NEWS ON NEGOTIATION BETWEEN
HERDERS’ REPRESENTATIVES OF KHANBOGD SOUM
AND OYU TOLGOI COMPANY

Khanbogd soum                                                  Ikh Bulag                 30 September 2014

We regularly provide you with information regarding the agreements reached through the joint meetings between the Herders’ Representatives and Oyu Tolgoi Company held with CAO involvement. This is the news release about the meeting held on 30 September, 2014. As usual the meeting was facilitated by Compliance Advisor Ombudsman and Oyu Tolgoi Watch NGO attended as an advisor to herders.

The parties have updated each other on the implementation status of the actions agreed on previous meeting.

The following items were agreed during this meeting.

- Two parties will review the process of water supply by OT to herders households residing within 20 kms radius from OT mining site as requested by EHT in May and at their earliest shall jointly study the possibilities to continue the supply during the winter season. Furthermore to find out a long term solution to water issue which is urgent for herders.
- Basing on the list of wells to be repaired provided by the citizens’ khural, OT specialists will identify the wells of worst condition and present those to the soum and bagh management and upon reconfirmation of the list the public will be informed accordingly.
- In connection with the delay in OT process of selecting the companies to be involved in building of new wells and repair of old ones it is decided to invite OT procurement team to the next meeting in order to get information.
- To introduce the herders representatives to the production cycle of the mining, for this purpose to organize a 2-day tour in early November and during this site visit the parties may be able to fix the date for next joint meeting.
- To finalise the discussion of Scope of Work for MDT.

Herders Representatives                                                  Oyu Tolgoi LLC
of Khanbogd Soum