



KAZENERGY INSIDE

ELECTRONIC INFORMATION BULLETIN OF KAZENERGY ASSOCIATION

vol. 1

July-August, 2021

ISSUE TOPIC: KAZENERGY ASSOCIATION HAS ADOPTED A DEVELOPMENT STRATEGY FOR 2021

ON THE ACTIVITIES OF THE DIVISIONS OF THE KAZENERGY ASSOCIATION

1. IN JULY, AN EXTRAORDINARY MEETING OF THE RTC ON THE DEVELOPMENT OF SOCIAL PARTNERSHIP IN THE COUNTRY WAS HELD
2. KAZENERGY TOOK PART IN THE INTERNATIONAL ROUND TABLE ON THE TOPIC "REMUNERATION SYSTEMS IN THE REPUBLIC OF KAZAKHSTAN: CHALLENGES AND PROSPECTS FOR IMPROVEMENT"
3. LAST MONTH, THE KAZENERGY ASSOCIATION HELD A MEETING JOINTLY WITH THE EXPERT COUNCIL ON TECHNICAL REGULATION IN THE OIL AND GAS INDUSTRY OF THE MINISTRY OF ENERGY OF THE REPUBLIC OF KAZAKHSTAN
4. IN JULY, A MEETING WAS HELD TO DEVELOP APPROACHES TO THE IMPLEMENTATION OF THE INITIATIVE PROPOSAL OF RUSSIAN FEDERATION ON THE APPROVAL OF A SINGLE FORM OF AN OIL PASSPORT BY AN ACT OF THE EURASIAN ECONOMIC UNION
5. A MEETING WAS HELD ON THE ISSUE OF MAKING AMENDMENTS TO THE DECISION OF THE BOARD OF THE EURASIAN ECONOMIC COMMISSION
6. FROM OCTOBER 4 TO 8, WORLD ENERGY WEEK AND THE XIV KAZENERGY EURASIAN FORUM WILL BE HELD

ASSOCIATION NEWS:

1. ABOUT THE MEETING OF KPO EXPERTS WITH THE TEAMS OF THE "STUDENTDIGITALFEST" COMPETITION
2. KAZENERGY TOOK PART IN THE ONLINE CONFERENCE "NDC AND LONG-TERM STRATEGIES AS A MEANS OF PROMOTING THE ENERGY TRANSITION IN CENTRAL ASIAN COUNTRIES"
3. MEETING ON THE ISSUES OF THE ELECTRIC POWER INDUSTRY
4. ON JULY 9, AN ONLINE MEETING WAS HELD BETWEEN THE NATIONAL COMMITTEES OF KAZAKHSTAN AND RUSSIA AT THE WORLD ENERGY COUNCIL
5. KAZENERGY ASSOCIATION ANNOUNCES THE START OF ACCEPTING APPLICATIONS FOR TUITION FEES AT THE EXPENSE OF FUNDS ALLOCATED BY SUBSURFACE USERS (EDUCATIONAL GRANTS AT THE EXPENSE OF NCOC N. V., KPO B. V.) IN 2021-2022 ACADEMIC YEARS
6. ON THE SELECTION OF THE "STUDENT ENERGY CHALLENGE-JUNIOR" TEAM VIDEO REVIEW
7. PARTICIPATION IN THE ROUND TABLE "REMUNERATION SYSTEMS IN THE REPUBLIC OF KAZAKHSTAN: CHALLENGES AND PROSPECTS FOR IMPROVEMENT"
8. ON THE NXPLORERS TRAINING FOR "STUDENT ENERGY CHALLENGE-JUNIOR" TEAMS
9. ONLINE MEETING TO DISCUSS THE CONTENT OF THE NED-2021
10. SEMINAR "APPROACHES TO DECARBONIZED COMPANY IN RUSSIA AND KAZAKHSTAN"
11. KENZHEBEK NIYAZOVICH, GENERAL DIRECTOR OF KAZENERGY ASSOCIATION, MET WITH OLEG MIKHAILOVICH, VICE-CHAIRMAN OF RUSSIAN NATIONAL COMMITTEE OF THE WORLD ENERGY COUNCIL

CALENDAR OF EVENTS

#1 2021





In July this year, after approval by the Association's Council, a new Development Strategy for the next five years was approved.

In the context of changing priorities in energy and environmental policy in the world and in the Republic of Kazakhstan, the Association aims at the sustainable and balanced development of the domestic oil and gas and electric power industries.

The updated strategic priorities of the Association until 2025 have been developed taking into account the analysis of strategic documents of member companies, the collection and analysis of current problematic issues in the activities of enterprises, as well as taking into account current trends in the development of Kazakhstan's regulatory policy in relation to the energy industry, and include:

- 1) sustainable development of companies in the oil and gas and electric power sectors in the process of "energy transition" and increasing environmental requirements (low-carbon development, decarbonization, introduction of BAT);
- 2) development of "green energy" projects (renewable and alternative sources);
- 3) development of oil and gas chemistry and coal chemistry projects;
- 4) development of gas projects;
- 5) support of new investments in geological exploration and elimination of regulatory barriers in the activities of oil and gas producing enterprises;
- 6) favorable conditions for tariff and other regulation, elimination of regulatory barriers in the activities of electric power enterprises;
- 7) conditions of supranational regulation (common markets of oil, gas, petroleum

products and electric power industry of the EAEU), taking into account the interests of domestic enterprises;

8) development of human capital;

9) strengthening the positive image of the domestic oil and gas and energy industry at the international level.

Within the framework of each strategic priority, specific areas of work are provided.



In order to provide the new Strategy with human (expert) resources, the organizational structure of the Association was revised in July this year, with the strengthening of industry (oil and gas and electric power) and profile blocks (fiscal, technical and environmental regulation).

The introduction of new structural divisions will facilitate more active participation in solving key issues of the industry, as well as solving new tasks for the energy transition.

Thus, by the order of the General Director of the Association, new and executive directors were appointed:

- SHAFKAT KUDABAYEV, Executive Director in charge of the Department of Fiscal Regulation;
- FARHAT ABYTOV, Executive Director in charge of the Department for the Development of the Oil and Gas Industry;
- MARAT KALMENOV, Executive Director in charge of the Department for the Development of the Energy Industry;

The Association also revised and updated the composition of the coordinating councils, intensified work to ensure the activities of the relevant committees of the oil and gas industry and energy under the Presidium of the NCE RK Atameken.

The work of the Association is focused on independence, transparency, professionalism, value for members through solving the problems of enterprises in the process of improving the regulatory policy of the state in the energy industry.

The approved Strategy until 2025 is publicly available on the Association's website.



In July, an extraordinary meeting of the RTC on the development of social partnership in the country was held. The Association, as a signatory to the General Agreement between the Government of the Republic of Kazakhstan, republican associations (associations, unions) of employers and trade unions for 2021-2023, participates in regular and extraordinary meetings of the Republican Tripartite Commission on Social Partnership and Regulation of Social and Labor Relations (hereinafter – the RTC).



The Association took part in an extraordinary meeting of the RTC chaired by Deputy Prime Minister Yeraly Tugzhanov. The meeting discussed the development of social partnership in the country. Currently, there are 3 republican associations of trade unions, 53 branch, 34 territorial, 357 local trade unions, 126 employers' associations. 128 meetings of regional (city), 594 district tripartite commissions on social partnership were held. At the RTC, a dialogue was held to discuss the causes of labor conflicts that took place in the country's labor collectives and measures for their effective prevention.

KAZENERGY took part in the international round table on the topic "Remuneration systems in the Republic of Kazakhstan: challenges and prospects for improvement".

The round table was held jointly with social partners represented by the Ministry of Labor and Social Protection of the Population of the Republic of Kazakhstan, other associations of employers, employers, trade unions. The meeting was organized by the Federation of Trade Unions of the Republic of Kazakhstan with the International Labor Organization. Several speakers, including a representative of the Association, raised the topical issue of the differentiation of industry activities and dependent contractors and the extension (non-proliferation) of industry agreements to them. As a mechanism for solving this problem, it was proposed to consider introducing an amendment to the labor legislation that would allow clearly delineating the boundaries of the responsibility of social partnership within one industry, by fixing the types of activities of the Sectoral Qualification Framework as the boundaries of the responsibility of the field of labor relations in social partnership.

One of the areas of work of the Department for the Development of Human Capital is legislative activity and examination of legal acts. As part of this activity, the Association, together with its members and other interested parties, considered the draft Concept

of the Social Code within the Working Group under the Ministry of Labor and Social Protection of the Population of the Republic of Kazakhstan.

Within the framework of legislative activities, the Association takes an active part in the work currently being carried out by the Ministry of Labor to introduce amendments and additions to the Labor Code of the Republic of Kazakhstan. In this regard, proposals were collected from the members of the Association and a discussion of the received proposals was organized on the KAZENERGY platform in an online format with the participation of representatives of employers, in order to develop a single agreed opinion. The agreed positions are sent to the authorized state body for labor.

Last month, the Department for the Development of Human Capital of KAZENERGY, together with the members of the Association, reviewed regulatory legal acts on the regulation of social, labor and other relations directly related to labor, issues of social partnership, professional qualifications and gender development received from the central executive state bodies and NCE RK Atameken.



Last month, the KAZENERGY Association held a meeting jointly with the Expert Council on technical regulation in the oil and gas industry of the Ministry of Energy of the Republic of Kazakhstan. The discussion took place on the draft amendments to the technical regulations of the Customs Union TR CU 030/2012 "On requirements for lubricants, oils and special liquids".



The draft Amendments are aimed at bringing them into line with the Treaty on the Eurasian Economic Union of May 29, 2014, adding definitions of terms in order to unambiguously interpret and change the norms of indicators. The Association reviewed the draft Amendments, sent comments and suggestions, which were accepted and approved by the members of the Expert Council. As a result of the meeting, a unified position of the Republic of Kazakhstan was formed for the draft Amendment and sent to the Eurasian Economic Commission.

In July, a meeting was held to develop approaches to the implementation of the initiative proposal of Russian Federation on the approval of a single form of an oil passport by an act of the Eurasian Economic Union. Specialists of KAZENERGY Association took part in the meeting at the site of the Eurasian Economic Commission. The topic of the discussion was to develop approaches to the implementation of the initiative proposal of the Russian Federation on the approval by the act of the Eurasian Economic Union of a single form of the passport of oil released into circulation on the territory of the Eurasian Economic Union. The requirements for the registration of an oil passport are set out in the technical regulations of the Eurasian Economic Union TR EAEU 045/2017 "On the safety of oil prepared for transportation and (or) use" (hereinafter – TR EAEU 045/2017).

This proposal of Russian Federation was supported by KAZENERGY Association and its members. Following the discussion, it was decided that it was necessary to develop instructions for filling out the oil passport form and to prepare a draft of amendments to the EAEU TR 045/2017.

A meeting was held on the issue of making amendments to the Decision of the Board of the Eurasian Economic Commission. Representatives of KAZENERGY Association took part in a meeting at the Ministry of Energy of the Republic of Kazakhstan to discuss the issue of amendments to the Decision of the Board of the Eurasian Economic Commission No. 39 dated March 19, 2019 "On transitional provisions of the Technical Regulations of the Eurasian Economic Union "On the safety of Natural Fuel Gas prepared for transportation and (or) use" (hereinafter – the Decision).

According to the Decision, as of July 1, 2023, natural combustible gas prepared for transportation must comply with the EAEU TR 046/2018 "On the safety of natural combustible gas prepared for transportation and (or) use", however, there are inconsistencies in the indicators "mass concentration of hydrogen sulfide", "mass concentration of mercaptan sulfur" and "mass concentration of total sulfur".

As a result of the meeting, it was proposed to provide analytical and research data.





**WORLD
ENERGY
COUNCIL**



FROM OCTOBER 4 TO 8, WORLD ENERGY WEEK AND THE XIV KAZENERGY EURASIAN FORUM WILL BE HELD.

KAZENERGY Association holds the event jointly with the World Energy Council (WEC) on the topic: "ENERGY FOR BETTER LIVES/ENERGY FOR THE BENEFIT OF HUMANITY".

This year, WORLD ENERGY WEEK is held for the first time in Central Asia, the capital of the Republic of Kazakhstan – in **Nur-Sultan**.

The main goal of the event is to promote sustainable development and the use of energy for the benefit of humanity. The World Energy Week 2021 is held by the National Committee of the Republic of Kazakhstan. The week-long program will offer a wide range of events and networking opportunities for the global energy community, including exclusive high-level meetings that will bring together heads of line ministries, heads of multinational corporations and international organizations, a wide audience of leaders and experts in the field of energy. The event will promote debate and open dialogue on energy issues for the creation of sustainable energy systems at the national, regional and global levels.

ENERGY FOR BETTER LIVES

The topic reflects the aspirations of the international community in ensuring energy security, decarbonization and low-carbon development. The choice of the topic is also related to efforts to overcome the global crisis caused by the COVID-19 pandemic and improve people's lives.

XIV KAZENERGY EURASIAN FORUM

For the 14-year history KAZENERGY Eurasian Forum has become the main international event of the energy sector in the region. The Forum is intended to ensure an effective dialogue between participants of the energy markets, to consider current trends and directions of development of the energy system.



During the Forum, as part of the celebration of the 30th anniversary of Independence of the Republic of Kazakhstan, a number of presentations and events will be held at the site of the XIV KAZENERGY Eurasian Forum:

- Presentation of the Book "OIL AND GAS of KAZAKHSTAN-30 years of independence: the Path of creation"
- Presentation of a documentary film (a series of five films)
- Special conference dedicated to the 30th anniversary of Independence of the Republic of Kazakhstan

Also, the V National Energy Report will be presented – the most comprehensive analysis of the current state and prospects for the development of the fuel and energy sector of Kazakhstan.

Registration for participation in the event is open on the website <http://kazenergyforum.com>

The World Energy Council is the largest international energy non – governmental organization established in 1923. The WEC consists of more than 90 national committees representing more than 300 organizations, including state authorities, industrial and expert organizations. Annually, the council holds a global event of world energy leaders – WORLD ENERGY WEEK.



The banner features a blue background with a stylized oil rig and city skyline. At the top right, logos for the United Nations, World Energy Council, World Energy Week Live 2021, Kazenergy, and Samruk Energy are displayed. Below these is the tagline "ENERGY FOR HUMAN LIVES". In the center, a white arrow points to the website "KAZENERGYFORUM.COM". To the right, the text "REGISTRATIONS OPEN" is prominently displayed. At the bottom, the hashtag "#WEW2021", the text "DIGITAL LIVE EVENT", and the location "NUR-SULTAN, KAZAKHSTAN" are visible.

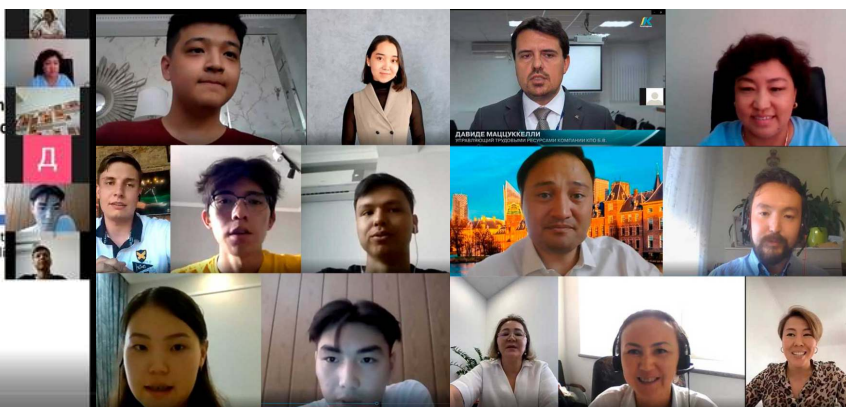
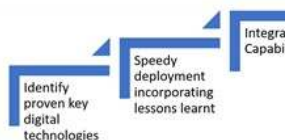
July 2, 2021

Digitalization team KPO

KPO digitalization team enables KPO to be a best in class company by delivering capabilities (people, process, data, technology) and insights that can be trusted and valued



Digitalization is a top priority for KPO and success is achieved in collaboration with partners, customers, service providers, research, and start-ups



On July 2 this year, a kick-off meeting of 34 student teams from 14 leading universities of the country was held regarding the StudentDigitalFest Competition with Digitalization Manager of Karachaganak Petroleum Operating (KPO), Mr. Glen Zondak, KPO specialists and experts and KAZENERGY Association on technical specifications of the competition.

Read more:

Kaz

Ru

En

KAZENERGY TOOK PART IN THE ONLINE CONFERENCE NDC (NATIONALLY DETERMINED CONTRIBUTIONS) AND LONG-TERM STRATEGIES AS A TOOL FOR PROMOTING THE ENERGY TRANSITION IN THE CENTRAL ASIAN COUNTRIES

July 8, 2021

The search by Central Asia for solutions to increase energy efficiency, including the provision of updated long-term climate/energy strategies, a deeper insight into energy sector capacity to enhance decarbonization, discussion of the key role of large-scale funding in the RES sphere, and discussion of research on issues of decarbonization by regional and international organizations were the major topics of the conference held under the aegis of the International Renewable Energy Agency (IRENA).

Read more:

Kaz

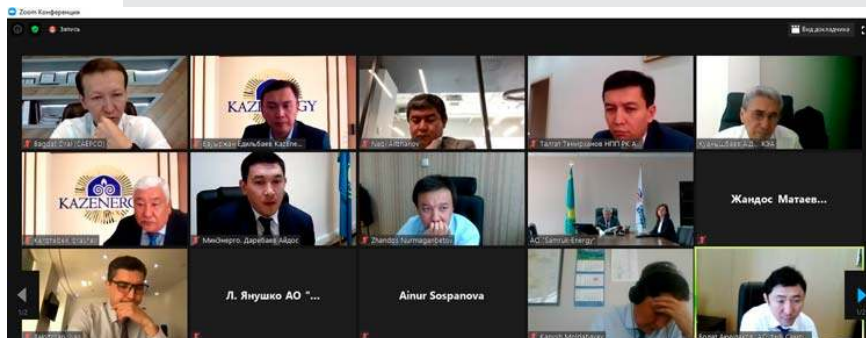
Ru

En



July 9, 2021

On July 9, a meeting concerning the development of the electric power industry was held online under the chairmanship of Mr. B. Akchulakov, Managing Director for Asset Management of Samruk-Kazyna JSC.



The meeting was attended by officials of the Ministry of Energy of the Republic of Kazakhstan, Samruk-Kazyna JSC, the National Chamber of Entrepreneurs of the Republic of Kazakhstan "Atameken", industry associations, and energy companies.

The industry issues relating to the key tasks of the formation of the conditions and approaches under the new policy of the energy transition were discussed at the meeting. Mr. A. Daribayev, Director of the Department of Electric Power Industry Development of the Ministry of Energy of the Republic of Kazakhstan, and Mr. K. Ibrashev, General Director of the KAZENERGY Association, spoke on the agenda.

Read more:

Kaz

Ru

En

ON JULY 9, AN ONLINE MEETING TOOK PLACE BETWEEN THE NATIONAL COMMITTEES OF KAZAKHSTAN AND RUSSIA AT THE WORLD ENERGY COUNCIL

July 9, 2021

The parties talked over the issues of bilateral cooperation, as well as the coming events. So, representatives of the committees agreed on holding a joint event as part of the World Energy Week-2021/XIV KAZENERGY Eurasian Forum and the X St. Petersburg International Gas Forum.

It is planned to conduct a teleconference between Nur-Sultan and St. Petersburg on one of the urgent topics of energy cooperation.



Read more:

Kaz

Ru

En

FOR THE ATTENTION of students of colleges and higher and postgraduate educational institutions, who study on a paid basis (on a full-time course of study)! The KAZENERGY Association announces the beginning of receipt of applications for payment for tuition at the expense of funds allocated by subsoil users (educational grants from the funds of NCOC N.V., KPO B.V.) in the 2021-2022 academic year.

Applications for participation in the competitive admissions are accepted from July 15 of the current year. To participate in the competition, please fill in an electronic application on the website grant.kazenergy.com.

Read more:

Kaz

Ru

En

ABOUT THE SELECTION OF VIDEO RESUMES OF THE STUDENT ENERGY CHALLENGE-JUNIOR TEAMS

July 22, 2021



Совместный проект с 2017 года

Student Energy Challenge

Student Energy Challenge-Junior



Within the framework of the Student Energy Challenge, which is held since 2017 by the KAZENERGY Association in partnership and with the financial support of Shell Kazakhstan, a project for college students, the Student Energy Challenge-Junior (the Contest), is being implemented for the first time.

The Student Energy Challenge-Junior consists of 3 stages, one of which is the presentation of video resumes of teams that have registered in the Contest.

Read more:

Kaz

Ru

En

www.kazenergy.com

July 23, 2021

On July 23 of this year, an international round table titled Remuneration Systems in the Republic of Kazakhstan: Challenges and Prospects for Improvement took place in the online format, which was organized by the Federation of Trade Unions of Kazakhstan jointly with the International Labor Organization.

Read more:

Kaz

Ru

En

ABOUT HOLDING THE NXPLORERS TRAINING FOR THE STUDENT ENERGY CHALLENGE-JUNIOR TEAMS

July 28, 2021

On July 27-28 of this year, the Shell NXplorers training for the college teams of the Student Energy Challenge-Junior contest was held online.

The training was organized under the jubilee Student Energy Challenge contest and involved 20 teams from 7 regions of Kazakhstan that successfully passed the selection procedure according to the results of the first stage.

Read more:

Kaz

Ru

En



August 2, 2021

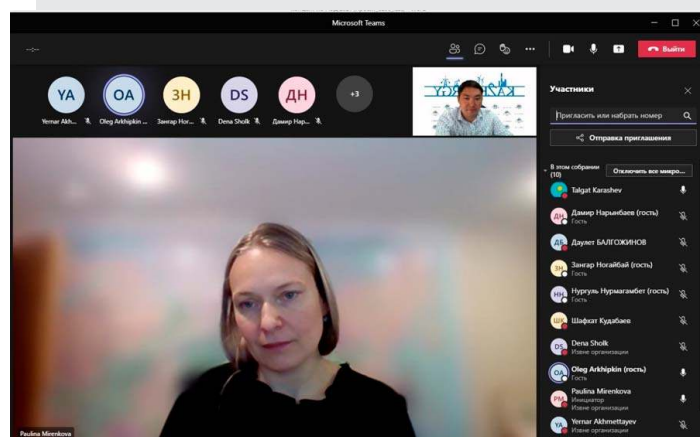
The KAZENERGY Association discussed the content of the KAZENERGY National Energy Report for 2021 with experts from IHS Markit and Avantgarde Group.

Read more:

Kaz

Ru

En



SEMINAR APPROACHES TO A DECARBONIZED SOCIETY IN RUSSIA AND KAZAKHSTAN

August 5, 2021

On August 5, the KAZENERGY Association, in cooperation with the Japan Association for Trade (ROTOBO), hosted the online Seminar Approaches to a Decarbonized Society in Russia and Kazakhstan.

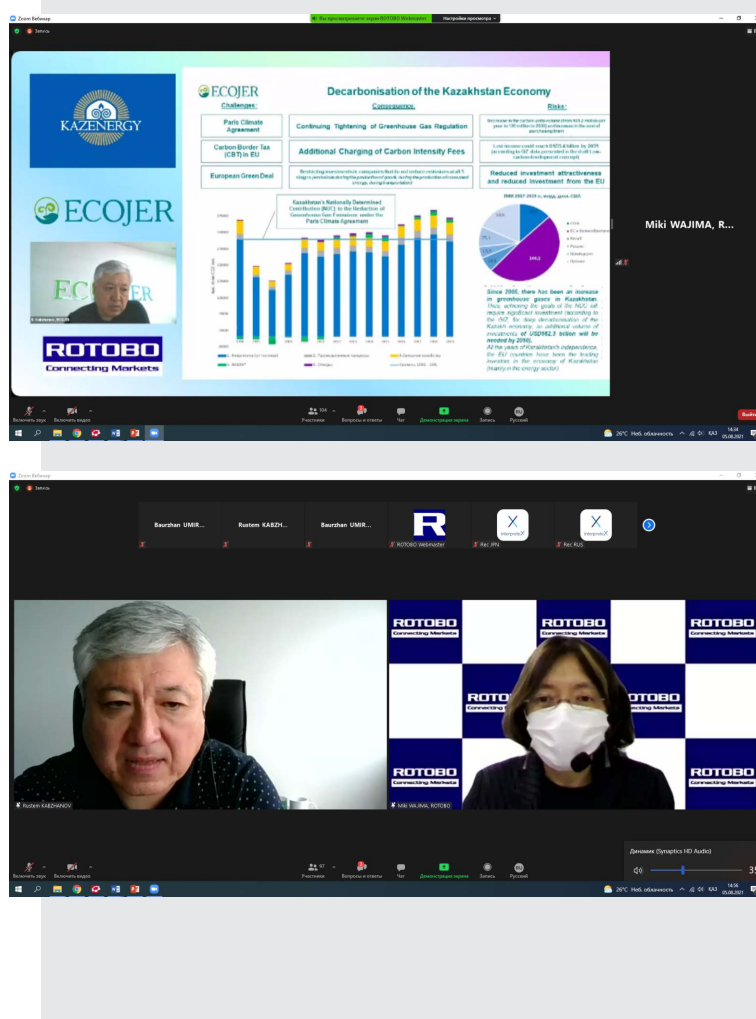
The ROTOBO Association is an organization that promotes business cooperation between enterprises in Japan and the countries of Central Asia, the Caucasus, and Russia. ROTOBO is an association consisting of more than 200 members from various sectors of industry, trade and fund companies, banks, as well as local authorities.

Read more:

Kaz

Ru

En



KENZHEBEK IBRASHEV, GENERAL DIRECTOR OF THE KAZENERGY ASSOCIATION, MET WITH OLEG BUDARGIN, VICE CHAIRMAN OF THE RUSSIAN NATIONAL COMMITTEE OF THE WORLD ENERGY COUNCIL

August 9, 2021

During the meeting, the parties discussed the preparation for the World Energy Week 2021 and the XIV KAZENERGY Eurasian Forum, to be held on October 4-8 in Nur-Sultan, as well as the areas of cooperation between the National Committees under the preparation to the World Energy Congress in St. Petersburg in 2022.

Read more:

Kaz

Ru

En



CALENDAR OF EVENTS - 2021

SEPTEMBER



«STUDENT ENERGY CHALLENGE JUNIOR»
STUDENTS COMPETITION



MEETING OF THE SECTORAL COMMISSION ON
SOCIAL PARTNERSHIP AND REGULATION
OF SOCIAL AND LABOR RELATIONS



SIGNING OF AN ADDITIONAL AGREEMENT TO
THE SECTORAL AGREEMENT ON THE OIL AND GAS,
OIL REFINING AND PETROCHEMICAL INDUSTRIES
OF THE REPUBLIC OF KAZAKHSTAN



WORKING GROUP ON
LAW ENFORCEMENT PRACTICES



PROVISION OF GRANTS

OCTOBER



V FORUM
KAZENERGY WOMEN'S ENERGY CLUB



WORLD ENERGY WEEKX
IV KAZENERGY EURASIAN FORUM
www.kazenergyforum.com



SHELL'S COMPETITION



«STUDENT DIGITAL FEST»
COMPETITION

DECEMBER



23TH WORLD PETROLEUM CONGRESS 2021
www.23wpchouston.com