

BALANCE SHEET

(thousand RUR)

| A S S E T S | | January 1, 2003 | June 30, 2003 |
|---|------------|--------------------|--------------------|
| I. Non-current assets | | | |
| Intangible assets (04, 05) | 110 | 113,257 | 132,419 |
| including: patents, licences, trade marks (marks of service), other similar rights and assets | 111 | 113,257 | 132,419 |
| organization expenses | 112 | | |
| goodwill | 113 | | |
| Fixed assets (01, 02) | 120 | 220,440,057 | 219,193,517 |
| including: land and natural objects in use | 121 | 3,514 | 3,514 |
| buildings, machinery and equipment | 122 | 220,436,543 | 219,190,003 |
| Construction in progress (07, 08, 16, 60) | 130 | 10,666,435 | 10,795,892 |
| Investment in material values (03) | 135 | | |
| including: property for leasing | 136 | | |
| property for hire | 137 | | |
| Long-term financial investments (58, 59) | 140 | 89,046,557 | 88,236,751 |
| including: investment in subsidiaries | 141 | 40,315,501 | 40,315,801 |
| investment in subordinated companies | 142 | | |
| investment in other entities | 143 | 7,154,909 | 4,855,615 |
| loans granted to entities for over 12 months | 144 | 2,008,207 | 1,935,102 |
| other long-term financial investments | 145 | 39,567,940 | 41,130,233 |
| Other non- current assets | 150 | | |
| Total for Section I | 190 | 320,266,306 | 318,358,579 |
| II. Current assets | | | |
| Stocks | 210 | 16,377,907 | 16,077,412 |
| including: raw and other materials, other similar stocks (10, 16) | 211 | 10,233,010 | 10,954,857 |
| livestock (11) | 212 | 13,985 | 1 |
| work in progress expenses(20, 21, 23, 29, 44) | 213 | 192,050 | 182,004 |
| finished goods and goods for resale (16, 41, 43) | 214 | 1,839,489 | 1,206,033 |
| dispatched goods (45) | 215 | 54,284 | 9,036 |
| deferred expenses (97) | 216 | 3,787,251 | 3,297,126 |
| other stocks and costs | 217 | 257,838 | 428,355 |
| Value added tax on acquired assets (19) | 220 | 1,832,301 | 2,328,480 |
| Accounts receivable (due in more than 12 months after balance sheet date) | 230 | 229,627 | 409,076 |
| including: buyers and customers (62, 63, 76) | 231 | | |
| receivable (62) | 232 | | |
| debts of subsidiaries and subordinated companies | 233 | | |
| advances issued (60) | 234 | 55,125 | 55,125 |
| other debtors | 235 | 174,502 | 353,951 |
| Accounts receivable (due within 12 months after balance sheet date) | 240 | 21,535,292 | 27,974,161 |
| including: buyers and customers (62, 63, 76) | 241 | 14,629,015 | 15,128,113 |
| notes receivable (62) | 242 | 278,000 | 30,000 |
| debts of subsidiaries and subordinated companies | 243 | | |
| debts of participants (constitutors) for charter capital installments (75) | 244 | | |
| advances issued (60) | 245 | 1,982,725 | 2,202,430 |
| other debtors | 246 | 4,645,552 | 10,613,618 |
| Short-term financial investments (58, 59) | 250 | 30,241,900 | 21,541,867 |
| Including: | | | |
| loans granted to entities for less than 12 months | 251 | 25,633 | 2,312,359 |
| own shares repurchased from shareholders (81) | 252 | | |
| other short-term financial investments | 253 | 30,216,267 | 19,229,508 |
| Cash | 260 | 1,230,583 | 379,693 |

| | | | |
|--------------------------------|------------|--------------------|--------------------|
| including: petty cash (50) | 261 | 631 | 1,007 |
| settlement accounts (51) | 262 | 781,435 | 76,500 |
| foreign currency accounts (52) | 263 | 91 | 299 |
| other cash (50, 55, 57) | 264 | 448,426 | 301,887 |
| Other current assets | 270 | 104,888,523 | 122,681,640 |
| Total for Section II | 290 | 176,336,133 | 191,392,329 |
| BALANCE (lines 190+290) | 300 | 496,602,439 | 509,750,908 |

| LIABILITIES | | January 1, 2003 | June 30, 2003 |
|---|------------|--------------------|--------------------|
| III. Capital and reserves | | | |
| Charter capital (80) | 410 | 43,427,993 | 43,427,993 |
| Additional capital (83) | 420 | 274,444,515 | 282,773,189 |
| Reserve capital (82) | 430 | 6,514,198 | 6,514,198 |
| including: reserve funds created in accordance with the legislation | 431 | 6,514,198 | 6,514,198 |
| reserve funds created in accordance with the charter documents | 432 | | |
| Special-purpose financing and receipts (86) | 450 | 362,439 | 427,193 |
| Prior years retained earnings (84) | 460 | 135,984,457 | 87,395,543 |
| Prior years retained earnings (84) – exchange rate difference basis | 461 | 46,133,664 | 46,133,664 |
| Prior years profit expenditure (84) | 462 | (39,102,224) | |
| Prior years uncovered losses (84) | 465 | | |
| Current year earnings from operating activities (84) | 470 | X | 23,743,479 |
| Current year earnings - exchange rate difference basis | 471 | | (8,776,590) |
| Current year profit expenditure (84) | 472 | | |
| Current year uncovered losses (84) | 475 | | |
| Total for Section III | 490 | 467,765,042 | 481,638,669 |
| IV. Long-term liabilities | | | |
| Borrowings (67) | 510 | 1,902,821 | 1,258,388 |
| including: bank loans due in more than 12 months after balance sheet date | 511 | 439,325 | 1,258,388 |
| borrowings due in more than 12 months after balance sheet date | 512 | 1,463,496 | |
| Other long-term liabilities | 520 | | |
| Total for Section IV | 590 | 1,902,821 | 1,258,388 |
| V. Current liabilities | | | |
| Borrowings (66) | 610 | 3,310,787 | 2,848,837 |
| including: bank loans due within 12 months after balance sheet date | 611 | 35,000 | 29,000 |
| borrowings due within 12 months after balance sheet date | 612 | 3,275,787 | 2,819,837 |
| Accounts payable | 620 | 12,178,672 | 13,962,178 |
| including: suppliers and contractors (60, 76) | 621 | 2,203,490 | 2,600,612 |
| notes payable (62) | 622 | | |
| due to subsidiaries and subordinated companies | 623 | | |
| due to employees (70) | 624 | 1,694,543 | 1,581,762 |
| social insurance and social security (69) | 625 | 287,490 | 479,497 |
| due to the budget (68) | 626 | 1,267,849 | 4,498,446 |
| advances received (62) | 627 | 783,418 | 146,924 |
| other payables | 628 | 5,941,882 | 4,654,937 |
| Dividends (75) | 630 | 673,663 | 97,924 |
| Deferred revenues (98) | 640 | 7,928,678 | 6,981,017 |
| Deferred reserves (96) | 650 | 2,842,776 | 2,963,895 |
| Other current liabilities | 660 | | |

| | | | |
|------------------------------------|-----|--------------------|--------------------|
| Total for Section V | 690 | 26,934,576 | 26,853,851 |
| BALANCE (lines 490+590+690) | 700 | 496,602,439 | 509,750,908 |

PROFIT AND LOSS ACCOUNT

(thousand RUR)

| | | 6M 2003 | 6M 2002 |
|---|------------|-------------------|-------------------|
| I. Revenues and expenses from operating activities | | | |
| Net revenue from the sale of goods, products, work and services (less VAT, excise duties and similar obligatory payments) | .010 | 95,662,184 | 80,593,546 |
| including from sales of: | .011 | 95,662,184 | 80,593,546 |
| | .012 | | |
| | .013 | | |
| Cost of sold goods, work, services | .020 | 61,159,230 | 49,441,162 |
| including sold: | .021 | 61,159,230 | 49,441,162 |
| | .022 | | |
| | .023 | | |
| Gross profit | .029 | 34,502,954 | 31,152,384 |
| Selling expenses | .030 | 6,239,226 | 5,535,224 |
| Management expenses | .040 | | |
| Profit (loss) from sales (lines 010-020-030-040) | .050 | 28,263,728 | 25,617,160 |
| II. Operating revenues and expenses | | | |
| Interest receivable | .060 | 1,519,724 | 1,861,159 |
| Interest payable | .070 | 12,989 | |
| Minority interests | .080 | 20,351 | |
| Other operating revenues | .090 | 95,340,894 | 47,613,760 |
| Other operating expenses | 100 | 98,528,082 | 49,490,685 |
| III. Non-sales revenues and expenses | | | |
| Non-sales revenues | 120 | 1,037,000 | 1,736,276 |
| Non-sales revenues (exchange rate difference) | 121 | 701,211 | 5,873,884 |
| Non-sales expenses | 130 | 749,584 | 540,857 |
| Non-sales expenses (exchange rate difference) | 131 | 9,477,801 | 168,125 |
| Profit (loss) before tax (lines 050+060-070+080+090-100+120-130) | 140 | 26,891,042 | 26,796,813 |
| Profit (loss) - exchange rate difference basis (121-131) | 141 | 8,776,590 | 5,705,759 |
| Profit tax and other similar obligatory payments | 150 | 3,147,563 | 6,851,511 |
| Profit (loss) from usual activity | 160 | 23,743,479 | 19,945,302 |
| Profit (loss) - exchange rate difference basis (141) | 161 | 8,776,590 | 5,705,759 |
| IV. Extraordinary revenues and losses | | | |
| Extraordinary revenues | 170 | | |
| Extraordinary expenses | 180 | | |
| Current year profit expenditure | 181 | | |
| Accrued revenues refer to future periods | 182 | | |
| Current year undistributed profit (loss) (lines 160+170-180-181-182) | 190 | | |
| FOR REFERENCE ONLY | | | |
| Dividend per share <*> per preferred share | 201 | | |
| per ordinary share | 202 | | |
| Next year estimated dividend per share <*> per preferred share | 203 | | |
| per ordinary share | 204 | | |

<*> - filled out in annual accounts