



ROSEXPERTIZA

Audit Opinion

Made by ROSEXPERTIZA LLC,
an Independent Auditor,
on Financial (Accounting) Statements
of JSC “TGC-5” for 2005



To shareholders of JSC "TGC-5"

AUDIT OPINION

Made by ROSEXPERTIZA LLC, an Independent Auditor,
on Financial (Accounting) Statements of JSC "TGC-5" for 2005

Auditor:

- **Name:** ROSEXPERTIZA Limited Liability Company
- **Registered address:** 11, Mashi Poryvaevoy ul., Moscow, 107078, Russian Federation.
- Postal address: 7, building 3, Tikhvinsky Pereulok, Moscow, 127055, Russian Federation.
- Tel.: (495) 721-38-83, fax (495) 721-38-94.
- E-mail: rosexp@online.ru; Internet address: www.rosexpertiza.ru
- Auditing License No E 000977 issued by the Ministry of Finance of the Russian Federation on June 25, 2002 of the period of five years.
- Certificate of State Registration of ROSEXPERTIZA LLC No 183142 issued by the Moscow Registration Chamber on September 23, 1993.
- Certificate of entering the legal entity registered before July 01, 2002 into the United State Register of Legal Entities on September 27, 2002 under basic state number 1027739273946.
- Settlement account No 40702 81090 00000 13033 with OAO AKB "Rosbank", correspondent account No 30101 81000 00000 00256 BIC 044525256, TIN 7708000473, OKONH 84400, 72200, OKPO 29926698.
- Audit Contract № 1-A-1955 of February 14, 2006

The audit was made by:

A.O. Erofeeva O.Y. Mikhailov L.N. Rummyantseva I.V. Polyanskaya	R.V. Rummyantseva Y.E. Stepanova Y.I. Shalunov E.V. Tereshuk
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Audited Company:

- Name: JSC "TGC-5"
- Registered address: 4/4, Yakovleva prosp., Cheboksary, 428029
- Postal address: 51, Luganskaya ul., Kirov, 610044
- Tel.: (8332) 57-44-01
- Fax: (8332) 57-44-39



ROSEXPERTIZA

We have audited the attached financial (accounting) statements of JSC “TGC-5” (hereafter the “Company”) for the period from January 01 till December 31, 2005. The financial (accounting) statements consist of:

- Accounting Balance Sheet (Form 1);
- Profit and Loss Statement (Form 2);
- Appendices to the Accounting Balance Sheet and Profit and Loss Statement (Forms 3, 4, 5)
- Explanatory Note

These statements were prepared by the Executive Body of the Company under Federal Law of November 21, 1996 No 129-FZ, “On Accounting”, “Regulation on Bookkeeping and Accounting in the Russian Federation” approved by Order of the Russian Federation Ministry of Finance of July 29, 1998 № 34n. “Regulation on Bookkeeping “Accounting in Organizations”, Accounting Rules 4/99 approved by Order of the Russian Federation Ministry of Finance of July 06, 1999 № 43n., Order of the Russian Federation Ministry of Finance of July 22, 2003 № 67n. «On Accounting Forms of Companies».

The Executive Body of the Company is responsible for preparing these statements. Our responsibility is to express our opinion stating whether these statements are true and reliable in all material aspects and the accounting procedure complies with the laws of the Russian Federation on the basis of the audit results.

We conducted the audit as prescribed by Federal Law of August 07, 2001 No 119-FZ “On Auditing”, Federal Auditing Regulations (Standards) (RF Government Decree of September 23, 2002 No 696 in the wording of RF Government Decrees of July 04, 2003 No 405, of October 07, 2004 No 532, of April 16, 2005 № 228), and as required by the in-house standards.

The audit was planned and conducted so that we could reasonably be sure that the financial (accounting) statements are free of any material misstatements. It was a sampling audit, in the course of which we made a test-based examination of the data that proves that the figures are correct, disclosed the information on the financial and economic activities in the financial (accounting) statements, checked that the accounting principles used for preparing the financial (accounting) statements are observed, studied the key estimated figures obtained by the audited Company management, and assessed the submission of the financial (accounting) statements. We think that the audit we conducted provides sufficient grounds for us to state that the financial (accounting) statements are true and reliable and comply with the accounting procedure prescribed by the laws of the Russian Federation.

Our audit established the following:

We did not supervise the inventory as of October 01, 2005 because this date came before the date, on which we were invited as the Company auditors. The Management of the Company is responsible for reliability of the data contained in the inventory registers, collation statement and reconciliation acts.

Our opinion is that if we ignore any amendments that might be recognized necessary with the possibility to obtain sufficient proofs of the circumstances specified in the previous part, the financial (accounting) statements of the Company give a true and fair view of the financial standing in all material aspects as of December 31, 2005 and the financial and economic results of the Company for the period from January 1 to December 31, 2005 inclusive.



ROSEXPERTIZA

March 5, 2006

Deputy General Director

/signature/

A.O. Erofeev

Chief Auditor

/signature/_____

O.Yu. Mikhailov

SEAL: "ROSEXPERTIZA"

Qualification Certificate № K 012705 in general audit,
issued for an unlimited period.