

INDEPENDENT AUDITORS' REPORT

To the management and shareholders of Joint Stock Company "Insurance company "Universalna":

We have audited the accompanying consolidated financial statements of Joint Stock Company "Insurance company "Universalna" (the "Company") and its subsidiaries (jointly – the "Group"), which comprise the consolidated balance sheet as at 31 December 2008 and the consolidated statements of operations, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Group as at 31 December 2008, and the result of its operations and the cash flows for the year then ended, in accordance with the International Financial Reporting Standards.

Emphasis of matters

Without qualifying our opinion, we draw attention to Note 3 describing the effect of restatements on the consolidated financial statements for the year ended 31 December 2007.

Also without qualifying our opinion, we draw attention to Note 36 in the consolidated financial statements which indicates that the Group incurred a net loss of UAH 126,758 thousand for the year ended 31 December 2008, and as at 31 December 2008 the Group's current liabilities exceeded its current assets by UAH 18,731 thousand. These conditions indicate the existence of a material uncertainty, which may cast significant doubt about the Group ability to continue as a going concern without continued financial support from the shareholders. Management's plans in regard to this matter are also discussed in the Note 36 to the consolidated financial statements. These consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty

Deloitte & Touche

21 August 2009