



MDM Bank Reports Solid Results in 2006

Moscow, 06 April 2006 - MDM Bank published its consolidated IFRS financial statements for the year ended 31 December 2006, which were audited by KPMG. For the year ended 31 December 2006, MDM Bank reported **net attributable profit after taxation in amount of RUR 3 320 million** (2005: RUR 3 228 million).

Other highlights included:

- **Net interest and net fee income increased by 51%** to RUR 11 366 million, compared to RUR 7 532 million in 2005;
- During the year, total **gross loan portfolio grew by 106%** to RUR 171 374 million, compared to RUR 83 162 million at the end of 2005;
- **Return on average equity for the 2006 stood at 13.0%** compared with 14.7% ROAE for 2005;
- **Total assets rose by 75%** to RUR 243 122 million (YE 2005: RUR 138 793 million);
- **Cost/Income ratio in 2006 increased slightly to 51.5%** (2005: 50.2%).

Full text of the financial statements for 2006 can be found on MDM's web site at:

<http://www.mdmbank.com/content.htm?folder=1578>

MDM Bank

MDM Bank was founded in December 1993 and holds a General Banking License issued by the Central Bank of Russia (#2361 dated 13 February 2003). It is one of the most profitable banks in Russia. Today, MDM Bank is a modern universal financial institution offering a full range of services to its clients. MDM has one of the highest credit ratings among privately-owned Russian banks: Standard & Poor's (BB-, stable), Fitch Ratings (BB-, positive) and Moody's (Ba2, stable), and is the only Russian financial organization that has been given a public corporate governance rating by Standard & Poor's (6+).

The magazine Global Finance named MDM Bank "Best Domestic Bank" in 2005 and has also awarded it the "Editor's Special Award for Transparency." Global Finance named MDM Bank the Best Bank in Russia in four Categories for 2006: Best Forex Bank, Best Domestic Bank, Best Domestic M&A Arranger, and Best Bank in Corporate Governance. In October 2006, Euromoney magazine awarded MDM Bank "A Leading Bank in Corporate Governance in Emerging Europe". Global Finance also named MDM Bank "Russia's Best Foreign Exchange Bank" in 2007 and has again awarded it the "Corporate Governance Editors Award".

MDM Bank achieved the top ranking in the Standard and Poor's Transparency and Disclosure Survey by Russian Banks in 2006. It has also been awarded with the magazine "Euromoney" diploma as one of the leading banks in Russia and Emerging Europe, applying the most advanced standards of corporate governance.

Inquiries:

Investor Relations
+7 495 221 30 75

Public Relations
+7 495 363 27 41