

THE TREASURY COMMITTEE

Established in October 2017, the Treasury Committee assists the Board of Directors in monitoring and improving the effectiveness of Risk Management related to the Company's treasury functions.

Composition:

Dmitriy Larionov
Chairman of the Committee

Gani Bitenov
Member of the Committee
(or, in his absence – Mr. Nurzhan Baidautov, as an alternate member of the Committee)

Myles Westcott
Member of the Committee
(or, in his absence – Mr. Alan Fraser, as an alternate member of the Committee)

In 2018, the Treasury Committee held six meetings, including five in-presentia meetings. Committee member participation information can be found on page 51.

The Committee's activities are aimed at assisting the Board of Directors in the following areas:

- › verification of control mechanisms for the Company's treasury activities and ensuring the effectiveness and improvement of policies and procedures in the treasury area;
- › monitoring treasury activities and notifying the Board of Directors of risks and opportunities associated with them in all matters related to the treasury in accordance with regulations and at the request of the Board of Directors.

Role and responsibility

- › Consideration of monthly reports on compliance with treasury policies.
- › Regular review (minimum semiannually) of risks and opportunities associated with treasury activities and Air Astana's plans concerning treasury management (jointly with the Company's management).
- › Regular reporting to the Board of Directors (minimum annually) on the Committee's performance and violations discovered, for further disclosure at the AGM.

Activities in 2018

Key matters discussed include:

- › monthly treasury reports;
- › quarterly reports on deposits and bank exposure;
- › changes to the Cash Management, Bank Risk and the Company's Treasury Reporting Policy;

- › annual review of counterparty banks and their intended limits;
- › instruction on bank guarantee requirements;
- › updates to instructions for raising and servicing loans;
- › updates on currency risk exposure;
- › updates on defaulted and stressed banks;
- › discussions with potential credit line providers;
- › assessment of banking relationships and approval of accredited bank credit limits;
- › increase in and opening of credit facilities; recommendations on corresponding increase in obligations of amounts equal to 10% or more of the Company's own capital;
- › opening and closing of bank accounts.

Priorities for 2019

In addition to the Committee's regular activities, the Committee also intends to discuss:

- › updates on currency risk exposure;
- › annual review of counterparty banks;
- › approval of the accredited banks credit limits;
- › revision of the Cash Management, Bank Risk and Treasury Reporting Policy;
- › revision of the Treasury Committee Regulations;
- › monthly and quarterly treasury reports;
- › other issues within the competence of the Treasury Committee.