

**AUDIT REPORT**  
**of**  
**AUDITING COMMISSION**  
**on**  
**MOBILE TELESYSTEMS OJSC FINANCES AND BUSINESS**  
**OPERATIONS IN 2006**

28 May, 2007

Moscow

In conformity with provisions of the Federal Law “On Joint Stock Companies” № 208-FZ Dated 26.12.95, the Charter of Mobile TeleSystems OJSC ( hereinafter referred to as the “Company”) and the Statute on Auditing Commission of Company during a period from 23 April to 25 May, 2007 the Auditing Commission, consisting of Mr V.V. Platoshin, carried out an audit of Company’s finances and business operations for 2006.

All conclusions set forth herein was made on the grounds of documents prepared and presented by Company’s employees. In order to carry out audit and make hereof the appropriate documents were used, such as: Minutes of General Shareholders meetings and Board of Directors meetings, Company’s administrative regulatory documents, Balance Sheet (Form № 1), Loss & Profit Statement (Form № 2) for 2006, analytical data sheets, source accounting documents, economic agreements, particular tax ledgers and tax statements and other documents.

In the process of auditing we saw to observance of the current legislation of the Russian Federation by Company when making financial and business operations. We audited conformity of some Company’s financial and business operations with the current legislation to be reasonably sure that Company’s accounting statements were true and Company’s financial and business operations were in compliance with the Russian legislation.

Audit was carried out on a random basis and included study of facts of evidence (in the course of testing) which had confirmed value of information on financial and business operations disclosed in financial (accounting) statements, evaluation of accounting principles and methods as well as regulations for making financial (accounting) statements.

**General Information**

Full Company’s Name: Mobile TeleSystems Open Joint Stock Company.

Location of Company: 4, Marksistskaya Street, 109147, Moscow.

Date of the State Registration of Company: 22.03.2000.

Registration Number: 1027700149124.

The following persons were responsible for Company’s financial and business operations during the accounting period:

L.A. Melamed, President

I.R. Borisenkova, Chief Accountant

The General Shareholders Meeting is Company’s supreme managerial authority and Board of Directors with a Chairman at the head of it is Company’s supreme managerial authority during the time between such meetings.

**The following facts were established as a result of this audit:**

When making financial and business operations, Company is governed with the Civil Code of RF, Revenue Code of RF, accounting legislation and other legislative acts of RF.

Accounting Statements of Mobile TeleSystems OJSC were made according to the requirements of the Federal Law “On Accounting” № 129-FZ Dated 21.11.1996, the Statute on Accounting and Accounting Statements in the Russian Federation approved by the Order of RF Ministry of Finance № 34n Dated 29.07.1998, the Statute on Accounting “Accounting Statements of Organization” (PBU 4/99) approved by the Order of RF Ministry of Finance № 43n Dated 06.07.1999, the Order of RF Ministry of Finance № 67n Dated 22.07.2003 “On Forms for Accounting Statements of Organizations” and other documents regulating accounting procedure in the Russian Federation.

Audit did not reveal any major violations either of the statutory accounting or making accounting statements that could have impact to accuracy or reliability of accounting statements.

Accounting statements of Mobile TeleSystems OJSC allow to have information on Company’s financial and business operations and Company’s performance indicators required for operational control and management as well as for use of such information by investors, vendors, buyers, creditors, tax or financial or bank authorities and other interested organizations and persons.

### **The General Opinion**

According to the opinion of the Auditing Commission the audit gave grounds to consider that financial and business operations of Mobile TeleSystems OJSC during a period from 01 January to 31 December, 2006 had been performed in compliance with the current legislation in any substantial aspect; the Annual Performance Report and Annual Accounting Statements of Mobile TeleSystems OJSC for 2006 gave a true and fair view of Company’s financial situation as of 31.12.2006 and Company’s performance indicators for the period from 01 January to 31 December, 2006.

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V.V. Platoshin  
Auditing Commission Chairman