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Independent Auditors' Report

To the Council of CJSC AKB "Gazbank"

We have audited the financial statements of CJSC AKB "Gazbank" (the "Bank") as at and for the year ended 31 December 2005, from which the accompanying summarized financial information was derived, in accordance with International Standards on Auditing. In our report dated 25 April 2006 we expressed an unqualified opinion on the financial statements from which the summarized financial information was derived.

In our opinion, the summarized financial information is consistent, in all material respects, with the financial statements from which it was derived.

For a better understanding of the Bank's financial position as at 31 December 2005 and the results of its operations and its cash flows for the year then ended the summarized financial information should be read in conjunction with the financial statements from which the summarized financial information was derived, and our audit report thereon.

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25 April 2006

CJSC AKB "Gazbank"
Summarized Income Statement for the year ended 31 December 2005

	2005	2004
	RUR'000	RUR'000
Interest income	1,549,898	939,494
Interest expense	(553,263)	(312,169)
Net interest income	996,635	627,325
Recovery of/(charge for) provision for loan impairment	20,775	(33,896)
Net interest income after recovery of/(charge for) provision for loan impairment	1,017,410	593,429
Fee and commission income	409,279	313,481
Fee and commission expense	(42,876)	(31,055)
Net fee and commission income	366,403	282,426
Net gain on financial instruments at fair value through profit or loss	9,776	49,808
Net foreign exchange income	21,777	27,386
Other income	14,138	7,185
Operating income	1,429,504	960,234
Recovery of provision for impairment other than for loans	440	248
General administrative expenses	(781,421)	(569,844)
Operating expenses	(780,981)	(569,596)
Income before tax	648,523	390,638
Income tax expense	(165,853)	(88,397)
Net income	482,670	302,241



Chairman of the Board
Bondarenko A.V.

Chief Accountant
Simdianov D.N.

CJSC AKB "Gazbank"
Summarized Balance Sheet as at 31 December 2005

	2005	2004
	RUR'000	RUR'000
ASSETS		
Cash	430,547	224,674
Due from the Central Bank of the Russian Federation	1,144,633	850,237
Placements with banks and other financial institutions	1,079,936	366,103
Financial instruments at fair value through profit or loss	206,779	64,580
Amounts receivable under reverse repurchase agreements	169,088	-
Loans to customers	11,232,463	5,529,931
Financial instruments available-for-sale	59,464	71,582
Property and equipment	499,698	415,318
Other assets	74,597	26,240
Total assets	14,897,205	7,548,665
LIABILITIES AND SHAREHOLDERS' EQUITY		
Financial instruments at fair value through profit or loss	-	165
Deposits and balances from banks and other financial institutions	126,960	37,598
Current accounts and deposits from customers	9,317,065	5,493,870
Certificates of deposit and promissory notes	3,155,394	1,022,053
Other borrowed funds	1,007,505	22,630
Other liabilities	45,449	19,764
Deferred tax liability	18,063	11,618
Total liabilities	13,670,436	6,607,698
Shareholders' equity		
Share capital	712,808	565,808
Retained earnings	403,671	264,869
Additional paid-in-capital	110,290	110,290
Total shareholders' equity	1,226,769	940,967
Total liabilities and shareholders' equity	14,897,205	7,548,665

CJSC AKB "Gazbank"
Summarized Statement of Cash Flows for the year ended 31 December 2005

	2005	2004
	RUR'000	RUR'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest and fee and commission receipts	1,907,409	1,226,157
Interest and fee and commission payments	(570,659)	(352,951)
Net receipts from financial instruments at fair value through profit or loss and available-for-sale	9,836	49,054
Net receipts from foreign exchange	20,424	13,215
Other income	14,138	7,185
General administrative expenses	(737,176)	(503,642)
Operating cash flow before changes in operating assets and liabilities	643,972	439,018
(Increase)/decrease in operating assets		
Due from the Central Bank of the Russian Federation	(92,247)	363,464
Placements with banks and other financial institutions	(881,928)	341,173
Financial instruments at fair value through profit or loss and available-for-sale	(130,487)	458,768
Loans to customers	(5,640,514)	(1,565,659)
Other assets	(48,357)	(12,269)
Increase/(decrease) in operating liabilities		
Deposits and balances from banks and other financial institutions	89,333	(52,017)
Current accounts and deposits from customers	3,840,247	461,908
Certificates of deposit and promissory notes	2,115,289	(117,472)
Other borrowed funds	972,655	-
Other liabilities	16,898	(16,495)
Net cash from operating activities before taxes paid	884,861	300,419
Taxes paid	(159,003)	(96,833)
Cash flows from operating activity	725,858	203,586
CASH FLOWS FROM INVESTING ACTIVITIES		
Net purchases of property and equipment	(120,405)	(283,090)
Cash flows from investing activities	(120,405)	(283,090)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of share capital	147,000	178,176
Dividends paid	(343,868)	(66,747)
Cash flows from financing activities	(196,868)	111,429
Net increase in cash and cash equivalents	408,585	31,925
Effect of changes in exchange rates on cash and cash equivalents	(563)	(4,861)
Cash and cash equivalents at the beginning of the year	944,311	917,247
Cash and cash equivalents at the end of the year	1,352,333	944,311

CJSC AKB "Gazbank"
Summarized Statement of Shareholders' Equity for the year ended 31 December 2005

	Share capital	Retained earnings	Additional paid-in- capital	Total
	RUR'000	RUR'000	RUR'000	RUR'000
Balance at 1 January 2004	387,632	29,375	110,290	527,297
Net income for the year	-	302,241	-	302,241
Shares issued	178,176	-	-	178,176
Dividends paid for 2004	-	(66,747)	-	(66,747)
Balance at 31 December 2004	565,808	264,869	110,290	940,967
Net income for the year	-	482,670	-	482,670
Shares issued	147,000	-	-	147,000
Dividends paid for 2004	-	(118,868)	-	(118,868)
Dividends paid for 2005	-	(225,000)	-	(225,000)
Balance at 31 December 2005	712,808	403,671	110,290	1,226,769