



To the shareholders

ОАО "ЛУКОЙЛ"

Auditor's report

on the financial statements of

ОАО "ЛУКОЙЛ" for the period from 1 January to

31 December 2004

Set out below is the auditor's opinion on the statutory financial statements of ОАО "ЛУКОЙЛ" as of and for the year ended 31 December 2004. The statutory financial statements to which the auditor's opinion relates have been prepared in accordance with the accounting and reporting regulations of the Russian Federation. Russian accounting and reporting regulations differ from accounting frameworks in other jurisdictions. Consequently, the accompanying statutory financial statements are not intended to present the financial position, results of operations and cash flows of ОАО "ЛУКОЙЛ" in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than the Russian Federation.

Information on the audit firm

<i>Audit firm:</i>	KPMG Closed Joint-Stock Company.
<i>Location (legal address):</i>	18/1, Qlympiysky prospect, office 3035, 129110 Moscow.
<i>Postal address; Registered</i>	11, Gogolevsky Boulevard, 119019 Moscow.
<i>with:</i>	<p>The Moscow Registration Chamber on 25 May 1992, registration No. 011.585.</p> <p>Moscow's Interregional Tax Inspectorate of the Ministry of Taxation No. 39, with No. 1027700125628 in the Unified State Registry of Legal Entities on 13 August 2002, registration series 77 No. 005721432.</p>
<i>License:</i>	No. E 003330 for the execution of auditing activities, issued by Order No. 9 of the Ministry of Finance of the Russian Federation on 17 January 2003 for five years,
<i>Member of accredited professional audit organization;</i>	Audit Chamber of Russia.

Information on the audited company

<i>Audited firm: Location</i>	OAO "LUKQIL"
<i>(legal address), 'Postal</i>	11, Sretensky Boulevard, 101000, Moscow
<i>address: Registered</i>	11, Sretensky Boulevard, 101000, Moscow
<i>with:</i>	<p>The Moscow Registration Chamber on 22 April 1993, registration No. 024020,</p> <p>Moscow's Department of the Ministry of Taxation, with No. 1027700035769 in the Unified State Registry of Legal Entities on 17 July 2002, registration series 77 No. 007892347,</p>

Auditor's report

To the shareholders of ОАО "ЛУКОЙЛ"

We have audited the financial statements of ОАО "ЛУКОЙЛ" (hereinafter the "Company") for the period from 1 January to 31 December 2004 attached to this Auditor's report (hereinafter the "Report").

The attached financial statements (hereinafter the "Financial Statements"), comprised of 47 pages, contain the following:

- Balance sheet as of 31 December 2004;
- Income statement for the year ended 31 December 2004;
- Disclosures to the balance sheet and income statement including:
 - Statement of changes in equity for the year ended 31 December 2004;
 - Statement of cash flows for the year ended 31 December 2004;
 - Attachments to the balance sheet;
- Notes to the financial statements.

The Executive Body of the Company is responsible for the accounting function, the preparation and presentation of the Financial Statements. Our responsibility is to express an opinion based on the results of the audit on the truthfulness of the Financial Statements, in all material respects, and the compliance of the accounting procedures, in all material respects, with the legislation of the Russian Federation.

The audit was conducted in accordance with:

- Federal Law No. 119-FZ of 7 August, 2001 "On audit activities" (with amendments and additions);
- Federal Rules (Standards) on auditing;
- Rules (Standards) on auditing, approved by the Audit Commission under the President of the Russian Federation, in the part not contradicting the abovementioned Federal Rules (Standards);
- Internal KFMG auditing methodology;
- Rules and Standards, adopted by the Audit Chamber of Russia.

The audit was planned and performed to obtain reasonable assurance that the Financial Statements are free of material misstatement. The audit was performed on a sample basis and included examination, on a test basis, of evidence supporting the amounts presented in the Financial Statements and disclosures of the information on the financial and operational activities of the Company, assessment of the compliance with the accounting principles and rules underlying the preparation of the Financial Statements, examination of key estimates made by management, as well as assessment of the Financial Statements presentation. We believe that our audit provides a sufficient basis for our opinion on the truthfulness of the Financial Statements in all material respects and the compliance of the accounting procedures in all material respects with the legislation of the Russian Federation.

OAO "LUKOIL"
Auditor's report
on the financial statements for 2004

In our opinion, the attached Financial Statements present truthfully, in all material respects, the financial position of the Company as of 31 December 2004 and the results of its operating and financial activities for the period from 1 January to 31 December 2004, and the procedures applied for accounting and preparing the Financial Statements comply in all material respects with the legislation of the Russian Federation.

March 24, 2005

Antonov Aleksandr Semenovich

Director of ZAO "KPMG",
auditor's qualification certificate for general audit
№ K009054, valid indefinitely

Sitnova Antonina Grigorievna

In charge of the audit,
auditor's qualification certificate for general audit
№ K001980, valid indefinitely