

**Accounting Reports (Financial Statements) for 2003**  
**(according to the Russian Accounting Standards)**

**BALANCE SHEET of JSC CENTERTELECOM as at December 31, 2003**  
(According to the Russian Accounting Standards)

As at December 31, 2003

Organization **JSC CenterTelecom (MRC)**  
 Taxpayer Identification Number 5000000970  
 Business activity **Telecommunications services**  
 Legal status / form of ownership **Mixed ownership**  
 Unit **Russian roubles (RUR) in thousands (RUR'000)**

Address **6 Degtiarny Pereulok, building 2, GSP-3, Moscow, 125993, Russia**

Form 01 by OKUD  
 Date (year, month, day) 2004, March 31  
 By OKPO **01140111**  
 INN **5000000970**  
 By OKVED **64.20**  
 By OKOPF/OKFS **48/31**  
 by OKEI **384**

Date of approval  
 Date of submitting (receipt)

Codes
0710001
2004, March 31
<b>01140111</b>
<b>5000000970</b>
<b>64.20</b>
<b>48/31</b>
<b>384</b>

ASSETS	Item code	Line code	As at the reporting period start	As at the reporting period end	Note # (in the Explanatory Notes)
1	1a	2	3	4	5
<b>I. NON-CURRENT ASSETS</b>					
Intangible assets	110	110	297	49	
Fixed assets	120	120	17,549,273	22,287,735	6.1.
Capital expenditures	130	130	1,878,008	2,760,862	6.2.
Income yielding investments in tangible items	135	135	1,892	1,877	
Long-term financial investment (06,82)	140	140	123,959	119,863	6.3.
investment in daughter companies		141	91,647	91,135	
investment in affiliates		142	10,828	11,319	
investment in other organizations		143	304	8,077	
Other long-term financial investments		144	21,180	9,332	
Deffered tax assets	145	145	12,941	11,527	6.4.
Other non-current assets	150	150	307,372	1,642,503	6.5.
<b>TOTAL on Section I</b>	<b>190</b>	<b>190</b>	<b>19,873,742</b>	<b>26,824,416</b>	

ASSETS	Item code	Line code	As at the reporting period start	As at the reporting period end	Note # (in the Explanatory Notes)
	1a	2	3	4	5
<b>II. CURRENT ASSETS</b>					
Inventories	210	<b>210</b>	595,045	915,292	
raw materials, auxiliary and other suchlike assets	211	211	485,581	600,348	6.6.
expenses on production in progress (in circulation overheads)	213	213	252	754	
finished products and goods for resale	214	214	38,416	28,848	
shipped products	215	215	200	472	
prepaid expenses	216	216	70,589	284,870	
other inventory and expenses	217	217	7	,	
VAT on acquired valuable items	220	220	789,585	1,477,023	6.7.
Accounts receivable (with payment expected within 12 months after the date of reporting), <i>including</i>	230	<b>230</b>	42,568	59,440	
customers and buyers	231	231	,	,	
advanced payments		232	26,213	28,927	
other debtors		233	16,355	30,513	
Accounts receivable (with payment expected within 12 months after the date of reporting), <i>including:</i>	240	<b>240</b>	1,743,578	2,357,538	
customers and buyers	241	241	1,259,330	1,732,449	6.8.
advanced payments		242	170,545	211,266	
other debtors		243	313,703	413,823	6.9.
Short-term financial investment	250	250	16,110	24,486	6.3.
Cash and cash equivalents	260	260	288,991	1,015,270	6.10.
Other current assets	270	270	1,067	941	

<b>Total for Section II</b>	290	<b>290</b>	3,476,944	5,849,990	
<b>GRAND TOTAL (sum of lines 190 and 290)</b>	300	<b>300</b>	23,350,686	32,674,406	

<b>LIABILITIES</b>	<b>Item code</b>	<b>Line code</b>	<b>As at the reporting period start</b>	<b>As at the reporting period end</b>	<b>Note # (in the Explanatory Notes)</b>
1	1a	2	3	4	5
<b>III. CAPITAL AND RESERVES</b>					
Charter (authorized) capital	410	410	631,200	631,200	6.11.
Additional capital	420	420	6,405,534	6,332,963	
Reserves	430	430	27,838	31,560	
Shares repurchased from shareholders	411	440			
Retained profit (uncovered loss)of previous years	470	460	6,760,726	6,567,747	6.12.
Retained profit (uncovered loss)of the reporting period	470	470	X	1,502,563	6.12.
<b>TOTAL for Section III</b>	490	<b>490</b>	13,825,298	15,066,033	
<b>IV. LONG-TERM LIABILITIES</b>					
Loans and credits, <i>including</i>	510	<b>510</b>	1,944,461	6,727,159	6.14.
credits		511	981,013	3,963,900	
loans		512	963,448	2,763,259	
Deferred tax liabilities	515	515	238,219	357,897	6.15.
Other long-term liabilities	520	520	1,323,357	2,221,103	6.16.
<b>TOTAL for Section IV</b>	590	<b>590</b>	3,506,037	9,306,159	
<b>V. SHORT-TERM LIABILITIES</b>					
Loans and credits, <i>including</i>	610	<b>610</b>	2,398,253	3,988,610	6.14.
credits		611	1,654,894	3,283,624	
loans		612	743,359	704,986	
Accounts payable	620	<b>620</b>	3,198,753	3,833,783	6.17.
suppliers and contractors	621	621	1,701,724	2,061,364	
advanced paymtns received	625	622	454,186	402,591	
debt to employees	622	623	135,470	166,406	
debt to state off-budget funds	623	624	73,684	79,671	
debt on taxes and duties	624	625	439,917	519,239	6.17.
other creditors	625	626	393,772	604,512	6.17.
Overdue income payments to shareholders (founders)	630	630	31,074	15,323	6.13.
Deferred income	640	640	391,271	464,498	6.18.
Provisions for deferred expenses	650	650	X	X	
Other short-term liabilities	660	660	X	X	
<b>TOTAL for Section V</b>	690	<b>690</b>	6,019,351	8,302,214	
<b>GRAND TOTAL (sum of lines 490, 590, and 690)</b>	700	<b>700</b>	23,350,686	32,674,406	

**SUMMARY**  
**VALUABLE ITEMS RECORDED IN OFF-BALANCE SHEET ACCOUNTS**

<b>ITEM DESCRIPTION</b>	<b>Item code</b>	<b>Line code</b>	<b>As at the reporting period start</b>	<b>As at the reporting period end</b>
1	1a	2	3	4
Leased fixed assets	910	900	1,071,320	1,208,438
including leasing	911	901	800,647	846,547
Goods and other tangibles accepted for safe custody	920	902	7,418	9,383
Goods accepted on commission	930	903	15	1,767
Debt of insolvent debtors written off as a loss	940	904	241,361	301,871
Security/collateral of liabilities and payments, received	950	905	1,296,451	2,752,925
Security/collateral of liabilities and payments, granted	960	906	3,938,941	9,134,084
Depreciation of housing facilities	970	907	24,468	28,217
Depreciation of external building/land improvement and other similar facilities	980	908	831	1,010
Means of payment for telecommunications services		909	12,477	60,807

**SUMMARY  
NET ASSETS VALUE**

ITEM DESCRIPTION	Item code	Line code	As at the reporting period start	As at the reporting period end
1	1a	2	3	4
Net,assets		1000	14,216,569	15,530,531

*Signature*  
R.Amaryan  
**General Director**  
March 12, 2004

*Signature*  
R.Konstantinova  
**Chief Accountant**

## PROFIT and LOSS ACCOUNT for 2003

As at December 31, 2003

Organization **JSC CenterTelecom (MRC)**  
 Taxpayer Identification Number 5000000970  
 Business activity **Telecommunications services**  
 Legal status / form of ownership **Mixed ownership**  
 Unit **Russian roubles (RUR) in thousands (RUR'000)**

	Codes
Form 02 by OKUD	0710002
Date (year, month, day)	2004, March 31
By OKPO	<b>01140111</b>
INN	<b>5000000970</b>
By OKVED	<b>64.20</b>
By OKOPF/OKFS	<b>48/31</b>
by OKEI	<b>384</b>

ITEM DESCRIPTION	Item code	Line code	Over the reporting period	Over the same period previous year	Note # (in the Explanatory Notes)
1	1a	2	3	4	5
<b>I. Ordinary activity revenues and expenses</b>					
Net revenues from sale of goods, products, services (less VAT, excise duties and other mandatory payments).	010	010	20,890,007	16,389,267	7.1.
including sales of telecommunications services		011	20,564,872	16,016,251	
Costs of sale of goods, products, services, works	020	020	(15,648,552)	(12,131,919)	7.2.
including costs of telecommunications services		021	(15,414,947)	(11,887,067)	
Profit (loss) from sales (lines 010 – 020)	050	<b>050</b>	5,241,455	4,257,348	
<b>II. Operating income and expenses</b>					
Interest receivable	060	060	4,287	2,417	
Interest payable	070	070	(878,460)	(556,538)	
Income from participation in other organizations	080	080	528	562	
Other operating income	090	090	809,311	661,130	7.3.
Other operating expenses	100	100	(1,938,483)	(1,678,237)	7.3.
<b>III. Non-sale income and expenses</b>					
Non-sales income	120	120	397,449	252,967	7.4.
Non-sales expenses	130	130	(1,332,221)	(1,335,709)	7.4.
<b>Profit (loss) before tax (sum of lines 050, 060, 080, 09, 120 less lines 070, 100, 130)</b>	140	<b>140</b>	2,303,866	1,603,940	
<b>Profit tax and other similar mandatory payments (lines -151+152-153)</b>		<b>150</b>	<b>(796,793)</b>	<b>(766,322)</b>	7.6.
deferred tax liabilities	142	151	(119,679)	(238,219)	
deferred tax assets	141	152	(1,414)	(8,427)	
Current profit tax	150	153	(675,700)	(519,676)	
<b>Operating profit (loss) (line 140 less 150)</b>		<b>160</b>	1,507,073	837,618	
<b>IV. Extraordinary income and expenses</b>					
Extraordinary income		170	3,097	88	7.5.
Extraordinary expenses		180	(7,607)	(54)	7.5.
Net profit (undistributed profit (loss) in the reported period – lines 160 and 170 less line 180).	190	<b>190</b>	1,502,563	837,652	7.7.
<b>FOR REFERENCE</b>					
Conditional expenses (income) with respect to tax profit		201	(552,928)	(384,946)	
Permanent tax liabilities	200	202	(243,865)	(381,376)	
Permanent tax assets	200	203			

ITEM DESCRIPTION	Item code	Line code	Over the reporting period	Over the same period previous year	Note # (in the Explanatory Notes)
1	1a	2	3	4	5
Base profit (loss) per share		301	0.85697	0.47775	7.8.
Diluted profit (loss) per share		302			

\* Filled out in the annual accounting reports

### Explanation of some profit and loss items

Description	Item code	Line code	Over the reported period		Over the same period previous year	
			profit	loss	profit	loss
1	1a	2	3	4	5	6
Fines, late payment charges, and claims amounts either accepted or for recovery of which a court ruling (an arbitration court ruling) was handed down.		401	18,459	(43,402)	20,527	(19,934)
Profit (loss) of previous years		402	26,085	(73,064)	34,947	(67,795)
Indemnity of losses incurred due to non-performance or improper performance of duties		403	15,622	(1,422)	17,007	(1,840)
Foreign currency translation adjustments		404	245,922	(306,755)	37,713	(308,985)
Allocations to estimated provisions		405	X	(561,889)	X	(643,989)
Written-off accounts receivable and payable		406	4,655	(676)	29,005	(45,194)

*Signature*  
R.Amaryan  
**General Director**  
March 12, 2004

*Signature*  
R.Konstantinova  
**Chief Accountant**

### STATEMENT of CHANGES IN EQUITY for 2003

As at December 31, 2003

Organization **JSC CenterTelecom (MRC)**  
Taxpayer Identification Number 5000000970  
Business activity **Telecommunications services**  
Legal status / form of ownership **Mixed ownership**  
Unit **Russian roubles (RUR) in thousands (RUR\*000)**

Form 03 by OKUD  
Date (year, month, day) 2004, March 31  
By OKPO **01140111**  
INN **5000000970**  
By OKVED **64.20**  
By OKOPF/OKFS **48/31**  
by OKEI **384**

Codes
0710003
2004, March 31
<b>01140111</b>
<b>5000000970</b>
<b>64.20</b>
<b>48/31</b>
<b>384</b>

Item description	Item code	Line code	Charter (authorized) capital	Additional capital	Reserve	Undistributed profit	Total
1	1a	2	3	4	5	6	7
<b>Balance as on December 31, 2001</b>		<b>100</b>	185,589	1,761,308	27,838	556,032	2,530,767
Changes in the accounting policies		101	X	X	X	,	,
Balance of fixed assets revaluations		102	X	,	X	,	,
Other		103	X	,	X	,	,
<b>Balance as on January 1, 2002</b>		<b>104</b>	185,589	1,761,308	27,838	556,032	2,530,767
<b>Changes of capital items</b>		<b>200</b>	,	<b>(3,106)</b>	,	<b>(27,828)</b>	<b>(30,934)</b>

Foreign currency translation results		201	X		X	X		
Net profit (loss) for the reporting year		202	X	X	X	(6,814)	(6,814)	
Dividends		203	X	X	X	(24,120)	(24,120)	
Reserves allocations		204	X	X				
Additional share issues		205			X			
Increase of nominal values of shares		206			X			
Change of capital due to fixed assets retirement		207	X	(3,106)	X	3,106		
Other		208						
<b>Capital increase due to</b>		<b>210</b>	445,611	4,647,332		11,105,564	16,198,507	
additional share issues at the expense of shareholders		211			X	X		
reorganization of the legal entity		212	445,611	4,647,332		11,105,564	16,198,507	
other		213						
<b>Capital decrease due to</b>		<b>220</b>				(4,647,764)	(4,647,764)	
reduction of number of shares		221		X	X			
decrease of share par value		222		X	X	X		
reorganization of the legal entity		223				(4,647,332)	(4,647,332)	
other		224				(432)	(432)	
<b>Balance at December 31, 2002</b>		<b>300</b>	631,200	6,405,534	27,838	6,986,004	14,050,576	
Changes in the accounting policies		301	X	X	X	(225,278)	(225,278)	
Balance of fixed assets revaluations		302	X		X			
Other		303	X		X			
<b>Balance at January 31, 2003</b>	<b>100</b>	<b>304</b>	631,200	6,405,534	27,838	6,760,726	13,825,298	
<b>Capital items changes:</b>		<b>400</b>		(72,571)	3,722	1,311,412	1,242,563	
Foreign currency translation results		401	X		X	X		
Net profit (loss) for the reporting year		402	X	X	X	1,502,563	1,502,563	
Dividends		403	X	X	X	(260,000)	(260,000)	
Reserves allocations	110	404	X	X	3,722	(3,722)		
Additional share issues at the expense of own funds	121	405			X			
Increase of share nominal values	122	406			X			
Change of capital due to fixed assets retirement		407	X	(72,571)	X	72,571		
Other		408						
<b>Capital increase due to</b>		<b>410</b>						
additional share issues at the expense of shareholders	121	411			X	X		
reorganization of the legal entity	123	412						
other		413						
<b>Capital decrease due to</b>		<b>420</b>				(1,828)	(1,828)	
reduction of number of shares	132	421		X	X			
decrease of share par value	131	422		X	X	X		
reorganization of the legal entity	133	423						
other		424				(1,828)	(1,828)	
<b>Balance at December 31, 2003</b>	<b>140</b>	<b>500</b>	631,200	6,332,963	31,560	8,070,310	15,066,033	

Item description	Item code	Line code	Balance at the year start	Received	Used/ restored	Balance at the year end
1	1a	2	3	4	5	6
<b>Reserves allocated pursuant to law:</b>						
Reserves data for 2002		601	114,482	,	(86,644)	27,838
data for 2003		602	27,838	3,722	,	31,560
<b>Reserves allocated pursuant to founding documents:</b>						
Employee stock benefit plan data of 2002		603	1,157	,	(1,157)	,
data of 2003		604	,	,	,	,
<b>Estimated provisions:</b>						
Doubtful debt provisions data for 2002		605	7,778	643,989	(95,092)	556,675
data for 2003		606	556,675	558,403	(141,911)	973,167
<b>Provisions for devaluation of financial investments</b>						
data for 2002		607	,	,	,	,
data for 2003		608	,	3,486	,	3,486
<b>Provisions for devaluation of tangible assets values</b>						
data for 2002		609	,	,	,	,
data for 2003		610	,	,	,	,
<b>Provisions for deferred expenses:</b>						
Provisions for contingent liabilities data for 2002		611	,	,	,	,
data for 2003		612	,	,	,	,

*Signature*

R.Amaryan  
**General Director**  
March 12, 2004

*Signature*

R.Konstantinova  
**Chief Accountant**

## CASH FLOW STATEMENT for 2003

As at December 31, 2003

Organization **JSC CenterTelecom (MRC)**  
 Taxpayer Identification Number 5000000970  
 Business activity **Telecommunications services**  
 Legal status / form of ownership **Mixed ownership**  
 Unit **Russian roubles (RUR) in thousands (RUR'000)**

	Codes
Form 04 by OKUD	0710004
Date (year, month, day)	2004, March 31
By OKPO	<b>01140111</b>
INN	<b>5000000970</b>
By OKVED	<b>64.20</b>
By OKOPF/OKFS	<b>48/31</b>
by OKEI	<b>384</b>

Item description	Item code	Line code	Over the reporting period
1	1a	2	3
<b>CASH BALANCE AT THE REPORTING YEAR START</b>		<b>010</b>	287,649
<b>CURRENT OPERATIONS</b>		<b>020</b>	24,936,797
<b>Cash received from current operations</b>			
from buyers, customers		021	23,675,859
other income		022	1,260,938
<b>Cash funds channelled to:</b>		<b>030</b>	(22,595,407)
payments for purchased goods, services, works, raw materials and other current assets	150	031	(8,392,944)
payroll	160	032	(4,957,666)
interest payments	170	033	(858,626)
tax and duties settlements	180	034	(5,817,033)
other expenses		035	(2,569,138)
<b>Net cash from current operations</b>		<b>040</b>	2,341,390
<b>INVESTMENT ACTIVITIES</b>		<b>050</b>	41,423
<b>Cash funds received from investment activities</b>			
proceeds from realization of fixed assets and other non-current assets	210	051	27,800
proceeds from redemption and sale of securities, interest, units and other financial investments	220	052	4,012
dividends received, income from stakes/contributions	230	053	5,112
interest received	240	054	2,810
proceeds from repaid loans granted to other organizations	250	055	423
other income from investment activities		056	1,266
<b>Cash funds channelled to:</b>		<b>060</b>	(6,764,830)
purchase and creation of fixed asset items and other non-current assets	290	061	(6,042,215)
purchase of shares, stock, interests	280	062	(75)
purchase of debt instruments and other financial investments	300	063	(722,180)
loans granted to other organizations	310	064	(360)
other expense of investment activities		065	
<b>Net cash funds of investment activities</b>	<b>340</b>	<b>070</b>	<b>(6,723,407)</b>
<b>FINANCIAL OPERATIONS</b>		<b>080</b>	11,176,972
<b>Received cash funds from financial activities</b>			
loans and credit received		081	10,980,472
other income from financial activities		082	196,500
<b>Cash funds channelled to:</b>		<b>090</b>	(6,067,334)
repayment of loans and credits (less interest payments)		091	(5,296,360)
financial lease payments		092	(517,966)
dividend payments	170	093	(253,008)
other expenses of financial activities		094	
<b>Net cash funds from financial activities</b>		<b>100</b>	5,109,638
<b>Net growth (reduction) of cash funds</b>		<b>110</b>	727,621
<b>CASH FUND BALANCE AT THE REPORTING PERIOD END</b>		<b>120</b>	1,015,270
Effect of currency exchange rate fluctuations (with respect to rouble)		130	(1,342)

*Signature*  
 R.Amaryan  
**General Director**  
 March 12, 2004

*Signature*  
 R.Konstantinova  
**Chief Accountant**

**ANNEX TO THE BALANCE SHEET**

**As at December 31, 2003**

Organization **JSC CenterTelecom (MRC)**  
 Taxpayer Identification Number **5000000970**  
 Business activity **Telecommunications services**  
 Legal status / form of ownership **Mixed ownership**  
 Unit **Russian roubles (RUR) in thousands (RUR'000)**

	Codes
Form 05 by OKUD	0710005
Date (year, month, day)	2004, March 31
By OKPO	<b>01140111</b>
INN	<b>5000000970</b>
By OKVED	<b>64.20</b>
By OKOPF/OKFS	<b>48/31</b>
by OKEI	<b>384</b>

Item description	Item code	Line code	At the reporting year start	Received	Retired	At the reporting year end
1	1a	2	3	4	5	6
Intellectual property items (including exclusive rights for products of intellectual property)	010	<b>101</b>	1,025			1,025
<i>of which:</i>						
patent holder of an invention, industrial prototype, useful model	011	102				
right owner for software, database	012	103	967			967
brand owner, trade mark holder, service mark owner, name of location of origin of goods	014	104	58			58
other	015	105				
Other	040	106				
<b>Total</b>		<b>110</b>	1,025			1,025

Item description	Item code	Line code	At the reporting year start	At the reporting year end
1	1a	2	3	4
<b>Amortization (of intangible items) - total</b>	050	<b>120</b>	728	976
<i>including:</i>				
<i>of a patent holder of an invention, industrial prototype, useful model</i>		121		
<i>right owner for software, database</i>		122	728	967
<i>brand owner, trade mark holder, service mark owner, name of location of origin of goods</i>		123		9
<i>other</i>		124		

**2.Fixed assets**

Item description	Item code	Line code	At the reporting year start	Received	Retired	At the reporting year end
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1	1a	2	3	4	5	6
Buildings		201	3,739,838	178,199	(5,435)	3,912,602
Sites and transmission facilities		202	8,681,860	1,234,856	(50,044)	9,866,672
Machinery and equipment		203	13,651,496	3,857,669	(118,365)	17,390,800
Transportation vehicles		204	425,827	83,227	(8,767)	500,287
Computers and office equipment		205	666,945	272,536	(18,175)	921,306
Housing facilities		206	114,585	6,189	(5,434)	115,340
Land plots and natural resource utilization sites		207	1,972	4,153	(1)	6,124
Other fixed assets		208	1,966,591	1,054,175	(40,469)	2,980,297
<b>Total</b>		<b>210</b>	<b>29,249,114</b>	<b>6,691,004</b>	<b>(246,690)</b>	<b>35,693,428</b>

Item description	Item code	Line code	At the reporting year start	At the reporting year end
1	1a	2	3	4
<b>Fixed assets depreciation - total</b>	140	<b>220</b>	11,699,841	13,405,693
including:				
<i>buildings</i>		221	843,288	895,822
<i>sites and transmission facilities</i>		222	4,873,574	5,150,127
<i>machinery and equipment</i>		223	4,825,566	5,781,331
<i>transportation vehicles</i>		224	226,570	269,611
<i>computers and office equipment</i>		225	237,138	401,466
<i>other fixed assets</i>		226	693,705	907,336
Item description	Item code	Line code	At the reporting year start	At the reporting year end
1	1a	2	3	4
<b>From line 210 fixed assets items provided for lease - total</b>		<b>230</b>	47,406	78,375
including:				
buildings		231	22,832	45,618
Sites and transmission facilities		232	12,497	13,728
Machinery and equipment		233	1,756	3,392
Transportation vehicles		234	10,291	14,589
other fixed assets		235	30	1,048
<b>From line 210 fixed assets items transferred for long-term storage</b>		240	17,503	46,230

FOR REFERENCE	Item code	Line code	At the reporting year start	At the reporting year end
1	1a	2	3	4
<b>Results of fixed assets revaluation</b>		<b>250</b>		X
original (replacement) costs	171	251		X
depreciation	172	252		X
<b>Received fixed assets items for lease - total</b>		<b>260</b>	1,071,320	1,208,438
including:				
buildings		261	54,514	78,837
Sites and transmission facilities		262	2,858	9,558
Machinery and equipment		263	782,656	785,423
Transportation vehicles		264	14,463	33,068
other fixed assets		265	216,829	301,552
Fixed assets items commissioned for service and pending state registration		270	272,132	592,500

### 3. Income bearing investments in tangible items

Item description	Item code	Line code	At the reporting year start	Received	Retired	At the reporting year end
1	1a	2	3	4	5	6
Property for lease		301				
Property offered under hiring contracts		302				
Other		303	2,071	272	(175)	2,168
<b>Total</b>		<b>310</b>	<b>2,071</b>	<b>272</b>	<b>(175)</b>	<b>2,168</b>

Item description	Item code	Line code	At the reporting year start	At the reporting year end
1	1a	2	3	4
Depreciation of income bearing investments in tangible items		311	179	291

#### 4. Research and development, design and technology works

Description of works	Item code	Line code	Reporting year start	Received	Written-off	At the reporting year end
1	1a	2	3	4	5	6
<b>Total</b>	310	400				
FOR REFERENCE	Item code	Line code	At the reporting year start	At the reporting period start		
1	1a	2	3	4		
Total amount of expenses on R&D in progress	320	401				
FOR REFERENCE	Item code	Line code	Over the reporting period	Over the same period previous year		
1	1a	2	3	4		
Expenses posted as ordinary activities expenses		402				
Expenses on R&D failed to produce positive outcome and posted as non-sales expenses		403				

#### 5. Financial Investments

Item description	Item code	Line code	Lon-term		Short-term	
			At the reporting year start	At the reporting period end	At the reporting year start	At the reporting period end
1	1a	2	3	4	5	6
Contribution to charter (authorized) (contributed) capital of other organizations, total	510	501	102,779	110,531		
including: daughter and affiliated entities	511	502	102,475	102,454		
Government, municipal bonds, and bonds of third entities	515	503				
Bills of exchange (notes)	520	504	176	163	37	37
Loans granted to other parties	525	505	7,390	2,459	2,257	1,250
Certificates of deposit	530	506			13,816	23,199
Other	535	507	13,614	6,710		
<b>Total</b>	540	<b>510</b>	123,959	119,863	16,110	24,486
<b>Of the total amount - financial investments with current market value:</b> Contribution to charter	550	511		3,486		

(authorized) (contributed) capital of other organizations - total					
including: daughter and affiliated entities	551	512	,	,	,
Government, municipal bonds, and bonds of third entities	555	513	,	,	,
Bills of exchange (notes)	560	514	,	,	,
Other	565	515	,	,	,
<b>Total</b>	570	<b>520</b>	,	3,486	,
<b>FOR REFERENCE</b> For financial investments with current market price – change of value due to adjustment in valuation	580	521	,	3,453	,

### 6. Ordinary activities expenses (expense items)

Item description	Item code	Line code	Over the reporting year 2003	Over the previous year 2002
1	1a	2	3	4
Material expenses	710	601	(4,962,527)	(2,143,739)
Payroll costs	720	602	(5,168,993)	(4,041,131)
Allocations to social needs	730	603	(1,703,826)	(1,395,196)
Depreciation	740	604	(1,668,128)	(1,138,809)
Other expenses	750	605	(2,145,078)	(3,413,044)
<b>Total on expense items</b>	760	<b>610</b>	(15,648,552)	(12,131,919)
Change of balance (growth [+], reduction [-]): of production in progress	765	621	503	1,550
deferred expenses	766	622	214,280	12,132

### 7. Обеспечения

Item description	Item code	Line code	At the reporting year start	At the reporting period end
1	1a	2	3	4
<b>Security received, total:</b>		<b>710</b>	1,296,451	2,752,925
including:				
bank guarantees		711	39,078	11,340
third party surety		712	1,257,153	2,740,697
bills of exchange ( notes)		713	220	250
pledged (charged) property		<b>714</b>	,	,
of which:				
fixed asset items		715	,	,
securities and other financial investments		716	,	,
other property		717	,	,
other		718	,	638
<b>Security provided - total</b>		<b>720</b>	3,938,941	9,134,084
including:				
third party surety		721	1,528,458	1,550,466
bills of exchange ( notes)		722	22,490	598,799
pledged (charged) property		<b>723</b>	2,387,993	6,984,819
of which:				
fixed asset items		724	2,387,993	6,984,819

securities and other financial investments		725		
other property		726		
other		727		

### 8. Government aid

Item description	Item code	Line code	In the reporting year	In the same period previous year
1	1a	2	3	4
<b>Budgetary funds received in the reporting year - total</b>	910	<b>810</b>	20 557	39 879
including:				
financing of capital expenditures		811	4 745	4 311
financing of operating expenses		812	15 812	35 568

Item description	Item code	Line code	At the reporting year start	Received in the reporting period	Returned in the reporting period	At the reporting period end
1	1a	2	3	4	5	6
<b>Budgetary credits - total</b>	920	<b>820</b>				
Financing of capital expenditures		821				
Financing of operating expenses		822				