

IMPORTANT NOTE:

Financial information in this release is unaudited and based upon consolidated management accounts prepared in accordance with IFRS.

The Group's reporting currency is Russian roubles. However, for presentation purposes, these amounts were converted into US\$ using average RR/US\$ exchange rate of the Central Bank of Russian Federation (1H07: 27.6178; 1H06: 26.0714) for the income statement and using RR/US\$ exchange rate (30 June 2007: 25.8162; 31 December 2006: 26.3311) for the balance sheet as of the date of reporting.

Condensed Consolidated Profit and Loss Statement

'000 USD

	Six month ended 30/06/2007 (unaudited)	Six month ended 30/06/2006 (unaudited)
Revenues	744 479	329 108
Cost of sales	(611 751)	(270 204)
Gross profit	132 728	58 904
Sales of development rights	13 926	56 646
General and distribution expenses	(53 088)	(22 347)
Other income(loss)	(1 001)	56 216
Results from operating activities	92 565	149 419
Net financial income(loss)	(12 557)	(11 593)
Profit before income tax	80 008	137 826
Income tax expense	(23 142)	(36 093)
Net profit for the period	56 866	101 733
EBITDA	113 834	170 021
EBITDA from development activity (recurring EBITDA)	92 820	48 506

Condensed Consolidated Balance Sheet

	'000 USD	
	30/06/2007	31/12/2006
	(unaudited)	(audited)
	'000 USD	'000 USD
Property, plant and equipment	378 591	297 558
Intangible assets	152 631	155 254
Deferred tax assets	2 867	2 284
Investments	236 477	210 212
Inventory	1 618 281	1 569 560
Accounts receivable	551 960	215 461
Cash and cash equivalents	624 134	43 070
Total assets	3 564 941	2 493 399
Total equity	1 336 422	377 155
Total debt	1 091 296	912 363
Deferred tax liability	197 761	169 442
Accounts payable and provisions	939 462	1 034 439
Total equity and liabilities	3 564 941	2 493 399