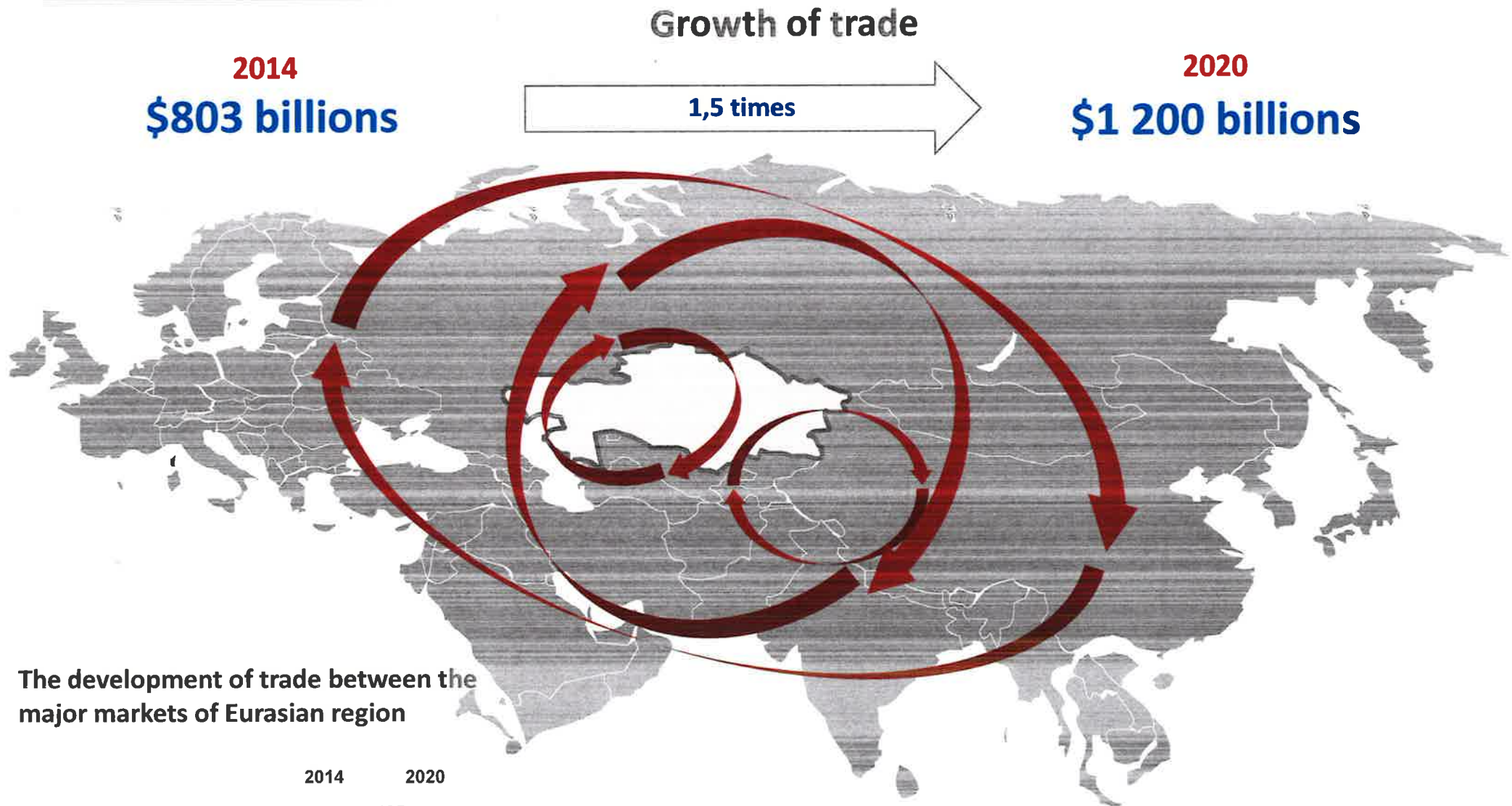


THE DEVELOPMENT OF TRANSPORT LOGISTICS SYSTEM OF THE REPUBLIC OF KAZAKHSTAN

KTZ Express JSC



DYNAMICS OF CHANGES OF THE VOLUMES OF FOREIGN TRADE



The development of trade between the major markets of Eurasian region

	2014	2020
	Bln. USD	
EU ↔ China	615	800
RU ↔ China	95	200
Turkey ↔ China	24	100
Iran ↔ China	52	60
KZ ↔ China	17	40

Traffic growth between China and the EU
 from 117 million tons to 170 million tons by 2020

TRANSCONTINENTAL TRANSPORTATION BRIDGE



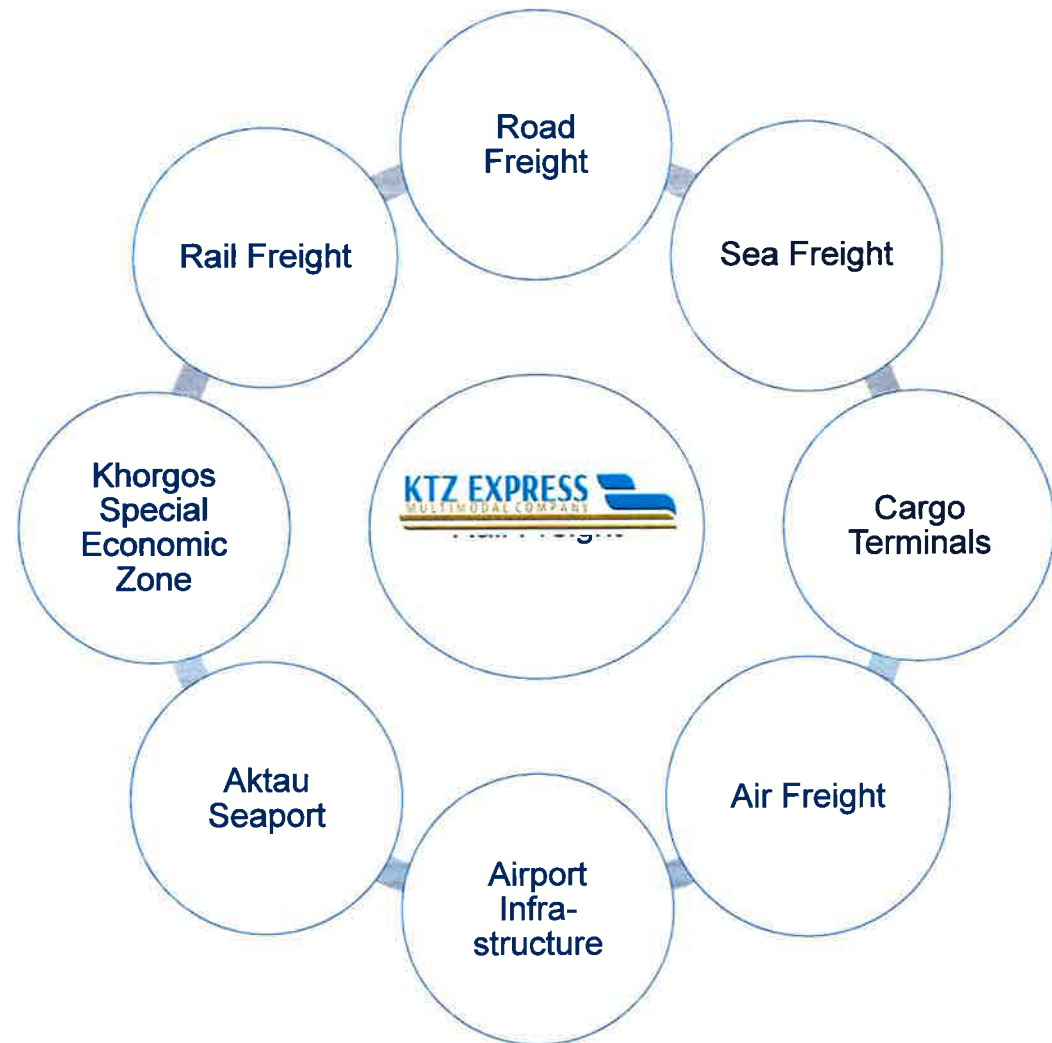


КАЗТЕМИПТРАHC

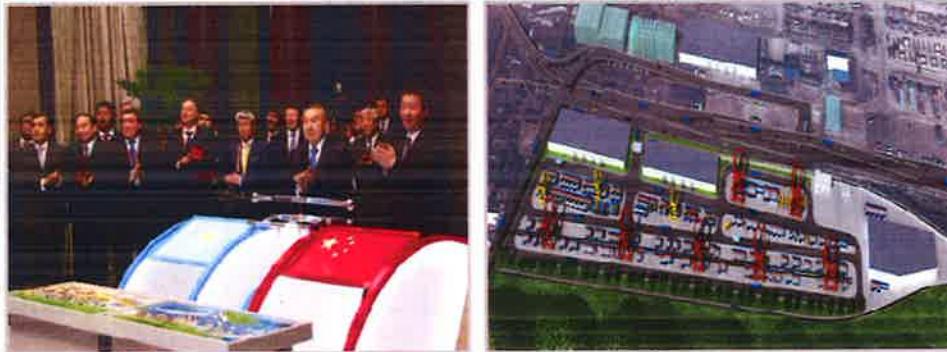


Airport Management Group

- KTZ Express established in 2013 as a 100% owned subsidiary of KTZ and is a national multimodal transport operator
- KTZ Express allows to aggregate cargoes from China to Europe through the territory of Kazakhstan based on the “one-stop shop” principle
- KTZ Express integrates domestic and international railway, road, sea, and air logistics, seaport and airport infrastructure and a network of terminals and warehouses, as well as the cargo loading operations at key gateways



Kazakh-Chinese terminal in Lianyungang seaport

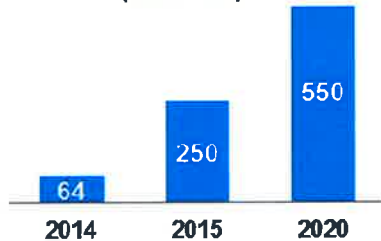


The volume of investments **\$100 mln.**

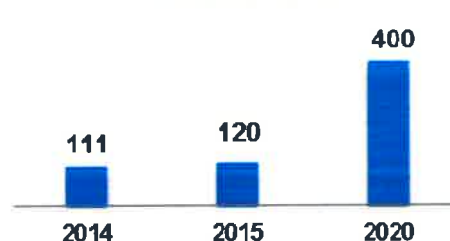
The technical specifications

- The total area of 21.6 Ha
- Container area - 13 Ha
- The outdoor area for bulk/bulk cargoes - 6 Ha
- Indoor storage 1.2 Ha (12 thousand m²)

The amount of recycling containers (thous. TEU)



Regular container trains to \ from Lianyungan (pcs.)



The expansion of terminal facilities with the participation in the project of logistics zone of the SCO



Segmentation of the territory of the SCO in the port of Lianyungang

- Transport and logistics area
- Zone of International Trade
- Production area, processing of bulk cargoes, non-ferrous metals

Potential participants

Commercial and industrial, transport and logistics companies of the SCO member countries

The plan of implementation

- Development of FR - 4 q. 2015
- Financial structuring of participants -1 q. 2016
- The beginning of implementation - 2 q. 2016

The potential volume for 2020 will be **2,2 mln. TEU**

SEZ «KHORGOS – EASTERN GATE» Project parameters

Project capacity	Traffic volume by 2020 up to 4.4 million tons
Participants of the project	The Government of the Republic of Kazakhstan (infrastructure) JSC «KTZ Express» (Dry Port) Dubai Port World (Management)
The total project cost, incl.:	\$1 437 mln., incl.:
Infrastructure	\$134 mln.
Dry port	\$152 mln.
Private investments	\$1 151 mln.
Terms of realization	the start of construction – the second quarter of 2014. Commissioning (I stage) – December 2014. Commissioning (II stage) - December 2015.



Priority activities:

1. Storage and auxiliary transport activities
2. Manufacture of food production
3. Manufacture of leather and related products
4. Manufacture of textile products
5. Manufacture of other non-metallic mineral products
6. Manufacture of chemical products
7. Manufacture of fabricated metal products, except machinery and equipment
8. Manufacture of not elsewhere classified machinery and equipment
9. Construction in accordance with the design and estimate documentation of buildings to organize exhibitions, museums, warehouses and office buildings



Aktau Seaport

The expansion in northern direction:

Cost of the project: \$136 mln

Area: 22 ha

Construction time scale:

- Start – 23rd August 2014
- Getting started- 4th quarter 2015

Annual capacity 3 mln tons:

- Grains – 1,5 mln tons
- General cargo– 0,5 mln tons.
- Containers – 1 mln tons.

Major construction projects:

- 3 cargo berth (520 m.)
- Grain terminal (60 000 tons.)
- Container terminal (30 000 tons.)



Kuryk Seaport

Construction of ferry complex in Kuryk:

Cost of the project: \$116,3 mln

Area: 20,6 ha

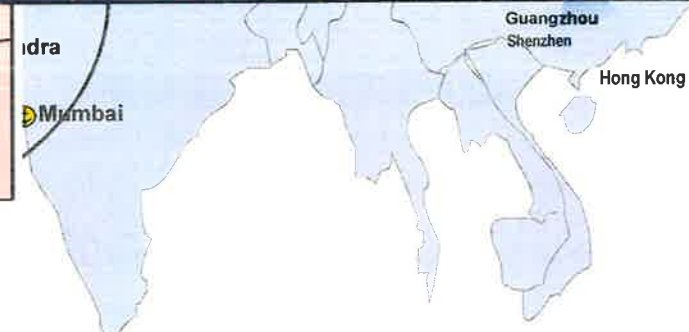
Construction time scale:

- Start – March 2015
- End of construction – December 2016

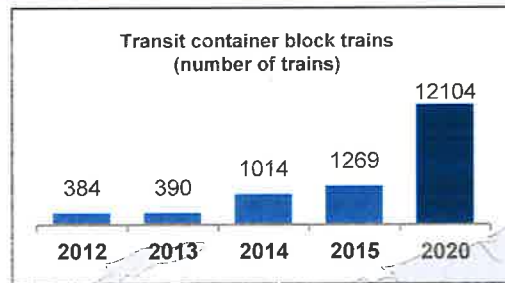
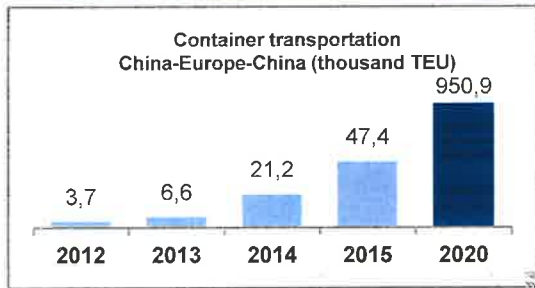
Annual capacity – 4,1 mln tons

Major construction projects:

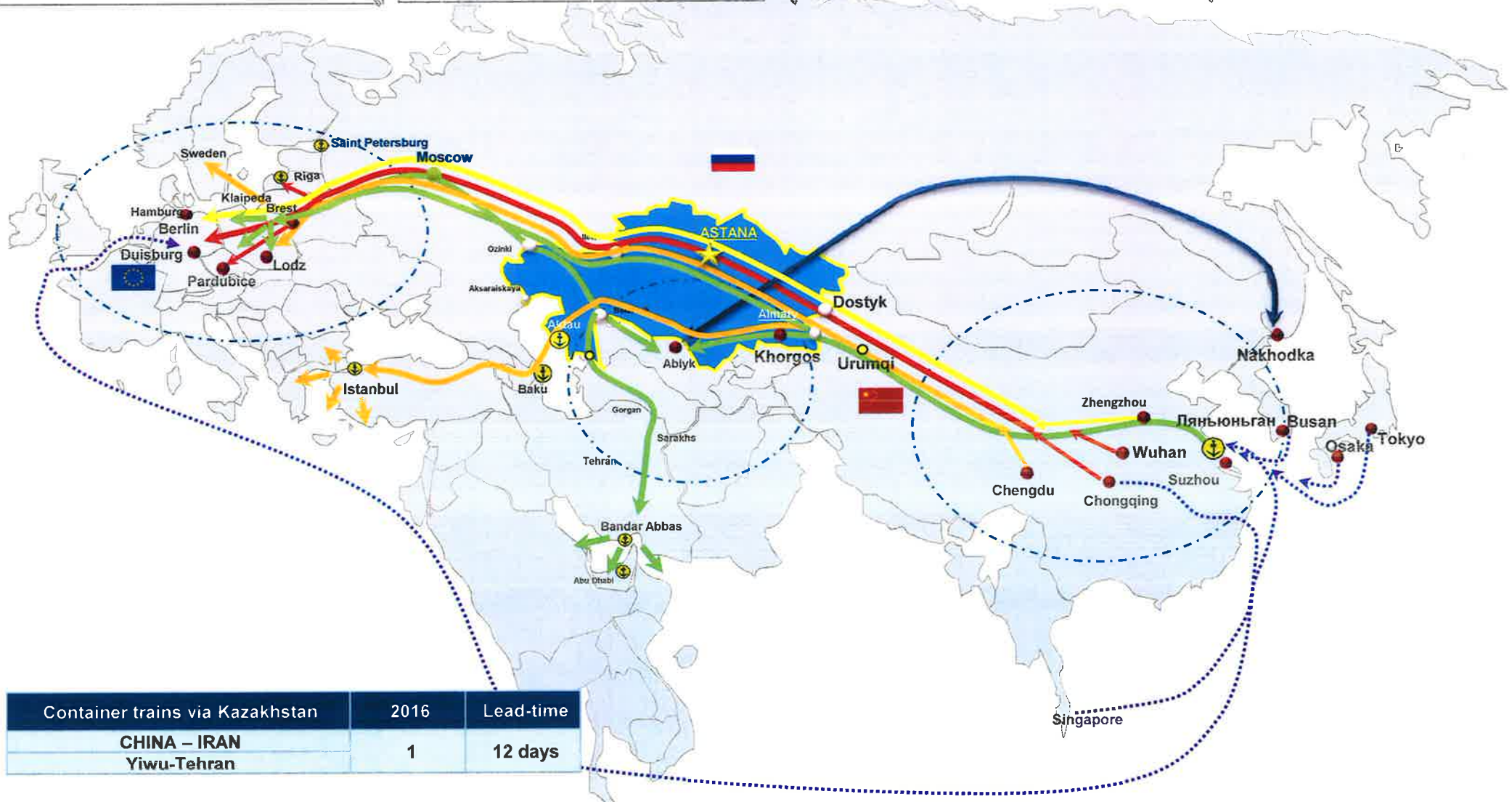
- Ferry Complex
- Railway line "Borzhakty-Ersai" (13,9 km.)



ORGANIZATION OF CONTAINER BLOCK TRAINS

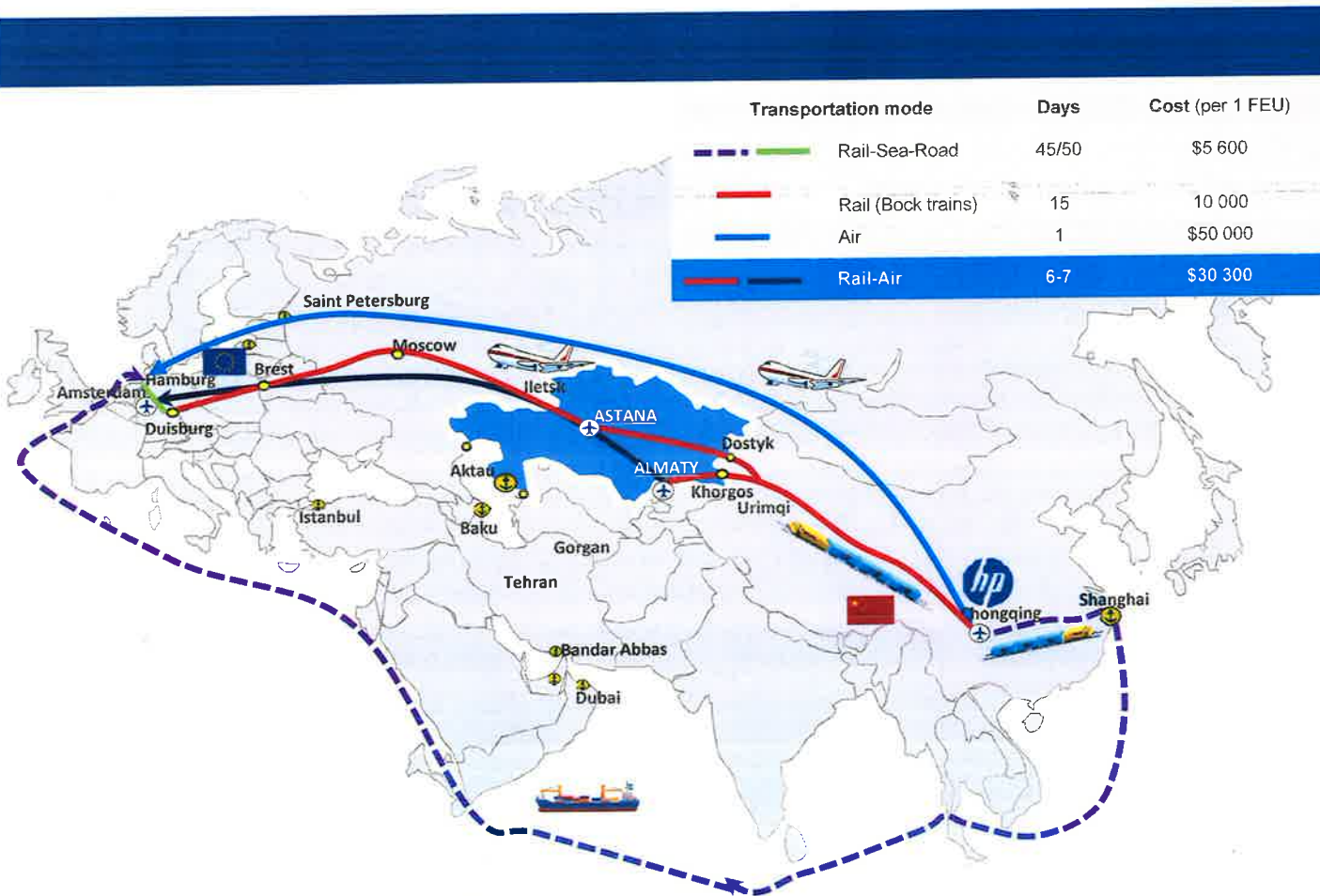


Container trains via Kazakhstan	2015		2014	
	From China	To China	From China	To China
CHINA-EUROPE-CHINA	376	205	226	28
	581		254	
CHINA - CAUCASUS/TURKEY (TRANSCASPIAN ROUTE)	From China	To China	From China	To China
	2	0	0	0



Container trains via Kazakhstan	2016	Lead-time
CHINA - IRAN		
Yiwu-Tehran	1	12 days

TRANSPORTATION OF ELECTRONICS THROUGH RAIL-AIR MULTIMODAL TRANSPORTATION SCHEME



Logistics solution «Rail-Air» provides:

- Transportation of goods (1-5 containers and more) within Chongqing-Duisburg container train,
- Terminal and customs handling in Kazakhstan's international airports,
- Transportation to Europe by air



One 40-foot container was delivered in 7 days at a distance of 9 900 km