

Full Year and Fourth Quarter Reports 2012

Tele2 Russia Holding AB
corporate reg. no. 556469-7836

FULL YEAR AND FOURTH QUARTER 2012 REPORT

The Board of Directors herewith presents the full year report for Tele2 Russia Holding AB, corporate reg. no. 556469-7836, and its subsidiaries for January 1 – December 31, 2012.

The figures presented in this report refer to Q4 2012. The figures shown in parentheses refer to the comparable periods in 2011.

Tele2 Russia Holding AB is the parent company of a number of wholly owned companies incorporated in the Russian federation. Tele2 Russia Holding AB and its subsidiaries are referred to as “Tele2 Russia” in this full year report.

Tele2 Russia Holding AB is owned by Tele2 Russia Telecom BV, Netherlands (99.9 percent) and Tele2 Russia Two AB, Sweden (0.1 percent). The ultimate parent company is Tele2 AB (“Tele2”), which indirectly owns 100 percent of the company.

TELE2 RUSSIA

The operations of Tele2 Russia include all operations of Tele2 in Russia. Tele2 Russia offers mobile telephony services, mainly prepaid services to the residential market and also services to the corporate market.

Tele2 Russia has GSM licences in 43 regions covering approximately 62 million inhabitants. Tele2 Russia’s strategy is to have a balanced approach to rolling out new regions, while maintaining a stable profitability in the more mature regions.

The overall operational development in the quarter was characterized by a balanced competitive environment in combination with a robust customer intake. Tele2 Russia continued to pursue market share during the quarter, especially in regions that have not yet reached critical mass. Through a combination of launch costs for new regions in the Far East and increased cost for acquiring new subscribers, Tele2 Russia experienced some margin contraction during Q4 2012. Going forward the company will maintain its ambition to stay competitive in the market and grow its customer base, leading to maintained level of marketing expenses. In the quarter, EBITDA amounted to SEK 1,228 (1,189) million, equivalent to a margin of 36 (40) percent. EBITDA was negatively impacted by SEK -45 million of which the majority was related to an inventory write-down.

The total customer base grew by 373,000 (250,000 see Note 6) customers in Q4 2012 divided into 141,000, 105,000 and 127,000 customers for the months of October, November and December respectively. During the last 12 months, Tele2 Russia’s customer base has grown by 2.1 million new users, proving that there is a continued solid demand for Tele2 Russia’s services despite competitors’ introduction of 3G services. The total customer base amounted to 22.7 (20.6) million at the end of Q4 2012. The churn level of the total customer base was steady during the quarter, helped by a fairly stable market environment. Tele2 Russia will maintain its effort to be best in class in customer retention and continue to work with a commission structure to the retail channels in order to further enhance the quality of customer intake.

Despite an impact from customer base growth in newcomer and challenger regions with lower initial service usage, and generally high competitive pressure throughout Tele2

Russia's footprint, MoU for the total operations increased by 7 percent compared to the year-earlier period, amounting to 265 (247). ARPU was SEK 50 (49) or RUB 235 (224).

On the regulatory side, the time schedule for testing the viability of technology neutrality was clarified by the State Commission for Radio Frequency (GKRCh). The deadline for handing in test results is set to the 1st of June 2013. Tele2 expects that the regulatory authorities will maintain their established support to the regional operators and enable them to provide essential future-proof data services and that a positive decision on technology neutrality will be taken in 2013.

Tele2 Russia will keep looking for possibilities to carefully expand its operations through new licences as well as by complementary acquisitions.

DIVIDEND

The Board of Tele2 Russia Holding AB has decided to recommend the AGM a total dividend of SEK 2,100,000,000.

FINANCIAL GUIDANCE

The following assumptions should be taken into account when estimating the operational performance of the Russian mobile operations in 2013:

- Tele2 Russia expects total revenue of between SEK 13,700 – 13,800 million.
- Tele2 Russia expects EBITDA of between SEK 4,800 – 4,900 million.

OTHER ITEMS

Risks and uncertainty factors

Tele2 Russia's operations are affected by a number of external factors. The risk factors considered to be most significant to Tele2 Russia's future development are operating risks such as the availability of frequencies and telecom licences, the political and economic environment in Russia, integration of new business models, destructive price competition, changes in regulatory legislation and financial risks such as currency risk, interest risk, liquidity risk and credit risk. In addition to the risks described in Tele2 Russia's annual report for 2011 (see Directors' report and Note 2 of the report for a detailed description of Tele2 Russia's risk exposure and risk management), no additional significant risks are estimated to have developed.

Income statement

| SEK million | 2012 | 2011 | 2012 | 2011 |
|-----------------------------------------------|--------------|--------------|------------|------------|
| | Full year | Full year | Q4 | Q4 |
| Net sales | 12 984 | 11 463 | 3 402 | 2 988 |
| Operating expenses | -9 308 | -7 916 | -2 456 | -2 043 |
| Other operating income | 14 | 26 | 3 | -2 |
| Other operating expenses | -12 | -20 | -1 | 5 |
| Operating profit, EBIT | 3 678 | 3 553 | 948 | 948 |
| Interest income/costs | -688 | -562 | -185 | -132 |
| Exchange rate differences, external | 6 | -3 | - | -2 |
| Exchange rate differences, Tele2 group | -34 | 106 | 14 | -77 |
| Exchange rate differences, Tele2 Russia group | 39 | -93 | -11 | 80 |
| Other financial items | -11 | 3 | -4 | - |
| Profit after financial items, EBT | 2 990 | 3 004 | 762 | 817 |
| Group Contribution, Tele2 group | -98 | -104 | -98 | -104 |
| Tax on profit | 1, 8 | -865 | -434 | -135 |
| NET PROFIT | 2 027 | 2 179 | 230 | 578 |

Comprehensive income

| SEK million | Note | 2012 | 2011 | 2012 | 2011 |
|----------------------------------------------------------------|------|--------------|--------------|------------|------------|
| | | Full year | Full year | Q4 | Q4 |
| Net profit | | 2 027 | 2 179 | 230 | 578 |
| Components that may be reclassified to net profit: | | | | | |
| Exchange rate differences | | 83 | -80 | 34 | 13 |
| Exchange rate differences, tax effect | | -35 | 1 | 25 | 4 |
| Total components that may be reclassified to net profit | | 48 | -79 | 59 | 17 |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | | 2 075 | 2 100 | 289 | 595 |

Change in equity

| SEK million | Note | Dec 31, 2012 | | | Dec 31, 2011 | | |
|-------------------------------------|------|--------------------------------------|---------------------------|--------------|--------------------------------------|---------------------------|--------------|
| | | Attributable to | | Total equity | Attributable to | | Total equity |
| | | equity holders of the parent company | Non-controlling interests | | equity holders of the parent company | Non-controlling interests | |
| Equity, January 1 | | 2 369 | - | 2 369 | -5 739 | - | -5 739 |
| Share-based payments | 4 | 5 | - | 5 | 8 | - | 8 |
| Shareholders' contribution | 3 | - | - | - | 6 000 | - | 6 000 |
| Dividends | 3 | -2 300 | - | -2 300 | - | - | - |
| Comprehensive income for the period | | 2 075 | - | 2 075 | 2 100 | - | 2 100 |
| EQUITY, END OF PERIOD | | 2 149 | - | 2 149 | 2 369 | - | 2 369 |

Balance sheet

| SEK million | Note | Dec 31, 2012 | Dec 31, 2011 |
|------------------------------------------------------|------|---------------|--------------|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Goodwill | | 810 | 813 |
| Other intangible assets | 8 | 1 414 | 1 120 |
| Intangible assets | | 2 224 | 1 933 |
| Tangible assets | 8 | 6 340 | 6 264 |
| Other financial assets | | 5 | 5 |
| Deferred tax assets | | 712 | 727 |
| NON-CURRENT ASSETS | | 9 281 | 8 929 |
| CURRENT ASSETS | | | |
| Inventories | | 19 | 49 |
| Current receivables | | 714 | 662 |
| Cash and cash equivalents | | 451 | 271 |
| CURRENT ASSETS | | 1 184 | 982 |
| ASSETS | | 10 465 | 9 911 |
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Attributable to equity holders of the parent company | 3 | 2 149 | 2 369 |
| EQUITY | | 2 149 | 2 369 |
| LONG-TERM LIABILITIES | | | |
| Interest-bearing liabilities, Tele2 group | | 114 | 2 478 |
| Other interest-bearing liabilities | 2, 5 | 5 718 | 2 944 |
| Deferred tax liability | | 293 | 268 |
| LONG-TERM LIABILITIES | | 6 125 | 5 690 |
| SHORT-TERM LIABILITIES | | | |
| Interest-bearing liabilities, Tele2 group | | - | 95 |
| Other interest-bearing liabilities | | 100 | 12 |
| Non-interest-bearing liabilities | | 2 091 | 1 745 |
| SHORT-TERM LIABILITIES | | 2 191 | 1 852 |
| EQUITY AND LIABILITIES | | 10 465 | 9 911 |

Cash flow statement

| SEK million | Note | 2012 Full year | 2011 Full year | 2012 Q4 | 2012 Q3 | 2012 Q2 | 2012 Q1 | 2011 Q4 | 2011 Q3 |
|--------------------------------------------------------------|------|-------------------|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|
| OPERATING ACTIVITIES | | | | | | | | | |
| Cash flow from operations, excluding paid taxes | | 4 123 | 3 904 | 993 | 1 118 | 1 028 | 984 | 1 001 | 1 150 |
| Taxes paid | 1 | -879 | -807 | -454 | -163 | -94 | -168 | -148 | -230 |
| Changes in working capital | | 257 | 132 | 210 | 17 | 60 | -30 | 97 | 18 |
| CASH FLOW FROM OPERATING ACTIVITIES | | 3 501 | 3 229 | 749 | 972 | 994 | 786 | 950 | 938 |
| INVESTING ACTIVITIES | | | | | | | | | |
| Capital expenditure in intangible and tangible assets, CAPEX | | -1 326 | -1 672 | -175 | -407 | -501 | -243 | -519 | -465 |
| Cash flow after CAPEX | | 2 175 | 1 557 | 574 | 565 | 493 | 543 | 431 | 473 |
| Sale of shares and participations | | - | 1 | - | - | - | - | - | - |
| Cash flow from investing activities | | -1 326 | -1 671 | -175 | -407 | -501 | -243 | -519 | -465 |
| CASH FLOW AFTER INVESTING ACTIVITIES | | 2 175 | 1 558 | 574 | 565 | 493 | 543 | 431 | 473 |
| FINANCING ACTIVITIES | | | | | | | | | |
| Change in net borrowings from Tele2 group | | -2 561 | -5 768 | -304 | -430 | -1 855 | 28 | -300 | -467 |
| Change in net lending to Tele2 group | | - | 1 490 | - | - | - | - | -22 | 1 |
| Other change of loans | 5 | 2 810 | 2 841 | -21 | -63 | 1 331 | 1 563 | -40 | -4 |
| Dividends | 3 | -2 300 | - | - | - | - | -2 300 | - | - |
| Cash flow from financing activities | | -2 051 | -1 437 | -325 | -493 | -524 | -709 | -362 | -470 |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | | 124 | 121 | 249 | 72 | -31 | -166 | 69 | 3 |
| Cash and cash equivalents at beginning of period | | 271 | 153 | 184 | 121 | 129 | 271 | 192 | 196 |
| Exchange rate differences in cash and cash equivalents | | 56 | -3 | 18 | -9 | 23 | 24 | 10 | -7 |
| CASH AND CASH EQUIVALENTS AT END OF THE PERIOD | | 451 | 271 | 451 | 184 | 121 | 129 | 271 | 192 |

Number of customers

| by thousands | Note | Number of customers | | Net intake | | | | | | | |
|--------------|------|---------------------|---------------|--------------|--------------|------------|------------|------------|------------|------------|------------|
| | | 2012 | 2011 | 2012 | 2011 | 2012 | 2012 | 2012 | 2011 | 2011 | |
| | | Dec 31 | Dec 31 | Full year | Full year | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 |
| Mobile | 6 | 22 716 | 20 636 | 2 080 | 2 198 | 373 | 710 | 693 | 304 | 250 | 681 |
| TOTAL | | 22 716 | 20 636 | 2 080 | 2 198 | 373 | 710 | 693 | 304 | 250 | 681 |

Net sales

| SEK million | Note | 2012 | 2011 | 2012 | 2012 | 2012 | 2012 | 2011 | 2011 |
|--------------------|------|---------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | | Full year | Full year | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 |
| Net sales | 7 | 12 984 | 11 463 | 3 402 | 3 257 | 3 277 | 3 048 | 2 988 | 3 015 |
| External net sales | | 12 984 | 11 463 | 3 402 | 3 257 | 3 277 | 3 048 | 2 988 | 3 015 |

EBITDA and EBIT

| SEK million | 2012 | 2011 | 2012 | 2012 | 2012 | 2012 | 2011 | 2011 |
|------------------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Full year | Full year | Q4 | Q3 | Q2 | Q1 | Q4 | Q3 |
| EBITDA | 4 720 | 4 452 | 1 228 | 1 231 | 1 196 | 1 065 | 1 189 | 1 206 |
| Depreciation/amortization and other impairment | -1 042 | -899 | -280 | -255 | -279 | -228 | -241 | -220 |
| EBIT | 3 678 | 3 553 | 948 | 976 | 917 | 837 | 948 | 986 |

Key ratios

| SEK million | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------------------------------|--------|--------|--------|--------|--------|
| Net sales | 12 984 | 11 463 | 10 142 | 7 540 | 6 809 |
| Number of customers (by thousands) | 22 716 | 20 636 | 18 438 | 14 451 | 10 422 |
| EBITDA | 4 720 | 4 452 | 3 560 | 2 463 | 2 364 |
| EBIT | 3 678 | 3 553 | 2 765 | 1 827 | 1 834 |
| EBT | 2 990 | 3 004 | 2 320 | 751 | 526 |
| Net profit | 2 027 | 2 179 | 1 884 | 512 | 328 |
| EBITDA margin, % | 36,4 | 38,8 | 35,1 | 32,7 | 34,7 |
| EBIT margin, % | 28,3 | 31,0 | 27,3 | 24,2 | 26,9 |
| Cash flow from operating activities | 3 501 | 3 229 | 2 927 | 1 499 | 1 378 |
| Paid CAPEX | 1 326 | 1 672 | 1 556 | 2 109 | 1 619 |
| Cash flow after CAPEX | 2 175 | 1 557 | 1 371 | -610 | -241 |
| Equity | 2 149 | 2 369 | -5 739 | -6 901 | -7 195 |
| Total assets | 10 465 | 9 911 | 10 445 | 9 369 | 7 906 |
| Net debt | 5 481 | 5 258 | 12 934 | 13 809 | 13 127 |

Parent company

INCOME STATEMENT

| SEK million | 2012 | 2011 |
|-------------------------------------------------|--------------|--------------|
| | Full year | Full year |
| Administrative expenses | -2 | -4 |
| Operating loss, EBIT | -2 | -4 |
| Dividend from group companies | 4 167 | 3 082 |
| Result from shares in group companies, other | - | -269 |
| Net interest expenses and other financial items | -387 | -402 |
| Profit after financial items, EBT | 3 778 | 2 407 |
| Tax on profit/loss | 14 | 107 |
| NET PROFIT | 3 792 | 2 514 |

BALANCE SHEET

| SEK million | Note | Dec 31, 2012 | Dec 31, 2011 |
|--------------------------------------------------|------|---------------|---------------|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Shares in group companies | | 13 572 | 13 445 |
| Receivables, Tele2 group | | 3 971 | - |
| Deferred tax assets | | 452 | 438 |
| Other financial assets | | 5 | 5 |
| NON-CURRENT ASSETS | | 18 000 | 13 888 |
| CURRENT ASSETS | | | |
| Current receivables | | 7 | 10 |
| Current receivables Tele2 Russia group | | 11 | 22 |
| CURRENT ASSETS | | 18 | 32 |
| ASSETS | | 18 018 | 13 920 |
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Unrestricted equity | 3 | 12 587 | 11 095 |
| EQUITY | | 12 587 | 11 095 |
| LONG-TERM LIABILITIES | | | |
| Interest-bearing liabilities, Tele2 Russia group | | 5 322 | 2 606 |
| Other interest-bearing liabilities | | - | 97 |
| LONG-TERM LIABILITIES | | 5 322 | 2 703 |
| SHORT-TERM LIABILITIES | | | |
| Interest-bearing liabilities, Tele2 group | | 14 | 117 |
| Interest-bearing liabilities, Tele2 Russia group | | - | 5 |
| Other interest-bearing liabilities | | 95 | - |
| SHORT-TERM LIABILITIES | | 109 | 122 |
| EQUITY AND LIABILITIES | | 18 018 | 13 920 |

NOTES

ACCOUNTING PRINCIPLES AND DEFINITIONS

The full year report for the group was prepared in accordance with IAS 34 and the Swedish Annual Accounts Act, and the full year report for the parent company was prepared in accordance with the Swedish Annual Accounts Act and the Swedish Financial Reporting Board recommendation RFR 2 Reporting for legal entities and its statements.

New and amended IFRS standards and IFRIC interpretations

The amended IFRS standards and IFRIC interpretations, which became effective on January 1, 2012, have had no material effect on the consolidated financial statements.

From January 1, 2012 internal sales within Russia are not reported in net sales and internal sales. The comparable periods are re-presented. The effects on the financial statements are stated in Note 7.

Within the scope of Annual Improvements to IFRSs 2009-2011 the improved IAS 32 (effective for annual periods beginning on or after January 1, 2013) clarifies that income tax relating to distributions shall be accounted for according to IAS 12. Tele2 Russia has sought guidance from the improved IAS 32 and from Q4 2012 onwards taxes on dividends from subsidiaries are recognized in the income statement instead of in other comprehensive income. The comparable periods are re-presented and the effects on the financial statements are presented in Note 8.

In all other respects, Tele2 Russia has presented its full year report in accordance with the accounting principles and calculation methods used in the 2011 Annual Report. The description of these principles and definitions is found in the Annual Report 2011.

NOTE 1 TAXES

In Q4 2012, Tele2 Russia paid withholding tax for dividend of SEK -223 million.

NOTE 2 CONTINGENT LIABILITIES

The parent company Tele2 Russia Holding AB and the group company Tele2 Financial Services AB have provided irrevocable undertakings for the group company OJSC Saint-Petersburg Telecom's obligations related to the bonds issued during 2011 and 2012 (for additional information please refer to Note 5).

NOTE 3 TRANSACTIONS WITH RELATED PARTIES

In Q4 2012, Tele2 Financial Services AB made a group contribution of SEK 98 (104) million to the Tele2 group.

In Q1 2012, the parent company Tele2 Russia Holding AB paid a dividend of SEK 2 300 million to the Tele2 group.

Tele2 Sweden provides management and technical services to the Tele2 Russia group. Tele2 AB has issued long-term incentive programmes to a number of employees in the Tele2 Russia group, for additional information please refer to Note 4. For additional information regarding transactions with related parties please refer to Note 31 of the Annual Report 2011.

Apart from above stated transactions with other companies within the Tele2 group, no other significant related party transactions have been carried out during 2012.

NOTE 4 INCENTIVE PROGRAMS (LTI)

The parent company of the Tele2 group, Tele2 AB (publ), has issued long-term incentive programmes (LTI) to a number of employees in the Tele2 Russia group. Additional information related to LTI programs are presented in Note 29 of the Annual Report 2011.

LTI 2012

| | 2012 Jun 15–Dec 31 |
|---------------------------------------|-----------------------|
| Number of share rights | |
| Allocated June 15, 2012 | 197,810 |
| Forfeited | -30,250 |
| Total outstanding share rights | 167,560 |

At the Annual General Meeting held on May 7, 2012, the shareholders of Tele2 AB (publ) (“the company”) approved a performance-based incentive programme for senior executives and other key employees in the Tele2 group. The Plan has the same structure as last year’s incentive program. Detailed information of the Plan has been disclosed in the interim report January – June 2012.

LTI 2011

| | 2012 Jan 1–Dec 31 | Cumulative from start |
|---------------------------------------|----------------------|--------------------------|
| Number of share rights | | |
| Allocated June 17, 2011 | | 201,320 |
| Outstanding as of January 1, 2012 | 184,570 | |
| Allocated, compensation for dividend | 14,411 | 14,411 |
| Forfeited | -37,488 | -54,238 |
| Total outstanding share rights | 161,493 | 161,493 |

LTI 2010

| | 2012 Jan 1–Dec 31 | Cumulative from start |
|---------------------------------------|----------------------|--------------------------|
| Number of share rights | | |
| Allocated June 9, 2010 | | 106,400 |
| Outstanding as of January 1, 2012 | 106,116 | |
| Allocated, compensation for dividend | 8,250 | 23,126 |
| Forfeited | -38,982 | -54,142 |
| Total outstanding share rights | 75,384 | 75,384 |

LTI 2009

| | 2012 Jan 1–Dec 31 | Cumulative from start |
|---------------------------------------|----------------------|--------------------------|
| Number of share rights | | |
| Allocated June 1, 2009 | | 184,160 |
| Outstanding as of January 1, 2012 | 139,912 | |
| Allocated, compensation for dividend | - | 26,752 |
| Forfeited | -8,380 | -79,380 |
| Exercised | -131,532 | -131,532 |
| Total outstanding share rights | - | - |

The exercise of the share rights in LTI 2009 was conditional upon the fulfilment of certain retention and performance based conditions for the Tele2 group, measured from April 1, 2009 until March 31, 2012. The outcome of these decided performance conditions was in accordance with below:

| | Retention and performance based conditions | Minimum hurdle (20%) | Stretch target (100%) | Performance outcome | Allotment |
|----------|---------------------------------------------------------------|----------------------|-----------------------|---------------------|-----------|
| Series A | Total Shareholder Return Tele2 (TSR) | | ≥ 0% | 156.2% | 100% |
| Series B | Average normalised Return on Capital Employed (ROCE) | 14% | 17% | 22.0% | 100% |
| Series C | Total Shareholder Return Tele2 (TSR) compared to a peer group | > 0% | ≥ 10% | 65.2% | 100% |

Weighted average share price for share rights at date of exercise amounted to SEK 124.00 during 2012.

NOTE 5 FINANCING

In Q2 2012, Tele2 Russia issued a 6 billion Rouble bond. The bond has a final maturity of 10 years and a put option providing for an effective tenor of 3 years. The coupon rate for the period is 9.10 percent per annum with semi-annual coupon payments.

In Q1 2012 Tele2 Russia issued a 7 billion rouble bond (with 2 tranches). The bond has a final maturity of 10 years and a put option providing for an effective tenor of 2 years. The coupon rate for the period is 8.90 percent per annum with semi-annual coupon payments.

NOTE 6 NUMBER OF CUSTOMERS

In Q4 2011, number of customers in Russia decreased by 96 000 customers, as a one-time adjustment, due to changes in IT systems.

NOTE 7 CHANGED ACCOUNTING PRINCIPLE FOR INTERNAL SALE

From January 1, 2012 internal sales within Russia are not reported in net sales and internal sales. The comparable periods are restated. The effects on the financial statements are stated below.

| SEK million | 2011 Full year | 2011 Q4 | 2011 Q3 | 2011 Q2 | 2011 Q1 | 2010 Full year | 2010 Q4 |
|-----------------------------|----------------|---------|---------|---------|---------|----------------|---------|
| Internal net sales | | | | | | | |
| Russia | -206 | -49 | -66 | -60 | -31 | -154 | -39 |
| Internal sales, elimination | 206 | 49 | 66 | 60 | 31 | 154 | 39 |
| Net sales | - | - | - | - | - | - | - |

**NOTE 8 OTHER RECLASSIFICATIONS
WITHHOLDING TAX ON DIVIDEND**

Withholding taxes on dividends, paid by Russian subsidiaries, were previously reported as other comprehensive income. From 2012, these taxes are reported as current tax in the income statement. The comparable periods are restated. The effects on the financial statements are stated below.

| SEK million | 2011 Full year | 2011 Q4 | 2011 Q3 | 2011 Q2 | 2010 Full year | 2009 Full year |
|-------------------------|-------------------|------------|------------|------------|-------------------|-------------------|
| Income statement | | | | | | |
| Current income tax | -153 | -1 | 9 | -161 | -12 | -19 |

CONSTRUCTION IN PROGRESS

A reclassification was made of construction in progress related to intangible assets from previously been reported as construction in progress in tangible assets until it was completed and by that time reclassified to intangible assets, to being reported as construction in progress in intangible assets already from the start. The effects on the financial statements are stated below.

| SEK million | 2012 Sep 30 | 2012 Jun 30 | 2012 Mar 31 | 2011 Dec 31 | 2010 Dec 31 |
|----------------------|----------------|----------------|----------------|----------------|----------------|
| Balance sheet | | | | | |
| Intangible assets | 97 | 134 | 116 | 107 | 8 |
| Tangible assets | -97 | -134 | -116 | -107 | -8 |

Stockholm, February 5, 2013

Mats Granryd
Chairman

Lars Nilsson

Jonas Bengtsson

REVIEW REPORT

Introduction

We have reviewed the full year report for Tele2 Russia Holding AB for the period January 1 - December 31, 2012. The Board of Directors is responsible for the preparation and presentation of this full year report in accordance with IAS 34 and the Annual Accounts Act. Our responsibility is to express a conclusion on this full year report based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SÖG) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review has a different focus and is substantially less in scope than an audit conducted in accordance with ISA and other generally accepted auditing practices. The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the full year report is not, in all material respects, prepared for the Group in accordance with IAS 34 and the Annual Accounts Act, and for the Parent Company in accordance with the Annual Accounts Act.

Stockholm, February 5, 2013
Deloitte AB

Thomas Strömberg
Authorized Public Accountant

