

OJSC "AEROFLOT – RUSSIAN AIRLINES"

CONSOLIDATED BALANCE SHEET AS OF DECEMBER 31, 2006 (Amounts in millions of US Dollars)

	Notes	2006	2005
ASSETS			
Current assets			
Cash and cash equivalents	13	181.3	109.5
Short-term investments	14	44.9	30.5
Accounts receivable and prepayments, net	15	701.3	574.9
Short-term aircraft lease deposits		-	4.4
Expendable spare parts and inventories	16	79.0	61.6
		<u>1,006.5</u>	<u>780.9</u>
Non-current assets			
Equity accounted investments	17	21.5	14.1
Long-term investments	18	18.9	16.8
Aircraft lease deposits		4.7	4.4
Deferred tax assets	12	7.1	5.0
Other non-current assets	19	119.9	6.7
Property, plant and equipment	20	1,227.5	794.3
		<u>1,399.6</u>	<u>841.3</u>
TOTAL ASSETS		<u>2,406.1</u>	<u>1,622.2</u>
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	21	485.4	333.2
Unearned transportation revenue		123.6	99.6
Short-term borrowings	24	228.8	100.9
Provisions	22	7.2	7.2
Current portion of finance lease payable	26	52.2	26.1
		<u>897.2</u>	<u>567.0</u>
Non-current liabilities			
Long-term borrowings	25	5.7	76.0
Finance lease payable	26	453.0	281.3
Provisions	22	76.1	81.4
Deferred tax liabilities	12	32.5	36.5
Other non-current liabilities	23	152.7	12.5
		<u>720.0</u>	<u>487.7</u>
Capital and reserves			
Share capital	27	51.6	51.6
Treasury stock	27	(33.5)	(32.9)
Investments revaluation reserve		11.0	8.8
Cumulative translation reserve		2.7	0.3
Retained earnings	28	752.7	530.8
Equity attributable to equity holders of the parent		784.6	558.6
Minority interest		4.3	8.9
		<u>788.9</u>	<u>567.5</u>
TOTAL LIABILITIES AND EQUITY		<u>2,406.1</u>	<u>1,622.2</u>

V. M. Okulov
General Director

May 29, 2006

M. I. Poluboyarinov
Deputy General Director
Finance and Planning

The accompanying notes form an integral part of these consolidated financial statements.
The Independent Auditors' Report is presented on pages 2-3.