

Open Joint Stock Company VolgaTelecom

Registered on 15.12.1993 by the Administration of Nizhny Novgorod city,

Registration № 448

Mail address and location:

Dom Svyazi, M.Gorky square, Nizhny Novgorod city, 603000

Phone: (8-8312) 37-50-00; Fax (8-8312)30-67-68

advises on the results of annual general meeting of shareholders held on June 22, 2007.

1. 11 persons were elected to the Board of directors:

| | |
|--------------------------------------|--|
| Mr. Kuznetsov Sergey Ivanovich | Chairman of the Company's Board of directors, OJSC Svyazinvest representative |
| Mr. Zhelonkin Vladimir Borisovich | Deputy to the chairman of the Company's Board of directors, Deputy to the General Director of OJSC Svyazinvest |
| Mr. Andreev Vladimir Alexandrovich | Rector of State Educational Institution of Higher Professional Education "Povolzhsky state academy of telecommunications and IT" |
| Mr. Bilibin Yuri Alexandrovich | OJSC Svyazinvest General Director's adviser |
| Mr. Gavrilenko Anatolyi Anatolievich | CJSC "Leader" General Director |
| Mrs. Grigorieva Alla Borisovna | Deputy to the director of corporate governance and legal department of OJSC Svyazinvest |
| Mr. Degtyarev Valeryi Victorovich | OJSC "Professional telecommunications" General Director |
| Mr. Enin Evgenyi Petrovich | Deputy to the director of Non-commercial Partnership "Russian Institute of Directors" |
| Mr. Omelchenko Sergey Valerievich | OJSC VolgaTelecom General Director |
| Mr. Savchenko Victor Dmitrievich | Executive director – director of corporate governance and legal Department of OJSC Svyazinvest |
| Mr. Fedorov Oleg Romanovich | Executive director of corporate finance Department of LLC "Deutsche Bank" |

2. 5 persons were elected to the Auditing committee:

| | |
|---|--|
| Mrs. Koroleva Olga Grigorievna | Chairman of the Auditing committee, OJSC Svyazinvest chief accountant |
| Mrs. Arzhannikova Lyudmila Alexandrovna | Head of group operators' interaction of the Department of strategic development of OJSC Svyazinvest |
| Mrs. Konkova Elena Olegovna | Main specialist of the Department of internal audit of OJSC Svyazinvest |
| Mrs. Feoktistova Natalia Vadimovna | Head of sector of associated companies' relations of corporate governance and legal Department of OJSC Svyazinvest |
| Mrs. Chernikova Tamara Alexeevna | Head of sector of borrowed capital management of the Department of economics and finances of OJSC Svyazinvest |

3. The resolution was passed to distribute the Company's profit based on the results of reporting 2006 year as follows:

➤ dividends payment – RUR 633 401 556,68 including:

- Preferred shares – RUR 2,9928 per a share;
- Ordinary shares – RUR 1,5776 per a share;

➤ Gains in the Company's equity – RUR 1 820 186 159,05.

Dividends are to be paid in cash on preferred shares starting since 15.07.2007 to 01.11.2007, on ordinary shares starting since 15.07.2007 to 01.11.2007.

4. Changes were introduced into the Charter, the Provision on the Company's Board of directors and the Provision on the procedure of holding a general meeting of stockholders of the Company.

5. LLC “Ernst&Young” was approved as the Company’s auditor for 2007.

In accordance with item 1 of article 92 of Federal law “On joint-stock companies” OJSC VolgaTelecom advises to its stockholders:

1. The Company’s register is kept by Open Joint Stock Company “Obiedinennaya registratsionnaya kompaniya” (license № 10-000-1-00314 of 30.03.2004 issued by Russia’s Federal Financial Markets Service)

Location: Pyatnitskaya street, 70, Moscow, 113095

Phone, fax: (8-495) 933-42-21.

2. The Company’s record date for the annual general meeting – 03.05.2007.

Accounting balance-sheet of OJSC VolgaTelecom for 2006 (approved by the annual general meeting on **22.06.2007**).

| | | As of the reporting period beginning | As of the reporting period end |
|----|------------------------|---|-----------------------------------|
| | <u>Assets</u> | | |
| 1. | Non-current assets | 27 314 055 | 32 019 481 |
| 2. | Current assets | 4 491 948 | 4 187 460 |
| | Balance | 31 806 003 | 36 206 941 |
| | <u>Liabilities</u> | | |
| 3. | Capital and provisions | 16 280 858 | 18 141 143 |
| 4. | Long-term liabilities | 9 163 493 | 11 205 684 |
| 5. | Short-term liabilities | 6 361 652 | 6 860 114 |
| | Balance | 31 806 003 | |

Income statement for 2006 (approved by the annual general meeting on 22.06.2007).

| | | For the reporting period | For similar period of the past year |
|----|--|--------------------------|--|
| 1. | Sales proceeds of commodities, products, works and services | 21 691 242 | 21 348 394 |
| 2. | Prime cost of sales of commodities, products, works and services | (16 949 769) | (16 059 357) |
| 3. | Sales profit | 4 741 483 | 5 289 037 |
| 4 | Net profit | 2 453 588 | 2 255 612 |

The ratio of net asset value and the charter capital amount accounted for 1120,67%.

The reliability of OJSC VolgaTelecom accounting statement is confirmed by audit company LLC “Ernst & Young”.

The chairman of the meeting,
OJSC VolgaTelecom General Director

S.V. Omelchenko

The secretary of the meeting

N.I. Pokrovskaya