

Simple Sustainable Successful

H1 Results Presentation

Financial and operational stability in a volatile and uncertain oil price environment

- 1 Stable production volumes — 8.0 mmboe / 44,337 boepd (H1 2014: 8.5 mmboe / 46,569 boepd)
- 2 Adaptable cost base — +15% reduction in combined Opex¹, G&A and transportation costs for the period
- 3 Maintenance of superior margins — +56% EBITDA² margin and successful negotiation of export gas sales
- 4 Resilient at low oil prices — 7,500 boepd production hedged at US\$85.0 / bbl with US\$231.8mm of cash³
- 5 Fully funded and on track for GTU III — doubling production by end of 2018
- 6 Substantial asset base — 2P reserves of 571 mmboe as at 31 December 2014 (+60% replacement ratio)

US\$27.0 Dividend paid in Q2

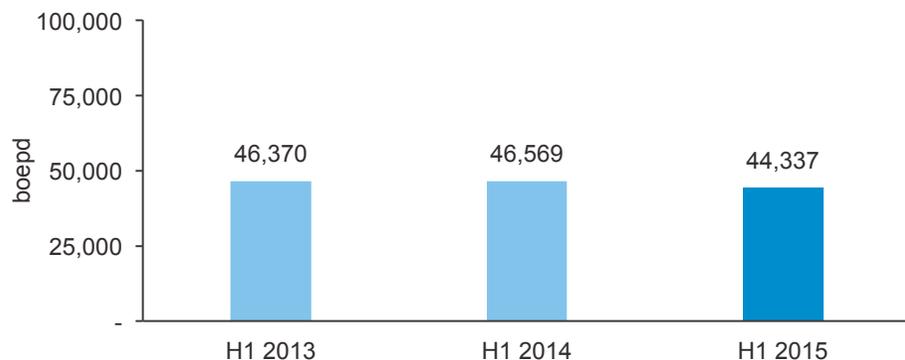
¹ Opex defined as Cost of Sales – Depreciation – Royalties – Government profit share

² Defined as Profit Before Tax + Finance Costs + Foreign Exchange Loss/(Gain) + ESOP + Depreciation – Interest Income + Other Expenses / (Income)

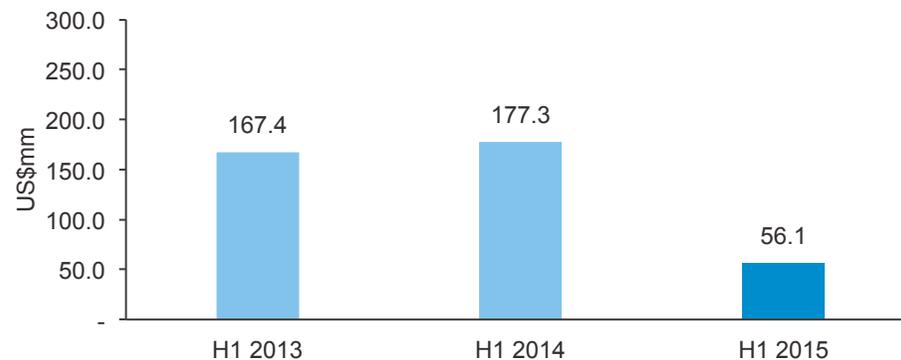
³ Cash and equivalents of US\$231.8mm includes US\$42.0mm of current investments

Progress – Snapshot

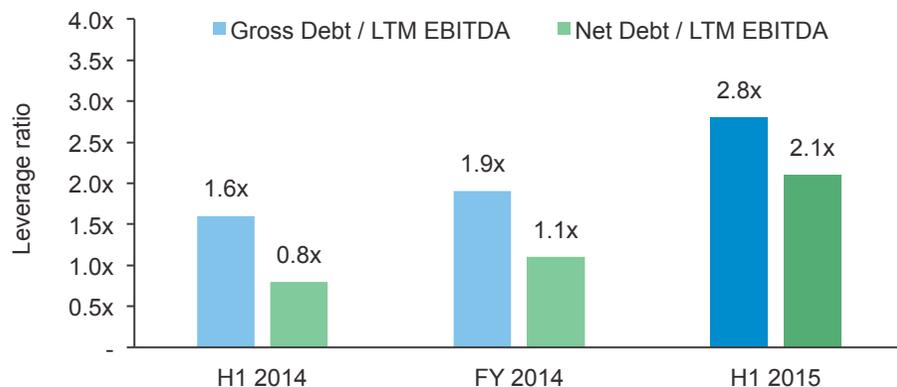
Production



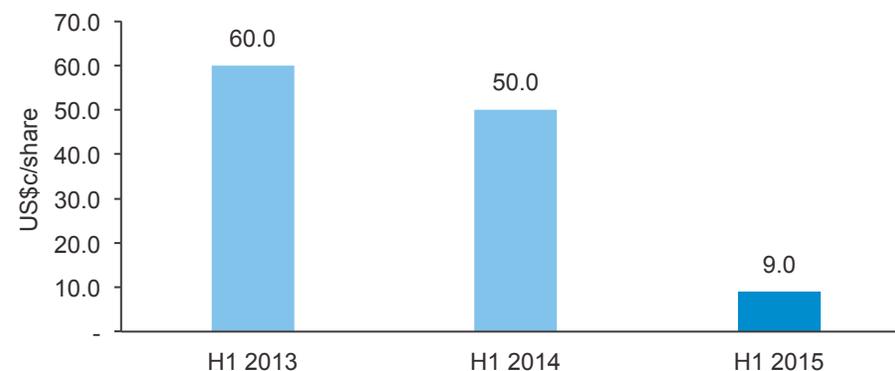
Net Operating Cash flows¹



Robust Credit Metrics



Earnings per share



¹ As reported in the consolidated group cash flow statement

H1 2015 Financial Results



Financial Overview – H1 2015

US\$mm	H1 2014	H1 2015	Change
Revenue	445.0	274.1	(38.4%)
Profit before tax	179.8	51.8	(71.2%)
EBITDA ¹	312.7	152.6	(51.2%)
Net income	91.8	16.1	(82.4%)
Earnings per share (US\$c) ²	50.0	9.0	(82.0%)
Distribution per common unit (US\$c)	35.0	27.0	(22.9%)
Capital expenditure ³	154.0	134.6	(12.6%)
Net cash flows from operating activities	177.3	56.1	(68.4%)
Gross debt	941.8	948.2	0.7%
Cash & cash equivalents ⁴	458.2	238.1	(48.0%)
Net debt ⁵	483.6	710.1	46.8%
Net debt / LTM EBITDA	0.8x	2.1x	165.3%

¹ Defined as Profit Before Tax + Finance Costs + Foreign Exchange Loss/(Gain) + ESOP + Depreciation – Interest Income + Other Expenses / (Income)

² Based on a weighted average no. of shares for H1 2014 of 184.5m and 184.8m for H1 2015

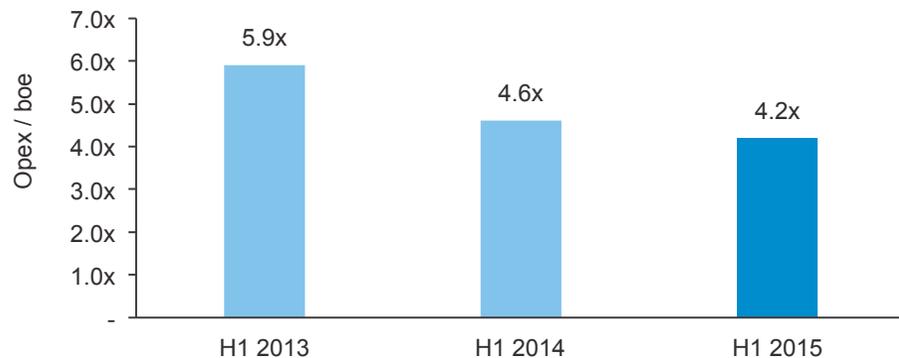
³ Purchases of property, plant and equipment + purchase of exploration and evaluation assets

⁴ Defined as Cash & Cash Equivalents + Current Investments + Non-Current Investments

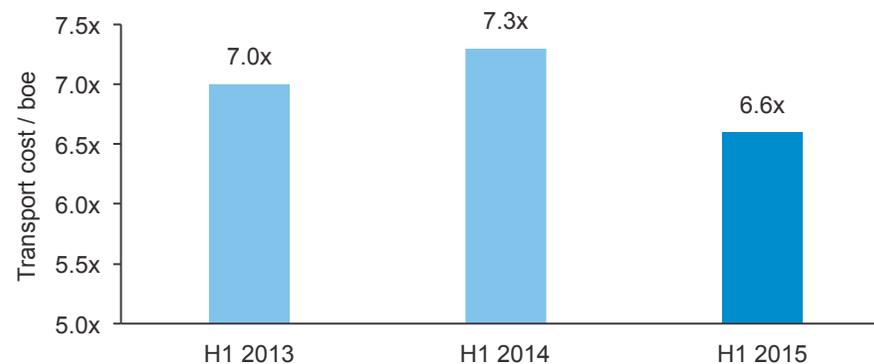
⁵ Defined as Total Debt - Cash & Cash Equivalents - Current Investments - Non-Current Investments

Progress – Snapshot

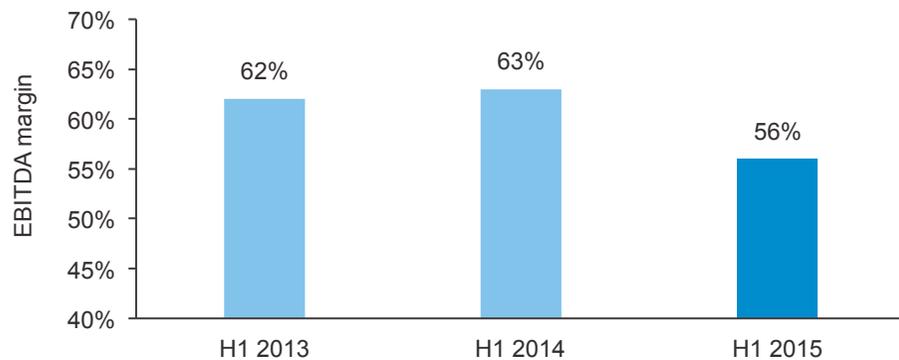
Opex / boe¹



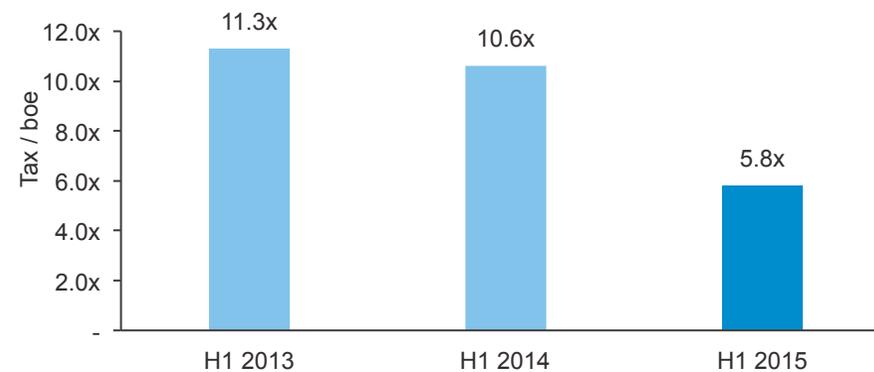
Transport costs / boe



EBITDA margin



Tax/boe²



¹ Opex defined as Cost of Sales – Depreciation – Royalties – Government profit share

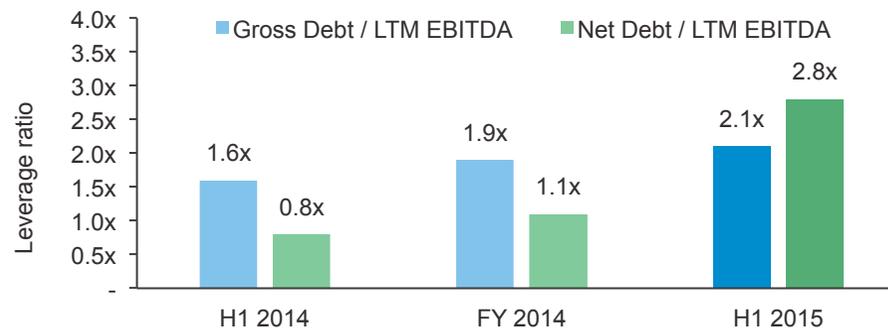
² Total income tax expense including Royalties and Government profit share

Strong Balance Sheet and Enhanced Credit Metrics

Highlights

- +56% EBITDA margin
- US\$238.1mm cash & equivalents
- Modest leverage metrics maintained

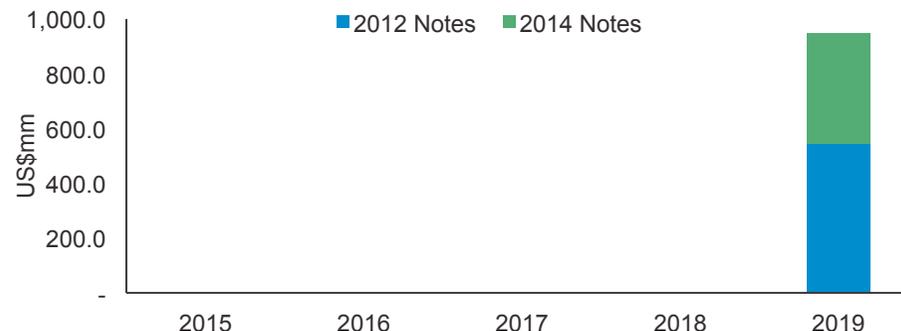
Robust Credit Metrics



H1 2015 Net Debt – US\$710.1mm

US\$mm	H1 2014
Total debt, including:	948.2
2012 Notes (US\$560m, 7.125% annual coupon)	543.2
2014 Notes (US\$400m, 6.375% annual coupon)	405.0
Cash & cash equivalents¹	238.1
Net Debt	710.1

Maturity profile



Robust capital structure ensures significant financial flexibility is maintained

¹ Defined as Cash & Cash Equivalents + Current Investments + Non-Current Investments

Supporting materials



Consolidated Statement of Financial Position

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2015

<i>In thousands of US Dollars</i>	Notes	30 June 2015 (unaudited)	31 December 2014 (audited)
ASSETS			
Non-current assets			
Exploration and evaluation assets	3	25,432	24,380
Goodwill		32,425	32,425
Property, plant and equipment	4	1,512,080	1,442,157
Restricted cash	8	5,287	5,024
Advances for non-current assets	5	147,416	134,355
Derivative financial instruments		–	60,301
		1,722,640	1,698,642
Current assets			
Inventories		26,413	25,443
Trade receivables	6	91,765	30,110
Prepayments and other current assets		35,049	39,642
Derivative financial instruments		56,525	–
Income tax prepayment		5,586	13,925
Current investments	7	42,000	25,000
Cash and cash equivalents	8	196,060	375,443
		453,398	509,563
TOTAL ASSETS		2,176,038	2,208,205
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital	9,10	3,203	3,203
Treasury capital		(1,888)	(1,888)
Retained earnings and reserves		882,524	916,365
		883,839	917,680
Non-current liabilities			
Long-term borrowings	11	933,280	930,090
Abandonment and site restoration provision		20,991	20,877
Due to Government of Kazakhstan		5,777	5,906
Deferred tax liability		203,184	206,784
		1,163,232	1,163,657
Current liabilities			
Current portion of long-term borrowings	11	14,913	15,024
Employee share option plan liability		9,179	6,449
Trade payables		55,839	49,619
Advances received		245	2,670
Income tax payable		1,412	1,459
Current portion of Due to Government of Kazakhstan		1,031	1,031
Other current liabilities	12	46,348	50,616
		128,967	126,868
TOTAL EQUITY AND LIABILITIES		2,176,038	2,208,205

Consolidated Statement of Comprehensive Income

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the six months ended 30 June 2015

	Notes	Three months ended 30 June		Six months ended 30 June	
		2015 (unaudited)	2014 (unaudited)	2015 (unaudited)	2014 (unaudited)
<i>In thousands of US Dollars</i>					
Revenue					
Revenue from export sales		173,714	192,075	259,348	389,919
Revenue from domestic sales		–	25,949	14,705	55,058
	13	173,714	218,024	274,053	444,977
Cost of sales	14	(54,709)	(48,557)	(100,766)	(98,549)
Gross profit		119,005	169,467	173,287	346,428
General and administrative expenses	15	(12,668)	(14,382)	(24,952)	(27,506)
Selling and transportation expenses	16	(31,235)	(33,045)	(52,614)	(63,505)
Finance costs	17	(11,686)	(15,553)	(24,055)	(35,749)
Finance costs - reorganisation		(1,053)	(16,575)	(1,053)	(16,575)
Employee share option plan fair value adjustment	18	(257)	(6,884)	(2,730)	(4,585)
Foreign exchange loss, net		(258)	(612)	(1,244)	(2,203)
Loss on derivative financial instruments	19	(13,781)	(5,478)	(3,776)	(6,126)
Interest income		75	129	111	680
Other income		1,884	2,114	2,999	2,988
Other expenses		(6,996)	(7,522)	(14,131)	(14,064)
Profit before income tax		43,030	71,659	51,842	179,783
Income tax expense	20	(26,524)	(37,807)	(36,609)	(88,025)
Profit for the period		16,506	33,852	15,233	91,758
Total comprehensive income for the period		16,506	33,852	15,233	91,758
Profit for the period attributable to the holders of Common Units/shares (in thousands of US Dollars)				15,233	91,758
Weighted average number of Common Units/shares				184,828,819	184,551,496
Basic and diluted earnings per Common Unit/share (in US Dollars)				0.08	0.50

All items in the above statement are derived from continuous operations.

Consolidated Statement of Cash Flows

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the six months ended 30 June 2015

<i>In thousands of US Dollars</i>	Notes	Six months ended 30 June	
		2015 (unaudited)	2014 (unaudited)
Cash flow from operating activities:			
Profit before income tax		51,842	179,783
<i>Adjustments for:</i>			
Depreciation, depletion and amortisation	14,15	56,887	57,337
Finance costs - reorganisation		1,053	16,575
Finance costs	17	24,055	35,749
Employee share option plan fair value adjustment		2,730	–
Interest income		(111)	(680)
Foreign exchange gain on investing and financing activities		(93)	(4,152)
Loss on disposal of property, plant and equipment		7	33
Loss on derivative financial instruments	19	3,776	6,126
Accrued expenses		625	–
Operating profit before working capital changes		140,771	290,771
<i>Changes in working capital:</i>			
Change in inventories		(970)	(1,404)
Change in trade receivables		(61,655)	(40,677)
Change in prepayments and other current assets		4,593	(13,348)
Change in trade payables		10,300	18,595
Change in advances received		(2,425)	1,182
Change in due to Government of Kazakhstan		(515)	(516)
Change in other current liabilities		(2,612)	(23,035)
Payments under Employee share option plan		–	4,506
Cash generated from operations		87,487	236,074
Income tax paid		(31,872)	(58,764)
Net cash flows from operating activities		55,615	177,310
Cash flow from investing activities:			
Interest received		111	680
Purchase of property, plant and equipment		(131,337)	(147,601)
Purchase of exploration and evaluation assets		(1,318)	(6,380)
Acquisition of subsidiaries		(2,296)	–
Placement of bank deposits		(42,000)	–
Redemption of bank deposits		25,000	30,000
Net cash used in investing activities		(151,840)	(123,301)
Cash flow from financing activities:			
Finance costs paid		(32,809)	(29,639)
Issue of notes	11	–	400,000
Expenses paid on arrangement of notes		–	(6,525)
Repayment of notes		–	(92,505)
Transfer to restricted cash		(264)	(402)
Treasury shares sold/(purchased)		–	440
Distributions paid	9,10	(49,060)	(59,979)
Funds borrowed - reorganisation		–	2,350,405
Funds repaid - reorganisation		–	(2,350,405)
Finance costs - reorganisation		(987)	(16,575)
Net cash from / (used in) financing activities		(83,120)	194,815
Effects of exchange rate changes on cash and cash equivalents		(38)	(515)
Net increase/(decrease) in cash and cash equivalents		(179,383)	248,309
Cash and cash equivalents at the beginning of the period	8	375,443	184,914
Cash and cash equivalents at the end of the period	8	196,060	433,223

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