

Public Joint –Stock Company
"Southern Telecommunications Company"
Extract from Minutes № 13
of the Meeting of the Audit Committee of the Board of Directors of "UTK" PJSC
held by correspondence

17 May 2006

Structure of the Committee:
Vasiliev Mikhail Borisovich
Zabuzova Elena Viktorovna
Gavrilenko Anatoly Anatolievich

The following persons participated in the Meeting by correspondence:

Chairman of the Committee: Vasiliev Mikhail Borisovich
Members of the Committee: Zabuzova Elena Viktorovna
Gavrilenko Anatoly Anatolievich

Agenda:

“Consideration and estimation of the Auditor’s Opinion on the Company’s financial statements for the year 2005”

Having considered the presented materials, the Audit Committee of "UTK" PJSC took a

DECISION:

1. The Audit Committee recommends to the Board of Directors to take into consideration the Opinion of the Company’s Auditor LLC “Ernst and Young” that in 2005 the bookkeeping procedure related to preparing the Financial accounts of "Southern Telecommunications Company" PJSC complied in all material respects with the requirements of Federal Law “On Accounting” No. 129-FZ of November 21, 1996, and the above accounts prepared in compliance with the said Law reliably present, in all material respects the financial standing of "Southern Telecommunications Company" PJSC as of December 31, 2005 and its financial results for the period from January 1, 2005 till December 31, 2005 inclusive, in accordance with the requirements of the Russia laws on bookkeeping procedure.
2. The Opinion of the Company’s Auditor complies with the requirements of the legislation.

VOTING RESULTS:

«in favor» - 3 members of the Audit Committee

The decision has been taken unanimously.

Chairman of the Committee (signature) M.B. Vasiliev

Secretary of the Committee (signature) L.Yu. Podgornaya

The extract is true:

Secretary of the Committee (signature) L.Yu. Podgornaya