

Questions asked by the shareholders during the Annual General Shareholders Meeting of the Grupa LOTOS S.A. held on 28th June 2013

1. ***A request for an explanation of how the organisational changes introduced in 2012 have affected the implementation of the Business Strategy valid until 2015 and how they will affect the minimisation of the Company's management costs.***

(Bogdan Kamola – Individual Shareholder)

Paweł Olechnowicz, CEO explained that the above changes would affect the implementation of the Strategy in a positive way, and their effects would be presented in subsequent years. The Management Board would inform the market about the effects achieved in the relevant communications and the supervisory body during the Council meetings held.

2. ***A request for an explanation of whether the upstream development Business Strategy until 2015 provides for a possibility of limitation by the Norwegian Government of tax reliefs for companies producing oil and gas on the Norwegian continental shelf, or not.***

(Bogdan Kamola – Individual Shareholder)

Paweł Olechnowicz, CEO explained that currently there were no signals related to the launch by the Norwegian Government of the procedure for tax changes with regard to business activities carried out on the Norwegian continental shelf. However, due to the preservation of attractiveness of further operations of the LOTOS Group in the above area all possibilities were being considered by the Company. Furthermore, as announced, if changes were introduced in tax law, they would cover new projects and would not relate to already launched ones.

3. ***A request for an explanation of the current location of financial means for the implementation of the various areas of the Strategy until 2015.***

(Bogdan Kamola – Individual Shareholder)

Robert Ignatiuk – Chairman of the Meeting noted that the questions asked at the Ordinary General Meeting should refer to financial statements for 2012. The question asked by the Shareholder went beyond that scope. The statements mentioned the Strategy, but the basic thing was that they referred to the financial performance achieved by the Company in the previous year.

4. ***A request for an explanation of whether there are any threats as to the repayment dates of the loans granted by the parent company to its subsidiaries in 2012 for the above amounts, namely USD 19.5 million- repayment date 31 July 2013 and USD 92 million- repayment date prolonged until 31 December 2015, or not.***

(Bogdan Kamola – Individual Shareholder)

Mariusz Machajewski, Vice President of the Board explained that currently the loans granted to subsidiaries were being annexed to prolong their repayment, so it was not expected that the above liabilities would be settled until 2013. The purpose of the above loans was to support the development of operations, mainly production operations and therefore it can be expected that probably they would be repaid in 2015 at the earliest.

5. ***A request for giving the main reasons for changes in the repayment date of the capital and interest for the loans granted to LOTOS E&P Norge AS by LOTOS Petrobaltic S.A. for the total amount of USD 213 million, the repayment date of which has been set on 31 December 2017.***

(Bogdan Kamola – Individual Shareholder)

Mariusz Machajewski, Vice President of the Board informed that the above loans had been considered as an element supporting the development of production operations in Norway. Currently, as described in the statement, the Company was not earning revenues from the investments carried out there. Therefore, the repayment dates of the loans had been extended for such a period so as to cover their repayment by future revenues that would be generated from the investments carried out in that geographical area.

6. ***A request for an explanation of the debt service ability of LOTOS E&P Norge AS if the production of hydrocarbons on the Norwegian continental shelf is postponed beyond 2015. Does the LOTOS Group have a strategy for action in the event of such a situation?***

(Bogdan Kamola – Individual Shareholder)

Mariusz Machajewski, Vice President of the Board informed that one of the basic elements of operations on the Norwegian continental shelf was the acquisition of new sources of revenue. In view of the fact that they did not have to relate to the previously implemented projects, the Company expected that they would appear earlier than in 2015.

7. **A request for an explanation of the efficiency of the capital alliance involving the acquisition in 2011 by LOTOS Petrobaltic S.A. of 59% of the shares of the company AB LOTOS Geonafta from the company Meditus for EUR 57 million. Is the above going to affect the increase in the production of hydrocarbon in Lithuania and have there been any difficulties reported related to the above activities?**

(Bogdan Kamola – Individual Shareholder)

Mariusz Machajewski, Vice President of the Board explained that the production of hydrocarbons in Lithuania was stable and was contained in the adopted plans that had existed at the time of acquisition of the shares of the above company. However, the economic effect achieved was higher than expected.

8. **A request for an explanation of whether the issue of remuneration for the company AGR Subsea Ltd for the performance of the contract for digging out the legs of the Baltic Beta platform has been settled, or not. The claim relates to the payment of a sum of about GBP 6.5 million.**

(Bogdan Kamola – Individual Shareholder)

Zbigniew Paszkowicz, Vice President of the Board explained that the Company was in direct contact with the company AGR Subsea Ltd and was negotiating in order to clarify the above situation, and, as a consequence, to settle the issue amicably.

9. **A request for an explanation of how much of the amount paid by SBM will be held by the Company following the completion of the dismantling works of the defective platform for the production of hydrocarbons on the YME field.**

(Bogdan Kamola – Individual Shareholder)

Zbigniew Paszkowicz, Vice President of the Board informed that the total value of the agreement had amounted to USD 470 million. 13% of that amount had been allocated between the partners to the consortium in the proportion of the shares held. The part received by the Company had amounted to more than USD 12 million. The remaining 87% of the amount, namely USD 408.9 million had been earmarked to cover the costs related to the dismantling of the platform. Under the agreement concluded the Company would also receive exactly 20% of the amount that would remain after the completion of the dismantling works.

10. **A request for an explanation of the reasons for the sale of a fuel depot in Piotrków Trybunalski and a fuel depot in Rypin.**

(Józef Rodziewicz, Individual Shareholder)

Maciej Szozda, Vice President of the Board explained that the above facilities were sold to a subsidiary LOTOS Czechowice S.A. which would change its name into LOTOS Terminale S.A. All operating fuel depots would be consolidated in the above company. That would reduce the operating costs of fuel depots and logistics. There were no plans relating to the sale of depots outside the LOTOS Group. The above company would remain a 100% subsidiary of the LOTOS Group.

Paweł Olechnowicz, CEO informed that the above actions should be considered as internal restructuring and the consolidation of assets.

11. **As regards the statement of M. Szozda Vice President of the Board relating to the consolidation of fuel depots a request for an explanation of whether all fuel depots and logistics will be consolidated in LOTOS Czechowice S.A. (ultimately LOTOS Terminale S.A.), or not.**

(Marek Smoczyński – Representative of the Treasury)

Maciej Szozda, Vice President of the Board explained that the consolidation to be made would cover all fuel depots except for a fuel depot in Gdańsk. They would operate as a single entity. In addition, there were plans to build yet another fuel depot. Primary logistics remained within the LOTOS Group.