

CARPATHIAN PLC

(Incorporated under the Companies Act 2006 of the Isle of Man and registered in the Isle of Man under number 004145V) (the "Company")

Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN that the 2011 ANNUAL GENERAL MEETING of the Company (the "Annual General Meeting") will be held at IOMA House, Hope Street, Douglas, Isle of Man IM1 1AP on 5 August 2011, at 10.30am

A. At the Annual General Meeting, the following ordinary business will be transacted:

The consideration and, if thought fit, passing of the following resolutions which will be proposed as ordinary resolutions:

1. **THAT** the audited accounts of the Company for the year ended 31 December 2010 and the reports of the Directors and the Auditors and any other document required to be annexed thereto be and they are hereby considered and adopted.
2. **THAT** Timothy Walker who, having agreed to retire but, being eligible, offers himself for re-election, be and he is hereby re-appointed as a Director of the Company.
3. **THAT** KPMG Audit LLC, Douglas, Isle of Man be and they are hereby re-appointed as Auditors to the Company and that the Directors be and they are hereby authorised to determine their remuneration.

B. In addition, the following special business will be transacted:

4. The consideration and, if thought fit, passing of the following resolution which will be proposed as an ordinary resolution:

THAT the Directors be generally and unconditionally authorised in accordance with article 5.1 of the Company's articles of association (the "Articles") to exercise all the powers of the Company to allot ordinary shares of €0.01 each in the capital of the Company ("Ordinary Shares") up to an aggregate par value of €773,827; such authority to expire (unless and to the extent previously revoked, varied or renewed by the Company in general meeting) at the conclusion of the next Annual General Meeting of the Company or, if earlier, the date 15 months after the date of passing this resolution; provided that this authority shall allow the Company, before such expiry, to make an offer or enter into an agreement which would or might require Ordinary Shares to be allotted after this authority expires and the Directors may allot such Ordinary Shares in pursuance of such an offer or agreement as if the authority conferred hereby had not expired.

5. The consideration and, if thought fit, passing of the following resolution which will be proposed as a special resolution:

THAT the provisions of article 5.2 of the Articles requiring shares proposed to be issued for cash first to be offered to the members in proportion as nearly as may be to the number of the existing shares held by them respectively be and it is hereby disapplied in relation to any allotment of Ordinary Shares pursuant to the authority in Resolution 4 above; provided that this disapplication shall be limited to the allotment for cash of Ordinary Shares up to an aggregate par value of €116,074 and shall expire (unless and to the extent previously revoked, varied or renewed by special resolution) at the conclusion of the next Annual General Meeting of the Company or, if earlier, the date 15 months after the date of passing this resolution; provided that this authority shall allow the Company, before such expiry, to make an offer or enter into an agreement which would or might require Ordinary Shares to be allotted after this authority expires and the Directors may allot such Ordinary Shares in pursuance of such an offer or agreement as if the authority conferred hereby had not expired.

Registered office:
IOMA House
Hope Street
Douglas
Isle of Man IM1 1AP

Dated 13 July 2011

By Order of the Board
P P Scales
Company Secretary

Summary explanation of the Resolutions to be put to the Annual General Meeting

At the Annual General Meeting, Shareholders will be asked to consider ordinary and special business as set out in the Notice.

Resolutions 1 to 3 inclusive, which will be proposed as ordinary resolutions, relate to the approval of the audited accounts of the Company for the year ended 31 December 2010, the re-appointment of Timothy Walker as a Director and the re-appointment of KPMG Audit LLC as the auditors to the Company.

Resolution 4 will be proposed as an ordinary resolution which, if passed, will grant the Directors the authority to allot Ordinary Shares up to an aggregate par value of €773,827, such authority to expire at the conclusion of the next annual general meeting of the Company or the date which is 15 months after the date of the passing of such resolution, whichever is earlier.

Resolution 5 will be proposed as a special resolution which, if passed, will disapply the pre-emption provisions of the Company's articles of association in respect of the allotment for cash of Ordinary Shares up to an aggregate par value of €116,074, such disapplication to expire on the same date as the expiration of any authority given in the terms of Resolution 4.

Notes:

1. A member who is entitled to attend and vote at the above-mentioned meeting is entitled to appoint a proxy or proxies to attend and, on a poll, vote instead of him or her in respect of such shares. A proxy need not be a member of the Company.
2. A Form of Proxy is enclosed which, to be valid, must be completed and delivered, sent by post or sent by facsimile to +44 (0)1624 681392 together with the power of attorney or other authority (if any) under which it is signed (or a certified copy of such authority) to IOMA House, Hope Street, Douglas, Isle of Man IM1 1AP so as to arrive not later than 10.30am on 3 August 2011, being 48 hours before the time of the meeting.
3. Completion and return of a Form of Proxy does not preclude a member from attending and voting in person should they wish to do so.
4. The Company, pursuant to Regulation 22 of the Uncertificated Securities Regulations 2006 (Isle of Man), specifies that only those members registered in the register of members as at 10.30am on 3 August 2011 (or in the event that the meeting is adjourned, on the register of members 48 hours before the time of any adjournment meeting) shall be entitled to attend or vote at the meeting in respect of the Ordinary Shares registered in their name at that time. Changes to entries on the register of members after 10.30am on 3 August 2011 (or, in the event that the meeting is adjourned, on the register of members less than 48 hours before the time of any adjourned meeting) shall be disregarded in determining the rights of any person to attend or vote at the meeting.
5. The Company has received approval from the Isle of Man Financial Supervision Commission to present the financial statements to members later than the date required under the Companies Acts (six months after the date of the financial statements).