

Amendments No.40
to Prospectus of Share Issue of *KazTransOil* JSC

1. To read Item 16 of Section 2 as follows:

“16. Affiliated entities of the Company who are legal entities where the Company is held 10 (ten) or more percent of shares or units of interest in the authorized capital of these legal entities:

1) full name and location of a legal entity where the Company is held 10 (ten) and more percent of shares or units of interest in the authorized capital of this legal entity;

2) percentage ratio of shares or units of interest in the authorized capital owned by the Company to the total number of outstanding shares or units of interest in the authorized capital of this legal entity;

3) main types of business of a legal entity where the Company is held 10 (ten) or more percent of shares or units of interest in the authorized capital of this legal entity;

4) date when the Company began to hold 10 (ten) or more percent of shares or units of interest in the authorized capital of this legal entity.

(Information on sub-items 1), 2), 3) and 4) of this Item is shown in a table below):

Full name of legal entity and its location	Percentage ratio of shares (units of interest in the authorized capital) owned by the Company to the total number of outstanding shares of organization, in %	Type of business	Date when the Company began to hold ten or more percent of units of interest in the authorized capital of organization
<i>MunaiTasNorth-West Pipeline Company</i> Joint Stock Company, 109B, Abay Avenue, Almaty district, Almaty, 050008, Republic of Kazakhstan	51%	Oil transportation	28/07/2004
<i>Kazakhstan-China Pipeline</i> Limited Liability Partnership, bld.109B, Abay Ave., Almaty, 050008, Republic of Kazakhstan	50%	Oil transportation	10/08/2004
<i>Batumi Oil Terminal</i> Limited Liability Company, 4, Mayakovskiy St., Batumi, Autonomous Republic of Adjara, 6000, Georgia	100%	Rendering of transfer, transportation, expediting, purchase and sale services for oil, oil products as well as products of its refining	22/08/2017
<i>Petrotrans Limited</i> Company, 3505, 35, Al Maqam Tower, Regus Adgm Square, Al Maryah Island, Abu Dhabi, United Arab Emirates	100%	Transportation, expediting, transfer, oil and oil products storage	07/03/2017
<i>Main Waterline</i> Limited Liability Partnership, bld.12, Kaiyrgali Smagulov St., Atyrau,	100%	Rendering of bulk water transport, generation, delivery and distribution services for heat energy	28/12/2017

060002, Atyrau region,
Republic of Kazakhstan

and electrical energy
delivery

2. To read Item 22 of Section 3 as follows:

“22. Information of the consumers and suppliers of goods (operation and services) of the Company in a volume equal to 5 (five) and more percent of total cost of goods (operation and services) manufactured or consumed by it.

Information of the consumers of goods (operation and services) of the Company in a volume equal to 5 (five) and more percent of total cost of goods (operations and services) manufactured by it.

No.	Name of Consumers	Location	Description of services	Share in total volume of services, in %
1	<i>Mangistaumunaigaz JSC</i>	Bld.1, 6-microdistrict, Aktau	Oil transportation, water supply, operational activity for unified routing, substitution of oil in main oil pipelines system within the framework of Cooperation Agreement implementation between the Government of the Republic of Kazakhstan and the Government of the Russian Federation regarding Russian oil transportation through the territory of the Republic of Kazakhstan to the People's Republic of China dated December 24, 2013 (hereinafter referred to as the <i>Agreement</i>)	24.99
2	<i>Karazhanbasmunai JSC</i>	Bld.8, 15-microdistrict, Aktau	Oil transportation, water supply, operational activity for unified routing and oil storage in vertical and steel tanks (hereinafter referred to as the <i>Vertical Stock Tank-VST</i>)	6.05
3	<i>JV Kazgermunai LLP</i>	100, Amangeldy St., Tasbuget village, Kyzylorda	Oil transportation, substitution of oil in main oil pipelines system within the framework of Agreement	5.62

			implementation and oil storage in Vertical Stock Tank-VST	
4	CNPC – AktobeMunaiGas JSC	Bld.3, 312 StrelkovayaDiviziyaAvenue, Aktobe	Oil transportation, operational activity for unified routing and oil storage in Vertical Stock Tank-VST	7.10
5	EmbiMunaiGas JSC	1, Valikhanov St., Atyrau, Atyrau region	Oil transportation, water supply and operational activity for unified routing	5.02
6	NC Rosneft PJSC	26/1, Sofiyskayanaberezhnaya, Moscow	Oil transportation	5.51
7	OzenMunaiGasJSC	3, Satpayev St., Zhanaozen	Oil transportation, substitution of oil and operational activity for unified routing	13.97

Information of the consumers of goods (operation and services) of the Company in a volume equal to 5 (five) and more percent of total cost of goods (operation and services) consumed by it:

No.	Name of Suppliers	Location	Description of goods (operation and services)	Share in total volume of goods (operation and services), in %
1	Petrotrans Limited Company represented by the Company's Branch in Astana city	C Block, 1 st floor, 19, Kabanbaybatyr Ave., Astana	Supply of goods	8.6 %
2	AtyrauEnergosat LLC	110, Makhambet St., Atyrau	Supply of goods	6.4 %

3. To read Item 24 of Section 4 of Prospectus of Share Issue as follows:

“24. Investments.

Information of long-term investments to the capital of other organizations and securities portfolio allocation stating the date of acquisition and other investments is disclosed.

It is necessary to describe briefly the Company's strategy regarding investment portfolio management and participation in the capital of other organizations stating their names and location.

Information of long-term investments in the capital of other organizations stating the date of acquisition:

No.	Full name of legal entity and location	Unit of interest in the capital of other organizations, in %	Amount of investments (balance cost, ths.KZT)	Date of acquisition of investments
1	MunaiTasNorth-West Pipeline Company Joint Stock Company, bld.29D, Satpayev St., Almaty, 050008, Republic of Kazakhstan	51%	904,945	28/07/2004
2	Kazakhstan-China Pipeline Limited Liability Partnership, bld.109B, Abay Ave., Almaty, 050008, Republic of Kazakhstan	50%	6,500,000	10/08/2004
3	Batumi Oil Terminal Limited Liability Company, 4, Mayakovskiy	100%	25,387,978	22/08/2017

	St., Batumi, Autonomous Republic of Adjara, 6000, Georgia			
4	Petrotrans Limited Company, 3505, 35, Al Maqam Tower, Regus Adgm Square, Al Maryah Island, Abu Dhabi, United Arab Emirates	100%	2.820,886	07/03/2017

Other investments include the time deposits with the term more than 12 months from the date of opening of deposit. Amount of other investments is KZT 3,947,208.90.

Brief description of the Company's strategy regarding investment portfolio management and participation in the capital of other organizations:

The following main steps are included in the Company's strategy regarding investment portfolio management and participation in the capital of other organizations:

- to define perspective for the current investment portfolio on the basis of short-term and long-term plans of the Company;
- to draw financial plan specifying appropriate and required type of investments;
- to evaluate investment attractiveness of the projects for the purpose of making correct investment decisions on the basis of NPV and IRR indexes.

Therefore, the Company's portfolio management is related actually to financial budgeting.

However, the Company is governed by the performance of the following tasks when choose investment portfolio management strategy:

- diversification of risks regarding oil transportation for improvement of the effectiveness of the Company's risks management;
- optimization of the Company's structure in accordance with the market demand on services;
- effectiveness of contributions in the investments.

Balanced and conservative strategy in the investments portfolio management is chosen, i.e. portfolio accumulates units of interest in the authorized capital of the legal entities acquired on the basis of different current tasks and in total its content complies with the balance of goals which the Company is held according to above tasks of the Company.”.

S.Arynov/signed/
Acting General Director
(Chairman of the Management Board)

M.Sarmagambetova/signed/
Chief Accountant

Sealed: KazTransOil Joint Stock Company, Astana, Republic of Kazakhstan

This translation from Russian into English is executed by Murat Abinkassimov
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Первое марта две тысячи восемнадцатого года я, Абдыкаримова Зауреш Мажкеновна, нотариус города Астана, государственная лицензия № 0001295 выдана 06 февраля 2003 года Министерством юстиции Республики Казахстан, свидетельствую подлинность подписи переводчика гр. Абинкасымова Мурата Саматовича. Личность переводчика установлена, дееспособность и полномочия проверены.



Зарегистрировано в реестре за № 1024
Взыскано: госпошлина+техуслуги
Нотариус _____

the first of March two thousand eighteen, I Abdykarimova Zauresh Mazhkenovna, notary of the city of Astana, acting on the basis of government license № 0001295 issued on February 06, 2003 by the Ministry of Justice of the Republic of Kazakhstan, hereby certify the authenticity of the signature of the translator Abinkasimov Murat Samatovich. The identity of the translator has been proven, the capacity and the authority of the translator have been verified.

Recorded in the register under №
The amount paid Notary: state duty plus complementary services
Notary