



Dear Shareholder

Annual General Meeting 2016

I am writing to inform you that an Annual General Meeting (the “AGM”) of the Company will be held on 10 November, 2016 at 11:00 a.m. at the registered office of the Company at Menandrou 3, Glafkos Tower, 5th Floor, Office 501, 1066 Nicosia, Cyprus. The purpose of the meeting is to consider and, if fit, to adopt the following resolutions:

ORDINARY RESOLUTIONS:

1. Consideration of the consolidated financial statements for the year ended 31 December 2015, the report of the auditors PricewaterhouseCoopers Cyprus and Director’s Report thereon on the recommendation of the Board of Directors.
2. Consideration of the exclusion and waiver of the pre-emption rights of all the current members of the Company, in accordance with Regulation 5 of the Articles of association of the Company and section 60B(5) of the Companies Law, Cap. 113, in connection with the issue and allotment of 25,244,606 ordinary shares in the capital of the Company, representing not more than ten per cent (10%) of the issued share capital of the Company, all as more fully set forth on the written report of the Directors of the Company dated 30 September 2016, on the recommendation of the Board of Directors of the Company

RESOLUTIONS REQUIRING CUMULATIVE VOTING:

3. Re-election of Stephen Buscher as a director of the Company, on the recommendation of the Board of Directors.

The formal notice of AGM and the resolutions to be proposed are attached to this letter.

Actions to be taken

You will find enclosed a Proxy for use at the AGM. Please complete, sign and return the enclosed Proxy as soon as possible in accordance with the instructions printed thereon. Proxies should be returned so as to be received by the Company in accordance with the instructions on the enclosed Proxy. Completion and return of the Proxy will not prevent you from attending in person and voting at the meeting should you subsequently decide to do so.

Information on the Director standing for re-election

Mr Stephen Buscher graduated from Connecticut College in 1983. He also received a diploma

from the London School of Economics in 1987 and a Masters in Business Administration from Yale University in 1991. Stephen has extensive financial experience, particularly in Russia where he has lived and worked in the financial sector and subsequently the oil business for over twenty years. He acted as the Co-head of the Moscow office for Lazard Freres and Merrill Lynch. Stephen also founded and co-managed Eurasia Capital Partners, a private M&A advisory boutique with offices in Moscow and London before entering the oil and gas business

Recommendation

Your Directors consider that the proposals described in this letter are in the best interest of shareholders as a whole and unanimously recommend shareholders to vote in favour of the resolutions to be proposed at the AGM.

Yours sincerely,

Leonid Dyachenko
Chief Executive Officer

