

03 July 2018

**Press release**

KMG International Group (KMGI) informs that the transaction on acquisition of 51% of shareholding interest in KMG International N.V. by China Energy Company Limited will not be completed.

The long-stop date by which the parties were to obtain all of the condition precedent has expired on 30<sup>th</sup> of June 2018 and the parties will not extend the period thereof.

The above decision has no impact on the operations of KMG International N.V. and its subsidiaries and they continue to benefit from the full support of its parent National Company “KazMunayGas”.

**KMG International**

**Vice President Corporate Development**

**Alexey Golovin**