

**BANK VOZROZHDENIE**

**International Financial Reporting Standards  
Interim Quarterly Financial Statements  
(unaudited)**

**30 September 2010**

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**Bank Vozrozhdenie**  
**IFRS Interim Quarterly Statements**  
**Statement of financial position as at September 30, 2010**

(in millions of Russian Rubles)

1USD = 30,4030 Russian Ruble as at 30 September 2010

1USD = 30,2442 Russian Ruble as at 31 December 2009

**September 30, 2010**      **December 31, 2009**  
**(unaudited)**

**ASSETS**

Cash and cash equivalents	32 989	34 101
Mandatory cash balances with the Central Bank of the Russian Federation	1 057	868
Trading securities held to maturity	15 220	9 756
Due from other banks	1 306	6 363
Loans and advances to customers	94 271	85 205
Investment securities available for sale	2 212	1 312
Investment securities held to maturity	198	-
Premises, equipment and intangible assets	3 114	3 102
Other financial assets	1 087	1 236
Other assets	4 108	3 660

<b>TOTAL ASSETS</b>	<b>155 562</b>	<b>145 603</b>
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**LIABILITIES**

Due to other banks	2 495	4 368
Customer accounts	125 064	113 129
Debt securities in issue	5 445	6 364
Subordinated loans	4 339	4 578
Other financial liabilities	1 186	576
Other liabilities	361	302

<b>TOTAL LIABILITIES</b>	<b>138 890</b>	<b>129 317</b>
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**SHAREHOLDERS' EQUITY**

Share capital	250	250
Share premium	7 306	7 306
Retained earnings	9 043	8 660
Other reserves/Funds	73	70

<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>16 672</b>	<b>16 286</b>
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<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>155 562</b>	<b>145 603</b>
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**Bank Vozrozhdenie**  
**IFRS Interim Quarterly Statements**  
**Statement of Comprehensive Income as at September 30, 2010**

(in millions of Russian Rubles) 1USD = 30,4030 Russian Ruble as at 30 September 2010 1USD = 30,0922 Russian Ruble as at 30 September 2009	For 9M ended September 30		For 3M ended September 30	
	2010 (unaudited)	2009 (unaudited)	2010 (unaudited)	2009 (unaudited)
Interest income	10 337	12 988	3 243	4 173
Interest expense	(6 249)	(6 562)	(1 992)	(2 134)
<b>Net interest income</b>	<b>4 088</b>	<b>6 426</b>	<b>1 251</b>	<b>2 039</b>
Provision/Recovery of provision for loan impairment	(1 869)	(4 165)	(577)	(1 270)
<b>Net interest income after provision for loan impairment</b>	<b>2 219</b>	<b>2 261</b>	<b>674</b>	<b>769</b>
Fee and commission income	3 091	2 950	1 134	1 014
Fee and commission expense	(245)	(205)	(90)	(72)
(Losses less gains)/ Gains less losses arising from trading securities	(12)	208	20	(51)
Income from trading in foreign currencies	2 114	2 897	833	681
Expenses from trading in foreign currencies	(1 881)	(2 466)	(739)	(547)
Foreign exchange translation gains less losses	1	20	(9)	(18)
Gains less losses from disposals of investment securities available for sale	-	18	-	-
Losses arising from initial recognition of assets by rates lower than market	-	(1)	-	(1)
Recovery of impairment of investment securities available for sale	-	-	16	-
Dividend income	1	1	1	1
Other operating income	128	68	57	28
Administrative and other operating expenses	(4 928)	(4 379)	(1 718)	(1 467)
<b>Profit before tax</b>	<b>488</b>	<b>1 372</b>	<b>179</b>	<b>337</b>
Income tax expense	(91)	(530)	-	(137)
<b>PROFIT FOR THE REPORTING PERIOD</b>	<b>397</b>	<b>842</b>	<b>179</b>	<b>200</b>
<b>Other comprehensive income:</b>				
Available-for-sale investments:				
Gains less losses arising during the year	6	18	23	6
Income tax recorded directly in other comprehensive income	(3)	(8)	5	(8)
<b>Other comprehensive income for the year</b>	<b>3</b>	<b>10</b>	<b>28</b>	<b>(2)</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>400</b>	<b>852</b>	<b>207</b>	<b>198</b>
<b>Earnings per share for profit attributable to the equity holders of the Bank, basic and diluted</b> (expressed in RUB per share)				
Ordinary shares	16	34	7	8
Preference shares with fixed dividend amount	18	36	7	9

**Bank Vozrozhdenie**  
**IFRS Interim Quarterly Statements**  
**Statement of Changes in Equity for the period ended on September 30, 2010**

	Share capital	Share premium	Other reserves/ funds	Retained earnings	Total equity
<b>Balance at December 31, 2008</b>	<b>250</b>	<b>7 306</b>	<b>52</b>	<b>7 457</b>	<b>15 065</b>
Total comprehensive income for 2009	-	-	18	1 217	1 235
Dividends declared	-	-	-	(14)	(14)
<b>Balance at December 31, 2009</b>	<b>250</b>	<b>7 306</b>	<b>70</b>	<b>8 660</b>	<b>16 286</b>
Total comprehensive income for 2010	-	-	3	397	400
Dividends declared	-	-	-	(14)	(14)
<b>Balance at September 30, 2010</b>	<b>250</b>	<b>7 306</b>	<b>73</b>	<b>9 043</b>	<b>16 672</b>

	Share capital	Share premium	Other reserves/ funds	Retained earnings	Total equity
<b>Balance at December 31, 2007</b>	<b>250</b>	<b>7 306</b>	<b>-</b>	<b>4 334</b>	<b>11 890</b>
Total comprehensive income for 2008	-	-	52	3 137	3 189
Dividends declared	-	-	-	(14)	(14)
<b>Balance at December 31, 2008</b>	<b>250</b>	<b>7 306</b>	<b>52</b>	<b>7 457</b>	<b>15 065</b>
Total comprehensive income for 2009	-	-	26	842	868
Dividends declared	-	-	-	(14)	(14)
<b>Balance at September 30, 2009</b>	<b>250</b>	<b>7 306</b>	<b>78</b>	<b>8 285</b>	<b>15 919</b>

**Bank Vozrozhdenie**  
**IFRS Interim Quarterly Statements**  
**Statement of Cash Flows for the period ended on September 30, 2010**

<i>(in millions of Russian Rubles)</i>	<b>9M 2010</b> <b>(unaudited)</b>	<b>9M 2009</b> <b>(unaudited)</b>
<b>Cash flows from operating activities</b>		
Interest received	9 536	12 296
Interest paid	(5 994)	(5 679)
Fees and commissions received	3 037	2 933
Fees and commissions paid	(245)	(205)
Net income received from trading securities	19	48
Net income received from trading in foreign currencies	232	476
Other operating income received	181	68
Administrative and other operating expenses paid	(4 463)	(3 953)
Income tax paid	(445)	(436)
<b>Cash flows from operating activities before changes in operating assets and liabilities</b>	<b>1 858</b>	<b>5 548</b>
<b>Changes in operating assets and liabilities</b>		
Net increase in mandatory cash balances with the Central Bank of the Russian Federation	(189)	(700)
Net (increase)/decrease in trading securities	(5 513)	201
Net decrease in due from other banks	5 057	1 108
Net (increase)/decrease in loans and advances to customers	(10 291)	4 175
Net decrease/ (increase) in other financial assets	152	(76)
Net increase in other assets	(37)	(109)
Net decrease in due to other banks	(1 854)	(10 534)
Net increase in customer accounts	12 001	2 514
Net decrease in debt securities in issue	(735)	(51)
Net increase in other financial liabilities	610	469
Net (decrease)/increase in other liabilities	(66)	56
<b>Net cash used in operating activities</b>	<b>993</b>	<b>2 601</b>
<b>Cash flows from investing activities</b>		
Acquisition of investment securities available for sale	(991)	(784)
Proceeds from disposal of investment securities available for sale	131	1 905
Acquisition of investment securities held to maturity	(197)	-
Acquisition of fixed and intangible assets	(368)	(379)
Proceeds from disposal of fixed and intangible assets	2	2
Proceeds from disposal of long term assets available for sale	69	-
Dividends	1	1
<b>Net cash (used in)/from investing activities</b>	<b>(1 353)</b>	<b>745</b>
<b>Cash received from financing activities</b>		
Repayment of syndicated loans	-	(1 751)
Repayment of subordinated deposit	(302)	-
Dividends received	(14)	(14)
<b>Net cash used in financing activities</b>	<b>(316)</b>	<b>(1 765)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(436)</b>	<b>779</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(1 112)</b>	<b>2 360</b>
Cash and cash equivalents at the beginning of the year	34 101	28 490
<b>Cash and cash equivalents at the end of the financial period</b>	<b>32 989</b>	<b>30 850</b>

## 1 Introduction

These interim financial statements of Bank Vozrozhdenie has been prepared in accordance with International Financial Reporting (IAS) 34 "Interim financial statements" (the IFRS (IAS) 34) for nine months ended September 30, 2010.

**Presentation currency:** these financial statements are presented in millions of Russian Roubles ("RR millions")

The official CBRF exchange rate was applied for reevaluation of balances on FX accounts, which is as of September 30, 2010 comprised RR30.4030, as of December 31, 2009 - RR30.2442, and as of September 30, 2009 – RR30.0922 per one USD and relatively RR41.3481, RR43.3883 and RR44.0068 per one EUR.

## 2 Principles of accounting policies, critical accounting estimates and judgments

This interim financial statement is to be considered along with Bank's annual financial statements for the year ended December 31, 2009.

This interim financial statement doesn't contain all notes which are obligatory to disclosure in a full version of financial statement.

Principles and methods of accounting policy applied in this interim financial statement comply with the principles and methods applied and described in the Bank's annual Financial Statement for the year ended December 31, 2009.

Judgments made by the Bank's management applying accounting policy comply with the judgments described in the Bank's annual Financial Statement for 2009. The Bank's Management didn't apply any new estimates and judgments. As a result of applying estimates and judgments described in the Bank's financial statements for the year ended December 31, 2009 the Bank's assets, revenues and income for three months ended September 30, 2010 didn't change materially.

## 3 Cash and cash equivalents

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
Cash on hand	6 844	9 642
Correspondent accounts and overnight placements with other banks		
- Russian Federation	6 878	633
- other countries	15 134	16 125
Cash balances with the CBRF (other than mandatory reserve deposits)	4 133	7 701
<b>Total cash and cash equivalents</b>	<b>32 989</b>	<b>34 101</b>

Cash and cash equivalents are not impaired and are not collateralized.

## 4 Trading securities

<i>Trading securities (in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
CBRF bonds	6 774	3 429
State Internal loan Bonds (OVGVZ)	3 875	308
Corporate bonds	2 509	3 571
Municipal Bonds	1 082	1 584
Corporate Eurobonds	694	701
Federal loan bonds (OFZ)	274	-
Russian Federation Eurobonds	-	162
<b>Total debt securities</b>	<b>15 208</b>	<b>9 755</b>
Corporate shares	12	1
<b>Total trading securities</b>	<b>15 220</b>	<b>9 756</b>

#### **4 Trading securities (continued)**

The entire trading securities portfolio includes trading securities quoted on the market.

Trading securities are carried at fair value which also reflects any credit risk related write-downs. As trading securities are carried at their fair values based on observable market data, the Bank does not analyze or monitor impairment indicators. Trading securities are used by Bank basically for managing liquidity risk.

The Bank is licensed by the Federal Commission on the Securities Markets for trading in securities.

#### **5 Due from Other Banks**

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
Deposits with CBRF	1 000	4 000
Short-term placements with other banks	2	2 104
Insurance deposits with non-resident banks	304	259
<b>Total due from other banks</b>	<b>1 306</b>	<b>6 363</b>

The Bank has a significant concentration of credit risk with the CBRF. In total, credit risk exposure to the CBRF is estimated to have amounted to RR 12,964 million (2009: RR15,998 million), comprising cash and cash equivalents, mandatory reserve deposits with the CBRF and other amounts due from other banks and trading securities. As at September 30, 2010 the Bank's had no attracted deposits from the CBRF (2009: RR 2,306 million).

#### **6 Loans and Advances to Customers**

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
Corporate loans – large	26 969	25 657
Corporate loans – medium	44 559	38 683
Corporate loans – small	18 843	16 194
Mortgage loans	8 537	7 914
Other loans to individuals	6 634	6 196
<b>Total loans and advances to customers (before provision for loan impairment)</b>	<b>105 542</b>	<b>94 644</b>
Less: Provision for loan impairment	(11 271)	(9 439)
<b>Total loans and advances to customers</b>	<b>94 271</b>	<b>85 205</b>

In accordance with the annually approved Credit policy loans are divided into corporate and retail. Taking into consideration the Bank's customer policy requirements for 2010 the corporate portion of borrowers is further divided on the basis of total amount owned by the customer into the following categories: large – in excess of RR 750 million, medium – from RR 100 million to RR 750 million, small less than RR 100 million (2009: large – in excess of RR 750 million, medium – from RR 100 million to RR 750 million, small less than RR 100 million). Retail loans are divided into categories by product: mortgage loans and other loans to individuals including customer loans, car loans and bank card loans.



**6 Loans and advances to customers (continued)**

Movements in the provision for loan impairment during 9M 2010 are as follows:

<i>(in millions of Russian Rubles)</i>	Corporate loans – large	Corporate loans – medium	Corporate loans – small	Mortgage loans	Other loans to individuals	Total
<b>Provision for loan impairment at December 31, 2009</b>	1 631	4 129	2 660	449	570	9 439
Charges to/ (release of) provision for loan impairment during the year	106	1 283	440	8	32	1 869
Amounts written off during the year as uncollectible	-	-	(36)	-	(1)	(37)
<b>Provision for loan impairment at September 30, 2010</b>	1 737	5 412	3 064	457	601	11 271

Movements in the provision for loan impairment during 2009 are as follows:

<i>(in millions of Russian Rubles)</i>	Corporate loans – large	Corporate loans – medium	Corporate loans – small	Mortgage loans	Other loans to individuals	Total
<b>Provision for loan impairment at December 31, 2008</b>	732	1 700	1 722	192	411	4 757
Provision for loan impairment during the year	899	2 429	1 003	257	164	4 752
Amounts written off during the year as uncollectible	-	-	(65)	-	(5)	(70)
<b>Provision for loan impairment at December 31, 2009</b>	1 631	4 129	2 660	449	570	9 439

Economic sector risk concentrations within the customer loan portfolio are as follows:

<i>(in millions of Russian Rubles)</i>	2010		2009	
	Amount	%	Amount	%
Manufacturing	24 541	23	19 507	21
Trade	24 885	24	20 198	21
Individuals	15 172	14	14 110	15
Construction	9 952	9	7 830	8
State and public organizations	7 262	7	11 862	13
Transport and communications	6 872	7	5 068	5
Agricultural	4 032	4	3 823	4
Finance	2 728	3	6 087	6
Other	10 098	9	6 159	7
<b>Total Loans and advances to customers (Before provisions for loan impairment)</b>	<b>105 542</b>	<b>100</b>	<b>94 644</b>	<b>100</b>

State and public organizations exclude government owned profit oriented businesses.

At September 30, 2010 the Bank had 21 borrowers with aggregated loan amounts equal or above RUB 750 million. The total aggregate amount of these loans was RUB 26 969 million or 25.6% of the gross loan portfolio.

At December 31, 2009 the bank had 17 borrowers with aggregated loan amounts equal or above RUB 750 million. The total aggregate amount of these loans was RUB 25 657 million or 27.1% of the gross loan portfolio.

## 6 Loans and advances to customers (continued)

Analysis by credit quality of loans outstanding at September 30, 2010 is as follows:

<i>(in millions of Russian Rubles)</i>	Corporate loans – large	Corporate loans – medium	Corporate loans – small	Mortgage loans	Other loans to individuals	Total
<i>Neither past due nor impaired:</i>						
- Large borrowers with credit history over two years	16 077	-	-	-	-	16 077
- Large new borrowers	8 523	-	-	-	-	8 523
- Loans to medium size entities	-	2 105	-	-	-	2 105
- Loans assessed on a portfolio basis	-	35 778	15 687	7 809	5 948	65 222
- Loans renegotiated in 2010	209	1 328	349	69	68	2 023
<b>Total neither past due nor impaired</b>	<b>24 809</b>	<b>39 211</b>	<b>16 036</b>	<b>7 878</b>	<b>6 016</b>	<b>93 950</b>
<i>Past due but not impaired</i>						
- less than 30 days overdue	-	-	14	324	104	442
- 30 to 90 days overdue	-	220	-	54	12	286
- 90 to 180 days overdue	-	-	-	7	-	7
- 180 to 360 days overdue	-	-	-	9	5	14
- over 360 days overdue	-	-	-	-	-	-
<b>Total past due but not impaired</b>	<b>-</b>	<b>220</b>	<b>14</b>	<b>394</b>	<b>121</b>	<b>749</b>
<i>Loans collectively determined to be impaired (gross)</i>						
- 30 to 90 days overdue	-	-	25	-	16	41
- 90 to 180 days overdue	-	100	42	-	15	157
- 180 to 360 days overdue	-	-	225	-	26	251
- over 360 days overdue	-	871	2 282	-	176	3 329
<b>Total loans collectively determined to be impaired (gross)</b>	<b>-</b>	<b>971</b>	<b>2 574</b>	<b>-</b>	<b>233</b>	<b>3 778</b>
<i>Loans individually determined to be impaired (gross)</i>						
- less than 30 days overdue	1 310	918	-	-	19	2 247
- 30 to 90 days overdue	-	16	-	3	13	32
- 90 to 180 days overdue	-	575	86	-	4	665
- 180 to 360 days overdue	-	978	-	-	8	986
- over 360 days overdue	850	1 670	133	262	220	3 135
<b>Total loans individually determined to be impaired (gross)</b>	<b>2 160</b>	<b>4 157</b>	<b>219</b>	<b>265</b>	<b>264</b>	<b>7 065</b>
Less impairment provisions	(1 737)	(5 412)	(3 064)	(457)	(601)	(11 271)
<b>Total loans and advances to customers less provision</b>	<b>25 232</b>	<b>39 147</b>	<b>15 779</b>	<b>8 080</b>	<b>6 033</b>	<b>94 271</b>

**6 Loans and advances to customers (continued)**

Analysis by credit quality of loans outstanding at December 31, 2009 is as follows:

<i>(in millions of Russian Rubles)</i>	<b>Corporate loans – large</b>	<b>Corporate loans – medium</b>	<b>Corporate loans – small</b>	<b>Mortgage loans</b>	<b>Other loans to individuals</b>	<b>Total</b>
<i>Neither past due nor impaired:</i>						
- Large borrowers with credit history over two years	15 201	-	-	-	-	15 201
- Large new borrowers	7 536	-	-	-	-	7 536
- Loans to medium size entities	-	1 148	-	-	-	1 148
- Loans assessed on a portfolio basis	-	31 501	12 500	7 391	5 463	56 855
- Loans renegotiated in 2009	2 070	1 732	641	37	62	4 542
<b>Total neither past due nor impaired</b>	<b>24 807</b>	<b>34 381</b>	<b>13 141</b>	<b>7 428</b>	<b>5 525</b>	<b>85 282</b>
<i>Past due but not impaired</i>						
- less than 30 days overdue	-	-	55	136	153	344
- 30 to 90 days overdue	-	300	-	56	33	389
- 90 to 180 days overdue	-	-	-	39	-	39
- 180 to 360 days overdue	-	-	-	108	-	108
- over 360 days overdue	-	-	-	-	-	-
<b>Total past due but not impaired</b>	<b>-</b>	<b>300</b>	<b>55</b>	<b>339</b>	<b>186</b>	<b>880</b>
<i>Loans collectively determined to be impaired (gross)</i>						
- 30 to 90 days overdue	-	-	188	-	23	211
- 90 to 180 days overdue	-	197	391	-	31	619
- 180 to 360 days overdue	-	425	751	-	81	1 257
- over 360 days overdue	-	248	1 433	-	101	1 782
<b>Total loans collectively determined to be impaired (gross)</b>	<b>-</b>	<b>870</b>	<b>2 763</b>	<b>-</b>	<b>236</b>	<b>3 869</b>
<i>Loans individually determined to be impaired (gross)</i>						
- less than 30 days overdue	-	1 536	-	-	-	1 536
- 30 to 90 days overdue	-	26	-	-	-	26
- 90 to 180 days overdue	850	424	-	-	30	1 304
- 180 to 360 days overdue	-	811	94	-	59	964
- over 360 days overdue	-	335	141	147	160	783
<b>Total loans individually determined to be impaired (gross)</b>	<b>850</b>	<b>3 132</b>	<b>235</b>	<b>147</b>	<b>249</b>	<b>4 613</b>
Less impairment provisions	(1 631)	(4 129)	(2 660)	(449)	(570)	(9 439)
<b>Total loans and advances to customers</b>	<b>24 026</b>	<b>34 554</b>	<b>13 534</b>	<b>7 465</b>	<b>5 626</b>	<b>85 205</b>

**6 Loans and advances to customers (continued)**

The primary factors that the Bank considers in determining whether a loan is impaired are its overdue status and reliability of related collateral, if any.

The Bank applied the portfolio provisioning methodology prescribed by IAS 39, Financial Instruments: Recognition and Measurement, and booked portfolio provisions for impairment losses that were incurred but have not been specifically identified with any individual loan at the end of the reporting period. The Bank's policy is to classify each loan as 'neither past due nor impaired' until specific objective evidence of impairment of the loan is identified. The impairment provisions may exceed the total gross amount of individually impaired loans as a result of this policy and the portfolio impairment methodology.

The fair value of collateral in respect of loans past due but not impaired and in respect of loans collectively and individually determined to be impaired at September 30, 2010 was as follows:

<i>(in millions of Russian Rubles)</i>	<b>Corporate loans – large</b>	<b>Corporate loans – medium</b>	<b>Corporate loans – small</b>	<b>Mortgage loans</b>	<b>Other loans to individuals</b>	<b>Total</b>
<i>Fair value of collateral - loans past due but not impaired</i>						
- residential real estate	-	-	-	808	64	872
- production real estate	-	148	4	-	-	152
- equipment and inventories	-	41	10	-	-	51
- motor vehicles	-	-	-	-	32	32
- state guarantees and guarantees of the RF constituents	-	-	4	-	-	4
- third parties' guarantees	-	-	43	-	85	128
- other assets (other types of property, rights)	-	-	-	8	23	31
<i>Fair value of collateral - collectively impaired loans</i>						
- production real estate	-	665	623	-	-	1 288
- equipment and inventories	-	38	1 425	-	-	1 463
- state guarantees and guarantees of the RF constituents	-	-	42	-	-	42
- third parties' guarantees	-	-	-	-	145	145
- other assets (other types of property, rights)	-	8	67	-	-	75
<i>Fair value of collateral - individually impaired loans</i>						
- residential real estate	-	-	-	395	42	437
- production real estate	3 333	2 500	-	-	-	5 833
- equipment and inventories	216	1 549	-	-	-	1 765
- motor vehicles	-	-	-	-	73	73
- third parties' guarantees	-	-	-	-	402	402
- other assets (other types of property, rights)	-	109	-	-	22	131
<b>Total</b>	<b>3 549</b>	<b>5 058</b>	<b>2 218</b>	<b>1 211</b>	<b>888</b>	<b>12 924</b>

**6 Loans and advances to customers (continued)**

The fair value of collateral in respect of loans past due but not impaired and in respect of loans collectively and individually determined to be impaired at 31 December 2009 was as follows:

<i>(in millions of Russian Rubles)</i>	Corporate loans – large	Corporate loans – medium	Corporate loans – small	Mortgage loans	Other loans to individuals	Total
<i>Fair value of collateral - loans past due but not impaired</i>						
- residential real estate	-	-	-	545	185	730
- production real estate	-	104	36	-	-	140
- equipment and inventories	-	145	-	-	-	145
- motor vehicles	-	-	-	-	32	32
- third parties' guarantees	-	280	50	-	59	389
- other assets (other types of property, rights)	-	-	-	99	-	99
<i>Fair value of collateral - collectively impaired loans</i>						
- production real estate	-	245	640	-	-	885
- equipment and inventories	-	239	1 432	-	-	1 671
- state guarantees and guarantees of the RF constituents	-	-	108	-	-	108
- third parties' guarantees	-	-	-	-	168	168
- other assets (other types of property, rights)	-	9	18	-	-	27
<i>Fair value of collateral - individually impaired loans</i>						
- residential real estate	-	-	-	219	44	263
- production real estate	172	1 977	-	-	-	2 149
- equipment and inventories	216	1 043	75	-	-	1 334
- motor vehicles	-	-	-	-	91	91
- third parties' guarantees	-	-	-	-	166	166
- other assets (other types of property, rights)	-	109	-	4	-	113
<b>Total</b>	<b>388</b>	<b>4 151</b>	<b>2 359</b>	<b>867</b>	<b>745</b>	<b>8 510</b>

Neither past due nor impaired, but renegotiated loans represent the carrying amount of loans that would otherwise be past due or impaired whose terms have been renegotiated. Past due but not impaired loans represent collateralised loans where the discounted fair value of collateral covers the overdue interest and principal repayments. The amount reported as past due but not impaired is the whole balance of such loans, not only the individual instalments that are past due.

**7 Securities Available for Sale**

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
RF Eurobonds	404	-
Corporate Eurobonds	1 101	701
Corporate bonds	262	115
<b>Total debt securities</b>	<b>1 767</b>	<b>816</b>
Corporate shares	445	496
<b>Total investment securities available for sale</b>	<b>2 212</b>	<b>1 312</b>

The movements in investment securities available for sale are as follows:

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
<b>Carrying amount at 1 January</b>	<b>1 312</b>	<b>2 364</b>
Fair value gains less losses	6	26
Interest income accrued	51	11
Interest income received	2	22
Purchases	991	786
Disposals of investment securities available for sale	(184)	(1 916)
Other	34	19
<b>Carrying amount at September 30/December 31</b>	<b>2 212</b>	<b>1 312</b>

**8 Investment securities held to maturity**

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
Corporate promissory notes	198	-
<b>Total investment securities held to maturity</b>	<b>198</b>	<b>-</b>

Corporate promissory notes are the promissory notes of one Russian large company nominated in Russian rubles. These promissory notes have maturity date on December 2010 and discount rate/income of 4.9%.

**9 Other Assets**

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
Inventories	2 491	2 355
Investment properties	600	609
Non-current assets held for sale	541	536
Deferred income tax asset	438	52
Other	38	108
<b>Total other assets</b>	<b>4 108</b>	<b>3 660</b>

## 9 Other Assets (continued)

Inventories represent real estate assets, equipment, motor vehicles and inventory acquired by the Bank in settlement of overdue loans. The assets do not meet the definition of investment property and non-current assets held for sale and are classified as inventories in accordance with IAS 2, Inventories. The assets were initially recognised at cost when acquired. All of the above assets are expected to be realised within more than twelve months after the year-end. A decision on the use of the repossessed property is taken by the Bank's Management Board or the Board of Directors.

The Bank measures the investment property using the cost model less accumulated depreciation and provision for impairment, if necessary.

The portfolio of assets held for sale consists of residential and commercial real estate acquired by the Bank as repossessed collateral in the settlements of overdue loans. The Bank actively markets these assets and expects to dispose these assets by July 2011.

## 10 Due to Other Banks

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
Short-term placements of the CBRF	-	2 306
Placements of other banks	1 979	1 758
Correspondent accounts of other banks	516	304
<b>Total due to other banks</b>	<b>2 495</b>	<b>4 368</b>

In January 2010 the Bank prepaid a short-term placement of the CBRF in the amount of RR 2 306 million with maturity date in October 2010 and contractual interest rate of 10.0%

## 11 Customer Accounts

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
<b>State and public organisations</b>		
- Current/settlement accounts	382	319
- Term deposits	1 537	-
<b>Other legal entities</b>		
- Current/settlement accounts	25 865	24 253
- Term deposits	16 679	19 993
<b>Individuals</b>		
- Current/demand accounts	14 281	14 088
- Term deposits	66 320	54 476
<b>Total customer accounts</b>	<b>125 064</b>	<b>113 129</b>

### 11 Customer Accounts (continued)

State and public organisations exclude government owned profit orientated businesses.

Economic sector concentrations within customer accounts are as follows:

<i>(in millions of Russian Rubles)</i>	2010		2009	
	Amount	%	Amount	%
Individuals	80 601	64	68 564	60
Finance	12 064	10	12 167	11
Trade	10 204	8	11 428	10
Manufacturing	5 877	5	5 382	5
Transport and communications	3 675	3	4 414	4
Construction	3 440	3	5 385	5
State and public organisations	1 919	1	319	-
Agriculture	1 491	1	810	1
Other	5 793	5	4 660	4
<b>Total customer accounts</b>	<b>125 064</b>	<b>100</b>	<b>113 129</b>	<b>100</b>

### 12 Debt Securities in Issue

<i>(in millions of Russian Rubles)</i>	2010	2009
Bonds	-	3 087
Promissory notes	5 242	3 055
Deposit certificates	203	222
<b>Total debt securities in issue</b>	<b>5 445</b>	<b>6 364</b>

According to the terms of issue the Bank has paid off bonds circulated on the domestic market with nominal value of RR 3000 millions in March of 2010.

### 13 Subordinated loans

Subordinated loans represent long-term deposits of the Bank's customers, which mature from 2011 to 2018 and bear contractual interest rate from 2.3% to 9.2% (2009: from 2.3% to 9.2%). The contractual interest rates are regularly revised in accordance with the terms of the subordinated loans agreements №9 and №10. The debt ranks after all other creditor's claims in case of liquidation. The details of subordinated loans attracted by the Bank are disclosed in the table below:

	Start date	Maturity date	Currency	2010		2009	
				Contractual interest rate, %	Nominal value, RR million	Contractual interest rate, %	Nominal value, RR million
Subordinated loan 1	May 2000	April 2011	USD	2,25	243	2,25	242
Subordinated loan 2	June 2002	June 2010	USD	8,0	-	8,0	91
Subordinated loan 3	July 2004	July 2012	USD	8,0	-	8,0	302
Subordinated loan 4	June 2005	June 2013	USD	5,75	304	5,75	302
Subordinated loan 5	December 2005	December 2013	USD	8,0	213	8,0	212
Subordinated loan 6	March 2006	March 2014	USD	6,5	152	6,5	151
Subordinated loan 7	May 2006	May 2014	USD	6,5	91	6,5	91
Subordinated loan 8	June 2006	June 2014	USD	6,5	152	6,5	151
Subordinated loan 9	December 2006	December 2013	RR	7,75	1 000	8,75	1 000
Subordinated loan 10	April 2007	April 2014	RR	7,75	500	8,75	500
Subordinated loan 11	July 2008	August 2018	USD	9,21	1 520	9,21	1 512



**Bank Vozrozhdenie****Notes to the interim Financial Statement according to IFRS as at September 30, 2010**

Subordinated loan 12	August 2010	August 2018	USD	8,0	91	-	-
<b>Total subordinated loans</b>					<b>4 266</b>		<b>4 554</b>

On June 15, 2010 the Bank paid off subordinated loan received from the related party for the amount of USD3 millions.

On August 6, 2010 the Bank paid off before term subordinated loan r for the amount of USD10 millions.

Subordinated loans №5, 6, 7, 8, 12 were received by the Bank from a related party.

**14 Interest Income and Expense**

<i>(in millions of Russian Rubles)</i>	<b>9M 2010 (unaudited)</b>	<b>9M 2009 (unaudited)</b>
<b>Interest income</b>		
Loans and advances to customers - legal entities	7 832	10 030
Loans and advances to customers - individuals	1 578	1 948
Trading securities	599	662
Correspondent accounts and due from other banks	251	272
Investment securities available for sale	69	76
Investment securities held to maturity	8	-
<b>Total interest income</b>	<b>10 337</b>	<b>12 988</b>
<b>Interest expense</b>		
Term deposits of individuals	4 355	3 201
Term deposits of legal entities	1 244	1 196
Debt securities in issue	289	362
Subordinated loans	260	336
Due to other banks	75	1 355
Current/settlement accounts of legal entities	26	45
Syndicated loans	-	67
<b>Total interest expense</b>	<b>6 249</b>	<b>6 562</b>
<b>Net interest income</b>	<b>4 088</b>	<b>6 426</b>

**15 Fee and Commission Income and Expense**

<i>(in millions of Russian Rubles)</i>	<b>9M 2010 (unaudited)</b>	<b>9M 2009 (unaudited)</b>
<b>Fee and commission income</b>		
Settlement transactions	813	772
Cash transactions	732	761
Credit/debit cards and cheques settlements	654	504
Payroll projects	382	396
Cash collection	166	152
Guarantees issued	128	135
Other	216	230
<b>Total fee and commission income</b>	<b>3 091</b>	<b>2 950</b>
<b>Fee and commission expense</b>		
Credit/debit cards and cheques settlements	179	131
Settlements with currency and stock exchanges	17	13
Settlement transactions	15	31
Cash transactions	8	5
Other	26	25

<i>(in millions of Russian Rubles)</i>	<b>9M 2010 (unaudited)</b>	<b>9M 2009 (unaudited)</b>
<b>Total fee and commission expense</b>	<b>245</b>	<b>205</b>
<b>Net fee and commission income</b>	<b>2 846</b>	<b>2 745</b>

## **16 Administrative and Other Operating Expenses**

<i>(in millions of Russian Rubles)</i>	<b>9M 2010 (unaudited)</b>	<b>9M 2009 (unaudited)</b>
Staff costs	2 668	2 410
Administrative expenses	433	428
Depreciation of premises, equipment and intangible assets	379	365
Other costs related to premises, equipment and intangible assets	403	335
Contributions to the State Deposit Insurance Agency	217	165
Rent	204	200
Taxes other than income tax	174	151
Other	450	325
<b>Total administrative and other operating expenses</b>	<b>4 928</b>	<b>4 379</b>

Included in staff costs are statutory social security and pension contributions (unified social tax) of RR 444 million (2009: RR 392 million).

## **17 Segment Analysis**

Operating segment is a distinguishable component of the Bank that is engaged in providing products or services (business segment) with the purpose to generate income, whose operating results are regularly reviewed by the Bank's Management Board based on management accounts prepared in accordance with Russian accounting rules in terms of each operating segment. The functions of the chief operating decision maker (CODM) are performed by the Management Board of the Bank. Operating management and performance of an operating segment are the responsibility of the Deputy Chairman of the Management Board of the Bank supervising the corresponding business line.

Transactions between the operating segments are on normal commercial terms and conditions. Funds are ordinarily reallocated between operating segments, resulting in funding cost transfers disclosed in interest income and expense. Interest rates for these funds are differentiated depending on the attraction terms and are based on market indicators.

Segment assets and liabilities include operating assets and liabilities representing a major part of the Bank's assets and liabilities, as well as funds reallocated between operating segments, but excluding taxation. Internal charges and transfer pricing adjustments have been reflected in the performance of each operating segment. Segment performance is based on profitability and cost-effectiveness of operating assets.

The CODM evaluates performance of each segment based on profit before tax.

The table below represents the segment information of interest-bearing assets and interest-bearing liabilities per reportable segments for 9 months ended 30 September 2010 and 31 December 2009.

For the purpose of preparation of the management accounts the amount of assets and liabilities is calculated as average balances for the respective accounting period.

**17 Segment Analysis (continued)**

<i>(in millions of Russian Rubles)</i>	<b>Corporate business</b>	<b>Retail business</b>	<b>Bank cards transactions</b>	<b>Financial business</b>	<b>Liquidity</b>	<b>Other</b>	<b>Total</b>
<b>30 September 2010</b>							
<b>Total assets of reportable segments</b>	<b>83 705</b>	<b>12 115</b>	<b>2 437</b>	<b>43 512</b>	<b>-</b>	<b>-</b>	<b>141 769</b>
<b>Total liabilities of reportable segments</b>	<b>50 598</b>	<b>58 672</b>	<b>14 047</b>	<b>2 896</b>	<b>-</b>	<b>1 513</b>	<b>127 726</b>
<b>31 December 2009</b>							
<b>Total assets of reportable segments</b>	<b>78 788</b>	<b>14 490</b>	<b>2 774</b>	<b>34 645</b>	<b>-</b>	<b>403</b>	<b>131 100</b>
<b>Total liabilities of reportable segments</b>	<b>41 820</b>	<b>44 928</b>	<b>11 358</b>	<b>19 317</b>	<b>-</b>	<b>-</b>	<b>117 423</b>

The table below represents the information of income and expenses per reportable segments for 6 months ended 30 September 2010. The Bank's management considers operating income before provision for loan impairment as a key measurement of reportable segments results.

<i>(in millions of Russian Rubles)</i>	<b>Corporate business</b>	<b>Retail business</b>	<b>Bank cards transactions</b>	<b>Financial business</b>	<b>Liquidity</b>	<b>Other</b>	<b>Total</b>
<b>2010</b>							
- Interest income	7 623	1 272	298	902	-	3	10 098
- Non-interest income	2 220	576	990	102	-	45	3 933
- Transfer income	2 252	4 262	233	220	414	105	7 486
<b>Total revenues</b>	<b>12 095</b>	<b>6 110</b>	<b>1 521</b>	<b>1 224</b>	<b>414</b>	<b>153</b>	<b>21 517</b>
- Interest expense	(1 657)	(4 317)	(37)	(123)	-	(104)	(6 238)
- Non-interest expense	(107)	-	(153)	(36)	-	(26)	(322)
- Transfer expense	(6 090)	(883)	(154)	(395)	-	-	(7 486)
<b>Total expenses</b>	<b>(7 854)</b>	<b>(5 200)</b>	<b>(344)</b>	<b>(518)</b>	<b>-</b>	<b>(130)</b>	<b>(14 046)</b>
<b>Operating income before provision for loan impairment</b>	<b>4 241</b>	<b>910</b>	<b>1 177</b>	<b>706</b>	<b>414</b>	<b>23</b>	<b>7 471</b>
Provision for loan impairment	(1 854)	(15)	(23)	-	-	-	(1 892)
<b>Operating income</b>	<b>2 387</b>	<b>895</b>	<b>1 154</b>	<b>706</b>	<b>414</b>	<b>23</b>	<b>5 579</b>
Administrative and other operating expenses	(2 025)	(1 757)	(859)	(57)	-	(32)	(4 730)
<b>Profit/(loss) before tax (Segment result)</b>	<b>362</b>	<b>(862)</b>	<b>295</b>	<b>649</b>	<b>414</b>	<b>(9)</b>	<b>849</b>

**17 Segment Analysis (continued)**

The reconciliation of assets, liabilities, income and expenses of the Bank's reportable segments for 9 months ended 30 September 2010.

**Reconciliation of reportable segment assets**

<i>(in millions of Russian Rubles)</i>	<b>September 30, 2010 (unaudited)</b>	<b>December 31, 2009</b>
<b>Total reportable segment assets</b>	<b>141 769</b>	<b>131 100</b>
Assets unallocated between operating segments	14 554	17 670
Interest claim	1 629	773
Differences in financial statements format *	(1 645)	(3 589)
Differences in fair valuation of securities	68	70
Adjustment of provisions for loan impairment based on the incurred loss model	(986)	(594)
Recognition of commission income from lending using the effective interest method	(198)	(138)
Fair valuation of instruments with non-market rates	(1)	(2)
Recognition of financial instruments using the effective interest method	377	314
Provision for impairment of inventories	(5)	(1)
<b>Total assets</b>	<b>155 562</b>	<b>145 603</b>

**Reconciliation of reportable segment liabilities**

<i>(in millions of Russian Rubles)</i>	<b>September 30, 2010 (unaudited)</b>	<b>December 31, 2009</b>
<b>Total reportable segment liabilities</b>	<b>121 726</b>	<b>117 423</b>
Liabilities unallocated between operating segments	1 549	878
Liabilities on interest payment	2 771	2 347
Differences in financial statements format *	6 870	8 711
Deviation due to recording of reportable segment liabilities without regard to the events after the end of the reporting period	-	(6)
Recognition of liabilities at amortised cost	(26)	(36)
<b>Total liabilities</b>	<b>138 890</b>	<b>129 317</b>

\* Differences in financial statements format arise from presentation of assets and liabilities of reportable segments calculated as average balances for the reporting period for the purpose of management account preparation.

**17 Segment Analysis (continued)**

**Reconciliation of income and expense before tax of the reportable segments**

<i>(in millions of Russian Rubles)</i>	<b>September 30, 2010</b>
<b>Total reportable segment result</b>	<b>849</b>
Recognition of commission income from lending using the effective interest method	(60)
Recognition of other fees and commissions by reference to completion of the specific transaction	(13)
Recognition of interest income/expense using the effective interest method	(9)
Differences in fair valuation of trading securities	8
Adjustment of provisions for loan impairment based on the incurred loss model	(203)
Accrued Bank's liabilities on unused vacation payments, charges to mandatory deposit insurance fund	(77)
Differences in depreciation charge on premises and equipment and capitalised software implementation costs,	(53)
Recognition of financial instruments using the effective interest method	62
Provision for impairment of inventories	(4)
Other	(12)
<b>Profit before tax</b>	<b>488</b>

The abovementioned discrepancies arise from differences in assessment of assets and liabilities as well as in recording income and expenses under IFRS.

**Reconciliation of other material items of income or expenses**

Reconciliation of other material items of income or expenses for 9 months ended 30 September 2010 is as follows:

<i>(in millions of Russian Rubles)</i>	<b>Total amount for all reportable segments</b>	<b>Valuation at amortised cost</b>	<b>Fair valuation</b>	<b>Provision for loan impairment</b>	<b>Deferred expenses</b>	<b>Differences in depreciation charge</b>	<b>Reclassification of management reporting items</b>	<b>As reported under IFRS</b>
<b>Material income or expenses for 6 months ended 30 September 2010</b>								
Interest income	10 098	(64)	(49)				352	10 337
Non-interest income	3 933	54	58				(591)	3 454
Interest expense	(6 238)	(10)					(1)	(6 249)
Non-interest expense	(322)						65	(257)
Provision for loan impairment	(1 892)			(206)			229	(1 869)
Administrative and other operating expenses	(4 730)		(11)		(77)	(53)	(57)	(4 928)

## 18 Financial Risk Management

The risk management function within the Bank is carried out in respect of financial risks, operational risks and legal risks. Financial risk comprises market risk (including currency risk, interest rate risk and other price risk), credit risk, liquidity risk and geographical risk. The primary objectives of the financial risk management function are to establish risk limits, and then ensure that exposure to risks stays within these limits. The operational and legal risk management functions are intended to ensure proper functioning of internal policies and procedures to minimise operational and legal risks.

Policy and methods of financial risk management accepted by the Bank comply with the policy and methods described and applied in the Bank's annual financial report for the year ended December 31, 2009.

The tables below summarize the Bank's exposure to currency risk and Bank's liquidity position taking into account expected contractual time left before redemption of assets and liabilities.

**Currency risk.** The Bank is exposed to currency risk due to the fact that its assets and liabilities are denominated in different currencies as well as due to existence of open currency positions resulting from foreign currency transactions.

The table below summarises the Bank's exposure to currency risk at 30 September 2010:

<i>(in millions of Russian Rubles)</i>	<b>RR</b>	<b>USD</b>	<b>Euro</b>	<b>Other</b>	<b>Total</b>
<b>Monetary financial assets</b>					
Cash and cash equivalents	16 760	6 631	9 551	47	32 989
Mandatory cash balances with the CBRF	1 057	-	-	-	1 057
Trading securities	10 639	4 528	41	-	15 208
Due from other banks	1 000	304	2	-	1 306
Loans and advances to customers	86 642	6 395	1 234	-	94 271
Investment securities available for sale	262	1 095	410	-	1 767
Investment securities held to maturity	198	-	-	-	198
Other financial assets	872	98	100	-	1 070
<b>Total monetary financial assets</b>	<b>117 430</b>	<b>19 051</b>	<b>11 338</b>	<b>47</b>	<b>147 866</b>
<b>Monetary financial liabilities</b>					
Due to other banks	516	1 284	695	-	2 495
Customer accounts	99 077	15 424	10 556	7	125 064
Debt securities in issue	5 057	232	156	-	5 445
Subordinated loans	1 591	2 748	-	-	4 339
Other financial liabilities	1 159	26	1	-	1 186
<b>Total monetary financial liabilities</b>	<b>107 400</b>	<b>19 714</b>	<b>11 408</b>	<b>7</b>	<b>138 529</b>
<b>Net balance sheet position</b>	<b>10 030</b>	<b>(663)</b>	<b>(70)</b>	<b>40</b>	<b>9 337</b>
<b>Credit related commitment</b>	<b>17 174</b>	<b>225</b>	<b>3 538</b>	<b>-</b>	<b>20 937</b>

**18 Financial Risk Management (continued)**

The above analysis includes only monetary assets and liabilities. Investments in equities and non-monetary assets are not considered to give rise to any material currency risk.

**Liquidity risk.** Liquidity risk is defined as the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities due to discrepancies between terms of climes on active operations and maturity of liabilities. The Bank is exposed to daily calls on its available cash resources from overnight deposits, current accounts, maturing deposits, loan draw downs, guarantees and from margin and other calls on cash settled derivative instruments.

The analyses of Bank's liquidity risk as at September 30, 2010 is as follows:

<i>(in millions of Russian Rubles)</i>	<b>Demand and less than 1 month</b>	<b>From 1 to 6 months</b>	<b>From 6 to 12 months</b>	<b>Over 12 months</b>	<b>Total</b>
<b>Assets</b>					
Cash and cash equivalents	32 989	-	-	-	32 898
Mandatory cash balances with the CBRF	422	312	218	105	1 057
Trading securities	15 220	-	-	-	15 220
Due from other banks	1 000	-	1	305	1 306
Loans and advances to customers	6 605	29 538	21 417	36 711	94 271
Investment securities available for sale	445	840	113	814	2 212
Investment securities held to maturity	-	198	-	-	198
Other financial assets	1 087	-	-	-	1 087
<b>Total financial assets</b>	<b>57 768</b>	<b>30 888</b>	<b>21 749</b>	<b>37 935</b>	<b>148 340</b>
<b>Liabilities</b>					
Due to other banks	580	331	341	1 243	2 495
Customer accounts	51 317	36 603	24 250	12 894	125 064
Debt securities in issue	810	1 948	2 636	51	5 445
Subordinated loans	-	98	249	3 992	4 339
Other financial liabilities	1 186	-	-	-	1 186
<b>Total financial liabilities</b>	<b>53 893</b>	<b>38 980</b>	<b>27 476</b>	<b>18 180</b>	<b>138 529</b>
<b>Net liquidity gap based on expected maturities at 30 September 2010</b>	<b>3 875</b>	<b>(8 092)</b>	<b>(5 727)</b>	<b>19 755</b>	<b>9 811</b>
<b>Cumulative liquidity gap at 30 September 2010</b>	<b>3 875</b>	<b>(4 217)</b>	<b>(9 944)</b>	<b>9 811</b>	

The above analysis is based on expected maturities. The entire portfolio of trading securities is therefore classified within demand and less than one month based on management's assessment of the portfolio's realisability.

The expected maturity of investment securities available for sale is based on offer agreement date.

**19 Contingencies and Commitments**

**Credit related commitments.** The primary purpose of these instruments is to ensure that funds are available to a customer as required. Guarantees and standby letters of credit, which represent irrevocable assurances that the Bank will make payments in the event that a customer cannot meet its obligations to third parties, carry the same credit risk as loans. Documentary and commercial letters of credit, which are written undertakings by the Bank on behalf of a customer authorising a third party to draw drafts on the Bank up to a stipulated amount under specific terms and conditions, are collateralised by the underlying shipments of goods to which they relate or cash deposits and therefore carry less risk than a direct borrowing.

### **19 Contingencies and Commitments (continued)**

Commitments to extend credit represent unused portions of authorisations to extend credit in the form of loans, guarantees or letters of credit. With respect to credit risk on commitments to extend credit, the Bank is potentially exposed to loss in an amount equal to the total unused commitments. However, the likely amount of loss is less than the total unused commitments since most commitments to extend credit are contingent upon customers maintaining specific credit standards. The Bank monitors the term to maturity of credit related commitments because longer-term commitments generally have a greater degree of credit risk than shorter-term commitments. Outstanding credit related commitments are as follows:

<i>(in millions of Russian Rubles)</i>	<b>2010</b>	<b>2009</b>
Unused limits on overdraft loans	8 214	5 029
Guarantees issued	7 770	4 751
Undrawn credit facilities	3 251	680
Letters of credit for payments in the Russian Federation	124	31
Import letters of credit	1 578	25
<b>Total credit related commitments</b>	<b>20 937</b>	<b>10 516</b>

The total outstanding contractual amount of undrawn credit lines, letters of credit, and guarantees does not necessarily represent future cash requirements, as these financial instruments may expire or terminate without being funded.