



BORDEAUX COURT  
LES ECHELONS  
ST. PETER PORT  
GUERNSEY GY1 6AW  
CHANNEL ISLANDS  
REG.NO. 48127

November 10, 2009

***VIA EMAIL AND REGULAR MAIL***

Mr. Valerian Simirica  
5105 Chase Avenue  
Downers Grove, Illinois 60515

Reference: Rescission of Investment Agreement

Dear Mr. Simirica:

By this letter, Juridica Capital Management Limited ("JCML"), in its capacity as manager of Juridica Investments Limited ("JIL"), is providing notice to you of the rescission by JIL of the Investment Agreement among you, JIL and S&T Oil Equipment and Machinery Ltd. ("S&T"), dated May 28, 2008 (the "Investment Agreement").

The basis for rescission by JIL is recently discovered material misrepresentations and omissions in the representations made to JIL and its agents (including JCML). These misrepresentations and failures to disclose material information were material to the decision by JIL to enter into the Investment Agreement, and JIL would not have entered into that agreement had these facts been known or disclosed to it during the Due Diligence period provided in the Investment Agreement.

In connection with the rescission of the Investment Agreement, JIL hereby demands immediate reimbursement of all sums paid to or through K&S pursuant to the Investment Agreement and the Amended Contract of Representation between K&S and S&T, effective June 2, 2008 ("Engagement Agreement").

We have undertaken an extensive review of the bases for K&S's resignation from representation of S&T under the Engagement Agreement. Our review has included the engagement of an independent legal expert to review the development of the ICSID case ("Case") that is the subject of the Engagement Agreement and the related case pending in Romanian national courts ("Romanian Case") dealing with related facts and circumstances; the review of information and materials provided to us (and others that were not provided to us) in connection with JIL's Due Diligence on the Case pursuant to Section 19 of the Investment Agreement; and materials submitted to the ICSID arbitral tribunal in connection with the Case. This review is in addition to various conversations and meetings we have had with you and K&S lawyers concerning the Case.

In summary, we believe that (i) you made (through statements, acts and omissions) material misrepresentations to JIL concerning the prospects for success of the Case and material facts underpinning S&T's claims in the Case and (ii) you failed to disclose material information in the case to JIL and/or K&S, including information relating to material variations between certain key facts in the Case that were in evidence in your

Mr. Valerian Simirica

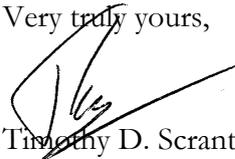
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files or the Romanian Case and certain other information in the possession of K&S concerning the Case and prospects for recovery.

If you do not make arrangements to immediately return to JIL money paid under the Investment Agreement, we intend to instigate arbitration proceedings before the London Court of Arbitration as provided in Section 15 of the Investment Agreement. If the filing of proceedings becomes necessary, we will seek to recover all of our costs and fees as provided in the Investment Agreement.

We look forward to your earliest reply to us concerning your intentions.

Very truly yours,

A handwritten signature in black ink, appearing to read 'T. Scramton', is written over the typed name.

Timothy D. Scramton  
Director

cc: King & Spalding LLP (Reginald R. Smith, Esq.)  
Shearman & Sterling LLP (Adam S. Hakki, Esq.)