



ECONOMIC IMPACT

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**A DIFFERENCE IN BELIEFS IS NOT A REASON FOR CONFLICT.
HOWEVER, TO INSIST THAT ONLY YOUR PICTURE OF THE WORLD
IS RIGHT WILL CONFLICT WITH THE OPINIONS OF OTHERS.**



GRI 2-23

BUSINESS PRINCIPLE:**Communities**

We aim to be good neighbours by continuously improving the ways in which we contribute directly or indirectly to the general wellbeing of the communities within which we work.

We build productive, collaborative and trusting relationships with government, our shareholders, our business partners, the local communities where we work and with each other.

BUSINESS PRINCIPLE:**Economic**

We seek to compete fairly and ethically within the framework of applicable competition laws.

2023**SUPPLY CHAIN****355**

contractors and suppliers

Contracts and contract amendments for over US\$

1

bln

LOCAL CONTENT SHARE IN GOODS, WORKS AND SERVICES:**63.2%**

or

756.1

US\$ mln

Payments to the Republic of Kazakhstan – US\$**2.156**

bln

18**Social and Infrastructure Projects completed in the West Kazakhstan Oblast****Total invested in Social Infrastructure Projects – US\$****42.5**

mln

Power supply to the West Kazakhstan Oblast**226.79**

mln kwh

WHY IS IT IMPORTANT TO US? GRI 3-3

KPO procurement process is challenged with economic risks, such as limited market competition, inflation, exchange rate fluctuation, increase of raw material costs and searching for alternative sources of supply of the certain categories of goods and services. In order to maximize mitigation of these risks, KPO develops technical specifications and tender requirements in a transparent and objective way to ensure market competition, applies various compensation mechanisms covering potential economic fluctuations in contract terms and conditions, and other measures to secure KPO interests as described further.

SUPPLY CHAIN GRI 2-6

Development of the Karachaganak Field implies for Kazakhstan more than just generating income and taxes from oil and gas production. This is also an establishment of long-term and strong partnerships, which is supposed to positively impact and promote economic development in the region.

Working with local suppliers and contractors constitutes an essential part of the economic development of the region and Kazakhstan as a whole.

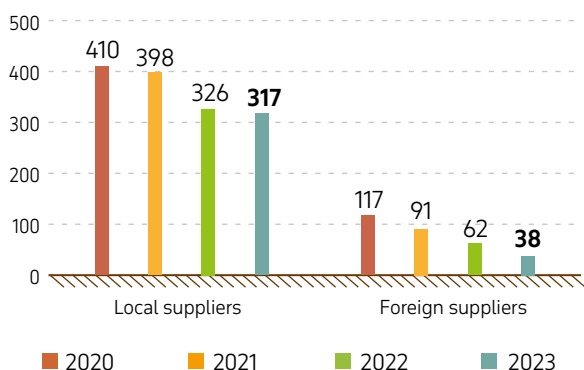
KPO is committed to conducting its business ethically and in compliance with the established [Code of Conduct](#), all applicable laws and regulations.

In 2023, KPO awarded contracts and contract amendments to 355 contractors and suppliers, nearly 89% of which were local entities.

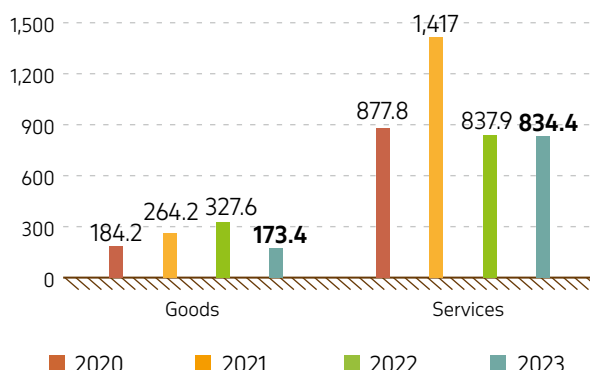
KPO INSISTS ON CONTRACTUAL RELATIONSHIPS WITH SUPPLIERS AND CONTRACTORS, WHO MAINTAIN HIGH STANDARDS AND DEMONSTRATE COMMITMENT TO PERSONAL AND PROCESS SAFETY WHEN PROVIDING SERVICES OR GOODS, AS WELL AS MAINTAINING THE SET STANDARDS OF ETHICS, COMPLIANCE AND SUSTAINABLE DEVELOPMENT.

In 2023, KPO signed 172 contracts and contract amendments for delivery of goods worth about US\$ 0.2 bln (0.17) and 503 contracts and contract amendments for services worth over US\$ 0.8 bln.

Graph 27. KPO contractors and suppliers, 2020–2023



Graph 28. Value of contracts and contract amendments (mln US\$), 2020–2023



KPO insists on contractual relationships with suppliers and contractors, who maintain high standards and demonstrate commitment to personal and process safety when providing services or goods, as well as maintaining the set standards of ethics, compliance and sustainable development. These fundamental principles are incorporated in and are evaluated at every stage of the contract and procurement process until the closure of the contract.

KPO standard contract terms and conditions include number of provisions, which cover Ethics and Business Practices, anti-corruption and conflict of interest. Since 2022, the provisions for industrial relations between KPO and Contractors are in force in order to strengthen social responsibility of contractors and to ensure stable social environment within their own staff. Please read more in this Report in "Industrial relations".

KPO regularly update its standard terms and conditions of contracts to reflect the latest RoK legislation and KPO requirements.

KPO performs its contracts and procurement activities in compliance with the legislation and the Karachaganak Joint Operating Committee's Tender Procedures, which regulate procurement of goods, works and services for the Karachaganak Project.

Digital tools are widely applied in contractual activities. In accordance with the latest Tender Procedure since 2020 KPO has been accepting electronic documents in processing tender submissions which extensively accelerate bid processes. The Tender Procedures focus on the development of local content including goods manufacturing in the Republic of Kazakhstan by means of early tenders, trial orders, contracts in exchange of investments, conditional bid reduction, and Kazakh-only tenders.

At the end of 2023 KPO successfully awarded the contract for provision of e-procurement system, implementation support, run and maintain services. This will allow KPO to digitalize procurement process and increase its efficiency. The launch of the new system is planned by the end of 2024.

COMMUNICATION WITH POTENTIAL SUPPLIERS GRI 2-29, 3-3

KPO uses multiple opportunities to engage with potential suppliers and contractors and presents its requirements to the local market participants

To help local potential contractors and suppliers better compete and to minimize disqualification risks for such companies, KPO conducts structured pre-tender engagement sessions. In these sessions, clear explanations of KPO tender requirements are provided to the bidders, as well as lessons learned.

Development of local producers including cooperation with internationally recognised and experienced suppliers of goods, works and services are also encouraged.

As a transparent operator, KPO annually publishes its procurement plans on its **website** at www.kpo.kz.

Potential suppliers interested in participating in KPO tenders are encouraged to register and keep their

"vendor's profile" up-to-date in [KPO Vendor database](#) (please see details at www.kpo.kz) or directly in Kazakhstan Unified Vendor ALASH Database. It is very important for potential contractors and suppliers to provide accurate and relevant information on their competencies and experience to be considered by KPO in its sourcing strategies.

KPO provides opportunities to companies to ask questions on the page <https://cp.kpo.kz/> on its website. The questions are directed to the responsible KPO department. There is also a tab with answers on "Frequently Asked Questions" available on this page.

KPO is actively engaged in the events conducted by Atameken, KazService and other oil-and-gas organisations or associations. Delivering Local Content targets is a key commitment of KPO to the Republic of Kazakhstan and is well recognized by KPO.

WHY IS IT IMPORTANT TO US? GRI 3-3

KPO fully supports the initiatives of the Republic of Kazakhstan on development of Kazakhstani suppliers and recognises the importance of involving more domestic producers in the implementation of Karachaganak Project. For this purpose, KPO has introduced mechanisms into the procurement process to facilitate participation of domestic companies in KPO operations. At the same time, for the Company, the RoK Authority and local producers there are risks associated with quality of goods produced in Kazakhstan and increase in their production cost due to the limited market for raw materials in the Republic of Kazakhstan, as well as changing taxation system and certification requirements according to international standards.

LOCAL CONTENT DEVELOPMENT GRI 2-29, 203-2, SDG 8.1, 8.3, 9.2, 17.7, 17.17

Since the beginning of the Karachaganak field development, KPO has been actively increasing the local content share in Karachaganak Project by engaging the Kazakhstani goods producers and service providers. This implies the reduction in import and increase the share of goods, services and works of local nature in the total volume of goods, works and services procured for the Karachaganak Project.

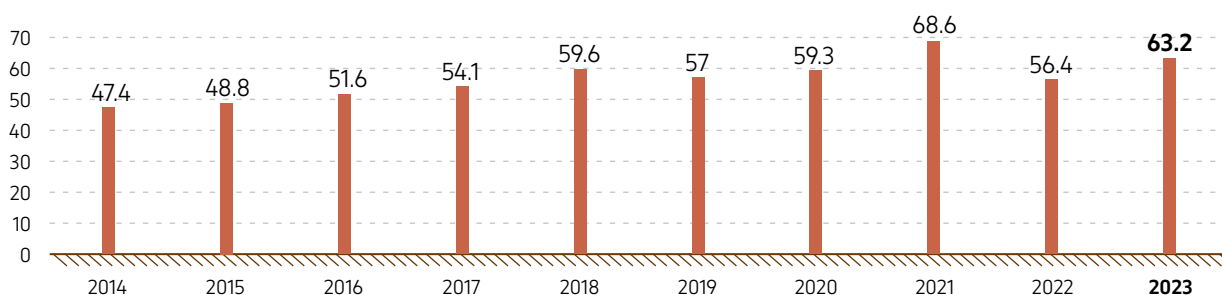
KPO on a regular basis has been developing and implementing the Local Content Development Program in the Karachaganak Project since 2001. The objectives of the Programme for 2022–2023 is in line with both state initiatives for the RoK machine building, industrialization and digitization development

and KPO local content corporate policy. This Program defines the local content development objectives and tasks, as well as the key performance assessment and monitoring indicators. GRI 3-3

In 2023, KPO local content development initiatives have led to the following results: GRI 204-1

- The Local Content share in procurement of goods, works and services in the Karachaganak Project for 2023 was 63.24% (equivalent to US\$ 756.1 mln)
- Goods locally made in Kazakhstan were purchased in amount of US\$ 49 mln, which constitutes 24.4% of total scope of goods procured by KPO (of which 10.8% is the Local Content share as specified in the ST-KZ Certificate¹⁴).

Graph 29. Local Content share in total KPO purchases, 2014–2023. GRI 204-1



¹⁴ Certificate confirming that the goods have been produced or processed in Kazakhstan. This certificate is intended for circulation in Kazakhstan, for example, when participating in the procurement of subsoil users or in public procurement.

Since the execution of FPSA in 1997, as at the end of 2023 the cumulative share of Local Content in goods, works and services in Karachaganak had exceeded US\$ 10.12 bln. **GRI 204-1**

KPO is placing major emphasis on increasing Local Content share in procurement of goods produced in Kazakhstan.

In 2023, 22 contracts with a total value of over US\$ 77 mln were signed for the needs of the Karachaganak Project for production of the following types of goods in Kazakhstan: electrical

equipment (junction boxes, transformers, remote telemetry units), valves, transformers, PPE, filter elements, instrumentation, bulk piping materials, etc.

Holding of "Kazakhstani tenders" contribute to the growth of competitiveness of local producers and suppliers. In 2022, KPO initiated 7 "Kazakhstani tenders" exclusively among local companies for the total amount of US\$ 60.5 mln. As a result, KPO awarded 1 contract to the total amount of US\$ 140 thous. The work on other tenders is still in progress.

Tab. 51. "Kazakhstani tenders" initiated by KPO for 2021–2023

Period	Initiated		Executed contracts	
	Number of tenders	Amount of the order, mln USD	Number	Total value of the contract, mln USD
2021	12	50.2	11	22.2
2022	10	383.8	6	62.7
2023	7	60.5	1	0.14

As part of the efforts to enhance the sustainable development of local suppliers in the region where it operates, West Kazakhstan Oblast (WKO), as of 2023 KPO paid \$717.76 mln to enterprises in WKO for delivery of goods, works and services, the share of local content in which reached \$492.17 mln or 68.6%.

In addition, the Company regularly invites the WKO enterprises, including enterprises from machine building sector, to take part in market research and in tenders for delivery of goods, works and services as well as to various activities organised by the Company to develop and improve the local businesses competitiveness. The results for 2023 are as follows:

Tab. 52. Share of KPO's local content in the supply of goods, works and services in WKO, 2023

Description	Number of contracts	Number of contractors	Expenses, mln USD	Local Content share, %	Local Content share, mln USD
Goods	113	58	60.10	13.51%	8.12
Works	40	24	483.53	66.53%	321.70
Services	199	104	174.12	93.23%	162.34
TOTAL	352	165	717.76	68.6%	492.17

Tab. 53. Share of KPO's local content in the supply of goods, works and services in WKO, 2022

Description	Number of contracts	Number of contractors	Expenses, mln USD	Local Content share, %	Local Content share, mln USD
Goods	184	60	58.26	12.62%	7.35
Works	38	17	142.85	64.76%	92.51
Services	203	106	184.38	92.18%	169.96
TOTAL	425	162	385.49	70.0%	269.82

LONG-TERM INITIATIVES GRI 2-28

KPO actively cooperates with "International Oil & Gas Machine Building Centre" (IMBC), which was established to support development of oil and gas goods production in Kazakhstan. In this respect, IMBC acts as a connecting bridge between the largest oil and gas Operators and machine-building enterprises of the Republic of Kazakhstan.

The Centre operates on behalf of the three Operators – KPO, TCO and NCOC, in close cooperation with the Ministry of Industry and Construction, the Ministry of Energy, the Authority "PSA" LLP, as well as the Kazakhstan Electric Power Association (KEA) and the Association of Kazakhstan Machinery Industry (AKMI). The primary objective of the IMBC Centre is to promote sustainable development of oil and gas goods production in Kazakhstan and to increase local content in Operators' procurement.

In the framework of the Relationship Agreement signed between three major operators and IMBC Centre on 8 April 2021, the Annual Work Plan and Budget with Key Performance Indicators (KPIs) are prepared by IMBC Centre on an annual basis for further approval by the Operators. General Meeting of members of the Centre is held three times a year to review execution of the approved Annual Plan and implementation of the budget for the reporting period, as well as to approve the Annual Plan and budget for the next year.

In 2023, within the framework of the approved IMBC Centre Annual Plan and budget, the Centre continued the market research of the A&B commodity groups' producers (valves, electrical devices and instrumentation, piping, pumps and seals, air conditioning systems (HVAC) and process filters), including assessment of their production capacities taking into account the Operators requirements.

In addition, in 2023 the Operators identified categories of the Commodity Group C for the future operation of the IMBC Centre. Commodity Group C includes lifting mechanisms, heat exchangers, air coolers, fire-fighting equipment, insulation and chemicals.

The main activity of the IMBC Centre is to analyse, forecast, propose solutions and provide technical support to the producers. Taking this into account, the capability development plans are designed by IMBC Centre to increase capacity of domestic companies. The placement of so-called "trial orders" depends on how successfully these plans are executed.

In result of cooperation with IMBC Centre, KPO concluded 9 contracts with local producers for a total amount over US\$ 94 mln. In 2023, in order to promote investments and develop production on the RoK territory, KPO continued working with Original Equipment Manufacturers (OEM) towards implementation of the signed Road Maps. In order to increase localization capacity, KPO has started analysing the imported goods, which are not related to the OEM category. Localization of such goods is considered on the condition that there is a constant demand and the goods meet the Company's technical requirements.

Since the introduction of the original equipment production localization initiative in 2019, KPO has signed 16 Road Maps for localization of goods and concluded 6 contracts with Original Equipment Manufacturers for the amount of US\$ 21.6 mln for supply of heating system elements, personal H₂S gas detectors, valves, remote telemetry units, well control panels. KPO will continue implementation of the Road Maps which include the attraction of additional investments.

ENGAGEMENT ON LOCAL CONTENT GRI 2.28, SDG 17.16, 17.17

In order to promote development and increase the local content share, KPO holds regular sessions to share its current procurement scopes and plans for the upcoming period with local and international suppliers, state authorities (Ministry of Energy, PSA, WKO Akimat), as well as local content development associations, such as the "Association of Kazakhstan

Machinery Industry", Oil and Gas Industry Strategic Partnerships Development Council "Petrocouncil.kz", Union of Oilfield Service Companies "KAZSERVICE". Company shares information about its needs for goods, works and services (GWS) as part of its both current operation activities and capital projects, including technical requirements and specifications.

PAYMENTS TO THE REPUBLIC GRI 207-1, 207-2, 207-3, SDG 8.1

KPO performs its operations as the Operator in conformity to the terms of the Final Production Sharing Agreement (hereinafter "FPSA") executed between the Karachaganak Project shareholders and the Government of the Republic of Kazakhstan. GRI 2-1

The Venture is financed by shareholders and all main assets built or acquired by KPO are not written off, exhausted or depreciated, considering the stipulated right of the shareholders to use the assets as per the FPSA. The FPSA envisages capitalization with regard to the debt and the capital. Accordingly, the KPO financial reporting does not contain information about the volumes of sales and results of financial and economic activities. The revenues resulting from the KPO activities are shared between the Government of the Republic of Kazakhstan and the shareholders who separately reflect information on their financial activities, including revenues, netbacks, capitalization and other in their financial reports. GRI 2-6, 201-1

In accordance with the article XIX of the FPSA the current activities under the above-mentioned agreement is not subject to corporate income tax in Kazakhstan. The corporate income tax is a commitment of shareholders or Parent Companies of KPO and is reflected in their financial reports. GRI 207-4

During the last few years KPO has been repeatedly recognised as the second largest tax-payer, whose contributions amount to a substantial part of the entire tax income of the state budget, in the National Reports on implementation of the Extractive Industries Transparency Initiative in the Republic of Kazakhstan.

The KPO tax regime is regulated by the Final Production Sharing Agreement and the applicable tax legislation of the Republic of Kazakhstan.

KPO, wherever possible, seeks to build up an open dialogue and co-operative relationship with the tax authorities based on the mutual respect and transparency in order to form a favourable environment for business development and social area in West Kazakhstan Oblast. When tax benefits or tax exemptions are applicable KPO also seeks to ensure their transparency and compliance with legislative and regulatory framework.

On the practical plane, the KPO tax strategy consists of correct calculation of taxes, minimization of double taxation risks and prevention of any disputes with tax authorities. In relation with this, the Company's key principle is the timely payment of all taxes payable and prompt submission of all information required by

the law or necessary for correct determination of taxes payable to the relevant authorities.

Currently, there are Risk Management Systems (RMS) in place throughout Kazakhstan used in the planning and organisation of tax inspections, the risk level assessment criteria have been developed and approved. This system represents a set of measures implemented in order to evaluate the probability that a tax payer may fail to pay or fully pay his taxes payable resulting in damage to the Republic. The RMS also includes measures applied by the tax authorities to identify and prevent such risks. Based on the risk assessment results the tax control forms are applied in a differentiated mode. Thus, during 2023 the tax authorities ranked KPO as a medium level of risk.

For KPO, the average level of risk could impact the amount of VAT return under the new VAT return rules with the RMS applied because the criteria to determine the level of tax payer's risk (low / medium / high) in the majority of cases are identical to the risk level criteria applied to confirm the credibility of the exceeded VAT return amounts.

KPO strictly follows the RoK legislation norms and fulfils its tax legal relationships in accordance with the Extractive Industries Transparency Initiative (EITI) global standard that promotes reflection of the income transparency and accountability in the oil & gas and mining industries.



At the chemistry classroom in the new small school at the Sadovoye village, the WKO Baiterek district

EXTRACTIVE INDUSTRIES TRANSPARENCY INITIATIVE GRI 2-28

KPO supports the Extractive Industries Transparency Initiative (EITI) in order to ensure the transparency of revenues and the whole value creation chain in the process of natural resources management in the Republic of Kazakhstan (RoK).

In 2023, KPO paid taxes to the RoK budget in the amount of US\$ 2.156 bln (as per the exchange rate in the internal SAP accounting system) in accordance

with the EITI requirements. This information is reflected in the RoK National Report on the Extractive Industries Transparency Initiative for 2023.

KPO submits separate EITI reports on its tax liabilities to the RoK authorities from 2014.

KPO payments for the period from 2014 to 2023 are represented in Table 54.

Tab. 54. KPO taxes and compulsory payments in 2014–2023 (US\$)

2014	2015	2016	2017*	2018	2019	2020**	2021	2022	2023
2.1 bln	1.2 bln	0.369 bln	0.746 bln	1.9 bln	1.6 bln	0.971 bln	1.6 bln	3 bln	2.156 bln

Note:

* Variance from the amount of 897MM published in the Sustainability Report 2017 is explained by the reflected return amount after the reconciliation of data between the payer and the beneficiary at a later stage.

** Starting from 2020 converting from KZT to US\$ KPO uses calculations at the moment of payment in accordance with the internal SAP accounting system and not in accordance with the RoK National Bank rate as of the end of the accounting period.

Information about the taxes, paid by KPO to the state budget of the RoK, is publicly available at <http://egsu.energo.gov.kz> in the section "Final report on

tax and non-tax payments/contributions from the RoK oil & gas and mining payers".

POWER SUPPLY SDG 7.1

For production needs within the Karachaganak field, KPO generates electrical power at its own Gas Turbine Power Plant (further as GTPP). Generated power is transmitted to the own production units: KPC, Unit 2, Unit 3, Gathering, Eco Centre, Pilot Camp, IT&T Data Centre in Aksai, Karachaganak – Atyrau transportation system covering the oil pumping station in Bolshoi Chagan and block valve stations 1-26.

Four turbines, three of which are dual-fuelled, are installed and operating at the KPO Gas Turbine Power Plant.

In 2023, annual boroscopic inspections of turbines were carried out at the GTPP to diagnose the internal condition of the turbine sections, as well as combustion inspections and chamber replacement at turbine No. 2 and turbine No. 3 in March and April, including turbine No. 1 repair from November to December. The works were performed without delays, within the schedule and in good quality. Materials and spare parts were provided in a timely manner.

POWER SUPPLY TO THE WEST KAZAKHSTAN OBLAST GRI 203-1

As part of the Karachaganak Field Final Production Sharing Agreement (Art.I, Section 1.1.), KPO generates and exports power to the West Kazakhstan Oblast. In average, the capacity to satisfy the needs of the West Kazakhstan Oblast communities is circa 25 MW in winter and circa 20 MW in summer.

KPO has been exporting power to power supply organizations, such as Batys Energoresursy LLP and Aksaienergo LLP till 30 November 2023 (Aksaienergo LLP closed from 1st December 2023), which in their turn have been supplying the power to the communities and other end consumers in the West Kazakhstan Oblast.

In the course of 2023, KPO has exported from 20 to 35 MW to the regional grid, while the total volume of power export to WKO was equal to ~ 226.8 mln kWh. Decrease of the power export in comparison with 2022 was due to the planned preventive maintenance in 2023, within timeframes not exceeding 15 days, and

Turnaround at the Field's facilities. The terms and scope of planned preventive maintenance are regulated by the operating hours of the main GTPP equipment.

Supply of power and fuel gas in 2021–2023 is listed in Table 55.

Tab. 55. KPO's supply of power and the fuel gas use, 2021–2023

Description	UoM	2023	2022	2021
Power exported to WKO, including:	mln kWh	226.79	246.33	225.56
• to Batys Energoresursy LLP	mln kWh	202.74	220.05	199.28
• to Aksaienergo LLP	mln kWh	24.05	26.28	26.28
Use of fuel gas to generate power for WKO, including:	mln m ³	77.50	84.74	75.88
• KPO gas sale to generate power for WKO	mln m ³	61.07	69.12	70.98
• From the third-party supplier to generate power for WKO	mln m ³	16.43	15.62	4.90

During 2023, electricity generation was mostly based on KPO's own gas. Purchases of gas from a third-party supplier for the production of electrical energy for the needs of the region amounted to some 21.2% of the total volume of gas consumption at the GTPP.

In addition to the above period, gas supplies from a third-party supplier were carried out during certain periods of unstable operation of the fuel gas production plant at section 5-339 of the KPC facility.

POWER SUPPLY SYSTEM

The local power system at the Karachaganak Oil Gas Condensate Field consists of 110 kV power grids, which, according to lines of responsibility, are owned by three entities represented by KPO, AksaiGasPromenergo JSC and Zapadno-Kazakhstanskaya REK LLP, as well as the KPO 35 kV power lines.

As part of the current initiative aimed to develop measures to reduce accident rate and to increase

the stability of the in-field power system in order to substantially minimize production losses due to the influence of the Power grid, a specially organized working group of KPO experts have performed an analysis based on which in 2023 the work with engagement of third parties was carried out to review of the received proposals.

OBLIGATIONS TO SUPPORT OF THE USE OF RENEWABLE ENERGY SOURCES GRI 201-2, OG2

KPO generates power at its own Gas Turbine Power Plant, thus our Company is classified as a contingent consumer in accordance with the Law of the Republic of Kazakhstan on Support of the Use of Renewable Energy Sources (RES).

Contingent consumers are obliged to purchase power generated at the RES facilities in amounts proportional to their share of planned consumption in total power consumption volume of the Republic. As a responsible

entity, KPO purchases appropriate scopes of the RES energy from the authorized organization "Financial Settlement Centre on the RES Support" LLP, thereby complying with the legislative requirements aimed at supporting the renewables and contributing to the Green Energy development in Kazakhstan.

In 2023, KPO purchased such energy in the volume of 18,811,317 kWh (equivalent to 67,817 GJ) worth over KZT 675 mln. GRI 302-1

SUPPORTING SOCIAL INFRASTRUCTURE

GRI 203-1, SDG 9.1, 17.17

KPO implements social and infrastructure projects in the West Kazakhstan Oblast (WKO) on the annual basis under the terms of Annex 5 to the Final Production Sharing Agreement.

A list of social and infrastructure projects is annually agreed between KPO and the WKO Akimat. The list is compiled by the WKO Akimat in line with the state priorities and considering the needs for development of the West Kazakhstan Oblast infrastructure, education and healthcare systems, as well as sports and infrastructure in the region. Further, the list of the projects is approved by the KPO Joint Operating Committee.

From the moment of endorsement KPO manages projects, including procurement processes, until the facilities are fully completed and then handed over to the balance sheet of the Republic of Kazakhstan. In cases when the projects are not completed by the year end, the unspent funds are carried over to the next calendar year. All social and infrastructure projects are performed by Kazakhstani contractors.

GRI 3-3

In 2023, 24 projects were under implementation, including 15 schools in the regional districts, sports and health centres and other facilities. By the year end, 18 projects have been completed including 13 schools in regional districts, two sports and health centres in Akzhaikskiy district, the Khan Ordasy Visit Centre

and the repair of major transport artery in Uralsk – the Sholokhov street. Besides, a delivery of medical equipment was performed to Regional Central Hospital in Aksai town.

As a part of the comprehensive project implemented jointly with the WKO Akimat aiming to provide rural population with the modern educational institutions, KPO has accomplished construction of new schools in the following villages at the West Kazakhstan Oblast: the Magistralnoye, the Abay, the Ulken-Yenbek and the Poima villages of the Terektinsky district, the Atameken and the Zhayik villages of the Akzhaikskiy district, the Urken, the Zhalyln, the Zhayik and the Sadovoye villages of the Baiterek district, the Akoba village of the Zhanibek district, the Khankol and the Sonaly villages of the Karatobe district.

New schools meet all modern requirements enabling most comfortable conditions for studies. Educational institutions have been furnished with all the necessary equipment and facilities, including assembly hall, sports hall with separate shower rooms and toilets, training classrooms, modern canteen and administration offices. Schools are fully furnished with modern training equipment and handed over on a turn-key basis. [SDG 4.a](#)

Furthermore, the Recultivation Project for the former Berezovka and Bestau villages was developed in 2023.



At the home economy class in the new small school of the Khankol village, the WKO Karatoba district

The list of projects completed in 2023 is shown in Table 56.

Tab. 56. Social and infrastructure projects completed by KPO in 2023 GRI 203-1, SDG 17.17.1 (C171702)

Area	Project name	Actual costs (mln KZT*)	Actual costs (mln USD)*
<i>Civil construction</i>	Construction of a small ungraded school for 60 pupils in the Urken village, Baiterek district, WKO	697	1.5
	Construction of a small ungraded school for 60 pupils in the Sonaly village, Karatobe district, WKO	685	1.5
	Construction of a small ungraded school for 108 pupils in Abay village, Terektinsky district, WKO	1,195	2.6
	Construction of Sports and Health Centre for 160 spectators in the Akzhaikskiy district, WKO (Taipak)	685	1.5
	Construction of a small ungraded school for 60 pupils in the Zhaiyk village, Akzhaiyk district, WKO	706	1.6
	Construction of a small ungraded school for 60 pupils in the Ulken-Yenbek village, Terektinsky district, WKO	730	1.6
	Construction of a small ungraded school for 108 pupils in the Magistralnoye village, Terektinsky district, WKO	1,089	2.4
	Construction of a small ungraded school for 108 pupils in the Poima village, Terektinsky district, WKO	601	1.3
	Construction of a small ungraded school for 108 pupils in the Atameken village, Akzhaiyk district, WKO	1,165	2.5
	Construction of a small ungraded school for 60 pupils in the Khankol village, Karatobe district, WKO	734	1.6
	Construction of a small ungraded school for 54 pupils in the Zhalyn village, Baiterek district, WKO	830	1.8
	Construction of a small ungraded school for 108 pupils in the Akoba village, Zhanibek district, WKO	1,263	2.8
	Construction of a small ungraded school for 108 pupils in the Zhaiyk village, Baiterek district, WKO	1,089	2.4
	Construction of a small ungraded school for 108 pupils in the Sadovoye village, Baiterek district, WKO	1,099	2.4
	Construction of building of the Visit Centre "Khan Ordasy"	646	1.4
	Construction of Sports and Health Centre for 320 spectators in the Chapayevoye village, Akzhaikskiy district, WKO	688	1.6
<i>Repair of roads</i>	Major overhaul of Sholokhov street from S.Datova street to Yesenzhanov street, Uralsk city	4,209	9.2
<i>Emergency Capability Upgrade Project</i>	Aksai Hospital Emergency Capability Upgrade Project	1,156	2.8
	TOTAL:	19,267	42.5

*Amounts are VAT inclusive