



26 November 2009

Dear Shareholder

Annual General Meeting 2009

I am writing to inform you that an Annual General Meeting (the “AGM”) of the Company will be held at 10:00a.m. on 18 December 2009 at the Hilton Cyprus Hotel, Archbishop Makarios III Avenue, 1516 Nicosia, Cyprus. The purpose of the meeting is to consider and, if thought fit, to adopt the following resolutions:

ORDINARY RESOLUTIONS

1. Consideration of the consolidated financial statements for the year ended 31 December 2008 prepared by PricewaterhouseCoopers Cyprus, the report of the auditors thereon and the Directors’ Report on the recommendations of the Board of Directors. These reports are now being finalised and will be sent to you ahead of the meeting along with a management discussion and report. All of the above will also be posted on our web site ahead of the meeting;
2. That PricewaterhouseCoopers Cyprus be re-appointed as the auditors of the Company for calendar and fiscal year 2009 pursuant to the terms of an engagement letter and on the recommendation of the Board of Directors; and
3. Election of Alexei Maximov and Alexei Ogarev as directors of the Company, on the recommendation of the Board of Directors.

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

Action 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, whether or not you intend to be present at the AGM. 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 Directors standing for election:

Mr. Maximov, 50, is one of the founding shareholders of the group that became Urals Energy. He holds a BA in Economics and a MBA and has a background in venture capital, direct investments and turnaround situations in both Russia and the USA. During the period 2001 to 2005 Mr Maximov was involved with certain M&A activities of the Urals Group. He currently is the CEO of Urals Energy.

Mr Ogarev, 52, is the former Deputy Chief of Administration to the President of the Russian Federation and has 20 over years of experience in government with various agencies and has been involved in the energy industry since 2001. He has been a Director of the Company at all times since its listing on AIM in August 2005.

Recommendation

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

Additional Important Information

The Company's management also intends to conduct an information session at which interested shareholders can participate ahead of the meeting in Cyprus for those who are unable to attend the AGM. This will be scheduled shortly and details will be posted on our website.

Yours sincerely

Leonid Dyachenko
Chairman of the Board

URALS ENERGY PUBLIC COMPANY LIMITED (“Company”)

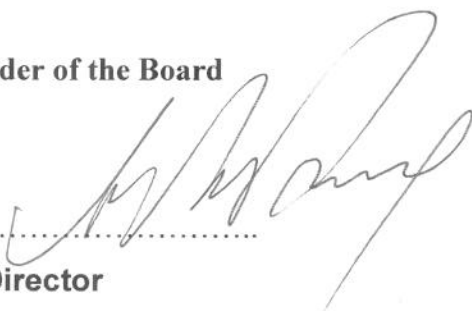
Notice of Annual General Meeting

NOTICE is given that the annual general meeting of the Company will be held at the Hilton Cyprus Hotel, Archbishop Makarios III Avenue, 1516 Nicosia, Cyprus on 18 December 2009 at 10:00a.m. to consider and, if thought fit, pass the following resolutions:

To be proposed as ordinary resolutions:

1. To consider the consolidated financial statements for the year ended 31 December 2008 prepared by PricewaterhouseCooper Cyprus, the report of the auditors thereon and the Directors’ Report on the recommendation of the Board of Directors (the consolidated financial statements, the auditors’ report and the Directors’ Report, collectively, the “*Financial Reports*”);
2. That PricewaterhouseCoopers Cyprus be re-appointed as the auditors of the Company for calendar and fiscal year 2009 pursuant to the terms of an engagement letter and on the recommendation of the Board of Directors; and
3. That Alexei Maximov and Alexei Ogarev be elected as directors of the Company on the recommendation of the Board of Directors

By order of the Board



.....
Director

Dated: 26 November 2009

A member of the Company entitled to attend and vote at this meeting is entitled under Cypriot law to appoint one or more proxies to attend and on a poll vote on his behalf. A proxy need not be a member of the Company.