

AUDITOR'S REPORT
ON FINANCIAL (ACCOUNTING) STATEMENTS
of Open Joint-Stock Company Sistema-Hals
for 2007

Addressees of the auditor's report:

Shareholders, users of the financial (accounting) statements.

Auditor details:

Name: Audit Firm ReFinAudit, Limited Liability Company

Place of business: 38 Akademika Anokhina St., bldg. 1, 119602 Moscow.

State registration: registered by Moscow Registration Chamber on 03.03.95, Certificate No. 855.217; entered into the state register under Primary State Registration Number 1027700049607.

License: the audit was carried out during the period of validity of the license No. E002708 issued by the Ministry of Finance of the Russian Federation dated 10 December, 2002 authorizing auditor activity and valid until 10.12.2012.

Membership in accredited professional associations: Limited Liability Company Audit Firm ReFinAudit is a member of Moscow Auditors Chamber Non-Profit Partnership.

Auditee details :

Name: Sistema-Hals, Open Joint-Stock Company (hereinafter referred to as Sistema-Hals JSC)

Place of business: 35 Bolshaya Tatarskaya St., bldg. 4, 115184 Moscow.

State registration: registered by Moscow Registration Chamber on 21 January, 1994, Certificate No. 850.856; entered into the Uniform State Register of Legal Entities under Primary State Registration Number 1027739002510.

We have audited the attached Financial Statements of Sistema-Hals JSC for the period from January 1 till December 31, 2007, inclusively. Sistema-Hals JSC Financial Statements consist of:

- Balance Sheet (form No. 1);
- Profit & Loss Statement (form No. 2);
- Appendices to the Balance Sheet and the Profit & Loss Statement, namely:
 - Statement of Change in Equity (form No. 3);
 - Cash Flow Statement (form No. 4);
 - Annex to the Balance Sheet (form No. 5); and
 - Notes to the Financial Statements

Stamp:

Audit Firm
ReFinAudit
38 Akademika Anokhina St.,
bldg. 1, Moscow

The responsibility for preparation of these Financial Statements rests with Sistema-Hals JSC Executive Body. Our responsibility is to provide an opinion, based on the audit made, whether the Financial Statements give a true and fair view of all the material aspects of the Company's affairs and whether the accounting procedures of the Company comply with the legislation of the Russian Federation.

We have carried out the audit in compliance with:

- Federal Law "On Auditing" No. 119-FZ dated August 7, 2001;
- Federal Auditing Guidelines (Standards);
- internal auditing guidelines (standards) of Moscow Auditors Chamber Non-Profit Partnership;
- auditing guidelines (standards) of OOO Audit Firm ReFinAudit;
- statutory regulations of the authority regulating activity of the auditee.

We have planned and conducted the audit in such a manner as to obtain reasonable assurance that the Financial Statements do not contain any material misstatements.

The audit was carried out on a sample basis and included a test-based study of evidence confirming the value and the disclosure in the Financial Statements of information concerning the auditee's financial and economic activities; an estimation of observance of the accountancy principles and requirements used at preparation of financial (accounting) statements; an evaluation of basic accounting estimates received by the auditee's management, as well as an evaluation of general presentation of the Financial Statements.

We believe that the audit we made provides enough ground to express an opinion as to whether the Financial Statements are true and fair and whether the Company's accounting procedures comply with the law of the Russian Federation.

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