeing.