

## Dear Clients, Partners, Investors and Employees of Promsvyazbank,

Last year was the landmark for Promsvyazbank; we celebrated our 10<sup>th</sup> anniversary! The Bank has approached its 10-year anniversary as an institution of federal magnitude, whose business is measured by tens of billions Rubles and hundreds of millions US Dollars.

Nowadays, Promsvyazbank is among the 1,000 major lending institutions of the world and top 15 Russian banks by all the basic financial indicators, and holds leading positions on the market of Central and Eastern Europe.

Promsvyazbank has more than 32,000 corporate clients representing various industries and over 300,000 private individuals. 2005 results showed that profit rose by 35 %, reaching RUR 1.7 billion.

The main event of 2005 was the inclusion in Promsvyazbank of shareholders of Nova Ljubljanska Banka, one of the largest banks in Eastern Europe. Bank's rating was upgraded by international rating agencies of the "big three".

Considerable attention has been traditionally paid to the international business. US\$ 425 million were raised just in the last year on the international markets. The resources thus raised were then invested in promising and reliable projects. The scope of corporate lending and factoring operations increased significantly. Promsvyazbank repeatedly acted as the arranger and underwriter of bond issues.

In 2005, the formation of retail business has been completed in the most part, and programs of auto, consumer and mortgage loans have been implemented. At the same time, the Bank strengthened its positions on the market of deposits, money transfers and card products.

Promsvyazbank continued to pursue the policy of building up its activities in Russian Federation subjects (i.e. regions); 9 branches and more than 20 additional offices were opened the last year. Thus, by the end of 2005 the territorial network counted with 30 branches and 66 additional offices throughout Russia, a branch in Cyprus, representative offices in China, Kyrgyzstan and Ukraine.

Domestic market of banking services has some serious growth prospects, and Promsvyazbank has a clear strategy in place as how to use the emerging opportunities to the benefit of its partners and the society in general. The Bank will continue to develop aggressively; it will expand the range of services, the network of branches and increase the number of clients. However, the Bank's strategy aimed at furthering the prosperity of Russia and development of its economy will remain unchanged.

The Board of Directors and management of Promsvyazbank express their sincere gratitude to all the clients, business partners and employees of the Bank for their support and fruitful cooperation.

D.N. Ananyev

A.A. Levkovskiy

Chairman, Board of Directors

President, Chairman of the Management Board



Constantine Philosopher (circa 826–869) (known generally as Cyril) and his brother Methodius (circa 815–885) were the authors of the unique line of letters – the symbolism of which represented the old Christian ideas of life and fortune of Man in the Universe. Analyzing

the structure of Cyrillic alphabet we can comprehend the guides of the great creators as they were focused upon heart and intellect of Slavonic people and their successors. For over ten centuries Slavonic people have been expressing their spiritual energy in words

and numbers, writings and deeds using creatively universal properties of the ancient alphabet. Analyzing the history of Cyrillic alphabet we can trace the ancient roots that give power to the high spirit of Russian culture and we can grasp the alphabetic wisdom.