

CONTENTS

Interim Condensed Consolidated Financial Statements

Interim Condensed Consolidated Statement of Financial Position

Interim Condensed Consolidated Statement of Comprehensive Income

Interim Condensed Consolidated Statement of Cash Flows

Interim Condensed Consolidated Statement of Changes in Equity

Notes to the Interim Condensed Consolidated Financial Statements

Altius Holdings Inc

Interim Condensed Consolidated Financial Statements (unaudited)

For the period ended September 30, 2011

CONTENTS

Interim Condensed Consolidated Financial Statements:

Interim Condensed Consolidated Statement of Financial Position.....	1
Interim Condensed Consolidated Statement of Comprehensive Income.....	2
Interim Condensed Consolidated Statement of Cash Flows.....	3
Interim Condensed Consolidated Statement of Changes in Equity.....	4
Notes to the Interim Condensed Consolidated Financial Statements.....	5-12

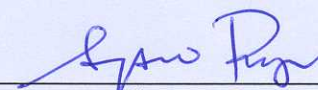
Page

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<i>In thousands of Tenge</i>	Notes	30 September 2011	31 December 2010
ASSETS			
Non-current assets			
Intangible assets		3,978,648	4,194,255
Property, plant and equipment	4	15,641,408	15,102,775
Advances paid for non-current assets		182,399	127,636
Restricted cash	8	130,901	130,262
Total non-current assets		19,933,356	19,554,928
Current assets			
Inventories	5	790,659	630,341
Trade receivables	6	2,983,899	476,834
Advances paid		483,936	340,466
Loans to related parties	17	2,957,401	4,423,643
Income tax prepaid		-	10,248
VAT recoverable and other taxes prepaid	7	1,062,248	1,889,767
Other current assets		28,576	37,246
Cash and cash equivalents	8	3,306,961	9,176,511
Total current assets		11,613,680	16,985,056
TOTAL ASSETS		31,547,036	36,539,984
EQUITY AND LIABILITIES			
Share capital	9	0.1	6,330,551
Retained earnings		24,194,636	24,962,029
Total equity		24,194,636	31,292,580
LIABILITIES			
Non-current liabilities			
Deferred tax liabilities		812,383	812,383
Abandonment and site restoration liabilities		402,108	360,207
Obligation on historical cost		561,732	531,152
Total non-current liabilities		1,776,223	1,703,742
Current liabilities			
Taxes payable	10	2,471,003	19,697
Trade payables	11	639,896	1,803,460
Obligation on historical cost		75,293	128,624
Corporate income tax payable		1,165,366	306,896
Excess profit tax payable		1,141,714	946,188
Other current liabilities		82,905	338,797
Total current liabilities		5,576,177	3,543,662
Total liabilities		7,352,400	5,247,404
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		31,547,036	36,539,984

The accounting policies and explanatory notes on pages 5 through 12 form an integral part of these interim condensed consolidated financial statements.

Managing Director

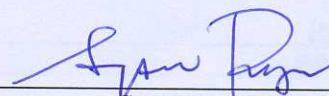

 Sangsoo Ryou

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

<i>In thousands of Tenge</i>	Notes	For the nine months ended September 30, 2011
Revenue from sale of crude oil		32,808,418
Cost of sales	12	(6,182,269)
Gross profit		26,626,149
Selling expenses	13	(10,924,298)
General and administrative expenses	14	(1,479,564)
Profit from operating activities		14,222,287
WHT on dividends		(811,994)
Finance costs		(96,632)
Finance income		40,485
Foreign exchange loss, net		(544,193)
Loss on disposal of fixed assets		(5,056)
Other income		234,641
Other expense		(3,258)
Profit before income tax		13,036,280
Corporate income tax expense	15	(3,428,318)
Current excess profit tax expense	15	(1,094,608)
Total comprehensive income for the period		8,513,354

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Managing Director

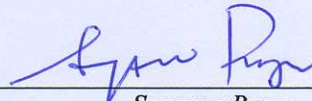

 Sangsoo Ryou

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

<i>In thousands of Tenge</i>	Notes	For the period ended September 30, 2011
Cash flows from operating activities		
Income before income tax		13,036,280
Adjustments to add (deduct) noncash items:		
Depreciation, depletion and amortization	12,13,14	1,494,598
Unwinding of discount		23,388
Interest income		(5,340)
Interest expense		26,869
Allowance for obsolete inventory and doubtful VAT recoverable		7,327
Loss on disposal of property, plant and equipment		5,056
Impairment of property, plant and equipment	12	102,857
Other		(7,344)
Operating cash flows before working capital changes		14,683,691
Working capital adjustments:		
Change in inventories		(167,645)
Change in trade receivables and other current assets		(2,498,394)
Change in advances paid		(143,470)
Change in trade payables		(1,163,564)
Change in taxes		2,338,941
Change in other current liabilities		(255,891)
Cash generated from operations		12,793,668
Income tax paid		(2,559,601)
Net cash provided by operating activities		10,234,067
Cash flows from investing activities		
Loans repaid by related parties		1,466,242
Proceeds from sale of property, plant and equipment		54,651
Purchase of property, plant and equipment		(1,949,554)
Purchase of intangible assets		(8,255)
Advances paid for non-current assets		(54,764)
Net cash used in investing activities		(491,680)
Cash flows from financing activities		
Change in share capital		(6,330,551)
Change in restricted cash deposit		(639)
Distributions to shareholder		(9,280,747)
Net cash used in financing activities		(15,611,937)
Net change in cash and cash equivalents		(5,869,550)
Cash and cash equivalents at the beginning of the period	8	9,176,511
Cash and cash equivalents at the end of the period	8	3,306,961

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Managing Director

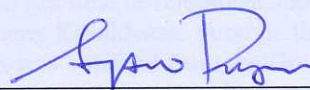

 Sangsoo Ryou

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

<i>In thousands of Tenge</i>		Share capital	Retained earnings	Total
As at December 31, 2010		6,330,551	24,962,029	31,292,580
Net profit for the period		-	8,513,354	8,513,354
Total comprehensive income for the period		-	8,513,354	8,513,354
Reduction in share capital	9	(6,330,551)	-	(6,330,551)
Distributions to shareholder		-	(9,280,747)	(9,280,747)
As at September 30, 2011		0.1	24,194,636	24,194,636

The accounting policies and explanatory notes on pages 5 through 12 form an integral part of these interim condensed consolidated financial statements.

Managing Director


 Sangsoo Ryou