

## 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	<b>Chairman of the Company's Board of directors,</b> OJSC Svyazinvest representative
Mr. Zhelonkin Vladimir Borisovich	<b>Deputy to the chairman of the Company's Board of directors,</b> 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	<b>Chairman of the Auditing committee,</b> 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
	<b>Balance</b>	<b>31 806 003</b>	<b>36 206 941</b>
	<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
	<b>Balance</b>	<b>31 806 003</b>	

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