

Balance sheets
as of 4th Q of the year 2004

(in accordance with Russian Accounting Standards)

BALANCE SHEET

Accounting period

Year: **2004**

Quarter: **IV**

Date: **31.12.2004**

Units: **thousand rubles**

Form: **Order N 67H of 22.07.2003**

ASSETS	Line code	At the beginning of the accounting year	At the end of the accounting period
1	2	3	4
I. NON-CIRCULATING ASSETS			
Intangible assets	110	61 565	58 325
Fixed assets	120	3 433 666	3 734 614
Construction in progress	130	1 128 691	1 291 079
Income-bearing investments in material values	135	-	-
Long-term financial investments	140	2 315 441	2 296 070
including: investments in subsidiaries and affiliated companies	141	423 898	494 039
loans issued to organizations for more than 12 months	142	1 391 626	1 293 215
other long-term investments	143	499 917	508 816
Deferred tax assets	145	-	987
Other non-circulating assets	150	6 000	6 000
Section I, TOTAL	190	6 945 363	7 387 075
II. WORKING ASSETS АКТИВЫ			
II. WORKING ASSETS	210	2 626 106	2 998 698
Stocks			
1 including: raw and other materials, other similar values	211	1 934 872	570 449
deferred expenses	216	691 234	-
other stocks and expenditures	217	-	401 458
Value added tax on acquired values	220	346 773	-
Accounts receivable (expected to be paid more than 12 months after reporting date)	230	-	-
purchasers and clients (62, 76, 82)	231	-	-
other debtors	232	-	-
Accounts receivable (expected to be paid within 12 months after the reporting date)	240	9 028 147	11 771 184
purchasers and clients (62, 76, 82)	241	5 070 767	5 214 477
bills receivable	242	-	-
debts of subsidiaries and affiliates	243	63 282	22 191
State budget outstanding payments on taxes and charges	244	2 493 279	5 235 514
Outstanding payments of State non-budget funds	245	10 063	7 706
advance payments made	246	1 267 470	1 128 668
other debtors	247	123 286	162 628

Short-term financial investments (56,58,82)	250	7 222	302 120
loans issued to organizations for less than 12 months term	251	-	-
other short-term financial investments	252	7 222	302 120
Money	260	1 401 250	1 435 166
including: cash	261	13 725	13 136
current accounts	262	240 102	753 767
hard currency accounts	263	1 027 043	622 983
other money means	264	120 380	45 280
Other working assets	270	-	-
Section II, TOTAL	290	13 409 498	16 908 626
BALANCE (sum of lines 190 + 290):	300:	20 354 861	24 295 701

LIABILITIES	Line code	At the beginning of the accounting year	At the end of the accounting period
1	2	3	4
III. CAPITAL AND RESERVES			
Charter capital	410	1 110 616	1 110 616
Own shares redeemed from shareholders	411	-	-37
Additional capital	420	3 704 937	3 492 079
Reserved capital	430	277 654	277 654
statutory reserve funds	431	-	-
reserves set up in accordance with constituent documents	432	277 654	277 654
Retained profit (uncovered losses)	470	6 054 758	11 450 693
including: retained profit (uncovered losses) from previous years	471	6 054 758	5 120 550
Retained profit (uncovered losses) of the accounting year	472		6 330 143
Section III, TOTAL	490	11 147 965	16 331 005
IV. LONG TERM LIABILITIES			
Loans and credits	510	-	222 196
including: bank credits to be repaid more than 12 month after the reporting date	511	-	222 196
loans to be repaid within 12 month after the reporting date	512	-	-
Deferred taxation liabilities	515	40 052	-
Other long-term liabilities	520	-	240 935
Section IV, TOTAL	590	40 052	463 131
V. SHORT TERM LIABILITIES			
Loans and credits	610	2 109 230	1 029 422
including: bank loans to be repaid within 12 month after the accounting date	611	2 109 230	1 029 422
loans to be repaid within 12 month after the reporting date	612	-	-
Accounts payable	620	7 006 417	6 430 286
including: suppliers and contractors	621	5 285 052	4 864 449
outstanding wages and salaries	622	154 501	225 274
indebtedness to the State non-budget funds	623	238 547	189 979
indebtedness on taxes and charges	624	786 550	700 554
other payables	625	46 722	282 880
bills of exchange payable	626	10 043	-

advances received	627	385 002	167 150
indebtedness to subsidiaries and affiliates	628	100 000	-
Outstanding payments to partners (founders) in income payments	630	6 987	31 887
Deferred income	640	10 563	9 970
Reserves for deferred expenses	650	33 647	-
Other short term liabilities	660	-	-
Section V, TOTAL	690	9 166 844	7 501 565
BALANCE (sum of lines 490 + 590 + 690):	700:	20 354 861	24 295 701

INFORMATION ON VALUES ACCOUNTED OUT OF BALANCE SHEET ACCOUNTS:			
Indicator description	Line code	At the beginning of the accounting year	At the end of the accounting period
1	2	3	4
Fixed assets rented	910	7 905 027	10 756 431
including under lease terms	911	7 904 141	10 755 545
Goods and material values accepted for bailment	920	-	-
Goods accepted on commission	930	-	-
Written off to losses indebtedness of insolvent debtors	940	1 871 955	2 003 670
Collaterals for liabilities and payments received	950	510 242	480 478
Collaterals for liabilities and payments issued	960	2 346 184	1 479 491
Wear and tear of housing stock	970	-	-
Wear and tear of nonproductive facilities and other similar objects	980	-	-
Intangible assets acquired for use	990	-	-
Others	955	-	-

PROFIT AND LOSS ACCOUNTS

Indicator description	Line code	At the beginning of the accounting year	At the end of the accounting period
1	2	3	4
Profits and losses from regular business activities:			
Revenue (net) from sales of goods, products, works and services (less value added tax, excise taxes and other similar mandatory payments)	010	56 377 181	48 527 418
Production cost of sold goods, products, works, services	020	-46 495 617	-39 783 011
Gross profit	029	9 881 564	8 744 407
Trade expenses	030	-3 404 826	-3 515 563
Administrative expenses	040	-2 162 703	-1 926 914
Sales profit (loss)	050	4 314 035	3 301 930
Operating proceeds and loss			
Interests receivable	060	69 915	224 515
Interests payable	070	-81 651	-149 748
Income from participation in other organizations	080	131 204	201 464
Other operating income	090	1 195 619	924 654

Other operating expenses	100	-1 622 199	-1 608 323
Non-trade profit	120	7 378 271	7 085 761
Non-trade expenses	130	-3 119 430	-4 644 997
Contingency income	131	1 073	193 130
Contingency expenses	132	-354	-31 599
Profit (loss) before taxes	140	8 266 483	5 496 787
Deferred tax assests	141	41 039	-
Deferred tax liabilities	142	-	-40 052
Current profit tax	150	-1 933 678	-1 477 099
Other tax payments	151	-43 701	-1 630
Net profit (loss) of the reporting period	190	6 330 143	3 978 006
FOR REFERENCE. Permanent tax liabilities (assets)			
Base profit (loss) per share	200	181 759	371 903
Watered profit (loss) per share	201	-	-
Other tax payments	202	-	-

EXPLANATION OF SOME PROFITS AND LOSSES

Indicator description	Line Code	During the Reporting Period		Same Period of the Previous Year	
		Profit	Loss	Profit	Loss
1	2	3	4	5	6
Fines, penalties and forfeit penalties accepted or paid under court decree (arbitration court) on their recovery	210	149 854	27 516	65 418	309 712
Profit (loss) of previous years	220	1 171 015	577 200	612 938	589 967
Payment of damages caused by non-performance or inadequate performance of obligations	230	143 464	10 772	42 847	523 085
Currency exchange differences in foreign currencies operations	240	1 079 983	1 101 471	1 288 721	1 196 256
Allocation to assessment reserves	250		602 888		651 757
Writing off payables and receivables the claim limitation period of which has expired	260	14 524	68 093	311 087	497 263

CAPITAL CHANGES STATEMENT

I. Capital Changes						
Indicator description	Line Code	Charter Capital	Additional Capital	Reserve Capital	Retained Profit (uncovered loss)	Total
1	2	3	4	5	6	7
Remainder as at December 31 of the year preceding the previous year	001	1 110 616	3 922 433	-	2 921 189	7 954 238
2003г. Changes in accounting policy	002				-	-

Result from revaluation of fixed assets	003		-		-	-
Reminder as at January 1 of previous year	010	1 110 616	3 922 433	-	2 921 189	7 954 238
Result from recalculation of foreign currencies	011		-			-
Net profit	012				3 978 006	3 978 006
Dividend	013				-322 036	-322 036
Allocations to Reserve Fund	014			277 654	-277 654	-
Appropriation of profit according to General Meeting resolution	015	-	-	-	-244 747	-244 747
Increase of capital resultant from:						
additional issues of shares	021	-				-
increase of shares par value	022	-				-
reorganization of legal entity	023	-			-	-
retirement of fixed assets having been revaluated	024		223			223
Decrease of capital resultant from:						
reduction of shares par value	031	-				-
reduction of shares number	032	-				-
reorganization of legal entity	033	-				-
retirement of fixed assets having been revaluated	034		-217 719			-217 719
Reminder as at December 31 of previous year	040	1 110 616	3 704 937	277 654	6 054 758	11 147 965
2004г. Changes in accounting policy	042				-	-
Result from revaluation of fixed assets	034		-		-	-
Reminder as at January 1 of accounting year	100	1 110 616	3 704 937	277 654	6 054 758	11 147 965
Result from recalculation of foreign currencies	101		-			-
Net profit	102				6 330 143	6 330 143
Dividend	103				-485 317	-485 317
Allocations to Reserve Fund	110			-	-	-
Appropriation of profit according to General Meeting resolution	115	-	-	-	-448 891	-448 891
Increase of capital resultant from:						
additional issues of shares	121	-				-
increase of shares par	122	-				-

value						
reorganization of legal entity	123	-			-	-
retirement of fixed assets having been revaluated	124		1 216			1 216
I. Capital change						
Decrease of capital resultant form::						
decrease of shares par value	131	-				-
decrease of shares number	132	-37				-37
reorganization of legal entity	133	-			-	-
retirement of fixed assets having been revaluated	134		-214 074			-214 074
Reminder as at December 31 of accounting year	140	1 110 616	3 492 079	277 654	11 450 693	16 331 005

II. Reserves					
Indicator description	Line code	Reminder as at the beginning of the accounting year	Received during the accounting year	Utilized during the accounting year	Reminder as at the end of the accounting year
1	2	3	4	5	6
Reserves accumulated in accordance with the current legislation requirements:					
previous year	151	-	-	-	-
accounting year	152	-	-	-	-
Total, Reserves, accumulated in accordance with the current legislation requirements:					
previous year	159	-	-	-	-
accounting year	160	-	-	-	-
Reserves accumulated in compliance with the constituent documents:					
previous year	161	-	277 654	-	277 654
accounting year	162	277 654	-	-	277 654
previous year	163	-	-	-	-
accounting year	164	-	-	-	-
Reserves accumulated in compliance with the constituent documents:					
previous year	169		277 654		277 654
accounting year	170	277 654			277 654
Assessed reserves: Reserves for bad debts					
previous year	171	566 528	651 757	-566 528	651 757
accounting year	172	651 757	602 888	-651 757	602 888

previous year	173	-	-	-	-
accounting year	174	-	-	-	-
Assessed reserves, TOTAL:					
previous year	175	566 528	651 757	-566 528	651 757
accounting year	176	651 757	602 888	-651 757	602 888
Reserves for deferred expenses: For overhaul of domestic made aircraft					
previous year	179	1 624	101 604	-103 228	-
accounting year	180	-	71 193	-71 193	-
For overhaul of aircraft engines					
previous year	181	-	506 923	-506 923	-
accounting year	182	-	846 783	-846 783	-
For renewal of passenger aircraft interior					
previous year	183	-	98 452	-98 452	-
accounting year	184	-	93 434	-93 434	-
For extension of aircraft and engines service life					
previous year	185	-	69 562	-69 562	-
accounting year	186	-	78 846	-78 846	-
Reserves for other payment					
previous year	187	-	35 000	-1 353	33 647
accounting year	188	33 647	4 643 915	-4 677 562	-
Reserves for deferred expenses, TOTAL:					
previous year	189	1 624	811 541	-779 518	33 647
accounting year	190	33 647	5 734 171	-5 767 818	-

Information					
Indicator description	Line code	Reminder as at the beginning of the accounting year		Reminder as at the end of the accounting period	
1	2	3		4	
1) Net assets	200	11 158 528		16 340 975	
		From Budget		From non-budget funds	
		accounting year	previous year	accounting year	previous year
		3	4	5	6
2)) Received for:					
expenses for regular activities, total	210	102	-	-	-
including: mobilization reserve	211	102	-	-	-
	212	-	-	-	-
capital investments into non-circulating assets	220	-	-	-	432
including: instrumentation	221	-	-	-	432
	222	-	-	-	-

MONEY MEANS MOVEMENT STATEMENT

Indicator description	Line code	Reporting period	Similar period of previous year
1	2	3	4
Reminder of money at the beginning of the year	010	1 373 030	987 363
Movement of money means on current operations			
Means received from purchasers, clients	121	46 430 538	51 440 161
Credits received	122	4 678 741	5 519 831
Loans received	123	-	-
Ruble equivalent from sales of foreign currency	124	14 169 153	10 494 789
Other receivables	126	92 865 345	36 716 740
Money means spent for:			
payment for goods, works, services, raw materials and other circulating assets	150	-41 083 358	-35 891 781
payment of wages and salaries	160	-4 957 720	-4 212 728
payment of dividends and interests	170	425 022	297 804
payment of taxes and charges	180	-4 691 851	-2 974 756
payments to State non-budget funds	181	-1 166 567	-1 080 758
for issue of imprests	182	-51 749	-60 839
payment of interests and main amount of credits received	183	-5 528 653	-5 852 181
payment of interests and main amount of loans received	184	-	-57 004
for sales of foreign currency	185	-14 186 063	-10 508 436
other expenditures	186	-84 764 111	-41 645 885
Net money means from current business operations	195	1 288 683	1 589 349
Money movement in investment operations			
Money movement in investment operations	210	360 020	387 266
Revenues from sales of objects of fixed assets and other non-circulating funds			
Revenues from sales of securities and other financial investments	220	98 388	76 480
Received dividends	230	136 884	90 150
Received interests	240	-	36
Proceedings from repayments of loans given to other organizations	250	-	-
Purchase of subsidiaries	280	-70 141	-100 000
Purchase of objects of fixed assets, income-bearing investments into material values and intangible assets	290	-1 367 823	-576 376
Purchase of securities and other financial investments	300	-391 550	-33 036
Loans issued to other organizations	310	-	-
Net gains from investment operations	340	-1 234 222	-155 480
Movement of money means in financial operations			
Gains from issuance of shares or other equities	421	-	-
Gains from loans and credits issued by other organizations	422	-	-
Repayment of loans and credits (w/o interests)	431	-	-1 048 202
Payments on finance lease	432	-	-
Net money means gains from financial operations	440	-	-1 048 202
Net increase (decrease) of money means and their equivalents	450	54 461	385 667

Reminder of money means at the end of the reporting period	460	1 427 491	1 373 030
Amount of the influence of foreign currency exchange rate fluctuations in relation to rubl	470	-62 387	-64 876

ANNEX TO THE BALANCE SHEET

Intangible Assets					
Indicator description	Line Code	At the beginning of the year	Received	Retired	At the end of the reporting period
1	2	3	4	5	6
Intellectual property objects (exclusive rights for intellectual property gains)	010	4 409	27	-	4 436
including:					
invention, industrial prototype, useful model patent holder's rights	011	-	-	-	-
computer software, data bases copy rights holder	012	4 332	-	-	4 332
topology of integrated microchips holders' copy right	013	-	-	-	-
rights of holders of trade mark, and service mark, goods origin mark	014	77	27	-	104
rights of patent holders fro selection achievements	015	-	-	-	-
Administrative expenses	020	-	-	-	-
Company business standing	030	-	-	-	-
Others	040	99 213	7 315	-664	105 864
Total (sum of lines 010+020+030+040)	045	103 622	7 342	-664	110 300

Indicator description	Line Code	At the beginning of the year	At the end of the reporting period
1	2	3	4
Depreciation of the intangible assets, TOTAL	050	42 057	51 975
including:			
depreciation of intellectual property objects (exclusive rights for intellectual property gains)		790	1 515
Depreciation of other intangible assets		41 267	50 460

Fixed Assets					
Indicator description	Line Code	At the beginning of the year	Received	Retired	At the end of the reporting period
1	2	3	4	5	6
Buildings	121	1 066 998	210 822	-2 829	1 274 991
Constructions and transmission devices	122	89 242	10 119	-200	99 161
Machinery and equipment	123	1 269 634	278 708	-52 903	1 495 439
Transportation means	124	414 714	90 191	-28 348	476 557
Production and household tools	125	276 590	91 514	-52 733	315 371
Aircraft hulls	126	2 941 992	122 557	-597 424	2 467 125
Aircraft engines	127	4 738 572	10 900	-334 857	4 414 615
Perennial plants	128	10 994	-	-187	10 807
Other types of fixed assets	129	101 359	255 392	-26 608	330 143
Land lots and nature objects in use	130	-	-	-	-
Capital investments into major improvements of land properties	131	-	-	-	-
Total	135	10 910 095	1 070 203	-1 096 089	10 884 209

Indicator description	Line Code	At the beginning of the year	At the end of the reporting period
1	2	3	4
Depreciation of fixed assets, total	140	7 476 429	7 149 595
including:			
buildings, constructions and transmission devices	141	133 743	164 641
machinery, equipment, transportation means	142	670 226	848 332
Aircraft hulls	146	2 585 390	2 077 898
Aircraft engines	147	3 914 574	3 855 169
other	148	171 496	203 555
Fixed assets let to rent, total	150	398 352	99 358
including:			
buildings	151	67 116	65 342
Constructions	152	534	541
aircraft hulls and engines	153	328 091	30 790
Fixed assets transferred to temporary closing-down state	155	-	4 738
Rented fixed assets objects, total	160	-	10 981 649
Including:			
In the balance		-	225 218
Immovables taken for operation and still in the process of State registration	165	-	-
FOR REFERENCE			
Result from revaluation of fixed assets:			
initial (restoration) value	171	13 045 991	13 842 925
depreciation	172	9 534 950	10 114 388
Change of the fixed assets objects value resultant from additional construction, installation of additional equipment, modernization, partial disposal	180	311 097	52 319

Income-bearing investments into material values					
Indicator description	Line Code	At the beginning of the year	Received	Retired	At the end of the reporting period
1	2	3	4	5	6
Properties to be leased	210	-	-	-	-
Properties given away under hire contracts	220	-	-	-	-
Other	230	-	-	-	-
Total	240	-	-	-	-
Depreciation of income-bearing investments into material values	250	-			-

Expenses for research and development, experimental and designing, know-how works					
Type of works	Lie Code	At the beginning of the reporting year	Received	Retired	At the end of the reporting period
1	2	3	4	5	6
Total	310	-	10 751	-	10 751
including:					
Development of English teaching techniques		-	3 686	-	3 686
Development and creation of Computer-Aided Management System		-	7 065	-	7 065
Indicator description	Line Code	At the beginning of the year	At the end of the reporting period		
1	2	3	4		
FOR REFERENCE. Amount of expenses for uncompleted research and development, experimental and designing and know-how works	320	-	10 751		
Amount of the research and development, experimental and designing and know-how works that yielded no positive results and were included with the non-sales expenses	330	-	-		

Expenses for the development of natural resources					
Type of works	Lie Code	At the beginning	Received	Retired	At the end of the

		of the reporting year			reporting period
1	2	3	4	5	6
Expenses for the development of natural resources, total	410	-	-	-	-
Indicator description	Line Code	At the beginning of the year	At the end of the reporting period		
1	2	3	4		
For reference. Amount of expenses by land sites, uncompleted search and evaluation of deposits, prospecting and (or) hydrogeology survey and other similar works	420	-	-		
Amount of expenses for the development of natural resources included in the reporting period with non-marketing expenses as fruitless	430	-	-		

Financial Investments					
Indicator description	Line code	Long term		Short term	
		At the beginning of the reporting year	At the end of the reporting period	At the beginning of the reporting year	At the end of the reporting period
1	2	3	4	5	6
Investments into charter (shared) capitals of other organizations, total	510	868 577	984 402	-	-
Including: subsidiaries and affiliated companies	511	423 898	494 039	-	-
Sate and municipal securities	515	142	142	-	-
Securities of other organizations, total	520	55 096	18 311	-	-
including debt securities (debentures, bills of exchange)	521	55 096	18 311	-	-
Loans given	525	1 391 626	1 293 215	-	-
Deposits	530	-	-	-	281 170
Others	535	-	-	7 222	20 950
Total	540	2 315 441	2 296 070	7 222	302 120
From the total of financial investments that has current market value:					
investments into charter (shared) capitals of other organizations), total	550	427 222	472 931	-	-
including into subsidiaries and affiliated companies	551	-	-	-	-
into Sate and municipal securities	555	-	-	-	-
into securities of other organizations, total	560	-	-	-	-
Including debentures (debentures and	561	-	-	-	-

bills of exchange)					
Others	565	-	-	-	-
Total	570	427 222	472 931	-	-
FOR REFERENCE.					
In relation to financial investments that has current market value, a change of value as a result of evaluation adjustment	580	382 864	45 709	-	-
In relation to debentures, the difference between the initial value and par value is accounted in the financial result of the accounting period	590	-	-	-	-

Outstanding receivables and payables			
Indicator description	Line Code	Reminder at the beginning of the reporting year	Reminder at the end of the reporting period
1	2	3	4
Receivables:			
short term, total	610	9 679 904	12 374 072
including:			
settlements with customers and clients	611	5 722 524	5 817 365
advance payments effected	612	1 267 470	1 128 668
other	613	2 689 910	5 428 039
long term, total	620	-	-
including:			
settlements with customers and clients	621	-	-
advance payments effected	622	-	-
other	623	-	-
Total	630	9 679 904	12 374 072
Payables:			
short term, total	640	9 115 647	7 459 708
including:			
settlements with customers and clients	641	5 285 052	4 864 449
advance payments effected	642	385 002	167 150
payments of taxes and charges	643	786 550	700 554
credits	644	2 109 230	1 029 422
loans	645	-	-
other	646	549 813	698 133
long term, total	650	40 052	463 131
including:			
credits	651	-	222 196
loans	652	-	-
other	653	40 052	240 935
TOTAL	660	9 155 699	7 922 839

Expenses on regular business activities (cost elements)			
Indicator description	Line Code	For the reporting year	For the previous year
1	2	3	4
Material costs	710	17 233 786	13 986 027
Costs of labor	720	5 121 538	4 417 280
Allocations for social needs	730	1 211 776	1 104 491
Depreciation	740	652 667	631 941
Other costs	750	27 843 379	25 085 749
Total for cost elements	760	52 063 146	45 225 488
Change of balance (increase [+], decrease [-]):			
production in progress	765	-	-
deferred expenses	766	-120 785	314 578
reserves for deferred expenses	767	-33 647	32 023

Collaterals			
Indicator description	Line Code	For the reporting year	For the previous year
1	2	3	4
Received, total	810	510 242	480 478
including:			
bills of exchange	811	57 658	57 658
Real property in lien	820	-	-
of that:			
fixed assets objects	821	-	-
securities and other financial investments	822	-	-
other	823	-	-
Issued, total	830	2 346 184	1 479 491
including:			
bills of exchange	831	-	-
Real property given as lien	840	322 565	322 565
of that:			
fixed assets objects	841	322 565	322 565
securities and other financial investments	842	-	-
other	843	-	-

State support					
Indicator description		Line Code	For the reporting year		For the previous year
1		2	3		4
Received means from state budget , total		910	102		-
including: mobilization reserve			102		-
target relief - other					
		As at the beginning of the accounting period	Received during the accounting period	Returned during accounting period	As at the end of the accounting period
1	2	3	4	5	6
Credits from State budget, total	920	-	-	-	-