OPEN JOINT STOCK CO VIMPEL COMMUNICATIONS
Form 6-K
April 12, 2007

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 6-K

Report of Foreign Issuer

Pursuant to Rule 13a-16 or 15d-16 of

the Securities Exchange Act of 1934

For the month of April 2007

Commission File Number 1-14522

Open Joint Stock Company

Vimpel-Communications

(Translation of registrant s name into English)

10 Ulitsa 8-Marta, Building 14, Moscow, Russian Federation 127083

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F. Form 20-F x Form 40-F ¨

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): _____.

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): _____.

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934. Yes ¨ No x

If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-____ .

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

OPEN JOINT STOCK COMPANY
VIMPEL-COMMUNICATIONS
(Registrant)

Date: April 12, 2007

By: /s/ Alexander V. Izosimov
Name: Alexander V. Izosimov
Title: Chief Executive Officer and General Director

FOR IMMEDIATE RELEASE

VIMPELCOM ANNOUNCES FOURTH QUARTER AND AUDITED ANNUAL 2006

FINANCIAL AND OPERATING RESULTS

Moscow and New York (April 12, 2007) - Open Joint Stock Company Vimpel-Communications (VimpelCom or the Company) (NYSE: VIP), a leading provider of wireless telecommunications services in Russia and the Commonwealth of Independent States (CIS) today announced its financial and operating results for the quarter and year ended December 31, 2006.

Attachments A, B and C present definitions for certain terms used in this press release, the condensed consolidated financial statements of VimpelCom and tables with relevant reconciliations of non-U.S. GAAP financial measures to their most directly comparable U.S. GAAP financial measures. Selected financial and operating results are also reported for each of the countries where VimpelCom was operating as of December 31, 2006.

Financial and Operating Highlights

2006

Net operating revenues reached $4,868.0 million, an increase of 51.6% as compared with 2005.

OIBDA reached $2,451.8 million, OIBDA margin was 50.4%, an all-time record for the Company.

Net income totaled $811.5 million, an increase of 31.9% as compared with 2005.

Capital expenditures (excluding acquisitions) totaled $1,512.1 million.

Operating cash flow was $1,971.3 million, leading to the first ever positive free cash flow of $459.2 million.

Entry into the markets of Uzbekistan, Georgia and Armenia increased the population in the territories covered by the Company s license portfolio to 240 million.

Subscriber base grew to approximately 55.1 million as of December 31, 2006, including 7.0 million in the CIS countries outside of Russia.

The fourth quarter of 2006

Net operating revenues reached $1,451.4 million in the fourth quarter, a year-on-year increase of 59.4% and a quarter-on-quarter increase of 6.8%.

OIBDA reached $689.8 million, a year-on-year increase of 64.4%.

OIBDA margin was 50.3% in Russia and 47.5% for the Company.

ARPU grew to $8.9 as compared with $7.1 and $8.7 recorded for fourth quarter of 2005 and the third quarter of 2006, respectively. It was the first time ever that VimpelCom reported ARPU growth in the fourth quarter.

Net income totaled $198.0 million, a year-on-year increase of 30.4%.

Operating cash flow was $540.4 million, a year-on-year increase of 46.3%.

Market share leadership (49.5%) achieved in Kazakhstan after two full years of operations.

Commenting on today s announcement, Alexander Izosimov, Chief Executive Officer of VimpelCom, said, 2006 was another great year for VimpelCom. The Company continued to show strong revenue growth in excess of 50%, leading to almost $5 billion in turnover. We achieved a record OIBDA margin of 50.4%. Also, for the first time in its history, VimpelCom recorded positive free cash flow (before acquisitions) in the amount of $459.2 million.

During 2006, we successfully dealt with challenges in Russia related to a more demanding competitive landscape and the introduction of a calling party pays regime. We turned around the declining ARPU trend and secured ARPU growth during the last three quarters. It allowed us to maintain high growth rates in revenue and OIBDA in 2006 in spite of a greatly reduced influx of new subscribers. We expect our business in Russia to continue to expand primarily due to the increased usage of our services as living standards improve with the rapid growth of the Russian economy.

In 2006, we added approximately 10 million new subscribers to reach the figure of 55 million. For the first time our new additions were almost equally split between Russia and the countries of the CIS, with the largest additions from Kazakhstan (1.8 million) where we became the market leader and from Ukraine (1.6 million). In the future, we expect our subscriber growth will come primarily from the countries outside of Russia.

Key Consolidated Operating Indicators

	Three months					Year		
	4Q2006	4Q2005	Change, 4Q06/ 4Q05	3Q2006	Change, 4Q06/ 3Q06	2006	2005	Change, Y-on-Y
Subscribers, end of period (EOP)	55,135,700	45,430,300	21.4%	52,381,500	5.3%	55,135,700	45,430,300	21.4%
% of prepaid	96.5%	96.9%		96.8%		96.5%	96.9%	
Churn, quarterly	9.0%	8.3%		9.8%		35.1%	30.4%	

ARPU (US$)	8.9	7.1	25.4%	8.7	2.3%	8.0	7.5	6.7%
MOU, (min)	126.5	106.5	18.8%	121.7	3.9%	117.9	101.4	16.3%
SAC, (US$)	17.4	14.1	23.4%	16.7	4.2%	16.1	13.2	22.0%

High level of churn is typical for predominantly prepaid markets like Russia and the CIS. It becomes more pronounced with the reduction of gross sales in Russia.

In addressing the churn issue, the Company is focused on protecting its revenue base by employing a segmented approach with the emphasis on higher ARPU consumer segments.

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VimpelCom Announces Fourth Quarter And Annual 2006 Financial And Operating Results

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Key Consolidated Financial Indicators

	Three months					Year		
	4Q2006	4Q2005	Change, 4Q06/ 4Q05	3Q2006	Change, 4Q06/ 3Q06	2006	2005	Change, Y-on-Y
Net operating revenues (US$,000)	1,451,412	910,421	59.4%	1,358,853	6.8%	4,867,978	3,211,118	51.6%
OIBDA (US$, 000)	689,825	419,692	64.4%	717,796	-3.9%	2,451,783	1,571,310	56.0%
OIBDA margin	47.5%	46.1%		52.8%		50.4%	48.9%	
Gross margin (US$, 000)	1,179,453	757,443	55.7%	1,109,219	6.3%	3,977,246	2,668,700	49.0%
Gross margin percentage	81.3%	83.2%		81.6%		81.7%	83.1%	
SG&A (US$, 000)	478,423	335,666	42.5%	387,236	23.5%	1,503,615	1,085,807	38.5%
SG&A percentage	33.0%	36.9%		28.5%		30.9%	33.8%	
Net income (US$, 000)	197,950	151,748	30.4%	268,370	-26.2%	811,489	615,131	31.9%
Net income per share (US$)	3.89	2.97		5.28		15.94	12.05	
Net income per ADS (US$)	0.97	0.74		1.32		3.98	3.01	

In 2006, VimpelCom s capital expenditures totaled $1,512.1 million (excluding acquisitions) which is $123.2 million less than capital expenditures for 2005. In the fourth quarter of 2006 VimpelCom invested approximately $534.0 million for the purchase of long-lived assets and $449.0 million for the acquisition of ArmenTel in Armenia.

Consolidated figures represent the combined effect of the Company s operations in Russia, Kazakhstan, Ukraine, Uzbekistan, Tajikistan, Georgia and Armenia.

RUSSIA

	Three months					Year		
	4Q2006	4Q2005	Change, 4Q06/ 4Q05	3Q2006	Change, 4Q06/ 3Q06	2006	2005	Change, Y-on-Y
Net operating revenues*) (million US$)	1,280.8	859.2	49.1%	1,228.1	4.3%	4,400.3	3,032.9	45.1%
including interconnect revenue	167.8	19.1	778.5%	133.5	25.7%	411.9	39.9	932.3%
OIBDA (million US$)	645.1	404.1	59.6%	666.4	-3.2%	2,303.5	1,508.0	52.8%
OIBDA margin	50.3%	47.0%		54.2%		52.3%	49.7%	
Gross margin (million US$)	1061.1	724.7	46.4%	1016.3	4.4%	3652.2	2550.4	43.2%
Gross margin percentage	82.8%	84.3%		82.7%		83.0%	84.1%	
SG&A (million US$)	406.6	318.5	27.7%	346.2	17.4%	1330.8	1032.0	29.0%
SG&A percentage	31.7%	37.1%		28.2%		30.2%	34.0%	
Net income (million US$)	222.2	153.2	45.0%	280.0	-20.6%	854.8	619.8	37.9%

*) Excluding inter-company transactions.

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ARPU (US$)	8.9	7.0	27.1%	8.6	3.5%	7.9	7.4	6.8%
ARPUACT (active subscribers), (US$)	10.9	8.4	29.8%	10.6	2.8%	9.6	8.5	12.9%
MOU (min.)	129.8	109.5	18.5%	123.2	5.4%	120.1	103.6	15.9%
MOUACT (active subscribers) (min)	157.9	131.4	20.2%	151.9	3.9%	145.9	120.4	21.2%
SAC (US$)	21.8	14.3	52.4%	18.3	19.1%	17.9	13.3	34.6%
Subscribers, EOP	48,141,200	43,096,700	11.7%	47,651,000	1.0%	48,141,300	43,096,700	11.7%
Active subscribers, EOP	39,782,700	35,936,400	10.7%	38,790,400	2.6%	39,782,700	35,936,400	10.7%
Subscriber market share, EOP	31.7%	34.3%		32.4%		31.7%	34.3%	

In Russia, financial and operating results for the fourth quarter of 2006 confirmed the trends that emerged earlier in the year, namely, stabilizing prices and growth in MOU and ARPU. In fact, growth in MOU in the usually weak fourth quarter resulted in ARPU growth. This allowed the Company to increase its revenue in Russia on a quarter-to-quarter basis even with a substantially reduced subscriber growth rate.

Selling, general and administrative expenses (SG&A) as a percentage of net operating revenues decreased to 31.7% in the fourth quarter of 2006 from 37.1% recorded for the same quarter a year ago. An increase of SG&A in the fourth quarter of 2006 as compared with the third quarter of 2006 was connected to a number of seasonal and one-off factors, such as more intensive marketing activities during the New Year campaign and a 30% stock price appreciation during the fourth quarter of 2006 which led to additional accruals reflected in the fourth quarter in connection with the employee stock option plan.

Notwithstanding these factors, our OIBDA margin of 50.3% reported for the fourth quarter of 2006 was our best ever reported in Russia for the fourth quarter. For the full year 2006 we also reported the highest ever OIBDA margin of 52.3%.

Net income for the fourth quarter of 2006 grew by 45.0% as compared with the same quarter a year ago. The growth rate was less than that of OIBDA as we took a reserve based on the interim results of our litigation with the tax inspectorate. The litigation is connected with the tax audit for 2003-2004. While the litigation is continuing, we reserved $15.8 million for value added taxes as other losses and $26.7 million in income tax.

In 2006, VimpelCom s capital expenditures in Russia totaled $1,049.5 million (excluding acquisitions) which is $449.3 million less than the same figure in 2005.

KAZAKHSTAN

	Three months					Year		
	4Q2006	**4Q2005**	**Change, 4Q06/ 4Q05**	**3Q2006**	**Change, 4Q06/ 3Q06**	**2006**	**2005**	**Change, Y-on-Y**
Net operating revenues*) (million US$)	112.4	49.2	128.5%	103.5	8.6%	350.0	176.1	98.8%
including interconnect revenue	26.3	11.8	122.9%	24.0	9.6%	81.3	42.7	90.4%
OIBDA (million US$)	35.7	17.0	110.0%	49.0	-27.1%	140.6	64.7	117.3%
OIBDA margin	31.6%	34.2%		47.0%		40.0%	36.5%	
Gross margin (million US$)	77.3	31.7	143.8%	71.9	7.5%	240.0	117.2	104.8%
Gross margin percentage	68.4%	63.8%		69.0%		68.2%	66.2%	
SG&A (million US$)	40.2	14.8	171.6%	22.5	78.7%	96.5	51.3	88.1%
SG&A percentage	35.6%	29.7%		21.6%		27.4%	29.0%	
Net income (million US$)	-4.4	2.5		-0.6		9.9	-0.6	
ARPU (US$)	10.8	9.1	18.7%	11.3	-4.4%	10.1	10.5	-3.8%
$ARPU_{ACT}$ (active subscribers), (US$)	13.8	10.3	34.0%	14.4	-4.2%	12.6	11.3	11.5%
MOU (min.)	60.8	43.4	40.1%	68.6	-11.4%	56.8	51.3	10.7%
MOU_{ACT} (active subscribers) (min)	78.0	49.2	58.5%	87.5	-10.9%	70.4	55.3	27.3%

SAC (US$)	8.8	11.4	-22.8%	8.5	3.5%	8.2	12.1	-32.2%
Subscribers, EOP	3,826,500	2,050,300	86.6%	3,230,400	18.5%	3,826,500	2,050,300	86.6%
Active subscribers, EOP	3,052,900	1,813,900	68.3%	2,596,300	17.6%	3,052,900	1,813,900	68.3%
Subscriber market share, EOP	49.5%	37.2%		46.9%		49.5%	37.2%	

*) Excluding inter-company transactions.

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2006 was an exceptionally good year for the Company s operations in Kazakhstan where we actively pursued our strategy of rapid expansion. According to an independent source, we took the lead in subscriber numbers with an estimated market share of 49.5%.

We essentially doubled our net operating revenues and more than doubled OIBDA in 2006. The 2006 OIBDA margin of 40.0% was also higher than in the previous year. Profitability in the fourth quarter of 2006 was adversely affected by seasonal effects (particularly by the decline in MOU) and increased sales, general and administrative expenses mostly related to the year-end marketing and advertising activities and further network and IT systems development.

UKRAINE

	Three months					Year		
			Change, 4Q06/		Change, 4Q06/			Change,
	4Q2006	4Q2005	4Q05	3Q2006	3Q06	2006	2005	Y-on-Y
Net operating revenues*) (US$, million)	14.3	2.0	615.0%	11.5	24.3%	33.7	2.0	1585.0%
including interconnect revenue	4.5	0.6	650.0%	3.6	25.0%	10.6	0.6	1666.7%
OIBDA (million US$)	-10.5	-1.4		-6.1		-34.7	-1.4	
Gross margin (million US$)	7.3	1.1	563.6%	7.3	0.0%	16.5	1.1	1400.0%
Gross margin percentage	49.3%	55.0%		58.9%		46.9%	55.0%	
SG&A (million US$)	17.6	2.4	633.3%	13.5	30.4%	50.7	2.4	2012.5%
SG&A percentage	118.9%	120.0%		108.9%		144.0%	120.0%	
Net income (million US$)	-21.5	-4.0		-13.0		-61.0	-4.0	
ARPU (US$)	3.4	4.1	-17.1%	5.5	-38.2%	4.1	4.1	0.0%
$ARPU_{ACT}$ (active subscribers), (US$)	4.2	4.3	-2.3%	6.7	-37.3%	5.0	4.3	16.3%
MOU (min.)	122.4	34.6	253.8%	139.0	-11.9%	121.8	34.6	252.0%
MOU_{ACT} (active subscribers) (min)	149.1	36.2	311.9%	168.4	-11.5%	149.7	36.2	313.5%
SAC (US$)	6.6	9.2	-28.3%	12.3	-46.3%	10.0	9.2	8.7%
Subscribers, EOP	1,876,100	256,800	630.6%	938,700	99.9%	1,876,100	256,800	630.6%
Active subscribers, EOP	1,523,700	249,200	511.4%	766,100	98.9%	1,523,700	249,200	511.4%
Subscriber market share, EOP	3.8%	0.9%		2.4%		3.8%	0.9%	

*) Excluding inter-company transactions.

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In Ukraine, 2006 was the first year that we conducted our own operations, which started in mid-April with the launch of our Beeline brand. Although our business in Ukraine is still relatively small it has become a significant source of new subscribers. During the fourth quarter of 2006 we almost doubled our subscriber base and increased our net operating revenues by 24.3% compared with the third quarter of 2006. At the same time, seasonal effects and a disproportionate price-based response from the incumbents to new entrants resulted in a substantial deterioration of market conditions in Ukraine. Consequently, the Company recorded a decrease in MOU and ARPU and deterioration in its OIBDA and net income. The Company intends to meet the new challenges by focusing on building our subscriber base and growing market share.

We continue to litigate Telenor s three claims challenging the URS acquisition. VimpelCom has prevailed in each court case to date. However, to date in two of the cases Telenor has requested that the Supreme Arbitration Court of Russia consider their appeals and a panel of three judges decided to transfer one of the cases to the Russian Supreme Arbitration Court. The panel cited its disagreement with certain conclusions reached by the lower courts. The panel s view is not binding upon the Supreme Arbitration Court.

NEW OPERATIONS

	Three months			Year
	4Q2006	3Q2006	Change, 4Q06/3Q06	2006
Uzbekistan				
Net operating revenues*) (million US$)	15.8	15.7	0.6%	55.4
OIBDA (million US$)	7.8	9.5	-17.9%	32.1
OIBDA margin	49.1%	60.5%		57.7%
Gross margin (million US$)	13.9	14.0	-0.7%	48.8
Gross margin percentage	87.1%	89.0%		87.7%
SG&A (million US$)	5.9	4.5	31.1%	16.5
SG&A percentage	37.3%	28.3%		29.6%
Net income (million US$)	0.4	3.2	-87.5%	8.2
ARPU (US$)	8.8	11.1	-20.7%	10.4
$ARPU_{ACT}$ (active subscribers), (US$)	9.8	11.8	-16.9%	11.9
MOU (min.)	240.1	285.0	-15.8%	279.5
MOU_{ACT} (active subscribers) (min)	268.8	304.8	-11.8%	320.5
SAC (US$)	5.8	8.6	-33.0%	7.2
Subscribers, EOP	766,500	546,900	40.2%	766,500
Active subscribers, EOP	700,500	484,200	44.7%	700,500
Subscriber market share, EOP	28.2%	26.2%		28.2%

*) Excluding inter-company transactions.

Business development in Uzbekistan is still at the initial phase with a penetration rate of approximately 10%. The fourth quarter of 2006 was the first full quarter of our operations after the launch of the Beeline brand in September 2006. Our focus in Uzbekistan is on subscriber growth where the Company achieved good results in the fourth quarter increasing our subscriber base by more than 40%. We continue working on upgrading our networks and services, strengthening the organization, transferring our knowledge and experience, as well as adapting our marketing strategy to the market specifics in Uzbekistan.

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	Three months		Change,	Year
	4Q2006	3Q2006	4Q06/3Q06	2006
Tajikistan				
Net operating revenues*) (million US$)	0.80	0.08	900.0%	1.18
including interconnect revenue	0.07	0.00		0.07
OIBDA (million US$)	-1.11	-0.98		-2.45
Gross margin (million US$)	0.37	-0.03		0.52
Gross margin percentage	45.1%	-37.5%		43.3%
SG&A (million US$)	1.48	0.95	55.8%	2.97
SG&A percentage	180.5%	1187.5%		247.5%
Net income (million US$)	-1.11	-0.78		-2.40
ARPU (US$)	7.8	1.9	310.5%	4.4
$ARPU_{ACT}$ (active subscribers), (US$)	9.0	3.1	190.3%	6.8
MOU (min.)	160.8	40.6	296.1%	77.4
MOU_{ACT} (active subscribers) (min)	187.9	69.8	169.2%	121.1
SAC (US$)	2.5	18.2	-86.3%	3.3
Subscribers, EOP	73,400	14,500	406.2%	73,400
Active subscribers, EOP	72,000	6,900	943.5%	72,000
Subscriber market share, EOP	8.9%	4.0%		8.9%

*) Excluding inter-company transactions.

As in Uzbekistan, business development in Tajikistan is also at the initial phase with a penetration rate of approximately 12%. The fourth quarter of 2006 was the first full quarter of our operations after the launch of the Beeline brand in September 2006. The Company experienced explosive growth in the fourth quarter increasing its subscriber base by triple-digit numbers and more than doubling its market share. MOU and ARPU also grew by triple-digit numbers. We continue working on developing further our initial success and strengthening our position in Tajikistan.

	4Q 2006
Armenia	
Net operating revenues (million US$)	27.37
including mobile revenues	10.45
including fixed revenues	16.92
OIBDA (million US$)	13.29
OIBDA margin	48.6%
Net income (million US$)	2.93
Mobile subscribers	452,000
ARPU mobile (US$)	15.7
Fixed subscribers	608,500
ARPU fixed (US$)	18.5
Mobile subscriber market share, EOP	38.2%
Total assets (million US$)	622.6

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VimpelCom completed its acquisition of 90% of Armentel on November 16, 2006 and began to consolidate Armentel s results in its financial reporting from that date. At the time of the acquisition, Armentel included a fixed-line business and the second largest mobile operator in Armenia. Going forward, we will work to enhance Armentel s position in the mobile market and we will continue to operate the fixed-line network, exploring fixed-to-mobile convergence opportunities.

The Company s management will discuss its fourth quarter and annual 2006 results during a conference call and slide presentation on April 12, 2007 at 6:30 pm Moscow time (10:30 am ET in New York). The call and slide presentation may be accessed via webcast at the following URL address http://www.vimpelcom.com. The conference call replay and the slide presentation webcast will be available through April 19, 2007 and May 11, 2007, respectively. The slide presentation will also be available for download on VimpelCom s website http://www.vimpelcom.com.

The VimpelCom Group includes cellular companies operating in Russia, Kazakhstan, Ukraine, Uzbekistan and Tajikistan, and recently acquired companies in Georgia and Armenia. The VimpelCom Group s cellular license portfolio covers a territory with a population of about 240 million. This includes 77 regions of Russia (136.5 million people, representing 94% of the Russia s population), and the entire territories of Kazakhstan, Ukraine, Uzbekistan, Tajikistan, Georgia, and Armenia. VimpelCom was the first Russian company to list its shares on the New York Stock Exchange (NYSE). VimpelCom s ADSs are listed on the NYSE under the symbol VIP .

Although the fourth quarter and annual 2006 U.S. GAAP financial statements were approved by the requisite majority of our board, the three directors on our board who were nominated by our shareholder Telenor East Invest AS and who are officers of Telenor or its affiliates voted against approval.

This press release contains forward-looking statements , as the phrase is defined in Section 27A of the Securities Act and Section 21E of the Exchange Act. These statements relate to the Company s strategic and development plans, including network development plans, and developments in the telecommunications markets in which the Company operates. These and other forward-looking statements are based on management s best assessment of the Company s strategic and financial position and of future market conditions and trends. These discussions involve risks and uncertainties. The actual outcome may differ materially from these statements as a result of unforeseen developments from competition, governmental regulation of the telecommunications industries in Russia and the CIS, general political uncertainties in Russia and the CIS and general economic developments in Russia and the CIS, the Company s ability to continue to grow its overall revenues and its subscriber base, continued volatility in the world economy and other factors. As a result of such risks and uncertainties, there can be no assurance that the effects of competition or current or future changes in the political, economic and social environment or current or future regulation of the Russian and CIS telecommunications industries will not have a material adverse effect on the VimpelCom Group. There can be no assurance that the Company will prevail in its litigation with Telenor challenging the URS acquisition or that an adverse decision by the Supreme Arbitration Court or any other court in the Company s litigation with Telenor regarding the URS acquisition will not adversely impact the outcome to VimpelCom in the other pending lawsuits brought by Telenor against the Company challenging the URS acquisition. In addition, there can be no assurances that additional claims will not be made by Telenor or other third parties regarding the Company s acquisition of URS or other matters. In the event a decision unfavorable to the Company becomes binding in any pending or future court cases, including a decision for monetary damages and/or to unwind the URS acquisition, it could have an adverse effect on the Company, its business, its expansion strategy and its financial results. Certain factors that could cause actual results to differ materially from those discussed in any forward-looking statements include the risks described in the Company s Annual Report on Form 20-F for the year ended December 31, 2005 and other public filings made by the Company with the United States Securities and Exchange Commission, which risk factors are incorporated herein by reference. VimpelCom disclaims any obligation to update developments of these risk factors or to announce publicly any revision to any of the forward-looking statements contained in this release, or to make corrections to reflect future events or developments.

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-Definitions and tables are attached

Attachment A: Definitions

Subscriber is an authorized user of cellular services, using one SIM card (GSM) with one or several selective numbers or one handset (DAMPS) with one selective number. The number of subscribers includes employees using cellular services and excludes guest roamers and users of test SIM cards (GSM) or handsets (DAMPS).

Churn rate is defined as the total number of registered subscribers disconnected from our network within a given period of time expressed as a percentage of the midpoint of subscribers in our network at the beginning and end of that period. Contract subscribers are disconnected if they have not paid their bills for 2 months and prepaid subscribers are disconnected 6 months after their services have been blocked. We typically block a prepaid subscriber s service in two cases: (1) their balance drops to $0 or below, and (2) an account shows no chargeable activity within 6 months. The Company retains the right to change its disconnect policy to reflect changes in business or regulatory environment.

Active subscribers are those who in the past three months made a transaction which brought revenue to the Company.

Prepaid subscribers are those subscribers who pay for their services in advance.

OIBDA is a non-U.S. GAAP financial measure. OIBDA, previously referred to as EBITDA by the Company, is defined as operating income before depreciation and amortization. The Company believes that OIBDA provides useful information to investors because it is an indicator of the strength and performance of our business operations, including our ability to finance capital expenditures, acquisitions and other investments and our ability to incur and service debt. While depreciation and amortization are considered operating costs under U.S. GAAP, these expenses primarily represent the non-cash current period allocation of costs associated with long-lived assets acquired or constructed in prior periods. Our OIBDA calculations are commonly used as bases for some investors, analysts and credit rating agencies to evaluate and compare the periodic and future operating performance and value of companies within the wireless telecommunications industry. OIBDA should not be considered in isolation as an alternative to net income, operating income or any other measure of performance under U.S. GAAP. OIBDA does not include our need to replace our capital equipment over time. Reconciliation of OIBDA to operating income, the most directly comparable U.S. GAAP financial measure, is presented below in the tables section.

OIBDA margin is OIBDA expressed as a percentage of total net operating revenues. Reconciliation of OIBDA margin to operating income as a percentage of total net operating revenues, the most directly comparable U.S. GAAP financial measure, is presented below in the tables section.

Gross margin is defined as total operating revenues less service costs and cost of handsets and accessories sold.

Gross margin percentage is gross margin expressed as a percentage of total operating revenues.

Each ADS represents 0.25 of one share of common stock. This ratio was established effective November 22, 2004. Previously each ADS represented 0.75 of one share of common stock.

ARPU (Monthly Average Revenue per User), a non-U.S. GAAP financial measure, is calculated for each month in the relevant period by dividing the Company s service revenue during that month, including roaming revenue and interconnect revenue, but excluding revenue from connection fees, sales of handsets and accessories and other non-service revenue, by the average number of the Company s subscribers during the month. Reconciliation of ARPU to service revenues and connection fees, the most directly comparable U.S. GAAP financial measure, is presented below in the tables section. The Company believes that ARPU provides useful information to investors because it is an indicator of the performance of the Company s business operations and assists management in budgeting. The Company also believes that ARPU provides management with useful information concerning usage and acceptance of the Company s services. ARPU should not be viewed in isolation or an alternative to other figures reported under U.S. GAAP.

$ARPU_{ACT}$ is ARPU calculated with regard to active subscribers.

MOU (Monthly Average Minutes of Use per User) is calculated for each month of the relevant period by dividing the total number of minutes of usage for incoming and outgoing calls during that month (excluding guest roamers) by the average number of subscribers during the month.

MOU_{ACT} is MOU calculated with regard to active subscribers.

SAC (Average Acquisition Cost Per User), a non-U.S. GAAP financial measure, is calculated as dealers commissions (for sales and bonus for exclusivity[*]), advertising expenses and handset subsidies for the relevant period divided by the number of new subscribers added during the relevant period. Reconciliation of SAC to selling, general and administrative expenses, the most directly comparable U.S. GAAP financial measure, is presented below in the tables section. The Company believes that SAC in growing markets provides useful information to investors because it is an indicator of the performance of the Company s business operations and assists management in budgeting. The Company also believes that SAC assists management in quantifying the incremental costs to acquire a new subscriber. SAC should not be viewed in isolation or as an alternative to other figures reported under U.S. GAAP.

Market share of subscribers for each relevant area is calculated by dividing the estimated number of our subscribers in Russia, Kazakhstan, Ukraine, Uzbekistan and Tajikistan, respectively, by the total estimated number of subscribers in Russia, Kazakhstan, Ukraine, Uzbekistan and Tajikistan, respectively. Subscriber statistics for these countries are taken from reports published by consulting agencies specializing in the telecommunications industry in Russia and the CIS, reports of other mobile operators, or are estimated by the Company.

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*) *Dealers bonus for exclusivity which we previously counted as a part of general and administrative expenses is now included in the dealers commission expense. Historical numbers including SAC were recalculated accordingly.*

Attachment B: VimpelCom financial statements

Open Joint Stock Company Vimpel-Communications

Condensed Consolidated Statements of Operations

	Three months ended December 31,		Years ended December 31,	
	2006	2005	2006	2005
	Unaudited			
	(In thousands of US dollars, except per share (ADS) amounts)			
Operating revenues:				
Service revenues and connection fees	US$ 1,447,054	US$ 900,916	US$ 4,847,661	US$ 3,175,221
Sales of handsets and accessories	4,252	7,507	19,265	30,478
Other revenues	657	1,998	2,931	5,419
Total operating revenues	1,451,963	910,421	4,869,857	3,211,118
Revenue based taxes	(551)		(1,879)	
Net operating revenues	1,451,412	910,421	4,867,978	3,211,118
Operating expenses:				
Service costs	267,736	145,764	872,388	514,124
Cost of handsets and accessories	4,223	7,214	18,344	28,294
Selling, general and administrative expenses	478,423	335,666	1,503,615	1,085,807
Depreciation and amortization	315,181	182,465	1,054,464	593,278
Provision for doubtful accounts	11,205	2,085	21,848	11,583
Total operating expenses	1,076,768	673,194	3,470,659	2,233,086
Operating income	374,644	237,227	1,397,319	978,032
Other income and expenses:				
Interest income	4,436	4,152	15,471	8,658
Other income	5,250	6,248	9,768	18,647
Interest expense	(46,602)	(40,035)	(186,404)	(147,448)
Other expense	(27,817)	(6,125)	(48,612)	(24,500)
Net foreign exchange gain	10,667	7,211	24,596	7,041
Total other income and expenses	(54,066)	(28,549)	(185,181)	(137,602)
Income before income taxes, minority interest and cumulative effect of change in accounting principle	320,578	208,678	1,212,138	840,430
Provision for income taxes	127,831	54,324	390,663	221,901
Minority interest in net earnings (losses) of subsidiaries	(5,203)	2,606	8,104	3,398
Income before cumulative effect of change in accounting principle	US$ 197,950	US$ 151,748	US$ 813,371	US$ 615,131
Cumulative effect of changes in accounting principles			(1,882)	
Net income	US$ 197,950	US$ 151,748	US$ 811,489	US$ 615,131
Net income per common share	US$ 3.89	US$ 2.97	US$ 15.94	US$ 12.05
Net income per ADS equivalent	US$ 0.97	US$ 0.74	US$ 3.98	US$ 3.01
Weighted average common shares outstanding (thousands)	50,859	51,023	50,911	51,066

Open Joint Stock Company Vimpel-Communications

Condensed Consolidated Balance Sheets

	December 31, 2006	December 31, 2005
	(In thousands of US dollars)	
Assets		
Current assets:		
Cash and cash equivalents	US$ 344,494	US$ 363,646
Accounts receivable	311,991	144,197
Other current assets	468,071	453,582
Total current assets	1,124,556	961,425
Non-current assets		
Property and equipment, net	4,615,675	3,211,112
Telecommunication licenses and allocation of frequencies, net	924,809	826,948
Goodwill	775,223	477,495
Other intangible assets, net	257,917	196,356
Other assets	738,366	633,700
Total non-current assets	7,311,990	5,345,611
Total assets	US$ 8,436,546	US$ 6,307,036
Liabilities and shareholders equity		
Current liabilities:		
Accounts payable	US$ 671,532	US$ 544,961
Due to related parties	421	709
Customer advances and deposits	314,375	309,647
Bank loans, current portion	358,211	278,537
Rouble denominated bonds		104,230
Accrued liabilities	267,437	181,268
Total current liabilities	1,611,976	1,419,352
Deferred income taxes	528,025	371,008
Bank loans, less current portion	1,980,726	1,540,043
Accrued liabilities, less current portion	115,050	47,458
Minority interest	257,859	188,626
Shareholders equity	3,942,910	2,740,549
Total liabilities and shareholders equity	US$ 8,436,546	US$ 6,307,036

Open Joint Stock Company Vimpel-Communications

Condensed Consolidated Statements of Cash Flow

	Years ended December 31, 2006	Years ended December 31, 2005
	(In thousands of US dollars)	
Net cash provided by operating activities	US$ 1,971,268	US$ 1,292,918
Purchase of property and equipment	(1,265,549)	(1,178,470)
Purchase of intangible assets	(31,408)	(16,453)
Proceeds from sale of property and equipment		52,578
Acquisition of subsidiaries, net of cash	(679,765)	(308,065)
Sale of shares in subsidiaries		179,968
Purchase of other assets	(310,269)	(320,423)
Net cash used in investing activities	(2,286,991)	(1,590,865)
Proceeds from bank and other loans	925,183	864,418
Proceeds from sale of treasury stock	12,855	5,291
Repayments of bank and other loans	(374,789)	(374,682)
Repayment of rouble denominated bonds	(110,783)	
Payments of fees in respect of debt issue	(48,175)	(19,669)
Repayment of equipment financing obligations	(72,874)	(92,077)
Purchase of treasury stocks	(38,535)	(18,374)
Net cash provided by financing activities	292,882	364,907
Effect of exchange rate changes on cash and cash equivalents	3,689	(9,171)
Net increase (decrease) in cash and cash equivalents	(19,152)	57,789
Cash and cash equivalents at beginning of year	363,646	305,857
Cash and cash equivalents at end of year	US$ 344,494	US$ 363,646
Supplemental cash flow information		
Cash paid during the period:		
Income tax	US$ 354,566	US$ 198,610
Interest	188,991	140,809
Non-cash activities:		
Equipment acquired under financing agreements	23,458	12,628
Accounts payable for equipment and license	249,020	367,380
Accrued debt and equity offering costs		5,195
Offset of 2009 Tendered Notes	232,766	
Deferred part of Ericsson non-cash discount in Ukraine	14,542	
Acquisitions:		
Fair value of assets acquired	671,997	273,147
Difference between the amount paid and the fair value of net assets acquired	268,315	112,281
Cash paid for the acquisition of subsidiaries	(735,500)	(310,006)
Liabilities assumed	US$ 204,812	US$ 75,442

Attachment C. Reconciliation tables

(Unaudited)

Reconciliation of OIBDA

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	**Dec 31, 2005**	**Sept 30, 2006**	**Dec 31, 2006**	**Dec 31, 2005**
OIBDA	**689,825**	**419,692**	**717,796**	**2,451,783**	**1,571,310**
Depreciation	(265,086)	(143,425)	(243,593)	(874,618)	(451,152)
Amortization	(50,095)	(39,040)	(45,648)	(179,846)	(142,126)
Operating income	**374,644**	**237,227**	**428,555**	**1,397,319**	**978,032**

Reconciliation of OIBDA Margin

	Three months ended			Year Ended	
	Dec 31, 2006	**Dec 31, 2005**	**Sept 30, 2006**	**Dec 31, 2006**	**Dec 31, 2005**
OIBDA margin	**47.5%**	**46.1%**	**52.8%**	**50.4%**	**48.9%**
Less: Depreciation as a percentage of net operating revenue	(18.3)%	(15.7)%	(17.9)%	(18.0)%	(14.0)%
Less: Amortization as a percentage of net operating revenue	(3.4)%	(4.3)%	(3.4)%	(3.7)%	(4.4)%
Operating income as a percentage of net operating revenue	**25.8%**	**26.1%**	**31.5%**	**28.7%**	**30.5%**

Reconciliation of SAC

(In thousands of US dollars, except for SAC and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	**Dec 31, 2005**	**Sept 30, 2006**	**Dec 31, 2006**	**Dec 31, 2005**
Selling, general and administrative expenses	**478,423**	**335,666**	**387,236**	**1,503,615**	**1,085,807**
Less: General and administrative expenses	354,498	213,558	276,489	1,077,660	698,707
Sales and marketing expenses, *including*	123,925	122,108	110,747	425,955	387,100
advertising & marketing expenses	*70,614*	*48,042*	*54,239*	*219,833*	*135,248*
dealers commission expense	*53,311*	*74,066*	*56,508*	*206,122*	*251,852*
New gross subscribers, 000	7,125	8,659	6,614	26,465	29,246
Subscriber Acquisition Cost (SAC) (US$)	**17.4**	**14.1**	**16.7**	**16.1**	**13.2**

Reconciliation of ARPU

(In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**1,430,132**	**900,916**	**1,354,305**	**4,830,739**	**3,175,221**
Less: Connection fees	313	259	413	1,752	876
Less: Revenue from rent of fiber-optic channels	433	309	760	1,846	1,370
Service revenue used to calculate ARPU	1,429,386	900,348	1,353,132	4,827,141	3,172,975
Average number of subscribers, 000	53,492	42,426	51,626	50,326	35,393
Average revenue per subscriber per month (US$)	**8.9**	**7.1**	**8.7**	**8.0**	**7.5**

RUSSIA

Reconciliation of OIBDA in Russia

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA	**645,144**	**404,113**	**666,354**	**2,303,539**	**1,508,045**
Depreciation	(229,544)	(135,740)	(221,973)	(796,137)	(430,511)
Amortization	(27,091)	(27,998)	(26,429)	(104,155)	(104,861)
Operating income	**388,509**	**240,375**	**417,952**	**1,403,247**	**972,673**

Reconciliation of OIBDA Margin in Russia

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA margin	**50.3%**	**47.0%**	**54.2%**	**52.3%**	**49.7%**
Less: Depreciation as a percentage of net operating revenue	(17.9)%	(15.7)%	(18.0)%	(18.0)%	(14.1)%
Less: Amortization as a percentage of net operating revenue	(2.1)%	(3.3)%	(2.2)%	(2.4)%	(3.5)%
Operating income as a percentage of net operating revenue	**30.3%**	**28.0%**	**34.0%**	**31.9%**	**32.1%**

Reconciliation of SAC in Russia

(In thousands of US dollars, except for SAC and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
Selling, general and administrative expenses	**406,642**	**318,457**	**346,157**	**1,330,806**	**1,032,040**
Less: General and administrative expenses	298,222	203,038	247,190	949,326	664,799
Sales and marketing expenses, *including*	108,420	115,419	98,967	381,480	367,241
advertising & marketing expenses	*59,892*	*45,291*	*46,487*	*190,791*	*127,292*
dealers commission expense	*48,528*	*70,128*	*52,480*	*190,689*	*239,949*
New gross subscribers, 000	4,971	8,064	5,404	21,303	27,591
Subscriber Acquisition Cost (SAC) (US$)	**21.8**	**14.3**	**18.3**	**17.9**	**13.3**

Reconciliation of ARPU in Russia

(In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**1,276,276**	**849,775**	**1,223,681**	**4,379,534**	**2,997,388**
Less: Connection fees	308	259	410	1,744	876
Less: Revenue from rent of fiber-optic channels	433	309	760	1,846	1,370
Service revenue used to calculate ARPU	1,275,535	849,207	1,222,511	4,375,944	2,995,142
Average number of subscribers, 000	47,541	40,484	47,306	46,142	33,958
Average revenue per subscriber per month (US$)	**8.9**	**7.0**	**8.6**	**7.9**	**7.4**
Average number of active subscribers, 000	39,102	33,754	38,365	37,996	29,207
Average revenue per active subscriber per month (US$)	**10.9**	**8.4**	**10.6**	**9.6**	**8.5**

KAZAKHSTAN

Reconciliation of OIBDA in Kazakhstan

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA	**35,744**	**16,979**	**49,023**	**140,580**	**64,665**
Depreciation	(21,142)	(7,655)	(17,981)	(56,158)	(20,611)

Amortization	(9,134)	(8,245)	(9,550)	(36,792)	(34,468)
Operating income	**5,468**	**1,079**	**21,492**	**47,630**	**9,586**

Reconciliation of OIBDA Margin in Kazakhstan

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA margin	**31.6%**	**34.2%**	**47.0%**	**40.0%**	**36.5%**
Less: Depreciation as a percentage of net operating revenue	(18.7)%	(15.4)%	(17.2)%	(16.0)%	(11.6)%
Less: Amortization as a percentage of net operating revenue	(8.1)%	(16.6)%	(9.2)%	(10.5)%	(19.5)%
Operating income as a percentage of net operating revenue	**4.8%**	**2.2%**	**20.6%**	**13.5%**	**5.4%**

Reconciliation of SAC in Kazakhstan

(In thousands of US dollars, except for SAC and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
Selling, general and administrative expenses	**40,200**	**14,764**	**22,508**	**96,451**	**51,322**
Less: General and administrative expenses	33,080	8,435	16,521	74,054	31,822
Sales and marketing expenses, *including*	7,120	6,329	5,987	22,397	19,500
advertising & marketing expenses	*4,419*	*2,420*	*3,329*	*11,791*	*7,626*
dealers commission expense	*2,701*	*3,909*	*2,658*	*10,606*	*11,874*
New gross subscribers, 000	809	556	704	2,724	1,616
Subscriber Acquisition Cost (SAC) (US$)	**8.8**	**11.4**	**8.5**	**8.2**	**12.1**

Reconciliation of ARPU in Kazakhstan

In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**112,963**	**49,668**	**104,208**	**351,854**	**176,924**
Less: Connection fees	0	0	0	0	0
Less: Revenue from rent of fiber-optic channels	0	0	0	0	0
Service revenue used to calculate ARPU	112,963	49,668	104,208	351,854	176,924
Average number of subscribers, 000	3,498	1,818	3,077	2,893	1,404
Average revenue per subscriber per month (US$)	**10.8**	**9.1**	**11.3**	**10.1**	**10.5**
Average number of active subscribers, 000	2,728	1,604	2,412	2,332	1,303
Average revenue per active subscriber per month (US$)	**13.8**	**10.3**	**14.4**	**12.6**	**11.3**

UKRAINE

Reconciliation of OIBDA in Ukraine

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA	**(10,546)**	**(1,400)**	**(6,072)**	**(34,690)**	**(1,400)**
Depreciation	(4,325)	(30)	(1,218)	(6,478)	(30)
Amortization	(5,722)	(2,797)	(5,232)	(20,555)	(2,797)
Operating income	**(20,593)**	**(4,227)**	**(12,522)**	**(61,723)**	**(4,227)**

Reconciliation of SAC in Ukraine

(In thousands of US dollars, except for SAC and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
Selling, general and administrative expenses	**17,624**	**2,445**	**13,466**	**50,703**	**2,445**
Less: General and administrative expenses	11,346	2,086	8,841	33,235	2,086
Sales and marketing expenses, *including*	6,278	359	4,625	17,468	359
advertising & marketing expenses	*5,144*	*330*	*3,861*	*14,949*	*330*
dealers commission expense	*1,134*	*29*	*764*	*2,519*	*29*
New gross subscribers, 000	948	39	375	1,752	39
Subscriber Acquisition Cost (SAC) (US$)	**6.6**	**9.2**	**12.3**	**10.0**	**9.2**

Reconciliation of ARPU in Ukraine

(In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**14,652**	**1,952**	**12,320**	**35,024**	**1,952**
Less: Connection fees	5	0	3	8	0
Less: Revenue from rent of fiber-optic channels	0	0	0	0	0
Service revenue used to calculate ARPU	14,647	1,952	12,317	35,016	1,952
Average number of subscribers, 000	1,425	239	741	714	239
Average revenue per subscriber per month (US$)	**3.4**	**4.1**	**5.5**	**4.1**	**4.1**

Average number of active subscribers, 000	1,170	228	611	582	228
Average revenue per active subscriber per month (US$)	**4.2**	**4.3**	**6.7**	**5.0**	**4.3**

UZBEKISTAN

Reconciliation of OIBDA in Uzbekistan

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	**Dec 31, 2005**	**Sep 30, 2006**	**Dec 31, 2006**	**Dec 31, 2005**
OIBDA	**7,815**	**na**	**9,532**	**32,079**	**na**
Depreciation	(2,720)	na	(2,380)	(8,376)	na
Amortization	(3,378)	na	(3,268)	(11,843)	na
Operating income	**1,717**	**na**	**3,884**	**11,860**	**na**

Reconciliation of OIBDA Margin in Uzbekistan

	Three months ended			Year Ended	
	Dec 31, 2006	**Dec 31, 2005**	**Sep 30, 2006**	**Dec 31, 2006**	**Dec 31, 2005**
OIBDA margin	**49.1%**	**na**	**60.5%**	**57.7%**	**na**
Less: Depreciation as a percentage of net operating revenue	(17.1)%	na	(15.1)%	(15.1)%	na
Less: Amortization as a percentage of net operating revenue	(21.2)%	na	(20.7)%	(21.3)%	na
Operating income as a percentage of net operating revenue	**10.8%**	**na**	**24.7%**	**21.3%**	**na**

Reconciliation of SAC in Uzbekistan

(In thousands of US dollars, except for SAC and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	**Dec 31, 2005**	**Sep 30, 2006**	**Dec 31, 2006**	**Dec 31, 2005**
Selling, general and administrative expenses	**5,933**	**na**	**4,462**	**16,451**	**na**
Less: General and administrative expenses	4,287	na	3,355	12,369	na
Sales and marketing expenses, *including*	1,646	na	1,107	4,081	na
advertising & marketing expenses	*767*	*na*	*500*	*1,843*	*na*
dealers commission expense	*879*	*na*	*607*	*2,238*	*na*
New gross subscribers, 000	284	na	128	569	na
Subscriber Acquisition Cost (SAC) (US$)	**5.8**	**na**	**8.6**	**7.2**	**na**

Reconciliation of ARPU in Uzbekistan

(In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sep 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**16,446**	**na**	**16,279**	**57,439**	**na**
Less: Connection fees	0	na	0	0	na
Less: Revenue from rent of fiber-optic channels	0	na	0	0	na
Service revenue used to calculate ARPU	16,446	na	16,279	57,439	na
Average number of subscribers, 000	625	na	490	461	na
Average revenue per subscriber per month (US$)	**8.8**	**na**	**11.1**	**10.4**	**na**
Average number of active subscribers, 000	558	na	458	402	na
Average revenue per active subscriber per month (US$)	**9.8**	**na**	**11.8**	**11.9**	**na**

TAJIKISTAN

Reconciliation of OIBDA in Tajikistan

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA	**(1,112)**	**na**	**(980)**	**(2,447)**	**na**
Depreciation	**(204)**	na	(41)	(318)	na
Amortization	**(69)**	na	(50)	(680)	na
Operating income	**(1,385)**	**na**	**(1,071)**	**(3,445)**	**na**

Reconciliation of SAC in Tajikistan

(In thousands of US dollars, except for SAC and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
Selling, general and administrative expenses	**1,485**	**na**	**947**	**2,968**	**na**
Less: General and administrative expenses	1,325	na	885	2,741	na
Sales and marketing expenses, *including*	160	na	62	227	na
advertising & marketing expenses	*91*	na	*62*	*158*	na
dealers commission expense	*69*	*na*	*0*	*69*	*na*
New gross subscribers, 000	65	*na*	3.4	69	*na*

Subscriber Acquisition Cost (SAC) (US$)	**2.5**	**na**	**18.2**	**3.3**	**na**

Reconciliation of ARPU in Tajikistan

(In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**840**	**na**	**74**	**1,218**	**na**
Less: Connection fees	0	na	0	0	na
Less: Revenue from rent of fiber-optic channels	0	na	0	0	na
Service revenue used to calculate ARPU	840	na	74	1,218	na
Average number of subscribers, 000	36	na	13	23	na
Average revenue per subscriber per month (US$)	**7.8**	**na**	**1.9**	**4.4**	**na**
Average number of active subscribers, 000	31	na	8	15	na
Average revenue per active subscriber per month (US$)	**9.0**	**na**	**3.1**	**6.8**	**na**

ARMENIA

Reconciliation of OIBDA in Armenia

(In thousands of US dollars)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA	**13,290**	**na**	**na**	**13,290**	**na**
Depreciation	(7,148)	na	na	(7,148)	na
Amortization	(3,928)	na	na	(3,928)	na
Operating income	**2,214**	**na**	**na**	**2,214**	**na**

Reconciliation of OIBDA Margin in Armenia

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
OIBDA margin	**48.6%**	**na**	**na**	**48.6%**	**na**
Less: Depreciation as a percentage of net operating revenue	(26.1)%	na	na	(26.1)%	na
Less: Amortization as a percentage of net operating revenue	(14.4)%	na	na	(14.4)%	na
Operating income as a percentage of net operating revenue	**8.1%**	**na**	**na**	**8.1%**	**na**

Reconciliation of mobile ARPU in Armenia

(In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**10,451**	**na**	**na**	**10,451**	**na**
Less: Connection fees	0	na	na	0	na
Less: Revenue from rent of fiber-optic channels	0	na	na	0	na
Service revenue used to calculate ARPU	10,451	na	na	10,451	na
Average number of subscribers, 000	445	na	na	445	na
Average revenue per subscriber per month (US$)	**15.7**	**na**	**na**	**15.7**	**na**
Average number of active subscribers, 000	447	na	na	447	na
Average revenue per active subscriber per month (US$)	**15.6**	**na**	**na**	**15.7**	**na**

Reconciliation of fixed ARPU in Armenia

(In thousands of US dollars, except for ARPU and subscriber amounts)

	Three months ended			Year Ended	
	Dec 31, 2006	Dec 31, 2005	Sept 30, 2006	Dec 31, 2006	Dec 31, 2005
Service revenue and connection fees	**16,922**	**na**	**na**	**16,922**	**na**
Less: Connection fees	0	na	na	0	na
Service revenue used to calculate ARPU	16,922	na	na	16,922	na
Average number of subscribers, 000	609	na	na	609	na
Average revenue per subscriber per month (US$)	**18.5**	**na**	**na**	**18.5**	**na**

VimpelCom
Presentation of 4Q and Annual
2006
Financial
and
Operating Results
April 12, 2007

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Disclaimer

This presentation contains "forward-looking statements", as the phrase is defined in Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements relate, in part, to the Company s strategy and development plans, such as growth in terms of subscribers, ARPU and revenues as well as acquisitions and expansion into new business areas. The forward-looking statements are based on management's best assessment of the Company's strategic and financial position, and future market conditions and trends. These discussions involve risks and uncertainties. The actual outcome may differ materially from these statements as a result of risks and uncertainties relating to developments from competition, governmental regulations of the wireless telecommunications industry, general political uncertainties in Russia and the CIS, general economic developments in Russia and the CIS, and/or litigation with third parties or our shareholders (including Telenor). The actual outcome may also differ materially if the Company is unable to obtain all necessary corporate approvals relating to its business (including approval of funding, specific transactions

and
payment
of
dividends),
and
other factors. There can be no assurance that
these risks and uncertainties will not have a material adverse effect on the Company, that the Company will be able to grow or that it will be successful in executing its strategy and development plans. Certain factors that could cause actual results to differ materially from those discussed in any forward-looking statements include the risks described in the Company's Annual Report on Form 20-F for the year ended December 31, 2005 and other public filings made by the Company with the United States Securities and Exchange Commission, which risk factors are incorporated herein by reference. The Company disclaims any obligation to update developments of these risk factors or to announce publicly any revision to any of the forward-looking statements contained in this release, or to make corrections to reflect future events or developments.

Welcome Remarks
Alexander Izosimov, Chief Executive Officer

4
Quarterly Financial Dynamics
Net Revenues, $ mln
Net Income, $ mln
OIBDA, $ mln
OIBDA Margin, $ mln
+59.4%
890.3
910.4
936.2
1,121.5
1,358.9
1,451.4
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
+30.5%
198.0
268.4
194.9
150.2
151.7
194.9
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
+64.4%
689.8
717.8
561.6

482.6
419.7
450.0
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
50.5%
46.1%
51.6%
50.1%
52.8%
47.5%
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06

5
2006 Financial Highlights
Net Revenues, $ mln
Net Income, $ mln
OIBDA, $ mln
OIBDA Margin, $ mln
+51.6%
1,329.7
2,113.0
3,211.1
4,868.0
2003
2004
2005
2006
+31.9%
228.8
350.4
615.1
811.5
2003
2004
2005
2006
+56.0%
613.2
1026.7
1571.3
2451.8
2003
2004
2005
2006
50.4%
48.9%
48.6%

46.1%
2003
2004
2005
2006

6
Net Operating Cash Flow vs
CAPEX
* Net operating cash flow as % of Capex
70.3%*
79.1%*
130.4%*
64.7%*
1,292.9
803.9
511.9
1,971.3
1,635.3
1,242.0
728.0
1,512.1
2003
2004
2005
2006
Net Operating Cash Flow, $ mln
Capex, $ mln

7
Strong Balance Sheet
Source: VimpelCom
*LTM OIBDA constitutes the sum of the lines: LTM Operating income and LTM Depreciation
and amortization
LTM stands for last twelve months
to reporting date
* * Includes Impairment of long-lived assets
* * * In cases when OIBDA is part of financial ratios it is deemed to be calculated in
accordance with the reconciliation tables herein
Assets and Liabilities, $ mln
($ mln)
12/31/06
12/31/05
12/31/04
Cash and Cash Equivalents
344
364
306
Total Assets
8,437
6,307
4,780
Total Debt
2,489
1,998
1,581
-Short-term
424
421
190
-Long-term
2,065
1,577
1,391

Shareholders' Equity
3,943
2,741
2,157
LTM OIBDA*
2,452
1,571
1,027
- LTM Depreciation and
amortization**
1,055
593
353
- LTM Operating Income
1,397
978
674
LTM Interest
186
147
86
Debt/Equity
0.6
0.7
0.7
Debt/OIBDA***
1.0
1.3
1.5
OIBDA/Interest
13.2
10.7
12
Debt/Assets
0.3
0.3
0.3
2,489
1,581
1,998
4,780
6,307
8,437
2004
2005
2006
Total Debt
Total Assets

9
Sources of Growth
4,868
3,211
290
1,367
2005
Russia
CIS
2006
2,452
1,571
85
796
2005
Russia
CIS
2006
Net Revenue Growth, 2005 to 2006, $ mln
OIBDA Growth, 2005 to 2006, $ mln
Subscribers
Growth, 2005 to 2006, 000
45,430
55,136
5,045
4,661
2005
Russia
CIS
2006

10
Operating Highlights: Russia
MOU (min)
ARPU(US$)
Subscriber Base, mln
Subscriber Market Share
34%
34%
34%
34%
33%
19%
19%
18%
18%
19%
12%
12%
13%
14%
34%
34%
35%
35%
35%
32%
32%
19%
15%
14%
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06

MTS
VimpelCom
MegaFon
Others
9.0
8.4
7.8
9.0
7.7
7.0
6.6
7.4
10.9
10.6
8.9
8.6
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06
ARPU active base
ARPU
129.9
131.4
132.0
140.7
151.9
157.9
111.6
109.5
110.6
115.9
123.2
129.8
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06
MOU active base
MOU
46.9
47.7
48.1
43.1
44.8
38.4

32.2
35.9
37.4
6.2
7.2
7.4
8.7
8.3
38.2
39.8
38.8
8.9
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06
Active
Inactive

11
Financial Highlights: Russia 4Q 2006
Net Revenues, $ mln
OIBDA, $ mln
230.8
622.6
146.4
297.4
225.7
380.0
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
CAPEX, $ mln
23.9%
32.5%
36.1%
41.6%
49.4%
47.5%
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
CAPEX / Revenue, LTM
+59.6%
645.1
666.4
529.7
462.3
404.1

431.4
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
+49.1%
842.2
859.2
871.0
1,020.5
1,228.1
1,280.8
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06

12
3.8
3.2
2.9
2.5
2.1
1.7
2.1
2.2
3.1
0.7
1.8
1.6
2.6
0.6
0.4
0.7
0.24
0.04
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06
Active
Inactive
Operating Highlights: Kazakhstan
ARPU
(US$)
MOU (min)
Subscriber Base, mln
Subscriber Market Share
62%
60%
55%

52%
36%
37%
41%
44%
2%
3%
4%
4%
5%
46%
49%
49%
47%
4%
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06
K'Cell
VIP
Others
10.8
10.3
8.8
12.6
13.8
10.5
9.1
7.8
10.0
11.3
10.8
14.4
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06
ARPU active base
ARPU
55.1
49.2
44.8
66.3
78.0
53.5

43.4
40.0
52.4
60.8
87.5
68.6
3Q05
4Q05
1Q06
2Q06
3Q06
4Q06
MOU active base
MOU

13
Financial Highlights: Kazakhstan
+110.0%
18.5
17.0
21.9
33.9
49.0
35.7
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
Net Revenues, $ mln
OIBDA, $ mln
CAPEX, $ mln
CAPEX / Revenue, LTM
+128.5%
112.4
103.5
80.1
54.0
49.2
48.1
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
48.8
54.6
36.5
35.7

57.2
30.9
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06
67.0%
77.5%
80.9%
69.3%
64.2%
50.2%
3Q 05
4Q 05
1Q 06
2Q 06
3Q 06
4Q 06

14
Operating and Financial Highlights:
Ukraine
Subscriber Base, mln
ARPU
(US$)
MOU (min)
Net Revenue, $ mln
4.3
3.4
5.9
6.7
4.2
4.1
2.6
4.7
5.5
3.4
4Q05
1Q06
2Q06
3Q06
4Q06
ARPU active base
ARPU
36.2
60.8
172.4
168.4
149.1
34.6
47.3
137.2
139.0
122.4
4Q05

1Q06
2Q06
3Q06
4Q06
MOU active base
MOU
+615.0%
2.0
2.1
5.8
11.5
14.3
4Q05
1Q06
2Q06
3Q06
4Q06
1.88
0.26
0.14
0.47
0.77
0.14
0.10
0.17
0.26
0.28
1.52
0.36
0.57
0.94
4Q05
1Q06
2Q06
3Q06
4Q06
Active
Inactive

15
0.77
0.37
0.43
0.48
0.70
0.05
0.02
0.07
0.07
0.42
0.45
0.55
1Q06
2Q06
3Q06
4Q06
Active
Inactive
Operating and Financial Highlights:
Uzbekistan
16.6
12.7
11.8
9.8
11.2
11.3
11.1
8.8
1Q06
2Q06
3Q06
4Q06
ARPU active base
ARPU
453.5

349.3
304.8
268.8
307.3
311.5
285.0
240.1
1Q06
2Q06
3Q06
4Q06
MOU active base
MOU
Subscriber Base, mln
Net Revenue, $ mln
ARPU
(US$)
MOU (min)
8.9
15.0
15.7
15.8
1Q06
2Q06
3Q06
4Q06

16
0.07
0.03
0.01
0.01
0.01
0.02
0.07
0.03
0.03
0.01
0.01
4Q05
1Q06
2Q06
3Q06
4Q06
Active
Inactive
Operating and Financial Highlights:
Tajikistan
Subscriber Base, mln
Net Revenue, $ mln
ARPU
(US$)
MOU (min)
5.1
4.0
3.1
9.0
2.3
2.2
1.9
7.8
1Q06
2Q06

3Q06
4Q06
ARPU active base
ARPU
0.18
0.12
0.08
0.80
1Q06
2Q06
3Q06
4Q06
39.2
47.6
26.1
40.6
69.8
187.9
17.0
160.8
1Q06
2Q06
3Q06
4Q06
MOU active base
MOU

17
Operating and Financial Highlights:
Armenia
Note: Data for 4Q represent data for 1.5 months since the date of VimpelCom s acquisition

4Q 2006
Net operating revenues (million US$)
27.37
including mobile revenues
10.45
including fixed revenues
16.92
OIBDA (million US$)
13.29
OIBDA margin
48.6%
Net income (million US$)
2.93
Mobile subscribers
452,000
ARPU mobile (US$)
15.7
Mobile subscriber market share, EOP
38.2%
Fixed subscribers
608,500
ARPU fixed (US$)
18.5
Total assets (million US$)
622.6

18
Strategy Going Forward

Grow ARPUs
and customer loyalty
through pricing excellence and new
VAS

Strengthen corporate segment

Develop strong, situation-specific
value propositions in local markets

Explore consolidation opportunities

Focus on subscriber growth

Leverage unified business platform
developed in Russia

Pursue acquisitions in remaining markets

Opportunistically explore deals outside
of the CIS

Develop business in backbone wholesale
and residential broadband

Build new digital service businesses,
including media, mobile TV, payment
services, etc.

Explore new technologies and business
platforms
Drive operations and investment efficiency

Re-balance focus from speed to efficiency and enhance cost transparency as markets mature

Avoid head-count growth in mature operations

Drive procurement excellence

Optimize capex
decisions at a granular level and continuously improve marketing spend efficiency
Build and sustain strong management capabilities

Offer an open and transparent, meritocracy-based environment

Use a global approach to hiring

Develop best-in-class individual development and coaching mechanisms

Ensure competitive, performance-based compensation packages
Extract maximum value in the
Russian business
Grow the business in the CIS
Capture attractive opportunities to
expand into new business areas

19
Summary

Continued strong financial performance.

ARPU turnaround in Russia and expansion into the CIS position the Company well for future growth.

Strong cash generation allows the Company to pay dividends.

Broadened strategy outlines our path going forward.

20
Questions and Answers
If you would like to ask a question, please press the star key followed by
the digit one on your touch-tone telephone.
Due
to
time
constraints,
we
ask
that
you
limit
yourselves
to
one
question
and one follow-up question.
If you are using a speakerphone, please make sure your mute button is
turned off to allow your signal to reach the equipment.

Thank you for your interest in VimpelCom
For
more
information
visit
www.vimpelcom.com
or contact
Investor_Relations@vimpelcom.com

Reconciliation Tables of non-U.S. GAAP Measures to
Their
Most
Directly
Comparable
U.S. GAAP Financial
Measures

22
Reconciliation of OIBDA and OIBDA Margin
(Unaudited)
($'000)
Dec 31,
2006
Sept 30,
2006
June 30,
2006
March 31,
2006
Dec 31,
2005
Sept 30,
2005
Dec 31,
2006
Dec 31,
2005
Dec 31,
2004
Dec 31,
2003
OIBDA
689,825
717,796
561,555
482,607
419,692
449,957
2,451,783
1,571,310
1,026,721
613,230
Impairment loss

0
0
0
0
0
0
0
0
(7,354)
0
Depreciation
(265,086)
(243,593)
(194,845)
(171,094)
(143,425)
(118,000)
(874,618)
(451,152)
(281,129)
(162,769)
Amortization
(50,095)
(45,648)
(43,148)
(40,955)
(39,040)
(34,518)
(179,846)
(142,126)
(64,072)
(34,064)
Operating Income
374,644
428,555
323,562
270,558
237,227
297,439
1,397,319
978,032
674,166
416,397
OIBDA margin
47.5%
52.8%
50.1%
51.6%
46.1%
50.5%

50.4%
48.9%
48.6%
46.1%
Less: Impairment loss
0
0
0
0
0
0
0
0
(0.3%)
0
Less: Depreciation as % of
net operating revenues
(18.3%)
(17.9%)
(17.4%)
(18.3%)
(15.7%)
(13.3%)
(18.0%)
(14.0%)
(13.4%)
(12.2%)
Less: Amortization as %
of net operating revenues
(3.4%)
(3.4%)
(3.9%)
(4.4%)
(4.3%)
(3.9%)
(3.7%)
(4.4%)
(3.0%)
(2.6%)
Operating Income
25.8%
31.5%
28.8%
28.9%
26.1%
33.3%
28.7%
30.5%
31.9%
31.3%

Reconciliation of OIBDA margin to operating income as percentage of
net operating revenue
Three months ended
Year Ended
Reconciliation of OIBDA to operating income

23
Reconciliation of OIBDA and OIBDA Margin
in Russia (Unaudited)
($'000)

	Dec 31, 2006	Sept 30, 2006	June 30, 2006	March 31, 2006	Dec 31, 2005	Sept 30, 2005
OIBDA	645,144	666,354	529,704	462,337	404,113	431,423
Depreciation	(229,544)	(221,973)	(182,684)	(161,936)	(135,740)	(112,964)
Amortization	(27,091)	(26,429)	(25,657)	(24,977)	(27,998)	

(26,045)
Operating Income
388,509
417,952
321,363
275,424
240,375
292,414
OIBDA margin
50.3%
54.2%
51.9%
53.1%
47.0%
51.2%
Less: Depreciation as % of net
operating revenues
(17.9%)
(18.0%)
(17.9%)
(18.6%)
(15.7%)
(13.4%)
Less: Amortization as % of net
operating revenues
(2.1%)
(2.2%)
(2.5%)
(2.9%)
(3.3%)
(3.1%)
Operating Income
30.3%
34.0%
31.5%
31.6%
28.0%
34.7%
Reconciliation of OIBDA margin to operating income as percentage
of
net operating revenue
Reconciliation of OIBDA to operating income
Three months ended

24
Reconciliation of OIBDA and OIBDA Margin
in Kazakhstan (Unaudited)
($'000)
Dec 31,
2006
Sept 30,
2006
June 30,
2006
March 31,
2006
Dec 31,
2005
Sept 30,
2005
OIBDA
35,744
49,023
33,908
21,907
16,979
18,534
Depreciation
(21,142)
(17,981)
(9,363)
(7,672)
(7,655)
(5,036)
Amortization
(9,134)
(9,550)
(9,324)
(8,785)
(8,245)

(8,473)
Operating Income
5,468
21,492
15,221
5,450
1,079
5,025
OIBDA margin
31.6%
47.0%
42.2%
40.3%
34.2%
38.6%
Less: Depreciation as % of net
operating revenues
(18.7%)
(17.2%)
(11.7%)
(14.1%)
(15.4%)
(10.5%)
Less: Amortization as % of net
operating revenues
(8.1%)
(9.2%)
(11.5%)
(16.2%)
(16.6%)
(17.6%)
Operating Income
4.8%
20.6%
19.0%
10.0%
2.2%
10.5%
Reconciliation of OIBDA to operating income
Reconciliation of OIBDA margin to operating income as percentage
of
net operating revenue
Three months ended

25
Reconciliation of OIBDA in Armenia
(Unaudited)
Note: data for 4Q represent data for 1.5 months since the moment of acquisition

($'000)	Dec 31, 2006	Sept 30, 2006	June 30, 2006	March 31, 2006	Dec 31, 2005	Sept 30, 2005
OIBDA	13,290	na	na	na	na	na
Depreciation	(7,148)	na	na	na	na	na
Amortization	(3,928)	na	na	na		

na
na
Operating Income
2,214
na
na
na
na
na
OIBDA margin
48.6%
na
na
na
na
na
Less: Depreciation as % of net
operating revenues
(26.1%)
na
na
na
na
na
Less: Amortization as % of net
operating revenues
(14.4%)
na
na
na
na
na
Operating Income
8.1%
na
na
na
na
na
Reconciliation of OIBDA to operating income
Reconciliation of OIBDA margin to operating income as percentage
of
net operating revenue
Three Months Ended

26
Reconciliation of ARPU in Russia
(Unaudited)
($'000)
Dec 31,
2006
Sept 30,
2006
June 30,
2006
March 31,
2006
Dec 31,
2005
Sept 30,
2005
Service revenue and connection
fees
1,276,276
1,223,681
1,014,810
864,767
849,775
833,888
Less: Connection fees
308
410
622
404
259
325
Less: Revenue from rent of fiber-optic
channels
433
760
325

328
309
520
Service revenue used to calculate
ARPU
1,275,535
1,222,511
1,013,863
864,035
849,207
833,043
Average number of subscribers ('000)
47,541
47,306
45,803
43,919
40,484
36,182
ARPU(US$)
8.9
8.6
7.4
6.6
7.0
7.7
Average number of active subscribers ('000)
39,102
38,365
37,733
36,784
33,754
30,962
ARPU per active subscriber (US$)
10.9
10.6
9.0
7.8
8.4
9.0
Reconciliation of ARPU to service revenue and connection fees
Three months ended

27
Reconciliation of ARPU in Kazakhstan
(Unaudited)
($'000)
Dec 31,
2006
Sept 30,
2006
June 30,
2006
March 31,
2006
Dec 31,
2005
Sept 30,
2005
Service revenue and connection
fees
112,963
104,208
80,301
54,382
49,668
48,282
Less: Connection fees
0
0
0
0
0
0
Less: Revenue from rent of fiber-optic
channels
0
0
0

0
0
0
Service revenue used to calculate
ARPU
112,963
104,208
80,301
54,382
49,668
48,282
Average number of subscribers ('000)
3,498
3,077
2,681
2,316
1,818
1,527
ARPU(US$)
10.8
11.3
10.0
7.8
9.1
10.5
Average number of active subscribers ('000)
2,728
2,412
2,120
2,070
1,604
1,484
ARPU per active subscriber (US$)
13.8
14.4
12.6
8.8
10.3
10.8
Reconciliation of ARPU to service revenue and connection fees
Three
months
ended

28
Reconciliation of ARPU in Ukraine (Unaudited)
($'000)
Dec 31,
2006
Sept 30,
2006
June 30,
2006
March 31,
2006
Dec 31,
2005
Sept 30,
2005
Service revenue and connection
fees
14,652
12,320
5,948
2,103
1,952
na
Less: Connection fees
5
3
0
0
0
na
Less: Revenue from rent of fiber-optic
channels
0
0
0
0

0
na
Service revenue used to calculate
ARPU
14,647
12,317
5,948
2,103
1,952
na
Average number of subscribers ('000)
1,425
741
424
268
239
na
ARPU (US$)
3.4
5.5
4.7
2.6
4.1
na
Average number of active subscribers ('000)
1,170
611
338
208
228
na
ARPU per active subscriber (US$)
4.2
6.7
5.9
3.4
4.3
na
Reconciliation of ARPU to service revenue and connection fees
Three months ended

29
Reconciliation of ARPU in Uzbekistan
(Unaudited)
($'000)
Dec 31,
2006
Sept 30,
2006
June 30,
2006
March 31,
2006
Dec 31,
2005
Sept 30,
2005
Service revenue and connection
fees
16,446
16,279
15,507
9,208
na
na
Less: Connection fees
0
0
0
0
na
na
Less: Revenue from rent of fiber-optic
channels
0
0
0

0
na
na
Service revenue used to calculate
ARPU
16,446
16,279
15,507
9,208
na
na
Average number of subscribers ('000)
625
490
456
273
na
na
ARPU (US$)
8.8
11.1
11.3
11.2
na
na
Average number of active subscribers ('000)
558
458
406
185
na
na
ARPU per active subscriber (US$)
9.8
11.8
12.7
16.6
na
na
Reconciliation of ARPU to service revenue and connection fees
Three months ended

30
Reconciliation of ARPU in Tajikistan
(Unaudited)
($'000)
Dec 31,
2006
Sept 30,
2006
June 30,
2006
March 31,
2006
Dec 31,
2005
Sept 30,
2005
Service revenue and connection
fees
840
74
119
185
na
na
Less: Connection fees
0
0
0
0
na
na
Less: Revenue from rent of fiber-optic
channels
0
0
0

0
na
na
Service revenue used to calculate
ARPU
840
74
119
185
na
na
Average number of subscribers ('000)
36
13
18
27
na
na
ARPU (US$)
7.8
1.9
2.2
2.3
na
na
Average number of active subscribers ('000)
31
8
10
12
na
na
ARPU per active subscriber (US$)
9.0
3.1
4.0
5.1
na
na
Reconciliation of ARPU to service revenue and connection fees
Three months ended

31
Reconciliation of ARPU in Armenia (Unaudited)
Note: data for 4Q represent data for 1.5 months since the moment of acquisition
($'000)
Mobile ARPU
Fixed ARPU
Service revenue and connection
fees
10,451
16,922
Less: Connection fees
0
0
Less: Revenue from rent of fiber-optic
channels
0
-
Service revenue used to calculate
ARPU
10,451
16,922
Average number of subscribers ('000)
445
609
ARPU (US$)
15.7
18.5
Three months ended December 31, 2006
Reconciliation of ARPU to service revenue and connection fees