

OJSC SISTEMA JSFC

Financial Statements for 2011

AUDIT REPORT

To shareholders of OAO (OJSC) AFK "SYSTEMA"

On financial accounting of open joint stock company

"Joint Stock Financial Corporation "SYSTEMA"

Following the results of 2011

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AUDIT REPORT to shareholders of OAO (OJSC) AFK "SYSTEMA" on financial statements of open joint stock company "Joint Stock Financial Corporation "SYSTEMA" following the results of 2011

Audited person – Open Joint Stock Company "Joint-Stock Financial Corporation "SYSTEMA".

Registered by the Moscow registration chamber as of 16.07.1993, registration number of certificate 025.866, entry on legal entity to the Unified state register of legal entities was made by the Consolidated Inspection No 46 in Moscow of the Ministry of Taxation of the Russian Federation on 11.11.2002 under primary state registration number 1027700003891.

Location 13, bd.1., Mokhovaya ul., the city of Moscow, 125009.

Auditor –BDO CJSC, registered by the Inspection of the Ministry of Taxation of RF No 26 in the Southern administrative district of Moscow.

Certificate series 77 No 006870804 on making an entry to the Unified State Register of Legal Entities as of 29.01.2003 under primary state registration number 1037739271701.

Certificate series 77 No 013340465 on making an entry to the Unified State Register of Legal Entities as of 20.01.2010 under primary state registration number 1037739271701.

Location: 125, bd.1, section 11, Varshavskoye shosse, Moscow, 117587.

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Web. www.bdo.ru

General director: Kharlamova Natalya Vasilievna

BDO ZAO (CJSC) is an independent national audit company, incorporated in the international network BDO.

BDO ZAO (CJSC) is a member of professional auditing association Non-commercial partnership "Auditing chamber of Russia", primary state registration number of entry in state register of auditors and audit organizations 10201018307, NP "ACP" has been entered in the register of self-regulated auditors'

organizations under No 1 in accordance with the Order of the Ministry of Finance of Russia as of 01.10.2009 No 455.

We've carried out auditing of annexed financial statements of OJSC AFK "Systema" consisting of accounting balance sheet as of 31 December 2011, profit and loss statement, report on changes in capital, cash flow statement and explanatory memorandum for the year of 2011.

Responsibility of audited person for financial statements

Responsibility for preparation and reliability of the aforesaid financial statements in accordance with requirements of the Russian laws concerning preparation of financial statements and for internal audit system, necessary for preparation of financial statements, not containing significant deviations due to unfair actions and errors, is imposed on head of organization and principal accountant.

Responsibility of auditor

We're responsible for expressing opinion for reliability of the aforesaid financial statements on the basis of audit carried out by us. We've carried out audit in accordance with the federal standards of audit activity. The present standards call for observation of applied ethical norms, as well as planning and holding audit in such a way, so as to be quite confident of financial statements containing no significant deviations.

The audit also provided audit procedures, directed to obtainment of auditing evidence, confirming quantitative indicators in financial statements and disclosure of information in such statements. Choice of audit procedures is a subject matter of the present opinion which is based on evaluation of risk of significant deviations, committed due to unfair acts or errors. While evaluating the present risk, we've considered internal audit system, providing for preparation and reliability of financial statements with a view to choosing auditing procedures, as appropriate, but not for the purpose to express opinion on efficiency of internal audit system.

Our audit also included appropriate evidence of applied accounting policy and substantiation of estimated figures, obtained by the management of the audited person, as well as evaluation of submitted financial statements in general.

We consider that audit evidence obtained in the course of the audit provides sufficient grounds for expressing opinion on reliability of financial statements.

Opinion

In our opinion, the audited financial statements reflect authentically in all significant respects financial condition of OAO (OJSC) AFK Systema as of 31 December, 2011, the results of its financial and economic activity and cash flow statement for the year of 2011 in accordance with the requirements of the laws of the Russian Federation concerning preparation of financial statements.

BDO CJSC

Senior partner (signature) N.V. Kharlamova

21 March, 2012

The total of stitched-up pages is 65.

Round Seal: Close Joint-Stock Company* PSRN 1037739271701* MOSCOW* BDO.

Tax Registration Reason Code (TRRC) 774850001 page 001

Financial accounting

Revision number 0 Accounting period (code) 34 Accounting year 2011

OPEN STOCK COMPANY "STOCK FINANCIAL CORPORATION "SISTEMA"

(name of the organization)

Russian National Classifier of Economic Activities code 65.23.1

Russian National Nomenclator of Businesses and Organizations (RNNBO) code 27987276

Form of ownership (by All-Russia Classifier of Forms of Ownership) 16

Legal Structure of Business (by All-Russian Classifier of Legal Structures of Businesses) 47

Measurement Unit (RUR000's / RUR000000's - All-Russia Classifier of Measurement Units code) 384

On 35 pages with remittance of the documents or its copies on _____ pages

<p>I hereby confirm that the information given is accurate and complete</p> <p>chief executive officer</p> <p>BUJANOV ALEXEY NIKOLAYEVICH (surname, first name, patronymic in full)</p> <p>Signature _____ Date _____ (Place of Seal)</p> <p>office Accountant PLATOSHIN VASILY VASILJEVICH (surname, first name, patronymic in full)</p> <p>Signature _____</p>	<p>To be completed by the tax official</p> <p>Document submission information</p> <p>The presents is by (code) _____ On _____ pages</p> <p>composed of (to sign with V)</p> <p>0710001 _____ 0710002 _____</p> <p>0710003 _____ 0710004 _____</p> <p>0710005 _____ 0710006 _____</p> <p>with remittance of the documents or its copies on _____ pages</p> <p>Document submission date _____</p> <p>Registered by Ne _____</p> <p>_____ Surname, first name, patronymic Signature</p> <p>it is accepted on electronic communication channels</p>
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TPN 7703104630

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Having a principal place of business at (address)

Postal code 125009

Subject of the Russian Federation (code) 77

Region _____

City _____

Locality (village, rural settlement) _____

Street (avenue, lane) MOHOVAYA STR.

The number of a house (estate) 13

Office number _____

Balance sheet**Assets side of the balance-sheet**

Representations ¹	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year previous the previous
1	2	3	4	5	6
I. FIXED ASSETS					
-----	Intangible assets		1110 270	286	413
-----	Results of investigation and development		1120	-----	-----
-----	Capital assets		1130 3847750	4092426	4024610
-----	Income yielding investments into tangible assets		1140	-----	-----
-----	Financial investment		1150 390877129	434528574	361830618
-----	Deffered tax assets		1160 2201852	126064	30635
-----	Any other fixed taxes		1170 60125	63147	61257
-----	Total section I		1100 396987126	438810479	365947533
II. CURRENT ASSETS					
-----	Inventory		1210 175915	36437	315347
-----	Input value added tax		1220 32844	6564	53796
-----	Receivable		1230 19590617	27961504	28005217
-----	Financial investment (except money equivalents)		1240 62283530	17514218	19006588
-----	Monetary assets and money equivalents		1250 2500671	28403979	8710719
-----	Any other current assets		1260 3904	5702	8726
-----	Total section II		1200 84587482	73928405	56100392
-----	BALANCE		1600 481574608	512738883	4220479926

LIABILITIES SIDE OF THE BALANCE-SHEET

Representations ¹	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year previous the previous
1	2	3	4	5	6
III. SHAREHOLDERS' FUNDS					
-----	Stated capital (share capital, charter fund, contributions of partners)		1310	868500	868500 868500
-----	Treasury stock ²		1320	-----	-----
-----	Repricing of fixed assets		1340	1784471	1878581 1615793
-----	Restitutable Shares Reserve (without repricing)		1350	37708280	37708280 37708280
-----	Surplus		1360	43425	43425 43425
-----	Retained profit (uncovered loss)		1370	385387269	401501916 290337717
-----	Total section III		1300	425791945	442000702 330573715
III. SPECIAL-PURPOSE FUNDING³					
-----	Co-op share fund		1310	---	---
-----	Special-purpose capital		1320	---	---
-----	Targeted funds		1350	---	---
-----	Capital assets and unique movable valuables fund		1360	---	---
-----	Reserve and other special-purpose funds		1370	---	---
-----	Total section III		1300	-----	-----
IV. FIXED LIABILITIES					
-----	Borrowed assets		1410	39894775	49639649 82649476
-----	Deferred tax liabilities		1420	20971	239737 167104
-----	Estimated liabilities		1430	-----	-----
-----	Other liabilities		1450	-----	-----
-----	Total section IV		1400	39915745	49870386 82816580

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Representations ¹	Indicator name	Code	At the balance sheet date	Balance December 31	Balance December 31 of year
			of accounting period	of previous year	preceding the previous
1	2	3	4	5	6
III. CURRENT LIABILITIES					
-----	Borrowed assets		1510 14225077	17835477	5629442
-----	Payables		1520 194970	494932	3028189
-----	Deferred revenues		1530 -----	-----	-----
-----	Estimated liabilities		1540 1446871	2537387	-----
-----	Other liabilities		1550 -----	-----	-----
-----	Total section V		1500 15866918	20867796	8657630
-----	BALANCE		1700 481574608	512738883	422047926

Annotation:

1 Number of the corresponding explanation to Balance sheet and profit and loss account is specified.

2 Here and in other forms of statements recoupable or negative index is to be shown in parentheses.

3 It is to be filled by non-for-profit institutions

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Some balance sheet terms itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date	Balance December 31	Balance December 31 of year
			of accounting period	of previous year	preceding the previous year
1	2	3	4	5	6

intangible assets (pg. 1110) including:			
----- intangible assets of the organization	11101	231	190 413
----- trademarks	11102	231	190 413
----- purchases of intangible assets	11103	39	78 -----
Results of investigation and development (pg. 1120) including:			
-----	11201	-----	-----
-----	11202	-----	-----
Capital assets (pg. 1130) including:			
----- facilities	11301	3644716	3898605 3785279
----- other CA	11302	154927	181410 239331
----- fixed asset construction	11303	48106	12412 -----
Income yielding (pg. 1140) including:			
-----	11401	-----	-----
-----	11402	-----	-----
Financial investment (pg. 1150) including:			
----- share of stock	11501	12613322	8105479 7919108
----- stocks	11502	372858271	412369258 329113581
----- debt securities (over 12 months)	11503	2830207	4716461 -----
----- loans granted	11504	2575328	9337376 24797928
Deffered tax assets (pg. 1160) including:			
-----	11601	-----	-----
-----	11602	-----	-----
Indorsed terms (pg. 1165) including:			
-----	11651	-----	-----
-----	11652	-----	-----
Other fixed assets (pg. 1170) including:			
----- unexpired costs (over 12 months)	11701	60125	63147 61257
-----	11702	-----	-----
-----	11703	-----	-----

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Some balance sheet terms itemizations

The list is to be given in the presence of itemizations

Representations **Indicator name** **Code** **At the balance sheet date** **Balance December 31** **Balance December 31 of year**

1	2	3	of accounting period 4	of previous year 5	preceding the previous year 6
Inventory (pg. 1210) including:					
-----	supplies		12101 8167	876 1063	
-----	unexpired costs (less than 12 months)		12102 167748	35561 314285	
-----			12103 -----	-----	-----
-----			12104 -----	-----	-----
-----			12105 -----	-----	-----
Input value added tax (pg. 1220) including:					
-----	the acquired services value added tax		12201 32844	6564 53796	
Receivable (pg. 1230) including:					
-----	settlements with suppliers and contractors		12301 273647	129761 75778	
-----	settlements with purchasers and clients		12302 1060587	987340 4892851	
-----	settlements in respect of taxes and levies		12303 64468	85262 595665	
-----	settlements in respect of social insurance and social security		12304 7124	940 153	
-----	settlements with accountable persons		12305 1395 382	2137	
Financial investment (except money equivalents) (pg. 1240) including:					
-----	debt securities	12401	7186468 4822005	10463113	
-----	loans granted	12402	2748492 6347060	2145993	
-----	acquired abilities in the conduct of financial services rendering	12403	1836540 3045153	2985272	
Monetary assets and money equivalents (pg. 1250) including:					
-----	cash office of organization	12501	220 197 212		
-----	current account	12502	1502232 25335850	2704871	
Indorsed terms (pg. 1155) including:					
-----			12551 -----	-----	-----
-----			12552 -----	-----	-----
Any other current assets (pg. 1260) including:					
-----	prepayment and prefunding VAT	12601	2661 4811	7938	
-----	calculations of VAT				
-----	in the prosecution of tax agent's duty	12602	1243 891	787	
-----			12603 -----	-----	-----

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6

Inventory (pg. 1210) including:

_____	12101	-----	-----
_____	12102	-----	-----
_____	12103	-----	-----
_____	12104	-----	-----
_____	12105	-----	-----

Input value added tax (pg. 1220) including:

_____	12201	-----	-----
-------	-------	-------	-------

Receivable (pg. 1230) including:

-----	settlements with staff in respect of other operations	12301	761	1618	1327
-----	settlements with other suppliers and contractors	12302	3553231	2381013	9271240
-----	NONINTEREST-BEARING NOTES	12303	14626217	23560430	13166068
-----	settlements in respect of dividends and other income due	12304	3187	814758	-----
_____		12305	-----	-----	-----

Financial investment (except money equivalents) (pg. 1240) including:

-----	deposit account	12401	50512029	3300000	3412210
_____		12402	-----	-----	-----
_____		12403	-----	-----	-----

Monetary assets and money equivalents (pg. 1250) including:

-----	accounts for a foreign currency	12501	990948	306228	1023091
-----	letters of credit	12502	7271	5704	4982545

Indorsed terms (pg. 1155) including:

_____		12551	-----	-----	-----
_____		12552	-----	-----	-----

Any other current assets (pg. 1260) including:

_____		12601	-----	-----	-----
_____		12602	-----	-----	-----
_____		12603	-----	-----	-----

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6

Stated capital (share capital, charter fund, contributions of partners) / Co-op share fund (pg. 1310) including:

_____ 13101 -----

Treasury stock (pg. 1320) including:

_____ 13201 -----

Special-purpose capital (pg. 1320) including:

_____ 13201 -----

Repricing of fixed assets (pg. 1340) including:

----- fixed assets revaluation 13401 1784471 1878581 1615793

Restitutable Shares Reserve (without repricing) / Targeted funds (pg. 1350) including:

_____ 13501 -----

_____ 13502 -----

Surplus / Capital assets and unique movable valuables fund (pg. 1360) including:

----- reserves being formed in accordance with the law 13601 43425 43425 43425

_____ 13602 -----

Retained profit (uncovered loss) / Reserve and other special-purpose funds (pg. 1370) including:

_____ 13701 -----

_____ 13702 -----

Indorsed terms (pg. 1375) including:

_____ 13751 -----

_____ 13752 -----

Borrowed assets (pg. 1410) including:

----- settlements in respect of long-term credits and loans 14101 39894775 49630649 82649476

_____ 14102 -----

Deferred tax liabilities (pg. 1420) including:

_____ 14201 -----

Estimated liabilities (pg. 1430) including:

_____ 14301 -----

_____ 14302 -----

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6

Indorsed terms (pg. 1435) including:

_____ 14351 -----

_____ 14352 -----

Other fixed liabilities (pg. 1450) including:

_____ 14501 -----

Borrowed assets (pg. 1510) including:

----- short-term loans 15101 0 1000 -----

Payables (pg. 1520) including:

----- settlements with suppliers and contractors 15201 110176 107803 159889

----- settlements with purchasers and clients 15202 2171 15791 2776269

----- settlements in respect of taxes and levies 15203 39650 56981 58498

----- settlements in respect of social insurance and social security 15204 6947 5 57

----- staff salary settlements 15205 575 182 23147

----- settlements with accountable persons 15206 658 1192 397

----- dividends payable 15207 277 277 276

Deferred revenues (pg. 1530) including:

_____ 15301 -----

Estimated liabilities (pg. 1540) including:

_____ 15401 -----

_____ 15402 -----

Indorsed terms (pg. 1545) including:

_____ 15451 -----

_____ 15452 -----

Other current liabilities (pg. 1550) including:

_____ 15501 -----

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6

Indorsed terms (pg. 1435) including:

_____ 14351 -----

_____ 14352 -----

Other fixed liabilities (pg. 1450) including:

_____ 14501 -----

Borrowed assets (pg. 1510) including:

----- short-term loans (in currency) 15101 2500284 6135240 976237

Payables (pg. 1520) including:

----- settlements with other suppliers and contractors 15201 34517 312702 9656

_____ 15202 -----

_____ 15203 -----

_____ 15204 -----

_____	15205 -----
_____	15206 -----
_____	15207 -----
Deferred revenues (pg. 1530) including:	
_____	15301 -----
Estimated liabilities (pg. 1540) including:	
_____	15401 -----
_____	15402 -----
Indorsed terms (pg. 1545) including:	
_____	15451 -----
_____	15452 -----
Other current liabilities (pg. 1550) including:	
_____	15501 -----

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6
Indorsed terms (pg. 1435) including:					
_____			14351 -----		
_____			14352 -----		
Other fixed liabilities (pg. 1450) including:					
_____			14501 -----		
Borrowed assets (pg. 1510) including:					
----- short-term interests (in currency)			15101	25428	52148
Payables (pg. 1520) including:					
_____			15201 -----		
_____			15202 -----		
_____			15203 -----		
_____			15204 -----		
_____			15205 -----		
_____			15206 -----		
_____			15207 -----		
Deferred revenues (pg. 1530) including:					
_____			15301 -----		
Estimated liabilities (pg. 1540) including:					
_____			15401 -----		
_____			15402 -----		
Indorsed terms (pg. 1545) including:					
_____			15451 -----		
_____			15452 -----		
Other current liabilities (pg. 1550) including:					

15501 -----

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6
Indorsed terms (pg. 1435) including:					
_____				14351 -----	
_____				14352 -----	
Other fixed liabilities (pg. 1450) including:					
_____				14501 -----	
Borrowed assets (pg. 1510) including:					
-----	short-term debt securities (bills, debentures) granted		15101 0		
Payables (pg. 1520) including:					
_____				15201 -----	
_____				15202 -----	
_____				15203 -----	
_____				15204 -----	
_____				15205 -----	
_____				15206 -----	
_____				15207 -----	
Deferred revenues (pg. 1530) including:					
_____				15301 -----	
Estimated liabilities (pg. 1540) including:					
_____				15401 -----	
_____				15402 -----	
Indorsed terms (pg. 1545) including:					
_____				15451 -----	
_____				15452 -----	
Other current liabilities (pg. 1550) including:					
_____				15501 -----	

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6
Indorsed terms (pg. 1435) including:					

_____ 14351 _____
 _____ 14352 _____
 Other fixed liabilities (pg. 1450) including:
 _____ 14501 _____
 Borrowed assets (pg. 1510) including:
 ----- granted debt securities (bills, debentures) interests 15101 0 _____
 Payables (pg. 1520) including:
 _____ 15201 _____
 _____ 15202 _____
 _____ 15203 _____
 _____ 15204 _____
 _____ 15205 _____
 _____ 15206 _____
 _____ 15207 _____
 Deferred revenues (pg. 1530) including:
 _____ 15301 _____
 Estimated liabilities (pg. 1540) including:
 _____ 15401 _____
 _____ 15402 _____
 Indorsed terms (pg. 1545) including:
 _____ 15451 _____
 _____ 15452 _____
 Other current liabilities (pg. 1550) including:
 _____ 15501 _____

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6
Indorsed terms (pg. 1435) including:					
_____				14351 _____	
_____				14352 _____	
Other fixed liabilities (pg. 1450) including:					
_____				14501 _____	
Borrowed assets (pg. 1510) including:					
-----	short-term debt securities (bills, debentures) granted		15101	9915902	97899913 4464165
Payables (pg. 1520) including:					
_____				15201 _____	
_____				15202 _____	
_____				15203 _____	
_____				15204 _____	
_____				15205 _____	
_____				15206 _____	

_____ 15203 -----
 _____ 15204 -----
 _____ 15205 -----
 _____ 15206 -----
 _____ 15207 -----

Deferred revenues (pg. 1530) including:
 _____ 15301 -----

Estimated liabilities (pg. 1540) including:
 _____ 15401 -----
 _____ 15402 -----

Indorsed terms (pg. 1545) including:

 _____ 15207 -----

Deferred revenues (pg. 1530) including:
 _____ 15301 -----

Estimated liabilities (pg. 1540) including:
 _____ 15401 -----
 _____ 15402 -----

Indorsed terms (pg. 1545) including:
 _____ 15451 -----
 _____ 15452 -----

Other current liabilities (pg. 1550) including:
 _____ 15501 -----

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Some balance sheet itemizations

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	At the balance sheet date of accounting period	Balance December 31 of previous year	Balance December 31 of year preceding the previous year
1	2	3	4	5	6

Indorsed terms (pg. 1435) including:
 _____ 14351 -----
 _____ 14352 -----

Other fixed liabilities (pg. 1450) including:
 _____ 14501 -----

Borrowed assets (pg. 1510) including:
 ----- granted debt securities (bills, debentures) interests 15101 1783463 1857175 189040

Payables (pg. 1520) including:
 _____ 15201 -----
 _____ 15202 -----

15451

15452

Other current liabilities (pg. 1550) including:

15501

¹ Number of the corresponding explanation to Balance sheet and profit and loss account is specified.

² Here and in other forms of statements recoupable or negative index is to be shown in parentheses.

³ It is to be filled by non-for-profit institutions

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Form No. 1 of OKUD 0710001

Profit and loss account

Representations ³ 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
-----	Revenue ³	2110	29208979	42188113
-----	Cost of goods sold	2120	(115373)	(97451)
-----	Gross margin from sales (dilution)	2100	29093606	42090662
-----	Selling expenses	2210		
-----	General and administrative expenses	2220	(8747704)	(9579267)
-----	Sales profit (dilution)	2200	20345902	32511395
-----	Participation capital	2310	0	
-----	Accrued interest receivable	2320	2799878	2615670
-----	Due interest	2330	(5698818)	(9912875)
-----	Other revenues and expenses	2340	116447056	184967477
-----	Other expenses	2350	(149036660)	(97152643)
-----	before-tax income	2300	(15142642)	113029024
-----	current profit tax	2410	(6379)	(514121)
-----	including permanent tax liabilities	2421	(6564026)	13907132
-----	deferred tax liability range	2430	218766	(72633)
-----	deferred tax assets range	2450	2075788	95428
-----	others' account	2460	(751179)	(842751)
-----	net income (dilution)	2400	(13605646)	111694947

FOR REFERENCE ONLY

-----	surplus on revaluation of fixed assets, which is exclusive of net income (dilution)	2510	(94110)	262788
-----	surplus on other operations, which is exclusive of net income (dilution)	2520	(1)	
-----	comprehensive profit or loss of the period ³	2500	(13699757)	111957735
-----	basic earnings per share (dilution)	2900		
-----	dividends (dilution) proposed	2910		

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
Revenue (pg. 2110) including:				
----- equity holding of other associations		21101	28658070	41390818
		21102	_____	_____
Cost of goods sold (pg. 2120) including:				
----- rent of premises		21201	(110487)	(33625)
		21202	_____	_____
Gross margin from sales (dilution) (pg. 2100) including:				
		21001	_____	_____
		21002	_____	_____
Selling expenses (pg. 2210) including:				
		22101	_____	_____
General and administrative expenses (pg. 2220) including:				
----- premiums		22201	(3997509)	(3602711)
Sales profit (dilution) (pg. 2200) including:				
		22001	_____	_____
		22002	_____	_____
Participation capital (pg. 2310) including:				
----- income and outgo, associated with participation in other organizations		23101	0	_____
Accrued interest receivable (pg. 2320) including:				
----- accrued interest receivable		23201	2746986	2615670
Due interest (pg. 2330) including:				
----- due interest		23301	(5698818)	(9912875)
Other revenues and expenses (pg. 2340) including:				
----- capital gain		23401	930	1169
----- disposals revenue		23402	0	-----
----- intangible assets realization revenue		23403	0	-----
Other expenses (pg. 2350) including:				
----- outgo, associated with participation in other organizations		23501	(0)	-----
----- outgo, associated with participation in Russian organizations		23502	(0)	-----
----- outgo, associated with participation in foreign organizations		23503	(0)	-----

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	In the accounting period	For the same period last year
-----------------	----------------	------	--------------------------	-------------------------------

1	2	3	4	5
Revenue (pg. 2110) including:				
			21101	_____
			21102	_____
Cost of goods sold (pg. 2120) including:				
			21201	_____
			21202	_____
Gross margin from sales (dilution) (pg. 2100) including:				
			21001	_____
			21002	_____
Selling expenses (pg. 2210) including:				
			22101	_____
General and administrative expenses (pg. 2220) including:				
-----	leave salary		22201	(1047367) (169773)
Sales profit (dilution) (pg. 2200) including:				
			22001	_____
			22002	_____
Participation capital (pg. 2310) including:				
-----	share participation in foreign organizations		23101	0 _____
Accrued interest receivable (pg. 2320) including:				
-----	nonmarketable stock interests		23201	52891 _____
Due interest (pg. 2330) including:				
-----	interests, assessed in accordance with point 269 of the Tax Code of the Russian Federation		23301	(0) _____
Other revenues and expenses (pg. 2340) including:				
-----	miscellaneous asset realization revenue		23401	34 _____
-----	enforcement of the right of financing facilities service rendering revenue		23402	0 _____
-----	revenue associated with enforcement of the right before maturity		23403	0 _____
Other expenses (pg. 2350) including:				
-----	sale of fixed assets outgo		23501	(770) (1173)
-----	disposals outgo		23502	(822) (2380)
-----	intangible assets realization outgo		23503	(0) _____

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	In the accounting period	For the same period last year
1	2	3	4	5
Revenue (pg. 2110) including:				
			21101	_____
			21102	_____
Cost of goods sold (pg. 2120) including:				
			21201	_____
			21202	_____
Gross margin from sales (dilution) (pg. 2100) including:				
			21001	_____
			21002	_____
Selling expenses (pg. 2210) including:				

	22101		
General and administrative expenses (pg. 2220) including:			
----- premiums (not decreased)	22201	(806226)	(2932560)
Sales profit (dilution) (pg. 2200) including:			
_____	22001		
_____	22002		
Participation capital (pg. 2310) including:			
----- share participation in Russian organizations	23101	0	
Accrued interest receivable (pg. 2320) including:			
----- nonmarketable stock interests at the rate of 0%	23201	0	
Due interest (pg. 2330) including:			
_____	23301		
Other revenues and expenses (pg. 2340) including:			
----- revenue associated with enforcement of the right after maturity	23401	0	
----- revenue associated with equities realization, except the right of claim	23402	0	
----- revenue associated with equities realization of providing service production bases and...	23403	0	
Other expenses (pg. 2350) including:			
----- miscellaneous asset realization outgo	23501	0	
----- enforcement of the right of financing facilities service rendering outgo	23502	0	
----- outgo associated with enforcement of the right before maturity	23503	0	

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
Revenue (pg. 2110) including:				
_____			21101	
_____			21102	
Cost of goods sold (pg. 2120) including:				
_____			21201	
_____			21202	
Gross margin from sales (dilution) (pg. 2100) including:				
_____			21001	
_____			21002	
Selling expenses (pg. 2210) including:				
_____			22101	
General and administrative expenses (pg. 2220) including:				
----- labour cost			2221	(1417775) (1584171)
Sales profit (dilution) (pg. 2200) including:				
_____			22001	
_____			22002	
Participation capital (pg. 2310) including:				
_____			23101	

Accrued interest receivable (pg. 2320) including:	23201	_____	_____
Due interest (pg. 2330) including:	23301	_____	_____
Other revenues and expenses (pg. 2340) including:			
----- conversion of securities revenue	23401	35593893	57162799
----- revenue from transactions in financial instruments of futures not circulated on...	23402	0	_____
----- revenue from transactions in financial instruments of futures, circulated on organized...	23403	0	_____
Other expenses (pg. 2350) including:			
----- outgo associated with enforcement of the right after maturity	23501	(0)	_____
----- outgo associated with equities realization, except the right of claim	23502	(0)	_____
----- outgo associated with equities realization of providing service production bases and...	23503	(0)	_____

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	In the accounting period	For the same period last year
1	2	3	4	5
Revenue (pg. 2110) including:				
_____			21101	_____
_____			21102	_____
Cost of goods sold (pg. 2120) including:				
_____			21201	_____
_____			21202	_____
Gross margin from sales (dilution) (pg. 2100) including:				
_____			21001	_____
_____			21002	_____
Selling expenses (pg. 2210) including:				
_____			22101	_____
General and administrative expenses (pg. 2220) including:				
----- other expenses			22201	(1478826) (1290052)
Sales profit (dilution) (pg. 2200) including:				
_____			22001	_____
_____			22002	_____
Participation capital (pg. 2310) including:				
_____			23101	_____
Accrued interest receivable (pg. 2320) including:				
_____			23201	_____
Due interest (pg. 2330) including:				
_____			23301	_____
Other revenues and expenses (pg. 2340) including:				
----- demise (re-demise) revenue			23401	0
----- revenue in the form of recaptured assessed reserves			23402	319646

----- the divide between base cost and nominal value of debt securities	23403 832 1131169
Other expenses (pg. 2350) including:	
----- conversion of securities outgo	23501 (23648437) (48631648)
----- outgo from transactions in financial instruments of futures not circulated on...	23502 (0) _____
----- outgo from transactions in financial instruments of futures, circulated on organized...	23503 (0) _____

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	In the accounting period	For the same period last year
1	2	3	4	5
Revenue (pg. 2110) including:				
_____			21101 _____	_____
_____			21102 _____	_____
Cost of goods sold (pg. 2120) including:				
_____			21201 _____	_____
_____			21202 _____	_____
Gross margin from sales (dilution) (pg. 2100) including:				
_____			21001 _____	_____
_____			21002 _____	_____
Selling expenses (pg. 2210) including:				
_____			22101 _____	_____
General and administrative expenses (pg. 2220) including:				
_____			22201 _____	_____
Sales profit (dilution) (pg. 2200) including:				
_____			22001 _____	_____
_____			22002 _____	_____
Participation capital (pg. 2310) including:				
_____			23101 _____	_____
Accrued interest receivable (pg. 2320) including:				
_____			23201 _____	_____
Due interest (pg. 2330) including:				
_____			23301 _____	_____
Other revenues and expenses (pg. 2340) including:				
----- other operating revenue			23401 62666268	118598318
----- acknowledged fines, forfeitures and other financial penalties			23402 47	185
----- profit of previous years			23403 8	10716
Other expenses (pg. 2350) including:				
----- demise (re-demise) outgo			23501 (0)	_____
----- outgo in the form of recaptured assessed reserves			23502 (582891)	(538129)
----- the divide between base cost and nominal value of debt securities			23503 (0)	_____

Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
Revenue (pg. 2110) including:				
			21101	
			21102	
Cost of goods sold (pg. 2120) including:				
			21201	
			21202	
Gross margin from sales (dilution) (pg. 2100) including:				
			21001	
			21002	
Selling expenses (pg. 2210) including:				
			22101	
General and administrative expenses (pg. 2220) including:				
			22201	
Sales profit (dilution) (pg. 2200) including:				
			22001	
			22002	
Participation capital (pg. 2310) including:				
			23101	
Accrued interest receivable (pg. 2320) including:				
			23201	
Due interest (pg. 2330) including:				
			23301	
Other revenues and expenses (pg. 2340) including:				
	----- receivable payment of damages		23401	0
	----- agios		23402	4455777 6037381
	----- exchange rate difference		23403	214287 153841
Other expenses (pg. 2350) including:				
	----- bank service outgo		23501	(421) (474202)
	----- other operating outgo		23502	(116486435) (39378744)
	----- acknowledged fines, forfeitures and other financial penalties		23503	(918) (1171)

Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
----------------------	---------------------	-----------	-------------------------------	------------------------------------

Revenue (pg. 2110) including:

_____	21101	_____	_____
_____	21102	_____	_____
Cost of goods sold (pg. 2120) including:			
_____	21201	_____	_____
_____	21202	_____	_____
Gross margin from sales (dilution) (pg. 2100) including:			
_____	21001	_____	_____
_____	21002	_____	_____
Selling expenses (pg. 2210) including:			
_____	22101	_____	_____
General and administrative expenses (pg. 2220) including:			
_____	22201	_____	_____
Sales profit (dilution) (pg. 2200) including:			
_____	22001	_____	_____
_____	22002	_____	_____
Participation capital (pg. 2310) including:			
_____	23101	_____	_____
Accrued interest receivable (pg. 2320) including:			
_____	23201	_____	_____
Due interest (pg. 2330) including:			
_____	23301	_____	_____
Other revenues and expenses (pg. 2340) including:			
----- revenue in the form of			
written-off accounts payable	23401	999	93
----- fixed assets reappraisal revenue	23402	0	_____
----- other unrelated business income	23403	177030	1871805
Other expenses (pg. 2350) including:			
----- loss of past years	23501	(16596)	(12158)
----- agios	23502	(3981531)	(5121045)
----- exchange rate difference	23503	(168732)	(607591)

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations	Indicator name	Code	In the accounting period	For the same period last year
1	2	3	4	5
Revenue (pg. 2110) including:				
_____			21101	_____
_____			21102	_____
Cost of goods sold (pg. 2120) including:				
_____			21201	_____
_____			21202	_____
Gross margin from sales (dilution) (pg. 2100) including:				
_____			21001	_____
_____			21002	_____
Selling expenses (pg. 2210) including:				
_____			22101	_____
General and administrative expenses (pg. 2220) including:				
_____			22201	_____

Sales profit (dilution) (pg. 2200) including:

22001 _____
22002 _____

Participation capital (pg. 2310) including:

23101 _____

Accrued interest receivable (pg. 2320) including:

23201 _____

Due interest (pg. 2330) including:

23301 _____

Other revenues and expenses (pg. 2340) including:

----- profit correction previous to market values
----- contribution to the equity capital difference

23401 0 _____
23402 13017306 _____

23403 _____

Other expenses (pg. 2350) including:

----- taxes and levies
----- paid-up bonus to a customer
----- outgo in the form of written-off receivables

23501 (0) _____
23502 (0) _____

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
----------------------	---------------------	-----------	-------------------------------	------------------------------------

Revenue (pg. 2110) including:

21101 _____
21102 _____

Cost of goods sold (pg. 2120) including:

21201 _____
21202 _____

Gross margin from sales (dilution) (pg. 2100) including:

21001 _____
21002 _____

Selling expenses (pg. 2210) including:

22101 _____

General and administrative expenses (pg. 2220) including:

22201 _____

Sales profit (dilution) (pg. 2200) including:

22001 _____
22002 _____

Participation capital (pg. 2310) including:

23101 _____

Accrued interest receivable (pg. 2320) including:

23201 _____

Due interest (pg. 2330) including:

23301 _____

Other revenues and expenses (pg. 2340) including:

23401 _____
23402 _____
23403 _____

Other expenses (pg. 2350) including:

----- expenses associated with free property,
works, service and equity reception 23501 (0) _____
----- expenses of transfer of goods,
works and service free of charge and for own requirements 23502 (0) _____
----- other non-operating expenses 23503 (4147067) (2353076)

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
Revenue (pg. 2110) including:				
_____			21101 _____	_____
_____			21102 _____	_____
Cost of goods sold (pg. 2120) including:				
_____			21201 _____	_____
_____			21202 _____	_____
Gross margin from sales (dilution) (pg. 2100) including:				
_____			21001 _____	_____
_____			21002 _____	_____
Selling expenses (pg. 2210) including:				
_____			22101 _____	_____
General and administrative expenses (pg. 2220) including:				
_____			22201 _____	_____
Sales profit (dilution) (pg. 2200) including:				
_____			22001 _____	_____
_____			22002 _____	_____
Participation capital (pg. 2310) including:				
_____			23101 _____	_____
Accrued interest receivable (pg. 2320) including:				
_____			23201 _____	_____
Due interest (pg. 2330) including:				
_____			23301 _____	_____
Other revenues and expenses (pg. 2340) including:				
_____			23401 _____	_____
_____			23402 _____	_____
_____			23403 _____	_____
Other expenses (pg. 2350) including:				
-----	other indirect costs		23501 (0) _____	_____
-----	fixed assets reappraisal expenses		23502 (0) _____	_____
-----	other loss equated with non-operating expenses		23503 (0) _____	_____

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
Profit (dilution) previous to taxation (pg. 2300) including:				
			23001	_____
			23002	_____
Including Constant Tax Liabilities (pg. 2421) including:				
			24211	_____
Deffered tax liability range (pg. 2430) including:				
			24301	_____
Deffered tax assets range (pg. 2450) including:				
			24501	_____
Miscellaneous (pg. 2460), including:				
	----- taxes, paid by organizations that practice special tax regime		24601 0	_____
	----- taxes, due and payable for dividends, and paid for other revenue		24602 751179 (842751)	
	----- profit tax		2463 0	_____
Surplus on revaluation of fixed assets, which is exclusive of net income (dilution) (pg. 2510) including:				
	----- surplus on revaluation of fixed assets, which is exclusive of net income (dilution)		25101 (94110) 262788	
Surplus on other operations, which is exclusive of net income (dilution) (pg. 2510) including:				
			25201	_____

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Some profit and loss account terms itemization

The list is to be given in the presence of itemizations

Representations 1	Indicator name 2	Code 3	In the accounting period 4	For the same period last year 5
Comprehensive profit or loss of the period (pg. 2300) including:				
Profit (dilution) previous to taxation (pg. 2300) including:				
			23001	_____
			23002	_____
Including Constant Tax Liabilities (pg. 2421) including:				
			24211	_____
Deffered tax liability range (pg. 2430) including:				
			24301	_____
Deffered tax assets range (pg. 2450) including:				
			24501	_____
Miscellaneous (pg. 2460), including:				
	----- punitive penalties and fees for violation of the tax legislation		24601 0	_____
			24602	_____

24603 _____

Surplus on revaluation of intangible assets, which is exclusive of net income (dilution) (pg. 2510) including:

_____ surplus on revaluation of fixed assets,
which is exclusive of net income (dilution) 25101 0 _____

Surplus on other operations, which is exclusive of net income (dilution) (pg. 2520) including:

25201 _____

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Capital statement

1. Floating of capital

Form No. 1 of OKUD 0710001

Stated capital	Treasury stock	Restitutable Shares	Reserve	Surplus	Retained profit	Total
1	2	3	4	5	6	
Capital value on December 31 of year previous the previous (3100)						
868500	_____	39324073	43425	290337717	330573715	
(The previous year)						
Capital cumulation – total (3210)						
0	262788	111694948	111957736			
Including:						
net profit (3211)		111694948	111694948			
revaluation of assets (3212)		262788	262788			
income directly on capital cumulation (3213)		_____	_____			
additional share issue (3214))		_____	_____			
increase in a capital stock value (3215) }		_____	_____			
corporate restructuring (3216) }		_____	_____			
Capital decumulation – total (3220)						
(0)	_____	_____	_____	(530750)	(530750)	
Including:						
dilution (3221)		_____	_____			
revaluation of assets (3222)		_____	_____			
expences directly on capital decumulation (3223)		_____	_____			
decrease in a capital stock value (3224)		_____	_____			
quantity reduction of stocks (3225)		_____	_____			
corporate restructuring (3226)		_____	_____			
dividends (3227)		_____	_____	(530750)	(530750)	

Range of Restitutable Shares Reserve (3230)

Surplus range (3240)

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Stated capital	Treasury stock	Restitutable Shares Reserve	Surplus	Retained profit	Total
1	2	3	4	5	6

Capital value on December 31 of the previous year (3200)

(The current year)

Capital cumulation – total (3310)	_____	_____	_____	_____	_____
Including:					
net profit (3311)	_____	_____	_____	_____	_____
revaluation of assets (3312)	_____	_____	_____	_____	_____
income directly on capital cumulation (3313)	_____	_____	_____	_____	_____
additional share issue (3314)	_____	_____	_____	_____	_____
increase in a capital stock value (3315)	_____	_____	_____	_____	_____
corporate restructuring (3316)	_____	_____	_____	_____	_____

Capital decumulation – total (3320)	(0)	(94110)	(16114647)	(16208757)	
Including:					
dilution (3321)			(13605646)	(13605646)	
revaluation of assets (3322)	(94110)	_____	(94110)		
expences directly on capital decumulation (3323)				(1)	(1)
decrease in a capital stock value (3324)	_____	_____	_____	_____	_____
quantity reduction of stocks (3325)	_____	_____	_____	_____	_____
corporate restructuring (3326)	_____	_____	_____	_____	_____
dividends (3327)			(2509000)	(2509000)	

Range of Restitutable Shares Reserve (3330)

Surplus range (3340)

Capital value on December 31 of the current year (3300)

868500 _____ 39492751 43425 385387269 425791945

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2. Correction because of accounting policies change and elimination of errors

Indicator name	Code	December 31 of year previous the previous	Capital range of the previous year at the cost of net profit (dilution)	Capital range of the previous year at the cost of other factors	December 31 of previous year
1	2	3	4	5	6

Capital – total:

Before corrections	3400	330573715	111426987	0	442000702
Correction because of:					
Accounting policies change	3410	_____	_____	_____	_____
Elimination of errors	3420	_____	_____	_____	_____
After corrections	3500	330573715	111426987	0	442000702

Including:

Retained profits (uncovered loss):

Before corrections	3401	290337717	111164198	1	401501916
Correction because of:					
Accounting policies change	3411				
Elimination of errors	3421				
After corrections	3501	290337717	111164198	1	401501916

In other capital items:

Before corrections	3402				
Correction because of:					
Accounting policies change	3412				
Elimination of errors	3422				
After corrections	3502				

3. Net assets

Indicator name	Code	At the Balance December 31 of the current year	Balance December 31 of previous year	Balance December 31 of year previous the previous
1	2	3	4	5
Net assets	3600	425791945	442000702	330573715

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Form No. 1 of OKUD 0710001

Cash flow statement

Indicator name	Code	Annual	For the same period last year
1	2	3	4
Current transactions cash flow			
Takings – total:	4110	690305	542095
Including:			
Takings from sales of production, goods, works and services	4111	382398	413959
from lease rents, license fee payment, royalty, commission	4112		
and other similar payments	4113		
from financial investments on-selling	4119	307907	128136
other takings			
Payments – total:	4120	(16947728)	(16971591)
Including:			
Subcontractor fees for basic stuff, materials, works and services	4121	(1937988)	(1479431)
payment for the labour of an employee	4122	(5175634)	(5092392)
interest on debenture	4123	(5496421)	(8598628)
profit tax	4124	(95832)	(1134831)
other payments	4129	(4241853)	(666309)
Current operations cash flow balance	4100	(16257423)	(16429496)

Investment activities cash flow

Takings – total:	4210 78349993 191596915
Including:	
fixed assets sales income (except financial operations)	4211 1095 1490
proceeds for shares of other organizations (share of participation)	4212 14110123 2720000
from loans granted repayment from debt security (rights of claim of cash to others) sales proceeds	4213 31331432 47395135
From dividends, debt financial investments and similar proceeds for shares of other organizations	4214 30293102 41760280
other takings	4219 2614241 99720010
Payments – total:	4220 (55572426) (129285914)
Including:	
Payments for fixed assets buy-out, creation, modernization, reconstruction and preparation for use	4221 (53202) (67826)
for shares of other organizations (share of participation) buy-out	4222 (7798219) (8487950)
for debt security (rights of claim of cash to others) buy-out, loans grants to others	
(rights of claim of cash to others) sales proceeds	4223 (5091894) (21462463)
Interest on debenture, included with investment asset cost	4224 _____
other payments	4229 (42629111) (99267675)
Investment operations cash flow balance	4200 22777567 62311001

TPN 7703104630

TRRC 774850001 page 035

Indicator name	Code	Annual	For the same period last year
1	2	3	4

Financial transactions cash flow

Takings – total:	4310 38996192 22429311
Including:	
Drawing upon credits and loans	4311 19500000 9519634
Money deposits of holders (participants)	4312 _____
Stock issue, increase of share of participation	4313 _____
Issue of debentures, data bills and other debt securities	4314 19496192 12909677
Other takings	4319 _____
Payments – total:	4320 (57960446) (48270691)
Including:	
Payments to holders (participants) because of stock call (share of participation) or their cessation of membership	4321 _____
Dividends and other profit appropriation payments in favor of holders (participants)	4322 (2419461) (514290)
Call (protection) of bills and other debt securities, credits and loans repayment	4323 (55526459) (46952776)
other payments	4329 (14526) (803625)
Financial transactions cash flow balance	4300 (18964254) (25841380)
Accounting period cash flow balance	4400 (12444110) 20040125
Cash and money equivalent balance for the beginning of the	

accounting period	4450 28403979 8710719
Cash and money equivalent balance for the end of the accounting period	4500 16277006 28403980
Effect of exchange rate changes as against rouble	4490 317137 (346864)

A Rider to the Array of capital employed cost estimating
of joint stock companies

(ratified by order of Ministry of Finance of Russian Federation

And Federal Securities Commission of Russia from January 29, 2003, №10n/036/pz)

Making-up of net asset cost estimating of joint stock companies

of 2011 year

RUR000's

Indicator name	Balance sheet line code	For the beginning of the accounting period	For the end of the accounting period
I. Assets			
1. Intangible assets	1110	268	270
2. Capital assets	1130	4 092 426	3847750
3. Construction-in-progress	1170	63 147	60 125
4. Income yielding investments into tangible assets	1140	-	-
5. Long-term and short-term investments <1>	1150+1240	452 042 791	453 160 659
6. Other fixed taxes <2>			
7. Inventory	1120+1160	126 064	2 201 852
8. Value added tax on acquired valuables	1210	36437	175 915
9. Receivable <3>	1220	6 564	32 844
10. Monetary assets	1230	27 961 504	19 590 617
11. Other current assets	1250	28 403 979	2 500 671
12. Total making-up assets (cumulation of data in paragraphs 1-11)	1260	5 702	3 904
		512 738 883	481 574 608
II. Liabilities			
13. Fixed borrowing liabilities	1410	49 630 649	39 894 775
14. Other fixed liabilities <4>, <5>	1420	239 737	20 971
15. Current borrowing liabilities	1510	17 835 477	14 225 077
16. Payables	1520	494 932	194 970
17. Income payment debts to participants (founders) <*>	15207	277	277
18. Expenses and provisions			
19. Other current liabilities	1540	2 537 387	1 446 871
20. Total making-up liabilities (cumulation of data in paragraphs 13-19)	1550	-	-
		70 738 182	55 782 663
21. net asset cost (total making-up assets (12 line) minus total making-up liabilities (line 20))		442 000 702	425 791 945

In compliance with p. 6.8.4. of Regulation on the procedure and criteria for evaluation of financial status of legal entities – founders (participants) of credit institution № 337-P of 19.06.2009 (without MTS-bank, Dal'combank)

408 220 083

<1> exclusive of repurchase of own stock of the holders actual cost

<2> inclusive of deferred tax assets value

<3> exclusive of share capital payment debts of participants (founders)

<4> inclusive of deferred tax liability value

<5> in the data for other current and non-current liabilities value there cumulations of reserve created in accordance with the established practice because of conditional adverbial modifier and of discontinuation of activities are given.

Chief executive officer _____ office Accountant _____
(signature) (signature interpretation) (signature) (signature interpretation)

<*> Cumulation of line 17 "Income payment debts to participants (founders)" is included in line 16 "Payables". The value of line 17 is ignored when summing-up the data for section II.

Round Seal: Open Joint-Stock Company. Primary State Registration Number 1027700003891. MOSCOW* Joint-Stock Financial Corporation "SISTEMA" .

OJSC SISTEMA JSFC

NOTES To the Financial Statements for 2011

General Data

Full Company Name:

Open Joint-Stock Company SISTEMA Joint-Stock Financial Corporation

Abbreviated Company Name: OJSC SISTEMA JSFC

Registered by the Moscow Chamber of Registration under Number 025.866 on 16 July 1993

Certificate of Record in the Uniform State Register of Legal Entities # 1027700003891

Legal Address: Building 1, 13 MOKHOVAYA St, Moscow 125 009

Location Address: Building 1, 13 MOKHOVAYA St, Moscow 125 009

Authorized capital stock as of 31 December 2011 – 868 500 thousand rubles – consists of:

9 650 000 thousand ordinary shares of the nominal value of 0.09 rubles

Market capitalization of the issuer by the end of Q4 of 2011 was 225 945 100 thousand rubles. The market capitalization was calculated with the use of the value of the issuer's shares at MICEX (www.micex.ru) as of 31 December 2011 – 23.414 rubles.

Under the decision of the Annual General Meeting of Shareholders (Minutes # 2-11 of 25 June 2011), a part of net profits in the amount of 2 509 000 thousand rubles was allocated in 2011 for the dividend payment. The dividends were paid with monetary funds at the rate of 0.26 rubles per one share in the amount of 2 509 000 thousand rubles within the period of at least 60 days after approval of the decision by the general meeting of shareholders. The dividends were paid in full.

In 2011, the activity of OJSC SISTEMA JSFC was carried out under the Articles of Association.

There were the following activities:

- Participation in the authorized capital stocks of other businesses;
- Extension of the Corporation's assets (property (real estate) units) for a valuable consideration for temporary use;
- Giving of securities (guarantees).

As of 31 December 2011, the number of personnel of OJSC SISTEMA JSFC was 199 persons; including those employees who performed work under the contracting agreements – 200 persons.

The executive bodies of the Corporation are the Collegial Executive Body – the Board and the Sole Executive Body – the President.

The composition of the Board as of 31 December 2011:

- M. SHAMOLIN – President, Chairman of the Board;
- A. ABUGOV – First Vice President, Head of the Strategy and Development Functional Division;
- A. BUYANOV – Senior Vice President, Head of the Finance Functional Division;
- A. GOLDIN – Vice President, Head of the Legal Functional Division;
- S. DROZDOV – Senior Vice President, Head of the Corporate Governance Functional Division;
- F. YEVTUSHENKOV – First Vice President, Head of the Core Assets Business Unit;
- A. TEREHENIN – Vice President, Head of the Corporate Communication Functional Division;
- R. NAGAPETJANTS – Senior Vice President, Head of the Developing Assets Business Unit.

The control over the financial and economic activity of the Corporation (the Internal Audit) is carried out by the Internal Audit Commission composed of 3 persons:

- A. KRUPKIN
- Y. KUZNETSOVA
- N. DEMESHKINA

OJSC SISTEMA JSFC is the largest public diversified financial corporation in Russia and CIS that provides its services to over 100 million consumers in such industries as Telecommunications, High-Tech Solutions, Fuel and Energy Complex and PETROCHEMISTRY, Radio and Space Technologies, Banking Business, Retail Trade, Mass Media, Tourism and Medical Services

A great attention will be paid to the asset structure enhancement for the purpose of the value creation. The new projects are financed at the Corporation's own expenses and due to the alliances with partners. The increase in operating expenses as a result of our business expansion will be covered with dividends from our subsidiaries.

In the loan capital area, the debt instrument diversification process will be continued.

OJSC SISTEMA JSFC is active in the use of the Russian and international capital markets to finance its activity, which allows the Company to optimize the structure of the sources of financing. The Company expands consistently the geography of the international investors and cooperates actively with the largest rating agencies to maintain and improve its credit ratings.

For the reporting period the principal income was formed due to the participation of the subs and affiliated companies, including MTS, in the authorized capital stock. Taking the fact into consideration that OJSC MTS is one of the leaders in the fast-growing and high-profitable telecommunications service market, OJSC SISTEMA JSFC, controlling OJSC MTS, can carry out control over the profit distribution and, therefore, the volume of the dividends being distributed.

There are no factors that would have a detrimental effect on the sales of its products (works, services) by the issuer, except force-majeure circumstances.

1. Basis for Making of the Statement

The accounting statement was formed under the Russian Accounting Standards established by federal Law # 129-FL of 21 November 1996 "Concerning Accounting", the Provision on Accounting and Reporting in the Russian Federation approved by Order of the Ministry of Finance of the Russian Federation # 34n of 29 July 1998 and the Provision on Accounting "Accounting Reporting of Businesses" (PA 4/99) approved by Order of the Ministry of Finance of the RF # 43n of 6 July 1999.

The accounting statement is presented in the volume of the accounting reporting forms approved by Order of the Ministry of Finance of the RF # 66n of 2 July 2010 "Concerning the Forms of Accounting Reporting of Businesses".

2. Change of the Authorized Capital Stock

There were no changes in the Company's authorized capital stock during the reporting year.

3. Accounting Policy Information

When forming the accounting reporting, no assumptions different from the ones provided by Paragraph 5 of PA 1/2008 applied.

When preparing the accounting reporting, there were no material uncertainties with respect to the events and conditions that may generate the significant doubt in the going concern assumption applicability.

During the reporting year, no alterations were made to the Company's Accounting Policy.

No substantial alterations were made to the Company's Accounting Policy for 2012.

4. Foreign Exchange Assets and Liabilities

When accounting the business transactions made in foreign currency, the official ruble rate effective on a day of transaction was applied. All monetary assets and liabilities the cost of which is expressed in foreign currency are reflected in the accounting reporting in the amounts calculated based on the official ruble rate:

Currency	RUB	
	Rate of the CB as of 31 December 2010	Rate of the CB as of 31 December 2011
1 US Dollar	30,4769	32,1961
1 Euro	40,3331	41,6714
1 Pound Sterling	47,2605	49,6335
100 Indian Rupee	67,8697	60,4451

The exchange rate differences arisen during the year on the transactions with assets and liabilities, as well as when converting them as of the reporting date, are recognized as the accounting of other revenues and expenses.

5. Short-Term and Long-Term Assets and Liabilities

The assets and liabilities are evaluated in the reporting by actual expenses. In the reporting, the assets (liabilities) are recognized as short-term, if the period of their circulation (redemption) does not exceed 12 months after the reporting date. All the other assets and liabilities are presented in the reporting as long-term.

6. Intangible Assets

In the composition of intangible assets, the registered trademarks are reflected. The intangible assets are reflected in the accounting by the cost equal to the amount of the actual purchase costs. The intangible asset depreciation is charged according to the linear method.

6.1. Availability and Flow of Intangible Assets

Indicator Name	Period	At the Beginning of the Year				Changes for the Period					As at the End of the Period	
		Initial Cost	Accumulated Depreciation and Impairment Loss	Entered	Retired		Depreciation Charged	Impairment Loss	Revaluation		Initial Cost	Accumulated Depreciation
					Initial Cost	Accumulated Depreciation and Impairment Loss			Initial Cost	Accumulated Depreciation		
Intangible Assets – Total	For 2011	290	(100)	62	-	-	(21)	-	-	-	352	(121)
	For 2010	1 102	(690)	-	(812)	(651)	(61)	-	-	-	290	(100)
Including: Exclusive Right of the Owner for the Trademark and Service Mark	For 2011	290	(100)	62	-	-	(21)	-	-	-	352	(121)
	For 2010	1 102	690	-	(812)	(651)	(61)	-	-	-	290	(100)

Thousands of Rubles

7. Fixed Assets

Then items of fixed assets are reflected in the accounting by the actual purchase costs.

In the reporting, all fixed assets (except the buildings) are shown by the initial cost minus the amount of depreciation accumulated for the whole period of the use.

The Company calculates the depreciation allocations by fixed assets according to the linear method within the beneficial use expectancy. The expectancy of beneficial use of the fixed assets purchased before 1 January 2002 is determined according to the depreciation regulations established by the "Uniform Regulations for the Depreciation Allocations for the Complete Recovery of Fixed Assets in the Russian Federation" approved by Decree of the Council of Ministers of the USSR # 1072 of 22 October 1990.

The expectancy of beneficial use of the fixed assets purchased after 1 January 2002 is determined under Decree of the Government # 1 of 1 January 2002 "Concerning the Classification of the Fixed Assets Included in the Depreciation Groups" and by the Company CEO's order.

All revenues and expenses from the fixed asset sales are reflected in the Statement of Assets and Liabilities (Profit and Loss Statement) through other revenues and expenses.

The real estate units are reflected in the balance sheet of the current (replacement) value. The revaluation for 2011 is performed and reflected in the balance sheet as of 31 December 2011 in the amount of 125 712 thousand rubles minus the accumulated depreciation revaluation (31 601 thousand rubles), total -- the allowance in the amount of 94 110 thousand rubles.

7.1. Availability and Flow of Fixed Assets

Indicator Name	At the Beginning of the Year		Entered	Changes for the Period			Revaluation		As at the End of the Period	
	Initial Cost	Accumulated Depreciation		Retired	Depreciation Charged	Initial Cost	Accumulated Depreciation	Initial Cost	Accumulated Depreciation	
										Initial Cost
FA, total:	5 363 453	-1 283 439	41 927	-8 032	6 479	-226 633	-125 712	31 601	5 271 636	-1 471 992
<i>Including:</i>										
Vehicles	41 660	-15 686	12 322	-1 564	990	-10 088			52 418	-24 784
Buildings	4 973 602	-1 074 998	1 849			-161 627	-125 712	31 601	4 849 739	-1 205 024
IT and Office Equipment	157 634	-106 108	27 729	-2 060	1 826	-23 445			183 303	-127 727
Machinery and Equipment	6 554	-3 480		-629	603	-477			5 925	-3 354
Other Tools	65 144	-28 776	749	-1 799	1 779	-11 542			64 094	-38 539
Furniture	96 317	-43 305	576	-611	582	-16 905			96 282	-59 628
Other Types of FA	22 542	-11 086	-1 298	-1 369	699	-2 549			19 875	-12 936

Thousands of Rubles

7.2. Data on the Leased Immovable Property

As of 1 January 2011

No. in Sequence	Leased Property Location Address	Area, square meters	LESSOR	Agreement	Period of Validity of Agreement
1	4 TVERSKAYA-YAMSKAYA St, Moscow	400.7	Moscow City Property Department Main Administration for Service of Diplomatic Corps of the Ministry of Foreign Affairs of Russia	01-00316/05 of 28 April 2005	Indefinite period
2	10 LEONTJEVSKIY Lane, Moscow	3026.6	Government Autonomous Establishment "Financial and Economic Directorate of the Moscow City Mayor's Office"	07087900 of 24 November 2006	Until 31 December 2011
3	Building 8, 11 MOKHOVAYA St, Moscow	305.7		654-03-08 of 9 February 2009	Indefinite period
4	17/9 PRECHISTENKA St, Moscow	58.7	USADJBA DAVYDOVYKH LLC	615 of 1 October 2010	Until 31 August 2011
5	Building 4, 8 SECHENOVSKIY Lane, Moscow	1484.4	USADJBA DAVYDOVYKH LLC	616 of 1 October 2010	Until 31 August 2011
6	Building 1, 13 MOKHOVAYA St, Moscow	347.8	SISTEMA Telecom Assets LLC	571 of 1 September 2010	Until 31 July 2011
7	17/9 PRECHISTENKA St, Moscow	737.6	USADJBA DAVYDOVYKH LLC	300 of 30 April 2010	Until 31 March 2011
8	Building 5, 17/8 PRECHISTENKA St, Moscow	592.1	USADJBA DAVYDOVYKH LLC	301 of 30 April 2010	Until 31 March 2011

As of 31 December 2011

No. in Sequence	Leased Property Location Address	Area, square meters	LESSOR	Agreement	Period of Validity of Agreement
1	4 TVERSKAYA-YAMSKAYA St, Moscow	400.7	Moscow City Property Department Main Administration for Service of Diplomatic Corps of the Ministry of Foreign Affairs of Russia	01-00316/05 of 28 April 2005	Indefinite period
2	10 LEONTJEVSKIY Lane, Moscow	3026.6	Government Autonomous Establishment "Financial and Economic Directorate of the Moscow City Mayor's Office"	07087900 of 24 November 2006	Until 31 December 2011
3	Building 8, 11 MOKHOVAYA St, Moscow	305.7		654-03-08 of 9 February 2009	Indefinite period
4	17/9 PRECHISTENKA St, Moscow	58.7	USADJBA DAVYDOVYKH LLC	615 of 1 October 2010	Indefinite period
5	Building 4, 8 SECHENOVSKIY Lane, Moscow	1484.4	USADJBA DAVYDOVYKH LLC	616 of 1 October 2010	Indefinite period
6	Building 1, 13 MOKHOVAYA St, Moscow	313.7	SISTEMA Telecom Assets LLC	164 of 1 August 2011	Until 30 June 2012
7	17/9 PRECHISTENKA St, Moscow	592.0	USADJBA DAVYDOVYKH LLC	63 of 30 March 2011	Until 29 February 2012
8	Building 5, 17/8 PRECHISTENKA St, Moscow	307.4	USADJBA DAVYDOVYKH LLC	64 of 30 March 2011	Until 29 February 2012

8. Financial Investment

8.1. Investment in Shares

In accordance with the adopted strategy, during 2011, OJSC SISTEMA JSFC invested monetary funds and securities in the shares of its subsidiaries and affiliated companies.

The book value of investment in the shares was:

Issuer	Thousands of Rubles		
	As of 31 December 2009	As of 31 December 2010	As of 31 December 2011
Total	337 032 690	420 474 737	385 668 641
Including the quoted shares, total:	271 568 486	348 344 352	293 138 685
OJSC MTS	188 149 338	202 336 300	150 352 235
OJSC GALS-DEVELOPMENT	2 781 546	75 883	19 434
OJSC CITRONICS	5 645 794	3 119 902	-
OJSC JSC BASHNEFT	74 991 808	142 797 267	142 489 660
OJSC Moscow Stock Exchange	-	15 000	4 944
Shares in Beneficial Ownership (BO)	-	-	272 412

The total (net) amount of the revaluation of shares for the reporting year was 53 753 314 thousand rubles and is reflected in the Profit and Loss Statement, Form 2, as other revenues (expenses). The total (net) amount of the revaluation of shares for the previous reporting year was 79 358 721 thousand rubles and is reflected in the Profit and Loss Statement, Form 2, as other revenues (expenses). Pursuant to Sub-Paragraph 24 of Paragraph 1 of Article 251 of the Tax Code of the RF, the revenues in the form of the positive (negative) difference obtained after revaluation of securities by market value (and at introduction into the authorized capital stock of other businesses) are not accounted in determining the tax base on the profits tax. On those debt securities, on which the current market value was not determined, the difference between the initial cost and the nominal value within the period of their circulation, charged according to the procedure established by PA 19/02, was 832 thousand rubles in 2011. Within the reporting period, the Company made a contribution to the authorized capital stock of OJSC RTI, when being created, in the form of the shares of OJSC RTI Systems Concern (97% of the authorized capital stock of OJSC RTI Systems Concern) evaluated in the amount of 13 600 000 thousand rubles and monetary funds in the amount of 2 880 000 thousand rubles. The valuation of the contribution with property was determined by such independent assessor as "2K Audit – Business Consultations".

8.2. Method of Evaluation of Financial Investment on Their Retirement

The financial investment in the form of the non-equity securities, contributions to the authorized (joint-stock) capitals of other businesses (except the joint-stock companies' shares), the receivables purchased according to the assignment of claims, the Corporation's contributions under the simple partnership agreement, the loans granted to other businesses and deposits with the credit institutions, is evaluated on their retirement at the initial cost of their purchase (acquisition) (Paragraphs 26 and 27 of PA 19/02).

The financial investment in the form of the equity securities, on which the current market value is not determined, is evaluated on their retirement at the average initial cost.

The financial investment on which the current market value is determined is evaluated on their retirement at the cost determined according to the last evaluation (Paragraph 30 of PA 19/02).

8.3. Long-Term Financial Investment Structure:

Indicator Name	Thousands of Rubles	
	As of 1 January 2011	As of 31 December 2011
Long-Term Financial Investment, Including:		
- Investment in shares	434 528 574	390 877 129
- Loans granted for the period of over 12 months	420 474 737	385 471 593
- Loans granted for the period of over 12 months	9 337 376	2 575 328
- Notes with the period of maturity of over 12 months	4 716 461	1 621 595

The noninterest-bearing notes are accounted through receivables to Balance Sheet Line Code 1230.

8.4. Short-Term Financial Investment Structure

Indicator Name	Thousands of Rubles	
	As of 1 January 2011	As of 31 December 2011
Short-term Financial Investment, including:	17 514 218	62 283 530
Loans granted to other businesses for the period up to 12 months	6 347 060	2 748 492
Notes with the period of maturity up to 12 months	4 822 005	7 186 468
Deposits	3 300 000	50 512 029
Other short-term investment	3 045 153	1 836 540

8.5. Other Non-Current Asset Structure:

Indicator Name	Thousands of Rubles	
	As of 1 January 2011	As of 31 December 2011
Other non-current assets, including:	63 147	60 125
- Prepaid expenses with the period of maturity of over 12 months	63 147	60 125

9. Long-Term Liabilities

Indicator Name	Thousands of Rubles	
	As of 1 January 2011	As of 31 December 2011
Notes issued with the maturity date of no earlier than 31 December 2012	4 630 654	894 735
Treasury bonds	44 999 995	39 000 040
Deferred tax liabilities	239 737	20 970
Total	49 870 386	39 915 745

All debentures on the loans and credits obtained are to be repaid on a timely basis.

Information on Loans and Credits

As of 31 December 2010

Long-Term Loans and Credits

Notes Issued (Long-Term)

Note Number	Value	Type	Thousands of Rubles
			Period of Maturity
Note # 0000018 of 20 November 2009/First Holder – CJSC TRIADA-Invest	78 581	Noninterest-bearing	PPNNR 20.11.17
Note # 0000019 of 20 November 2009/First Holder – CJSC TRIADA-Invest	1 473	Noninterest-bearing	PPNNR 20.11.17
Note # 0000020 of 20 November 2009/First Holder – CJSC TRIADA-Invest	6 144	Noninterest-bearing	PPNNR 20.11.17
Note # 0000021 of 20 November 2009/First Holder – CJSC TRIADA-Invest	5 439	Noninterest-bearing	PPNNR 20.11.17
Note # 0000022 of 20 November 2009/First Holder – CJSC TRIADA-Invest	211 167	Noninterest-bearing	PPNNR 20.11.17
Note # 0000023 of 20 November 2009/First Holder – CJSC TRIADA-Invest	618 457	Noninterest-bearing	PPNNR 20.11.17
Note # 0000083 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LLC	65 000	Interest-bearing	PPNNR 31.01.12
Note # 0000084 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LLC	65 000	Interest-bearing	PPNNR 29.02.12
Note # 0000085 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LLC	65 000	Interest-bearing	PPNNR 31.03.12

Note # 0000111 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.05.14
Note # 0000112 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 30.06.14
Note # 0000113 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.07.14
Note # 0000114 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.08.14
Note # 0000115 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 30.09.14
Note # 0000116 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.10.14
Note # 0000117 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 30.11.14
Note # 0000118 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.12.14
Note # 0000119 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.01.15
Note # 0000120 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 28.02.15
Note # 0000121 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 03.03.15
Note # 0000122 of 29 June 2010. Prep. no earlier than on 30 April 2015 + 8.0% (Rate of the CE – 7.75 x 1.1 = 8.525%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 30.04.15
Note # 0000123 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.05.15
Note # 0000124 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	200 000	Interest-bearing	PPNNR 31.05.15
Note # 0000125 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	200 000	Interest-bearing	PPNNR 31.05.15
Note # 0000126 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	200 000	Interest-bearing	PPNNR 31.05.15
Note # 0000127 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	200 000	Interest-bearing	PPNNR 31.05.15
Note # 0000128 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	262 000	Interest-bearing	PPNNR 31.05.15
Note # 0000129 of 29 June 2010 + 8.0% First Holder – Interregional Center "Independence" LCC	20 407	Interest-bearing	PPNNR 31.05.15
Total	4 478 703		

Bonds issued (Long-Term)

Number of Issue	Value	Type	Maturity Date
Bonds, Reg. # 4-01-01669-A of 21 February 2008. Offering start – 13 March 2008/Circulation period – 7 March 2012/+9.45% (Coupon I, II) + 19% (Coupon III, IV) ++ 9.45% (Coupon V-IX)	5 999 995	Interest-bearing	07.03.2013
Bonds, Reg. # 4-02-01669-A of 3 February 2009. Offering start – 18 August 2009/Circulation period – 12 August 2014/+14.75% (Coupon I-V)	20 000 000	Interest-bearing	12.08.2014

Thousands of Rubles

Bonds, Reg. # 4-03-01669-A of 27 October 2009. Offering start – 3 December 2009/Expiration period – 2 November 2016/+12.5% (Coupon I-VII)	1 000000	Interest-bearing	02.11.2006
Total	44 999 995		

Long-Term Securities in Total
Interest

49 478 698

151 951

Short-Term Loans and Credits

Notes Issued (Short-Term)

Note Number	Value	Type	Period of Maturity
Note # 0000024 of 3 December 2009/First Holder – CJSC TRIADA-Invest	163 473	Noninterest-bearing	PPNNR 03.12.14
Note # 0000025 of 17 March 2010 + 4.5%/First Holder – Non-State Pension Fund SISTEMA	27 089	Interest-bearing	PPNNR 17.03.11
Note # 0000027 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	900 000	Interest-bearing	PPNNR 29.04.10
Note # 0000026 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	900 000	Interest-bearing	PPNNR 29.04.10
Note # 0000029 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.04.10
Note # 0000030 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.04.10
Note # 0000031 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.05.10
Note # 0000032 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.05.10
Note # 0000033 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.05.10
Note # 0000034 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.05.10
Note # 0000035 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.06.10
Note # 0000036 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.06.10
Note # 0000037 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.06.10
Note # 0000038 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.06.10
Note # 0000069 of 14 December 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.12.10
Note # 0000070 of 14 December 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.01.11
Note # 0000071 of 14 December 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	46 696	Interest-bearing	PPNNR 28.02.11
Note # 0000076 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 30.06.11
Note # 0000077 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.07.11

Note # 0000078 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.08.11
Note # 0000079 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 30.09.11
Note # 0000080 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.10.11
Note # 0000081 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 30.11.11
Note # 0000082 of 29 June 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.12.11
Note # 0000132 of 28 June 2010/First Holder – OJSC COMSTAR-OTS	126 839	Noninterest-bearing	PPNNR 31.12.10
Note # 040311 of 4 March 2008/First Holder – OJSC Concern "Radio-Technical and Information Systems"	20 260	Noninterest-bearing	04.03.2009
Note # 2389078 of 16 December 1997/First Holder – OJSC JSC STD Region	10	Noninterest-bearing	PPNNR 01.09.07
Note # 3868357 of 20 September 2001/Issuer – OJSC "KNT & Co.	20 545	Noninterest-bearing	PPNNR 31.12.10

Total **9 789 913**

Credits Obtained (Short-Term)

			Thousands of Rubles
Creditor	Agreement Number	Maturity Date	Amount Including Interest
VTB Bank	Loan Agreement 2538 of 23 December 2010 + 6.7%	31.01.2011	1 000
Royal Bank of Scotland N.V. (ex-ABN AMRO BANK N.V.)	Agreement unnumbered of 21 March 2008 + LIBOR + 2.65% Creation of obligations: 9 June 2008	21.03.2011	1 302 882
EBRC	LA of 21 July 2009/ EURIBOR3 MNT + 7.3%/From 15 June 2010 EURIBOR3 MNT + 5.2%/Creation of obligations: 22 July 2009	21.07.2011	4 884 506

Total **6 188 388**

Bond Interest Due **1 857 175**

Short-Term Loans and Credits in Total **17 835 477**

As of 31 December 2011

Notes Issued (Long-Term)

				Thousands of Rubles
Note Number	Value	Type	Period of Maturity	
Note # 0000018 of 20 November 2009/First Holder – CJSC TRIADA-Invest	78 581	Noninterest-bearing	PPNNR 20.11.17	
Note # 0000019 of 20 November 2009/First Holder – CJSC TRIADA-Invest	1 473	Noninterest-bearing	PPNNR 20.11.17	

Note # 000020 of 20 November 2009/First Holder – CJSC TRIADA-Invest	6 144	Noninterest-bearing	PPNNR 20.11.17
Note # 000021 of 20 November 2009/First Holder – CJSC TRIADA-Invest	5 439	Noninterest-bearing	PPNNR 20.11.17
Note # 000022 of 20 November 2009/First Holder – CJSC TRIADA-Invest	21 167	Noninterest-bearing	PPNNR 20.11.17
Note # 000023 of 20 November 2009/First Holder – CJSC TRIADA-Invest	618 457	Noninterest-bearing	PPNNR 20.11.17
Note # 000024 of 3 December 2009. Prep. no earlier than or 3 December 2014/First Holder – CJSC TRIADA-Invest	163 473	Noninterest-bearing	PPNNR 03.12.14
Total	894 735		

Bonds Issued (Long-Term)

Issue Number	Value	Type	Thousands of Rubles Maturity Date
Bonds Reg # 4-01-01669-A of 21 February 2008. Offering start – 18 March 2008/Circulation period – 7 March 2013/+9.45% (Coupon I, II) + 19% (Coupon III, IV) – 9.45% (Coupon V-IX)	5 999 995	Interest-bearing	07.03.2013
Bonds Reg # 4-02-01669-A of 3 February 2009. Offering start – 18 August 2009/Circulation period – 12 August 2014/+14.75% (Coupon I-V)	11 358 340	Interest-bearing	12.08.2014
Bonds Reg # 4-03-01669-A of 27 October 2009. Offering start – 3 December 2009/Circulation period – 2 November 2016/+12.5% (Coupon I-VII)	8 141 660	Interest-bearing	02.11.2016
Bonds Reg # 4-04-01669-A of 27 January 2011. Offering start – 22 March 2011/Circulation period – 15 March 2016/+11.65%	13 500 045	Interest-bearing	15.03.2016
Total	39 000 040		

Long-Term Securities in Total

39 894 775

Short-Term Loans and Credits

Credits Obtained (Short-Term)

Creditor	Agreement Number	Maturity Date	Amount in Currency, thousands of EUR	Amount in Rubles, thousands of RUB
EBRD	LA of 21 July 2009/Maturity Date: 21 July 2012/EURIBOR3 MNT + 7.3%/From 15 June 2010 EURIBOR3 MNT + 5.2%/Creation of obligations: 22 July 2009	21.07.2012	60 000	2 500 284

Total

2 500 284

Interest Due on the Credits Obtained

25 428

Notes Issued (Short-Term)

Thousands of Rubles

Note Number	Value	Type	Period of Maturity
Note # 000025 of 17 March 2010 + 4.5%/First Holder – Non-State Pension Fund SISTEMA	27 089	Interest-bearing	PPNNR 17.03.11

Note # 000027 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	900 000	Interest-bearing	PPNNR 29.04.10
Note # 000028 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	900 000	Interest-bearing	PPNNR 29.04.10
Note # 000029 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.04.10
Note # 000030 of 29 March 2010 + 5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.04.10
Note # 000031 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.05.10
Note # 000032 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.05.10
Note # 000033 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.05.10
Note # 000034 of 29 March 2010 + 5.5%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.05.10
Note # 000035 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.06.10
Note # 000036 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	500 000	Interest-bearing	PPNNR 29.06.10
Note # 000037 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.06.10
Note # 000038 of 29 March 2010 + 6%/First Holder – Trust-Broker LLC	1 000 000	Interest-bearing	PPNNR 29.06.10
Note # 000063 of 20 September 2011. PPNNR 24.09.12/First Holder – CJSC MEDSI Group of Companies	450 000	Noninterest-bearing	PPNNR 24.09.12
Note # 000070 of 14 December 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	65 000	Interest-bearing	PPNNR 31.01.11
Note # 000071 of 14 December 2010 + 8.0%/First Holder – Interregional Center "Independence" LCC	46 696	Interest-bearing	PPNNR 28.02.11
Note # 000133 of 7 June 2011. PPNNR 05.12.12 + 8.0%/First Holder – Interregional Center "Independence" LCC	100 000	Interest-bearing	PPNNR 05.12.12
Note # 000134 of 7 June 2011. PPNNR 05.12.12 + 8.0%/First Holder – Interregional Center "Independence" LCC	100 000	Interest-bearing	PPNNR 05.12.12
Note # 000135 of 7 June 2011. PPNNR 05.12.12 + 8.0%/First Holder – Interregional Center "Independence" LCC	100 000	Interest-bearing	PPNNR 05.12.12
Note # 000136 of 7 June 2011. PPNNR 05.12.12 + 8.0%/First Holder – Interregional Center "Independence" LCC	100 000	Interest-bearing	PPNNR 05.12.12
Note # 000137 of 7 June 2011. PPNNR 05.12.12 + 8.0%/First Holder – Interregional Center "Independence" LCC	50 000	Interest-bearing	PPNNR 05.12.12
Note # 000138 of 7 June 2011. PPNNR 05.12.12 + 8.0%/First Holder – Interregional Center "Independence" LCC	77 116	Interest-bearing	PPNNR 05.12.12

Total: 9 915 902

Interest Due on the Short-Term Notes 605 287

Bond Interest Due 1 178 176

Short-Term Loans and Credits in Total 14 225 077

10. Inventories

The inventories are evaluated in the amount of the actual purchase costs.

In case of release to production and other retirement of inventories, their evaluation is performed at the average cost. The average cost is calculated by each nomenclature number of inventories within the tangible asset group.

10.1. Inventory Availability and Behavior

Thousands of Rubles					
Indicator Name	Period	At the Beginning of the Year	Changes for the Period		At the End of the Period
		Self-Cost	Revenues and Expenses	выбыто	Self-Cost
				Self-Cost	
Inventories – Total	For 2011	21 674	157 022	-149 731	175 915
	For 2010	36 625	38 397	-53 348	21 674
Including:					
Raw, materials and other similar values	For 2011	876	48 571	-41 280	8 167
	For 2010	1 063	38 397	-38 584	876
Deferred expenses (for the analytical accounting items reflected as "Inventories" in the balance sheet)	For 2011	20 798	206 499	59 549	167 748
	For 2010	35 562	0	-14 764	20 798

11. Revenues

For the purposes of the book keeping for 2011, the Corporation recognizes the following as the Revenues from Ordinary Activities:

- Share participation in the other businesses' activities, the result of which is the dividend flow;
- Extension of its assets for a valuable consideration for temporary use under the lease agreement;
- Giving the guarantees for other persons to their creditors;
- Rendering services under the agency agreements (commission agreements, appointment agreements, etc.);
- Rendering the information and consulting services;
- Other activities.

As the Other Revenues:

- Transactions on trusting securities (or other property) under the agreements entered into with the trustees;
- Making the securities transactions;
- Making the FX transactions for the foreign currency supply (on a deferred basis);
- Sales of the fixed assets, securities and other assets different from the products, goods and monetary funds (except foreign currency);
- Assignment of monetary funds for the use;
- Incomes of prior years identified in the reporting year;
- Other transaction.

In case of change of the business environment during the reporting period, the incomes (revenues) from other business transactions may be recognized as the incomes (revenues) from ordinary activities.

The proceeds are reflected in the accounting in the amount calculated in monetary terms and equal to the value of the cash and other property inflow and (or) to the amount of receivables.

Thousands of Rubles				
Type of Income	2011	%	2010	%
Proceeds:	29 208 979	100	42 188 113	100
Participation in the authorized capital stock	28 658 070	98	41 390 818	98
Other operating income	550 909	2	797 295	2

Interest Receivables	2 831 546	100	2 615 670	100
Other Income, including:	116 447 056	100	184 967 477	100
Revaluation of the quoted shares	59 373 428	51	104 318 990	56
Sales of notes and bonds	0	0	23 626 483	13
Purchase and sale of shares, equity units, publicly traded securities on the fiduciary management	18 842 915	16	16 803 043	9
Payment of notes	16 750 977	14	16 733 273	9
Foreign currency purchase and sale-related revenues	3 362 520	3	14 279 328	8
Exchange rate differences	4 669 420	4	6 037 039	3
Other income, including: <i>Difference in the cost of securities when contributed to the authorized capital stock</i>	13 447 796 13 017 306	12	3 169 320	2

13. General Expenses

The general business expenses were wholly attached to the account of the sales of products (works, services). The holiday allowances and 2011 premiums (bonuses) due in 2012 accrued at the expense of the reserve, were accounted through expenditures.

The aggregate costs for the payment of the power resources used during 2001 were amounted to 31 700 thousand rubles, including VAT.

13.1. Production Expenses

Indicator Name	Thousands of Rubles	
	For 2011	For 2010
Tangible Costs	3 034	29 750
Payroll Expenses	7 268 878	8 289 215
Allocations for Social Needs	148 239	53 204
Depreciation	230 748	227 790
Other expenses, including:	1 212 178	1 076 760
<i>Information and consulting services</i>	<i>208 915</i>	<i>184 795</i>
<i>Personnel lease</i>	<i>135 275</i>	<i>83 336</i>
<i>General occupancy expenses</i>	<i>230 364</i>	<i>225 049</i>
<i>Business meetings</i>	<i>123 920</i>	<i>78 082</i>
<i>Taxes</i>	<i>88 417</i>	<i>87 111</i>
<i>Moscow transport maintenance costs</i>	<i>66 308</i>	<i>95 771</i>
<i>Petty cash</i>	<i>56 058</i>	<i>110 345</i>
<i>Other</i>	<i>302 921</i>	<i>212 271</i>
General Expenses in Total	8 863 077	9 676 719

14. Prepaid Expenses

Those expenses incurred by OJSC SISTEMA JSFC in the reporting year, but related to the future reporting periods, are reflected as the prepaid expenses. Such expenses are written off as intended on a straight-line basis within those periods, to which they are related, or under the CEO's order.

15. Receivables

Classification of Receivables	Thousands of Rubles	
	As of 31 December 2010	As of 31 December 2011
Long-Term		
Noninterest-bearing notes	1 993 079	452 369
Long-term receivables in total	1 993 079	452 369
Short-Term		
Settlements with purchasers and clients	987 340	1 060 587
Noninterest-bearing notes	21 567 351	14 173 848
Other receivables	3 413 734	3 903 813
Short-term receivables in total	25 968 425	19 138 248
Receivables in total	27 961 504	19 590 617

15.1. Trade Receivables

The trade receivables were determined based on the terms and conditions of the agreements between OJSC SISTEMA JSFC and its customers (clients).

The amount of the short-term trade receivables with an allowance for the provision accrued for the doubtful debt as of 31 December 2011 was 1 060 587 thousand rubles.

15.2. Provision for Doubtful Accounts	Thousands of Rubles
Active Management	3 196
Agreement УД-12/12 of 31 December 2008	3 196
ALPHA-PLAST	5 802
Guarantee Agreement 1441-1/05 of 20 April 2005	5 802
Basic	23 212
Guarantee Agreement 1367-4/04 of 2 December 2004	23 212
CJSC Delta Telecom	54 545
Guarantee Agreement # П-9212/25 of 27 September 2007	21 455
Guarantee Agreement # П-9307/19 of 27 September 2007	18 937
Guarantee Agreement # П-9352/14 of 27 September 2007	14 153
DOBLESTJ OTECHESVA	766
Agreement # УД-07-08/4 of 1 July 2008	766
Consult-Media	5 045
Guarantee Agreement 1439-1/05 of 20 April 2005	5 045
Meridian	4 049
Settlements of claims	4 049
Moscow Cellular Communication	52 090
Guarantee Agreement # П-9198/12 of 27 September 2007	5 529
Guarantee Agreement # П-9340/13 of 27 September 2007	46 561
Moscow School of Hairdressing and Cosmetic Services	5 095
Lease Agreement 3/СГ-04/А of 15 March 2004	5 095
TOTAL	153 799
Provision for Notes and Loans	
CJSC MEDSI Fitness (previously, CJSC Sports Program Center (previously, KSRFK&S ANO))	6 228
Demand Note 2636200 of 7 February 2007. Issuer – CJSC MEDSI Fitness/31 December 2010 – The provision for doubtful accounts was created	6 228
MEDSI Holding	20 053
Loan Agreement # 14-05/MX of 14 May 2004/Maturity date – 1 December 2005. Under LA # 1 – until 30 December 2009/31 December 2011 – The provision for doubtful accounts was created	20 053
New Sports Company and TNV Company	2 155
Demand Note 0001-05 of 3 August 2005. Issuer – New Sports Company and TNV Company/31 December 2010 – The provision for doubtful accounts was created	2 155
Olympic System	3 075
Guarantee Agreement 1374-4/04 of 28 December 2004	3 075
Olympic House	375
Demand Note 008 of 29 May 2006. Issuer – Olympic House/31 December 2010 – The provision for doubtful accounts was created	375
Rubicon Nord	11 472
Guarantee Agreement 1294-4/04 of 2 December 2004	11 472
OJSC Venture System	12 670
Loan Agreement # 12-07/CB of 12 July 2004/Maturity Date – 12 July 2006. Under LA of 26 July 2006 – until 12 July 2011/31 December 2010 – The provision for doubtful accounts was created	10 972
Guarantee Agreement # 1612-1/05 of 1 November 2005	1 698
CJSC SISTEMA International Investment Group	659
Demand Note 01 of 12 November 2008. Issuer – CJSC SISTEMA International Investment Group/31 December 2010 – The provision for doubtful accounts was created	659
SISTEMNYJ PROEKT	359 992
Demand Note SP # 053 of 30 June 2009, no earlier than on 30 June 2010 + 10.2%. Promissory Notes Exchange Agreement of 30 June 2009 – Interest receivable	328 059
Guarantee Agreement # 1387-1/04 of 10 January 2005	31 933
FINECO-Invest	16 429
Demand Notes (5pcs.) ## 01, 02, 03, 04, 05 of 1 July 2008. Issuer – FINECO-Invest/31 December 2010 – The provision for doubtful accounts was created	16 429
TOTAL	433 107
TOTAL	586 906

16. Provisions for Future Expenses for Devaluation of Financial Investments

16.1. Estimated Liabilities

Thousands of Rubles

Indicator Name	Balance at the Beginning of the Year	Recognized	Repaid	Written-Off as the Excessive Amount	Balance at the End of the Period
Estimated Liabilities in Total	2 537 387	1 446 871	(2 493 030)	(44 357)	1 446 871
Including:					
Provision for the premium for Q4 of 2010	142 996	-	(131 842)	(11 154)	-
LTI (long-term) reserve	1 823 995	-	(1 824 034)	39	-
Provision for the Annual Premium for 2010	570 396	-	(534 807)	(35 590)	(1)
Provision for the Annual Premium for 2011	-	436 672	-	-	436 672
Provision for the premium for Q4 of 2011	-	101 791	-	-	101 791
Insurance premiums and traumatism, premiums for Q4 - 2010	-	10 383	-	-	10 383
Insurance premiums and traumatism, annual premium for 2011	-	44 541	-	-	44 541
Provision for vacation	-	774 483	-	-	774 483
Insurance premiums, vacation	-	77 452	-	-	77 452
Contributions for traumatism, vacation	-	1 549	-	-	1 549
Other	-	-	(2 348)	2 348	-
Provision for the Devaluation of Financial Investments		197 048			197 048

17. Earned Capital

The change in the earned capital related to the reflection of revaluation of the real estate units:

Thousands of Rubles

Period	Initial Cost	Depreciation	Total
With annual characteristics of 1 January 2010			1 615 793
For 2010	358 665	(95 877)	262 788
For 2011	(132 722)	38 612	(94 110)
Totals of 31 December 2011			1 784 471

18. Surplus

The surplus is intended for the provisioning of those losses, which although are not determined in specific terms, but may take place in the economic turnover. Under a company Statutes, the surplus is created due to net profits up to reaching 5% of the authorized capital stock. In 2011, no accruals were made to the surplus.

19. Accounting Profit Structure

Thousands of Rubles

Indicator Name	2011	2010
Sales Profit, total, including:	20 345 902	32 511 395
Dividends received adjusted for taxation	28 658 070	41 390 818
Interest Due Minus Interest Receivable	(2 898 940)	(7 297 205)
Profit/Loss from Other Transactions, total	(32 589 604)	87 814 834
Including:		
- revaluation of the quoted shares	(53 753 314)	79 358 721
- profit from the sales of shares, notes	11 947 776	8 531 151
- exchange rate differences (net)	519 508	462 585
- other income/expenses	8 696 426	(537 623)
Profit/Loss Before Tax	(15 142 642)	113 029 024
Withholding tax, other	(751 179)	(842 751)
Current profits tax	(6 379)	(514 121)
Deferred tax assets	2 075 788	95 428
Deferred tax liabilities	218 766	(72 633)
Net Profit	(13 605 646)	111 694 947

20. Profits Tax

For tax purposes, OJSC SISTEMA JSFC recognizes the proceeds from sales as services are rendered. The profits tax is calculated in accordance with the Tax Code of the RF. The rate of the tax on profits on the main activity is 20%. On revenues in the form of %% (ACI – Accumulated Coupon Income) on the government and municipal securities – 15% (such regulation is related to the corresponding incomes received from trusting the funds). The rate of the tax on the dividends received from the Russian legal entities in 2011 was 9%. The rate of the tax on the dividends received from the foreign legal entities is 15%.

The deferred tax assets and liabilities on the profits tax are reflected with the use of the balance method, with an allowance to the time differences between the tax accounting data and the data included in the accounting reporting (PA 18/02).

The amount of overpayment on the profits tax is not accounted through the deferred assets (it is reflected in the balance sheet in the “Other Receivables” item).

Difference between the Accounting and Tax Accounting Data

#	Indicator Name	Thousands of Rubles	
		2011	2010
1	Provisional profits tax expense (income)	8 101 184	(15 230 181)
2	Permanent tax liabilities (assets)	(6 564 026)	13 907 132
3	Deferred tax assets	(2 075 788)	(95 428)
4	Deferred tax liabilities	(218 766)	72 633
5	Tax on income in the form of dividends, tax sanctions, etc.	(751 018)	(831 723)
6	Current profits tax	(6379)	(514 121)

21. Profit per Share

The base profit (loss) per share reflects a part of the profit (loss) of the reporting period, due to those shareholders who hold the ordinary shares. It is calculated as the ratio of the base profit (loss) for the reporting period to the average weighted number of the outstanding ordinary shares within the reporting year. The base profit (loss) is equal to the net profit (loss):

#	Indicator Name	Thousands of Rubles	
		2011	2010
1	Base profit (loss) for the reporting year	(13 605 646)	111 694 947
2	Average weighted number of ordinary shares, thousands of PCS.	9 650 000	9 650 000
3	Base profit (loss) per share, RUB	(1,4)	11,6

22. Information on Related Parties

OJSC SISTEMA JSFC is a public company and publishes the Issuer’s Report on a quarterly basis (in accordance with the FFMS regulations) which contains a complete list of its affiliated persons. The complete list of the related parties as of 31 December 2011 is placed in the “List of Affiliated Persons” section on the Internet: <http://www.sistema.ru/info/sistema>

Transaction Name	Total	Thousands of Rubles	
		Related Parties	Other
2011			
Revenues from giving the guarantees	292 701	243 726	48 975
Revenues from the asset lease-out	353 759	211 656	142 103
Sales of other services, goods, products	1 581	485	1 097
Purchase of other services	4 139 681	2 169 437	1 970 244
Purchase of goods and other assets	112 528	4 167	108 361
Loan interest receivable	677 368	649 702	27 666
Note interest receivable	245 926	232 137	13 789
Bond interest receivable	326 022	326 022	0

Assignment: Interest Receivable	404 966	132 941	272 025
Dividends Receivable, including:	28 658 070	28 651 899	6 171
<i>BASHNEFT OC</i>	14 002 902	14 002 902	0
<i>MTS</i>	9 250 708	9 250 708	0
<i>OJSC SISTEMA Invest</i>	4 044 444	4 044 444	0
Loans granted with interest, including:	7 649 761	7 437 761	212 000
<i>SISTEMA SHYAM Teleservices Limited</i>	1 424 390	1 424 390	0
Sales of notes, bonds	0	0	0

In 2011, the prices on transactions with the related parties were set under the regular commercial terms.

Settlements with Related Parties as of the Reporting Date			Thousands of Rubles
Indicator Name	Total	Related Parties	Other
As of 31 January 2011			
Receivables	27 961 504	26 304 554	1 656 950
Loans granted (including interest), including:	15 684 436	15 358 868	325 568
<i>SISTEMA SHYAM Teleservices Limited</i>	7 009 687	7 009 687	
<i>HURDSFIED Corporation</i>	4 821 687	4 821 687	
Payables	494 932	90 954	403 978
Notes received, including:	33 338 853	32 625 784	713 069
<i>CJSC SISTEMA INVENTURE</i>	11 979 367	11 979 367	
<i>SISTEMA Finance Investments</i>	10 547 921	10 547 921	
<i>SISTEMA Telecom Assets</i>	3 018 300	3 018 300	
<i>CITRONICS-Management</i>	1 778 732	1 778 732	
<i>PROMTORGISENTR</i>	1 121 653	1 121 653	
Securities granted	78 099 615	70 253 958	7 845 657
As of 31 December 2011			
Receivables	19 590 617	18 970 244	620 373
Loans granted (including interest), including:	5 323 820	5 323 820	
<i>MTS-Bank</i>	1 000 000	1 000 000	
<i>SISTEMA Venture Capital</i>	1 056 861	1 056 861	
Payables	194 970	107 154	87 816
Notes received, including:	17 627 432	16 801 671	825 760
<i>SISTEMA Finance Investments</i>	11 077 607	11 077 607	
<i>SISTEMA Telecom Assets</i>	1 918 300	1 918 300	
<i>PROMTORGISENTR</i>	1 121 653	1 121 653	
Securities granted	103 761 142	103 761	

Transaction Name	Total	Thousands of Rubles	
		Related Parties	Other
2010			
Revenues from giving the guarantees	382 061	369 963	12 098
Revenues from the asset lease-out	112 801	109 055	3 746

Sales of other services, goods, products, including:	1 306 293	1 306 293	-
<i>OJSC MOSDACHTREST</i>	<i>1 148 732</i>	<i>1 148 732</i>	-
Purchase of other services	344 892	212027	132 865
Purchase of goods and other assets	2 921	2 174	747
Loan interest receivable	682 398	470 527	211 871
Note interest receivable	270 817	270 817	-
Bond interest receivable	382 008	246 218	135 790
Assignment Interest Receivable	220 706	128 114	92 592
Dividends Receivable, including:	41 401 535	41 390 465	11 070
<i>BASHNEFT OC</i>	<i>22 843 921</i>	<i>22 843 921</i>	-
<i>MTS</i>	<i>9 797 861</i>	<i>9 797 861</i>	-
Loans granted with interest, including:	15 836 320	8 682 534	7 153 786
<i>SISTEMA SHYAM Teleservices Limited</i>	<i>7 009 687</i>	<i>7 009 687</i>	-
Sales of notes, bonds	1 524 854	-	1 524 854

In 2010, the prices on transactions with the related parties were set under the regular commercial terms.

Settlements with Related Parties for the Previous Reporting Period

Thousands of Rubles

Indicator Name	Total	Related Parties	Other
As of January 2010			
Receivables	5 226 122	671 372	4 554 750
Loans granted (including interest), including:	27 119 095	13 708 297	13 410 798
<i>SISTEMA SHYAM Teleservices Limited</i>	<i>6 959 480</i>	<i>6 959 480</i>	-
<i>IBRD</i>	<i>5 398 698</i>	<i>5 398 698</i>	-
<i>HURDSFIED Corporation</i>	-	-	<i>11 746 175</i>
Payables	2 749 141	2 743 967	5 174
Notes received, including:	17 324 470	14 432 773	2 891 697
<i>SISTEMA Finance Investment Group</i>	<i>9 115 602</i>	<i>9 115 602</i>	-
<i>CITIBANK Management</i>	-	-	<i>1 778 830</i>
Securities granted	44 990	44 990	-
As of 31 December 2010			
Receivables	2 336 899	2 098 985	237 914
Loans granted (including interest), including:	8 682 534	8 682 534	-
<i>SISTEMA SHYAM Teleservices Limited</i>	<i>7 009 687</i>	<i>7 009 687</i>	-
Payables	86 165	72 363	13 802
Notes received, including:	28 438 637	28 438 637	-
<i>CJSC SISTEMA INVENTURE</i>	<i>12 009 614</i>	<i>12 009 614</i>	-
<i>SISTEMA Finance Investment Group</i>	<i>10 547 921</i>	<i>10 547 921</i>	-

23. Contingent Liabilities

OJSC SISTEMA JSFC became the security for the third parties, which are mostly its subsidiaries.

Liability and Payment Securities Granted as of 31 December 2010

Thousands of Rubles			
Creditor	Borrower	Agreement	Amount of Liability
SING BANK N.V. AMSTERDAM		Agreement UNNUMB. of 11 October 2010/Letter of Credit ING BANK	4 750 879

Creditor	Borrower	Agreement	Amount of Liability
		N.V.	
\$ Royal Bank of Scotland N.V. / ABN AMRO BANK N.V. / SETTLEMENTS ON THE CREDIT AND LETTERS OF CREDIT		Letter of Credit A/Syndicated Loan Agreement of 21 March 2008	1 340 984
		Letter of Credit B/Syndicated Loan Agreement of 21 March 2008	1 587 846
BANK OF CHINA LTD SHENZHEN BRANCH	SISTEMA SHYAM Teleservices Limited	Bank Guarantee Agreement of 20 August 2009/Maturity Date – 29 June 2017	2 120 806
		Guarantee Agreement of 18 December 2009/Maturity Date – 18 December 2017	372 224
		Guarantee Agreement of 18 December 2009/Maturity Date – 18 December 2017	474 441
		Guarantee Agreement of 18 December 2009/Maturity Date – 18 December 2017	1 336 731
Central Bank of India (INR)	SISTEMA SHYAM Teleservices Limited	Corporate Guarantee Agreement # 169 of 24 March 2010/Maturity Date – 24 March 2012	3 393 485
ICICI BANK LTD	SISTEMA SHYAM Teleservices Limited	Corporate Guarantee Agreement # 640 of 13 December 2010/Maturity Date – 13 December 2011*	3 038 526
SBI (STATE BANK OF INDIA) (INR)	SISTEMA SHYAM Teleservices Limited	Guarantee Agreement # 584 of 18 October 2010/Maturity Date – 11 January 2012	8 823 061
SBICAR TRUSTEE COMPANY LTD	SISTEMA SHYAM Teleservices Limited	Guarantee Agreement # 480 of 9 July 2010/Maturity Date – 4 February 2012	8 823 061
SOCIETE GENERALE	SHYAM TELELINK LTD	Guarantee on the Loan for Customer of 18 November 2008/Maturity Date – 21 March 2011	598 907
		Guarantee on the Tied Commercial Loan of 18 November 2008/Maturity Date – 21 March 2011	35 230
UNICREDIT Global Leasing Export GmbH	KAPALI Overseas Corp.	Guarantee Agreement of 23 November 2010/Maturity Date – 23 November 2015/BBJ Plane Lease	1 776 803
OJSC Bank of Moscow	OJSC CITRONICS	Guarantee Agreement of 27 November 2009 for the benefit of the Bank of Moscow (Agent)/Golden Gates B.V. as the Initial Creditor. Maturity Date – 31 December 2010*	7 009 687
OJSC SAZFROMBANK	CJSC REMSTROYTREST-701	Guarantee Agreement # 71/08-B-П-3 of 23 April 2009/Maturity date – 10 June 2011	4 777 420
Moscow City Property Department	DETSKIY MIR-TSENTR	Mortgage Agreement # 35/2005 of 2 August 2005/Mortgage of the Building (1/22, 13 MILYUTINSKIY Lane/Maturity Date – 2 August 2015	272 506
Interregional Collection Agency LLC	K. ARAPETIAN	Guarantee Agreement # 262-4/02 of 30 October 2002 to JSCB IBRD/The loan was assigned under Assignment Agreement # 29-04-09-1 of 29 April 2009	3 408
SC ROSSNANOTECH		Investment Agreement of 9 October 2009. Option Agreement of 21 December 2009	7 675 159
SBERBANK	DETSKIY MIR-TSENTR	Option and Share Transfer Agreement of 7 December 2010	3 411 178
	OJSC Moscow Cellular Communication	Guarantee Agreement # 01/21/7970/10/382 of 31 May 2010/Maturity Date – 25 November 2011	200 000
	OJSC Moscow Cellular Communication	Guarantee Agreement # П-5225/1/735 of 28 December 2009/Maturity Date – 27 December 2012	2 864 829

Creditor	Borrower	Agreement	Amount of Liability
OJSC SVYAZJINVEST		Guarantee Agreement # 1835 of 23 August 2010	10 014 185
TROYKA DIALOG Bank (previously, STANDART Bank)	CJSC MEDSI Group of Companies	Guarantee Agreement of 31 July 2008/Maturity Date – 28 July 2014	914 307
UNICREDIT Bank	CJSC MEDSI Group of Companies	Guarantee Agreement under Loan Agreement # 001/1036L/08 of 31 July 2008/Maturity Date – 31 July 2015	427 300
	CJSC MEDSI Group of Companies	Guarantee Agreement under Loan Agreement # 001/0169L/08 of 30 May 2008/Maturity Date – 30 November 2014	276 891
	CJSC MEDSI Group of Companies	Guarantee Agreement under Loan Agreement # 001/0170L/08 of 20 May 2008/Maturity Date – 30 May 2016	426 578
SBERBANK	OJSC OC RUSSNEFT	Additional Agreement 8 of April 2010 to Share Pledge Agreement # №3559/1 of 15 December 2005	28 868 597
Total			105 615 028

As of 31 December 2011

Thousands of Rubles

Creditor	Borrower	Agreement	Amount
ING BANK N.V., AMSTERDAM		Agreement UNNUMB. of 11 October 2010/Letter of Credit ING BANK N.V.	4 231 157
China Development Bank	SISTEMA SHYAM Teleservices Limited	Guarantee of 23 December 2009 for SISTEMA SHYAM Teleservices Limited (Limit 255000000USD)/Maturity Date – 23 December 2017	8 060 881
BANK OF CHINA LTD, SHENZHEN BRANCH	SISTEMA SHYAM Teleservices Limited	Bank Guarantee Agreement of 20 August 2009/Maturity Date – 29 June 2017	2 240 440
BANK OF CHINA LTD, SHENZHEN BRANCH		Guarantee Agreement of 18 December 2009/Maturity Date – 18 December 2017	393 221
BANK OF CHINA LTD, SHENZHEN BRANCH		Guarantee Agreement of 18 December 2009/Maturity Date – 18 December 2017	501 205
BANK OF CHINA LTD, SHENZHEN BRANCH		Guarantee Agreement of 18 December 2009/Maturity Date – 18 December 2017	1 379 871
Central Bank of India (INR)	SISTEMA SHYAM Teleservices Limited	Corporate Guarantee Agreement # 169 of 24 March 2010/Maturity Date – 24 March 2012	3 022 255
Goldman Sachs International	AUJSC INTOURIST	Guarantee Agreement of 9 June 2011/Guarantee on the forward transaction with the CB as for the shares of Thomas Cook Group	2 253 727
ICICI BANK LTD	SISTEMA SHYAM Teleservices Limited	Guarantee Agreement # 640 of 13 December 2010/Maturity Date – 13 December 2011	637 738
SBI (STATE BANK OF INDIA (INR))	SISTEMA SHYAM Teleservices Limited	Guarantee Agreement # 584 of 18 October 2010/Maturity Date – 11 January 2012	7 857 863
SBICAP TRUSTEE COMPANY LTD	SISTEMA SHYAM Teleservices Limited	Guarantee Agreement # 480 of 9 July 2010/Maturity Date – 4 February 2012	7 857 863
GAZPROMBANK (Switzerland) Ltd.	SISTEMA SHYAM Teleservices Limited	Guarantee of 22 December 2011 on the loan granted to SISTEMA SHYAM Teleservices Limited. Maturity Date – 3 December 2014. Amount – 230000000USD	7405103
GAZPROMBANK (Switzerland) Ltd.	SISTEMA SHYAM Teleservices Limited	Guarantee on the Loan to Customer of 18 November 2008/Maturity Date	575 173

		– 21 March 2011	
SOCIÉTÉ GÉNÉRALE	SHYAM TELELINK LTD	Гарантия в отношении Связанного Коммерческого Кредита от 18.11.2008/Срок- 21.03.11	33 834
UNICREDIT Global Leasing Export GmbH	KAPALI Overseas Corp.	Guarantee Agreement of 23 November 2010/Maturity Date – 23 November 2015/BBJ Plane Lease	1 726 870
Moscow City Property Department	DETSKIY MIR-TSENTR	Mortgage Agreement # 35/2005 of 2 August 2005/Mortgage of the Building (1/22, 13 MILYUTINSKIY Lane/Maturity Date – 2 August 2015	272 506
SC RESONANTECH		Investment Agreement of 9 October 2009, Option Agreement of 21 December 2009	8 844 754
SBERBANK	DETSKIY MIR-TSENTR	Option and Share Transfer Agreement of 7 December 2010	3 585 700
OJSC SVYAZINVEST	SISTEMA-INVENTURE	Guarantee Agreement # 1835 of 23 August 2010 for SISTEMA-INVENTURE under Contract of Exchange of 30 July 2010	11 098 639
UNICREDIT Bank	CJSC MEDSI Group of Companies	Guarantee Agreement under Loan Agreement # 001/1036L/08 of 31 July 2008/Maturity Date – 31 July 2015	581 800
UNICREDIT Bank	CJSC MEDSI Group of Companies	Guarantee Agreement under Loan Agreement # 001/0169L/08 of 30 May 2008/Maturity Date – 30 November 2014	276 891
UNICREDIT Bank	CJSC MEDSI Group of Companies	Guarantee Agreement under Loan Agreement # 001/0170L/08 of 20 May 2008/Maturity Date – 30 May 2016	426 578
SBERBANK	OJSC OC RUSSNEFT	Additional Agreement 8 of April 2010 to Share Pledge Agreement # №3559/1 of 15 December 2005	30 497 073
Total			103 761 142

In March of 2010, the Agreement of 9 December 2010 between the Federal Agency for the Administration of State Property of the RF and OJSC SISTEMA JSFC on the repurchase of the block of shares of SISTEMA SHYAM Teleservices Limited in the amount of 777 million US dollars will come into force.

24. Events after the Reporting Date

Within the period from 1 January 2012 to the date of signing the reporting, the following significant events took place

1. By the decision of the Supreme Court of India of 2 February 2012, 122 licenses were revoked with 51 telecommunications service operators working in India. Among them – 21 out of 22 licenses belonged to such operator as SISTEMA SHYAM Teleservices Ltd. (SSTL) – a subsidiary of SISTEMA JSFC in India which renders the communication services under the MTS brand.
On 2 March 2012, SISTEMA JSFC (LSE: SSA) stated that its Indian subsidiary – SISTEMA SHYAM Teleservices Limited (SSTL) entered a petition to the Supreme Court of India for review of the judicial decision of 2 February 2012, as a result of which the 21st telecommunications license issued in 2008 was revoked from SSTL, too.
2. On 4 February 2012, the Board of Directors of OJSC SISTEMA JSFC made a decision on the intention to make the future transactions on providing the debt financing by OJSC SISTEMA JSFC for the benefit of Open Joint-Stock Company RTI in the amount equivalent to 165 700 000 US dollars at the rate of the Bank of Russia as of the date of making such a decision.

25. Cash Flow Statement (CFS)

The making of the CFS is performed under the 'CFS' Accounting Regulation AR 23/11 approved by Order of the Ministry of Finance of the RF # 11 of 2 February 2011.

The monetary funds include: the cash on hand, on the settlement, foreign currency and special accounts with the banks, the transfers in transit and deposits for the period up to 90 days.

For the formation of the Cash Flow Statement, the approach to the presentation of monetary funds in foreign currency at the rate as of the date of transaction was applied.

Taking into consideration the requirement of rationality in the maintenance of accounting records, the requirements of Paragraph 20 of AR 23/11 of the individual disclosure of the significant cash flows to an entity with related parties are not accepted by the Company as the Company's significant cash flows for the reporting period and the preceding reporting period were mainly performed with related parties.

In the Cash Flow Statement, Line 4500 "Balance of Cash and Cash Equivalents at the End of the Reporting Period" = Line 4500 of the CFS "Balance of Cash at the Beginning of the Reporting Period" + Line 4490 of the CFS "Effect of Exchange Rate Changes against the Russian ruble" + the amount of deposits* at the end of the period for the period up to 3 months.

*13 776 336 thousand rubles

Breakdown of Line 4129 of the Cash Flow Statement

	Thousands of Rubles
Other payments/current activities	2 694 207
Payments to budget	1 352 380
Bank services/cash and settlement services	109 912
Other	85 355
Total on Line 4129 Other Payments	4 241 853

Breakdown of Line 4219 of the Cash Flow Statement

	Thousands of Rubles
Repayment of deposits with the period of over 3 months	2 538 009
Other	76 232
Total on Line 4219 Other Income	2 614 241

Breakdown of Line 4229 of the Cash Flow Statement

	Thousands of Rubles
Opening of deposits with the period of over 3 months	35 973 703
Cash Trusting	2 500 000
Other	4 155 408
Total on Line 4229 Other Payments	42 629 111

26. Amounts of Remuneration Paid to the Key Management Personnel

The Company's costs on payment of the services provided by the key management personnel (President, Vice President, General Director and its deputies, members of the Board, members of the Board of Directors) include:

	2010	2011
Short-Term Compensations, Total	3 671 031	2 429 086
<i>Including:</i>		
On remuneration of labor	712 470	480 727
On annual vacation compensation	110 786	161 034
Taxes and obligatory payments accrued to budgets and non-budgetary funds	10 113	13 238
Other short-term compensations	2 837 662	1 774 087
Long-Term Compensations, Total	1 756 950	2 566 383

27. Trust Administration of Property (TAP)

In 2010 the following monetary funds were trusted to OJSC SISTEMA JSFC under the 3 agreement for trust administration of property entered into with Alliance ROSNO Asset Management:

Thousands of Rubles	
Alliance ROSNO Asset Management	2 500 000
Agreement 070/ДУ-ЮЛ-2010 of 28 December 2010	0
Agreement 071/ДУ-ЮЛ-2010 of 28 December 2010	750 000
Agreement 072/ДУ-ЮЛ-2010 of 28 December 2010	1 750 000

In the balance Sheet of OJSC SISTEMA JSFC, the balances on accounts are reflected in extensive form by items with an allowance to the Trust Management reports.

Senior Vice President

A. BUYANOV

Chief Accountant

V. PLATOSHIN