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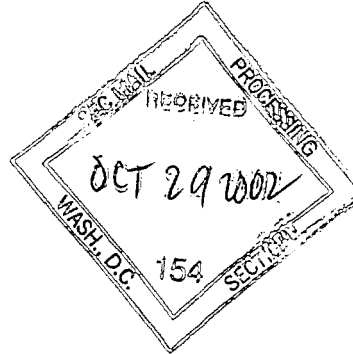
DEPOSIT



02055567

October 21, 2002

Office of International Corporate Finance
Securities and Exchange Commission
Division of Corporate Finance
Stop 3-2
450 Fifth Street, N.W.
Washington, D.C. 20549



Re: Moscow City Telephone Network
Exemption No.: 82-4957

SUPPL

Dear Sir or Madam:

In connection Moscow City Telephone Network's exemption, pursuant to Rule 12g3-2(b) from the registration and reporting requirements of the Securities Exchange Act of 1934, and in compliance with its ongoing requirements under Rule 12g3-2(b)(1)(iii), enclosed please find Quarterly Report for the second quarter of 2002.

The Bank of New York acts as Depositary bank for the above referenced company under the Form F-6 registration statement number: 333-10464, which was declared effective by The SEC on June 21, 2001.

Sincerely,

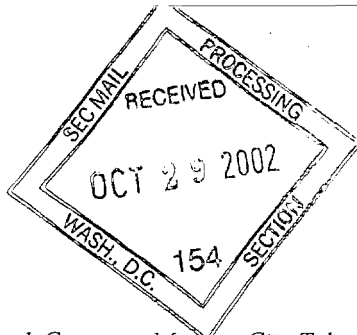
Tatyana Vesselovskaya
ADR Account Administrator
Tel.: (212) 815-2221
Fax: (212) 571-3050

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FINANCIAL

Handwritten signature/initials 11/18



1293-2 (b) # 82 -4957

Open Joint Stock Company Moscow City Telephone Network
Taxpayer Identification No. 7710016640

APPROVED
by the Board of Directors of JSC MGTS
Minutes No. 84, dated July 26, 2002

V.A. Afonin, Secretary of the Board of Directors of PJSC MGTS

(signature)

[Seal]

**QUARTERLY REPORT
OF A SECURITIES ISSUER
for the 2nd quarter of 2002**

*Public Joint Stock Company
Moscow City Telephone Network*

Issuer's Code: 00083-A

Location: Building 3, 12 Petrovsky Boulevard, Moscow, Russia
Mail address: Building 3, 12 Petrovsky Boulevard, Moscow K-51,
GSP-9 101999 Russia

*The information contained in this quarterly report shall be disclosed pursuant to
the laws of the Russian Federation on securities.*

V. S. Lagutin, General Director

(signature)

I.R. Borisenkova, Chief Accountant

(signature)

[Seal]

Contact person: Nenadyshin A.V.
Head of Department
Phone: 950-03-36
E-mail: *nenadyshin@mgts.ru*

Facsimile: 950-03-42

A INFORMATION ON THE ISSUER

9. **Full official name of the issuer:**
Public Joint Stock Company Moscow City Telephone Network
10. **Abbreviated name:**
PJSC MGTS
11. **Changes in the name and legal form of the issuer:**
State-owned Enterprise Moscow City Telephone Network of the Ministry of Communications of the R.S.F.S.R decorated with the Order of Lenin
SOE MGTS
Effective as of: September 8, 1992
- Open Type Joint Stock Company Moscow City Telephone Network*
MGTS
Effective as of: June 1, 1994
- Open Joint Stock Company Moscow City Telephone Network*
JSC MGTS
Effective as of: July 11, 1995
- The current name is effective as of: *June 16, 2002*
12. **State registration of the issuer and the licenses it holds:**
- Date of the issuer's state registration: *06.01.1994*
State registration certificate (any other documentary confirmation of the issuer's state registration) No.: *005.799*
Registration authority: *The Moscow Registration Chamber*
- Licenses:
- No.: *3888*
Date of issuance: *08.16.1996*
Valid till: *01.01.2004*
Licensing authority: *Ministry of Communications of the Russian Federation*
- Activities: *Telecommunications services*
- Number: *10314*
Date of issuance: *07.10.1998*
Valid till: *07.10.2003*
Licensing authority: *the State Committee of the Russian Federation for Communications and Information*

Activities: *domestic and international long-distance communications services*

Number: 268

Date of issuance: 07.26.1996

Valid till: 08.12.2004

Licensing authority: *the Federal Security Service of Moscow and the Moscow Region*

Activities: *work involving information which constitutes state secrets*

Number: 269

Date of issuance: 07.26.1996

Valid till: 08.12.2004

Licensing authority: *the Federal Security Service of Moscow and the Moscow Region*

Activities: *actions and (or) services related to the protection of state secrets*

Number: 153

Date of issuance: 03.04.1996

Valid till: 03.04.2002

Licensing authority: *the State Customs Committee under the President of the Russian Federation*

Activities: *actions related to the protection of information*

Number: LF/07-1413

Date of issuance: 11.03.2000

Valid till: 11.03.2003

Licensing authority: *the Federal Agency for Governmental Communications and Information*

Activities: *services related to the coding of information*

Number: LF/07-1412

Date of issuance: 11.03.2000

Valid till: 11.03.2003

Licensing authority: *the Federal Agency for Governmental Communications and Information*

Activities: *distribution of cryptographic facilities*

Number: LF/07-1411

Date of issuance: 11.03.2000

Valid till: 11.03.2003

Licensing authority: *the Federal Agency for Governmental Communications and Information*

Activities: *maintenance of cryptographic facilities*

Number: *LF/07-1410*
Date of issuance: *11.03.2000*
Valid till: *11.03.2003*
Licensing authority: *the Federal Agency for Governmental Communications and Information*
Activities: *manufacture of information protection facilities*

Number: *LF/07-1409*
Date of issuance: *11.03.2000*
Valid till: *11.03.2003*
Licensing authority: *the Federal Agency for Governmental Communications and Information*
Activities: *designing information protection facilities*

Number: *MZHIL No. 0011854*
Date of issuance: *04.30.2001*
Valid till: *04.30.2004*
Licensing authority: *Municipal Economy Licensing Department of the Moscow Licensing Chamber*
Activities: *maintenance and upkeep of dwelling stock and non-residential property in accordance with the attached list*

Number: *MSL 053005*
Date of issuance: *07.24.2000*
Valid till: *07.24.2003*
Licensing authority: *Main Department for Moscow Building Licensing*
Activities: *acting as a developer*

Number: *MSL 046675*
Date of issuance: *11.05.1999*
Valid till: *11.05.2002*
Licensing authority: *Main Department for Moscow Building Licensing*
Activities: *construction and assembly*

Number: *MSL 026233-2*
Date of issuance: *05.14.1999*
Valid till: *05.14.2002*
Licensing authority: *Main Department for Moscow Building Licensing*
Activities: *design*

Number: *MSL 047863*
Date of issuance: *01.21.2000*
Valid till: *01.21.2003*
Licensing authority: *Main Department for Moscow Building Licensing*

Activities: *design of engineering networks and supply lines*

Number: *2901-Ts*

Date of issuance: *05.15.2000*

Valid till: *05.15.2003*

Licensing authority: *Main Department for Moscow Building Licensing*

Activities: *production, transfer and distribution of electrical energy and heat*

Number: *2902-Ts*

Date of issuance: *05.15.2000*

Valid till: *05.15.2003*

Licensing authority: *Regional Department for Central State Energy Supervision*

Activities: *assembly, adjustment and upkeep of power facilities, electrical and heat equipment and power plants owned by customers*

Number: *MSL 040822*

Date of issuance: *11.27.1998*

Valid till: *11.27.2001*

Licensing authority: *Regional Department for Central State Energy Supervision*

Activities: *design (technological design)*

Number: *LR 020797*

Date of issuance: *07.22.1998*

Valid till: *10.22.2003*

Licensing authority: *Press Ministry*

Activities: *publishing*

Number: *PD No. 00011*

Date of issuance: *08.24.1999*

Valid till: *08.24.2004*

Licensing authority: *Press Ministry*

Activities: *printing*

Number: *SLOD 005777*

Date of issuance: *04.22.2000*

Valid till: *04.22.2003*

Licensing authority: *Education Committee*

Activities: *advanced training (courses)*

Number: POS-77-066624
Date of issuance: 06.19.2001
Valid till: 06.18.2004
Licensing authority: *the Moscow Transportation Inspectorate*
Activities: *transportation of hazardous cargoes*

Number: GSS-77-065977
Date of issuance: 06.04.2001
Valid till: 06.03.2004
Licensing authority: *the Moscow Transportation Inspectorate*
Activities: *transportation of cargoes (other than hazardous)*

Number: AOS-77-066710
Date of issuance: 06.21.2001
Valid till: 06.20.2004
Licensing authority: *the Moscow Transportation Inspectorate*
Activities: *transportation of passengers (own employees) by buses and minibuses*

Number: ASM-77-038088
Date of issuance: 11.22.1999
Valid till: 11.22.2002
Licensing authority: *the Moscow Transportation Inspectorate*
Activities: *cross border transportation of passengers (own employees and third persons) by buses*

Number: LSS-03808
Date of issuance: 11.22.1999
Valid till: 11.22.2002
Licensing authority: *the Moscow Transportation Inspectorate*
Activities: *transportation of passengers by cars*

Number: TIAZ No. 027878
Date of issuance: 11.10.1998
Valid till: 11.10.2001
Licensing authority: *the Moscow Transportation Inspectorate*
Activities: *acceptance, storage and refueling of vehicles*

Number: U00226
Date of issuance: 04.21.2000
Valid till: 04.21.2003
Licensing authority: *FGUP State Research Automobile Institute*
Activities: *application of the GOST R certification compliance mark*

Number: 42 EK-001812
Date of issuance: 04.05.2000
Valid till: 04.05.2003
Licensing authority: the Federal Mining and Industrial Supervision
Activities: operation of elevators (lifts)

Number: 4205E-02/02551
Date of issuance: 02.15.1999
Valid till: 02.15.2002
Licensing authority: the Federal Mining and Industrial Supervision of Russia
Activities: maintenance and upkeep of gas pipelines; gas equipment for industrial enterprises; monitoring and protection equipment for gas equipment and gas facilities

Number: 42EK-002652
Date of issuance: 09.11.2000
Valid till: 09.11.2003
Licensing authority: the Federal Mining and Industrial Supervision of Russia
Activities: operation of high pressure vessels

Number: MOS 002217
Date of issuance: 12.31.1998
Valid till: 01.01.2002
Licensing authority: the Moscow and Oka basin water department
Activities: dumping rain sewage into the Likhoborka River

Number: LMKP 000453
Date of issuance: 02.28.2001
Valid till: 02.28.2004
Licensing authority: the Moscow Environmental Committee
Activities: monitoring the contents of hazardous substances in waste gases of vehicles and adjustment of motors

13. Taxpayer Identification No. (INN):
7710016640

14. The industry to which the issuer belongs:
OKOHKh Codes:
52300
14971
61124
95300
82000

87100
84300
66000
61129
62000
91517
91610
63100
63200
51500
71100
72200
91514
51221
72200

15. The issuer's location, mail address and contact telephone Nos.:

Location: *Building 3, 12 Petrovsky Boulevard, Moscow, Russia*
Mail address: *Building 3, 12 Petrovsky Boulevard, Moscow K-51, GSP-4
127994 Russia*
Phone: (095) 950 00 00 Facsimile: (095) 950 06 18
E-mail: *mgts@mgts.ru*

16. The issuer's auditor:

Name: *ZAO Deloitte & Touche*
Location: *Building 13, 11 Mokhovaya Ulitsa, 103009 Moscow*
Taxpayer Identification No. (INN): *7703097990*
Mail address: *Building 1, 16/2 Tverskaya Ulitsa, 103009 Moscow*
Phone: *933 7300* Facsimile: *933 7301*
E-mail: *moscow@deloitte.ru*

License held by the auditor:

No.: *004509*
Date of issuance: *02.08.2000*
Date of expiry: *02.06.2003*
Licensing authority: *the Central Licensing Qualification Accounting
Commission of the Ministry of Finance of the Rus-
sian Federation*

17. Organizations registering the rights to the securities of the issuer

Registrar:

Name: *OAO Reestr*
Location: *29 Ulitsa Ryleeva, 119034 Moscow, Russia*

Mail address: *Building 13-14, 13 Myasnitskaya Ulitsa, 101000 Moscow, Russia*

Phone: *(095) 208 58 93 (a branch of Reestr-Svyaz)*

Facsimile: *(095) 208 47 77 (a branch of Reestr-Svyaz)*

E-mail: *sv@aoreestr.ru (a branch of Reestr-Svyaz)*

License:

No.: *01007*

Date of issuance: *03.19.1996*

Date of expiry: *09.23.2002*

Licensing authority: *Federal Securities Market Commission of the Russian Federation*

The date when this registrar opened the register: *12.01.1994*

Depository which keeps the issuer's securities in centralized custody:

Name: *Non-Commercial Partnership the National Depository Center*

Location: *11 Bolshoy Kislovsky Pereulok, Moscow, Russia*

Mail address: *Building 4, 1/13 Sredny Kislovsky Pereulok, 103009 Moscow, Russia*

Phone: *7(095)234 42 80* Facsimile: *7(095) 956 09 38*

E-mail: *ord@ndc.ru*

License:

License No.: *177-03431-000100*

Date of issuance: *12.04.2000*

Date of expiry: *no*

Licensing authority: *the Federal Securities Commission of the Russian Federation*

Opening date of business: *10.17.2000*

18. The issuer's depository:

The Company has no depository.

19. Participants in the issuer:

Total number of shareholders (participants): *9,871*

Holders of at least 5% of the issuer's charter capital:

- 19.1. Name: *Public Joint Stock Company "AFK Sistema"*
Location: *Building 2, 20 Ulitsa Spiridonovka, 103001 Moscow*
Mail address: *10 Leontyevsky Pereulok, 103009 Moscow*
Interest: *41.0503%*

Holders of at least 25% of the charter capital of the issuer's shareholder (participant):

19.1.1. Yevtushenkov Vladimir Petrovich
Interest: 75.6%

- 19.2 Name: *OAO Communications Investment Company (OAO Svyaz-invest)*
Location: *Building 2, 55 Ulitsa Plyushchikha, 119121 Moscow*
Mail address: *Building 2, 55 Ulitsa Plyushchikha, 119121 Moscow*
Interest: *23.3333%*

Holders of at least 25% of the charter capital of the issuer's shareholder (participant):

- 19.2.1 Name: *Ministry of State Property of the Russian Federation*
Location: *9 Nikolsky Pereulok, 103132 Moscow*
Mail address: *9 Nikolsky Pereulok, 103132 Moscow*
Interest: *50% + 1*

- 19.2.2 Name: *MUSTCOM LIMITED*
Location: *the Republic of Cyprus*
Mail address: *22/13 Voznesensky pereulok, Moscow, 103009*
Interest: *25% + 1*

- 19.2.3 Name: *Russian Federal Property Fund*
Location: *117049, Moscow, 9 Leninsky prospect*
Mail address: *117049, Moscow, 9 Leninsky prospect*
Interest: *25% - 2*

- 19.3 Name: *ING Bank (Euroasia) ZAO*
Location: *31 Krasnaya Presnia str., 123022, Moscow*
Mail address: *31 Krasnaya Presnia str., 123022, Moscow*
Interest: *5.8035% (nominee)*

Holders of at least 25% of the charter capital of the issuer's shareholder (participant):

- 19.3.1 Name: *ING Bank (Euroasia) ZAO*
Location: *2631 Stravinskilaan, 1077 33 Amsterdam, The Netherlands*
Mail address: *ING Bank N.V., P.O. Box 810, 1000 AV Amsterdam, The Netherlands*
Interest: *70%*

20. The issuer's corporate bodies structure:

Company's governing bodies are structured as follows:

General meeting of shareholders shall be the supreme governing body of the Company.

Board of Directors elected by the general shareholders meeting provides the general management of the Company

The Board of Directors of the Company shall perform the general management of the activities of the Company, except the matters which fall within the exclusive competence of the general meeting of shareholders. The following matters shall fall within the exclusive competence of the Board of Directors:

- *To determine the priority activities of the Company and to approve annual plans of financial and business operations of the Company.*
- *To call annual and extraordinary general meetings except the events when the Board of Directors fails or refuses to call an extraordinary general meeting of shareholders.*
- *To approve the agenda of a general meeting of shareholders.*
- *To determine the date of closing the list of the shareholders having the right to participate in a general meeting and to decide on other matters in connection with preparation of such meetings which belong to the competence of the Board of Directors pursuant to Section 9.1. of the Charter and those related to preparation and holding a general meeting of shareholders.*
- *To adopt decisions on issuance of securities, to approve prospectuses and reports on the results of issuance of securities.*
- *To offer bonds and other securities of the Company.*
- *To determine the market value of the assets pursuant to Article 77 of the Federal Law "On Joint Stock Companies".*
- *To repurchase outstanding shares, bonds and other securities of the Company.*

- *To establish and to terminate early the Management Board of the Company and to determine the remuneration payable to members of the Management Board.*
- *To recommend on the amount of remuneration payable to members of the Company's Audit Commission and to determine the remuneration of the auditor.*
- *To recommend on the amount of dividends on shares and the procedure of payment thereof.*
- *To apply the reserve fund and other funds of the Company.*
- *To approve internal documents of the Company specifying the procedures of the executive bodies of the Company (the Management Board and the General Director).*
- *To establish branches and to open representative offices of the Company.*
- *To enter into large transactions related to purchase or disposal of the Company's assets the value of which amounts to 25 through 50% of the book value of the Company's assets.*
- *To decide on participation of the Company in other organizations except decisions on participation in holding companies and financial and industrial groups.*
- *To approve preliminarily a transaction or a series of related transactions in connection with direct or indirect disposal or potential disposal of any property of the Company the value of which amounts to 0.5 through 25 per cent of the book value of the Company's assets as of the date of the decision on such transactions carried out by the executive bodies of the Company.*
- *To enter into transactions involving a conflict of interests in the events provided for in the Federal Law "On Joint Stock Companies" (Chapter XI).*
- *To approve preliminarily of the annual report, the balance sheet, the profit and loss statement, distribution of the income and loss.*
- *To consider the report of the Audit Commission and the opinion of the auditor.*
- *To decide on appointment of a specialized registrar of the Company.*

- *To determine the nature, scope and method of protection of the information constituting commercial secrets.*

An annual general meeting of shareholders shall elect at least 9 members of the Board of Directors pursuant to this Charter of the Company for a one year term.

The persons elected to the Board of Directors may be subsequently re-elected for an unlimited number of terms.

The authority of members of the Board of Directors of the Company may be early terminated by decision of the general meeting of shareholders.

A decision of the general meeting of shareholders on early termination of the authority may be adopted only with regard to all members of the Board of Directors of the Company.

Members of the Board of Directors shall be elected by a cumulative vote. Members of the Management Board of the Company shall not comprise the majority of the Board of Directors of the Company. The General Director may not at the same time be the Chairman of the Board of Directors of the Company.

Day-to-day activities of the Company shall be supervised by the General Director and the Management Board of the Company. The General Director shall simultaneously act as the Chairman of the Management Board of the Company. The General Director shall represent the opinion of the Management Board at meetings of the Board of Directors and at meetings of shareholders. The General Director of the Company shall be the head of its Management Board and shall be appointed at a general meeting of shareholders for a five-year period.

The Management Board of the Company shall be established and early terminated by decision of the Board of Directors upon recommendation of the General Director.

The General Director of the Company shall have the authority to take decisions on all matters relating to the day-to-day management of the activities of the Company, except the matters which belong to the exclusive competence of the general meeting of shareholders, the Board of Directors and the Management Board of the Company.

The General Director shall cause the decisions of the general meeting of shareholders and the Board of Directors of the Company to be implemented.

The Management Board shall act on the basis of the Charter and the Regulations on the Management Board approved by the Board of Directors which shall establish the period and procedure of calling and holding its meetings and the procedure of taking decisions.

The following matters shall belong to the competence of the Management Board:

- *To consider current and prospective plans.*
- *To prepare proposals with regard to establishment and application of specialized funds and reserves.*
- *To consider proposals with regard to the tariff policies.*
- *To consider the matters related to the investment policies, to approve investment plans, to enter into transactions.*
- *To approve Regulations, instructions, Rules and any other internal regulations of the Company.*
- *To consider any other matters duly proposed by members of the Management Board.*

The number of members of the Management Board shall be determined and the Management Board shall be established upon recommendation of the General Director of the Company.

The rights and obligations of the General Director and members of the Management Board with regard to day-to-day management of the Company shall be specified by the Federal Law "On Joint Stock Companies", other laws of the Russian Federation, this Charter and the labor agreement (contract) with the Company to be entered into by each such person with the Company.

Members of the Board of Directors of the Company, the General Director and members of the Management Board shall be liable to the Company for the loss inflicted on the Company through their faulty actions or failure to act unless applicable laws provide for other grounds and scope of liability.

Competence of the general meeting of shareholders (participants) of the issuer pursuant to the charter (constituent documents):

The general meeting of shareholders shall be the supreme governing body of the Company. The Company shall hold its annual general meetings of shareholders once a year. Each annual general meeting of shareholders shall be held not earlier than two months and not later than six months following the end of the financial year of the Company. An annual general meeting of shareholders shall decide on election of members of the Board of Directors of the Company, its Audit Commission, approve the auditor of the Company, consider and approve the annual report, the balance sheets, the profit and loss statement and distribution of profits and losses submitted by the Board of Directors. Any general meeting of

shareholders other than the annual meeting shall be an extraordinary meeting.

The following issues shall belong to the exclusive competence of the General Meeting of Shareholders:

- 1. Amendments and supplements to the Charter of the Company or approval of a revised Charter.*
- 2. Reorganization of the Company.*
- 3. Liquidation of the Company, appointment of the liquidation commission and approval of the interim and final liquidation balance sheets.*
- 4. Establishing the number of members of the Board of Directors, election and early termination of members of the Board of Directors.*
- 5. Establishing the maximum registered capital.*
- 6. Increase in the Charter Capital of the Company through increase in the nominal value of shares or through offering additional shares.*
- 7. Decrease in the Company's Charter Capital through decrease in the nominal value of its shares, purchase of a portion of shares by the Company for the purposes of reducing their total number or redeeming partially paid shares, and through redemption of shares purchased or repurchased by the Company.*
- 8. Election and early termination of the General Director.*
- 9. Establishing the number of members of the Audit Commission of the Company, election and early termination of the members of the Audit Commission.*
- 10. Approval of the Company's auditor.*
- 11. Approval of annual reports, balance sheets and profit and loss statements of the Company and distribution of its income and loss.*
- 12. Resolutions regarding waiver of the pre-emptive right of a shareholder to purchase the Company's shares or other securities convertible into shares.*
- 13. The procedures of a general meeting (the rules).*

14. *Establishing the counting commission.*
15. *Determining the form in which the Company makes materials (information) available to shareholders, including selecting a periodical in the event any information shall be published.*
16. *Split and consolidation of shares.*
17. *Entering into transactions involving conflict of interests in the instances provided for in Article 12 of this Charter.*
18. *Entering into large transactions relating to acquisition and disposal of the assets of the Company:*
 - a. *the value of which exceeds 50% of the book value of the Company's assets;*
 - b. *in the event the decision on a major transaction which involves the assets with the value equal to 25 through 50% of the book value of the Company's assets as of the date of the decision to enter into such transaction was not adopted unanimously by the Board of Directors.*
19. *Purchase or repurchase by the Company of its outstanding shares in the instances provided for in the Federal Law "On Joint Stock Companies".*
20. *Participation in holding companies, financial and industrial groups.*
21. *Approval of the time (date), amount, form and method of payment of annual dividends on each category (type) of shares.*
22. *Approval of Regulations on the Board of Directors of the Company.*
23. *Approval of the Regulations of the Audit Commission of the Company.*
24. *Reimbursement out of the Company's funds of the expenses related to an extraordinary meeting called by persons requiring that such meeting be called.*
25. *The general meeting of shareholders may decide to pay no dividend on ordinary shares, to pay a partial dividend on preferred shares or to pay no dividend on each category of shares in the event the Company has had no net profit in the previous financial year.*
26. *Decisions on other issues provided for in the Federal Law "On Joint-Stock Companies" and this Charter.*

27. *Decisions on the matters referred to in Subsections 1 through 18 and Subsection 21 of the Charter belong to the exclusive competence of the general meeting of shareholders. The matters which belong to the exclusive competence of the general meeting of shareholders may not be delegated to the Board of Directors of the Company.*
28. *The general meeting of shareholders shall not have the right to consider and decide on any matters which do not belong to its competence.*
29. *Decisions on the matters referred to in Subsections 1 through 3, 5, 6, 12, 17 and 18 shall be adopted at a general meeting of shareholders by a three fourths majority of votes of holders of voting shares present at such general meeting of shareholders.*
30. *Decisions of the general meeting of shareholders on any other matter put to a vote shall be adopted by a majority of votes of holders of voting shares present at such general meeting of shareholders.*
31. *Decisions on the matters referred to in Subsections 2, 12, 14 through 19 and 21 shall be adopted at a general meeting of shareholders only if suggested by the Board of Directors of the Company.*
32. *The general meeting of shareholders shall not decide on the matters which are not on the agenda of a meeting or amend the agenda.*

Competence of the Board of Directors (Supervisory Board) of the issuer pursuant to the charter (constituent documents):

The Board of Directors of the Company shall perform the general management of the activities of the Company, except the matters which fall within the exclusive competence of the general meeting of shareholders.

The Board of Directors of the Company shall have the following exclusive competence:

1. *To determine the priority activities of the Company and to approve annual plans of financial and business operations of the Company.*
2. *To call annual and extraordinary general meetings except the events when the Board of Directors fails or refuses to call an extraordinary general meeting of shareholders.*
3. *To approve the agenda of a general meeting of shareholders.*

4. *To determine the date of closing the list of the shareholders having the right to participate in a general meeting and to decide on other matters in connection with preparation of such meetings which belong to the competence of the Board of Directors pursuant to Section 9.1. of the Charter and those related to preparation and holding a general meeting of shareholders.*
5. *To submit for decision of the general meeting matters referred to in Sections 9.2.2, 9.2.12, 9.2.14 and 9.2.21 of the Charter.*
6. *To adopt decisions on issuance of securities, to approve prospectuses and reports on the results of issuance of securities.*
7. *To offer bonds and other securities of the Company.*
8. *To determine the market value of the assets pursuant to Article 77 of the Federal Law "On Joint Stock Companies".*
9. *To repurchase outstanding shares, bonds and other securities of the Company.*
10. *To establish and terminate the Management Board of the Company and to determine the remuneration payable to members of the Management Board.*
11. *To recommend on the amount of remuneration payable to members of the Company's Audit Commission and to determine the remuneration of the auditor.*
12. *To recommend on the amount of dividends on shares and the procedure of payment thereof.*
13. *To apply the reserve fund and other funds of the Company.*
14. *To approve internal documents of the Company governing the matters which belong to the competence of the Board of Directors other than documents which shall be approved at the general meeting of shareholders.*
15. *To establish branches and to open representative offices of the Company and to terminate them.*
16. *To enter into large transactions related to purchase or disposal of the Company's assets the value of which amounts to 25 through 50% of the book value of the Company's assets.*

17. *To decide on participation (termination of participation or change in the interest) of the Company in other organizations or associations of commercial entities, including by purchase or sales of shares or interest in other entities, except decisions on participation in holding companies and financial and industrial groups.*
18. *To approve preliminarily any transaction or a series of related transactions in connection with direct or indirect disposal or potential disposal of any property of the Company the value of which amounts to 0.5 through 25 per cent of the book value of the Company's assets as of the date of the decision on such transactions carried out by the executive bodies of the Company.*
19. *To enter into transactions involving a conflict of interests in the events provided for in the Federal Law "On Joint Stock Companies" (Chapter XI).*
20. *To approve preliminarily the annual report, the balance sheet, the profit and loss statement, distribution of the income and loss.*
21. *To consider the report of the Audit Commission and the opinion of the auditor.*
22. *To decide on appointment of a specialized registrar of the Company.*
23. *To determine the nature, scope and method of protection of the information constituting commercial secrets.*
24. *To nominate members of the Counting Commission.*
25. *To determine the persons authorized to execute contracts (agreements) with the General Director and members of the Management Board.*
26. *To approve the terms of contracts (agreements) to be executed with the General Director and members of the Management Board.*
27. *To consider the remuneration payable to the General Director based on the results of operations.*
28. *To determine the person authorized to act as the General Director in the event the General Director is unable to act.*
29. *To terminate the contract (agreement) with the General Director in the event he is terminated early at a general meeting of shareholders.*

30. *Other matters provided for in the Federal Law "On Joint Stock Companies" and the Charter of the Company.*

The matters which belong to the exclusive competence of the Board of Directors of the Company may not be delegated to the executive body of the Company.

The Board of Directors may not adopt a decision to purchase the Company's shares in the event the nominal value of the Company's outstanding shares is less than 90% of the Charter Capital.

Decisions at meetings of the Board of Directors shall be adopted by a majority of votes present at the meeting, except decisions on large transactions involving the assets the value of which amounts to 25 through 50 per cent of the book value of the Company's assets. Decisions on such transactions shall be adopted unanimously by the members of the Board of Directors present at the meeting or taking part in absentee voting.

In the event the Board of Directors fails to reach a unanimous decision, such matter shall be referred for consideration to the general meeting of shareholders of the Company.

Competence of the issuer's individual and collective executive bodies pursuant to the charter (constituent documents):

The following matters shall belong to the competence of the Management Board:

1. *To consider current and prospective plans, reports and proposals with regard to implementation of the chartered goals and objectives of the Company, to implement decisions of general meetings and the Board of Directors, to submit relevant documents to the Board of Directors.*
2. *To prepare proposals with regard to establishment and application of specialized funds and reserves of the Company and to submit relevant documents to the Board of Directors.*
3. *To consider proposals with regard to the tariff policies of the Company.*
4. *To consider the matters related to the investment policies, to approve investment plans, to enter into transactions with the value of 10 through 25 per cent of the book value of the Company's assets at proposal of the General Director.*

5. *To approve, upon preliminary coordination with the Board of Directors, a transaction or a series of related transactions in connection with direct or indirect disposal or potential disposal by the Company of its assets with the value of 0.5 through 25 per cent of the book value of the Company's assets as of the date of the decision on such transactions.*
6. *To approve Regulations, instructions, Rules and any other internal regulations of the Company.*
7. *To consider any other matters duly proposed by members of the Management Board.*

The General Director of the Company shall have the authority to take decisions on all matters relating to the day-to-day management of the activities of the Company, except the matters which belong to the exclusive competence of the general meeting of shareholders, the Board of Directors and the Management Board of the Company. The General Director shall act on behalf of the Company without a power-of-attorney, including representing the interests of the Company, entering on behalf of the Company into transactions, concluding agreements, issuing powers-of-attorney, approving the Schedule of Positions, issuing orders binding upon all employees of the Company, executing any documents on behalf of the executive bodies of the Company, acting as an executive manager with regard to development of the List of Information Constituting Commercial Secrets, issuing orders and giving instructions on compliance with the requirements of protection of commercial secrets.

The General Director shall simultaneously act as the Chairman of the Management Board of the Company.

The General Director shall represent the opinion of the Management Board at meetings of the Board of Directors and at meetings of shareholders.

The Management Board of the Company shall be established and early terminated by decision of the Board of Directors upon recommendation of the General Director.

The number of members of the Management Board shall be determined and the Management Board shall be established upon recommendation of the General Director of the Company.

Heads of the branches and representative offices shall be appointed by the Company's General Director and shall act on the basis of a power-of-attorney issued by the General Director.

The term of authority of the General Director shall commence as of the date when he is appointed at an annual general meeting of shareholders.

21. Members of the Board of Directors (Supervisory Board) of the issuer:

The Board of Directors

Chairman: *Nail I. Ismailov*

Members of the Board of Directors:

Alexander Yu. Goncharuk

Born in *1956*

Positions held in the past five years:

Period: *1996 through present time*

Entity: *PJSC "Joint Stock Financial Corporation Sistema"*

Field of activity: *information and consulting services*

Position: *Vice President*

Period: *1996 through present time*

Entity: *PJSC "Joint Stock Financial Corporation Sistema"*

Field of activity: *information and consulting services*

Position: *Member of the Board of Directors*

Period: *1998 through present time*

Entity: *JSC "System of Telecommunications, Information and Communications"*

Field of activity: *communications*

Position: *General Director, member of the Board of Directors*

Period: *1999 through 2002*

Entity: *PJSC "Moscow Science and Technologies Community"*

Field of activity: *Investment*

Position: *member of the Board of Directors*

Period: *1998 -2002*

Entity: *Center-TS ZAO*

Field of activity: *communications*

Position: *General Director, member of the Board of Directors*

Period: *1999 through present time*

Entity: *Center-Telko ZAO*

Field of activity: *communications*

Position: *Chairman of the Board of Directors*

Period: *1999 through 2001*
 Entity: *Center of Prospective Design Vympel-Sistema ZAO*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *1999 through 2001*
 Entity: *Radio and Technical Institution named after Academician A.L. Mints OAO*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *1999 through 2001*
 Entity: *AOOT NPK The Research Institute of Long-Distance Radio Communications*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2000 through 2001*
 Entity: *NPK High Technologies and Strategic Systems ZAO*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2000 through 2001*
 Entity: *Research and Technical Enterprise Intellect Telecom ZAO*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2000 through 2001*
 Entity: *The Information System for Business ZAO*
 Field of activity: *information*
 Position: *member of the Board of Directors*

Period: *2000 through present time*
 Entity: *Invest-Svyaz-Holding ZAO*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *1999 through 2001*
 Entity: *Comstar ZAO*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2000 through 2001*

Entity: ***E-Sistema.RU ZAO***
Field of activity: ***communications***
Position: ***member of the Board of Directors***

Period: ***2000 through present time***
Entity: ***Scientific Center Concern OAO***
Field of activity: ***research and design***
Position: ***member of the Board of Directors***

Period: ***2000 through present time***
Entity: ***Moscow Cellular Communications OAO***
Field of activity: ***communications***
Position: ***Chairman of the Board of Directors***

Period: ***2000 through 2001***
Entity: ***MS-Tel OAO***
Field of activity: ***communications***
Position: ***member of the Board of Directors***

Period: ***2000 through present time***
Entity: ***MTU-Inform ZAO***
Field of activity: ***communications***
Position: ***Chairman of the Board of Directors***

Period: ***2000 through 2001***
Entity: ***Radio Technical and Information Systems Concern OAO***
Field of activity: ***communications***
Position: ***member of the Board of Directors***

Period: ***2001 through present time***
Entity: ***Open Joint Stock Company Telecom XXI***
Field of activity: ***communications***
Position: ***member of the Board of Directors***

Interest in the issuer's charter capital: ***no***
Interest held in the issuer's subsidiary or dependent company: ***no***

Remuneration paid out in the reporting quarter:

Salary (RUR): ***0***
Bonuses (RUR): ***51,843***
Commission (RUR): ***0***
Other remuneration in kind (RUR): ***0***
Total (RUR): ***51,843***

Nail I. Ismailov

Born in **1939**

Positions held in the past five years:

Period: **1996 through 1999**

Entity: **OAO Communications Investment Company**

Field of activity: **communications**

Position: **General Director**

Period: **1999 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **Chairman of the Board of Directors**

Period: **1999 -2002**

Entity: **OAO Nizhegorodsksvyazinform**

Field of activity: **communications**

Position: **member of the Board of Directors**

Period: **1999 through present time**

Entity: **OAO Electrosvyaz of Rostov region**

Field of activity: **communications**

Position: **member of the Board of Directors**

Period: **1999 through present time**

Entity: **OAO Volgatelecom**

Field of activity: **communications**

Position: **member of the Board of Directors**

Interest in the issuer's charter capital: **no**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **0**

Bonuses (RUR): **69,084**

Commission (RUR): **0**

Other remuneration in kind (RUR):

Total (RUR): **69,084**

Vladimir S. Lagutin

Born in **1947**

Positions held in the past five years:

Period: **1996 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **General Director**

Period: *1998 through present time*
Entity: *Comstar ZAO*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *1998 through present time*
Entity: *Telmos ZAO*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *1998 through present time*
Entity: *Center-TS ZAO*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *2000 through present time*
Entity: *Petrodvor ZAO*
Field of activity: *leasing out real estate*
Position: *Chairman of the Board of Directors*

Interest in the issuer's charter capital: *0.03617%*
Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): *171,089*
Bonuses (RUR): *353,399*
Commission (RUR): *0*
Other remuneration in kind (RUR): *0*
Total (RUR): *524,488*

Alexander V. Lopatin
Born in *1964*

Positions held in the past five years:

Period: *1996 through 1999*
Entity: *RAO UES of Russia*
Field of activity: *power engineering*
Position: *Treasurer*

Period: *1999 through present time*
Entity: *OAQ Communications Investment Company*
Field of activity: *communications*
Position: *Deputy General Director*

Period: *2001 through present time*
Entity: *ZAO MobiTel*
Field of activity: *construction of communications facilities*
Position: *member of the Board of Directors*

Period: *2000 through present time*
Entity: *OAO Communications Investment Company*
Field of activity: *investments into communications*
Position: *member of the Management Board*

Period: *2000 through present time*
Entity: *OAO The Central Telegraph Office*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO Khantymansiyskorktelecom*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO ROSTELECOM*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO The Central Telecommunications Company*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *2002 through present time*
Entity: *OAO Dalstoy*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *2001 through present time*
Entity: Non commercial Partnership "*Ceter of Teleccom dedelopment problem learning*"
Field of activity: *communications*
Position: Director

Interest in the issuer's charter capital: *no*
Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): 0
Bonuses (RUR): 51,843
Commission (RUR): 0
Other remuneration in kind (RUR): 0
Total (RUR): 51,843

Yevgeny G. Novitsky

Born in 1958

Positions held in the past five years:

Period: 1998 through present time
Entity: AOOT Joint Stock Financial Corporation Sistema
Field of activity: information and consulting services
Position: President, member of the Board of Directors

Period: 1998 through present time
Entity: Sistema-Invest ZAO
Field of activity: information and consulting services
Position: member of the Board of Directors

Period: 1998 through present time
Entity: Region Joint Stock Company of Scientific and Technical Development OAO
Field of activity: information services
Position: member of the Board of Directors

Period: 1998 through present time
Entity: Scientific Center Concern OAO
Field of activity: research and design
Position: member of the Board of Directors

Period: 1998 through present time
Entity: Mobile TeleSystems OAO
Field of activity: communications
Position: member of the Board of Directors

Period: 1999 through 2001
Entity: MKNT & Co. OAO
Field of activity: investments
Position: member of the Board of Directors

Period: 1999 through present time
Entity: OAO Russian Insurance People's Company (ROSNO)
Field of activity: insurance
Position: member of the Board of Directors

Period: *1999 through 2001*
Entity: *Sistema-Neft OAO*
Field of activity: *oil recovery and refining*
Position: *member of the Board of Directors*

Period: *1999 through 2001*
Entity: *OAO The "Mass Media Systems" Media-Center Mass Media and Advertising Concern*
Field of activity: *mass media*
Position: *member of the Board of Directors*

Period: *1998 through present time*
Entity: *ZAO System of Telecommunications, Information and Communications*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *1999 through 2001*
Entity: *OAO AKB Moscow Bank of Reconstruction and Development*
Field of activity: *banking*
Position: *member of the Board of Directors*

Period: *1999 through 2001*
Entity: *OAO Angstrom*
Field of activity: *electronics*
Position: *member of the Board of Directors*

Period: *1999 through 2001*
Entity: *ZAO Olympic System*
Field of activity: *information and consulting services*
Position: *member of the Board of Directors*

Period: *2000 through 2001*
Entity: *ZAO NPK High Technologies and Strategic Systems*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *2000 through 2001*
Entity: *Simet-M ZAO*
Field of activity: *metal constructions*
Position: *member of the Board of Directors*

Period: *2000 through 2001*

Entity: *ZAO Information Systems for Business*
Field of activity: *information*
Position: *member of the Board of Directors*

Period: *2000 through 2001*
Entity: *ZAO Invest-Svyaz-Holding*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *2000 through 2001*
Entity: *ZAO Ankey/Holding*
Field of activity: *information*
Position: *member of the Board of Directors*

Period: *1999 through 2001*
Entity: *OAO Kvant*
Field of activity: *electronics*
Position: *member of the Board of Directors*

Period: *2000 through present time*
Entity: *OAO Radio Technical and Information Systems Concern*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *1999 through 2001*
Entity: *ZAO Metropolis Publishing and Advertising Group*
Field of activity: *mass media*
Position: *member of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO Telecom XXI*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *2001 through present time*
Entity: *ZAO Sistema-Gals*
Field of activity: *construction*
Position: *member of the Board of Directors*

Period: *2001 through present time*
Entity: *ZAO Bolshaya Ordynka*
Field of activity: *construction*
Position: *member of the Board of Directors*

Interest in the issuer's charter capital: *no*

Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): **55,267**

Bonuses (RUR): **0**

Commission (RUR): **0**

Other remuneration in kind (RUR): **0**

Total (RUR): **55,267**

Semyon V. Rabovsky

Born in **1954**

Positions held in the past five years:

Period: ***1996 through 2001***

Entity: ***JSC Moscow City Telephone Network***

Field of activity: ***communications***

Position: ***First Deputy General Director, Head of the Customer Services Department***

Period: ***1998 through present time***

Entity: ***JSC Moscow City Telephone Network***

Field of activity: ***communications***

Position: ***First Deputy General Director***

Period: ***1999 through 2001***

Entity: ***AMT ZAO***

Field of activity: ***communications***

Position: ***Chairman of the Board of Directors***

Period: ***1999 through present time***

Entity: ***ZAO Golden Line***

Field of activity: ***communications***

Position: ***Chairman of the Board of Directors***

Period: ***2001 through present time***

Entity: ***ZAO MTU-Intel***

Field of activity: ***communications***

Position: ***member of the Board of Directors***

Interest in the issuer's charter capital: ***0.01321%***

Interest held in the issuer's subsidiary or dependent company:

Name: ***ZAO Research and Technical Center Komset***

Interest: ***1.8%***

Remuneration paid out in the reporting quarter:

Salary (RUR): **0**

Bonuses (RUR): 53,843
Commission (RUR): 0
Other remuneration in kind (RUR): 0
Total (RUR): 53,843

Irina M. Ragozina

Born in 1950

Positions held in the past five years:

Period: 1996 through 1997

Entity: OAO Communications Investment Company

Field of activity: communications

Position: Deputy Head of the Securities and Stockholdings Management Service

Period: 1997 through present time

Entity: OAO Communications Investment Company

Field of activity: communications

Position: Head of the Stockholdings Management Service, Director of the Corporate Management Department

Period: 2001 through present time

Entity: OAO Svyazinform of the Chelyabinsk Region

Field of activity: communications

Position: Chairperson of the Board of Directors

Period: 2001 through present time

Entity: OAO "North-West Telecom"

Field of activity: communications

Position: member of the Board of Directors

Period: 2001 through present time

Entity: OAO Kamchatskssvyazinform

Field of activity: communications

Position: Chairperson of the Board of Directors

Period: 2001

Entity: OAO Electrical Communications of the Kurgan Region

Field of activity: communications

Position: member of the Board of Directors

Interest in the issuer's charter capital: no

Interest held in the issuer's subsidiary or dependent company: no

Remuneration paid out in the reporting quarter:

Salary (RUR): 0

Bonuses (RUR): 51,843
Commission (RUR): 0
Other remuneration in kind (RUR): 55,267
Total (RUR): 51.843

Valery N. Yashin

Born in 1941

Positions held in the past five years:

Period: 1996 through 1999

Entity: OAO The Petersburg Telephone Network

Field of activity: communications

Position: General Director

Period: 1999 through present time

Entity: OAO Communications Investment Company

Field of activity: investments into communications

Position: General Director

Period: 2001 through present time

Entity: ZAO The Saint-Petersburg Pay Telephones

Field of activity: communications

Position: member of the Board of Directors

Period: 2000 through present time

Entity: OAO Communications Investment Company

Field of activity: investments into communications

Position: Chairman of the Management Board

Period: 2001 through present time

Entity: ZAO MobiTel

Field of activity: construction of communications facilities

Position: member of the Board of Directors

Period: 2001 through present time

Entity: OAO Svyazinvest-Media

Field of activity: communications

Position: Chairman of the Board of Directors

Period: 2001 through present time

Entity: OAO ROSTELECOM

Field of activity: investments into communications

Position: Chairman of the Board of Directors

Period: 2001 through present time

Entity: OAO The Central Telecommunications Company

Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO Telecominvest*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO The Petersburg Telephone Network*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO RTComm.RU*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Period: *2001 through present time*
Entity: *OAO Electrical Communications of the Orel Region*
Field of activity: *communications*
Position: *Chairman of the Board of Directors*

Interest in the issuer's charter capital: *no*
Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): *0*
Bonuses (RUR): *51,843*
Commission (RUR): *0*
Other remuneration in kind (RUR): *55,267*
Total (RUR): *51,843*

Vadim S. Degtyarev

Born in *1975*

Positions held in the past five years:

Period: *1994 through 1997*
Entity: *CT Bowring Ltd (Marsh and McLennan)*
Field of activity: *insurance*
Position: *insurance agent*

Period: *1997 through present time*
Entity: *Brunswick Capital Management*
Field of activity: *investments*

Position: *Fund Manager*

Period: *2001 through present time*

Entity: *OAO Samarasvyazinform*

Field of activity: *communications*

Position: *member of the Board of Directors*

Period: *2001 through present time*

Entity: *OAO TsUM*

Field of activity: *commerce*

Position: *member of the Board of Directors*

Interest in the issuer's charter capital: *no*

Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): *0*

Bonuses (RUR): *51,843*

Commission (RUR): *0*

Other remuneration in kind (RUR): *55,267*

Total (RUR): *51,843*

Anton I. Osipchuk

Born in *1967*

Positions held in the past five years:

Period: *1996 through 1996*

Entity: *AKB Incombank of Saint Petersburg*

Field of activity: *banking*

Position: *Head of the Profit Center for operations with securities
and consulting on investments and finance*

Period: *1996 through 1997*

Entity: *OAO AB Incombank*

Field of activity: *banking*

Position: *Deputy Manager*

Period: *1997 through 2000*

Entity: *OAO Telecominvest*

Field of activity: *investments*

Position: *Deputy General Director for Economy and Finance*

Period: *2000 through present time*

Entity: *OAO Communications Investment Company*

Field of activity: *investments*

Position: *First Deputy General Director*
 Period: *2000 through present time*
 Entity: *OAO Communications Investment Company*
 Field of activity: *investments into communications*
 Position: *member of the Management Board*

Period: *2001 through present time*
 Entity: *OAO PTS*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2001 through present time*
 Entity: *ZAO MobiTel*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2001 through present time*
 Entity: *OAO ROSTELECOM*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2001 through present time*
 Entity: *ZAO North-West Telecombank*
 Field of activity: *banking*
 Position: *member of the Board of Directors*

Period: *2001 through present time*
 Entity: *OAO The South Telecommunications Company*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2001 through present time*
 Entity: *OAO RTComm.RU*
 Field of activity: *communications*
 Position: *member of the Board of Directors*

Period: *2001 through present time*
 Entity: *OAO Svyazinform of the Samara Region*
 Field of activity: *communications*
 Position: *Chairman of the Board of Directors*

Period: *2001 through present time*
 Entity: *OAO Uralsvyazinform of the Perm Region*
 Field of activity: *communications*

Position: *Chairman of the Board of Directors*

Period: *2001 through present time*

Entity: *OAO Nizhegorodsvyazinform*

Field of activity: *communications*

Position: *Chairman of the Board of Directors*

Interest in the issuer's charter capital: *no*

Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): *0*

Bonuses (RUR): *51,843*

Commission (RUR): *0*

Other remuneration in kind (RUR): *55,267*

Total (RUR): *51,843*

Alexander P. Vronets

Born in *1954*

Positions held in the past five years:

Period: *1994 - 1996*

Entity: *OAO Giprosviaz*

Field of activity: *telecom*

Position: *Director General*

Period: *1996 through present time*

Entity: *OAO "Joint Stock Financial Corporation Sistema"*

Field of activity: *Consulting*

Position: *member of the Board of Directors*

Period: *1996 through present time*

Entity: *ZAO "Sistema Telecom"*

Field of activity: *telecom*

Position: *Deputy Director General*

Period: *1999 - 2001*

Entity: *OAO Giprosviaz*

Field of activity: *telecom*

Position: *member of the Board of Directors*

Period: *1999 - through present time*

Entity: *OAO Mobile TeleSystems*

Field of activity: *telecom*

Position: *member of the Board of Directors*

Period: **1999 - 2002**
Entity: **ZAO Telmos**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **1999 trough present time**
Entity: **ZAO Mediatel**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2000 - 2002**
Entity: **OAO MS-Tel**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2000 - 2002**
Entity: **ZAO Telmos**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2000 - 2002**
Entity: **Telecom Equipment Suppliers and Users Unio**
Field of activity: **non comercial organization**
Position: **member of the Board of Directors**

Period: **2000 trough present time**
Entity: **OAO Intellect Telecom**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2000 - 2001**
Entity: **ZAO Metro Telecom**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2002 trouhg present time**
Entity: **ZAO Interrigional Tranzit Telecom**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2002 trouhg present time**
Entity: **Invest Svyaz Holding**
Field of activity: **Leasing**
Position: **member of the Board of Directors**

Period: **2002 trouhg present time**
Entity: **ZAO "I – Sistema"**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2002 trouhg present time**
Entity: **ZAO Center Telco**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Period: **2002 trouhg present time**
Entity: **OAO MSS**
Field of activity: **telecom**
Position: **member of the Board of Directors**

Interest in the issuer's charter capital: **no**
Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:
Salary (RUR): **0**
Bonuses (RUR): **51,843**
Commission (RUR): **0**
Other remuneration in kind (RUR): **55,267**
Total (RUR): **51,843**

Viktor D. Savchenko

Born in **1960**

Positions held in the past five years:

Period: **1994-2001**
Entity: **Ministry of Justice**
Field of activity: **law**
Position: **Lawer**

Period: **2001 trough present time**
Entity: **OAO "Investment Communicatiom Company"**
Field of activity: **telecom**
Position: **Head of the Law Department**

Period: **2002 trough present time**
Entity: **OAO Khantymansiyskokrtelecom**
Field of activity: **telecommunication**
Position: **membet of the Board of Directors**

Interest in the issuer's charter capital: *no*

Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): *0*

Bonuses (RUR): *51,843*

Commission (RUR): *0*

Other remuneration in kind (RUR): *55,267*

Total (RUR): *51,843*

22. Individual and collective corporate bodies and officials of the issuer's manager

The issuer's individual executive body and members of the collective executive body:

Vladimir S. Lagutin

Born in *1947*

Positions held in the past five years:

Period: *1996 through present time*

Entity: *JSC Moscow City Telephone Network*

Field of activity: *communications*

Position: *General Director*

Period: *1998 through present time*

Entity: *Comstar ZAO*

Field of activity: *communications*

Position: *Chairman of the Board of Directors*

Period: *1998 through present time*

Entity: *Telmos ZAO*

Field of activity: *communications*

Position: *Chairman of the Board of Directors*

Period: *1998 through present time*

Entity: *Center-TS ZAO*

Field of activity: *communications*

Position: *Chairman of the Board of Directors*

Period: *2000 through present time*

Entity: *Petrodvor ZAO*

Field of activity: *leasing out real estate*

Position: *Chairman of the Board of Directors*

Interest in the issuer's charter capital: *0.03617%*

Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): **171,089**
Bonuses (RUR): **353,399**
Commission (RUR): **0**
Other remuneration in kind (RUR): **0**
Total (RUR): **524,488**

Irina R. Borisenkova

Born in **1963**

Positions held in the past five years:

Period: **1996 through 1997**
Entity: **Kit TOO**
Field of activity: **wood processing**
Position: **Chief Accountant**

Period: **1997 through 1997**
Entity: **ООО Евростройкомплект**
Field of activity: **construction**
Position: **Finance Director**

Period: **1998 through 2000**
Entity: **ОАО Moscow City Telephone Network**
Field of activity: **communications**
Position: **Finance Comptroller, First Deputy Chief Accountant**

Period: **2000 through present time**
Entity: **ОАО Moscow City Telephone Network**
Field of activity: **communications**
Position: **Chief Accountant**

Interest in the issuer's charter capital: **no**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **136,232**
Bonuses (RUR): **64,544**
Commission (RUR): **0**
Other remuneration in kind (RUR): **136,778**
Total (RUR): **190,776**

Vladimir A. Afonin

Born in **1939**

Positions held in the past five years:

Period: **1996 through 1997**
Entity: **JSC Moscow City Telephone Network**
Field of activity: **telecommunications**
Position: **Executive Officer**

Period: **1997 through present time**
Entity: **JSC Moscow City Telephone Network**
Field of activity: **telecommunications**
Position: **Personnel Manager**

Interest in the issuer's charter capital: **0.000313%**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **136,067**

Bonuses (RUR): **42,156**

Commission (RUR): **0**

Other remuneration in kind (RUR): **0**

Total (RUR): **178,223**

Rashit M. Zamaldinov

Born in **1954**

Positions held in the past five years:

Period: **1996 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **Deputy General Director, Head of UASiT**

Period: **2000 -2002**

Entity: **Mediatel ZAO**

Field of activity: **communications**

Position: **member of the Board of Directors**

Period: **2000 –trough oresent time**

Entity: **ZAO Telmos**

Field of activity: **communications**

Position: **member of the Board of Directors**

Interest in the issuer's charter capital: **no**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **137,983**

Bonuses (RUR): **32,444**

Commission (RUR): 0
Other remuneration in kind (RUR): 0
Total (RUR): 167,596

Valentina Ya. Irzhova

Born in 1946

Positions held in the past five years:

Period: 1996 through 1997
Entity: JSC Moscow City Telephone Network
Field of activity: communications
Position: Head of the legal division

Period: 1997 through present time
Entity: JSC Moscow City Telephone Network
Field of activity: communications
Position: Head of the Law Department

Period: 1999 through 2001
Entity: PTT-Teleport Moscow ZAO
Field of activity: communications
Position: member of the Board of Directors

Period: 2001 through present time
Entity: MTU-Inform ZAO
Field of activity: telecommunications
Position: member of the Board of Directors

Interest in the issuer's charter capital: 0.00063%
Interest held in the issuer's subsidiary or dependent company: no

Remuneration paid out in the reporting quarter:

Salary (RUR): 127,490
Bonuses (RUR): 26,204
Commission (RUR): 0
Other remuneration in kind (RUR): 0
Total (RUR): 153,694

Alexander K. Zhilin

Born in 1946

Positions held in the past five years:

Period: 1996 through 1999
Entity: the Federal Security Service of the Russian Federation
Field of activity: military service
Position: military man

Period: **2000 through present time**
Entity: **OAO Moscow City Telephone Network**
Field of activity: **communications**
Position: **Deputy General Director, Chief of the Security Service**

Period: **2000 through present time**
Entity: **ZAO Special Information Service**
Field of activity: **research, design and project development**
Position: **Member of the Board of Directors**

Interest in the issuer's charter capital: **no**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **145,860**

Bonuses (RUR): **0**

Commission (RUR): **0**

Other remuneration in kind (RUR): **0**

Total (RUR): **145,860**

Vladimir O. Kostrov

Born in **1960**

Positions held in the past five years:

Period: **1999 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **Chief Operating Officer**

Period: **1999 through present time**

Entity: **City-Telecom ZAO**

Field of activity: **communications**

Position: **member of the Board of Directors**

Interest in the issuer's charter capital: **0.0001%**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **132,388**

Bonuses (RUR): **16,348**

Commission (RUR): **0**

Other remuneration in kind (RUR): **0**

Total (RUR): **148,736**

Sergey N. Ksenofontov

Born in **1955**

Positions held in the past five years:

Period: **1996 through 1999**

Entity: **Moscow Technical University of Communications and Information**

Field of activity: **education**

Position: **Dean, Faculty of Multi-Channel Telecommunications**

Period: **1999 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **Head of the Capital Construction Department**

Interest in the issuer's charter capital: **no**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **126,459**

Bonuses (RUR): **0**

Commission (RUR): **0**

Other remuneration in kind (RUR): **0**

Total (RUR): **128,459**

Yuri M. Kulikov

Born in **1949**

Positions held in the past five years:

Period: **1996 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **Division Manager**

Period: **1998 through present time**

Entity: **OAo Holiday Hotel Priazovye**

Field of activity: **services (treatment and recreation)**

Position: **Chairman of the Board of Directors**

Interest in the issuer's charter capital: **0.0306%**

Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **109,847**

Bonuses (RUR): **28,395**

Commission (RUR): **0**

Other remuneration in kind (RUR): **0**

Total (RUR): **138,242**

Viktor S. Panov

Born in **1950**

Positions held in the past five years:

Period: **1996 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **Deputy General Director, Head of the Department of Technical Operation of Telecommunications**

Period: **1998 through present time**

Entity: **Comstar ZAO**

Field of activity: **communications**

Position: **member of the Board of Directors**

Interest in the issuer's charter capital: **0.00767%**

Interest held in the issuer's subsidiary or dependent company:

Name: **ZAO Research and Technical Center Komset**

Interest: **1.8%**

Remuneration paid out in the reporting quarter:

Salary (RUR): **132,171**

Bonuses (RUR): **0**

Commission (RUR): **0**

Other remuneration in kind (RUR): **0**

Total (RUR): **132,171**

Semyon V. Rabovsky

Born in **1954**

Positions held in the past five years:

Period: **1996 through 2001**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **First Deputy General Director, Head of the Customer Services Department**

Period: **2001 through present time**

Entity: **JSC Moscow City Telephone Network**

Field of activity: **communications**

Position: **First Deputy General Director**

Period: **1999 -2002**

Entity: **Golden Line ZAO**

Field of activity: **communications**

Position: **Chairman of the Board of Directors**

Period: **1999 -2002**
Entity: **AMT ZAO**
Field of activity: **communications**
Position: **Chairman of the Board of Directors**

Period: **2002through present time**
Entity: **ZAO MTU-Intel**
Field of activity: **communications**
Position: **Chairman of the Board of Directors**

Period: **2002 trough present time**
Entity: **MTU Inform**
Field of activity: **communications**
Position: **Chairman of the Board of Directors**

Interest in the issuer's charter capital: **0.01321%**
Interest held in the issuer's subsidiary or dependent company:
Name: **ZAO Research and Technical Center Komset**
Interest: **1.8%**

Remuneration paid out in the reporting quarter:
Salary (RUR): **129,923**
Bonuses (RUR): **51,843**
Commission (RUR): **0**
Other remuneration in kind (RUR): **181,766**
Total (RUR): **269,213**

Nikolay V. Savlukov

Born in **1958**

Positions held in the past five years:

Period: **1996 through 2000**
Entity: **JSC Moscow City Telephone Network**
Field of activity: **communications**
Position: **Deputy General Director, head of the security service**

Period: **2000 through present time**
Entity: **JSC Moscow City Telephone Network**
Field of activity: **communications**
Position: **Deputy General Director, Head of UIRIS**

Period: **1999 through present time**
Entity: **Research and Technical Center Komset ZAO**
Field of activity: **communications**

Position: *member of the Board of Directors*

Interest in the issuer's charter capital: *0.00214%*

Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): *1118,501*

Bonuses (RUR): *6,055*

Commission (RUR): *0*

Other remuneration in kind (RUR): *0*

Total (RUR): *118,501*

Igor A. Solomatnikov

Born in *1946*

Positions held in the past five years:

Period: *1996 through present time*

Entity: *JSC Moscow City Telephone Network*

Field of activity: *communications*

Position: *Division Manager*

Period: *2000 through present time*

Entity: *MTK-Trunk ZAO*

Field of activity: *communications*

Position: *member of the Board of Directors*

Period: *1999 2002*

Entity: *PTT-Teleport Moscow ZAO*

Field of activity: *communications*

Position: *member of the Board of Directors*

Interest in the issuer's charter capital: *0.08581%*

Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:

Salary (RUR): *241,227*

Bonuses (RUR): *0*

Commission (RUR): *0*

Other remuneration in kind (RUR): *241,227*

Total (RUR): *116,415*

Viktor A. Chervony

Born in *1956*

Positions held in the past five years:

Period: *1996 through 1997*

Entity: *JSC Moscow City Telephone Network*

Field of activity: *communications*
Position: *Deputy Chief Accountant for Financial Control*

Period: *1997 through 2000*
Entity: *JSC Moscow City Telephone Network*
Field of activity: *communications*
Position: *First Deputy Chief Accountant*

Period: *2000 through present time*
Entity: *JSC Moscow City Telephone Network*
Field of activity: *communications*
Position: *Deputy General Director, Head of the Economy and Finance Department*

Period: *2000 through present time*
Entity: *AKB LINK-Bank OAO*
Field of activity: *banking*
Position: *member of the Board of Directors*

Period: *2000 through present time*
Entity: *Petrodvor ZAO*
Field of activity: *leasing out real estate*
Position: *member of the Board of Directors*

Period: *2000 through present time*
Entity: *OAO AKB Moscow Bank of Reconstruction and Development*
Field of activity: *banking*
Position: *member of the Board of Directors*

Period: *2001 through present time*
Entity: *AMT ZAO*
Field of activity: *communications*
Position: *member of the Board of Directors*

Period: *2001 through present time*
Entity: *MTU-Inform ZAO*
Field of activity: *communications*
Position: *member of the Board of Directors*

Interest in the issuer's charter capital: *no*
Interest held in the issuer's subsidiary or dependent company: *no*

Remuneration paid out in the reporting quarter:
Salary (RUR): *138,887*

Bonuses (RUR): **48,643**
Commission (RUR): **0**
Other remuneration in kind (RUR): **0**
Total (RUR): **187,530**

Vladimir I. Sutyagin
Born in **1945**

Positions held in the past five years:

Period: **1996 through 2000**
Entity: **JSC Moscow City Telephone Network, UITO Service**
Field of activity: **communications**
Position: **Deputy Head of UITO Service for General Matters and Commercial Operations**

Period: **2000 through present time**
Entity: **JSC Moscow City Telephone Network**
Field of activity: **communications**
Position: **Deputy General Director, Head of UITO Service**

Period: **2001 through present time**
Entity: **OOO Medicom-33**
Field of activity: **medicine**
Position: **Member of the Board of Directors**

Interest in the issuer's charter capital: **0.002036%**
Interest held in the issuer's subsidiary or dependent company: **no**

Remuneration paid out in the reporting quarter:

Salary (RUR): **140,402**
Bonuses (RUR): **5,000**
Commission (RUR): **0**
Other remuneration in kind (RUR): **0**
Total (RUR): **140,402**

The person acting as the issuer's individual executive body:
Vladimir S. Lagutin

23. Remuneration paid to members of the Board of Directors (Supervisory Board) and other officials of the issuer.

The remuneration paid to all officials listed in Sections 21 and 22 for the reporting period amounted to, in the aggregate:

Salary: **RUR 1,889,593**

Bonuses: **RUR 1,183,218**
Commission: **RUR 0**
Other compensation in kind: **RUR 0**
Total: **RUR 3,072,811**

See also Sections 21 and 22

24. Legal entities in which the issuer holds an interest.

Legal entities in which the issuer holds at least 5% of the charter capital:

Name: *AMT ZAO*
Location: *42a Khoroshevskoye Shosse, 123007 Moscow*
Mail address: *42a Khoroshevskoye Shosse, 123007 Moscow*
Interest owned by the issuer in the charter capital of the entity: *100%*

Name: *Petrodvor ZAO*
Location: *Building 1, 12 Petrovsky Boulevard, 103051 Moscow*
Mail address: *Building 1, 12 Petrovsky Boulevard, 103051 Moscow*
Interest owned by the issuer in the charter capital of the entity: *100%*

Name: *ZAO MTU-inform Company*
Location: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
Mail address: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
Interest owned by the issuer in the charter capital of the entity: *51%*

Name: *MS-Tel OAO*
Location: *22 Marksistskaya Ulitsa, 109147 Moscow*
Mail address: *Building 2, 12 Petrovsky Boulevard, 103051 Moscow*
Interest owned by the issuer in the charter capital of the entity: *50%*

Name: *Centre TS ZAO*
Location: *Board Room, 6 Matveevskaya Ulitsa, 119501 Moscow*
Mail address: *Building 2, 12 Petrovsky Boulevard, 103051 Moscow*
Interest owned by the issuer in the charter capital of the entity: *50%*

Name: *Comstar ZAO*
Location: *Building 1, 3 Dmitrovsky Pereulok, 103031 Moscow*
Mail address: *Building 1, 3 Dmitrovsky Pereulok, 103031 Moscow*
Interest owned by the issuer in the charter capital of the entity: *50%*

Name: *Golden Line ZAO*
Location: *51/4 Ulitsa Shchepkina, 129110 Moscow*

Mail address: *51/4 Ulitsa Shchepkina, 129110 Moscow*
Interest owned by the issuer in the charter capital of the entity: 50%

Name: *RadioPage ZAO*
Location: *Building 1, 23 1st Tverskaya-Yamskaya Ulitsa, 125047 Moscow*
Mail address: *13 2nd Zvenigorodskaya Ulitsa, 123022 Moscow*
Interest owned by the issuer in the charter capital of the entity: 40%

Name: *Telmos ZAO*
Location: *15 Zemledelchesky Pereulok, 119121 Moscow*
Mail address: *15 Zemledelchesky Pereulok, 119121 Moscow*
Interest owned by the issuer in the charter capital of the entity: 40%

Name: *Mediatel ZAO*
Location: *42a Khoroshevskoye Shosse, 123007 Moscow*
Mail address: *42a Khoroshevskoye Shosse, 123007 Moscow*
Interest owned by the issuer in the charter capital of the entity: 35.83%

Name: *ZAO MTU-Intel*
Location: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
Mail address: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
Interest owned by the issuer in the charter capital of the entity: 25.5%

Name: *Moscow Cellular Communications OAO*
Location: *18/20 Vorontsovskaya Ulitsa, 109044 Moscow*
Mail address: *18/20 Vorontsovskaya Ulitsa, 109044 Moscow*
Interest owned by the issuer in the charter capital of the entity: 23.5%

Name: *OAO Joint Stock Commercial Bank Link-bank*
Location: *Building 2, 7 Dmitrovskoye Shosse, 127434 Moscow*
Mail address: *Building 2, 7 Dmitrovskoye Shosse, 127434 Moscow*
Interest owned by the issuer in the charter capital of the entity: 24.6 %

Name: *Independent Pension Fund "Siatema"*
Location: *Building 4, 35 B. Tatarskaya Str. Moscow*
Mail address: *Building 4, 35 B. Tatarskaya Str. Moscow*
Interest owned by the issuer in the charter capital of the entity: 21.74%

Name: *Special Information Service ZAO*
Location: *10 Abramtsevsкая Ulitsa, 127576 Moscow*
Mail address: *10 Abramtsevsкая Ulitsa, 127576 Moscow*
Interest owned by the issuer in the charter capital of the entity: 19%

Name: *Inter-Regional Transit-Telecom ZAO*
Location: *18/20 Vorontsovskaya Ulitsa, 109044 Moscow*
Mail address: *22 Marksistskaya Ulitsa, 109147 Moscow*
Interest owned by the issuer in the charter capital of the entity: *13.65%*

Name: *Reestr OOO*
Location: *29 Ulitsa Ryleeva, 119034 Moscow*
Mail address: *Building 13-14, 13 Myasnitskaya Ulitsa, 101000 Moscow*
Interest owned by the issuer in the charter capital of the entity: *11.8%*

Name: *Research and Technical Center Komset ZAO*
Location: *7 Zelyony Prospekt, 111141 Moscow*
Mail address: *7 Zelyony Prospekt, 111141 Moscow*
Interest owned by the issuer in the charter capital of the entity: *11.09%*

Name: *Vols ZAO*
Location: *4 Vinnitskaya Ulitsa, 117192 Moscow*
Mail address: *4 Vinnitskaya Ulitsa, 117192 Moscow*
Interest owned by the issuer in the charter capital of the entity: *10%*

Name: *MTK-trunk ZAO*
Location: *8 Mozhayskoye Shosse, 121374 Moscow*
Mail address: *Building 7, 78 Prospekt Vernadskogo, 123357 Moscow*
Interest owned by the issuer in the charter capital of the entity: *10%*

Name: *The Moscow Teleport ZAO*
Location: *16 Ulitsa Kazakova, 103064 Moscow*
Mail address: *Buildings 3 and 3a, 27/26 Zubovsky Boulevard, 119021 Moscow*
Interest owned by the issuer in the charter capital of the entity: *10%*

Name: *Expo-Telecom ZAO*
Location: *7 Tverskaya Ulitsa, 103375 Moscow*
Mail address: *7 Tverskaya Ulitsa, 103375 Moscow*
Interest owned by the issuer in the charter capital of the entity: *5.56%*

Name: *City Telecom ZAO*
Location: *11 Novy Arbat, 121852 Moscow*
Mail address: *25B 1st Krasnogvardeysky Proezd, 123100 Moscow*
Interest owned by the issuer in the charter capital of the entity: *5%*

25. Interests held by all legal entities in which the issuer holds at least 5% of the charter capital and officials thereof in the issuer's charter capital

25.1 Name: *ZAO Petrodvor*
Location: *Building 1, 12 Petrovsky Boulevard, 103051 Moscow*
Mail address: *Building 1, 12 Petrovsky Boulevard, 103051 Moscow*
Interest owned by the issuer in the charter capital of the entity: *100%*
Interest owned by the entity in the issuer's charter capital: *no*
Officials:

25.1.1. *Vladimir S. Lagutin*
Functions of the official: *member of the Board of Directors (Supervisory Board)*
Interest owned by the official in the issuer's charter capital: *0.0367%*

25.2 Name: *ZAO AMT*
Location: *42a Khoroshevskoye Shosse, 123007 Moscow*
Mail address: *42a Khoroshevskoye Shosse, 123007 Moscow*
Interest owned by the issuer in the charter capital of the entity: *100%*
Interest owned by the entity in the issuer's charter capital: *no*
Officials:

25.2.1. *Vladimir D. Stukalov*
Functions of the official: *individual executive body*
Interest owned by the official in the issuer's charter capital: *0.00026%*

25.3 Name: *ZAO MTU-inform*
Location: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
Mail address: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
Interest owned by the issuer in the charter capital of the entity: *51%*
Interest owned by the entity in the issuer's charter capital: *no*
Officials:

25.3.1. *Said S. Alimbekov*
Functions of the official: *individual executive body*
Interest owned by the official in the issuer's charter capital: *0.11034%*

25.3.4. *Valentina Ya. Irzhova*
Functions of the official: *member of the Board of Directors (Supervisory Board)*
Interest owned by the official in the issuer's charter capital: *0.00063%*

25.4 Name: *ZAO Centre TS*
Location: *Board Room, 6 Matveevskaya Ulitsa, 119501 Moscow*
Mail address: *Building 2, 12 Petrovsky Boulevard, 103051 Moscow*

Interest owned by the issuer in the charter capital of the entity: 50%
Interest owned by the entity in the issuer's charter capital: no
Officials:

25.4.1. *Vladimir S. Lagutin*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: 0.03617%

25.5 Name: *ZAO Comstar*

Location: *Building 1, 3 Dmitrovsky Pereulok, 103031 Moscow*

Mail address: *Building 1, 3 Dmitrovsky Pereulok, 103031 Moscow*

Interest owned by the issuer in the charter capital of the entity: 50%

Interest owned by the entity in the issuer's charter capital: no

Officials:

25.5.2. *Viktor S. Panov*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: 0.00767%

25.6 Name: *Golden Line ZAO*

Location: *51 Ulitsa Shchepkina, 129110 Moscow*

Mail address: *51 Ulitsa Shchepkina, 129110 Moscow*

Interest owned by the issuer in the charter capital of the entity: 50%

Interest owned by the entity in the issuer's charter capital: no

Officials:

25.6.1. *Valery V. Vasiliev*

Functions of the official: *individual executive body*

Interest owned by the official in the issuer's charter capital: 0.13811%

25.6.2. *Semyon V. Rabovsky*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: 0.01321%

25.7 Name: *RadioPage ZAO*

Location: *Building 1, 23 1st Tverskaya-Yamskaya Ulitsa, 125047 Moscow*

Mail address: *13 2nd Zvenigorodskaya Ulitsa, 123022 Moscow*

Interest owned by the issuer in the charter capital of the entity: 40%

Interest owned by the entity in the issuer's charter capital: no

Officials:

- 25.7.1 *Lyudmila S. Popovich*
 Functions of the official: *member of the Board of Directors (Supervisory Board)*
 Interest owned by the official in the issuer's charter capital: 0.00078%
- 25.8 Name: *ZAO Telmos*
 Location: *15 Zemledelchesky Pereulok, 119121 Moscow*
 Mail address: *15 Zemledelchesky Pereulok, 119121 Moscow*
 Interest owned by the issuer in the charter capital of the entity: 40%
 Interest owned by the entity in the issuer's charter capital: no
 Officials:
- 25.8.1 *Vladimir S. Lagutin*
 Functions of the official: *member of the Board of Directors (Supervisory Board)*
 Interest owned by the official in the issuer's charter capital: 0.03617%
- 25.9 Name: *ZAO MTU-Intel*
 Location: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
 Mail address: *Building 2, 27-29 Smolenskaya-Sennaya Ploshchad, 119121 Moscow*
 Interest owned by the issuer in the charter capital of the entity: 25.5%
 Interest owned by the entity in the issuer's charter capital: no
 Officials:
- 25.9.1 *Said S. Alimbekov*
 Functions of the official: *member of the Board of Directors (Supervisory Board)*
 Interest owned by the official in the issuer's charter capital: 0.11034%
- 25.10 Name: *Open Joint Stock Company Joint Stock Commercial Bank Link-bank*
 Location: *7/2 Dmitrovskoye Shosse, 127434 Moscow*
 Mail address: *7/2 Dmitrovskoye Shosse, 127434 Moscow*
 Interest owned by the issuer in the charter capital of the entity: 20.82%
 Interest owned by the entity in the issuer's charter capital: no
 Officials:
- 25.10.1 *Ruben A. Amaryan*
 Functions of the official: *member of the Board of Directors (Supervisory Board)*
 Interest owned by the official in the issuer's charter capital: 0.01127%
- 25.11 Name: *ZAO Research and Technical Center Komset*

Location: 7 Zelyony Prospekt, 111141 Moscow
Mail address: 7 Zelyony Prospekt, 111141 Moscow
Interest owned by the issuer in the charter capital of the entity: 11.1%
Interest owned by the entity in the issuer's charter capital: no
Officials:

25.11.1 *Nikolay V. Savlukov*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: 0.00214%

25.11.2 *Vasily G. Dedoborshch*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: 0.00042%

25.12 Name: *VOLS ZAO*

Location: 4 Vinnitskaya Ulitsa, 117192 Moscow

Mail address: 4 Vinnitskaya Ulitsa, 117192 Moscow

Interest owned by the issuer in the charter capital of the entity: 10%

Interest owned by the entity in the issuer's charter capital: no

Officials:

25.12.1 *Viktor I. Trofimov*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: 0.00052%

25.13 Name: *ZAO MTK-trunk*

Location: 8 Mozhayskoye Shosse, 121374 Moscow

Mail address: Building 7, 78 Prospekt Vernadskogo, 123357 Moscow

Interest owned by the issuer in the charter capital of the entity: 10%

Interest owned by the entity in the issuer's charter capital: no

Officials:

25.13.1 *Igor A. Solomatnikov*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: 0.08581%

25.14 Name: *ZAO City-Telecom*

Location: 11 Novy Arbat, 121852 Moscow

Mail address: 25B 1st Krasnogvardeysky Proezd, 123100 Moscow

Interest owned by the issuer in the charter capital of the entity: 5%

Interest owned by the entity in the issuer's charter capital: no

Officials:

25.14.1. *Vladimir O. Kostrov*

Functions of the official: *member of the Board of Directors (Supervisory Board)*

Interest owned by the official in the issuer's charter capital: *0.0001%*

26. Other affiliates of the issuer:

No

27. Interests owned by the issuer in the charter capitals of its affiliated legal entities:

See Sections 24, 25 and 26.

28. Interests held by the issuer's affiliates, their founders and officials in the issuer's charter capital.

See Sections 24, 25 and 26.

29. Holders of 5 or more per cent of votes in the issuer's supreme corporate body.

Name: *MKNT & Co. OAO*

Interest: *49.2603%*

Name: *OAO Communications Investment Company*

Interest: *28%*

Name: *ING Bank*

Interest: *6.6642% (nominee)*

Name: *"J. P. Morgan Bank International" OOO*

Interest: *5.3332%*

30. Participation in industrial, banking or financial groups, holdings, concerns and associations

No

31. Branches and representative offices of the issuer

Name: *Holiday Hotel with Therapy Iskra*

Location: *Yershovo, Zvenigorod-4, the Odintsovo District, the Moscow Region*

Mail address: *Yershovo, Zvenigorod-4, the Odintsovo District, 143095 the Moscow Region*

Manager: *Anatoly V. Iskovskikh*

Opening date: 06.17.1998

Power-of-attorney expires on: 12.31.2001

Name: *Holiday Hotel with Therapy Orbita*

Location: *Bekasovo, the Naro-Fominsk District, the Moscow Region*

Mail address: *Bekasovo, the Naro-Fominsk District, 143380 the Moscow Region*

Manager: *Yuri I. Shestopalov*

Opening date: 06.17.1998

Power-of-attorney expires on: 12.31.2001

Name: *the Sochi branch, Holiday Hotel with Therapy Delfin*

Location: *the Nizhne-Imeretinskaya Bay, the Alder District, Sochi, Russia*

Mail address: *the Nizhne-Imeretinskaya Bay, the Alder District, 354341 Sochi, Russia*

Manager: *Nikolay N. Purygin*

Opening date: 06.17.1998

Power-of-attorney expires on: 12.31.2001

32. Number of persons employed by the issuer.

The average number of persons employed by the issuer in the reporting period, including the employees of its branches and representative offices:
20,454

33. Description of the issuer's principal activities.

JSC MGTS is the principal telecommunications operator in Moscow. It renders to its subscribers the services of voice mail and documentary communications, inquiry and other services in accordance with its license terms.

JSC MGTS is a major European city telephone network in terms of connected subscribers. The telephone ratio in Moscow exceeds 50 telephones per 100 residents, or 105 telephones per 100 households, which is a much higher rate than the average rate in Russia.

According to the Moscow City Statistics Committee and alternative operators, in 2000, the number of basic telephones installed in Moscow was 4.6 million, or 15% of the total Russian wire communications market. JSC MGTS controls 85.7% of total telephones in Moscow.

Primary operations and the share thereof in the aggregate proceeds

	2001	2002 (Estimate)
<i>Proceeds from the sales of goods, products, works and services (minus VAT, excises and similar mandatory payments) (RUR'000)</i>	7,937,492	9,55,510
<i>Share of proceeds from the sales of communications services (the primary business), %</i>	83,79	84,13

Currently, JSC MGTS obtains most proceeds (approximately 80%) from commercial entities. The Company anticipates that the structure of proceeds changes after the tariff rates are made equal for all categories of subscribers and time-based connections record system is introduced. 92% of all proceeds of JSC MGTS come from voice communications services. By 2003, the Company plans to increase its proceeds from documentary communications services to 40% of total proceeds. Such services are alternative and therefore not subject to tariff rates regulations.

JSC MGTS is a natural monopoly pursuant to Russian law controlled by the Government which approves the tariff rates for basic local communications services and cooperation with other operators.

Order No. 1070 of the Anti-Monopoly Ministry of Russia "On Approval of a Resolution of the Management Board of the Anti-Monopoly Ministry of Russia", dated October 12, 2001, introduces the following tariff rates for the services of local telephone communications provided by JSC MGTS:

	<i>Corporate consumers</i>		<i>Residents*</i>
	<i>non-governmental</i>	<i>governmental</i>	
<i>November 1, 2001 through December 12, 2001:</i>			
<i>Provision of access to the telephone network, RUR</i>	9,000	9,000	6,000**
<i>Subscriber's monthly fee for the use of individual subscriber's unit, RUR</i>	165	85	70

As of January 2002:

Provision of access to the

telephone network, RUR	9,000	9,000	6,000**
Subscriber's monthly fee for the use of individual subscriber's unit, RUR	165	100	80

* certain categories of residents enjoy privileges

** prices differ depending on the duration of the waiting period:

- RUR 3,000 for those who filed an application to enter into a telecommunications services agreement in the period from January 1, 1997 through December 31, 1999; and
- RUR 1,000 for those who filed an application to enter into a telecommunications services agreement before December 31, 1996 (inclusively).

The Moscow telecommunications market has been liberalized. Other operators also provide traditional voice communications services. Alternative operators are not governed by anti-monopoly authorities, they are not bound by obligations to ensure that their services are publicly available, and compete with JSC MGTS in certain market sectors.

The advantages of JSC MGTS include comparatively low tariff rates and access to subscribers throughout the city. The Company owns a telecommunications infrastructure including technological buildings and subsurface constructions and provides contractual access to the public communications network to other operators. To ensure its prospective competitive strength, JSC MGTS reconstructs its network, introduces digital technologies and thus is able to provide a variety of highly profitable services and to improve the quality of services in combination with lower production and development costs.

34. Investment declaration. Description of the issuer's activities.
Shall be provided by investment funds only.

35. The issuer's prospective activities.

JSC MGTS constantly cooperates with major foreign manufacturers of communications equipment and operators. The successful implementation of joint projects fits logically into the concept of development and reconstruction of JSC MGTS developed by the Company's specialists which is built on a qualitatively new level and includes the use of modern switch equipment, SDH digital transfer systems, fiber optic lines and new methods of construction of the transportation network on the basis of circular structures. The first capacity of this project will be a public data transfer network on the basis of new SDH technologies, ATM switching, equipment for asymmetric digital subscriber access which will enable the

Company to provide a variety of communications services to its clients. After the project has been completed, the Company will be able to provide to its clients, in addition to high-quality services of local, domestic long-distance and international communications, certain new services including voice mail, high-speed e-mail and video conferences.

Economic and financial parameters of JSC MGTS, in accordance with the estimate implementation of the Business Plan for 2002, are as follows:

*Proceeds from sales of goods, products, services (net of VAT):
RUR 9,555,510,000
Earnings from rendering telecommunications services at tariff rates (net of VAT): RUR 8,038,851,000
Profit from sales: RUR 2,325,607,000
Estimate balance sheet profit of the Company: RUR 913,363,000
Estimate profit after taxation: RUR 604,389,000
Total capital investments: RUR 1,471,423,000
Value of fixed assets put into operation: RUR 1,888,403,000.*

36. The issuer's charter capital.

The issuer's charter capital is equal to: *RUR 1,915,901,000*

Breakdown by categories of shares:

Ordinary shares:

the aggregate of: *RUR 1,596,584,000*

percentage of the charter capital: *83.333325%*

Preferred shares:

the aggregate of: *RUR 319,317,000*

percentage of the charter capital: *16.666675%*

37. The interest owned by the government (a municipal authority) in the issuer's charter capital:

The share of the issuer's charter capital owned by the government (a municipal authority):

no

The stake of the issuer fixed in the governmental (municipal) ownership:

no

A special right of the Russian Federation, constituent entities of the Russian Federation or municipalities to participate in the management of the issuer (a "golden share"):

no

38. The issuer's authorized shares.

No

39. The issuer's material contracts and obligations

No

40. The issuer's obligations to issue shares or any securities convertible into shares

No

41. Penalties imposed on the issuer, litigation and other proceedings in which the issuer is involved.

Penalties imposed on the issuer by governmental authorities or court during the three financial years preceding the year of the quarter for which the report is made, and in the current year:

Date of the sanction: *10.01.2002*

Authority which imposed the sanction: *Joint Administrative and Technical Inspectorate of Moscow*

Reasons for the sanction: *improper operation of engineering facilities*

Type of the sanction: *fine*

Amount of the sanction (RUR): *3,000*

Status: *implemented*

Date of the sanction: *16.01.2002*

Authority which imposed the sanction: *State Tax Service*

Reasons for the sanction: *delayed filing of calculations*

Type of the sanction: *penalty*

Amount of the sanction (RUR): *67,909*

Status: *implemented*

Date of the sanction: *21.01.2002*

Authority which imposed the sanction: *Joint Administrative and Technical Inspectorate of Moscow*

Reasons for the sanction: *improper operation of engineering facilities*

Type of the sanction: *fine*

Amount of the sanction (RUR): *9,000*

Status: *implemented*

Date of the sanction: *11.02.2002*

Authority which imposed the sanction: *Joint Administrative and Technical Inspectorate of Moscow*

Reasons for the sanction: *improper operation of engineering facilities*
Type of the sanction: *fine*
Amount of the sanction (RUR): 3,000
Status: *implemented*

Date of the sanction: 15.02.2002
Authority which imposed the sanction: *Joint Administrative and
Technical Inspectorate of Moscow*
Reasons for the sanction: *improper operation of engineering facilities*
Type of the sanction: *fine*
Amount of the sanction (RUR): 9,000
Status: *implemented*

Date of the sanction: 18.02.2002
Authority which imposed the sanction: *Joint Administrative and
Technical Inspectorate of Moscow*
Reasons for the sanction: *improper operation of engineering facilities*
Type of the sanction: *fine*
Amount of the sanction (RUR): 3,000
Status: *implemented*

Date of the sanction: 27.02.2002
Authority which imposed the sanction: *Joint Administrative and
Technical Inspectorate of Moscow*
Reasons for the sanction: *improper operation of engineering facilities*
Type of the sanction: *fine*
Amount of the sanction (RUR): 3,000

Date of the sanction: 01.03.2002
Authority which imposed the sanction: *Joint Administrative and
Technical Inspectorate of Moscow*
Reasons for the sanction: *delayed collection and removal of garbage
and snow and icing.*
Type of the sanction: *fine*
Amount of the sanction (RUR): 1,200
Status: *implemented*
Status: *implemented*

Date of the sanction: 04.03.2002
Authority which imposed the sanction: *Joint Administrative and
Technical Inspectorate of Moscow*
Reasons for the sanction: *delayed collection and removal of garbage
and snow and icing.*
Type of the sanction: *fine*
Amount of the sanction (RUR): 3,000

Status: *implemented*

Status: *implemented*

Date of the sanction: *11.13.2001*

Authority which imposed the sanction: *Moscow Land Committee*

Reasons for the sanction: *delayed payment*

Type of the sanction: *penalty*

Amount of the sanction (RUR): *2,000*

Status: *implemented*

Date of the sanction: *04.03.2002*

Authority which imposed the sanction: *Joint Administrative and
Technical Inspectorate of Moscow*

Reasons for the sanction: *delayed collection and removal of garbage
and snow and icing.*

Type of the sanction: *fine*

Amount of the sanction (RUR): *3,000*

Status: *implemented.*

Description of the nature of each litigation, either pending or closed in the quarter for which the report is made, which can have material effect on the activities of the issuer:

As of April 1, 2002, JSC MGTS is not involved in any legal proceedings the result of which could materially affect (impair) the Company's financial position.

Description of the reasons for each inspection of the issuer, either pending or closed in the quarter for which the report is made, carried out by governmental authorities, and each audit of the issuer carried out at the request of the issuer's participants (shareholders):

no

42. Any material facts (events, actions) which occurred during the reporting period:

Date of the fact (event, action): *May 14, 2002*

Code: *1100083A14052002*

On May 14, 2002, JSC Moscow City Telephone Network paid its first coupon of Second Issue, Series A2 interest-bearing documentary bearer bonds of JSC MGTS kept in mandatory centralized custody (state registration No. 4-02-00083-A, registration date: October 17, 2000).

Total number of bonds: One million (1,000,000).

Annual interest rate on the coupon: 21,95%.

Coupon amount: 109 Rubles and 45 Kopecks.

Aggregate payments: One Hundred nine Million Four Hundred Fifty Thousand Rubles (RUR 16,160,400).

Date of the fact (event, action): May 22, 2002

Code: 1300083A22052002

On May 19, 2002, JSC Moscow City Telephone Network paid its fifth coupon of Tranche 1, Series A1 interest-bearing documentary bearer bonds of JSC MGTS kept in mandatory centralized custody (state registration No. 4-01-00083-A, registration date: September 28, 2000).

Total number of bonds: Three Hundred Sixty Thousand (360,000).

Annual interest rate on the coupon: 13.04%.

Coupon amount: 45 Rubles and 02 Kopecks.

Aggregate payments: Sixteen Million Two Hundred Seven Thousand Two Hundred Rubles (RUR 16,207,200).

Date of the fact (event, action): June 19, 2002

Code: 1300083A19062002

On June 16, 2002, JSC Moscow City Telephone Network paid its fifth coupon of Tranche 2, Series A1 interest-bearing documentary bearer bonds of JSC MGTS kept in mandatory centralized custody (state registration No. 4-01-00083-A, registration date: September 28, 2000).

Total number of bonds: Two Hundred Forty Thousand (240,000).

Annual interest rate on the coupon: 11.51%.

Coupon amount: 37 Rubles and 53 Kopecks.

Aggregate payments: Nine Million Seven Thousand Two Hundred Rubles (RUR 9,007,200).

Date of the fact (event, action): *June 15, 2002*

Code: *1200083A15062002*

Annual General Meeting of Shareholders

to be held in a combined form on June 15, 2002 in the conference hall of "Renaissance Moscow" Hotel at: Building 1, 18 Olimpiysky prospect, Moscow, 129110 located by "Prospect Mira" Metro Station.

The quorum of the meeting was established with 92,54% of Company's voting shares participated.

The topics of the agenda were resolved as follows

1. *To approve the annual report, accounting documentation including the balance sheet and the profit and loss account, distribution of the profit and loss for 2001.*

Voted:

"For"-73 872 681 shares – 99,99% votes.

- 2.1. *To approve the annual dividend for 2001 on each ordinary share equal to RUR .68. The payment shall be made in cash in the period from September 02 through December 31, 2002.*

Voted:

"For"-71 371 867 shares – 96,61% votes.

- 2.2. *To approve the annual dividend for 2001 on each preferred share equal to RUR 2.29511. The payment shall be made in cash in the period from September 02 through December 31, 2002.*

Voted:

"For"-73 839 928 shares – 99,95% votes.

- 3.1. *To approve the number of members of the Board of Directors of AO MGTS equal to 12 (twelve).*

Voted:

"For"-73 857 731 shares – 99,97% votes.

- 3.2. *The annual meeting of shareholders elected the Board of Directors of the Company consisting of the following members:*

Alexander Vronets P.

Alexander Goncharuk Y.

Vadim Degtiaryov S.

Nail Ismailov I.

Vladimir Lagutin S.

Alexander Lopatin V.

Yevgeny Novitsky G.

*Anton Osipchuk I.
Semyon Rabovsky V.
Irina Ragozina M.
Viktor Savchenko D.
Valery N. Yashin*

4. *The annual meeting of shareholders elected the Internal Audit Commission consisting of the following members:*

*Yelena Bekian V.
Konstantin Belyaev
Svetlana Krzhechetskaya G.
Sergey N. Kushakov N.
Irina Prokof'eva V.*

5. *To approve Closed Joint Stock Company Deloit and Touche as the outside auditor of AO MGTS for 2002.*

Voted:

"For"-73 827 876 shares – 99,93% votes.

6. *To approve the new edition of Company's Charter.*

Voted:

"For"-73 735 512 shares – 99,81% votes.

- 7.1. *To approve the Annual General Meeting of Shareholders 'Regiment*

Voted:

"For"-73 852 515 shares – 99,96% votes

- 7.2. *To approve the Regulations on the Company's Board of Directors*

Voted:

"For"-73 851 265 shares – 99,96% votes

- 7.3. *To approve the Regulations on the Company's Audit Commission.*

Voted:

"For"-73 851 715 shares – 99,96% votes

- 7.4. *To approve the Regulations on the Company's Management Board*

Voted:

"For"-73 850 765 shares – 99,96% votes

- 7.5. *To approve the Regulations on the Company's Director General*

Voted:

"For"-73 850 560 shares – 99,96% votes

8. *To approve deals/transactions on the total sum of RUR 2 bln. with the Company's affiliates to be executed by the Company in the course of its usual activities at the period between 2002 and 2003 Annual Shareholder Meetings.*

Voted:

"For"-70 561 757 shares – 95,51% votes

9. *To increase AO MGTS charter capital with 1 915 901 000 (one billion nine hundred fifteen million nine hundred one thousand) RUR through conversion of all placed shares with its nominal value of 20 RUR to into relevant type of shares with nominal value of 40 RUR capitalising fixed assets re-valuation reserve.*

Voted:

"For"-51 458 965 shares – 69,65 % votes

Open Joint Stock Company "Moscow City Telephone Network"

Location: Building 3, 12 Petrovsky boulevard, Moscow, Russia

Date of the fact (event, action): *June 15, 2002*

Code: *1300083A15062002*

On 15 June, 2002 the Board of Directors has resolved the question "On the issuance of company's securities and on The Company's Securities Prospectus" as follows:

In accordance to the decision of Shareholders' meeting held on the 15 June, 2002 "On increase of Company's charter capital through increase of shares' nominal value» to approve:

- The Decision in the Issuance of the ordinary shares;
- The Decision in the Issuance of the preference shares;
- The Securities Issuance Prospectus

Open Joint Stock Company "Moscow City Telephone Network"

Location: Building 3, 12 Petrovsky boulevard, Moscow, Russia

Issuer's code: 00083-A

Date of the fact (event, action): *June 15, 2002*

Code: *0100083A15062002*

The annual meeting of shareholders held on June 15, 2002 elected the Board of Directors of the Company consisting of the following members:

Alexander Vronets P.

Alexander Goncharuk Y.
Vadim Degtiaryov S.
Nail Ismailov I.
Vladimir Lagutin S.
Alexander Lopatin V.
Yevgeny Novitsky G.
Anton Osipchuk I.
Semyon Rabovsky V.
Irina Ragozina M.
Viktor Savchenko D.
Valery N. Yashin

Newly elected members:

Alexander Vronets P.
Viktor Savchenko D.

Last term members to leave the Board

Georgy Romsky A.
Vasily V. Sidorov

43. Reorganization of the issuer, its subsidiaries and dependent companies:
No

44. Additional material general information on the issuer:

Legal proceedings in which JSC MGTS was involved in the 3rd quarter of 2001:

<i>Claims</i>	<i>JSC MGTS as the plaintiff</i>		<i>JSC MGTS as the defendant</i>	
	<i>number</i>	<i>value (RUR)</i>	<i>number</i>	<i>value (RUR)</i>
<i>filed</i>	<i>18</i>	<i>3,482,665</i>	<i>35</i>	<i>305,605</i>
<i>satisfied</i>	<i>8</i>	<i>2,927,244</i>	<i>10</i>	<i>75,397</i>
<i>dismissed</i>	<i>1</i>	<i>2,333,361</i>	<i>9</i>	<i>119,173</i>
<i>To be resolved</i>	<i>9</i>	<i>322,080</i>	<i>12</i>	
<i>112,035</i>				
<i>Maximum claim value</i>	<i>RUR 25,801</i>		<i>RUR 120,000</i>	
	<i>collection of accounts receivable Ministry of Defence</i>		<i>claim filed by with regard to the moral compensation</i>	

Major grounds for legal proceedings in which JSC MGTS is involved:

<i>Grounds for legal proceeding</i>	<i>Number of claims</i>	<i>Value, RUR</i>
1. <i>JSC MGTS as the defendant:</i>		
- <i>privileges granted</i>	<i>13</i>	<i>42,758</i>
- <i>disputing bills issued by Rostelecom</i>	<i>1</i>	<i>-</i>
- <i>compensation for traffic accidents</i>	<i>1</i>	<i>41,639</i>
- <i>other</i>	<i>15</i>	<i>221,208</i>
2. <i>JSC MGTS as the plaintiff</i>		
- <i>debts for telecommunications services</i>	<i>8</i>	<i>2844500</i>
- <i>damaged facilities</i>	<i>10</i>	<i>638,165</i>

No claims with regard to the violation of the rights of shareholders were filed against the Company in the reporting quarter. No claims with regard to the property (fixed assets) of JSC MGTS were filed in the reporting quarter.

B FINANCIAL AND BUSINESS OPERATIONS OF THE ISSUER

- 45. Annual financial statements for the past three financial years.**
Shall not be filed for the current period for which the report is made.

- 46. Financial statements of the issuer for the reporting quarter.**
Shall not be filed for the current period for which the report is made.

- 47. Any events which resulted in the increase or decrease in the issuer's assets value by more than 10% during the reporting quarter.**
Shall not be filed for the current period for which the report is made..

Size of Company's assets as for the previous accounting period – RUR '000 22,618,667

Size of Company's assets on the report date – RUR '000 22,815,483

Events which resulted in the increase or decrease in the issuer's assets value by more than 10% in the quarter for which the report is made.
No

- 48. Any events which resulted in the increase in the issuer's profit or loss by more than 20% compared to the preceding quarter.**
Shall not be filed for the current period for which the report is made.

Size of Company's Profit after tax as on the previous accounting period – RUR '000 262,031

Size of Company's Profit after tax as on the reporting accounting period – RUR '000 633,629

- 49. Creation and application of the Issuer's Reserve Fund and other special funds.**

The Company has not establish any reserve fund.

- 50. Transactions entered into by the issuer in the reporting quarter which amount to 10 or more percent of the issuer's assets as of the end of the quarter preceding the reporting quarter.**
no

- 51. Application of funds raised by the issuer as a result of offering securities.**

No such funds were applied in the quarter for which the report is made.

52. Loans received by the issuer and its subsidiaries in the reporting quarter

Loans received by the issuer as of the end of the reporting quarter:

Indicator	Balance as of the beginning of the year (RUR'000)	Received (RUR'000)	Repaid (RUR'000)	Balance as of the end of the reporting quarter (RUR'000)
Long-term bank loans	2 961 467	236 954	2 668 313	530 108
including those not repaid when due	-	-	-	-
Other long-term loans	1 649 318	145 358	161 687	1 632 989
including those not repaid when due	-	-	-	-
Short-term bank loans	365 419	2 637 893	422 791	2 580 521
including those not repaid when due	-	-	-	-
Bank loans for employees	-	-	-	-
including those not repaid when due	-	-	-	-
Other short-term loans	27 000	18 000	27 000	18 000
including those not repaid when due	-	-	-	-

53. Accounts receivable and payable of the issuer and its subsidiaries in the reporting quarter

The issuer's accounts receivable and payable as of the end of the reporting quarter:

Indicator	Balance as of the beginning of the year (RUR'000)	Received (RUR'000)	Repaid (RUR'000)	Balance as of the end of the reporting quarter (RUR'000)
1) Accounts receivable:				
short-term	1 094 380	4 232 123	3 690 161	1 636 342
including those overdue				
including those overdue for more than 3 months				
including:				
Long-term	84 051	8 500	14 852	77 699
including those overdue				
including those overdue for more than 3 months				
including:				
2) Accounts payable:				
short-term	1 352 445	1 357 454	1 245 575	1 464 324
including those overdue				
including those overdue for more than 3 months				
Including:				
Long-term				
including those overdue				
including those overdue for more than 3 months				

including:				
Security:				
Received				
including from third persons				
including:				
Granted	1 120 104	175 754	241 541	1 054 317
including to third persons	1 120 104	175 754	241 541	1 054 317
including:				
3) Notes flow Notes issued				
including overdue				
including:				
Notes received				
including those overdue				
including:				

54. Financial investments made by the issuer

The issuer's financial investments as of the end of the reporting quarter:

Indicator	Investments as of the end of the reporting year (RUR'000)		
	short-term (1 year or less)	long-term (over 1 year)	Total
Investments in treasury bills of the Russian Federation	-	-	-
Investments in treasury bills of constituent entities of the Russian Federation	-	-	-
Investments in securities issued by local authorities	-	-	-
Investments in shares, interests, participation in other entities	-	11 653	11 653
Investments in bonds and other debt securities	-	-	-
Other loans granted	78 213	144 049	222 262
Investments in the issuer's subsidiaries	-	720 243	720 243
Investments in the issuer's dependent companies	-	53 672	53 672

**The issuer's investees liquidated pursuant to the laws
of the Russian Federation**

Name of the entity	Date of liquidation	The liquidating authority	Investments (RUR'000)
No			-
Total			-

**The issuer's investees declared bankrupt pursuant to the laws
of the Russian Federation**

Name of the entity	Date of liquidation	The liquidating authority	Investments (RUR'000)
No			-
Total			-
The issuer's assets as of the closing date of the reporting quarter (RUR'000)			22 815 483

**The investees the investments in which amount to 10 or more per cent of the
issuer's assets as of the closing date of the reporting quarter**

Name of the entity	Investments (RUR)	Percentage of the assets
No	-	0%
Total	-	0%

55. Any other material information on the issuer's financial and business operations

C. SECURITIES ISSUED BY THE ISSUER

56. Shares of the issuer.

Issue ordinal number: *1*

Category: *ordinary*

Form of securities: *registered shares issued in a book-entry form*

Nominal value of each security: *RUR 1*

Number of securities in the issue: *957,950*

Aggregate value of the issue: *957,950*

State registration of the issue:

Registration date: *06.06.1994*

Registration No.: *73-1"n"-3168*

Registration authority: *financial authorities*

Placement method: *purchase upon transformation into a joint stock company*

Placement period: *from July 1, 1994 through September 1, 1995*

Current status of the issue: *all the securities of the issue have been cancelled*

Number of actually placed securities in accordance with the registered report on the results of issuance: *957,950*

State registration of the report on the results of issuance:

Registration date: *04.27.1998*

Registration authority: *the Russian Federal Securities Commission*

Restrictions of circulation of the issue of securities (if any): *all the securities of the issue have been cancelled*

Market information on the issuance of securities: *all the securities of the issue have been cancelled*

Any additional material information on the securities of the issue: *no*

Issue ordinal number: *1*

Category of shares: *preferred*

Type of shares: *no*

Form of securities: *registered shares issued in a book-entry form*

Nominal value of each security: *RUR 1*

Number of securities in the issue: *319,317*

Aggregate value of the issue: *319,317*

State registration of the issue:

Registration date: *06.06.1994*

Registration No.: *73-1"n"-3168*

Registration authority: *financial authorities*

Placement method: *purchase upon transformation into a joint stock company*

Placement period: *07.01.1994 through 09.01.1995*

Current status of the issue: *all the securities of the issue have been cancelled*

Number of actually placed securities in accordance with the registered report on the results of issuance: *319,317*

State registration of the report on the results of issuance:

Registration date: *04.27.1998*

Registration authority: *the Russian Federal Securities Commission*

Restrictions of circulation of the issue of securities (if any): *all the securities of the issue have been cancelled*

Market information on the issuance of securities: *all the securities of the issue have been cancelled*

Any additional material information on the issue of securities: *no*

Issue ordinal number: 2

Category: *ordinary*

Form of securities: *registered shares issued in a book-entry form*

Nominal value of each security: *RUR 1*

Number of securities in the issue: *638,634*

Aggregate value of the issue: *638,634*

State registration of the issue:

Registration date: *05.05.1998*

Registration No.: *1-02-00083-A*

Registration authority: *the Russian Federal Securities Commission*

Placement method: *in accordance with the privatization plan*

Placement period: *05.07.1998 through 05.07.1998*

Current status of the issue: *all the securities of the issue have been cancelled*

Number of actually placed securities in accordance with the registered report on the results of issuance: *638,634*

State registration of the report on the results of issuance:

Registration date: *05.25.1998*

Registration authority: *the Russian Federal Securities Commission*

Restrictions of circulation of the issue of securities (if any): *all the securities of the issue have been cancelled*

Market information on the securities issue: *all the securities of the issue have been cancelled*

Any additional material information on the issue of securities: *no*

Issue ordinal number: 3

Category: *ordinary*

Form of securities: *registered shares issued in a book-entry form*

Nominal value of each security: *RUR 1,000*

Number of securities in the issue: *1,596,584*

Aggregate value of the issue: *1,596,584,000*

State registration of the issue:

Registration date: *11.10.1999*

Registration No.: 1-03-00083-A
Registration authority: the Russian Federal Securities Commission

Placement method: conversion
Placement period: 11.25.1999 through 11.25.1999
Current status of the issue: all the securities of the issue have been cancelled

Number of actually placed securities in accordance with the registered report on the results of issuance: 1,596,584

State registration of the report on the results of issuance:
Registration date: 12.30.1999
Registration authority: the Russian Federal Securities Commission

Restrictions of circulation of the issue of securities (if any): all the securities of the issue have been cancelled

Market information on the securities issue: all the securities of the issue have been cancelled

Any additional material information on the issue of securities: no

Issue ordinal number: 2
Category: preferred
Type of shares: no
Form of securities: registered shares issued in a book-entry form
Nominal value of each security: RUR 1,000
Number of securities in the issue: 319,317
Aggregate value of the issue: 319,317,000

State registration of the issue:
Registration date: 11.10.1999
Registration No.: 2-02-00083-A
Registration authority: the Russian Federal Securities Commission

Placement method: conversion
Placement period: 11.25.1999 through 11.25.1999
Current status of the issue: all the securities of the issue have been cancelled

Number of actually placed securities in accordance with the registered report on the results of issuance: 319,317

State registration of the report on the results of issuance:
Registration date: 12.30.1999
Registration authority: the Russian Federal Securities Commission

Restrictions of circulation of the issue of securities (if any): *all the securities of the issue have been cancelled*

Market information on the securities issue: *all the securities of the issue have been cancelled*

Any additional material information on the issue of securities: *no*

Issue ordinal number: *4*

Category: *ordinary*

Form of securities: *registered shares issued in a book-entry form*

Nominal value of each security: *RUR 20*

Number of securities in the issue: *79,829,200*

Aggregate value of the issue: *1,596,584,000*

State registration of the issue:

Registration date: *04.03.2000*

Registration No.: *1-04-00083-A*

Registration authority: *the Russian Federal Securities Commission*

Placement method: *conversion*

Placement period: *04.24.2000 through 04.24.2000*

Current status of the issue: *the offering is closed*

Number of actually placed securities in accordance with the registered report on the results of issuance: *79,829,200*

State registration of the report on the results of issuance:

Registration date: *05.18.2000*

Registration authority: *the Russian Federal Securities Commission*

Restrictions of circulation of the issue of securities (if any): *no*

Market information on the securities issue:

The shares are traded in the Russian Trade System and the Moscow International Currency Exchange (the MICEX)

Any additional material information on the issue of securities: *no*

Issue ordinal number: *3*

Category: *preferred*

Type of shares: *no*

Form of securities: *registered shares issued in a book-entry form*

Nominal value of each security: *RUR 20*

Number of securities in the issue: *15,965,850*

Aggregate value of the issue: *319,317,000*

State registration of the issue:

Registration date: 04.03.2000

Registration No.: 2-03-00083-A

Registration authority: the Russian Federal Securities Commission

Placement method: conversion

Placement period: 04.24.2000 through 04.24.2000

Current status of the issue: the offering is closed

Number of actually placed securities in accordance with the registered report on the results of issuance: 15,965,850

State registration of the report on the results of issuance:

Registration date: 05.18.2000

Registration authority: the Russian Federal Securities Commission

Restrictions of circulation of the issue of securities (if any): no

Market information on the securities issue:

The shares are traded in the Russian Trade System and the MICEX

Any additional material information on the issue of securities: no

57. Bonds issued by the issuer:

Issue ordinal number: 1

Series: AI

Type: interest bearing

Form of securities: documentary bearer bonds

Nominal value of each security: RUR 1,000

Number of securities in the issue: 600,000

Aggregate value of the issue: 600,000,000

State registration of the issue:

Registration date: 09.28.2000

Registration No.: 4-01-00083-A

Registration authority: the Russian Federal Securities Commission

Placement method: open subscription

Placement period: 10.18.2000 through 10.27.2000

Current status of the issue: the offering is closed

Number of actually placed securities as of the end of the quarter for which the report is made: 600,000

State registration of the report on the results of issuance:

Registration date: 11.09.2000

Registration authority: *the Russian Federal Securities Commission*

Restrictions of circulation of the issue of securities (if any): *no*

Market information on the securities issue: *the securities are traded in the Moscow International Currency Exchange*

Information on each tranche of the issue:

The tranche ordinal number: *1*

Number of bonds in the tranche: *360,000*

Aggregate value of the tranche:

The number of bonds to be offered during the first tranche is equal to 60% of the aggregate issue, i.e. Three Hundred Sixty Thousand (360,000).

Identification of the bonds of the tranche: *The Depositary grants to the bonds of each tranche a depositary code consisting of letters and numbers which shall identify the specific tranche of the issue. Such identification depositary code consists of symbols which indicate that the securities are bonds, and includes the issuer's name in Latin transcription, the ordinal number of the bonds issue and the ordinal number of the tranche. The depositary code is a mandatory detail which shall be referred to in financial statements of the depo accounts in which the bonds shall be recorded.*

Placement period: *10.18.2000 through 10.18.2000*

Number of actually placed securities as of the end of the quarter for which the report is made: *360,000*

The tranche ordinal number: *2*

Number of bonds in the tranche: *240,000*

Aggregate value of the tranche:

The number of bonds to be offered during the second tranche shall be equal to the aggregate issue minus the number of the bonds of the first tranche which have been actually placed.

Identification of the bonds of the tranche: *The identification is similar to that of the first tranche.*

Placement period: *10.27.2000 through 10.27.2000*

Number of actually placed securities as of the end of the quarter for which the report is made: *240,000*

The tranche ordinal number: 3
Number of securities in the tranche:
Aggregate value of the tranche:

The number of bonds to be offered during the third tranche shall be equal to the aggregate issue minus the number of the bonds of the first and second tranches which have been actually placed.

Identification of the bonds of the tranche: *The identification is similar to that of the first tranche.*

Placement period: - through -
Number of actually placed securities as of the end of the quarter for which the report is made: 0

The circulation period of the bonds: 10.18.2000 through 10.27.2003.

Income payable on the bonds of this issue:
The procedure of calculation and payment of the income on each bond is described in detail in the Decision to Issue Securities which was approved by the Board of Directors of AO MGTS on August 18, 2000 (Minutes No. 55) and registered by the Federal Securities Commission of Russia on September 28, 2000 under State Registration No. 4-01-00083-A

Security of the bonds of this issue:
No

The income paid on the bonds of this issue in the quarter for which the report is made:
Cash: *RUR 32,772,000 with regard to 600,000 bonds*
no

Any other equivalent in kind: *RUR 0*
The terms of the issue do not provide for any other equivalent in kind.

Any other proprietary rights and (or) any other income: *RUR 0*
No

Additional material information on the securities of this issue:
The rights of each holder of a security of this issue:

Each bondholder shall have the right to the nominal value of each bond when such bond matures.

Each bondholder shall have the right to a coupon income payable as percentage of the nominal value of each bond.

Issue ordinal number: 2

Series: A2

Type: *interest bearing*

Form of securities: *documentary bearer bonds*

Nominal value of each security: *RUR 1,000*

Number of securities in the issue: *1,000,000*

Aggregate value of the issue: *RUR 1,000,000,000*

State registration of the issue:

Registration date: *10.17.2001*

Registration No.: *4-02-00083-A*

Registration authority: *the Russian Federal Securities Commission*

Placement method: *open subscription*

Placement period: *11.13.2001 through 11.15.2001*

Current status of the issue: *the offering is closed*

Number of actually placed securities as of the end of the quarter for which the report is made: *1,000,000*

State registration of the report on the results of issuance:

Registration date: *12.10.2001*

Registration authority: *the Russian Federal Securities Commission*

Restrictions of circulation of the issue of securities (if any): *no*

Market information on the securities issue: *the securities are traded in the Moscow International Currency Exchange at the following address: Building 1, 11 Bolshoy Kislovsky pereulok, Moscow 103009 (mailing address is identical)*

The circulation period of the bonds: *11.13.2001 through 11.13.2004.*

Income payable on the bonds of this issue:

The procedure of calculation and payment of the income on each bond is described in detail in the Decision to Issue Securities which was approved by the Board of Directors of AO MGTS on August 27, 2000 (Minutes No. 71) and registered by the Federal Securities Commission of Russia on October 17, 2001 under State Registration No. 4-02-00083-A

Security of the bonds of this issue:

No

Any other equivalent in kind: *RUR 0*

The terms of the issue do not provide for any other equivalent in kind.

Any other proprietary rights and (or) any other income: *RUR 0*

No

Additional material information on the securities of this issue:

The rights of each holder of a security of this issue:

Each bondholder shall have the right to the nominal value of each bond when such bond matures.

Each bondholder shall have the right to a coupon income payable as percentage of the nominal value of each bond.

D. OTHER INFORMATION ON THE ISSUER'S SECURITIES

58, 59, 60 Rights of shareholders. Dividends payable on the issuer's shares.

58.1 Category of shares: *ordinary shares*

Form of shares: *registered shares issued in a book-entry form*

Full name of the category/type of the shares: *ordinary*

Rights exercisable by holders of this category (type) of shares:

Each holder of the Company's ordinary share shall have the right:

- *to participate in any general meeting of shareholders in person or through a proxy with the right to vote on all matters within its competence, and to propose issues for consideration in accordance with the Charter;*
- *to elect and to be elected to the Company's management and control bodies;*
- *to have access to the corporate documents of the Company and to obtain copies thereof for a charge;*
- *to dispose of the shares it or he holds without consent of other shareholders;*
- *to receive a portion of the net profit (dividends) in proportion with the number of shares it or he holds.*

The Company shall adopt a decision to pay dividends on each category of outstanding shares once a year.

Dividends shall be payable from the net profit of the Company within the financial year when the decision on payment of annual dividends was adopted.

Shareholders having the right to participate in the annual general meeting shall be entitled to dividends on ordinary shares.

The general meeting of shareholders may decide to pay no dividend on ordinary shares, to pay a partial dividend on preferred shares or to pay no dividend on each category of shares in the event the Company has had no net profit in the previous financial year.

The Company shall not have the right to decide (declare) to pay dividends on ordinary shares unless it has taken the decision to pay in full the dividends on preferred shares the amount of which is specified herein.

- *To receive a portion of the Company's assets in the event of its liquidation;*
- *to exercise its or his rights through a proxy on the basis of a power-of-attorney.*
- *Each ordinary share shall grant its holder equal scope of rights.*
- *In the event the Company offers, through an open subscription, voting shares or securities convertible into voting shares payable for in cash, the holders of voting shares of the Company shall have pre-emptive right to purchase such securities in proportion to the number of voting shares of the Company they hold.*
- *Holders of voting shares of the Company shall have the right to require that the Company repurchase all the shares they hold or any portion thereof in the following instances:*
 - *reorganization of the Company or entering into a large transaction, the decision on which shall be adopted by the general meeting of shareholders pursuant to the laws of the Russian Federation, if they had voted against the decision on reorganization or entering into such transaction or had not voted on such matter;*
 - *amendments or supplements to the Charter of the Company or approval of a revised Charter which restrict their rights, if they had*

voted against the decision on reorganization or entering into such transaction or had not voted on such matter.

Shareholders shall exercise their right to request that the Company re-purchase the shares they hold in the procedure established in the laws of the Russian Federation currently in force.

- *Shareholders shall also have other rights and obligations as provided for herein and in applicable laws of the Russian Federation.*
- *Holder(s) of the aggregate amount of at least two (2) per cent of voting shares of the Company shall have the right, within 45 days after the end of the Company's financial year, to put not more than two items on the agenda of the annual general meeting of shareholders and to nominate members of the Board of Directors, the Audit Commission and the General Director of the Company. The number of nominees may not exceed the number of members of the control and corporate bodies, including not more than 1 nominee General Director.*
- *Each holder or holders of at least 10 per cent of the Company's voting shares may request that an extraordinary general meeting of shareholders be convened.*

Dividends on the shares of such category (type):

Period: *the 4th quarter of 1998*

Dividend accrued on each share: *RUR 0*

Aggregate dividends accrued on such category (type) of shares: *RUR 0*

Aggregate dividends actually paid on such category (type) of shares:
RUR 0

Period: *the 4th quarter of 1999*

Dividend accrued on each share: *RUR 0*

Aggregate dividends accrued on such category (type) of shares: *RUR 0*

Aggregate dividends actually paid on such category (type) of shares:
RUR 0

Period: *the 4th quarter of 2000*

Dividend accrued on each share: *RUR 0.68*

Aggregate dividends accrued on such category (type) of shares:
RUR 54,283,856

Aggregate dividends actually paid on such category (type) of shares:
RUR 53,261,991.2

Dividends accrued on such category (type) of shares but not yet due:

58.2 Category of shares: *preferred*
Form of shares: *registered shares issued in a book-entry form*
Full name of the category/type of the shares: *preferred*

Rights exercisable by holders of such category (type) of shares:
Each holder of a preferred share shall have the right:

- *to participate in any meeting of shareholders in person or through a proxy and to propose issues provided for in Section 7.3. of the Company's Charter;*
- *to an annual fixed dividend payable in accordance with Section 8 of the Company's Charter.*

The Company shall adopt a decision to pay dividends on each category of outstanding shares once a year.

Dividends shall be payable from the net profit of the Company within the financial year when the decision on payment of annual dividends was adopted.

The aggregate sum payable as the dividends on preferred shares shall be equal to 10 per cent of net profits of the Company for the last financial year divided by the number of preferred shares. If the sum of the dividend payable by the Company on each ordinary share in a certain year exceeds the sum payable as the dividend on each preferred share, the dividend on the latter shall be increased up to the dividend payable on ordinary shares.

In the event the Company has no net profit, the Board of Directors has the right to apply the special fund to pay the dividend on preferred shares. The amount of the dividend shall be determined by the amount of the fund but may not exceed the nominal value of each share.

Dividends shall be payable to those holders of preferred shares which were recorded in the register of persons entitled to annual dividends compiled on the basis of the Company's register of shareholders as of the date of closing the list of persons having the right to participate in the annual general meeting of shareholders.

The general meeting of shareholders may decide to pay no dividend on ordinary shares, to pay a partial dividend on preferred shares or to pay no dividend on each category of shares in the event the Company has had no net profit in the previous financial year.

The Company shall not have the right to decide (declare) to pay dividends on ordinary shares unless it has taken the decision to pay in full the dividends on preferred shares the amount of which is specified in the Company's Charter.

- *To have access to the corporate documents of the Company and to obtain copies thereof for a charge;*
- *to dispose of the shares it or he holds without consent of other shareholders;*
- *to exercise its or his rights through a proxy on the basis of a power-of-attorney;*
- *in the event of liquidation of the Company holders of preferred shares shall receive the liquidation value equal to the nominal value but not lower than the amount payable on each ordinary share at final settlement of accounts.*
- *Holders of preferred shares shall not have the right to vote at a meeting of shareholders on any matters other than the following:*
 - *Reorganization and liquidation of the Company.*
 - *Amendments or supplements to the Charter of the Company which restrict the rights of holders of preferred shares, including:*
 - a. *establishing or increasing the amount of dividend and liquidation value payable on preferred shares of higher priority,*
 - b. *granting the holders of other types of preferred shares a priority in receiving dividends and liquidation value of shares. In such event, the decision shall be adopted by holders of 2/3 of preferred shares.*
- *Preferred shares of the Company of equal type shall grant their holders equal scope of rights and shall have equal nominal value.*

Dividends on the shares of such category (type):

Period: *the 4th quarter of 1998*

Dividend accrued on each share: *RUR 1*

Aggregate dividends accrued on such category (type) of shares:
RUR 319,317

Aggregate dividends actually paid on such category (type) of shares:
RUR 316,052.5

Period: *the 4th quarter of 1999*

Dividend accrued on each share (with a nominal value of RUR 1,000):
RUR 2.1

Aggregate dividends accrued on such category (type) of shares:
RUR 670,565.7

Aggregate dividends actually paid on such category (type) of shares:
RUR 668,662.1

Period: *the 4th quarter of 2000*

Dividend accrued on each share: *RUR 4.89*

Aggregate dividends accrued on such category (type) of shares:
RUR 78,073,006.5

Aggregate dividends actually paid on such category (type) of shares:
RUR 77,789,269.65

Dividends accrued on such category (type) of shares but not yet due:

61. Restrictions of circulation of securities.

See Sections 56 and 57.

62. Other material information on the issuer's securities:

none.

ANEX
Accounting Reporting fo the 2nd quarter 2002

1. Basis of Presentation

The accounting report is prepared on the basis of the acting Russian Accounting Rules, in particular, the Federal Law "On Accounting" and the Regulation on Accounting and Reporting in the Russian Federation, approved by the Ministry of Finance of Russian Federation Order 34n from 29.07.1998

2. Fixed Assets Valuation

Fixed Assets are evaluated on the basis of the initial cost of the related inventory item, which is formed on the basis of its acquisition, construction and production cost in accordance to the regulations stated by Accounting Rules 6/01. Fixed Assets life period is evaluated on the assumption of the item's expected life period to be valuable to the production purposes of the organisation. Company may change the cost of its fixed assets in the event of its reconstruction, upgrade, partial liquidation and revaluation. Revaluation is conducted no often than once a year on the centralised bases and according to the decision of Director General. Company's fixed assets depreciated and its costs are being written off to account 02 "Fixed Assets depreciation".

3. Intangible Assets Valuation.

Assets are being recognised as intangible and are allocated to account 04 "Non-material assets" as it fulfils such legislative requirements as "Patent Law of Russian Federation» No. 3517-1 from 23.09.1992, Federal Law "On legal protection of computer programmes and its date bases" No. 3523-1 from 23.09.1992, Federal Law "On trade marks, service marks and brand names" No/ 3520-01 from 23.09.1992 and Accounting Rules 6/01. Intangible Assets Accounting Reporting unit is inventory unit capable to autonomous functioning in company's production activities. Company's intangible assets are evaluated in company's balance sheet in accordance to the costs of its acquisition.

4. Evaluation of production inventories.

The group of these assets includes: raw materials, ready goods and products. Inventories are evaluated on the basis of the initial cost of the related inventory item, which is formed on the basis of its acquisition, construction and production cost in accordance to the regulations stated by Accounting Rules 5/01.

5. Construction in progress.

Construction in progress includes construction works, acquisitions of estate, equipment vehicles, tools and inventories. Construction in progress is shown in

he balance sheet in accordance to the actual related expenses acquired.

6. Valuation of production costs, construction in progress expenses.

Goods and services production costs are included to the related period production expenses.

7. Recognition of proceeds from sales of goods and services for accounting and taxation purposes.

Proceeds from sales of products are recognised on an accrual basis (dispatch of products or provision of services to the buyers) upon presentation of payment documents.

8. Company's debtors and creditors.

Company's financial transactions to its debtors and creditors are conducted upon Company's accounting records.

9. Valuation of Company's financial investments.

Company's financial investments include investments in state securities, corporate bonds and other securities, share stakes and loans provided to the third parties. Long-term investments contain securities with its maturity (pay-off) period more than 1 year. Short-term investments contain securities with its maturity (pay-off) period less than 1 year.

10. Valuation of Company's loan and credits indebtedness.

The body of the credits received by the Company is reported in accordance to the related credit agreements and according to the amount of actually received funding. Its can be reported in account 66 "Short term credits and loans» and in account 67 "Long term credits and loans"

11. Own capital and reserves valuation.

Company's own capital include share capital, additional capital, Reserved capital, undistributed profit, accumulating funds (fund is used to provide production development), consumption fund (used to pay dividends from) and other reserves. Reserved capital is formed on the bases of 5% net profit accumulation until reaches 10% of company's charter capital.

12. Forex differences valuation.

Company's assets and liabilities nominated in foreign currency should be recognised in RUR according to Russian Federation exchange rate valid at the date of transaction as well as to be reported in accounting forms at the rate valid at the date of accounting form completion. Forex differences are originated as a differ-

ence between accounting assets and liabilities RUR valuation at the date of its acquisition and at the reporting date.

13. Assets and liabilities inventorisation.

Inventorisation principles are stated in "Methodological guidelines on inventorisation of assets and financial liabilities", approved by Russian Ministry of Finance Order No. 49 from 13.06.1995.

(UNOFFICIAL TRANSLATION FROM RUSSIAN)

to Order of the Ministry of Finance of the Russian Federation

No. 4n, dated January 13, 2000

BALANCE SHEET
For the 2-nd quarter 2002

Organization: Open Joint Stock Company "Moscow City Telephone Network"

Taxpayer's Identification No. _____

Business _____

Legal form/property form _____

Unit: RUR'000 _____

Form No. 1 OKUD¹
Date (year, month, date)

OKPO² 04856548

INN 7710016640

OKDP 6420000

OKOPF/OKFS 47/30

OKEI 384/385

CODES		
0710001		
04856548		
7710016640		
6420000		
47/30		
384/385		

Address: Building 3, 12 Petrovsky blvr.,
GSP 9, K52 101199 Moscow

Approved on: April 30, 2002
Mailed (accepted) on: April 30,
2002

¹ Form code

² National Classification Code of Enterprises and Organizations

	Line Code	At the beginning of the Year	At the end of the Year
	2	3	4
1. NON-Current assets			
Intangible assets (04, 05), including:	110	115 775	103 889
patents, licenses, trademarks (service marks), other rights	111	115 775	103 889
organizational expenses	112	-	-
Goodwill	113	-	-
Fixed assets (01, 02, 03), including:	120	16 703 227	16 644 103
land plots and natural objects	121	-	-
property, plant and equipment (tools)	122	9 699 451	9 010 128
other fixed assets	123	7 003 776	7 633 975
Construction in progress (07, 08, 16, 61)	130	1 961 228	1 966 310
Profitable investments in material values (03) including:	135	-	-
assets to be leased out	136	-	-
assets for hire	137	-	-
Long-term investments (06, 82), including:	140	936 038	929 617
investments in subsidiaries	141	720 243	720 243
investments in dependent companies	142	51 042	53 672
investments in other organizations	143	12 624	11 653
loans to entities for periods exceeding 12 months	144	152 129	144 049
other long-term investments	145	-	-
Other non-current assets	150	-	-
Subtotal for Section 1	190	19 716 268	19 643 919
2. Current assets			
Inventory, including:	210	461 234	597 524
raw materials, materials and similar values (10, 12, 13, 16) including:	211	311 879	360 046
expenditures on production in progress (working expenses) (20, 21, 23, 29, 30, 36, 44)	213	11 951	2 611
finished products and goods for re-sale (16, 40, 41)	214	1 584	17 362
goods shipped (45)	215	1 434	1 283
deferred expenses (31)	216	134 386	216 222
other inventory and expenditures	217	-	-

VAT on acquired valuables (19)	220	231 495	338 046
Accounts receivable (maturing more than 12 months following the reporting date), including:	230	84 051	77 701
buyers and customers (62, 76, 82)	231	-	-
notes receivable (62)	232	-	-
related parties (78)	233	-	-
advances granted (61)	234	-	2
other debtors	235	84 051	77 699
Accounts receivable (maturing within 12 months following the report-ing date), including:	240	1 094 380	1 636 342
buyers and customers (62, 76, 82)	241	636 979	1 035 566
notes receivable (62)	242	-	-
related parties (78)	243	123 181	187 027
contributions to the Charter Capital of members (founders) receivable (75)	244	0	0
advances granted (61)	245	228 275	178 302
other debtors	246	105 945	235 448
Short-term investments (56, 58, 82), including:	250	125 940	78 213
loans granted to entities for periods less than 12 months	251	-	46 247
own shares purchased from shareholders	252	-	-
other short-term investments	253	125 940	31 966
Cash , including:	260	359 656	443 738
cash in hand (50)	261	347	8 718
settlement account (51)	262	344 314	383 451
hard-currency account (52)	263	13 806	8 343
other cash (55, 56, 57)	264	1 189	43 226
Other current assets	270	-	-
Subtotal for Section 2	290	2 356 756	3 171 564
Balance (sum of lines 190 + 290)	300	22 073 024	22 815 483
3. CAPITAL AND RESERVES			
Charter capital (85)	410	1 915 901	1 915 901
Additional capital (87)	420	13 851 921	13 851 903
Reserve capital (86)	430	-	-
Social fund (88)	440	-	-
Targeted funding and receipts (96)	450	-	-
Retained income of previous years (88)	460	366 433	
Uncovered loss of previous years (88)	465	(1 304 585)	(1 029 080)
Retained income of the accounting year (88)	470	-	633 629

Uncovered loss of the accounting year (88)	475	-	-
Subtotal for Section 3	490	14 829 670	15 372 353
4. LONG-TERM LIABILITIES			
Borrowed monies (92, 95), including:	510	4 371 661	2 163 097
bank loans maturing more than 12 months following the report-ing date	511	2 771 661	530 108
other loans maturing more than 12 months following the re-porting date	512	1 600 000	1 632 989
Other long-term liabilities	520	309 147	356 330
Subtotal for Section 5	590	4 680 808	2 519 427
5. SHORT-TERM LIABILITIES			
Borrowed monies (90, 94), including:	610	631 543	2 598 521
bank loans maturing within 12 months following the reporting date	611	555 225	2 580 521
other loans maturing within 12 months following the reporting date	612	76 318	18 000
Accounts payable, including:	620	1 352 445	1 464 324
suppliers and contractors (60, 76)	621	637 555	631 055
notes payable (60)	622	-	-
debts to subsidiaries and dependent companies (78)	623	83 045	86 298
debts to the personnel of the entity (70)	624	79 089	78 722
debts to governmental off-budget funds (69)	625	32 197	54 219
debts to the budget (68)	626	160 963	151 303
advances received (64)	627	303 388	413 014
other creditors	628	56 208	49 713
Revenues payable to participants (founders) (75)	630	1 318	78 323
Deferred revenue (83)	640	577 240	782 535
Provisions for deferred expenses (89)	650	-	-
Other short-term liabilities	660	0	0
Subtotal for Section 5	690	2 562 546	4 923 703
BALANCE (sum of lines 490+590+690)	700	22 073 024	22 815 483

Annex
to Order of the Ministry of Finance of the Russian Federation
No. 4n, dated January 13, 2000

PROFIT AND LOSS STATEMENT
For 2nd quarter 2002

Organization: Open Joint Stock Company "Mos-
cow City Telephone Network"

Taxpayer's Identifi-
cation No. _____

Business _____

Legal form/property
form _____

Unit: RUR'000

Form No. 2 OKUD¹
Date (year, month, date)

OKPO²

INN

OKDP

OKOPF/OKFS

OKEI

CODES		
0710001		
04856548		
7710016640		
6420000		
47/30		
384/385		

Address: Building 3, 12 Petrovsky blvr.,
GSP 9, K52 101199 Moscow

¹ Form code

² National Classification Code of Enterprises and Organizations

Indicator	Line Code	For the accounting period	For previous accounting period
	1	2	3
I. Proceeds and expenses relating to regular business			
Net proceeds from sales of goods, products, works, services (minus VAT, excises and similar mandatory payments)	010	4 871 085	3 611 479
including those from sales of:			
communications services	011	4 196 477	3 012 974
trading	012	1 383	1 742
social sphere services	013	6 644	4 222
intermediary services	014	1 759	1 667
other services	015	664 822	590 874
Cost of goods, products, services sold:	020	(2 903 893)	(2 441 062)
including those from sales of:			
communications services	021	2 625 836	2 059 962
trading	022	1 277	1 599
social sphere services	023	24 877	17 587
intermediary services	024	2 394	979
from other activities	025	249 509	360 934
Gross revenues	029	1 967 192	1 170 417
Commercial expenses	030	(18 692)	(40 666)
Administrative expenses	040	(611 049)	(420 029)
Income/(loss) from sales (lines (010-020-030-040))	050	1 337 451	709 722
II. Operating revenues and expenses			
Interest receivable	060	7 810	7 156
Interest payable	070	(435 308)	(368 993)
Revenues from participation in other organizations	080	8 326	3 771
Other operating revenues	090	384 020	287 400
Other operating expenses	100	(553 936)	(449 017)
III. Non-sales revenues and expenses			
Non-sales revenues	120	45 671	60 971
Non-sales expenses	130	(157 781)	(188 396)
Income (loss) before taxes (lines (050+060-070+080+090-	140	636 253	62 614

100+120-130)			
Income tax and other similar mandatory payments	150	(1 192)	(47 650)
Income (loss) from regular business	160	635 061	14 964
IV. Extraordinary revenues and expenses			
Extraordinary revenues	170	62	2 539
Extraordinary expenses	180	(1 494)	(224)
Net income (retained income (loss) of the accounting period) (lines (160+170-180))	190	633 629	17 279
FOR REFERENCE			
Dividend payable on each share:	201	-	-
preferred	202	-	-
ordinary			
Dividend payable on each share proposed for the next accounting year:			
preferred	203	-	-
ordinary	204	-	-