

## Profit and Loss Statement

For January – September, 2006

		COMPANY	CODES
	Form No.2 (All-Russia Classifier of Management Documentation)		0710002
	Date [yy,mm,dd]		2006\09\30
Organisation: OAO RAO UES Russia	Russian National Classifier of Businesses and Organizations		17230282
Taxpayer's identification number	TIN		7705018828
Type of Activity: Financial and industrial groups and holding companies management	All-Russia Classifier of Types of Economic Activity		74.15
Form of incorporation / Form of ownership: Joint stock company/ joint federal and foreign shareholding	All-Russia Classifier of Form of Incorporation/Form of Ownership		4731
Measurement unit: Thousand rubles	All-Russia Classifier of Units of Measurement		384

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Item	Note	Line code	For the reporting period	For the same period last year
1	A	2	3	4
1. Profit and loss on primary activity				
Net revenues from sale of goods, products, works and services (minus value added tax, excise tax and similar compulsory payments),		010	29 921 963	22 953 347
<i>electric power to internal consumers</i>		011	-	-
<i>electric power for export</i>		012	-	843 546
<i>heat power</i>		013	-	-
<i>subscription fee (for RAO UES Russia)</i>		014	22 348 194	19 416 135
<i>revenues from electric and heat power transportation for sales companies</i>		018	-	-
<i>other commercial goods, products, works, services</i>		019	-	-
<i>other non-commercial goods, products, works, services</i>		015	210214	368 250
<i>goods, products, works, services related to primary activity (for institutes)</i>		016	5606	75 486
<i>income from participating in other organisations</i>		017	-	-
<i>Cost of sold goods, products, works and services including sold:</i>		032	7 357 949	2 249 930
<i>electric power to internal to internal suppliers</i>		020	(465 959)	(1 262 655)
<i>electric power for export</i>		021	-	-
<i>heat power</i>		022	-	(644 277)
<i>subscription fee (for RAO UES Russia)</i>		023	-	-
<i>transportation of electric and heat power</i>		024	(314 328)	(371 259)
<i>electric energy by sales companies</i>		028	-	-
<i>other commercial goods, products, works, services</i>		031	-	-
		025	(148 685)	(170 812)

<i>other non-commercial goods, products, works, services</i>		026	(2 946)	(76 307)
<i>goods, products, works, services related to primary activity</i>		027	-	-
<i>(for institutes)</i>		033	-	-
<i>loss from participating in other organisations</i>		029	29 456 004	21 690 692
Gross profit		030	-	(186 720)
Commercial expenses		040	(415 6997)	(3 121 165)
Management expenses.		050	25 299 007	18 382 807
Profit (loss) from sales				
II. Operating income and expenses				
Interest receivable		060	740 776	626 857
Interest payable		070	(242 757)	(351 312)
Income from participating in other organisations		080	-	-
Other operating income		090	26 091 444	61 947 690
Other operating expenses		100	(19 431 839)	(61 432 269)
III. Non-sale income and expenses				
Non-sale income		120	923 817	371 070
Non-sale expenses		130	(253 0911)	(1 372 730)
<b>Profit (loss) before tax</b>		140	30 849 537	18 172 113
Deferred tax asset		141	-	-
Deferred tax liability		142	(111 295)	(82 229)
Recurring profits tax		150	(6 459 809)	(4662 164)
Other similar compulsory payments		146	(1 268 810)	(352 786)
<b>Profits tax and other similar compulsory payments обязательные платежи</b>		151	(783 9914)	(5 097 1 79)
Profit (loss) from ordinary activity		160	23 009 623	13 074 934
IV. Extraordinary income and expenses				
Extraordinary income		170	-	-
Extraordinary expense		180	-	-
<b>Net profit (retained profits (loss) of the reporting period</b>		190	23 009 623	13 074 934
FOR REFERENCE				
Permanent tax liabilities (assets)		200	(832 785)	383 086

(rubles)

Item	Note	Line code	For the reporting period	For the same period last year
1	A	2	3	4
FOR REFERENCE				
Gross profit (loss) per share		201	0,5498	0,3124
Overcapitalised profit (loss) per share		202	0,5498	0,3124

**BREAKDOWN OF SOME PROFIT AND LOSS**

Item	Note	Line code	For the reporting period	For the same period last year
1	A	2	3	4
Recognised fines, interest and penalties, or those with a court/ arbitrazh court to charge				
profit		210	83	491
loss		211	1 295	5 738
Profit (loss) from previous years		220	846 871	90 444
profit		221	384 186	160 216
loss				
Indemnification of loss caused by failure to fulfill or improper performance of obligations		230	-	4
profit		231	-	-
loss				
Exchange differences on operations in foreign currency		240	46 471	116 185
profit				

	loss	241	27 351	246 667
Allowances	loss	250	-	11 012
Write-off of accounts payable and receivable whereby limitation period expired	profit			
		260	11 001	16 513
	loss	261	80 536	161 671

Member of the Management Board,  
Financial Director

S.K. Dubinin

Chief Accountant

S.V. Makshakov

**Balance Sheet**

As of 30 September 2006

		COMPANY	
		CODES	
Organisation: OAO RAO UES Russia	Form No.1 (All-Russia Classifier of Management Documentation)	0710001	
	Date [yy,mm,dd]	2006/09/30	
	Russian National Classifier of Businesses and Organizations	17230282	
Taxpayer's identification number	TIN	7705018828	
Type of Activity: Financial and industrial groups and holding companies management	All-Russia Classifier of Types of Economic Activity	74.15	
Form of incorporation / Form of ownership: Joint tock company/ joint federal and foreign shareholding	All-Russia Classifier of Form of Incorporation/Form of Ownership	47/31	
Measurement unit: Thousand rubles	All-Russia Classifier of Units of Measurement	384	

Address 119526, Moscow, Prospect Vernadskogo, 101 building 3

ASSETS	Note	Code	For the beginning of reporting	For the end of reporting
1	A	2	3	4
1. FIXED ASSETS				
<b>Intangible assets</b>		110	1 771	1 771
including:				
patents, software, trade marks (service marks) rights,				
other rights and assets similar to the above		111	-	-
organizational expenses		112	-	-
business reputation of the organisation		113	-	-
other types of intangible assets		114	1 771	1 771
research and development results		115	-	-
<b>Fixed assets</b>		120	5 902 138	1 469 059
including:				
land plots and natural resources management facilities природопользования		121	-	-
building, machines and equipment, constructions		122	5 463 083	1 060 913
other types of fixed assets		123	439 055	408 146
<b>Construction-in-progress</b>		130	6 266 100	5 003 982
<b>Income-bearing investments in material valuables</b>		135	292 126	199 226
including:				
property to be leased out		136	-	-
property leased under leas agreement		137	292 126	199 226
<b>Long-term financial investments</b>		140	265 118 691	289 023 466

including:				
investments in subsidiaries		141	255 320 101	277 249 805
investments in affiliated companies		142	3 510 496	4 494 789
investments in other organisations		143	1 260 214	1 403 563
loans issued to organisations for the term longer than 12 months		144	436 860	387 800
other long-term financial investments		148	4 591 020	5 487 509
<b>Deferred tax assets</b>		145	-	-
<b>Other fixed assets</b>		150	-	-
<b>TOTAL on section I</b>		190	277 580 826	295 697 504
<b>ASSETS</b>	<b>Note</b>	<b>Code</b>	<b>For the beginning of reporting</b>	<b>For the end of reporting</b>
<b>1</b>	<b>A</b>	<b>2</b>	<b>3</b>	<b>4</b>
<b>II. CURRENT ASSETS</b>				
Inventory		210	641 657	646 792
including:				
primary material, materials and other similar valuables		211	237651	148214
rearsers and fatteners		212	-	-
expenses relating to construction-in-progress		213	-	-
finished products and goods for resale		214	494	6
goods shipped		215	5 970	-
deferred expenses		216	397 542	498 572
other inventories and expenses		217	-	-
<b>Value added tax on purchased valuables</b>		220	970 904	870 060
<b>Accounts receivable (whereby expected period of payment exceeds 12 months after reporting date)</b>		230	25 971 571	20 949 529
including:				
purchasers and customers		231	1 429 451	1 429 450
bonds receivable		232	-	-
arrears of subsidiaries and affiliated companies		233	-	-
advances paid		234	121 201	121 202
other debtors		235	24 420 919	19 398 877
<b>Accounts receivable (whereby expected period of payment is within 12 months after reporting date)</b>		240	22 555 914	26 138 988
including:				
purchasers and customers		241	1 696 553	1 053541
bonds receivable		242	-	-
arrears of subsidiaries and affiliated companies		243	2 457 288	3 052 735
arrears of participants (founders) with contributions to charter capital		244	-	-
advances paid		245	1 095 762	606 428
other debtors		246	17 306 311	21 426 284
<b>Short-term financial investments</b>		250	8 883 596	14 146 732
including:				
loans issued to organisations for less than 12 months		251	1 485 538	395 694
other short-term financial investments		253	7 398 058	13 751 038
<b>Monetary assets</b>		260	1 951 110	6 499 440
including:				
cash		261	672	728
current accounts		262	1 860 378	6 473 630
foreign currency accounts		263	17 929	19 754
other monetary assets		264	72 131	5 328
<b>Other current assets</b>		270	4 008	1 390
<b>TOTAL on section II</b>		290	60 978 760	69 252 931
<b>Balance</b>		300	338 559 586	364 950 435
<b>LIABILITIES</b>	<b>Note</b>	<b>Code</b>	<b>For the beginning of reporting</b>	<b>For the end of reporting</b>
<b>1</b>	<b>A</b>	<b>2</b>	<b>3</b>	<b>4</b>
<b>III. CAPITAL AND RESERVES</b>				

Charter capital	410	21 558 452	21 558 452
Own shares bought out from shareholders	411	(30)	(30)
Capital surplus	420	97 841 613	97 841 613
Settlements on allotted property	423	-	-
Surplus reserve	430	3 234 156	3 234 156
including:			
reserves created pursuant to law	431	3 234 156	3 234 156
reserves created pursuant to statutory documents	432	-	-
<b>Special purpose funding</b>	450	-	-
<b>Retained profits (outstanding loss)</b>	470	208 265 821	228 391 426
<b>TOTAL on section III</b>	490	330 900 012	351 025 617
<b>IV. LONG-TERM OBLIGATIONS</b>			
<b>Loans and credits</b>	510	397 495	378 828
including:			
bank credits to be repaid			
in more than 12 months after reporting date	511	397 495	378 828
loans to be repaid			
in more than 12 months after reporting date	512	-	-
<b>Deferred tax liabilities</b>	515	785 943	870 380
<b>Other long-term obligations</b>	520	505 802	374 090
<b>TOTAL on section IV</b>	590	1 689 240	1 623 298
<b>V. SHORT-TERM LIABILITIES</b>			
<b>Loans and credits</b>	610	3 740 000	6 099 022
including:			
bank credits to be repaid			
within 12 months after reporting date	611	3 500 000	705 022
loans to be repaid			
within 12 months after reporting date	612	240 000	5 394 000
<b>Accounts payable</b>	620	1 875 979	4 569 556
including:			
suppliers and contractors	621	235 596	314 804
bonds payable	626	-	-
arrears to subsidiary and affiliated companies	628	55 074	13 349
arrears on remuneration to employees	622	60 994	50 674
arrears to state and non-budget funds	623	7 455	7 125
taxes and levies arrears	624	102 444	1 530 465
advances received	627	78 431	8 881
other creditor	625	1 335 985	2 644 258
<b>Profit payable to participants (founders)</b>	630	220 387	1 524 728
<b>Deferred income</b>	640	133 968	108 214
<b>Reserves for expected expenses and payments</b>	650	-	-
<b>Other short-term liability</b>	660	-	-
<b>TOTAL on section V</b>	690	5 970 334	12 301 520
<b>Balance</b>	700	338 559 586	364 950 435

**Statement on available valuables accounted for in off-balance-sheet accounts**

ASSETS	Note	Code	For the beginning of reporting	For the end of reporting
Leased fixed assets		910	288 778	305 716
Including those under lease		911	-	-
<i>Material</i> assets in custody		920	3	-
Materials to be processed		925	-	-
Goods on commission		930	-	-
Equipment to be assembled		935	-	-
Depreciated insolvent debtors liability		940	1 316 264	1 016 547
Provisions for obligations and payments received		950	3 005 632	2 735 860
Provisions for obligations and payments issued		960	16 092 592	7 209 153

Depreciation of fixed assets	970	790	12
Depreciation of external development facilities and other similar objects	980	8 556	5427
Registered high-security forms	991	-	-
Fixed assets leased out	992	80	67
Property in federal ownership	993	123 097	109 662
Loaned intangible assets	990	-	-

Member of the Management Board,  
Financial Director

S.K. Dubinin

Chief Accountant

S.V. Makshakov