

## **Proposal for Nomination of Candidates for the Board of Directors and Internal Auditing Committee of VSMPO-AVISMA Corporation**

Company's Address – **1 Parkovaya St., Verkhnyaya Salda, Sverdlovsk Reg.**

**Dear Shareholder!**

**VSMPO-AVISMA Corporation** hereby notifies that in view of the change of the shareholding structure the Company's Board of Directors took a decision on August 15, 2005 to hold a Special General Meeting of Shareholders on **October 13, 2005**.

The meeting agenda includes termination of authorities of the existing Board of Directors and Internal Auditing Committee of VSMPO-AVISMA Corporation and election of the new Board of Directors and Internal Auditing Committee of VSMPO-AVISMA Corporation.

**VSMPO-AVISMA Corporation** suggests that the holders of not less than 2 % in the aggregate of the VSMPO-AVISMA Corporation's voting shares nominate candidates for the Board of Directors and Internal Auditing Committee of VSMPO-AVISMA Corporation. The number of nominees for the Board of Directors shall not exceed **7 (seven)** members and for the Internal Auditing Committee – **5 (five)** members.

The shareholders **must submit** their proposals to the Company **not later than September 12, 2005**.

The shareholders may either send their proposals by mail to the Company's postal address – 1 Parkovaya St., Verkhnyaya Salda, Sverdlovsk Reg., Russia, or hand them over to a person authorized to accept such written correspondence addressed to VSMPO-AVISMA Corporation and sign for.

Please note that the proposal for nomination should be made out in accordance with Article 53 of the Federal Law On Joint-Stock Companies as of December 24, 1995 No. 208-FZ, as well as in accordance with the VSMPO-AVISMA Corporation's By-Laws and shall contain the nominee's particulars, such as the first name, middle name, last name, date of birth, place of work and positions for the last five years, and contact address. The nominee's written consent for being a candidate for the VSMPO-AVISMA's Board of Directors shall be attached to the proposal for nomination.

Also, the documents confirming that the shareholder possesses not less than 2 % in the aggregate of the VSMPO-AVISMA Corporation's voting shares must be attached to the shareholders' proposal for nomination.

In the event the proposal for nomination is signed by the shareholder's representative, then the letter of attorney certified in accordance with the Federal Law On Joint-Stock Companies as of December 24, 1995 No. 208-FZ shall be attached to the proposal.

**VSMPO Board of Directors**