

Index description	Code	Over 12 months of 2013	Over 12 months of 2012
for payment of dividends and other payments under distribution of profit in favour of owners (participats)	4322	(18,937,488)	(19,486,653)
associated with payment (repurchase) of promissory notes and other debt securities, repayment of credits and loans	4323	(63,390,391)	(26,467,995)
other payments	4329	( )	( )
Balance of cash flow associated with financial operations	4300	(10,536,665)	995,426
Balance of cash flow for the reporting period	4400	(2,351,732)	(207,566)
Balance of cash and cash equivalents as of reporting period beginning	4450	4,382,333	4,747,646
Balance of cash and cash equivalents as of reporting period end	4500	2,390,128	4,382,333
Effect of exchange rate changes to ruble	4490	359,528	(157,747)

Senior Vice-President,  
Finance, Economy and  
Corporate Governance

(signature)



N.V. Nikipelova  
(name)

Chief  
accountant

(signature)

O.V. Pechkina  
(name)



## Auditors' Report concerning the Financial Statements

**Auditors' report concerning the financial statements**  
for the period from January 1 through to December 31, 2013

### Auditors' report

To the shareholders of Joint  
Stock Company TVEL

### Audited party

**Name:**  
Joint Stock Company TVEL (hereinafter TVEL JSC)

**Location:**  
Bld.24, Bolshaya Ordynka st., Moscow, the Russian Federation, 119017

**State registration:**  
Registered by Moscow Registration Chamber on September 12, 1996, Certificate No.061.775. Entered in the Unified State Register of Legal Entities under the principal number 1027739121475.

### Auditor

**Name:**  
Financial and Accounting Consultant Limited Liability Company (FBK LLC)

**Location:**  
2AB, bld.44/1, Myasnitskaya st., Moscow, 101990

**State registration:**  
Registered by Moscow Registration Chamber on November 15, 1993, Certificate Series Ю3 3 No.484.583. Entered in the Unified State Register of Legal Entities on July 24, 2002 under the principal number 1027700058286.

**Membership in self-regulated audit organization:**  
Non-profit partnership Russian Audit Chamber

**Number in the register of audit organizations of self-regulated audit organization**  
Certificate of membership in non-profit partnership Russian Audit Chamber No.5353, Principal Number of Registration Entry – 10201039470.

We have audited the attached accounting (financial) statements of TVEL JSC consisting of Balance Sheet as of December 31, 2013, Profit and Loss Statement, Capital Statement, Cash Flow Statement for 2013 and notes being a part of accounting (financial) statements.

### Liability of the Audited Party for its Financial Statements

The management personnel of the audited party is liable for preparation and accuracy of the abovementioned accounting (financial) statements in compliance with the Russian rules of preparation of accounting (financial) statement and for the internal control system necessary for preparation of accounting (financial) statements free of any material errors and omissions resulting from mala fide actions or errors.

**Liability of the Auditor**

We are liable for expressing opinion on the accuracy of the accounting (financial) statements on the basis of the conducted audit. We conducted the audit in accordance with the Federal Auditing Standards. These Standards require us to comply with the relevant ethical norms, and to plan and conduct the audit in such a manner, as to obtain reasonable assurance that the accounting (financial) statements are free of material errors and omissions.

The audit involved performing audit procedures to obtain audit evidence, proving the numbers in the accounting (financial) statements and disclosure of information therein. The choice of audit procedures is subject to our judgment, which is based on assessment of risks of material misstatements resulted due to fraud or error. Within the process of risk assessment, we reviewed the internal control system, ensuring preparation and truthfulness of accounting (financial) statements in order to choose appropriate audit procedures, but not to express opinion on the effectiveness of internal control system. The audit also included evaluation of the appropriateness of used accounting policies and justification of estimates, obtained by the management personnel of the audited party, as well as assessment of the overall presentation of the financial (accounting) statements.

We believe that the audit evidence, obtained in the course of the audit, provide a reasonable basis for expressing opinion on the accuracy of financial (accounting) statements.

**Opinion**

In our opinion, the accounting (financial) statements present accurate, in all material aspects, the financial position of the entity TVEL JSC as of December 31, 2013, the results of its financial and business operations and its cash flows over 2013 in compliance with the Russian Accounting (financial) principles.

Vice President FBK LLC Attorney

A.V. Tikhonovskiy  
On the basis of Power of  
of January 15, 2013 No.4/13  
Auditor qualification certificate  
No.01-000005, Principal Number  
of Registration Entry 29401041892

Date of Auditors' report  
February 27, 2014

## Report of the Audit Committee on the results of the audit of financial and economic activity of 2013

Moscow, March 25, 2014

**General Provisions**

The Audit Committee of the Company with the following membership:

- Chairman of the Audit Committee – Oleg Ivanovich Linyaev – Head of the Department of NFC Life Cycle Projects of ROSATOM State Corporation,
- member of the Audit Committee – Vladimir Vladimirovich Vaskovsky – Head of the Department of option modeling of transaction flows and prices for main products of ROSATOM State Corporation,
- member of the Audit Committee – Irina Mikhailovna Leonova – Head of the Department of Economics and Controlling of ROSATOM State Corporation.

guided by the authority provided to it by the Federal law "On joint stock companies", the Company's Charter, the Statement on the Audit Committee of the Company, performed the examination of the financial and economic activity of the Company from January 1, 2013 through December 31, 2013. The examination was held from 20 through 25 of March, 2014.

During the examination the Company's chief executive was the President Yury Aleksandrovich Olenin.

The person responsible for preparation of accounting and financial (accounting) statements – from January 1, 2013 through December 31, 2013 was the chief accountant Marina Nikolaevna Guseva.

The founding documents, accounting registers, accounting (financial) statements, analytical materials, matters concerning compliance with corporate procedures and other documents, presented to the Audit Committee, were studied selectively.

**General Information about the Company**

The Company's Charter was approved by the general meeting of shareholders (Minutes No.4 of June 26, 2002). Last changes and amendment to the Company's Charter were approved by the decision of Atomenergoprom JSC – the sole shareholder of TVEL JSC (decision from February 1, 2013).

Company's share capital consists of ordinary shares with a total nominal value of 22,962 thousand rubles. During 2013 the value of the share capital was not changed.

**Ownership of the Company as of December 31, 2013**

<i>Item number</i>	<i>Name of the holder</i>	<i>Shareholding, (%)</i>
1	Atomic Energy Power Corporation JSC	100

In 2013 the Company did not pay the remuneration to the members of the Board of Directors and to the members of the Audit Committee.

**Organization of corporate governance (implementation of the decisions of the general meeting of shareholders and the Board of Directors)**

Meetings of the Board of Directors was held in accordance with the requirements of the Law "On joint stock companies", the Company's Charter, Regulation of Board of Directors.