

## BALANCE SHEET

as of  
 Organization  
 Taxpayer Identification Number  
 Type of business  
 Organizational-legal form/form of ownership  
 Measurement unit  
 Address

September 30, 2007  
**OJSC CenterTelecom (MRC)**  
**5000000970**  
**telecommunications services**  
**mixed**  
**RUR in thousands**  
 Bld.2,6, Degtiarny per., Moscow, 125993, Russia

Form # 01 by OCUD  
 Date (year, month, day)  
 by OCPO  
 INN  
 by OCVED  
 by OCOPF/OCFS  
 by OCEI

CODES
<b>0710001</b>
<b>2007.09.30</b>
<b>01140111</b>
<b>500000970</b>
<b>64.20</b>
<b>47/31</b>
<b>384</b>

Date of approval  
 Date of sending (receipt)


ASSETS	Notes	Item code	Line code	At the reporting period start	At the reporting period end
1	1a	2	2a	3	4
<b>I. NON-CURRENT ASSETS</b>					
<b>Intangible assets</b>		110	110	1 409	1 205
Fixed assets		120	120	31 482 470	30 511 251
Capital investments		130	130	2 241 669	3 784 637
Income bearing investments in tangible items		135	135	1 447	1 444
Long-term financial investments		140	<b>140</b>	1 672 181	1 116 605
<i>including:</i>					
investments in subsidiary companies			141	551 053	551 053
investments in affiliated companies			142	25	25
investments in other organizations			143	26 709	26 704
other long-term financial investments			144	1 094 394	538 823
Deferred tax assets		145	145	408 440	303 965
Other non-current assets		150	150	3 251 726	3 913 552
<b>Total on section I</b>		<b>190</b>	<b>190</b>	<b>39 059 342</b>	<b>39 632 659</b>
<b>II. CURRENT ASSETS</b>					
Inventories		210	<b>210</b>	2 181 929	1 825 707
<i>including:</i>					
raw materials, auxiliaries и and other similar items		211	211	524 892	607 581
expenses of production in progress (circulation expenses)		213	213	50	
finished products and goods intended for resale		214	214	18 828	71 580
shipped products		215	215	530	447
deferred expenses		216	216	1 637 629	1 146 099
other inventories and expenses		217	217		
VAT on purchased items		220	<b>220</b>	903 879	500 192
<i>including:</i>					
payments expected later than 12 months after the reporting date			221		
payments expected within 12 months from the reporting date			222	903 879	500 192
Accounts receivable (payments expected later than 12 months after the reporting date)		230	<b>230</b>	7 717	4 124
<i>including:</i>					
buyers and customer accounts		231	231		
advanced payments made			232		
other debtors			233	7 717	4 124
Accounts receivable (payments expected within 12 months from the reporting date)		240	<b>240</b>	3 145 923	3 543 377
<i>including:</i>					
buyers and customer accounts		241	241	2 360 116	2 639 091
advanced payments made			242	116 725	195 472
other debtors			243	669 082	708 814
Short-term financial investments		250	250	1 194 061	1 069 011
Cash and cash equivalents		260	260	875 372	540 001
Other current assets		270	270	1 300	1 925
<b>Total on section II</b>		<b>290</b>	<b>290</b>	<b>8 310 181</b>	<b>7 484 337</b>
<b>TOTAL ASSETS (sum of lines 190+290)</b>		<b>300</b>	<b>300</b>	<b>47 369 523</b>	<b>47 116 996</b>

EQUITY AND LIABILITIES	Notes	Item code	Line code	At the reporting period start	At the reporting period end
1	1a	2	2a	3	4
<b>III. CAPITAL AND RESERVES</b>					
Charter capital		410	410	6 311 999	6 311 999
Additional capital		420	420	70 946	70 946
Reserves		430	430	64 985	167 377
Shares bought-out from shareholders		411	440		
Undistributed profit (not covered loss) of previous years		470	460	10 796 977	10 175 095
Undistributed profit (not covered loss) of the reporting year		470	470	X	3 157 721
<b>Total on section III</b>		490	<b>490</b>	17 244 907	19 883 138
<b>IV. LONG-TERM LIABILITIES</b>					
Loans and credits		510	<b>510</b>	17 412 971	13 919 576
<i>including:</i>					
credit facilities			511	3 028 077	3 164 170
loans			512	14 384 894	10 755 406
Deferred tax liabilities	515	515	515	1 124 593	1 297 461
Other long-term liabilities	520	520	520	1 449 011	805 496
<b>Total on section IV</b>		590	<b>590</b>	19 986 575	16 022 533
<b>V. SHORT-TERM LIABILITIES</b>					
Loans and credits		610	<b>610</b>	3 907 869	4 138 012
<i>including:</i>					
credit facilities			611	47 102	43 126
loans			612	3 860 767	4 094 886
Account payable		620	<b>620</b>	4 945 630	5 820 791
<i>including:</i>					
suppliers and contractors		621	621	3 568 258	3 736 387
advance payments received		625	622	425 147	424 143
debt to employees		622	623	1 587	321 406
debt to government out-of-budget funds		623	624	9 316	122 407
debt in respect of tax and duties		624	625	239 424	263 244
other creditors		625	626	701 898	953 204
Debt to participants (founders) for income payments		630	630	10 391	248 674
Deferred revenue		640	640	466 651	445 274
Deferred expenses provisions		650	650	680 930	549 648
Other short-term liabilities		660	660	126 570	8 926
<b>Total on section V</b>		690	<b>690</b>	10 138 041	11 211 325
<b>TOTAL EQUITY AND LIABILITIES (sum of lines 490+590+690)</b>		700	<b>700</b>	47 369 523	47 116 996

**Summary on items accounted for using off-the-balance sheet accounts**

Item description	Notes	Item code	Line code	At the reporting period start	At the reporting period end
1	1a	2	2a	3	4
Rented fixed items		910	901	2 614 350	3 042 706
including those under keasing terms		911	911	1 857 397	2 194 557
Goods and tangible items accepted for sale storage		920	902	135 053	1 235 869
Goods accepted for commission		930	903	7 788	12 687
Debt of insolvent debtors writteh off as a loss		940	904	591 608	613 485
Security received in respect of payments and obligations		950	905	8 995 689	8 734 527
Security provided to other parties in respect of payments and obligations		960	906	10 762 900	7 496 924
Housing facilities depreciation		970	907	14 056	13 879
Depreciation of external improvements items and other similar facilities		980	908	1 464	1 292
Means of payment in respect of telecommunications services			909	364 605	376 273

**Summary of net assets value**

Item description	Notes	Item code	Line code	At the reporting period start	At the reporting period end
1	1a	2	2a	3	4
Net assets			1000	17 711 558	20 328 412

Acting General Director \_\_\_\_\_ A. A. Lutsky  
(signature) (name)

Chief Accountant \_\_\_\_\_ A. D. Kartashov  
(signature) (name)

October 30, 2007

**PROFIT AND LOSS ACCOUNT**

for  
 Organization  
 Taxpayer Identification Number  
 Type of business  
 Organizational-legal form/ form of ownership  
 Measurement unit

**9 months 2007**  
**OJSC CenterTelecom (MRC)**  
**5000000970**  
**telecommunications services**  
**mixed**  
**RUR in thousands**

Form # 02 by OCUД  
 Date (year, month, day)  
 by OCPO  
 INN  
 by OCVED  
 by OCOPF/OCFS  
 by OCEI

CODES	
Form # 02 by OCUД	<b>0710002</b>
Date (year, month, day)	<b>2007.09.30</b>
by OCPO	<b>01140111</b>
INN	<b>5000000970</b>
by OCVED	<b>64.20</b>
by OCOPF/OCFS	<b>47/31</b>
by OCEI	<b>384</b>

Item description	Notes	Item code	Line code	Over the reporting period	Over the same period of previous year
1	1a	2	2a	3	4
<b>I. Operating revenues and expenses on ordinary activities</b>					
Revenue (net) from sales of goods, products, works, services (net of VAT, excise duties and other mandatory payments)		010	010	23 781 164	20 479 554
including revenue from sales of telecommunications services			011	22 620 611	19 137 960
Costs of sold goods, products, works, services		020	020	(16 869 466)	(15 599 736)
including: telecommunications services			021	(16 282 897)	(15 023 449)
<b>Profit (loss) from sales (lines 010-020)</b>		050	<b>050</b>	6 911 698	4 879 818
<b>II. OTHER REVENUES AND EXPENSES</b>					
Interest to receive		060	060	14 207	11 169
Interest payable		070	070	(1 402 545)	(1 685 881)
Income from participation on other organizations		080	080	26 747	17 540
Other revenue		090	090	1 336 097	1 063 187
Other expenses		100	100	(2 425 992)	(1 444 341)
<b>Pre-tax profit (loss) (lines 050+060-070+080+090-100)</b>		140	<b>140</b>	4 460 212	2 841 492
<b>Profit tax expenses (lines 151+152+153) including:</b>			<b>150</b>	<b>(1 302 491)</b>	<b>(917 664)</b>
deferred tax liabilities		142	151	(172 095)	(79 267)
deferred tax assets		141	152	<b>(104 412)</b>	178 575
current profit tax		150	153	(1 152 163)	(1 016 972)
Profit tax on adjusted returns for past periods		151	154	<b>-126 179</b>	
<b>Net profit (loss) of reporting period (lines 140-150)</b>		190	<b>190</b>	3 157 721	1 923 828
<b>FOR REFERENCE</b>					
Conditional profit tax expenses/income			201	(1 070 451)	(681 947)
Permanent tax liabilities		200	202	(232 040)	(235 717)
Permanent tax assets		200	203		

Item description	Notes	Item code	Line code	Over the reporting period	Over the same period of previous year
1	1a	2	2a	3	4
Basic profit (loss) per share			301	X	X
Diluted profit (loss) per share			302	X	X

\* to filled out in annual financial statements

**Explanation of some profit and loss items**

Item description	Item code	Line code	Over the reporting period		Over the same period of	
			profit	loss	profit	loss
1	1a	2	3	4	5	6
Fines, damages and late payment charges accepted or for recovery of which relevant court (arbitration court) rulings were handed down		401	10 027	(1 341)	8 282	(23 220)
Profit (loss) of previous years		402	95 321	(310 879)	35 074	(33 833)
Indemnity of damages caused by non-performance or undue performance of obligations		403	6 282	(724)	4 368	(1 042)
Foreign currency translation adjustments (exchange rate differences)		404	237 953	(88 524)	49 025	(34 996)
Allocation to assessed reserves		405	169 226		844 153	
Written-off accounts receivable and payable		406	22 727	(2 034)	5 141	(5 599)

Acting General Director \_\_\_\_\_ A. A. Lutsky

Chief Accountant \_\_\_\_\_ A. D. Kartashov

(signature) (name)

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October 30, 2007