## OJSC ROSTELECOM

UNAUDITED MANAGEMENT CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2013
PREPARED IN ACCORDANCE WITH GROUP ACCOUNTING POLICY
BASED ON

INTERNATIONAL FINANCIAL REPORTING STANDARDS

(In millions of Russian Roubles)

	30 June 2013 (unaudited)	31 December 2012 (restated)
ASSETS		
Non-current assets		
Property, plant and equipment	379,991	385,994
Investment property	216	274
Goodwill and other intangible assets	84,191	87,830
Investments in associates	5,420	5,179
Other investments	1,763	2,498
Deferred tax assets	3,192	2,694
Other non-current assets	4,456	5,413
Total non-current assets	479,229	489,882
Current assets		
Inventories	4,007	4,534
Trade and other accounts receivable	37,672	33,992
Prepayments	3,486	3,912
Prepaid income tax	3,363	2,921
Other investments	4,467	952
Cash and cash equivalents	10,761	10,370
Other current assets	1,386	1,258
Total current assets	65,142	57,939
Total assets	544,371	547,821
EQUITY AND LIABILITIES	· · · · · · · · · · · · · · · · · · ·	
Equity attributable to equity holders of the Group		
Share capital	106	106
Additional paid-in capital	7,046	7,119
Treasury shares	(28,374)	(36,615)
Retained earnings and other reserves	229,203	254,457
Total equity attributable to equity holders of the Group	207,981	225,067
Non-controlling interests	206	493
Total equity	208,187	225,560
Non-current liabilities		
Loans and borrowings	150,744	150,907
Employee benefits	11,082	10,997
Deferred tax liabilities	22,541	22,565
Accounts payable, provisions and accrued expenses	224	230
Other non-current liabilities	4,864	4,136
Total non-current liabilities	189,455	188,835
Current liabilities		
Loans and borrowings	46,411	63,499
Accounts payable, provisions and accrued expenses	91,573	59,889
Income tax payable	35	50
Other current liabilities	8,710	9,988
Total current liabilities	146,729	133,426
Total liabilities	336,184	322,261
Total equity and liabilities	544,371	547,821
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These consolidated interim financial statements were approved by management of OJSC Rostelecom on 15 August 2013 and were signed on its behalf by President:

\_S.B.Kalugin

# OJSC Rostelecom

# CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(In millions of Russian Roubles unless otherwise stated)

		Six-month period en	ded 30 June
	_	2013	2012
	Notes	(unaudited)	(restated)
Revenue	1	154,097	161,706
Operating expenses			
Wages, salaries, other benefits and payroll taxes		(42,496)	(41,797)
Depreciation, amortization and impairment losses		(33,403)	(32,109)
Interconnection charges		(22,305)	(22,647)
Materials, utilities, repairs and maintenance		(11,903)	(13,570)
Gain / (loss) on disposal of property, plant and			
equipment and intangible assets		40	(283)
Bad debt expense		(804)	(511)
Other operating income		5,242	6,322
Other operating expenses		(24,204)	(24,297)
Total operating expenses, net		(129,833)	(128,892)
Operating profit		24,264	32,814
Income from associates		316	296
Finance costs		(7,653)	(7,780)
Other investing and financial gain		855	1,208
Foreign exchange loss, net		(543)	(138)
Profit before income tax		17,239	26,400
Income tax expense		(3,551)	(6,450)
Profit for the period		13,688	19,950
Other comprehensive income/(loss)		10,000	22,920
Items that may be reclassified subsequently to			
profit and loss:			
Revaluation loss on available-for-sale investments		(658)	(654)
Revaluation gain on available-for-sale investments		()	
transferred to profit on sale		-	(749)
Exchange differences on translating foreign			
operations		48	(44)
Income tax relating to items that may be reclassified		-	150
Other comprehensive loss for the period, net of tax		(610)	(1,297)
Total comprehensive income for the period		13,078	18,653
Profit attributable to:			
Equity holders of the Group		13,779	19,915
Non-controlling interests		(91)	35
Total comprehensive income attributable to:			33
Equity holders of the Group		13,165	18,621
Non-controlling interests		(87)	32
Earnings per share attributable to equity holders		(01)	32
of the Group – basic (in Roubles)		4.74	6.86
Earnings per share attributable to equity holders			3.30
of the Group – diluted (in Roubles)		4.74	6.79
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	Six-month period e	nded 30 June
	2013	2012
	(unaudited)	(restated)
Cash flows from operating activities	17.000	26.400
Profit before income tax	17,239	26,400
Adjustments to reconcile profit before tax to cash generated		
from operations:		00.100
Depreciation, amortization and impairment losses (Gain) / loss on disposal of property, plant and equipment and	33,403	32,109
intangible assets	(40)	283
Bad debt expense	804	511
Income from associates	(316)	(296)
Finance costs excluding finance costs on pension and other long-term social liabilities	7,281	7,311
Other investing and financing gain	(855)	(1,208)
Foreign exchange loss, net	543	138
Share-based payment expenses	-	41
Changes in net working capital:		
Increase in accounts receivable	(3,555)	(11,644)
Increase in employee benefits	85	186
Decrease/(increase) in inventories	527	(296)
Increase in accounts payable, provisions and accrued expenses	4,335	2,568
Change in other assets and liabilities	(1,572)	(276)
Cash generated from operations	57,879	55,827
Interest paid	(8,155)	(7,470)
Income tax paid	(4,503)	(4,348)
Net cash provided by operating activities	45,221	44,009
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets Proceeds from sale of property, plant and equipment and intangible	(31,890)	(41,858)
assets	666	147
Acquisition of financial assets	(3,718)	(3,509)
Proceeds from disposals of financial assets	395	5,513
Interest received	10	106
Dividends received	133	11
Purchase of subsidiaries, net of cash acquired	(21)	(1,175)
Proceeds from disposal of subsidiaries, net of cash disposed	-	81
Acquisition of equity accounting investees	(5)	
Net cash used in investing activities	(34,430)	(40,684)

## OJSC Rostelecom CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

(In millions of Russian Roubles)

	Six-month period e	nded 30 June
	2013	2012
	(unaudited)	(restated)
Cash flows from financing activities		
Sale of treasury shares	8,234	2,224
Purchase of treasury shares	-	(21,367)
Proceeds from bank and corporate loans	172,778	247,216
Repayment of bank and corporate loans	(219,276)	(209,045)
Proceeds from bonds	30,000	-
Repayment of bonds	(1,215)	(3,377)
Proceeds from promissory notes	-	21,882
Repayment of promissory notes	-	(21,863)
Repayment of vendor financing payable	15	(70)
Repayment of other non-current financing liabilities	(6)	(6)
Repayment of finance lease liabilities	(501)	(923)
Dividends paid to shareholders of the Group	(427)	(362)
Dividends paid to non-controlling shareholders of the Group	(18)	-
Acquisition of non-controlling interest	=	(15,628)
Net cash used in financing activities	(10,416)	(1,319)
Effect of exchange rate changes on cash and cash equivalents	16	10
	391	2,016
Net increase in cash and cash equivalents		
Cash and cash equivalents at beginning of the period	10,370	7,380
Cash and cash equivalents at the end of the period	10,761	9,396

OJSC Rostelecom CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

(n millions of Russian Roubles)

	Share capital	Additional paid-in capital	Equit  Unrealized gain on Additional available-for- paid-in sale capital investments	Equity attributable to shareholders of the Group Remeized men on define-for- Translation Share ben c of foreign Treasury options pensions shares reserve pla	to sharehold	Share options reserve	Remeasure ments of defined benefit pension plans	Retained earnings	Total equity attributable to Non- shareholders of controlling the Group interests	Non- controlling interests	Total equity
Balances at 1 January 2012, as previously	106	34.736	802	,	(17,161)	4,141	,	242,310	264,934	7,784	272,718
Impact of change in accounting policy	'	(26,000)	7			ı	1,754	(4,719)	(28,958)	1	(28,958)
Balances at 1 January 2012 (restated)	106	8,736	808	1	(17,161)	4,141	1,754	237,591	235,976	7,784	243,760
Profit for the period (unaudited)	1	1	1	I	1	1	1	19,915	19,915	35	19,950
Revaluation loss on available-for-sale investments (unaudited)	,	'	(654)	1	1	1	,	1	(654)	ı	(654)
Revaluation gain on available-for-sale											
(unaudited)		1	(749)	1	ı	1	1	Ţ	(749)	•	(749)
Exchange differences on translating foreign				į					***		3
operations (unaudited)	1	ī	1	(41)	ı	1	1	1	(41)	(3)	(44)
Income tax in respect of other comprehensive			150						150	•	150
Income items (unaudited)	1	1	130	8	1	1		'	OCT		001
(unaudited)	'	1	(1,253)	(41)	t	1	1	1	(1,294)	(3)	(1,297)
Total comprehensive income for the period											
(unaudited)	1	1	(1,253)	(41)	1	1	1	19,915	18,621	32	18,653
Transactions with shareholders, recorded											
directly in equity (unaudited)											
(unaudited)	ī	£	1	1	•	1	•	(14,962)	(14,962)	•	(14,962)
Dividends to non-controlling shareholders of											3
subsidiaries (unaudited)	1		1	1		•	1	•	1	(190)	(190)
Non-controlling interests in acquired subsidiaries	•	'	•		,	1	•	•		54	54
Acquisition of non-controlling interest											
(unaudited)		'	1	1		1	1	(8,303)	(8,303)	(7,325)	(15,628)
Acquisition of treasury shares (unaudited)	•	•	1	1	(21,367)	1	•	Ī	(21,367)	1	(21,367)
Sale of treasury shares (unaudited)	ı	•	1	•	2,224	1	1	•	2,224	•	2,224
Employee benefits within share-based employee motivation program (unaudited)		,	'	,	ı	(861)	ī	879	18	1	18
						,					

# OJSC Rostelecom CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (continued) In millions of Russian Roubles)

other changes in equity (unaudited)	Share	Additional s paid-in capital	Unrea gain wailabl sal investr	Translation of foreign operations	Franslation of foreign Treasury operations shares	lized men of foreign Treasury options plens nents operations shares reserve pla	Remeasure ments of defined benefit pension plans	Retained searnings	Total equity attributable to Non- Retained shareholders of controlling earnings the Group interests	Non- controlling interests	Total equity
otal transactions with shareholders				1	(19,143)	(861)	ī	(22,384)	(42,388)		(7,461) (49,849)
Balances at 30 June 2012 (restated)	106	8,736	(444)		(41) (36.304)	3,280	1,754	1,754 235,122	212,209	355	212,564

OJSC Rostelecom

# CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (continued)

In millions of Russian Roubles)

				Edu	ity attributa	ble to share	Equity attributable to shareholders of the Group	ne Group				
	Share capital	Additiona I paid-in capital	Unrealized gain on available-for-sale investments	Translation of foreign operations	Treasury	Share options reserve	Remeasur ements of S defined red benefit n r pension	Stock redemptio n reserve R	Retained earnings	Total equity attributable to shareholders of the Group	Non- controlling interests	Total equity
Salances at 1 January 2013	106	7,119	(192)	(83)	(36,615)	3,093	2,052	1	249,587	225,067	493	225,560
rofit for the period (unaudited)	ı	1	1	1	1	1	1		13,779	13,779	(91)	13,688
Revaluation loss on available-for-sale nvestments (unaudited)	1	1	(858)	ı	ı	1	•	1	1	(859)		(859)
Exchange differences on translating oreign operations (unaudited)	1	•	•	44	ī		1	1	1	44	4	48
otal other comprehensive income, et of tax (unaudited)	ı	1	(658)	44	T.		ı	1	1	(614)	4	(610)
otal comprehensive income for the eriod (unaudited)	'	1	(658)	44	1	1	ı	1	13,779	13,165	(87)	13,078
Transactions with shareholders, ecorded directly in equity unaudited)												
Group	I	'	,	1	1	1	1	1	(8,169)	(8,169)	ı	(8,169)
Dividends to non-controlling hareholders of subsidiaries	'	'	1	ı	1	1	1	1	1	1	(200)	(200)
sale of treasury shares (unaudited) Employee benefits within share-based	1	(73)	'	ı	8,241	1	1	ı	t	8,168	1	8,168
unaudited)	1	1	1	1	1	(431)	1	L	431	1	1	1
stock redemption reserve	1		1	'	1	1	- (3)	(30,250)	1	(30,250)	1	(30,250)
Fotal transactions with shareholders unaudited)	1	(73)	1	1	8,241	(431)	- (3)	(30,250)	(7,738)	(30,251)		(200) (30,451)
Salances at 30 June 2013(unaudited)	106	7,046	(850)	(39)	(28,374)	2,662	2,052 (30,250)		255,628	207,981	206	208,187

## REVENUE

Revenue comprised the following for the six months ended 30 June 2013 and 2012:

	Six-month per Ju	
	2013 (unaudited)	2012 (unaudited)
Local telephone services	42,659	43,323
Intra-zone telephone services	8,346	9,517
Domestic long-distance/International long-distance telephone services	8,857	10,541
Interconnection and traffic transit services (excluding Internet)	11,063	10,035
Mobile communication services	19,442	20,477
Rent of channels	5,246	5,812
Broadband Internet	26,680	24,544
Pay TV	5,458	4,198
Data services (VPN, data centres, wholesale Internet sales)	10,890	9,952
Cloud computing services	1,240	1,008
Other	14,216	22,299
Total revenue	154,097	161,706

During six months ended 30 June 2013 and 2012 the Group generated revenue by the following major customer groups:

	Six-month per Ju	
Customer Groups	2013 (unaudited)	2012 (unaudited)
Residential customers	80,925	81,761
Corporate customers	34,712	33,520
Governmental customers	20,179	28,410
Interconnected operators	18,281	18,015
Total revenue	154,097	161,706

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ASSETS		
Non-current assets		
Property, plant and equipment	379,991	385,994
Investment property	216	274
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Investments in associates	5,420	5,179
Other investments	1,763	2,498
Deferred tax assets	3,192	2,694
Other non-current assets	4,456	5,413
Total non-current assets	479,229	489,882
Current assets		
Inventories	4,007	4,534
Trade and other accounts receivable	37,672	33,992
Prepayments	3,486	3,912
Prepaid income tax	3,363	2,921
Other investments	4,467	952
Cash and cash equivalents	10,761	10,370
Other current assets	1,386	1,258
Total current assets	65,142	57,939
Total assets	544,371	547,821
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Group		
Share capital	106	106
Additional paid-in capital	7,046	7,119
Treasury shares	(28,374)	
Retained earnings and other reserves	229,203	254,457
Total equity attributable to equity holders of the Group	207,981	225,067
Non-controlling interests	206	493
Total equity	208,187	225,560
Non-current liabilities	200,107	
Loans and borrowings	150,744	150,907
Employee benefits	11,082	10,997
Deferred tax liabilities	22,541	22,565
Accounts payable, provisions and accrued expenses	224	230
Other non-current liabilities	4,864	4,136
Total non-current liabilities	189,455	188,835
Current liabilities	100,100	100,000
Loans and borrowings	46,411	63,499
Accounts payable, provisions and accrued expenses	91,573	59,889
Income tax payable	35	50
Other current liabilities	8,710	9,988
Total current liabilities	146,729	133,426
	336,184	322,261
Total liabilities		
Total equity and liabilities	544,371	547,821

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Investment property         216           Goodwill and other intangible assets         84,191           Investments in associates         5,420           Other investments         1,763           Deferred tax assets         3,192           Other non-current assets         4,456           Total non-current assets         479,229           Current assets         4,007           Trade and other accounts receivable         37,672           Prepayments         3,486           Prepajid income tax         3,363           Other investments         4,467           Cash and cash equivalents         10,761           Other current assets         1,386           Total current assets         65,142           Total sasets         544,371           EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group           Share capital         106           Additional paid-in capital         7,046           Treasury shares         (28,374)           Retained earnings and other reserves         229,203           Total equity attributable to equity holders of the Group         207,981           Non-controlling interests         206           Total equity         208,187 <t< td=""><td>274 87,830 5,179 2,498 2,694 5,413 489,882 4,534 33,992 3,912 2,921</td></t<>	274 87,830 5,179 2,498 2,694 5,413 489,882 4,534 33,992 3,912 2,921
Soodwill and other intangible assets   84,191     Investments in associates   5,420     Other investments   1,763     Deferred tax assets   3,192     Other non-current assets   4,456     Total non-current assets   4,456     Total non-current assets   4,007     Trade and other accounts receivable   37,672     Prepayments   3,486     Prepaid income tax   3,363     Other investments   4,467     Cash and cash equivalents   10,761     Other current assets   1,386     Total current assets   544,371     EQUITY AND LIABILITIES     Equity attributable to equity holders of the Group     Share capital   106     Additional paid-in capital   7,046     Treasury shares   (28,374)     Retained earnings and other reserves   229,203     Total equity attributable to equity holders of the Group     Non-controlling interests   206     Total equity attributable to equity holders of the Group     Non-controlling interests   206     Total equity attributable to equity holders of the Group     Non-controlling interests   206     Total equity attributable to equity holders of the Group     Non-current liabilities     Loans and borrowings   150,744	87,830 5,179 2,498 2,694 5,413 <b>489,882</b> 4,534 33,992 3,912 2,921
Investments in associates         5,420           Other investments         1,763           Deferred tax assets         3,192           Other non-current assets         4,456           Total non-current assets         479,229           Current assets         4,007           Trade and other accounts receivable         37,672           Prepayments         3,486           Prepaid income tax         3,363           Other investments         4,467           Cash and cash equivalents         10,761           Other current assets         1,386           Total current assets         65,142           Total sassets         544,371           EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group           Share capital         106           Additional paid-in capital         7,046           Treasury shares         (28,374)           Retained earnings and other reserves         229,203           Total equity attributable to equity holders of the Group         207,981           Non-controlling interests         206           Total equity         208,187           Non-current liabilities         Loans and borrowings	5,179 2,498 2,694 5,413 489,882 4,534 33,992 3,912 2,921
Other investments       1,763         Deferred tax assets       3,192         Other non-current assets       4,456         Total non-current assets       479,229         Current assets       4,007         Trade and other accounts receivable       37,672         Prepayments       3,486         Prepaid income tax       3,363         Other investments       4,467         Cash and cash equivalents       10,761         Other current assets       1,386         Total current assets       65,142         Total assets       544,371         EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group         Share capital       106         Additional paid-in capital       7,046         Treasury shares       (28,374)         Retained earnings and other reserves       229,203         Total equity attributable to equity holders of the Group       207,981         Non-controlling interests       206         Total equity       208,187         Non-current liabilities       Loans and borrowings       150,744	2,498 2,694 5,413 489,882 4,534 33,992 3,912 2,921
Deferred tax assets         3,192           Other non-current assets         4,456           Total non-current assets         479,229           Current assets         8           Inventories         4,007           Trade and other accounts receivable         37,672           Prepayments         3,486           Prepaid income tax         3,363           Other investments         4,467           Cash and cash equivalents         10,761           Other current assets         1,386           Total current assets         65,142           Total assets         544,371           EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group           Share capital         106           Additional paid-in capital         7,046           Treasury shares         (28,374)           Retained earnings and other reserves         229,203           Total equity attributable to equity holders of the Group         207,981           Non-controlling interests         206           Total equity         208,187           Non-current liabilities         Loans and borrowings         150,744	2,694 5,413 <b>489,882</b> 4,534 33,992 3,912 2,921
Other non-current assets         4,456           Total non-current assets         479,229           Current assets         4,007           Inventories         4,007           Trade and other accounts receivable         37,672           Prepayments         3,486           Prepayid income tax         3,363           Other investments         4,467           Cash and cash equivalents         10,761           Other current assets         65,142           Total current assets         65,142           Total assets         544,371           EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group           Share capital         106           Additional paid-in capital         7,046           Treasury shares         (28,374)           Retained earnings and other reserves         229,203           Total equity attributable to equity holders of the Group         207,981           Non-controlling interests         206           Total equity         208,187           Non-current liabilities         Loans and borrowings         150,744	5,413 489,882 4,534 33,992 3,912 2,921
Total non-current assets         479,229           Current assets         4,007           Trade and other accounts receivable         37,672           Prepayments         3,486           Prepaid income tax         3,363           Other investments         4,467           Cash and cash equivalents         10,761           Other current assets         1,386           Total current assets         65,142           Total assets         544,371           EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group           Share capital         106           Additional paid-in capital         7,046           Treasury shares         (28,374)           Retained earnings and other reserves         229,203           Total equity attributable to equity holders of the Group         207,981           Non-controlling interests         206           Total equity         208,187           Non-current liabilities         Loans and borrowings	489,882 4,534 33,992 3,912 2,921
Current assets       4,007         Trade and other accounts receivable       37,672         Prepayments       3,486         Prepaid income tax       3,363         Other investments       4,467         Cash and cash equivalents       10,761         Other current assets       1,386         Total current assets       65,142         Total assets       544,371         EQUITY AND LIABILITIES       Equity attributable to equity holders of the Group         Share capital       106         Additional paid-in capital       7,046         Treasury shares       (28,374)         Retained earnings and other reserves       229,203         Total equity attributable to equity holders of the Group       207,981         Non-controlling interests       206         Total equity       208,187         Non-current liabilities       Loans and borrowings	4,534 33,992 3,912 2,921
Inventories         4,007           Trade and other accounts receivable         37,672           Prepayments         3,486           Prepaid income tax         3,363           Other investments         4,467           Cash and cash equivalents         10,761           Other current assets         1,386           Total current assets         65,142           Total assets         544,371           EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group           Share capital         106           Additional paid-in capital         7,046           Treasury shares         (28,374)           Retained earnings and other reserves         229,203           Total equity attributable to equity holders of the Group         207,981           Non-controlling interests         206           Total equity         208,187           Non-current liabilities         Loans and borrowings	33,992 3,912 2,921
Trade and other accounts receivable       37,672         Prepayments       3,486         Prepaid income tax       3,363         Other investments       4,467         Cash and cash equivalents       10,761         Other current assets       1,386         Total current assets       65,142         Total assets       544,371         EQUITY AND LIABILITIES       Equity attributable to equity holders of the Group         Share capital       106         Additional paid-in capital       7,046         Treasury shares       (28,374)         Retained earnings and other reserves       229,203         Total equity attributable to equity holders of the Group       207,981         Non-controlling interests       206         Total equity       208,187         Non-current liabilities       Loans and borrowings	33,992 3,912 2,921
Prepayments       3,486         Prepaid income tax       3,363         Other investments       4,467         Cash and cash equivalents       10,761         Other current assets       1,386         Total current assets       65,142         Total assets       544,371         EQUITY AND LIABILITIES       Equity attributable to equity holders of the Group         Share capital       106         Additional paid-in capital       7,046         Treasury shares       (28,374)         Retained earnings and other reserves       229,203         Total equity attributable to equity holders of the Group       207,981         Non-controlling interests       206         Total equity       208,187         Non-current liabilities       Loans and borrowings	3,912 2,921
Prepaid income tax       3,363         Other investments       4,467         Cash and cash equivalents       10,761         Other current assets       1,386         Total current assets       65,142         Total assets       544,371         EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group         Share capital       106         Additional paid-in capital       7,046         Treasury shares       (28,374)         Retained earnings and other reserves       229,203         Total equity attributable to equity holders of the Group       207,981         Non-controlling interests       206         Total equity       208,187         Non-current liabilities       Loans and borrowings	2,921
Other investments       4,467         Cash and cash equivalents       10,761         Other current assets       1,386         Total current assets       65,142         Total assets       544,371         EQUITY AND LIABILITIES         Equity attributable to equity holders of the Group         Share capital       106         Additional paid-in capital       7,046         Treasury shares       (28,374)         Retained earnings and other reserves       229,203         Total equity attributable to equity holders of the Group       207,981         Non-controlling interests       206         Total equity       208,187         Non-current liabilities       Loans and borrowings	
Cash and cash equivalents10,761Other current assets1,386Total current assets65,142Total assets544,371EQUITY AND LIABILITIES8Equity attributable to equity holders of the Group106Share capital106Additional paid-in capital7,046Treasury shares(28,374)Retained earnings and other reserves229,203Total equity attributable to equity holders of the Group207,981Non-controlling interests206Total equity208,187Non-current liabilities150,744	
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Total assets 544,371  EQUITY AND LIABILITIES  Equity attributable to equity holders of the Group  Share capital 106  Additional paid-in capital 7,046  Treasury shares (28,374)  Retained earnings and other reserves 229,203  Total equity attributable to equity holders of the Group 207,981  Non-controlling interests 206  Total equity 208,187  Non-current liabilities  Loans and borrowings 150,744	1,258
Total assets544,371EQUITY AND LIABILITIES106Equity attributable to equity holders of the Group106Share capital7,046Additional paid-in capital7,046Treasury shares(28,374)Retained earnings and other reserves229,203Total equity attributable to equity holders of the Group207,981Non-controlling interests206Total equity208,187Non-current liabilities150,744	57,939
Equity attributable to equity holders of the Group  Share capital 106  Additional paid-in capital 7,046  Treasury shares (28,374)  Retained earnings and other reserves 229,203  Total equity attributable to equity holders of the Group Non-controlling interests 206  Total equity 208,187  Non-current liabilities  Loans and borrowings 150,744	547,821
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Total equity attributable to equity holders of the Group  Non-controlling interests  206  Total equity  208,187  Non-current liabilities  Loans and borrowings  150,744	254,457
Non-controlling interests  Total equity  Non-current liabilities  Loans and borrowings  208,187  150,744	225,067
Total equity 208,187  Non-current liabilities  Loans and borrowings 150,744	493
Non-current liabilities Loans and borrowings 150,744	225,560
	150,907
Employee benefits 11,082	10,997
Deferred tax liabilities 22,541	22,565
Accounts payable, provisions and accrued expenses 224	230
Other non-current liabilities 4,864	4,136
Total non-current liabilities 189,455	188,835
Current liabilities	
Loans and borrowings 46,411	63,499
Accounts payable, provisions and accrued expenses 91,573	59,889
Income tax payable 35	50
Other current liabilities 8,710	9,988
Total current liabilities 146,729	133,426
Total liabilities 336,184	,
Total equity and liabilities 544,371	322,261

These consolidated interim financial statements were approved by management of OJSC Rostelecom on 15 August 2013 and were signed on its behalf by President:

.B.Kalugin

(In millions of Russian Roubles)

	30 June 2013 (unaudited)	31 December 2012 (restated)
ASSETS		
Non-current assets		
Property, plant and equipment	379,991	385,994
Investment property	216	274
Goodwill and other intangible assets	84,191	87,830
Investments in associates	5,420	5,179
Other investments	1,763	2,498
Deferred tax assets	3,192	2,694
Other non-current assets	4,456	5,413
Total non-current assets	479,229	489,882
Current assets		
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Prepayments	3,486	3,912
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Other investments	4,467	952
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Other current assets	1,386	1,258
Total current assets	65,142	57,939
Total assets	544,371	547,821
EQUITY AND LIABILITIES		
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Treasury shares	(28,374)	(36,615)
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8.B.Kalugin

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Total current liabilities	146,729	133,426
Total liabilities	336,184	322,261
Total equity and liabilities	544,371	547,821
A vent against and mannetes	977,5/1	341,0241

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S.B.Kalugin