

GSM on the results of the year 2005

On June 24, 2006, the Rostelecom's Annual General Shareholders' Meeting was held. Based on the results of the ballot, the following decisions were made:

1. The Company's annual report, annual financial statements in accordance with Russian Accounting Standards (RAS), including profit and loss statement of the Company, and distribution of profits and losses upon the results of the fiscal year 2005 were approved.

 [Annual Report 2005](#) (pdf, 2.0 Mb)

 [Annual Financial Statements for 2005 \(RAS\)](#) (pdf, 679.4 Kb)

 [Resolution of the Audit Commission](#) (pdf, 93.0 Kb)

2. The dividend amounts for 2005 with respect to:

- RUR 3.7178 per preferred share to be disbursed starting from July 15, 2006 to December 15, 2006. The total amount of dividends to be paid to holders of preferred shares will amount to RUR 902,8 million, or 10.0% of 2005 RAS net profit;
- RUR 1.5617 per ordinary share to be disbursed starting from July 15, 2006 to December 15, 2006. The total amount of dividends to be paid to holders of ordinary shares will amount to RUR 1 138,0 million, or approximately 12.61% of 2005 RAS net profit.

Dividends will be disbursed to shareholders included into the list of persons entitled to receive dividends in conformity with the shareholders' register as of May 05, 2006, as follows:

- by transfer to shareholders' bank accounts (bank charges deducted);
- by postal order (postal costs deducted);
- by payment through the Company's cashiers (for Rostelecom employees only).

3. New members of the Board of Directors were elected:

1. Dmitry Yerokhin, General Director of Rostelecom;
2. Vladimir Bobin, Deputy General Director of CIT Finance Investment Bank;
3. Valery Degtyarev, General Director of Professional Telecommunications;
4. Alexander Kiselev, General Director of Svyazinvest;
5. Sergei Kuznetsov, First Deputy General Director of Svyazinvest;
6. Stanislav Panchenko, Deputy General Director of Svyazinvest;
7. Irina Ragozina, Director of Corporate Governance Department of Svyazinvest;
8. Elena Selvich, Director of Finance Department of Svyazinvest;
9. Natalia Terentyeva, Head of Internal Audit of CTC-Media, Inc., Moscow office;
10. Yevgeny Chechelnitzky, Deputy Head of the Federal Communications Control Service;
11. Valery Yashin, representative of Svyazinvest.

4. New members of the Audit Commission were elected:

1. Svetlana Bocharova, Head of division of the Accounting Department, of Svyazinvest;
2. Natalia Vorobyeva, Head of division of the Department of Economic and Tariff Policies, of Svyazinvest;
3. Olga Koroleva, Chief Accountant, of Svyazinvest

5. LLC Ernst and Young was approved as the Company's external auditor for 2006.


6. The new version of the Company's Charter was approved.

 [Charter Rostelecom](#) (pdf, 655.4 Kb)


7. The new version of the Company's Regulation on the Board of Directors was approved.

 [Regulations Board of Directors Rostelecom](#) (pdf, 166.1 Kb)

8. The new version of the Company's Regulation on the Management Board was approved.

 [Regulations Management Board Rostelecom](#) (pdf, 153.7 Kb)

9. The new version of the Company's Regulations on the Audit Commission was approved.

 [Regulations Audit Commission Rostelecom](#) (pdf, 172.9 Kb)

10. The compensation to the members of the Board of Directors for the period they served as members of the Company's Board of Directors and reimbursement of the expenses incurred owing to service as members of the Company's Board of Directors was approved.

11. The cessation of the Company's participation in the ISKRA Association of Federal Business Service Network Operators was approved.