

Summary of MTS OJSC's net assets as of June 30, 2004

Joint stock companies' net assets evaluation procedure was approved by joint Order No. 10-n of RF Ministry of Finance and No. 03-6/pz of RF FCSM dated January 29, 2003.

The Procedure for the evaluation of joint stock companies' net assets approved by Order No. 10-n, 03-6/pz establishes that net assets is a value calculated by subtracting the amount of joint stock company's liabilities taken into account from the amount of its assets taken into account.

Calculation of MTS OJSC net assets was based on financial statements as of 30.06.04 compiled in accordance with Russian accounting standards.

CALCULATION OF MTS OJSC NET ASSETS

Table 1, (thousand rubles)

Indicator	Balance sheet line code	As of 01.01.2004	As of 30.06.2004
1. Assets			
1. Intangible assets	110	739 347	716 603
2. Fixed assets	120	18 783 449	21 596 994
3. Construction in progress	130	15 022 681	15 055 055
4. Earning investments in tangible values	135	528 790	624 223
5. Long-term and short-term financial investments	140, 250	42 706 940	38 926 713
6. Other non-current assets	145, 150	154	332 039
7. Inventories	210	6418946	7 250 417
8. Value added tax on acquisitions	220	3 884 230	2 768 129
9. Accounts receivable	240	9 186 512	10 872 864
10. Monetary assets	260	534 025	3 250 137
11. Other current assets	270	53 458	-
12. Total assets taken into account (1-11)		97 858 532	101 393 174
2. Liabilities			
13. Long-term liabilities on borrowings and loans	510	43 890 990	25 709 894
14. Other long-term liabilities	515, 520	432 865	518 522
15. Short-term liabilities on borrowings and loans	610	5 459	11 315 793
16. Accounts payable	620	7 902 631	12 065 491
17. Income payable to the participants (founders)	630	108 388	6 389 165
18. Reserves for deferred expenses	650	-	151 257
19. Other short-term liabilities	660	-	-
20. Total liabilities taken into account (13-19)		52 340 333	56 150 122
<u>21. Total net assets (total assets, p. 12 minus total liabilities, p. 20)</u>		<u>45 518 199</u>	<u>45 243 052</u>

President, MTS OJSC

V. V. Sidorov

Chief Accountant, MTS OJSC

R. M. Kolomiets