

**ANNOUNCEMENT FOR SHAREHOLDERS OF
KAZMUNAIGAS EXPLORATION PRODUCTION JSC**

KazMunaiGas EP JSC (“Company”) pursuant to Article 23 of the Stock Corporation Act of the Republic of Kazakhstan announces that on May 23, 2017 Annual General Meeting of Company Shareholders resolved to pay out dividends on ordinary and preferred shares of the Company following results of 2016.

1) KazMunaiGas EP JSC

Location: 17, Kabanbay Batyr str., Astana, 010000, Republic of Kazakhstan

Bank details of the Company: BIN 040340001283, Individual Identification Code KZ656010111000022542, SWIFT HSBKKZKX, Halyk Bank Kazakhstan JSC, Astana regional branch.

2) period for which dividends are to be paid out: 2016.

3) the dividend rate per preferred share: 289 tenge including amount of tax payable in the manner prescribed by the laws of the Republic of Kazakhstan.

4) the dividend rate per ordinary share: 289 tenge including amount of tax payable in the manner prescribed by the laws of the Republic of Kazakhstan.

5) dividend payment date: from July 03 , 2017.

6) procedure and method of dividend payment

the record date of shareholders entitled to dividends is June 02, 2017, 11:59 p.m. ;

the method of dividend payments is as per the list of shareholders entitled to dividends by means of money transfer to shareholders’ bank accounts.

To ensure the receipt of dividends in a timely fashion, Company’s shareholders, if such a need arise, have to provide the Company with bank account details of a dividend recipient prior to commencement of dividend payment and update personal detail records providing banking details of a dividend recipient at the Company’s Registrar or through a nominee holder of securities. The application form for transfer of dividends can be found at the Company’s website www.kmgep.kz, Investor Relations - Shareholder Information.

Additional note to Holders of Global Depositary Receipts (GDRs)

Dividend payment on GDRs will be made in tenge to the Custodian of the Depositary Bank net of tax on income paid to a non-resident (Deutsche Bank Trust Company Americas) in accordance with existing tax legislation. The Depositary bank will convert dividends into US dollars and distribute them among GDR holders net of fees and charges of the Depositary bank. GDR holders in order to apply tax privileges at the time of dividend payment and would like to recover the withheld income tax have to provide the Depositary with certificate of residence, documents confirming the number of GDRs held as at the record date of the list of shareholders entitled to dividends, receipt of dividends on GDRs and a written request to recover the amount of withheld taxes having specified bank details.

Contact details of the Company’s registrar:

Integrated Securities Registrar JSC, Republic of Kazakhstan, 050000, Almaty, Satpayev str., 30A/3, tel.: . + 7 (727) 272-47-60 ext. 150, fax: +7 (727) 272-47-60 ext. 230.

Branch in Astana: Astana, 010000, Imanova str.,13, office 101 Tel.: +7(7172) 47 61 88, +7(7172) 47-61-89.

Contact details of transfer-agent of the Registrar in Atyrau region: 060000, Atyrau, Baimukhanova str., 70a, tel. +7 (7122) 36-06-49, fax +7 (7122) 36-62-91.

Contact details of transfer-agent of the Registrar in Mangistau region: 130000, Aktau, microdistrict # 14, Zvezda Aktau Business Center, t/f. +7 (7292) 42-66-40.

Additional contact information and the list of transfer-agents of the Registrar in regions in Kazakhstan can be found on the website of the Registrar: www.tisr.kz.

Company contact details on dividend payment related issues:

KazMunaiGas EP JSC, 17 Kabanbay Batyr street, 010000 Astana, Republic of Kazakhstan, treasury and corporate finance department, tel.: +7(7172)97-75-79, fax: +7(7172)97-78-92, e-mail: S.Tlepova@kmgep.kz, A.Shalabaeva@kmgep.kz, www.kmgep.kz

Contact details in Atyrau: Atyrau, 1 Valikhanov str., Embamunaigas JSC, Treasury Department. tel.: +7(7122)99-32-62, fax: +7(7122)35-41-27, 35-41-34.

Contact details in Zhanaozen: 3 Satpayeva str., Ozenmunaigas JSC, Treasury Department. tel.: +7(72934)63-374, факс: +7 (72934) 63-390.