

**POSITION OF UNIPETROL, A.S. BOARD OF DIRECTORS REGARDING SHAREHOLDER'S PROPOSAL WITH RESPECT TO ITEM 11 OF THE AGENDA OF THE ORDINARY GENERAL MEETING (CHANGES IN COMPOSITION OF THE SUPERVISORY BOARD OF UNIPETROL, A.S. AND APPROVAL OF AGREEMENTS ON PERFORMANCE OF POSITIONS OF MEMBERS OF THE SUPERVISORY BOARD OF UNIPETROL, A.S.)**

**Position:**

On 21 May 2014 UNIPETROL, a.s. received a proposal of PAULININO LIMITED, with its registered office Kyriakou Matsi, 16 EAGLE HOUSE, 8th floor, Agioi Omologites, 1082 Nicosia, Cyprus, with respect to item 11 (Changes in composition of the Supervisory Board of UNIPETROL, a.s. and approval of agreements on performance of positions of members of the Supervisory Board of UNIPETROL, a.s.) of the agenda of the Ordinary General Meeting convened for 26 May 2014 regarding proposal of candidate for election to Supervisory Board of UNIPETROL, a.s. ("**Proposal**").

The Board of Directors of UNIPETROL, a.s. discussed the Proposal at its meeting on 22 May 2014, acknowledges it and provides its statement as follows.

The Board of Directors of UNIPETROL, a.s. states to the Proposal, that the right to propose candidates into office of a member of the Supervisory Board of the company falls within basic shareholders' rights under the Articles of Association of UNIPETROL, a.s. and applicable law. Proposed candidates must meet statutory requirements for election into office of a member of the Supervisory Board and for performance of the office. In this regard, the Board of Directors of UNIPETROL, a.s. states that selecting candidates for office of a member of the Supervisory Board is within the sole discretion of shareholders of UNIPETROL, a.s.