

**FINANCIAL STATEMENT**  
**made in accordance with Russian accounting Standards**

**1. Accounting balance as of June 30, 2008**

Name of the index	Page number	As of the beginning of the accounting period	As of the end of the accounting period
1	2	3	4
(RUR, thousand)			
<b>ASSET</b>			
<b>Non-current assets</b>			
Intangible assets.....	110	-	154 313
Fixed assets.....	120	1410	38 518 541
Investments into non-current assets.....	130	185	2 875 518
Long term financial investments.....	140	-	110 044
Profit tax deferred assets.....	145	-	20 261
Other non-current assets.....	150	-	1 892
<b>Non-current assets total.....</b>	<b>190</b>	<b>1 595</b>	<b>41 680 569</b>
<b>Current assets</b>			
Raw materials, supplies, merchandise and other similar valuables.....	211	29	979 320
Prepared expenses.....	216	28 369	304 940
Acquired valuables value added tax.....	220	8	131 313
Long-term receivables and advances made.....	230	-	299 540
purchasers and consumers (redemption time is more than 12 months).....	231	-	24 954
advances made (redemption time is more than 12 months).....	235	-	274 586
Short-term accounts receivable and advances made.....	240	18 003	3 295 078
purchasers and consumers (redemption time is less than 12 months).....	241	5 666	1 039 939
advances made (redemption time is less than 12 months).....	245	9 872	1 331 478
Short-term financial investments.....	250	-	2 225
Cash.....	260	454	467 745
Other current assets.....	270	-	510
<b>Current assets total.....</b>	<b>290</b>	<b>46 863</b>	<b>5 480 671</b>
<b>ASSETS TOTAL.....</b>	<b>300</b>	<b>48 458</b>	<b>47 161 240</b>
<b>LIABILITY SIDE</b>			
<b>Stock capital</b>			
Authorized capital.....	410	10 000	17 857 780
Capital surplus.....	420	-	18 749 771
Reserve fund.....	430	-	178 517
Retained earnings (uncovered loss).....	460	301	3 303 565
<b>Stock capital total.....</b>	<b>490</b>	<b>10 301</b>	<b>40 089 633</b>
<b>Long term liabilities</b>			
Long term credits and loans.....	510	-	2 246 431
Deferred tax liabilities.....	515	30	46 186
Other long term liabilities.....	520	-	898 454
<b>Long term liabilities total.....</b>	<b>590</b>	<b>30</b>	<b>3 191 071</b>
<b>Short term liabilities and reserves</b>			
Short term credits and loans.....	610	-	1 226 820
Accounts payable.....	620	38 127	2 615 747
Supplier and contractor.....	621	7 356	809 691
Personnel liability.....	624	12 228	219 835
Calculations of value with state non-budgetary funds.....	625	4 194	79 131
Taxation and revenue budget settlements.....	626	13 823	321 900
Advances received.....	627	-	924 740
Founder liability.....	630	-	1 083
Deferred income.....	640	-	36 886
Provisions for liabilities and charges.....	650	-	-
Other short-term liabilities.....	660	-	-
<b>Short term liabilities and reserves total.....</b>	<b>690</b>	<b>38 127</b>	<b>3 880 536</b>

STOCK CAPITAL AND RESERVES TOTAL..... 700 48 458 47 161 240

IDGC of Volga, JSC

Financial Statement

## 2. Report on profits and losses for January-June 2008

Name of the index	Line number	(RUR, thousand)	
		As of the beginning of the accounting period	As of the end of the accounting period
1	2	3	4
<b>Production revenue (goods, works, services)</b>			
Electric power transition services.....	011	6 356 319	-
Technological connection of power installations.....	012	93 316	-
other kinds of activity.....	019	372 975	-
Ordinary activities revenues total.....	010	6 822 610	-
Cost of goods, products, works, services sold			
Electric power transition services.....	021	(5 906 391)	-
Technological connection of power installations.....	022	(11 372)	-
other kinds of activity.....	029	(184 418)	-
Ordinary activities revenues total.....	020	(6 102 181)	-
Total profit (profit on ordinary activities).....	050	720 429	-
Other revenues.....	090	320 971	-
Other costs.....	100	(720 255)	-
Before tax income.....	140	321 045	-
Income tax and other similar payments.....	150	(184 190)	-
NET PROFIT	190	136 855	-

### Express-analysis of the financial statement

#### 1. Equity-assets ratio

Ratio of the stock capital and the general amount of the balance currency

$$R_{ea} = \frac{\text{line 490}}{\text{line 700}} = 0,85$$

The ordinary value of the equity-assets ratio is either equal or more than 0,5.

#### 2. Working capital utilization factors ratio

Ratio of the stock capital minus noncurrent assets and the general amount of the current assets

$$R_{wcu} = \frac{\text{line 490} - \text{line 190}}{\text{line 290}} = -0,29$$

The ordinary value of working capital utilization factor is either equal or more than 0,1.

#### 3. Solvency ratio (liquidity)

##### 3.1. General liquidity ratio:

Ratio of the general liquidity of the current assets to the general amount of the short-term liabilities except for the reserves and the dividends payable

$$R_{gl} = \frac{\text{line 290}}{\text{line 690} - \text{line 630} - \text{line 640}} = 1,43$$

The ordinary value of general liquidity ratio is either equal or more than 2.

### 3.2 Absolute liquidity ratio

The ratio of the total of the short term financial investments and money means to the total amount of the short-term liabilities

$$R_{abs.l} = \frac{\text{line250} + \text{line260}}{\text{line 690}} = \mathbf{0,12}$$

The ordinary value of absolute liquidity ratio is either equal or more than 0,25.

IDGC of Volga, JSC

Financial Statement

### 3.3 Quick ratio

The ratio of the total of the finished product in stock, accounts receivable, short term financial investments and money means to the total amount of short term liabilities

$$R_q = \frac{\text{line214} + \text{line230} + \text{line240} + \text{line250} + \text{line260}}{\text{line 690}} = \mathbf{0,97}$$

The ordinary value of the quick ratio is either equal or more than 1.

## 4. Product profitability:

Profit ratio in the total of the production expenditures (production price, commercial and management expenses):

$$P_p = \frac{\text{line050}}{\text{Line 020} + \text{line 030} + \text{line 040}} = \mathbf{11,81\%}$$

## 5. Own capital profitability

### 5.1. General profitability:

Net profit percent in the annual average balance currency

$$P_g = \frac{\text{line190}}{\frac{\text{line 700 (NG)} + \text{line700 (KG)}}{2}} = \mathbf{0,58\%}$$

### 5.2. Own capital profitability:

Net profit percent in the annual average stock capital cost

$$P_{oc} = \frac{\text{line190}}{\frac{\text{line 490 (NG)} + 490 \text{ line (KG)}}{2}} = \mathbf{0,68\%}$$

*For reference: The "ordinary values" of the ratio are taken from the open sources of information, from financial analysis theory and can vary depending on the certain situation*

**General Director**

***Pakhomov S.V.***

**Chief accountant**

***Kalinin I.M.***