

Vozrozhdenie Bank**Balance Sheet as at June 30, 2008**

(in million of Russian Rubles)

1 USD = 23.4573 Russian Ruble as at June 30, 2008

1 USD = 24.5462 Russian Ruble as at December 31, 2007

	June 30, 2008	December 31, 2007 (restated)
Assets		
Cash and cash equivalents	14 090	13 233
Mandatory cash balances with the Central Bank of the Russian Federation	2 058	1 305
Precious metals	-	-
Trading securities	8 058	6 702
Due from other banks	9 779	7 236
Loans and advances to customers	93 449	78 149
Premises, equipment and intangible assets	3 114	2 992
Other financial assets	1 440	1 493
Other assets	331	294
Total assets	132 319	111 404
Liabilities		
Due to other banks	3 241	4 845
Customer accounts	100 885	81 612
Debt securities in issue	7 684	7 103
Subordinated loans	2 749	2 874
Syndicated loans	2 653	2 550
Other financial liabilities	1 092	316
Other liabilities	582	214
Total liabilities	118 886	99 514
Shareholders' equity		
Share capital	250	250
Share premium	7 306	7 306
Fund of securities revaluation available for sale	(1)	-
Retained earnings	5 878	4 334
Total shareholders' equity	13 433	11 890
Total liabilities and shareholders' equity	132 319	111 404

Vozrozhdenie Bank**Income Statement as at June 30, 2008**

(in million of Russian Rubles)

1 USD = 23.4573 Russian Ruble as at June 30, 2008

1 USD = 24.5462 Russian Ruble as at December 31, 2007

	H1 2008	H1 2007 (restated)
Interest income	6 201	4 350
Interest expense	(2 556)	(1 896)
Net interest income	3 645	2 454
Provision/Recovery of provision for loan impairment	(430)	(478)
Net interest income after provision for loan impairment	3 215	1 976
Gains less losses arising from trading securities	20	30
Gains less losses arising from trading in foreign currencies	238	118
Foreign exchange translation gains less losses	(48)	(17)
Fee and commission income	1 994	1 392
Fee and commission expense	(154)	(101)
Dividends received	2	2
Other operating income	132	60
Losses on initial recognition of assets at rates below market	(4)	(1)
Operating income	5 395	3 459
Administrative and other operating expenses	(3 351)	(2 572)
Profit before taxation	2 044	887
Income tax expense	(485)	(213)
Net profit	1 559	674
Earnings per share for profit attributable to the equity holders of the Bank, basic and diluted (expressed in PR per share)		
Ordinary shares	62	32
Preference shares with fixed dividend	64	32

Bank Vozrozhdenie**Statement of Cash Flows for the period ended on June 30, 2008***(In millions of Russian Rubles)***H1 2008****Cash flows from operating activities**

Interest received	6 316
Interest paid	(2 258)
Net income received from trading in trading securities	(18)
Net income received from trading in foreign currencies	238
Fees and commissions received	2 073
Fees and commissions paid	(148)
Other operating income received	120
Operating expenses paid	(2 743)
Income tax paid	(562)

Cash flows from operating activities before changes in operating assets and liabilities**3 018****Changes in operating assets and liabilities**

Net increase in mandatory cash balances with the Central Bank of the Russian Federation	(753)
Net increase in precious metals and stones	-
Net increase in trading securities	(1 414)
Net decrease in due from other banks	(2 585)
Net increase in loans and advances to customers	(16 315)
Net decrease in other financial assets	65
Net decrease in other assets	37
Net increase in due to other banks	(1 560)
Net increase in customer accounts	19 365
Net decrease in debt securities in issue	653
Net increase in other financial liabilities	759
Net decrease in other liabilities	(66)

Net cash received from operating activity**1 204****Cash flows from investing activities**

Acquisition of fixed assets	(367)
Proceeds from disposal of fixed assets	37
Acquisition of securities available for purchase	(1)
Dividends received	2

Net cash used in investing activities**(329)****Cash flows from financing activities**

Receipt of syndicated loans	240
Receipt/redemption of subordinated loans	(147)
Dividends paid	(14)

Net cash from financing activities**79****Effect of exchange rate changes on cash and cash equivalents****(97)****Net increase in cash and cash equivalents****857**

Cash and cash equivalents at the beginning of the year

13 233

Cash and cash equivalents at the end of the financial period**14 090**

Bank Vozrozhdenie**Statement of changes in equity for the period ended on June 30, 2008**

	Share capital	Share premium	Revaluation reserve for investment securities available for sale	Accumulated deficit	Total
In millions of Russian Rubles					
Balance at 31 December 2005	4 377	1 735	-	(2 839)	3 273
Profit for the year	-	-	-	801	801
Total recognized income for 2006	-	-	-	801	801
Share issue	20	1 427	-	-	1 447
Dividends declared	-	-	-	(12)	(12)
Balance at 31 December 2006	4 397	3 162	-	(2 050)	5 509
Elimination of adjustments for hyperinflation	(4 177)	(316)	-	4 493	-
Profit for the financial period	-	-	-	1 904	1 904
Total recognized income for 2007	-	-	-	1 904	1 904
Share issue	30	4 460	-	-	4 490
Dividends declared	-	-	-	(13)	(13)
Balance at December 31, 2007	250	7 306	-	4 334	11 890
Profit for the H1 2008	-	-	-	1 559	1 559
Total recognized income for 2008	-	-	-	1 559	1 559
Dividends declared	-	-	-	(15)	(15)
Gains less losses arising from reevaluation of investments available for sale	-	-	(1)	-	(1)
Balance at June 30, 2008	250	7 306	(1)	5 878	13 433