



# 4Q and Full Year 2005 Earnings Conference Call

Jean-Pierre Vandromme, CEO  
Nikolay Tokarev , Interim CFO

When

Thursday, March 9, 2006  
9:00 a.m. (U.S. Eastern Time Zone)  
2:00 p.m. (London time)  
5:00 p.m. (Moscow time)

Where to call

U.S.: +1 (800) 553-0329  
International: +1(612) 332-1213

*No access code is necessary*

To hear a replay of the conference call:

March 9, 2006 05:45 p.m. through March 16, 2006 11:59 p.m.  
(U.S. Eastern Time Zone)

U.S.: +1 (800) 475-6701  
International: +1 (320) 365-3844

*Enter Access Code: 819988*

Live Webcast

Please go to: [http://www.goldentelecom.com/webcast\\_en](http://www.goldentelecom.com/webcast_en)

(The web cast will also be available for replay  
on the Internet from March 10, 2006 )



# Special Note Regarding Forward Looking Statements

Statements made in this press release are forward looking and are made pursuant to the safe harbor provisions of the Securities Litigation Reform Act of 1995. Such statements include those on the development of our fiber optic project and broadband strategy, including the expected benefits of such projects, and our plans to provide long distance services pursuant to the Russian and Ukrainian long distance licenses. It is important to note that such statements involve risks and uncertainties, which may cause outcomes to differ materially from those set forth in these statements.

Such risks and uncertainties include, but are not limited to, the possibility that we are not able to expand our fiber optic project as expected our broadband strategy is not realized as expected or that we are not able to offer services as expected pursuant from long distance licenses, the telecommunications environment may not develop as we expect, and that macroeconomic and political factors may restrict growth in our operating markets.

Additional information concerning factors that could cause results to differ materially from those in the forward looking statements is contained in the Company's filings with the U.S. Securities and Exchange Commission including the Company's quarterly report on Form 10-Q filed during 2005, current reports on Form 8-K filed during 2005 and 2006, the Company's annual report on Form 10-K for the year ended December 31, 2004.

**For additional information please contact:**

**Investor Relations:**

Ranjit Singh  
e-mail: [ir@gldn.net](mailto:ir@gldn.net)  
tel: +7-501-797-9300  
fax: +7-501-797-9331

**Public relations:**

Anna Chin Go Pin  
e-mail: [achin@gldn.net](mailto:achin@gldn.net)  
tel: +7-501-797-9300  
fax: +7-501-797-9332  
[www.goldentelcom.com](http://www.goldentelcom.com)



# 2005 Full Year Key Highlights

## Continued Strong Performance

Financial Year 2005 versus Financial Year 2004:

**17% increase in basic EPS**

**21% year on year increase in operating income**

**17% year on year increase in net income**

**14% year on year increase in consolidated revenues**

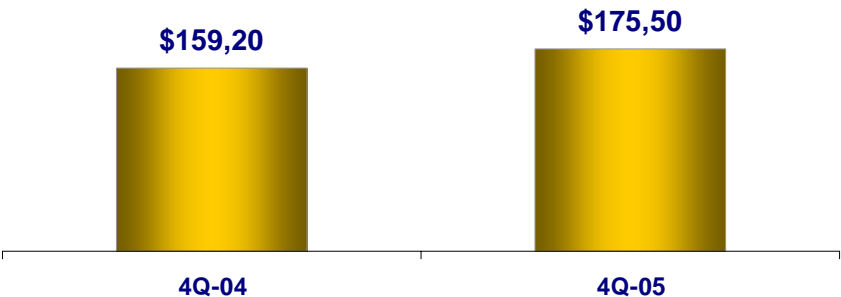
**19% increase in BCS revenues**

**41% increase in BCS operating income**

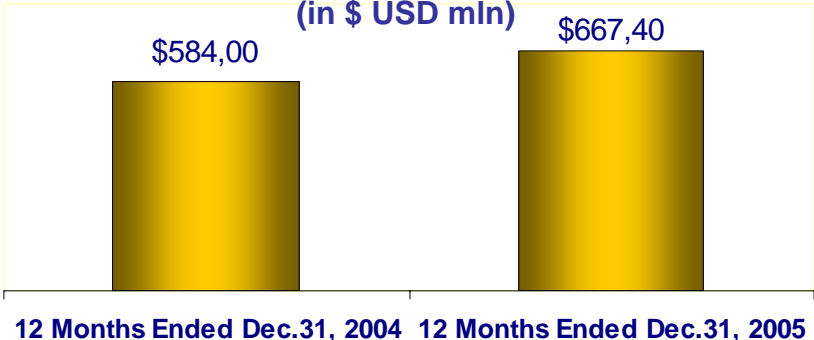


# Continuous Financial Performance

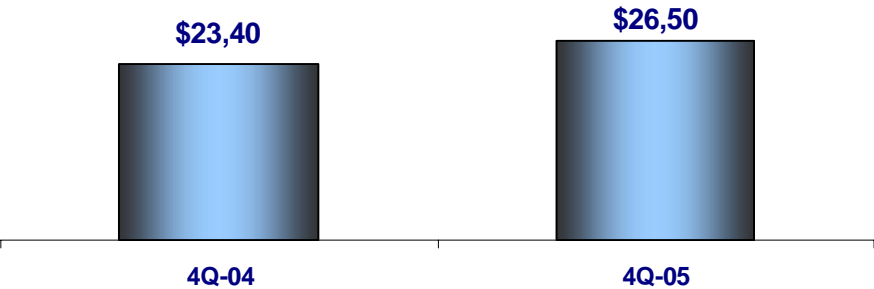
**4Q05  
REVENUE**  
(in \$ USD mln)



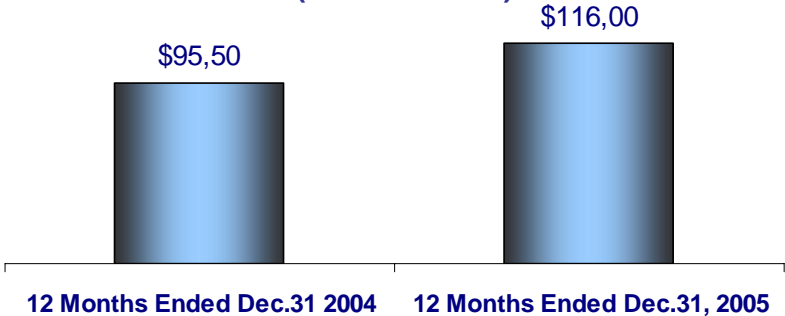
**2005 Full Year  
REVENUE**  
(in \$ USD mln)



**4Q05  
OPERATING INCOME**  
(in \$ USD mln)



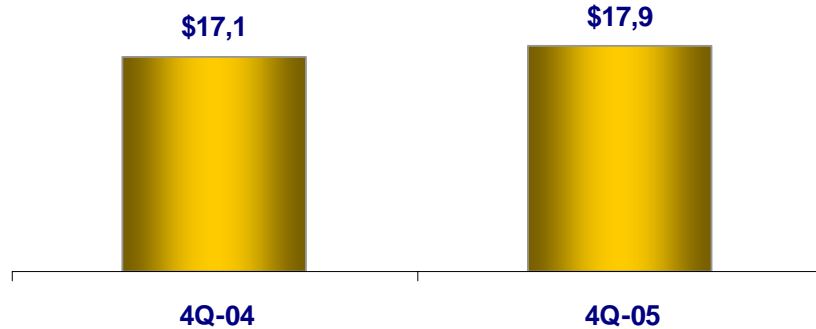
**2005 Full Year  
OPERATING INCOME**  
(in \$ USD mln)



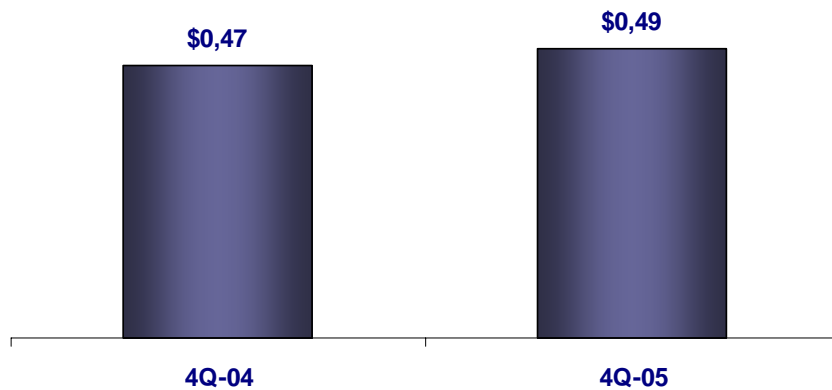


# Continuous Financial Performance

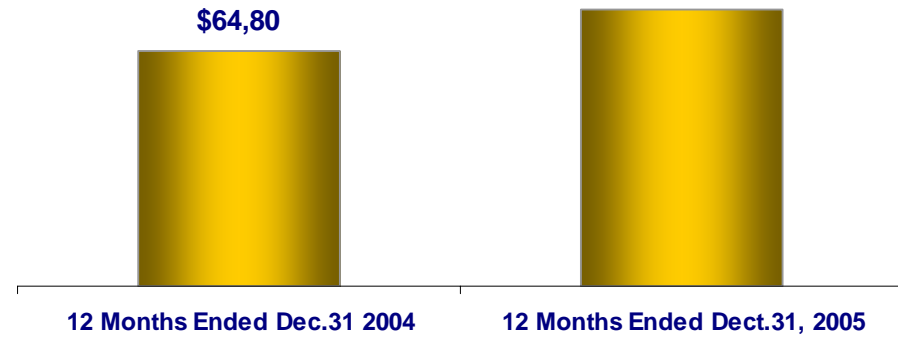
4Q05  
NET INCOME  
(in \$ USD mln)



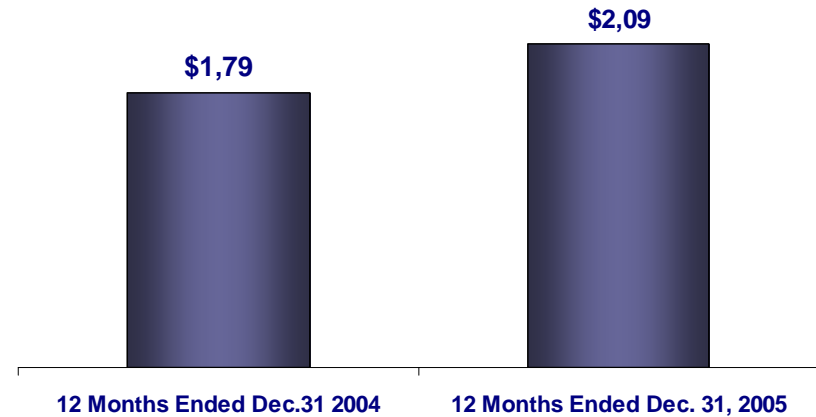
4Q05 EPS (Basic)



2005 Full Year  
NET INCOME  
(in \$ USD mln)



2005 Full Year  
EPS (Basic)





# Federal Transit Network

- 88 Points of Interconnection
- 4 International Long Distance Switches
- 7 Domestic Long Distance Switches
- ★ Constructed Zonal Network
- Zonal Network is under construction.
- Zonal Network to be constructed





# New Long Distance Set-up

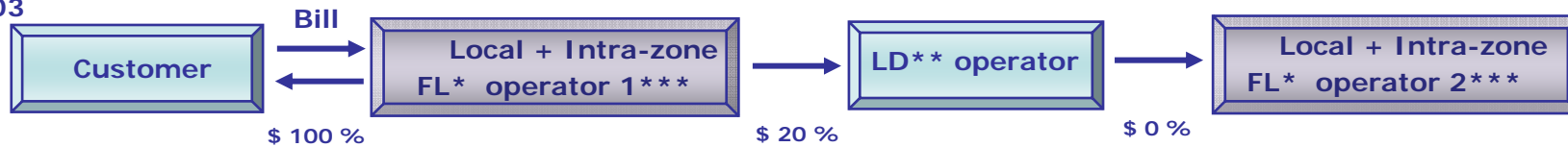
## Call



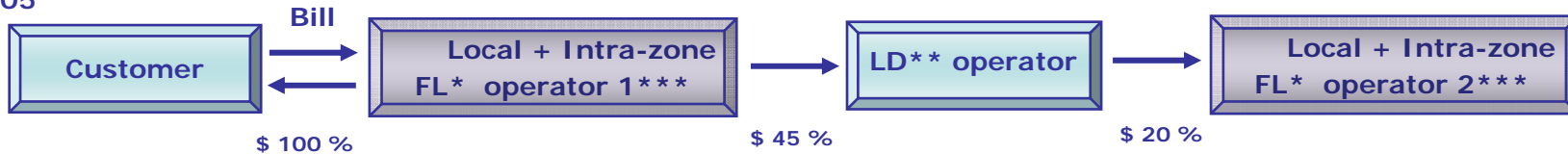
\*\*\* Starting from 2006 this chain may include several operators

## Billing

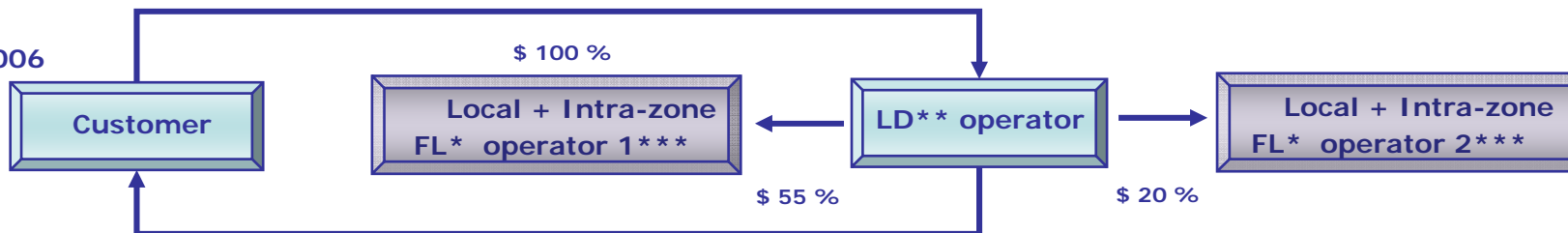
Till 2003



2003 - 05



From 2006



Bill

\*FL - Fixed Line  
\*\* LD - Long Distance



# GTI Long Distance Potential Market

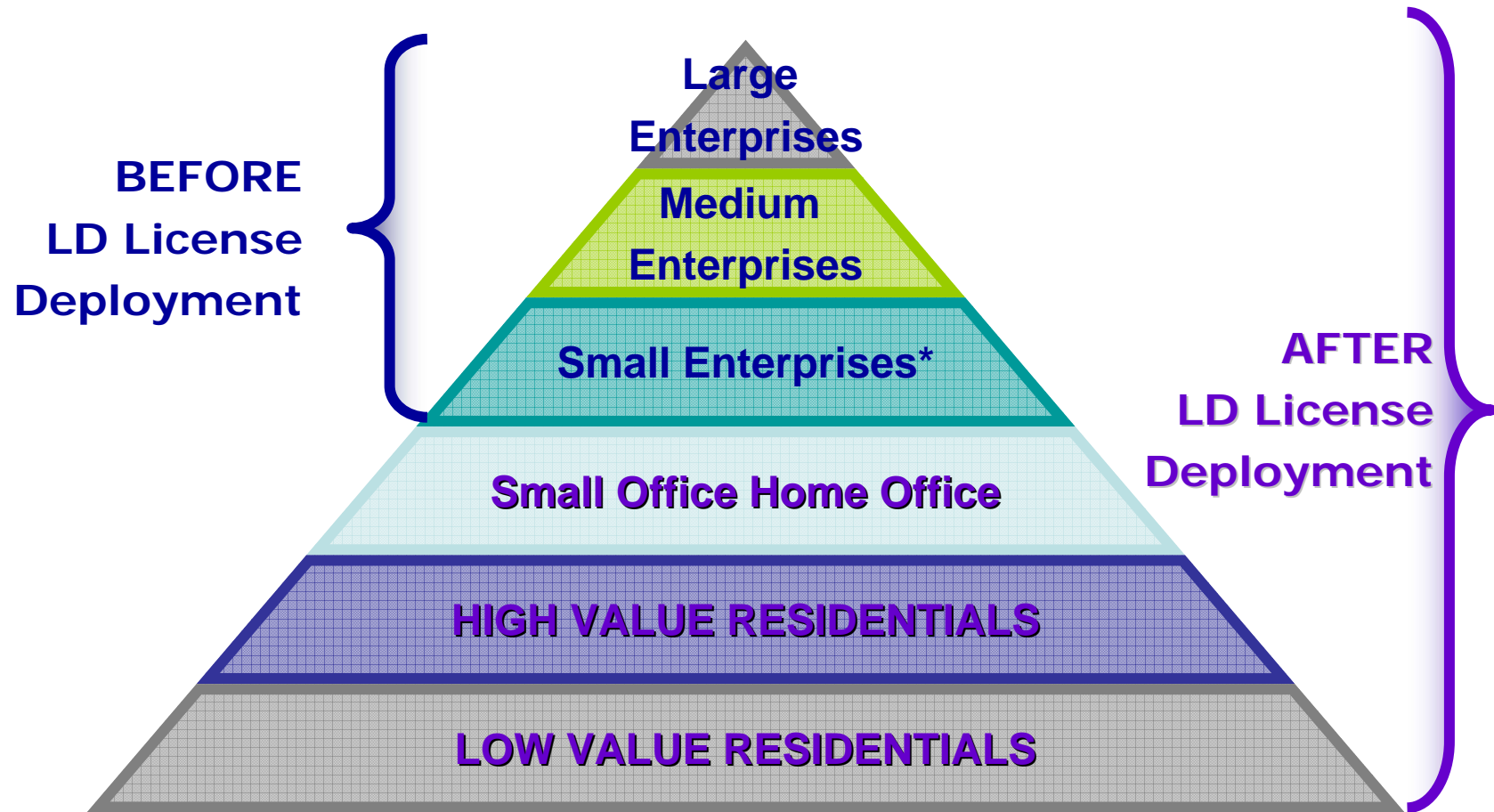
Before LD License Deployment	
Coverage	25 regions
Populations	77.1 mln
Share in GDP	57 %
LD Market Volume	\$ 1.9 bill.
Businesses	0.3 mln
Residential	-

After LD License Deployment (2006 – Forecast)	
Coverage	88 regions
Populations	143 mln
Share in GDP	100 %
LD Market Volume	\$ 3.3 bill.
Businesses	1.3 mln
Residential	32 mln





# GTI Potential Market by Segments



\*in Multi-tenants Business Centers



# Fiber Optic Cable Lines /FOCL/



October 2005:  
Acquisition of ownership interest in Antel Rascom Ltd.  
FOCL Moscow - St.- Petersburg– the Finnish Border

November 2005:  
Moscow – Nizhny Novgorod FOCL construction completed.  
Joint Project with Vimpelcom

Next week:  
Moscow - Nizhny Novgorod FOCL Commercial Launch

Q4- 2006:  
N. Novgorod – Kazan – Ufa FOCL construction to be completed.  
Joint Project with Vimpelcom.

2007:  
Kazan-Naberezhnye Chelny – Perm - Ekaterinburg FOCL  
Joint Project with Vimpelcom

2007:  
Ufa-Samara-Saratov FOCL  
Joint Project with Vimpelcom

Moscow – Voronezh – Rostov-on-Don - Krasnodar FOCL  
Joint Project with Vimpelcom



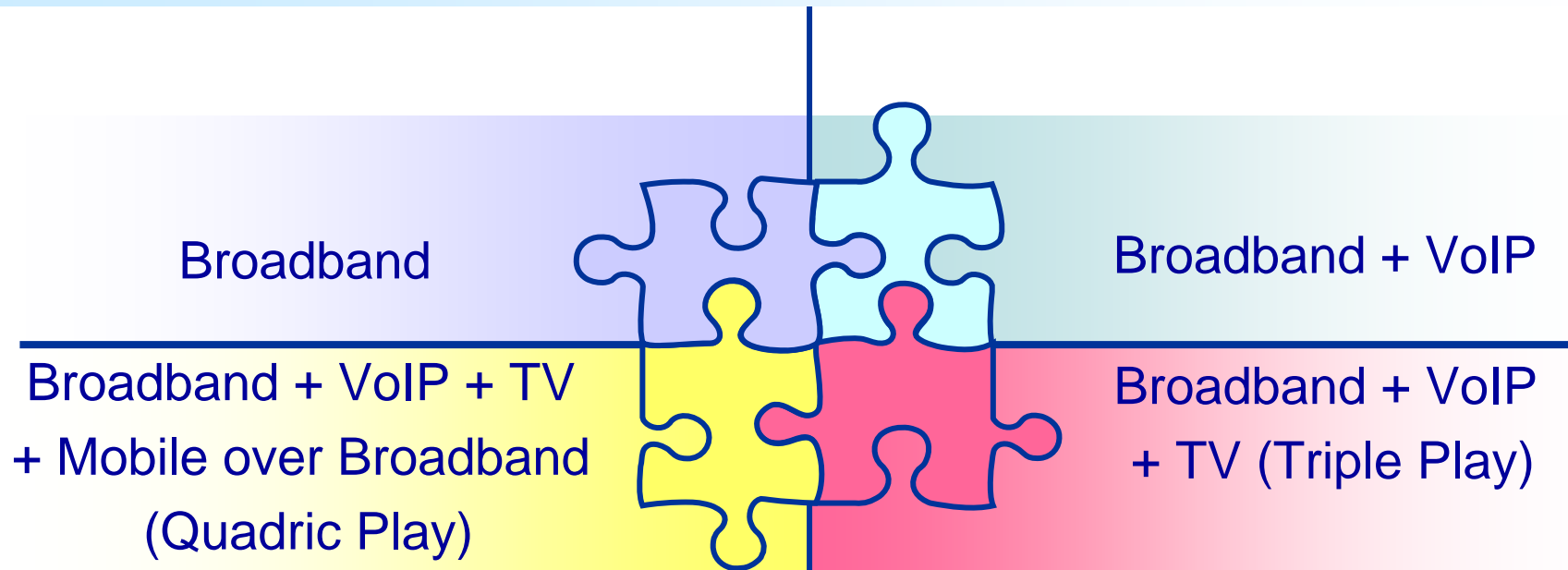
# GTI FOCL Regions Data

	Population, mln people	Total Regional Product (billion USD) (2003)	Fixed Line Market Value (billion USD)	Total Telecom Market (billion USD)
<b>Total FOCL Region Covered</b>	63,458	205	4,4	13
<b>Total RF</b>	143,500	378	11	25
	44 %	54.4 %	40 %	53.4 %



# Broadband – GTI Long Term Strategy

- Long Term Strategy : migration from traditional Time Division Multiple network to New Generation Network, Broadband, VOIP.
- Broadband Internet Technology will enable us to offer high quality services throughout the CIS.

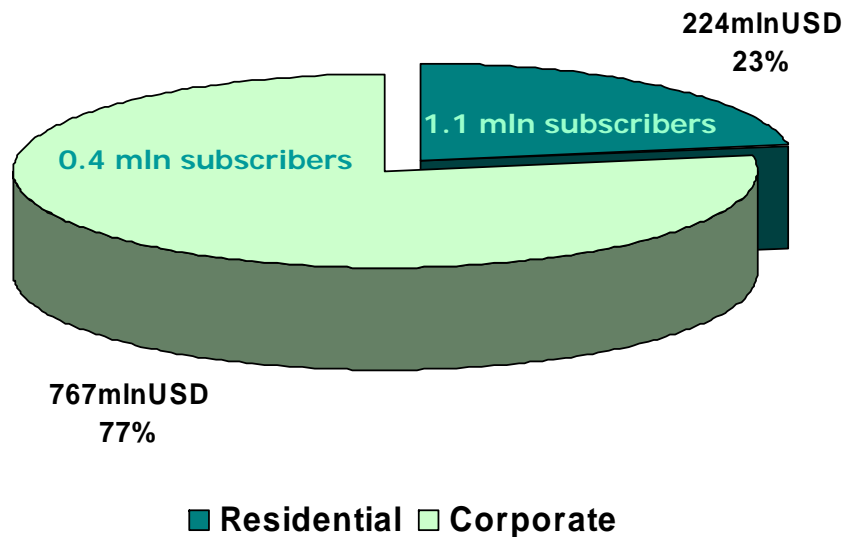




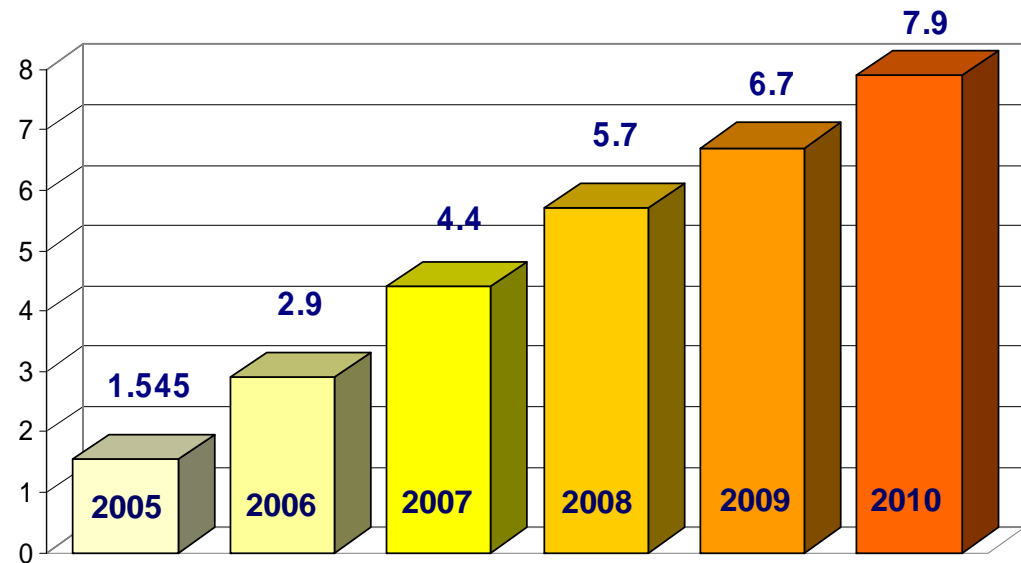
# Broadband Access Leads the Way

- Total IP Bandwidth in Russia has doubled annually since 2003
- The broadband explosion will further accelerate the demand for bandwidth

Broadband Market Russia, 2005



Broadband TOTAL users, # mln





# Broadband Project Milestones

## ➤ Wi-Fi Network is projected to provide:

### ■ Universal broadband coverage in Moscow

- 702 Sq km
- Up to 3.9 mln households
- Almost all businesses in Moscow

## ➤ Broadband capabilities

- High Speed Internet
- Voice over Internet
- GTI's Aport Internet Search Engine to offer location based Search Services

## ➤ Framework Agreement with Nortel Networks for up to 5,000 outdoor/indoor Wi-Fi access points signed

## ➤ 100 access points already deployed in Moscow

## ➤ Beta testing scheduled to be completed during Q2, 2006

## ➤ GTI's network is similar to the Wi-Fi municipal networks deployed by Google, Earthlink and others in:

- San Francisco
- Minneapolis
- Philadelphia
- Rio Ranch
- Miami
- Taipei etc

## ➤ 870 DSLAM deployed outside of Moscow

- Total Capacity 25,260 ports - 17,030 deployed