

Dresdner Bank Aktiengesellschaft
Jürgen-Ponto-Platz 1
D-60301 Frankfurt am Main
Germany
Fax: +49 69 713 25001
Attention: EG Flow Business Debt

The Law Debenture Trust Corporation p.l.c.
Fifth Floor
100 Wood Street
London EC2V 7EX
England
Fax: +44 20 7696 5261
Attention: The Manager, Trust Management

29 April 2008

DRESDNER BANK AKTIENGESELLSCHAFT
U.S. \$266,420,000 10.375 per cent. Loan Participation Notes due 2009
issued for the purpose of funding loans to
CLOSED JOINT STOCK COMPANY KYIVSTAR GSM ("Kyivstar")

Dear Sirs,

Reference is made to the Loan Agreement dated 9 August 2004 entered into between Kyivstar, as Borrower thereunder, and the Lender, as such agreement has been amended by the First Loan Amendment Agreement dated 22 May 2007, the Second Loan Amendment Agreement dated 5 July 2007 and the Third Loan Amendment Agreement dated 16 April 2008 (collectively, the "Loan Agreement"). Capitalised terms used herein but not defined shall have the meanings ascribed to such terms in the Loan Agreement.

This letter is delivered pursuant to Clause 1.6 (*Applicable GAAP*) of the Loan Agreement and serves as notice of Kyivstar's election to convert Applicable GAAP from U.S. GAAP to IFRS, such conversion to take effect immediately. As required under Clause 1.6 of the Loan Agreement, this notice of election to convert to Applicable GAAP to IFRS is accompanied by a report, containing the information required under Clause 14.13 (*Reports*) with respect to financial statements prepared in accordance with IFRS for the fiscal year ended 31 December 2007, together with financial statements for the fiscal year ended 31 December 2006.

Respectfully,

CLOSED JOINT STOCK COMPANY KYIVSTAR GSM

By: 

Name: Andrew Simmons

Title: Chief Financial Officer