

The logo for SITRONICS, featuring the word in a sans-serif font with a yellow 'O' that has a horizontal cutout.

SITRONICS

A large, light gray watermark of the SITRONICS logo is centered on the page, serving as a background for the title text.

**SITRONICS**  
**FY2010 Financial Results**  
**Presentation**

Some of the information in this presentation may contain projections or other forward-looking statements regarding future events or the future financial performance of SITRONICS. You can identify forward looking statements by terms such as “expect,” “believe,” “anticipate,” “estimate,” “intend,” “will,” “could,” “may” or “might” the negative of such terms or other similar expressions.

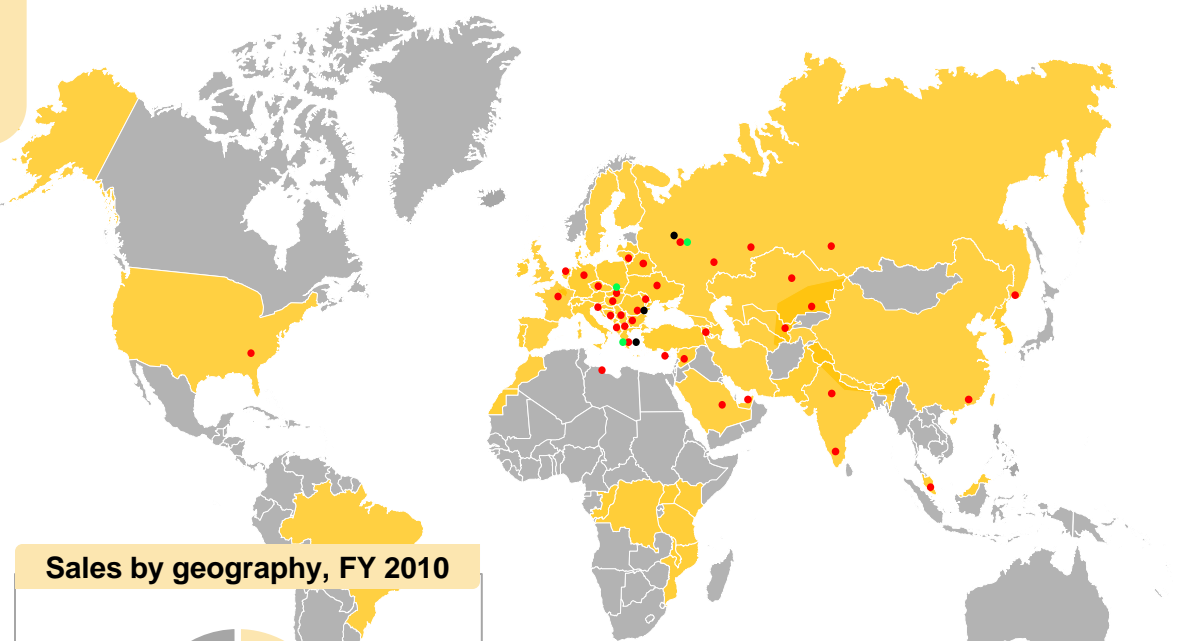
We wish to caution you that these statements are only predictions and that actual events or results may differ materially. We do not intend to update these statements to reflect events and circumstances occurring after the date hereof or to reflect the occurrence of unanticipated events.

Many factors could cause the actual results to differ materially from those contained in our projections or forward-looking statements, including, among others, general economic conditions, our competitive environment, risks associated with operating in Russia and other CIS countries, rapid technological and market change in our industries, as well as many other risks specifically related to SITRONICS and its operations.

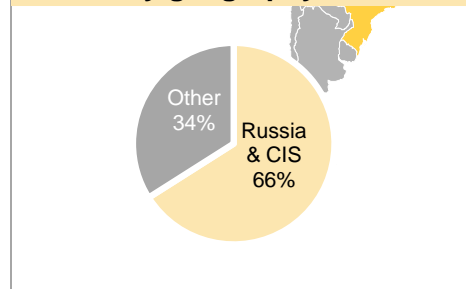
- ▶ HQ in Moscow, Russia
- ▶ 3,500 corporate clients in 60 countries
- ▶ FY 2010 revenues of over US\$ 1.2 bn
- ▶ 8,000 employees in 30 countries

- ▶ Established in 2002 & today one of the largest multinational high-tech companies in Russia, CIS & Eastern Europe
- ▶ Major partner of the Russian Government in the development of high-tech industry, & on list of Russia's strategically important companies
- ▶ Vertically integrated business model with 3 primary segments:
  - ▶ Microelectronics
  - ▶ Telecom Solutions
  - ▶ Information Technologies
- ▶ SITRONICS operates R&D centres in Russia (Moscow, Saint-Petersburg, Zelenograd and Yekaterinburg), the Czech Republic (Prague), Greece (Athens) and India (New Delhi) & manufacturing facilities in Russia, the Czech Republic and Romania

## Leading IT & Hi-Tech Company with International Footprint



Sales by geography, FY 2010



- Countries where SITRONICS provides its solutions
- Production facilities
- Sales hubs
- Research and development

**SITRONICS is a unique technology company in Russia and a leading player in fast-growing regions worldwide**

<i>(US\$ millions)</i>	Q4 2010	Q4 2009	FY 2010	FY 2009
Revenues	484.5	398.8	1,166.9	1,024.2
Adjusted OIBDA	62.2	54.0	122.1	101.1
Adjusted OIBDA margin	12.8%	13.5%	10.5%	9.9%
Impairments losses and reserves	(7.4)	(73.0)	(16.5)	(94.4)
Total OIBDA	54.8	(19.0)	105.6	6.7
OIBDA margin	11.3%	(4.8%)	9.1%	0.7%
Net loss from continuing operations	16.7	(43.7)	59.7	(100.8)
Net loss from discontinued operations	-	-	-	(26.2)
Net income/ (loss) attributable to SITRONICS	19.2	(37.3)	(45.6)	(119.1)
Total assets	2,010.1	1,926.8	2,010.1	1,926.8

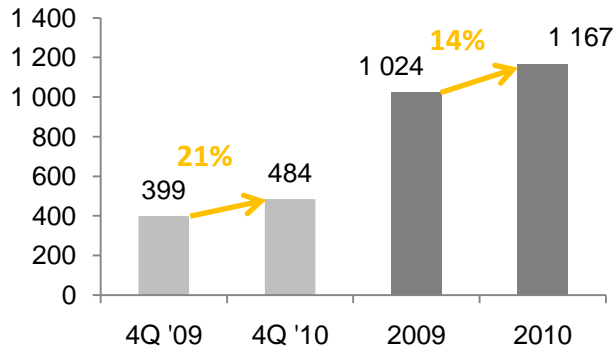
**14% revenues growth 2009 vs. 2010**

**21% revenues growth 4Q09 vs. 4Q10**

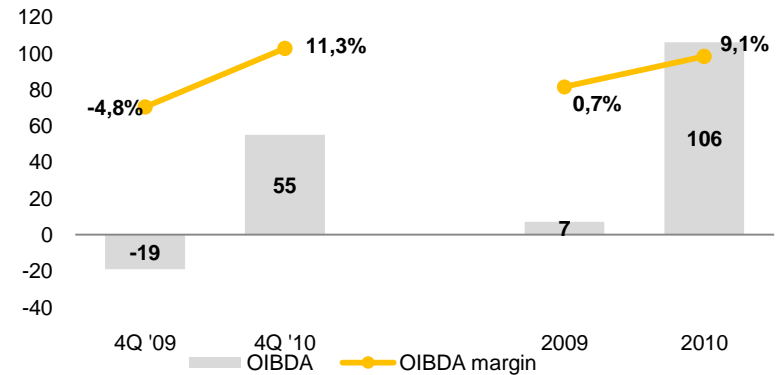
**OIBDA growth by ~ 16 times vs. 2009**

**US\$ 19.2 mln net profit for 4Q**

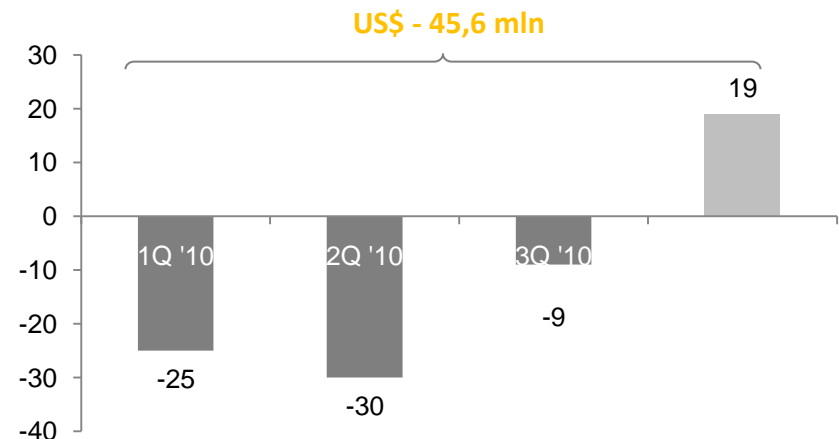
## Revenues, US\$ mln



## OIBDA (OIBDA margin), US\$ mln



## Net profit, US\$ mln

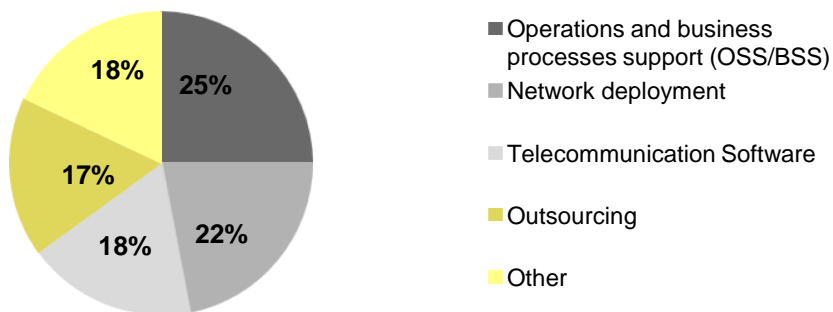


### Key Events

- ▶ We met our full year 2010 financial guidance
- ▶ Intend to open OSS/BSS R&D centers close to our clients, in our most important territories, including St. Petersburg, Zelenograd and Krasnodar in Russia; to develop OSS/BSS R&D activities in India
- ▶ SITRONICS successfully repaid, refinanced or extended US\$ 381 mln of loans in 2010
- ▶ Over US\$ 491 mln of new contracts were secured since December 2010

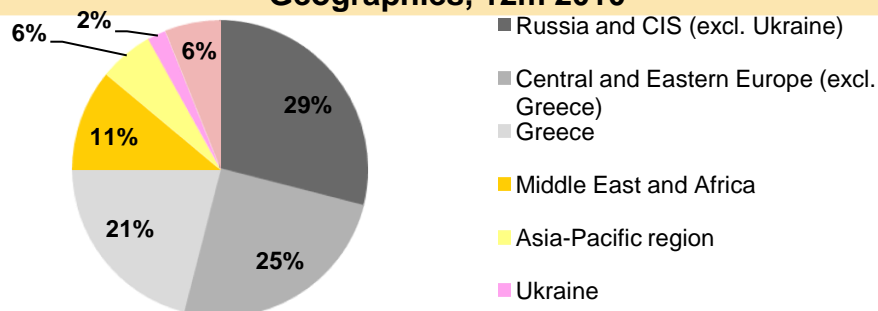
**Since 2009 the Group has been successfully implementing measures to enter new markets, optimize its business portfolio, manage its debt profile and decrease costs and spendings**

## Key products, 12m 2010

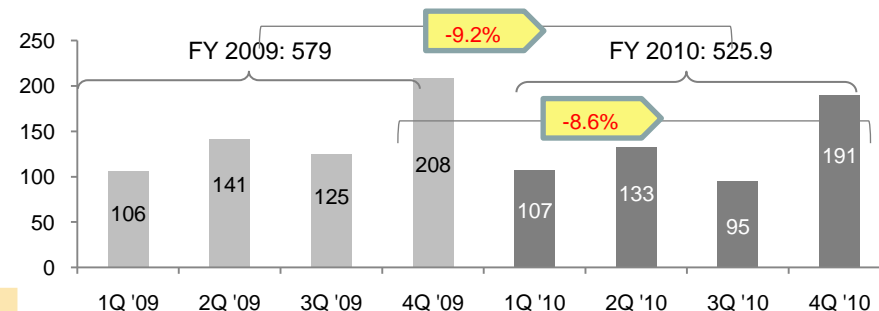


- ▶ Segment revenues were down 9.2%, which reflected the slow recovery of demand levels in the telecommunications industry and the adverse prevailing market conditions in Greece
- ▶ OIBDA margin more than doubled for the full year following cost savings initiatives implemented during 2010

## Geographies, 12m 2010

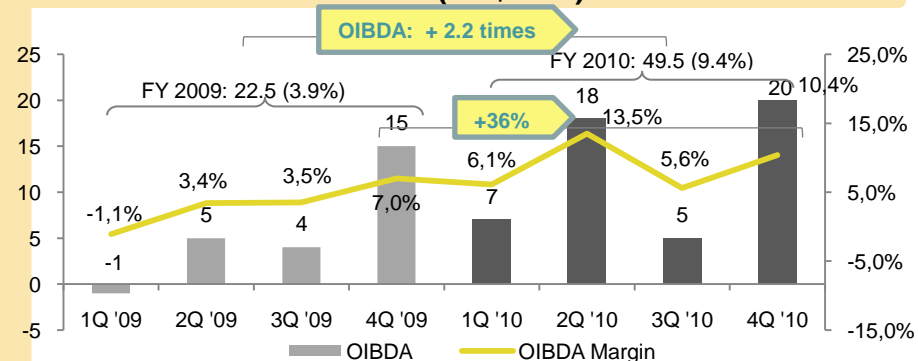


## Revenue (US\$ mln)

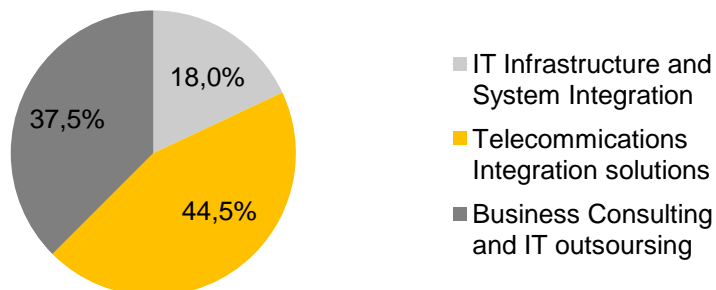


- ▶ SITRONICS is Top-14 in the global market of radio-relay equipment
- ▶ Top-4 in the OSS/BSS market in Eastern Europe
- ▶ MTS' pre-paid subscribers in Ukraine, Belarus, Uzbekistan, Warid Telecom Uganda and Telecom Srbija's post-paid subscribers were successfully migrated to FORIS solution, and a new billing system was established for Sistema Shiyam Teleservices; delivering FORIS solution to MGTS
- ▶ Contracts with SSTL (India), Etisalat (UAE), MAXIS (Malaysia), Warid Telecom (Uganda), Syrian Telecommunications Establishment (Syria), PTCL (Pakistan), DiscoveryTel (Ghana), Moldtelecom (Moldavia's incumbent telecoms operator), Svyazinvest (Russia), Telekom Srpske (Bosnia and Herzegovina), Vodafone (the Czech Republic), Telecom Srbija)

## OIBDA (US\$ mln)

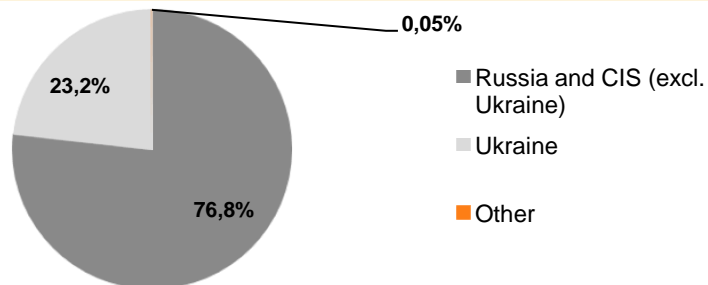


## Key products, 12m 2010



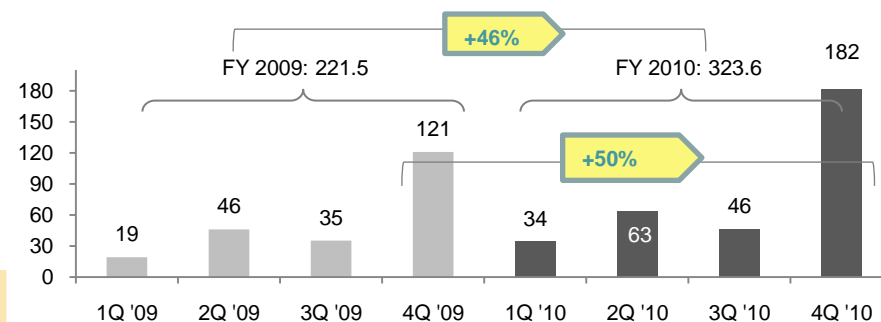
- ▶ Revenues were up 46% for the full year, which primarily reflected the increased number of completed projects
- ▶ OIBDA margin decreased following a higher proportion of lower-margin products when compared to last year

## Geographies, 12m 2010

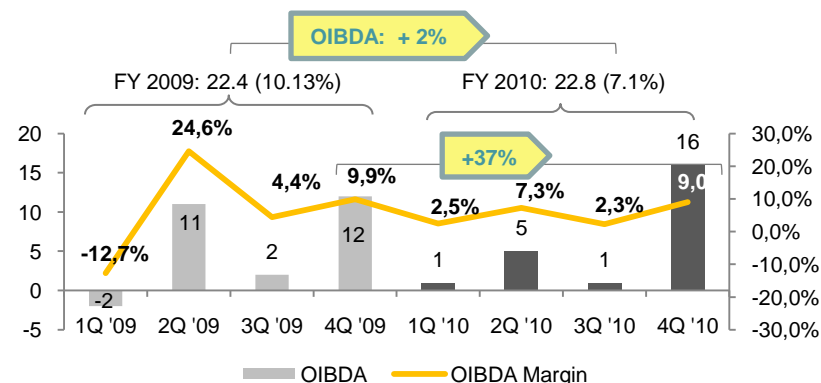


- ▶ SITRONICS Information Technologies is one of the leading IT companies in Russia and Ukraine
- ▶ Contract with the Moscow city government in December to audit the city's telecommunications infrastructure and create a plan for its modernization, and won a tender to create an Intelligent Transport System for the city
- ▶ Projects for the regional governments of Bashkortostan, Tatarstan, Mordovia and Yamalo-Nenetskiy Region
- ▶ Contracts in telecom sector (MTS, Svyazinvest), in financial sector (Sberbank of Russia, UkrSotsbank, VTB Ukraine, Renaissance Insurance, Rosno), industrial sector (Detsky Mir, Bashneft, Rusal, Norilsk Nickel), public sector (Moscow State University, more than 700 schools across the Russian regions and CIS countries, Bashkirian Ministry of Education)

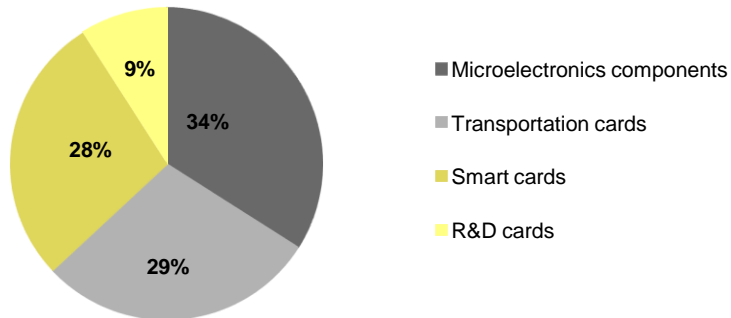
## Revenue (US\$ mln)



## OIBDA (US\$ mln)

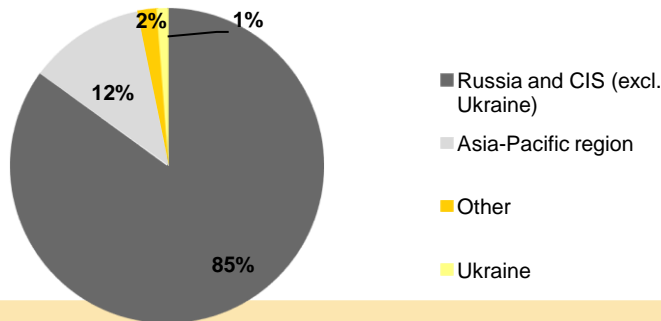


## Key products, 12m 2010



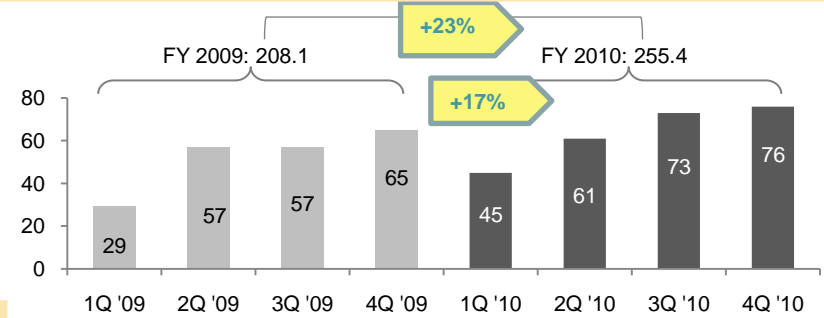
- ▶ Revenues were up 23% for the full year, following increased contract volumes
- ▶ OIBDA margin increased more than sevenfold for the full year due to absence of the significant amount of impairment losses and reserves compared to 2009

## Geographies, 12m 2010

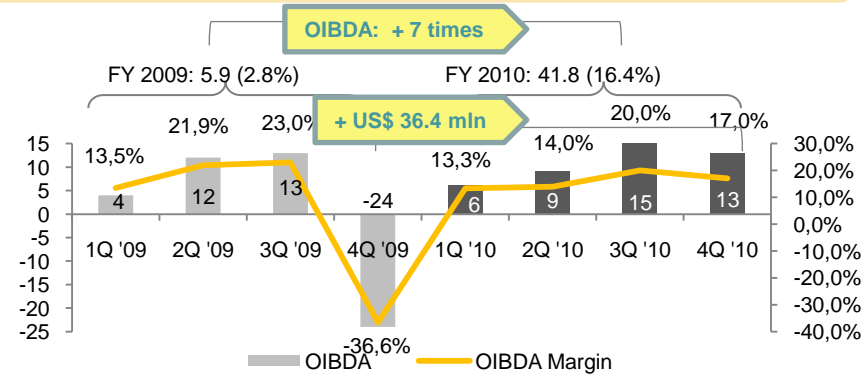


- ▶ SITRONICS Microelectronics is the most advanced microelectronics component producer in Russia and the CIS and an absolute leader in the microelectronics market
- ▶ Delivering RFID cards for Moscow Metro and Aeroexpress (subsidiary of Russian Railways), and also for use in Istanbul overground transport system (Turkey)
- ▶ Investment agreement with RUSNANO to produce 90 nanometres microchips
- ▶ Supplying of banking cards to Sberbank, VTB24, Home Credit, Svyaznoy Bank and Barclays Bank. Outsourcing the personalization of magnetic banking cards for Sberbank of Russia
- ▶ 60% of SIM cards market in Russia and CIS (MTS, MegaFon, SMARTS, VimpelCom)

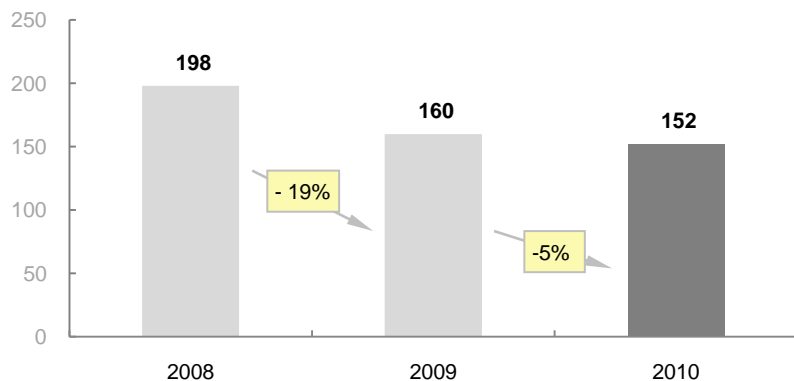
## Revenue (US\$ mln)



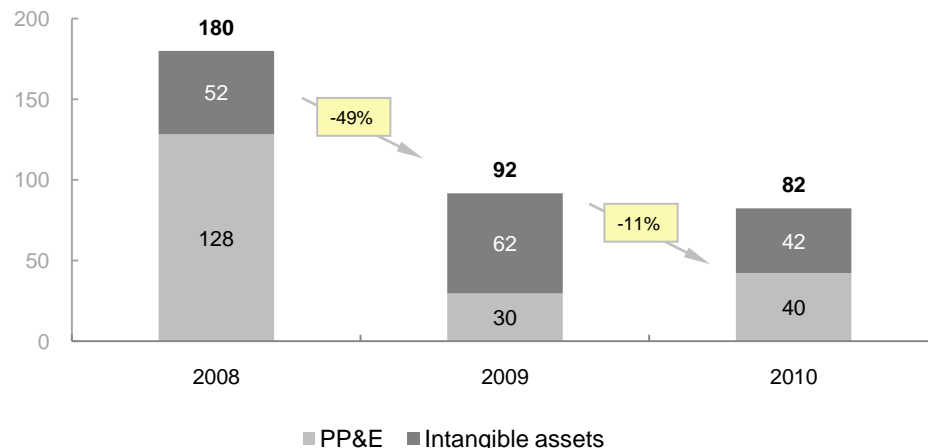
## OIBDA (US\$ mln)



### SG&A costs\* (US\$ mln)



### CAPEX (US\$ mln)

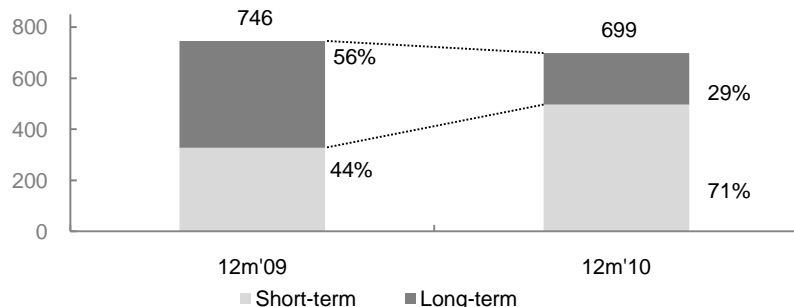


\* Excluding Impairment losses and reserves

- ▶ Operating expenses, primarily Selling, General and Administrative expenses (SG&A) were reduced considerably during 2009-2010 following the implementation of cost reduction programme
- ▶ 8% reduction in headcount from 8,700 employees in 2009 to 8,000 at the end of 2010
- ▶ Capital expenditures were substantially decreased by postponing less urgent projects to further periods of time

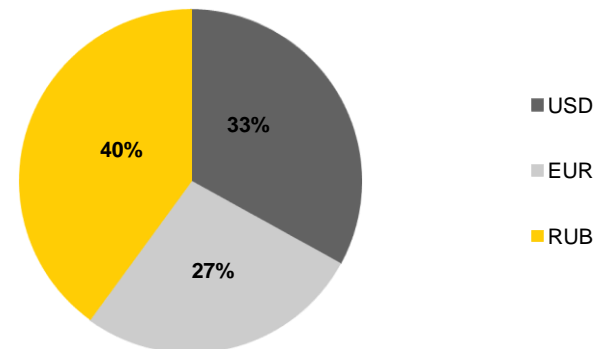
**The reduction in costs and the sale of low margin It distribution business enabled us to deliver an increased adjusted OIBDA\*\* margin of 11% for the full year 2010**

## Debt split by tenor as of September 30, 2010

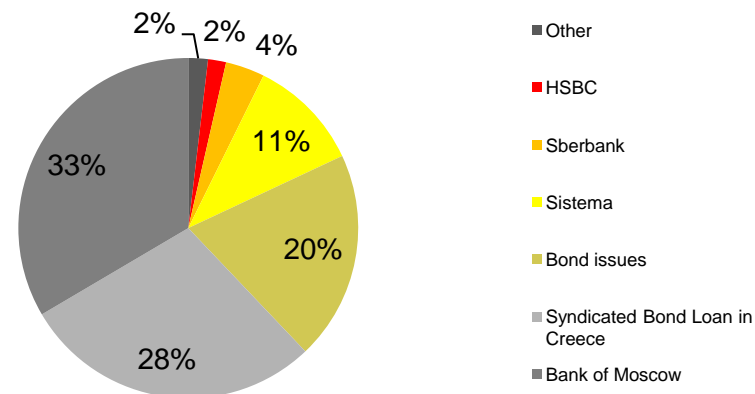


- ▶ SITRONICS successfully repaid, refinanced or extended over US\$ 381 million of debt at the end of 2010.
- ▶ The proportion of long-term debt to total debt amounts to 29% compared to 56% at the end of 2009 following the signing of the US\$ 230 Bank of Moscow loan facility and the move of the EUR 120 million syndicated loan to current liabilities.
- ▶ Decreasing average borrowing cost - 7.5% (8.6% at the end of 2009).
- ▶ Net debt decreased from US\$ 584 mln to US\$ 483 mln due to total debt reduction and cash increase
- ▶ 2010 Debt / adjusted OIBDA : 5.7 – decrease from 7.4
- ▶ Cash and cash equivalents increased by 62% to US\$ 262 mln
- ▶ Operating cash flow increased by 21% to US\$ 177.5 mln

## Debt split by currency as of December 31, 2010



## Debt structure as of December 31, 2010



**Successful management of debt portfolio & goal to reduce total debt over time**



## Microelectronics:

- ▶ Supply of banking cards to Sberbank, VTB24, Russian Standard Bank, Home Credit, Barclays Bank and others. Contract to outsource the personalization of magnetic banking cards for Sberbank of Russia
- ▶ Supplying SIM cards to MTS, MegaFon, VimpelCom and SMARTS – SITRONICS share on SIM cards market is about 60%
- ▶ Delivering RFID cards for Moscow Metro and Aeroexpress (subsidiary of Russian Railways), and also for use in Istanbul overground transport system (Turkey); delivering 180 mn microchips to South East Asia
- ▶ Produced the first sample 90 nanometer microchips that positions Russia as one of the ten countries globally that are utilizing this groundbreaking technology

## Telecommunication Solutions:

- ▶ **HARDWARE:** Extension of the geographical footprint on fast-growing markets: Svyazinvest (Russia), SSTL (India), Telekom Srpske (Bosnia and Herzegovina), Vodafone (the Czech Republic), Telecom Srbija (Serbia), Moldtelecom (Moldavia's incumbent telecoms operator), Etisalat (UAE), MAXIS (Malaysia), Warid Telecom (Uganda), Syrian Telecommunications Establishment (Syria), PTCL (Pakistan), DiscoveryTel (Ghana)
- ▶ **SOFTWARE:** Delivering FORIS solution to MTS Ukraine, MTS Belarus, MTS Uzbekistan, MGTS, Warid Telecom Uganda, Telecom Srbija and Sistema Shiyam Teleservices.



## Information Technologies:

- ▶ **GOVERNMENT:** Contract with the Moscow city government in December to audit the city's telecommunications infrastructure and create a plan for its modernization, and won a tender to create an Intelligent Transport System for the city; implementing e-government project for the Bashkirian government; started e-government solutions for Republic of Mordovia, Republic of Tatarstan and Yamalo-Nenetskiy Region
- ▶ **TELECOMS:** Contract with Oracle to use an unlimited number of Oracle licenses for MTS. This is the largest ever agreement of its kind in Russia and the CIS.
- ▶ **FINANCIAL INSTITUTIONS:** Started implementing a CRM solution for Sberbank in Russia and built a data processing centre for Sberbank in Ukraine; Contract to implement a universal banking solution Oracle FLEXCUBE in Prominvestbank, daughter company of Vnesheconombank in Ukraine
- ▶ **THE PUBLIC SECTOR:** Delivering a supercomputer to Moscow State University;
- ▶ **DIVERSIFIED INDUSTRIALS SECTOR:** Delivered the UTILIS Metering Suite, which provides automated monitoring of energy, to Bashkirenergo (Russia) and Uzbekenergo (Uzbekistan); contract to create Unified Transport Network for Bashneft and its subsidiaries; started installation of Data Processing Center for the company and upgrade the telemechanics systems of its oil production subsidiaries



# Growing points: Five focus breakthrough areas (1)

12

## Area

## Products/solutions

## Goals/plans

1

### EFFICIENT TELECOM

- OSS/BSS solutions
  - Equipment for wireless networks and broadband access
  - Data network deployment and technical support
  - Proprietary SIM cards
- Developing a convergent billing solution product family
  - Becoming a world-leading vendor in the areas of wireless network construction and provision of wireless broadband access
  - Working actively in international markets
  - Establishing partnerships with leading vendors of telecommunication equipment
  - Increasing investments to R&D

2

### EFFICIENT REGION

- Executive body integrated automation
  - Infrastructure for the Universal Electronic Card (UEC), integration of E-payment and UEC systems
  - Crisis and situation centres, public address system OKSION (Russian acronym for 'All-Russia Comprehensive Communication and Public Address System for Places of Public Gathering')
  - E-Government services for a region
- Using the Company's own semiconductor manufacturing capabilities to manufacture the chip for the UEC
  - Improving the competencies in UEC infrastructure deployment in the country's regions
  - Developing proprietary solutions for executive body automation and electronic government creation
  - Establishing strategic partnerships in the country's regions with the view of security systems development

# Growing points: Five focus breakthrough areas (2)

13

## Area

## Products/solutions

## Goals/plans

3

### EFFICIENT CITY

- City and municipal asset management
- Transport payment automation based on RFID-technology
- City security systems and public address systems
- Multimedia information and educational systems

- Developing the Company's competencies in the area of intelligent transport systems
- Creating proprietary products/solutions for the comprehensive city security
- Creating a replicable solution for city asset management

4

### EFFICIENT COMPANY

- Development of IT strategies, implementation of solutions such as BI, ERP, CRM
- IT infrastructure deployment (DPCs, etc.) with the possibility of outsourcing of these functions
- Development of a company's integrated safety system
- RFID-based solutions

- Strengthening the Company's position as a leading provider of IT solutions for the corporate sector
- Strengthening the partnerships with leading vendors (Oracle, SAP, IBM, Microsoft), establishing Centres of Excellence
- Enhancing the product portfolio due to jointly-developed products with the vendors

5

### EFFICIENT POWER ENGINEERING

- Energy resource accounting and billing
- Situation and crisis centres
- Modern RFID-based solutions, Glonass/GPS and EAM in the areas of asset servicing and management
- Automated process control systems

- Developing comprehensive RFID-based and Glonass-based asset management solutions and proprietary energy resource accounting and billing products
- Establishing cooperation with mobile network operators in the CIS in the areas of billing and housing and communal services
- Manufacturing component resources for smart meters

# Conclusions

- ▶ SITRONICS delivered accelerated sales growth and substantially increased profitability levels on the back of higher contract volumes and lower costs
- ▶ SITRONICS strengthened and extended its key public and private sector customer relationships and competitive market positions
- ▶ SITRONICS secured almost 1 billion dollars worth of new contracts since the beginning of last year
- ▶ SITRONICS won a large scale tender in Moscow, so the company has a strong forward pipeline and is continuing to execute on its business strategy
- ▶ SITRONICS generated positive operating cash flow, which has enabled the company to reduce its net debt level significantly
- ▶ **SITRONICS guidance for 2011:**
  - Continue to outperform industry growth levels and generate revenue growth of between 15% and 20%
  - to maintain OIBDA margin in line with FY 2010 levels, when excluding the 90 nanometer technology project
  - to generate positive operating cash flow



# Appendix

## Group consolidated statement of operations, FY 2010, '000 USD

	<u>2010</u>	<u>2009</u>
Revenues	\$ 1,166,928	\$ 1,024,219
Cost of sales, exclusive of depreciation and amortization shown separately below	(884,253)	(746,501)
Research and development expenses	(18,686)	(21,162)
Selling, general and administrative expenses	(151,867)	(159,706)
Depreciation and amortization	(90,845)	(58,012)
Impairment losses and reserves	(16,475)	(94,387)
Other operating income, net	9,974	4,240
<b>OPERATING INCOME/(LOSS)</b>	<u>14,776</u>	<u>(51,309)</u>
Interest income	7,102	11,069
Interest expense	(78,544)	(62,942)
Foreign currency transactions losses	(890)	(3,167)
Gain on sale of associates	7,885	-
Equity in net income of investees	1,389	536
Other non-operating gains/(losses)	18	(9,282)
Loss from continuing operations before income tax	<u>(48,264)</u>	<u>(115,095)</u>
Income tax (expense)/benefit	(11,406)	14,288
<b>LOSS FROM CONTINUING OPERATIONS</b>	<u>(59,670)</u>	<u>(100,807)</u>
Loss from discontinued operations, net of income tax expense of \$nil and \$317, respectively	-	(404)
Loss from disposal of discontinued operations, net of income tax expense of \$nil and \$nil, respectively	-	(25,750)
Loss on discontinued operations	<u>-</u>	<u>(26,154)</u>
<b>NET LOSS</b>	<u>\$ (59,670)</u>	<u>\$ (126,961)</u>
Less: net loss attributable to non-controlling interest	14,051	7,886
<b>NET LOSS ATTRIBUTABLE TO SITRONICS</b>	<u>\$ (45,619)</u>	<u>\$ (119,075)</u>
<b>EARNINGS PER SHARE – BASIC AND DILUTED, US cents:</b>		
Loss from continuing operations:	(0.53)	(1.05)
Loss from discontinued operations:	-	(0.30)
Net loss	<u>(0.53)</u>	<u>(1.35)</u>
Weighted average number of common shares outstanding, basic and diluted:	<u>8,615,020,320</u>	<u>8,828,989,131</u>
<b>AMOUNTS ATTRIBUTABLE TO SITRONICS:</b>		
Loss from continuing operations, net of tax	(45,619)	(92,921)
Loss from discontinued operations, net of tax	-	(26,154)
<b>NET LOSS</b>	<u>\$ (45,619)</u>	<u>\$ (119,075)</u>

## Group consolidated statement of operations, FY 2010, '000 USD

	<u>2010</u>	<u>2009</u>
<b>NET LOSS</b>	\$ (59,670)	\$ (126,961)
<b>Other comprehensive loss, net of tax:</b>		
Translation adjustment, net of tax	(21,792)	(8,548)
Unrecognized actuarial (loss)/gains, net of tax	<u>(729)</u>	<u>306</u>
<b>Total other comprehensive loss, net of tax</b>	<u>(22,521)</u>	<u>(8,242)</u>
<b>COMPREHENSIVE LOSS</b>	<b>(82,191)</b>	<b>(135,203)</b>
Comprehensive loss attributable to non-controlling interest	24,648	7,439
<b>COMPREHENSIVE LOSS ATTRIBUTABLE TO SITRONICS</b>	<u><u>\$ (57,543)</u></u>	<u><u>\$ (127,764)</u></u>

## Group consolidated statement of cash flow, FY 2010, '000 USD

	<u>2010</u>	<u>2009</u>
<b>OPERATING ACTIVITIES:</b>		
Net loss	\$ (59,670)	\$ (126,961)
Adjustments to reconcile net loss to net cash provided by/ (used in) operations:		
Depreciation and amortization	90,845	58,012
Gain from disposal of property, plant and equipment	(1,560)	(857)
(Gain)/ loss on disposal of subsidiaries and associates	(7,885)	26,154
Equity in net income of investees	(1,389)	(536)
Deferred income tax	(4,196)	(21,855)
Bad debt expense	9,447	54,627
Inventory obsolescence provision	5,956	18,882
Stock based compensation	2,596	5,248
Change in liability for uncertain tax positions	(1,300)	9,296
Impairment losses and reserves	1,072	28,666
Unrealized foreign currency transactions	76	14,393
Changes in operating assets and liabilities:		
Trade receivables	(24,596)	126,616
Other receivables and prepaid expenses	(33,180)	3,347
Inventories	(1,881)	17,401
Trade accounts payable	64,127	(15,687)
Taxes payable	26,324	7,268
Accrued expenses and other current liabilities	<u>112,715</u>	<u>(56,855)</u>
Net cash provided by operating activities	<u>\$ 177,501</u>	<u>\$ 147,159</u>
<b>INVESTING ACTIVITIES:</b>		
Purchases of property, plant and equipment	(42,331)	(29,569)
Proceeds from disposals of property, plant and equipment	1,938	1,050
Purchases of intangible assets	(40,036)	(62,113)
Purchases of businesses, net of cash acquired	-	(4,435)
Proceeds from sale of businesses	-	1,458
Cash disposed on the sale of businesses	-	(10,455)
Change in restricted cash	1,011	6,032
Purchases of short-term deposits and loans	(693)	(14,381)
Proceeds from short-term deposits and loans	441	3,924
Purchases of long-term investments	(7,969)	(554)
Proceeds from sale of long-term investments	<u>8,002</u>	<u>1,130</u>
Net cash used in investing activities	<u>\$ (79,637)</u>	<u>\$ (107,913)</u>

## Group consolidated statement of cash flow, FY 2010, '000USD

	<u>2010</u>	<u>2009</u>
<b>FINANCING ACTIVITIES:</b>		
Proceeds from short-term borrowings	\$ 221,574	\$ 454,743
Principal payments on short-term borrowings and current portion of long-term borrowings	(405,543)	(771,454)
Proceeds from long-term borrowings	210,844	331,754
Principal payments on long-term borrowings	(7,216)	(8,227)
Principal payments on capital lease obligations	(3,882)	(7,555)
Debt issuance costs	(1,067)	(3,883)
Proceeds from stock options exercised	-	2,800
Acquisition of non-controlling interest in existing subsidiary	(3,510)	-
Repurchase of common stock	(307)	(1,119)
Net cash provided by/(used in) financing activities	\$ <u>10,893</u>	\$ <u>(2,941)</u>
Effects of exchange rate changes on cash and cash equivalents	(8,933)	(136)
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>\$ 99,824</b>	<b>\$ 36,169</b>
CASH AND CASH EQUIVALENTS from continued operations, beginning of the year	161,864	116,720
CASH AND CASH EQUIVALENTS from discontinued operations, beginning of the year	-	8,975
<b>TOTAL CASH AND CASH EQUIVALENTS, beginning of the year</b>	<b>\$ <u>161,864</u></b>	<b>\$ <u>125,695</u></b>
CASH AND CASH EQUIVALENTS from continued operations, end of the year	261,688	161,864
CASH AND CASH EQUIVALENTS from discontinued operations, end of the year	-	-
<b>TOTAL CASH AND CASH EQUIVALENTS, end of the year</b>	<b>\$ <u><u>261,688</u></u></b>	<b>\$ <u><u>161,864</u></u></b>
<b>CASH PAID DURING THE YEAR FOR:</b>		
Interest, net of amounts capitalized	\$ (61,731)	\$ (42,991)
Income taxes	(6,866)	(5,457)
<b>NON-CASH ITEMS:</b>		
Equipment acquired under capital lease	\$ 2,567	\$ 173,413
Amounts due for purchase of long-lived assets	10,869	49,611

## Group consolidated balance sheet, FY 2010, '000 USD

	<u>2010</u>	<u>2009</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 261,688	\$ 161,864
Short-term deposits and loans	1,229	2,315
Trade receivables, net	422,011	406,388
Other receivables and prepaid expenses, net	128,231	100,269
Inventories, net	152,418	154,790
Restricted cash	34	1,116
Deferred tax assets, current portion	28,020	30,868
Total current assets	<u>993,631</u>	<u>857,610</u>
<b>NON-CURRENT ASSETS:</b>		
Property, plant and equipment, net	439,076	456,971
Intangible assets, net	175,698	197,319
Goodwill	86,858	86,858
Inventories, net	13,716	17,792
Long-term investments	230,716	222,384
Long-term trade receivables	38,725	58,154
Deferred tax assets, non-current portion	28,149	23,855
Other long-term assets	3,500	5,884
Total non-current assets	<u>1,016,438</u>	<u>1,069,217</u>
<b>TOTAL ASSETS</b>	<b>\$ <u>2,010,069</u></b>	<b>\$ <u>1,926,827</u></b>

## Group consolidated balance sheet, FY 2010, '000 USD

	<u>2010</u>	<u>2009</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Trade accounts payable	\$ 306,413	\$ 269,504
Taxes payable	58,507	34,466
Accrued expenses and other current liabilities	245,703	136,479
Short-term loans and notes payable	131,779	193,959
Current portion of long-term debt	397,552	135,596
Deferred tax liabilities, current portion	16,388	16,041
<b>Total current liabilities</b>	<b><u>1,156,342</u></b>	<b><u>786,045</u></b>
<b>LONG-TERM LIABILITIES:</b>		
Capital lease obligations	168,307	167,558
Long-term debt	215,324	416,299
Other long-term liabilities	8,693	9,937
Deferred tax liabilities, non-current portion	19,212	20,385
<b>Total long-term liabilities</b>	<b><u>411,536</u></b>	<b><u>614,179</u></b>
<b>TOTAL LIABILITIES</b>	<b><u>1,567,878</u></b>	<b><u>1,400,224</u></b>
<b>EQUITY:</b>		
<b>SHAREHOLDERS' EQUITY:</b>		
Share capital (9,547,087,190 and 9,547,087,190 shares authorized and issued as of December 31, 2010 and 2009, respectively, with par value of 1 Russian Ruble)	335,764	335,764
Treasury stock (1,000,089,605 and 688,052,044 shares as of December 31, 2010 and 2009, respectively, with par value of 1 Russian Ruble)	(56,817)	(46,158)
Shareholder's receivable	-	(10,215)
Additional paid-in capital	431,507	429,774
Accumulated deficit	(387,961)	(342,342)
Accumulated other comprehensive (loss)/income	(4,381)	7,543
Foreign currency translation	(4,341)	7,211
Defined benefit postretirement plan	(40)	332
<b>TOTAL EQUITY ATTRIBUTABLE TO SITRONICS</b>	<b><u>318,112</u></b>	<b><u>374,366</u></b>
Equity attributable to non-controlling interest	124,079	152,237
<b>TOTAL EQUITY</b>	<b><u>442,191</u></b>	<b><u>526,603</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u>\$ 2,010,069</u></b>	<b><u>\$ 1,926,827</u></b>

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