

MAJOR AND INTERESTED-PARTY TRANSACTIONS

Major transactions¹

In the reporting period, no transactions recognised as major transactions under the Law of the Republic of Kazakhstan On Joint Stock Companies and KMG’s internal documents were made by the Board of Directors or the General Shareholders’ Meeting.

Interested-party transactions²

Kazakhstan polyethylene plant

On 11 September 2024, the construction of a 1.25 mtpa polyethylene plant started in the National Industrial Petrochemical Technopark special economic zone in the Atyrau Region, with investments rounding some USD 7.4 bln. The project is run by Silleno, whose shareholders are KMG (40%), Sinopec Overseas Investment Holding (30%), and SIBUR Holding (30%). The project is financed by equity and loans from international banks. The value of the project that is the subject of the interested-party transaction is 21% of the total book value of KMG’s assets.

GLOSSARY

ACCA – Association of Chartered Certified Accountants

ADR – European Agreement of Transport of Dangerous Goods on Road

AGM – Annual General Meeting of Shareholders

AMDM – Automated Master Data Management

AMS – automated monitoring system

APC – advanced process control system

APG – associated petroleum gas

API Spec – American Petroleum Institute Specification (industry-focused management system standard for oil and gas service providers and repair organisations)

bbl – barrel

bln – billion(s)

BOSIET – basic offshore safety induction and emergency training

CBAM – Carbon Border Adjustment Mechanism

CCUS – carbon capture, utilisation and storage

CDP – Carbon Disclosure Project

CEPI – Caspian Environmental Protection Initiative

CFA – Chartered Financial Analyst

CHP – combined heat and power plant

CIA – Certified Internal Auditor

CIMA – Chartered Institute of Management Accountants

CTL – complex technology lines

DipIFR – Diploma in International Financial Reporting

DMAIC – define, measure, analyse, improve, control (approach to sequential problem solving and business process improvement used in production management)

EBITDA – Earnings Before Interest, Taxes, Depreciation and Amortisation

EDD – electric desalting device

EE – energy efficiency

EOR – enhanced oil recovery

EPC – engineering, procurement, and construction

ESG – environmental, social, and governance

ESP – electric submersible pump unit

FAR – Fatal Accident Rate (fatality rate per 100 million man-hours)

FCA – Free Carrier

FEED – Front-End Engineering Design

FGP – Future Growth Project

FPSA – Final Production Sharing Agreement for the Karachaganak oil and gas condensate field, signed on 18 November 1997

FROSIO – world-renowned member organisation for formulation of quality requirements for surface treatment and insulation inspectors based in Norway

FS – feasibility study

GHG – greenhouse gases

GHGP – Greenhouse Gas Protocol

GJ – Gigajoule

GPP – gas power plant

GPP – gas processing plant

GSU – gas separation unit

GTU – gas treatment unit

HSE – health, safety and environment

¹ A transaction or a series of interrelated transactions resulting in the (potential) acquisition or disposal of property by a company, the value of which amounts to twenty-five percent (25%) or more of the total book value of such company’s assets.

² Transactions where the issuer is an interested party and which are related to the acquisition or disposal of property worth of ten or more percent of the total book value of the issuer’s assets as of the date of the resolution of its authorised body to enter into such transactions.