

NATIONAL AUDIT CORPORATION
PROFILE



Ladies and Gentlemen!

Thank you for the possibility to propose to your kind attention this information about National Audit Corporation and to make you familiar with the portfolio of our services.

We highly appreciate the interest to our company as to potential business partner and we hope that from the following information you can see our intention to render our professional services that meet in full the needs and expectation of our existing and future clients.

We accept different formats of cooperation and will be glad to answer your questions and counter offers.

Sincerely yours,

General Director of National Audit Corporation

Danil Prokopovich, ACCA, CIPA, Ph.D

Contents

The Corporation.....	4
History and Structure	4
Competitive Advantages.....	5
Specialists	5
Quality and Responsibility	6
International Cooperation	6
Industries and Clients	7
Professional community.....	9
The Institute of Professional Growth	9
Licenses and authorizations	9
Pricing policies	10
Notes.....	10
Contacts	10

The Corporation

The National Audit Corporation is a diversified audit and consulting group specialized in rendering of wide range of business services.

The Corporation combines in the united professional team: auditors, business-consultants, appraisers, lawyers, specialists on tax, accounting and finance.

The activity of the Corporation is aimed at the maximum protection of clients' interests, improvement of quality of their management, enhancement of efficiency and stability of their business, support of the development and innovations, decrease of business-risks (including tax, investment and other risks).

The core areas of activity of the National Audit Corporation are the following:

- audit services, including statutory and optional audit;
- consulting services on accounting and tax;
- legal services, settlement of property and tax disputes, representation and protection of interests in the arbitration court;
- services on organizing, outsourcing and restoration of accounting;
- services on International Financial Reporting Standards;
- services on automation of financial and accounting functions;
- management and investment consulting;
- training services, professional development and certification of specialists.

Summing up the ratings the National Audit Corporation ranks among the leading audit and consulting groups in the Volga region and is one of major audit and consulting groups in Russia.

History and Structure

The structure of the National Audit Corporation is based on the commonly accepted international principle of organization of audit and consulting firms under terms of partnership.

Each partner of the Corporation is a high-class specialist, who has strong experience and reputation and works successfully on a certain segment of business services market. Within the Corporation the partners develop separate areas of activity (practices) and have a separate share in the business.

Historically the Corporation is formed as a union of like-minded professionals, unifying in its structure the progressive firms that have leading positions in regions and that have worked on the market since 1992.

At present the organizational structure of the Corporation provides for common strategy, the management system and quality standards.

Competitive Advantages

Advantageous distinctive features of the work of the National Audit Corporation, that create additional value for clients, are the following:

- considerable experience, record of service and portfolio of clients, than means for our clients the obtaining optimal, well checked and most successful decisions that were developed and capitalized during many years of practice;
- positive professional and business reputation of the Corporation, that makes a part of the goodwill value for clients and guaranties the fairness of cooperation;
- ample opportunities for rendering of professional services on the international level due to existence of gained experience, developed international contacts and qualification of specialists;
- diversification of services that makes possible to provide to clients a complex assistance in solving of various business tasks and gives for clients a set of advantages: starting from cost reduction and ending on attainment of synergetic effect from the cooperation;
- clear specialization of auditors, consultants and experts; aiming at constant development by specialists of their core qualifications and professionalism;
- application within the Corporation of the common standards that impose lofty requirements to quality, methods and organizing of services providing process; regular quality controls and monitoring of adherence to internal corporate standards;
- responsible approach and aiming at providing of all-round support and assistance to clients;
- moderate pricing policies, that reflect the intention to build long-term mutually beneficial relations with clients.

Specialists

The total number of employees in the Corporation is 108. All of them are employed of a full-time basis. They are: auditors, consultants, lawyers, specialists on tax, accounting and finance, assistants, managers.

Among them there are 56 specialists of higher qualification (auditors, consultants, lawyers, analysts) including 43 certified auditors in the areas of: general audit, audit of insurance companies, audit of exchanges, audit of funds and other investment institutions.

The professional development of specialists employed by the National Audit Corporation is the point of constant care of the management. A special scheme of internal seminars that is applied in the Corporation in conjunction with external field-work of specialists in other major audit companies in Russia and abroad, covers all key areas and directions of professional knowledge and skills development.

Along with experienced staff a pleiad of young specialist, that were bred within the Corporation, is also a pride of the Corporation.

Quality and Responsibility

As indispensable conditions of work the National Audit Corporation keeps confidentiality of the information, adheres strictly to terms of engagements agreed with clients, ensure the responsibility of executors for the quality of rendered services.

In order to ensure the high quality of rendered services the Corporate sets mandatory procedures of internal quality control, which implicate several levels of check depending on the character and complexity of an engagement.

The quality of rendered services is confirmed by appropriate certificate issued by quality control commission of the Russian Chamber of Auditors (the national professional body).

The professional responsibility of the National Audit Corporation and its partners is insured by major Russian insurance companies (Military Insurance Company, ROSNO, and other insurance companies with high level of reliability A++) to the total amount of 9 millions rubles.

During all period of work of the Corporation and its partners there have never occurred any insured event (grounded claim for the quality of services or demand for loss indemnification).

Neither the Corporation nor its partners have ever broken the licensing terms and requirements

In respect of the Corporation and its partners have never been ascertained any facts of braking the licensing terms and requirements, claim approved by the court or penalty imposed by regulatory body for poor quality of audit.

International Cooperation

One of the key competences of the National Audit Corporation is rendering of business services at international level.

Within its general practice the Corporation render professional service to international companies and Russian companies with foreign investments. The Corporate employ on a full-time basis the specialists with appropriate international qualifications. On a client request the resulting documents can be produced in foreign languages, the specialists can participate in conversations with foreign representatives.

Besides Russian legislation the Corporation complies with international professional standards (particularly, the International Standards on Auditing – ISA) and statements on ethics.

The National Audit Corporation has positive experience of cooperation with major international organizations (performing of joint projects and rendering of services on assignment): PricewaterhouseCoopers, Deloitte and Touche, Ernst & Young, Grand Thornton, European Bank for Reconstruction and Development, BDO International, JPA International, Carana Corporation.

Industries and Clients

The consolidated portfolio of clients of the National Audit Corporation includes many big and fast-growing Companies that represent a wide range of industries: manufacturing, transport, telecommunications, fuel-energy complex and services.

Companies	Services
Transport	
Russian Railways, JSC	Audit, Consulting, IFRS
Samara Airlines, JSC	Audit
State ATM Corporation, FSUE	Audit, Consulting
Kurumoch International Airport, JSC	Audit, Consulting, IFRS
Barren Energy Shipping & Transportation Samara Limited, LLC	Audit, Consulting
Prime Shipping, LLC	Audit
Fuel-energy complex	
Samaraneftegaz, JSC	Audit, Consulting
Neftegorsk gas-processing plant, CJSC	Audit
Otradnoye gas-processing plant, CJSC	Audit, Consulting
Yukos RM, CJSC	Consulting
Yukos-Transservice, CJSC	Audit, Consulting
Novokuybishevsk Petrochemical Company, CJSC	IFRS
Samaranefteproduct, JSC	Audit
Baitex, LLC	Audit
Samaraenergo, JSC	Consulting, IFRS
Volga Territorial Generating Company, JSC	Consulting, IFRS
Samara Territorial Generating Company, JSC	Outsourcing
Saratov Territorial Generating Company, JSC	
Ulyanovsk Territorial Generating Company, JSC	
Energoneft Samara, LLC	Audit
RDN Group, JSC	Audit
Samara-Terminal, LLC	Audit
Intera-Samara, LLC	Audit
Samara EOR & WO Co., JSC	Audit, Consulting, Legal services
Samara-Nafta, CJSC	Training, GAAP
Aladdin Oil & Gas Company, AS	Audit
Manufacturing	
Volgaburmash, JSC	Audit, Consulting, IFRS
Gidroautomatica, JSC	Audit
Aviacor – Aircraft plant, JSC	Audit
Eurotechnik, CJSC	Audit, Consulting, IFRS
Rosskat – Cable plant, JSC	Audit, Consulting
Ulyanovsk Machinery Plant, FSUE	Audit
Novosibirsk Metallurgical Plant named after Kuzmin, JSC	Training, IFRS
Samara Reservoir Plant, CJSC	Audit
Metallist-Samara, JSC	Audit
TsSKB-Progress, FSUE SRPSRC	Audit
Dvigateli NK, CC FIG, JSC	Audit
Building complex	
Construction materials plant, JSC	Audit, Consulting
Togliatti ferroconcrete plant, CJSC	Audit
Industrial-Commercial Union - MTL, CJSC	Audit
Agency for the maintenance of highways, SME	Audit, Consulting
Samraavtodor, JSC	Audit
Volgostalmontaj, JSC	Audit
Zim-Stroitel, LLC	Audit

Companies	Services
Termosteps-MTL, JSC	Audit, Consulting, IFRS
Coveright RUS, LLC	Audit
Telecommunications	
SMARTS (Group), including: SMARTS JSC, Astrakhan-GSM, CJSC, Volgograd-GSM, CJSC, Penza-GSM, CJSC, Shupashkar-GSM, CJSC, Yaroslavl-GSM, CJSC	Audit, Consulting, IFRS, Automation
Telecom Eurasia, LLC	Audit, IFRS
MSS-Povolzhie, CJSC	Consulting
Samara Telecom, CJSC	Audit, Consulting
SIE Yantar, JSC	Audit
Samara State TV Broadcasting Company	Audit
Scat - TV Broadcasting Company, JSC	Audit
Parfumery, Food, Agriculture	
Vesna - Perfumery & Cosmetics Company, JSC	Audit
Chocolate Factory – Russia, JSC	Audit, Consulting
Rodnik - Samara Distillery Ltd., JSC	Audit, Consulting, Legal services
SP Samara, LLC	Audit, Consulting
Toglyattihleb - bread-baking plant, JSC	IFRS
Ladahleb - bread-baking plant, JSC	IFRS
Verola - Samara Macaroni Factory, CJSC	Audit
Sunny foods (Group), Including: Novosibirsk oil complex, JSC, Saratov oil complex, JSC, Armavir oil-extracting plant, JSC	Audit, IFRS
Bezenchuk poultry-keeping factory, JSC	Audit
Trade, Entertainment and Hotel services	
Management & Production Systems, Group	Audit, IFRS
Renaissance Samara Hotel Leasing, LLC	Audit, IFRS
Renaissance St. Petersburg Hotel Leasing, LLC	IFRS
Holiday Inn Samara Hotel	Audit, Consulting
Viktor & Co Megacomplex	Audit, Consulting, IFRS
Samara Business World (Group), including: LasVegas - Gambling systems	Audit, Consulting
Finance and Investing Companies	
Perspectiva Plus – Investing Company	Audit
Neftel – Investing Company	Audit
Finance & Technologies, LLC	Audit
Element Leasing (Basic Element Group), LLC	IFRS, Automation
Non-state Pension Funds	
Gubernskiy, PPF	Audit
Magistral, PPF	Audit
Rosing, PPF	Audit
Volgskiy Utes, PPF	Audit
Insurance Companies	
Samara-Askov– Insurance Company, CJSC	Audit
Samara-Rosno– Insurance Company, IC	Audit
Samara– Insurance Company, JSC	Audit
Samara-Med– Insurance Company, CJSC	Audit
ASKO-VAZ, Medical Insurance Company	Audit
Investflot – Insurance Company, LLC	Audit
Skif-Income – Insurance Company, LLC	Audit
Energopolis– Insurance Company, JSC	Audit
Exchanges	
Samara Currency Interbank Exchange, JSC	Audit

Companies	Services
Planning organizations	
SamaraNIPneft, LLC	Audit
VNIITneft, JSC	Audit
GazNIIproect, CJSC	Audit
Samaraneftehimproekt, JSC	Audit
Volgoenergopromstroyproect, JSC	Audit
Volgostroyproect, LLC	Audit
Health services	
IDK – Medical Company, JSC	Audit
Non-state establishment of Health services of Russian Railways, JSC	Consulting

Professional community

The social mission of the National Audit Corporation consists in developing of national practice of rendering professional services to the business; strengthening of inter-regional ties; improvement of quality of rendered services; maintenance of high professional standards; meeting the progressive needs of growing economy.

The National Audit Corporation and its partners are the members of Russia-wide professional bodies of auditors and accountants: Russian Chamber of Auditors, The Institute of Professional Accountants and Auditors of Russia, Russian Collegium of Auditors.

The Institute of Professional Growth

Within the structure of the Corporation there is a Non-governmental Educational Institution – The Institute of Professional Growth, which is specialized on providing of additional professional education and trainings for specialists in the areas of economics, finance, audit, accounting, tax and law.

The Institute was established in 1996 in response to numerous appeals of the clients. It constantly develops the areas of activity and implements the most progressive and asked-for Russian and International educational programs.

Besides the traditional classroom courses the Institute provides unique possibilities for distance learning using the technology “seminar on-line”.

Licenses and authorizations

The National Audit Corporation and its partners are duly authorized (licensed - were applicable) for:

- auditing activities,
- educational and training activities,
- activities that concern work with information that constitutes the state secret.

Pricing policies

The Pricing policies of the National Audit Corporation is based on principles of reasonableness and fairness and is in line with established practice on the Russian market of audit and consulting services.

In a financial proposal the cost of services is calculated depending on the estimated volume of hours needed for the engagement and hour-rates of employed specialists determined by their qualification.

Average hour-rates include the specialists' fee, overhead expenses, planned savings and taxes. They are also adjusted according to complexity of client's business, volume of documentation to be examined, specificity of an engagement and urgency of tasks.

When an engagement requires traveling of specialists, traveling expenses (transportation and habitation) are to be additionally charged according to budget approved by the client.

Notes

This Profile is aimed to represent the main information about the National Audit Corporation. The more detailed information about the activities of the Corporation, it's structure and partners could be submitted on demand.

The National Audit Corporation is group of legal entities incorporated under Russian legislation, unified by the common management system and represented under the common commercial name.

This profile does not constitute a commercial offer, which should be made based on preliminary expertise and detailed discussion with a client his needs, current and strategic issues.

The management and the partners of the National Audit Corporation are ready to discuss with a client (personally or by phone) the concrete subject, cost, volume and terms of engagement and other conditions of cooperation.

For more substantial and detailed considering of rendered business services please refer to the Service Portfolio of the National Audit Corporation.

Contacts

Regional office: 101a Maurice Thores street, 443074, Samara, Russia

Tel./fax: +7 (846) 261-44-14, 261-50-96

E-mail: mail@auditcorp.ru