



VimpelCom

4Q09 and FY2009 Financial and Operating
Results

Disclaimer



This presentation contains "forward-looking statements", as the phrase is defined in Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements relate, in part, to the proposed combination with Kyivstar and its benefits, and the Company's strategy, development plans and anticipated performance. The forward-looking statements are based on management's best assessment of the Company's strategic and financial position, and future market conditions and trends. These discussions involve risks and uncertainties. The actual outcome may differ materially from these statements as a result of continued volatility in the economies in the markets in which the Company operates, unforeseen developments from competition, governmental regulation of the telecommunications industries and general political uncertainties in the markets in which the Company operates and/or litigation with third parties. The actual outcome may also differ materially if the Company is unable to obtain all necessary corporate approvals relating to its business, if the Company is unable to successfully integrate newly-acquired businesses, including Golden Telecom, and other factors. There can be no assurance that these risks and uncertainties will not have a material adverse effect on the Company, that the Company will be able to grow or that it will be successful in executing its strategy and development plans. Certain factors that could cause actual results to differ materially from those discussed in any forward-looking statements include the risks described in the Company's Annual Report on Form 20-F for the year ended December 31, 2008 and other public filings made by the Company with the United States Securities and Exchange Commission, which risk factors are incorporated herein by reference. The Company disclaims any obligation to update developments of these risk factors or to announce publicly any revision to any of the forward-looking statements contained in this release, or to make corrections to reflect future events or developments.

IMPORTANT NOTICE: In connection with the exchange offer, VimpelCom Ltd. has filed with the SEC a registration statement on Form F-4, which includes a preliminary prospectus and related U.S. offer acceptance materials, and a Statement on Schedule TO. In addition, the Company has filed a Solicitation/Recommendation Statement on Schedule 14D-9. Holders of the Company's securities are urged to carefully read the VimpelCom Ltd. registration statement (including the preliminary prospectus), the VimpelCom Ltd. Statement on Schedule TO, any other documents relating to the U.S. offer filed by VimpelCom Ltd. with the SEC, and the Company's Solicitation/Recommendation Statement on Schedule 14D-9, as well as any amendments and supplements to these documents, because they contain important information. Free copies of the registration statement, including the preliminary prospectus and related U.S. offer acceptance materials, the Statement on Schedule TO, the Solicitation/Recommendation Statement on Schedule 14D-9, amendments and supplements to these documents, and other relevant documents filed with the SEC in respect of the U.S. offer, can be obtained at the SEC's website at www.sec.gov.

This announcement is not an offering document and does not constitute an offer to exchange or the solicitation of an offer to exchange securities or a solicitation of any vote or approval, nor shall there be any sale or exchange of securities in any jurisdiction in which such offer, solicitation or sale or exchange would be unlawful prior to the registration or qualification under the laws of such jurisdiction. The solicitation of offers to exchange the Company's securities for VimpelCom Ltd. DRs in the United States is being made pursuant to the preliminary prospectus and related U.S. offer acceptance materials that have been mailed to holders resident in the United States (including its territories and possessions) of Company shares and all holders of Company ADSs, wherever located.

This announcement does not constitute advertisement of securities, including securities of foreign issuers, in the Russian Federation within the meaning of Federal Law No. 39-FZ "On the Securities Market" dated April 22, 1996, as amended (the "Securities Law"), Federal Law No. 46-FZ "On the Protection of Rights and Lawful Interests of Investors on the Securities Market" dated March 5, 1999, as amended, and Federal Law No. 38-FZ "On Advertising" dated March 13, 2006, as amended, or a public offer to purchase, sell, exchange or transfer to or for the benefit of any person resident, incorporated, established or having their usual residence in the Russian Federation, or to any person located within the territory of the Russian Federation, that does not fall under a legal definition of a "qualified investor" within the meaning of Article 51.2 of the Securities Law, or an invitation to or for the benefit of any such person, to make offers to purchase, sell, exchange or transfer any such securities. The securities of VimpelCom Ltd. have not been and will not be admitted for placement, public placement or public circulation in the Russian Federation within the meaning of Article 51.1 of the Securities Law. This announcement is not for publication, release or distribution in or into or from any jurisdiction where it would otherwise be prohibited.

Presentation

Boris Nemsic, Chief Executive Officer

Elena Shmatova, Chief Financial Officer

Q&A Session

will be joined by:

Alexander Torbakhov, General Director

**Dmitry Pleskonos,
Head of B2C Russia**

**Andrey Patoka,
Head of B2B Russia**

**Dmitry Kromsky
Head of CIS Business**

**Martin Furuseth
Chief Marketing Officer**

VimpelCom Group: 2009 in Brief

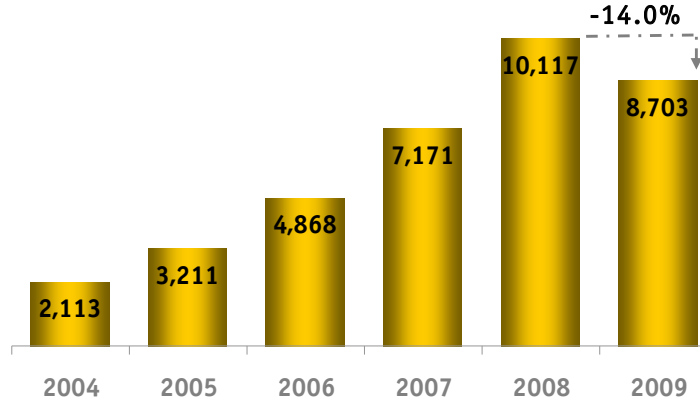


- 3.6m new mobile customers, total active subscriber base 64.6m
- 2.3m broadband subscribers, 85% growth y-o-y
- Revenues in local currencies up in all major markets
- OIBDA of \$4.3bn, margin up to 49.1% compared to 48.0% in 2008
- Free cash flow of \$2.7bn after \$0.8bn spent on Capex
- Net income attributable to VimpelCom \$1.1bn, up 114% y-o-y
- EPS up 110% y-o-y to \$21.71 (\$1.09 per ADS)
- Strategic shareholders initiated the process of combining their stakes in VimpelCom and Kyivstar and launched a public exchange offer for all outstanding VimpelCom shares

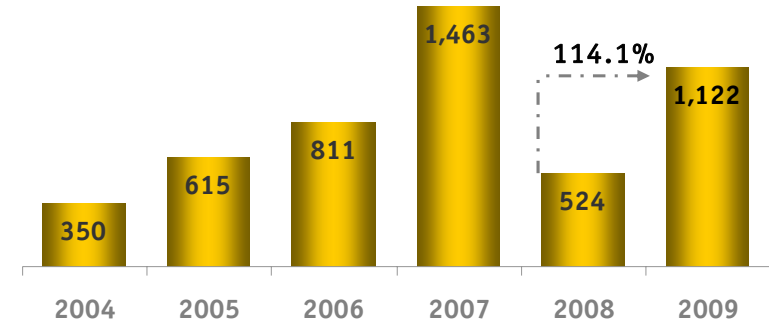
Group: Full Year 2009 Highlights



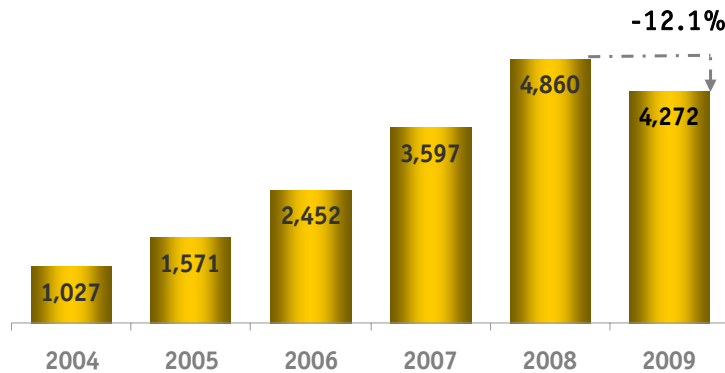
Revenue*, \$ mln



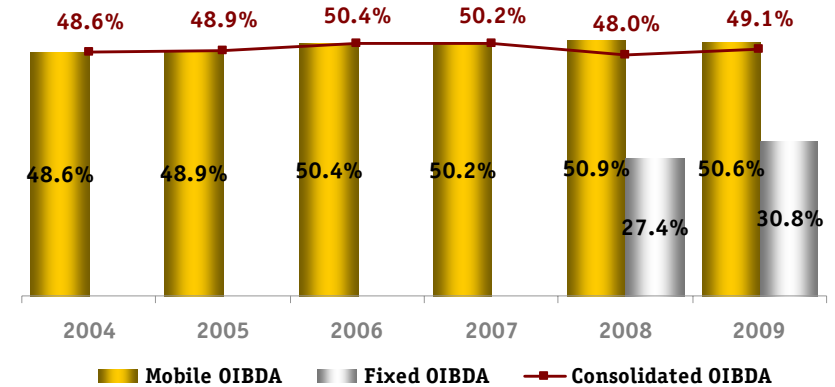
Net Income**, \$ mln



OIBDA***, \$ mln



OIBDA Margin***, %



* Here and thereafter refers to net operating revenues.

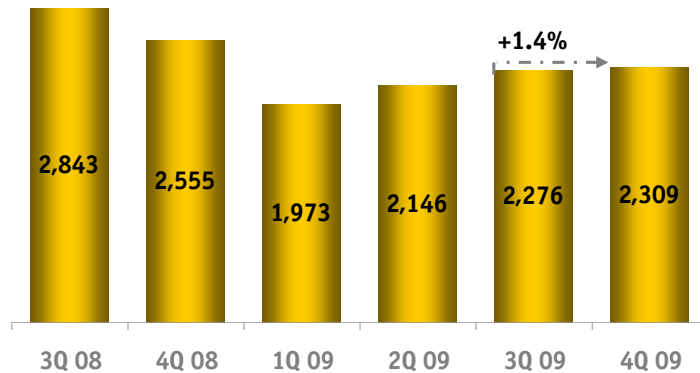
** Net Income attributable to VimpelCom

*** Here and thereafter refers to adjusted OIBDA – see definition in press-release

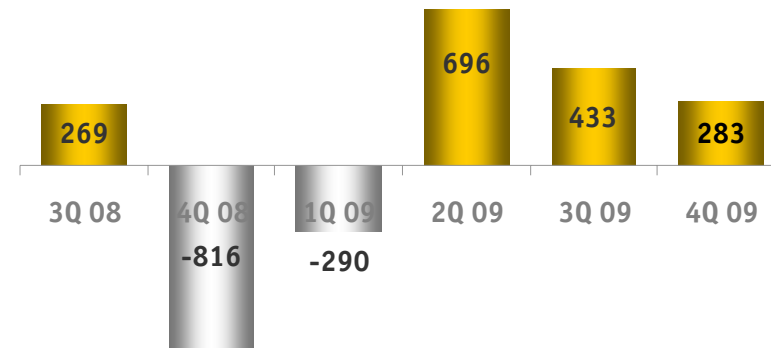
Group: Quarterly Financial Dynamics



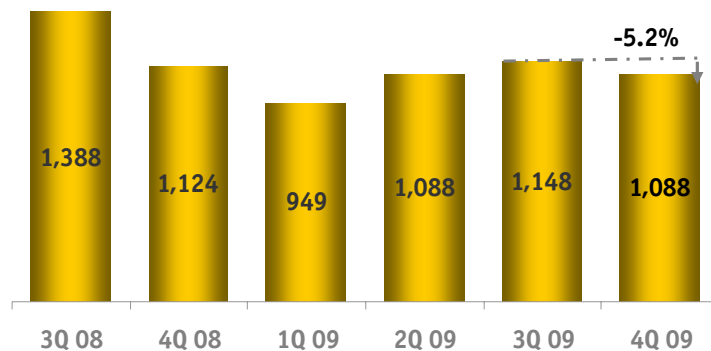
Revenue, \$ mln



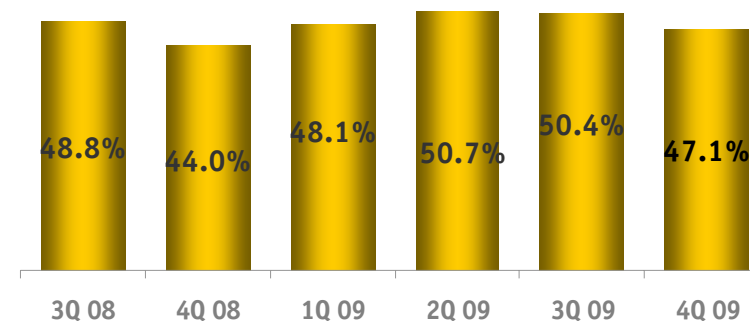
Net Income (Loss) *, \$ mln



OIBDA, \$ mln



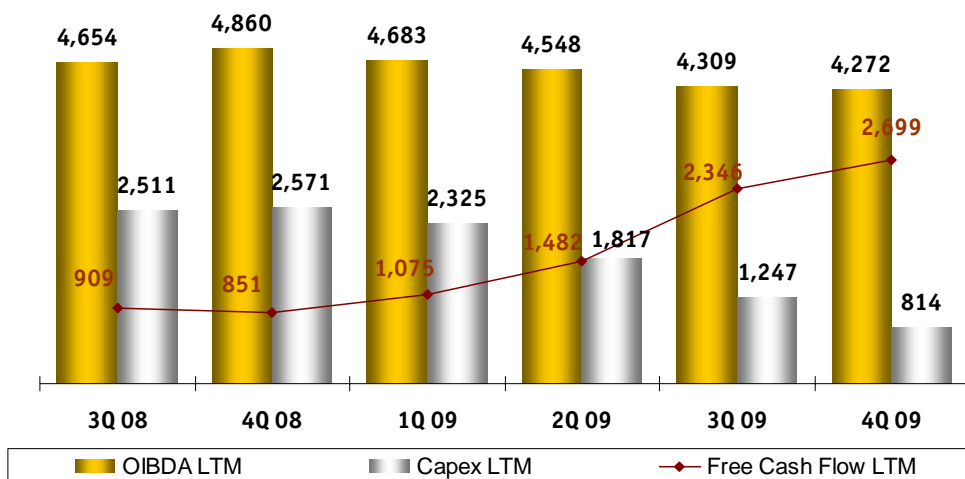
OIBDA Margin, %



Group: Financial Position



Liquidity position, \$ mln



Key Ratios and Indicators

(\$ mln)	Dec 31, 2009	Sept 30, 2009	Jun 30, 2009	Mar 31, 2009	Dec 31, 2008
Cash and Cash Equivalents	1,447	2,522	1,649	966	915
Total Assets	14,733	15,570	14,729	13,572	15,725
Total Debt	7,353	8,069	7,974	7,696	8,443
- Short-term	1,813	2,476	2,242	2,388	1,909
- Long-term	5,540	5,593	5,732	5,308	6,534
Equity and redeemable noncontrolling interest	5,017	5,075	4,538	3,646	4,610
LTM OIBDA*	4,272	4,309	4,548	4,683	4,860
- LTM Depreciation, amortization and impairment loss	1,694	2,130	2,191	2,281	2,324
- LTM Operating income	2,578	2,179	2,357	2,402	2,536
LTM Interest expense	599	588	573	554	496
<i>Debt/Equity and redeemable noncontrolling interest</i>	1.5	1.6	1.8	2.1	1.8
<i>Debt/OIBDA_{LTM}</i>	1.7	1.9	1.8	1.6	1.7
<i>OIBDA/Interest expense</i>	7.1	7.3	7.9	8.5	9.8
<i>Debt/Assets</i>	0.50	0.52	0.54	0.57	0.54
<i>Net Debt**</i>	5,906	5,547	6,325	6,730	7,528

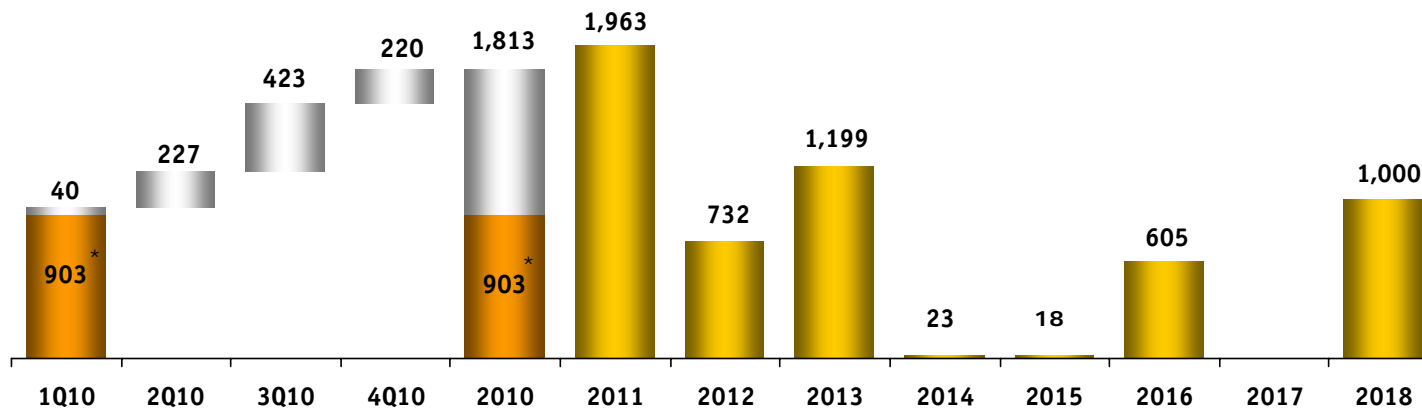
* LTM OIBDA represents an adjusted OIBDA which constitutes the sum of the lines: LTM Operating Income and LTM Depreciation, Amortization and Impairment Loss. LTM stands for the "last twelve months" to reporting date.

**Net Debt is calculated as Total Debt minus Cash and cash equivalents

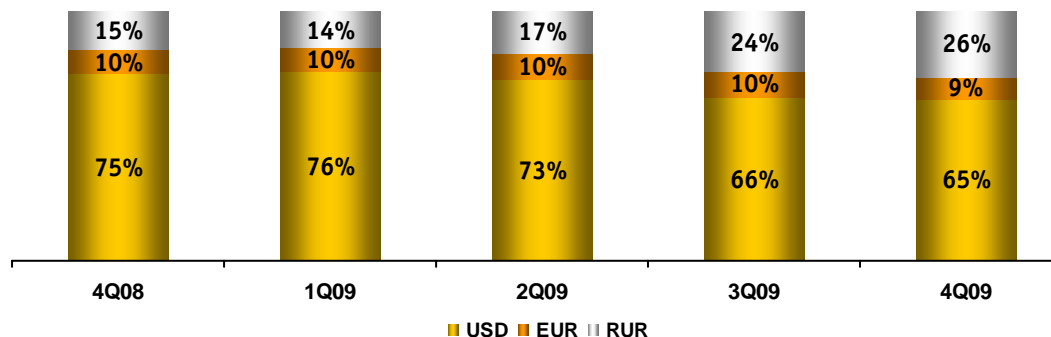
Group: Debt Profile as of December 31, 2009



Debt Maturity Schedule, USD mln



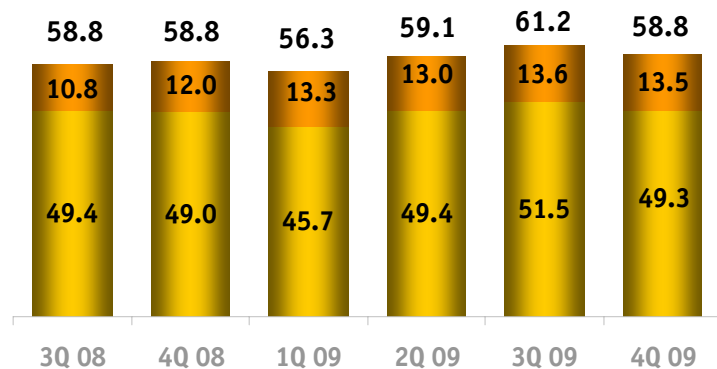
Debt composition by currency



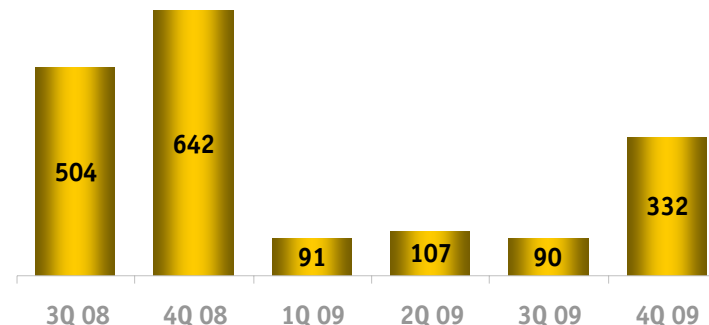
Russia: Consolidated Operations



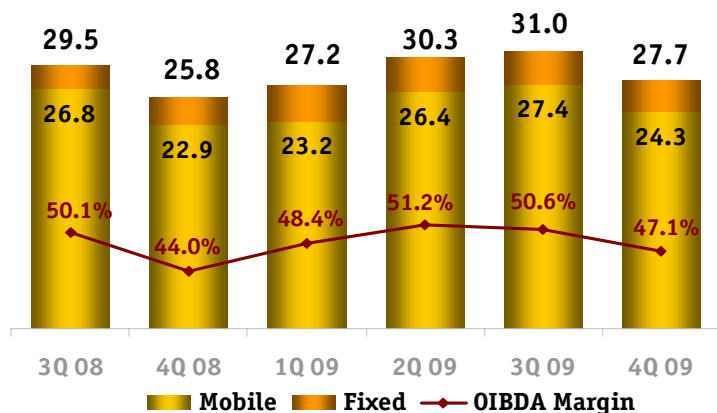
Revenue*, RUR bn



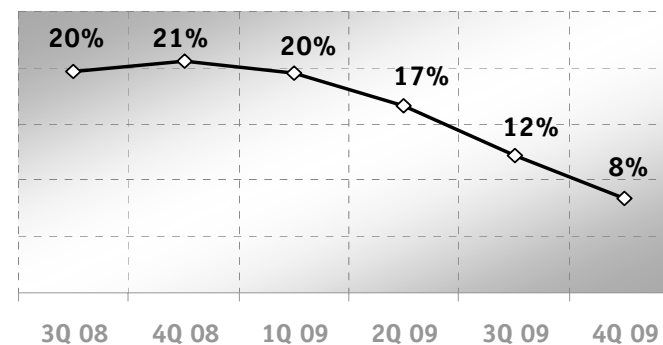
CAPEX, USD mln



OIBDA (RUR bn) and OIBDA Margin



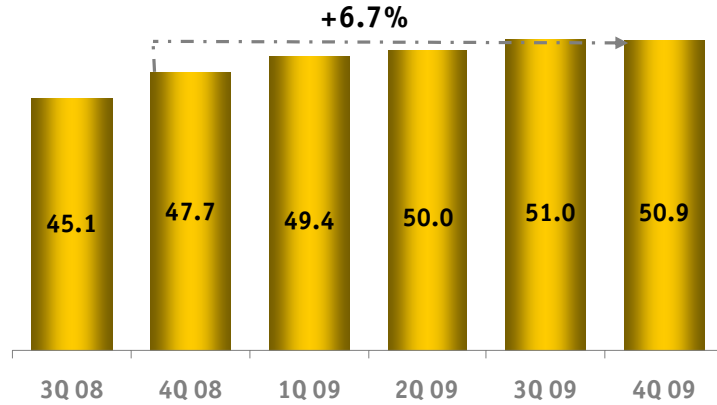
CAPEX / Revenue LTM**



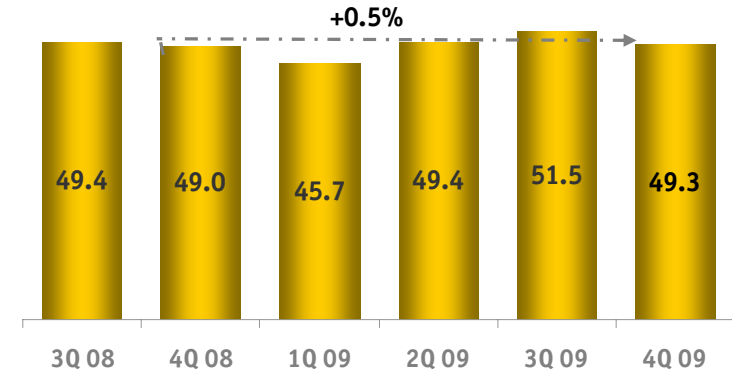
Russia: Mobile Highlights



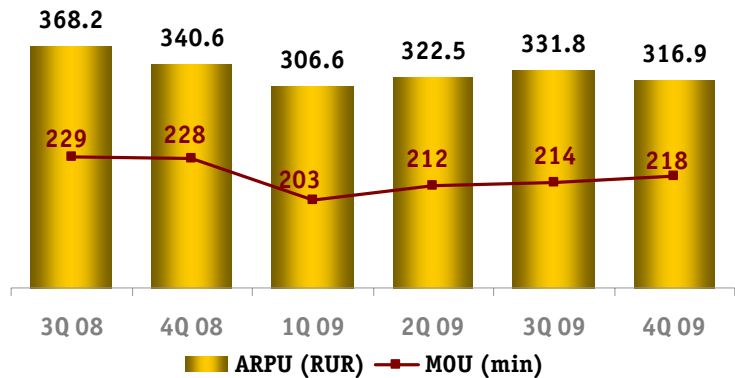
Subscribers, mln



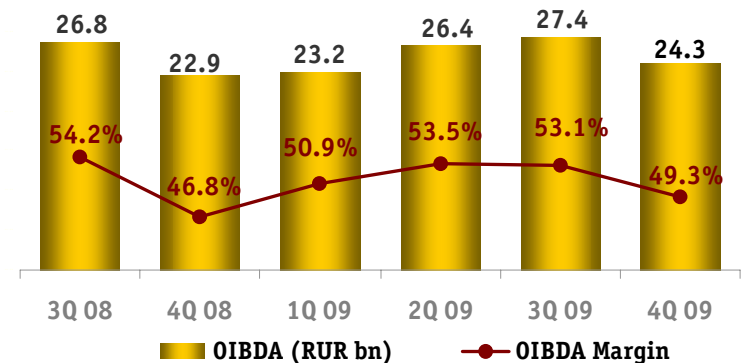
Revenue, RUR bn



Mobile ARPU & MOU



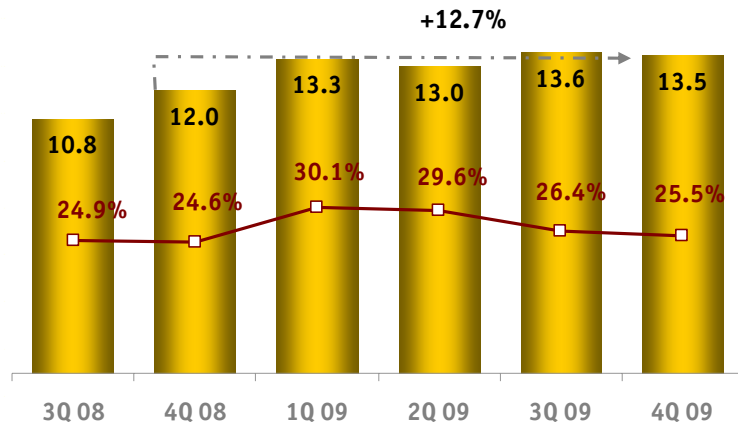
OIBDA (RUR bn) & OIBDA Margin



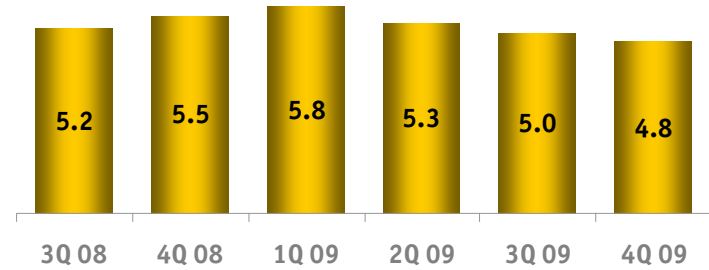
Russia: Fixed-line Segment



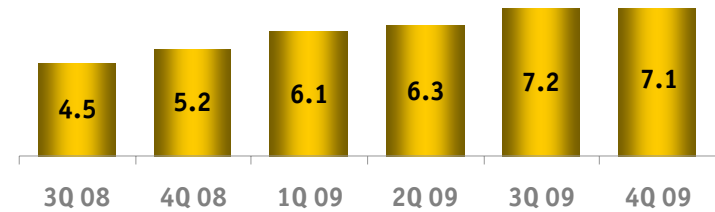
Revenue (RUR bn) and OIBDA Margin



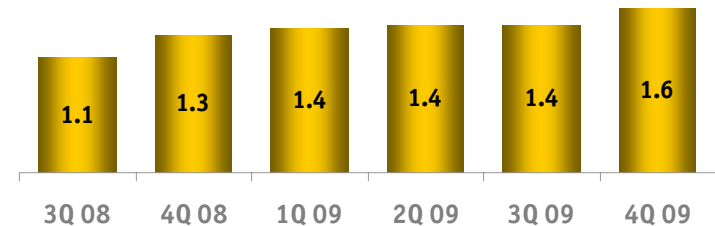
Business Segment, RUR bn



Wholesale Segment, RUR bn



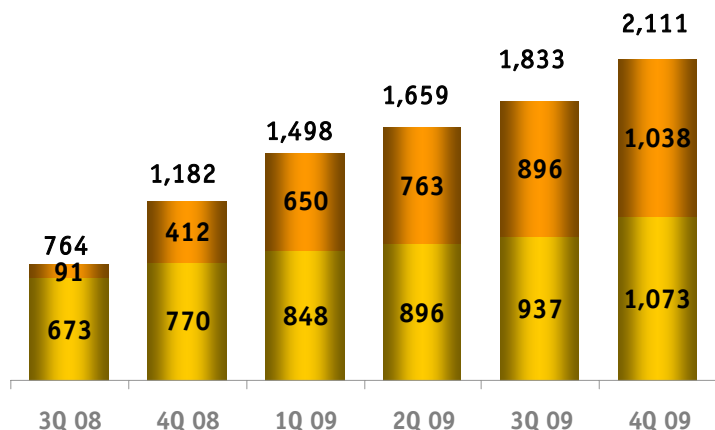
Residential Segment, RUR bn



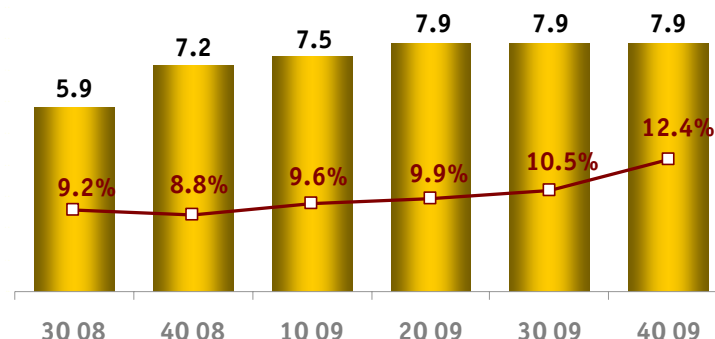
Russia: Residential Broadband Development



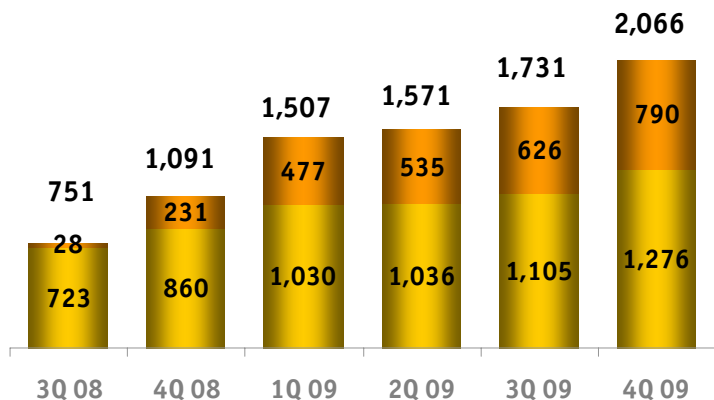
Broadband Subscribers, '000



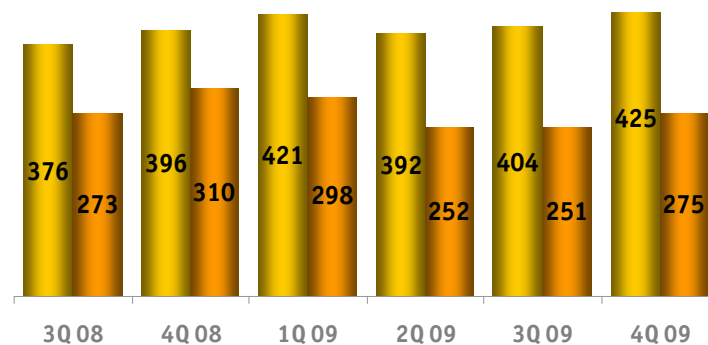
FTTB Households Passed (mln) & Take-up Rate (%)



Fixed and Mobile Broadband Revenue, RUR mln



Broadband ARPU, RUR



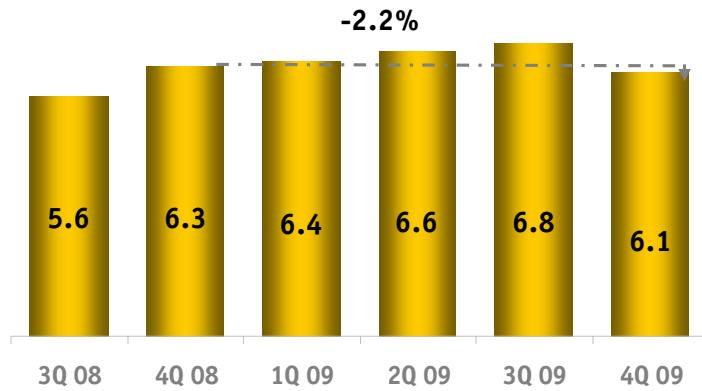
Fixed Residential BB

Mobile Broadband through USB modems

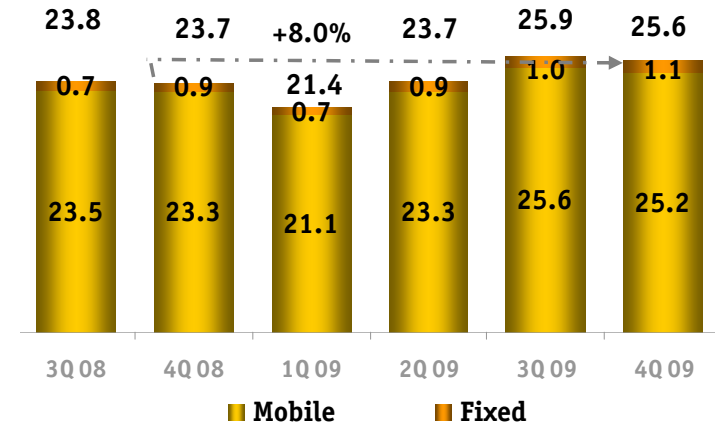
Kazakhstan: Operating & Financial Highlights



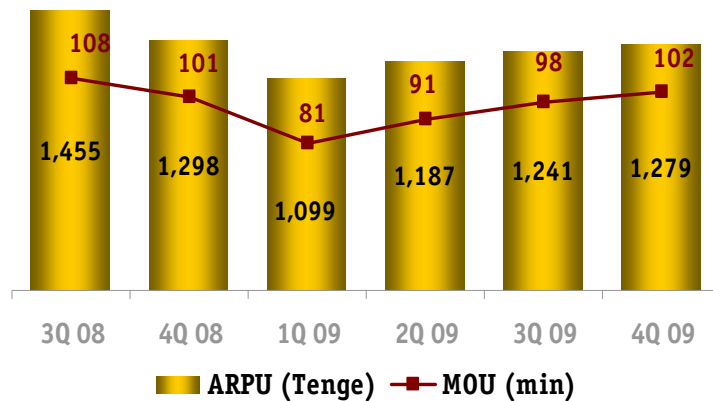
Mobile Subscribers, mln



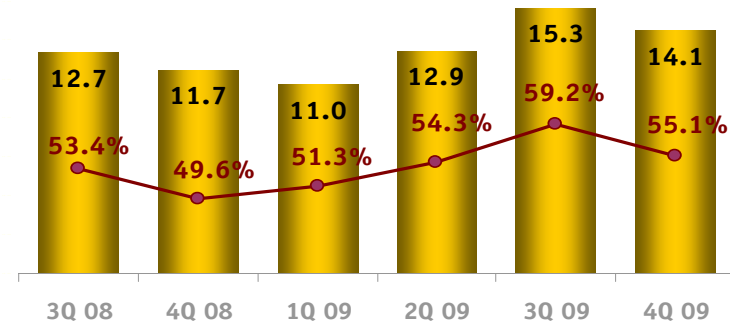
Revenue* (KZT bn)



Mobile ARPU & MOU



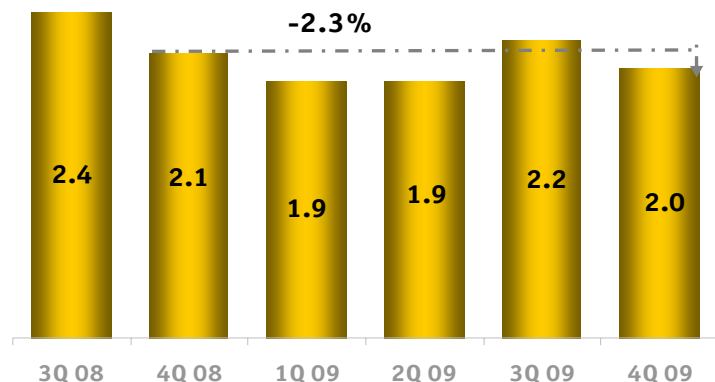
OIBDA (KZT bn) & OIBDA Margin



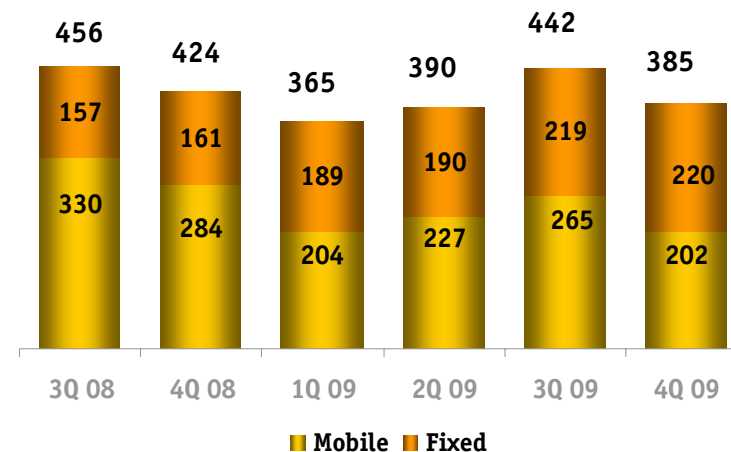
Ukraine: Operating & Financial Highlights



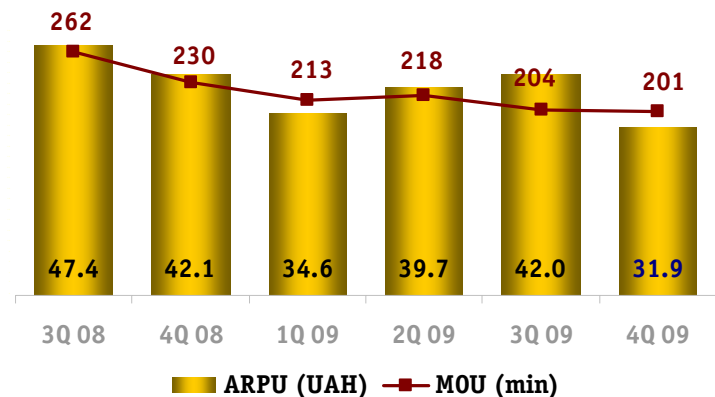
Mobile Subscribers, mln



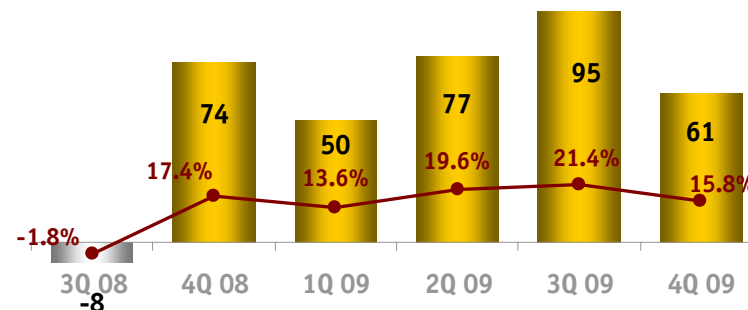
Revenue* (UAH mln)



Mobile ARPU & MOU



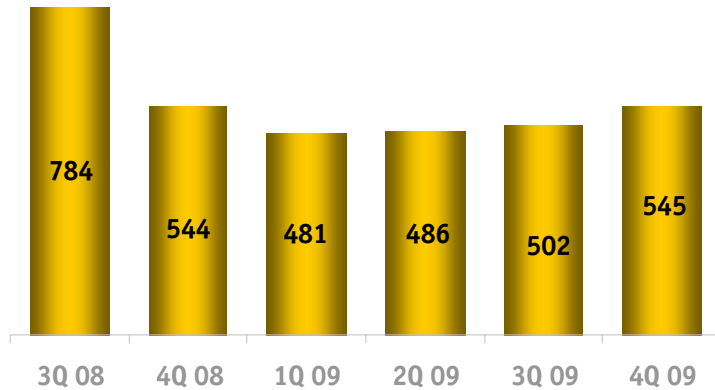
OIBDA (UAH mln) & OIBDA Margin



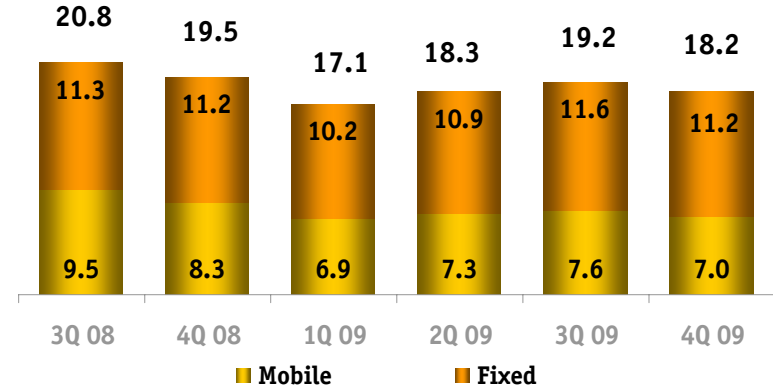
Armenia: Operating & Financial Highlights



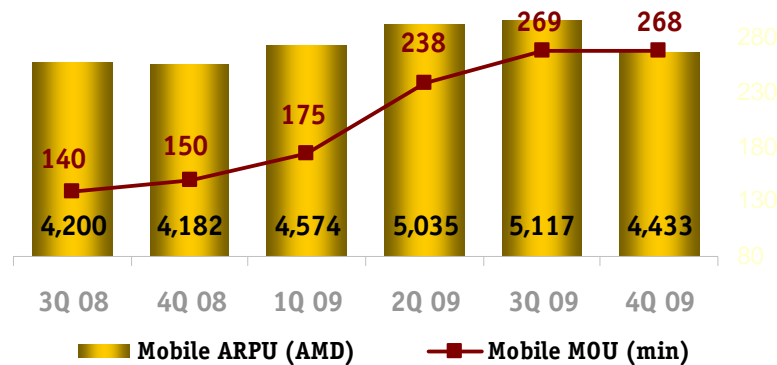
Mobile Subscribers, '000



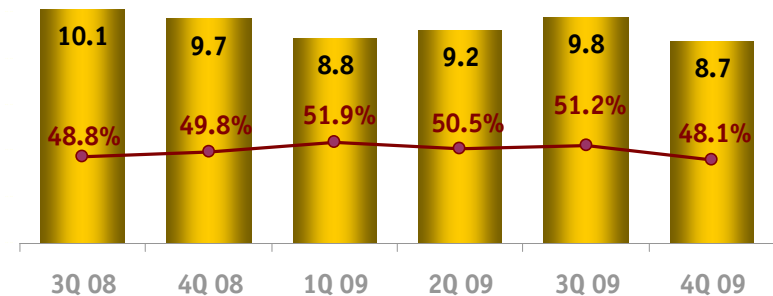
Revenue* (AMD bn)



Mobile ARPU & MOU



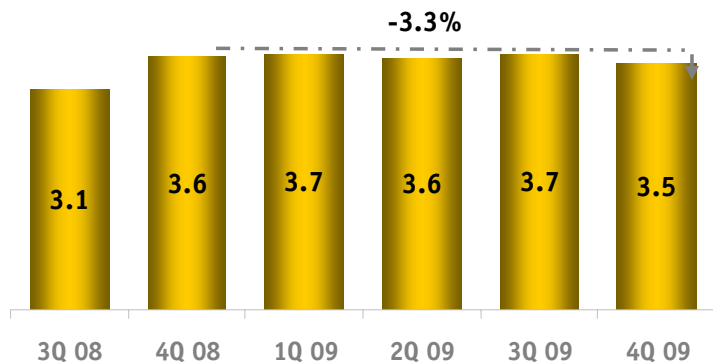
OIBDA (AMD bn) & OIBDA Margin



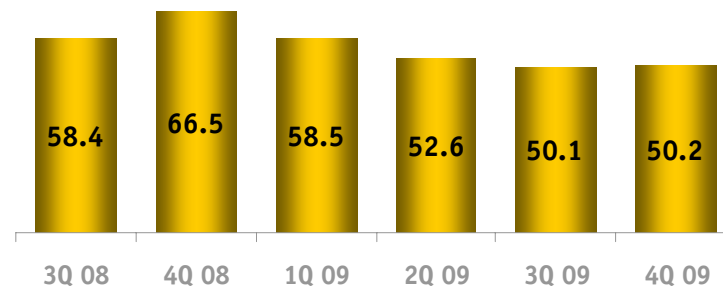
Uzbekistan: Operating & Financial Highlights



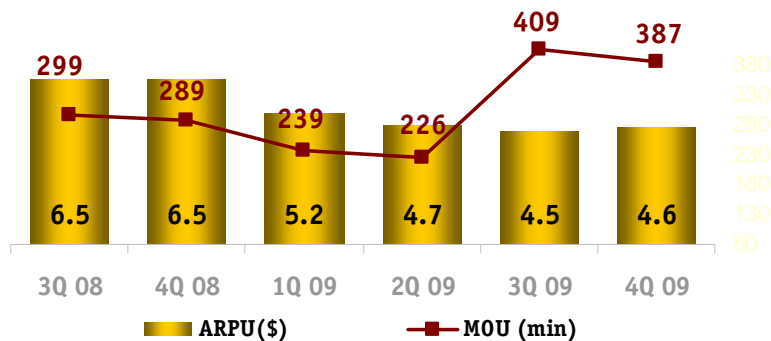
Mobile Subscribers, mln



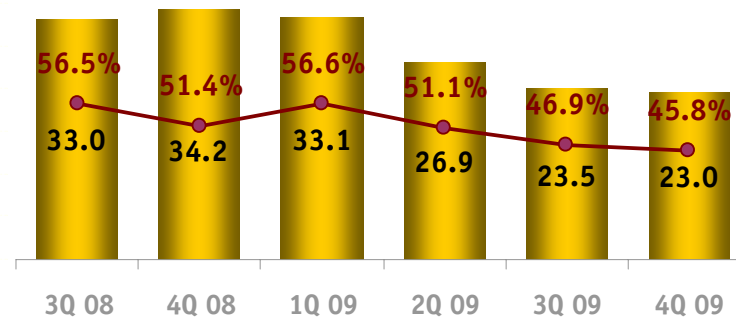
Revenue (\$ mln)



Mobile ARPU & MOU



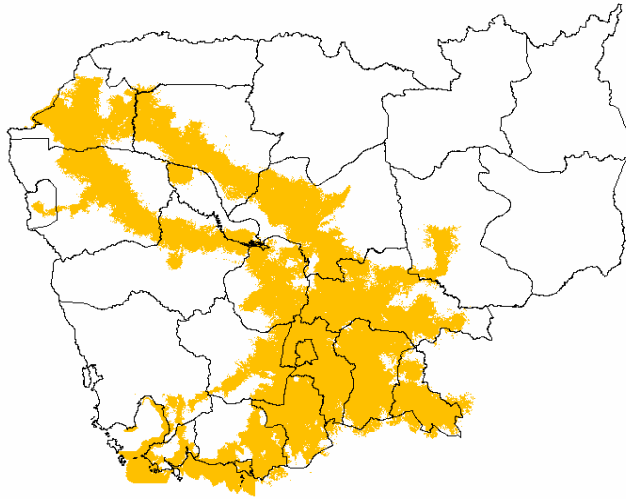
OIBDA (\$ mln) & OIBDA Margin



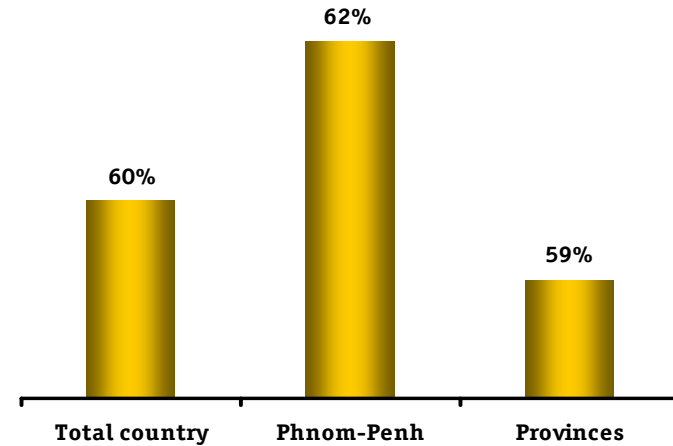
Cambodia: Strong Growth



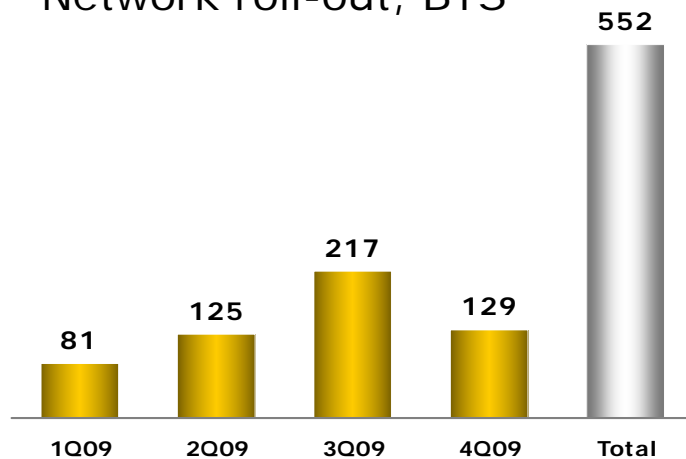
Network



Brand awareness



Network roll-out, BTS



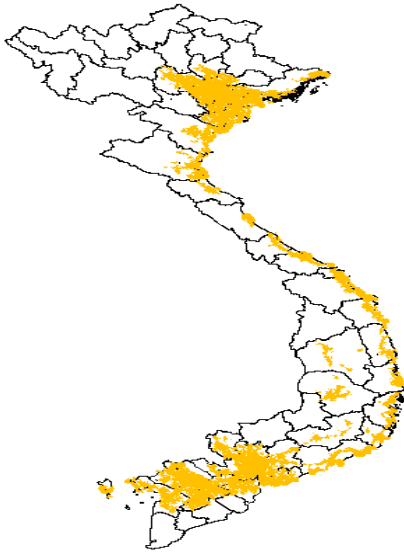
Initial results

- We serve more than 370 thousand subscribers
- In 2009 we put in operation 552 BTS covering 70% of the population
- We have over 3,000 points of sales

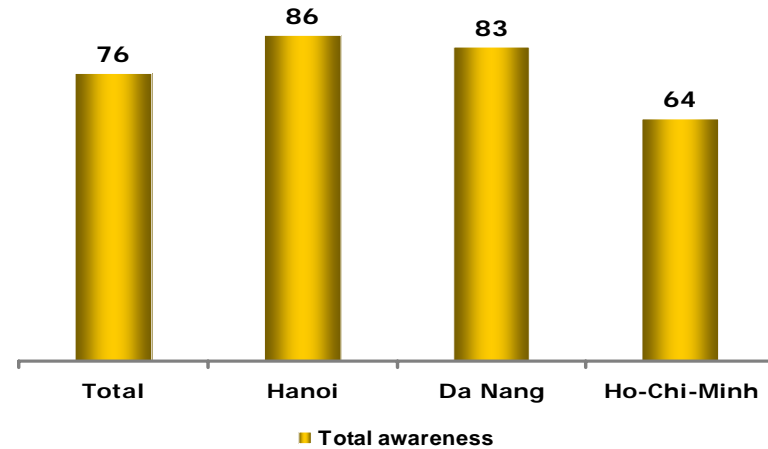
Vietnam: Business Development on Schedule



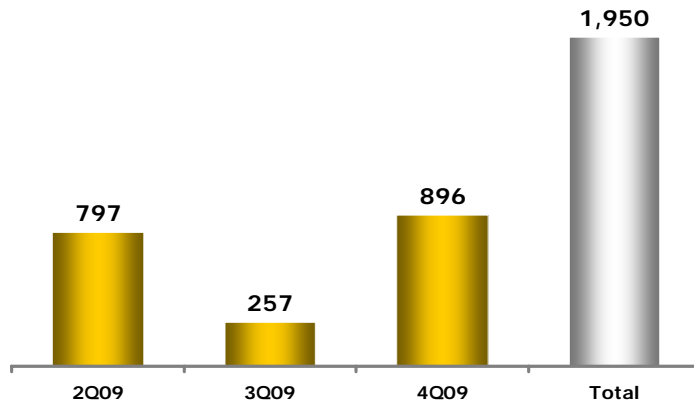
Network



Brand awareness, %



Network roll-out, BTS



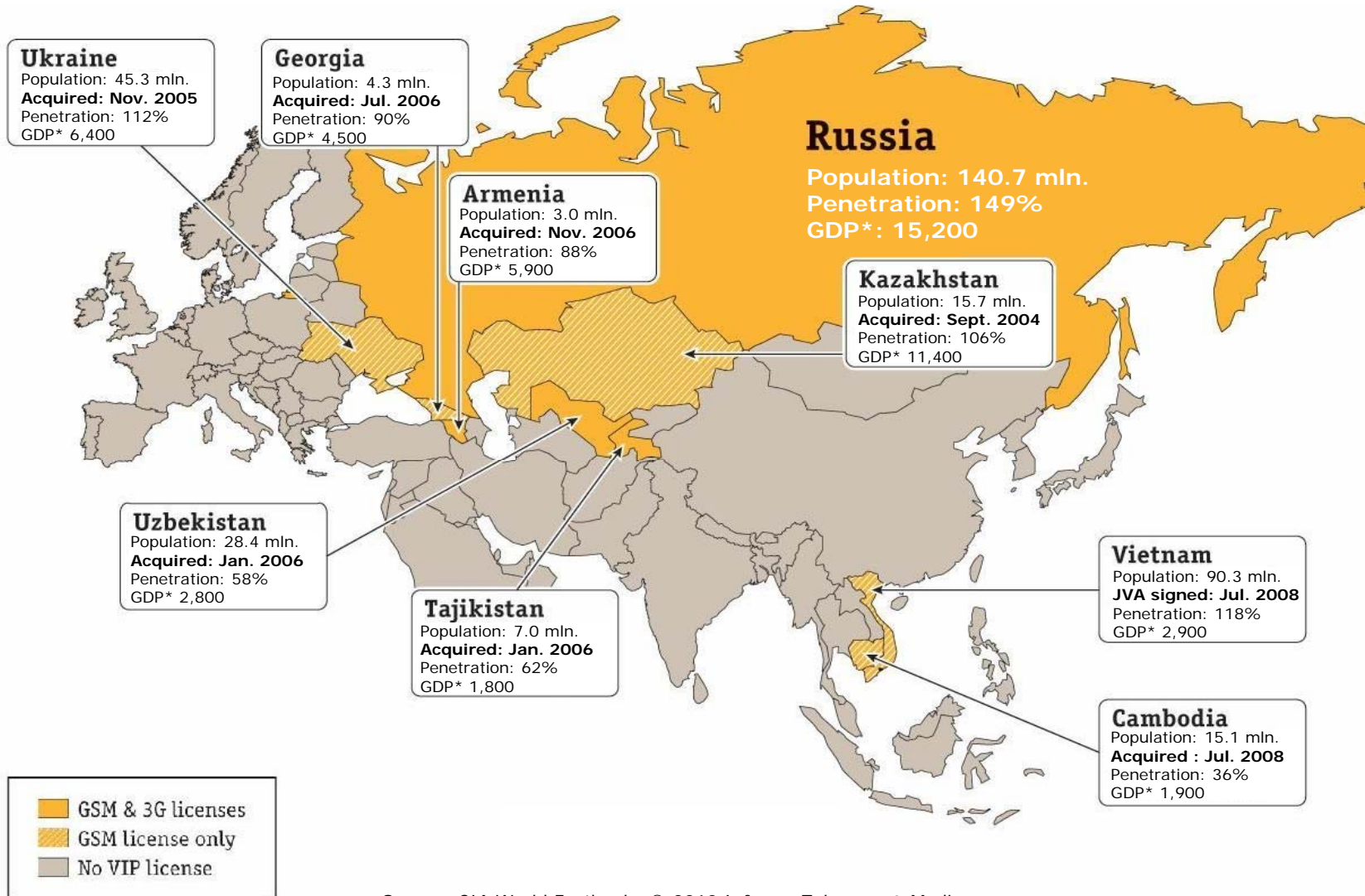
Initial results

- We serve 1.1 million subscribers counted on a one month active basis
- In 2009 we put in operation 1,950 BTS covering 32% of the population
- We have over 20,000 points of sales

- Integrated business model ensures sustainable development
- Revenues are growing in all of our core markets
- Residential broadband demonstrates very encouraging dynamics
- VimpelCom continues to deliver strong margins
- Combination with KyivStar will create a new platform for value creation









Map of Operations



Source: CIA World Factbook; © 2010 Informa Telecoms & Media

FOREX Development

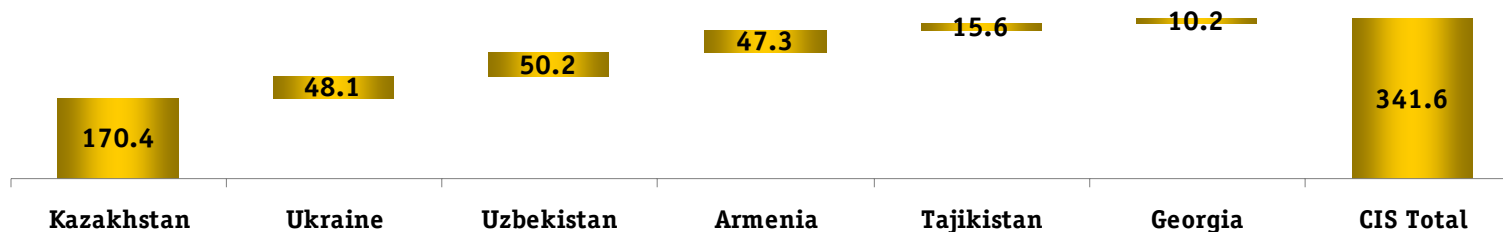


	Currency	1Q09			2Q09		3Q09		4Q09	
		Opening rate	Average Rate	Closing Rate	Average Rate	Closing Rate	Average Rate	Closing Rate	Average Rate	Closing Rate
	RUR	29.39	33.93	34.01	32.21	31.29	31.33	30.09	29.47	30.24
	KZT	120.79	138.85	151.40	150.47	150.41	150.75	150.95	149.77	148.36
	UAH	7.70	7.70	7.70	7.66	7.63	7.82	8.01	7.99	7.99
	AMD	306.73	325.11	367.77	370.46	360.06	372.66	384.28	384.40	377.89
	GEL	1.67	1.67	1.67	1.66	1.66	1.68	1.68	1.68	1.69

Composition of the CIS Business 4Q 2009



Revenues, \$ mln



OIBDA, \$ mln



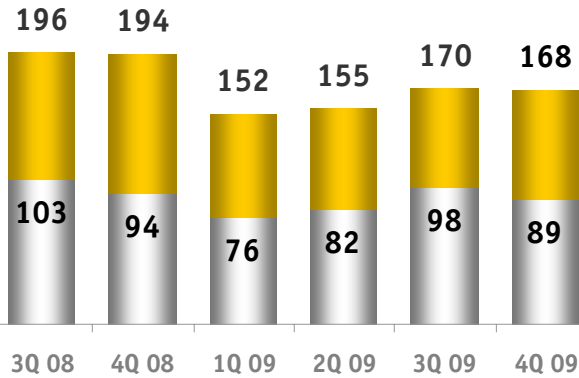
CAPEX, \$ mln



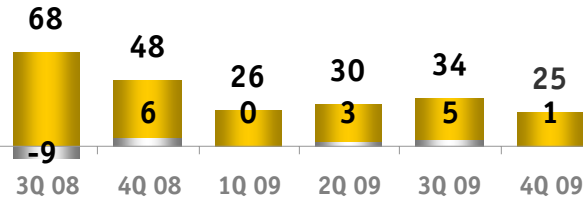
CIS Mobile: Financial Highlights



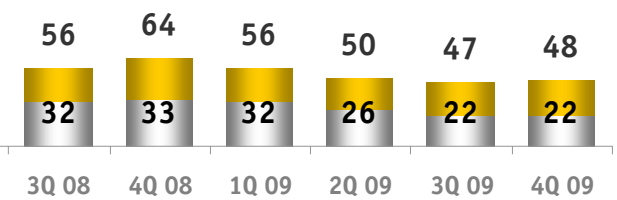
Kazakhstan



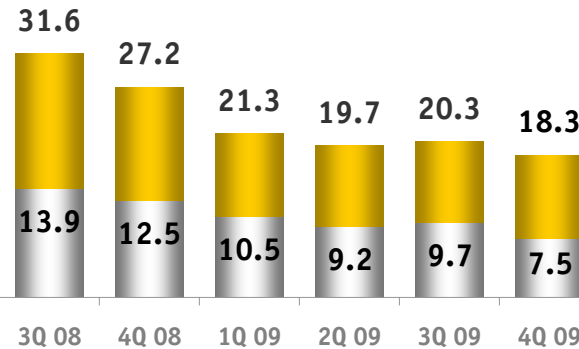
Ukraine



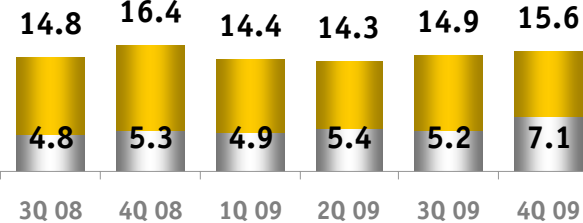
Uzbekistan



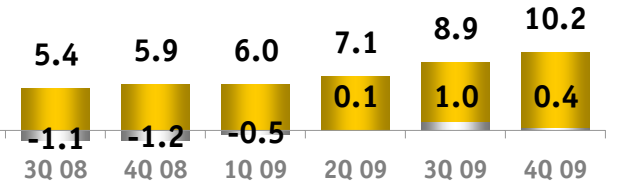
Armenia



Tajikistan



Georgia



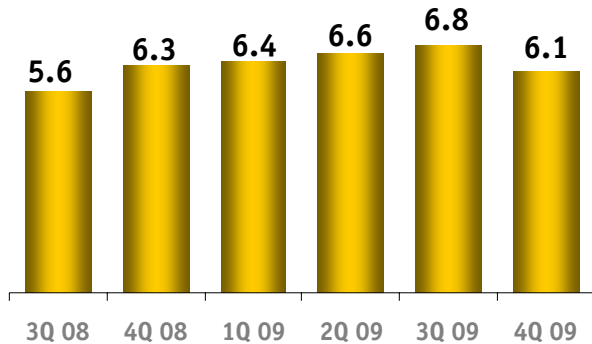
Revenue, \$ mln

OIBDA, \$ mln

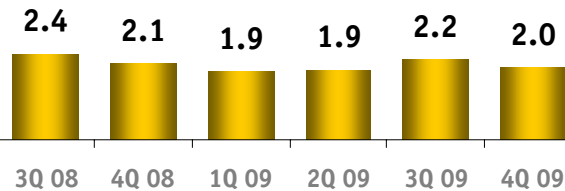
CIS Mobile: Subscribers, mln



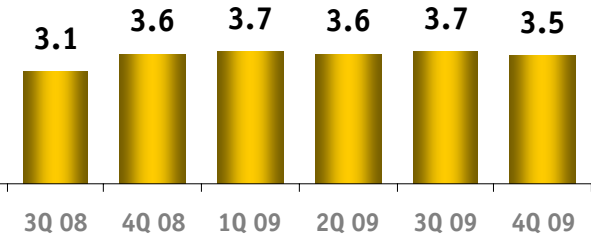
Kazakhstan



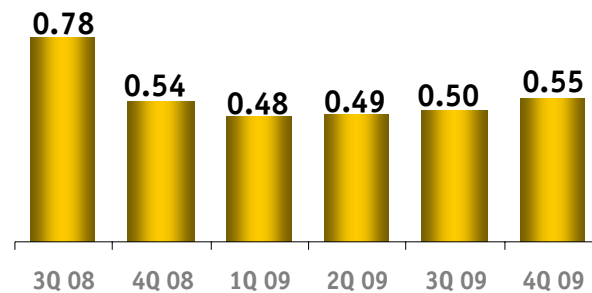
Ukraine



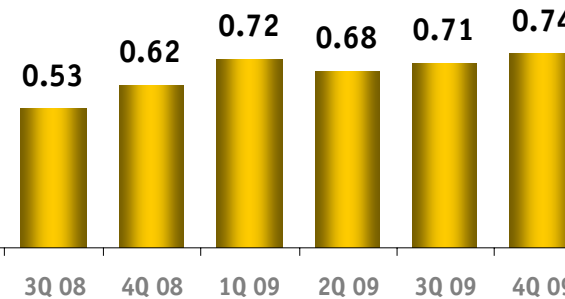
Uzbekistan



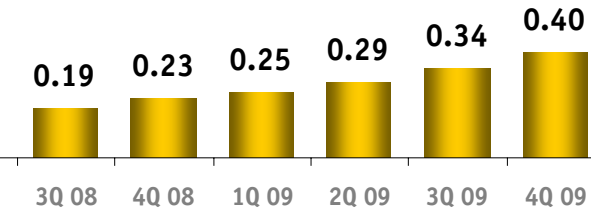
Armenia



Tajikistan



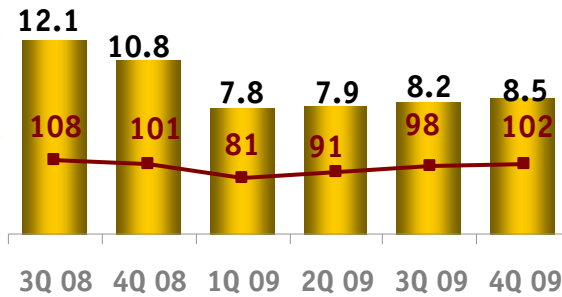
Georgia



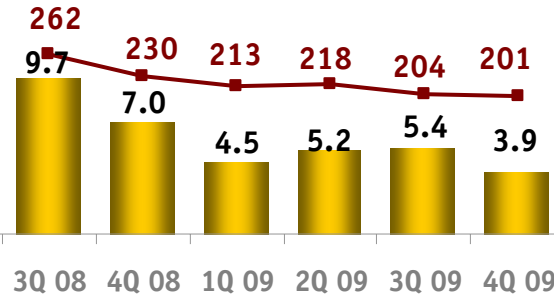
CIS Mobile: ARPU & MOU Development



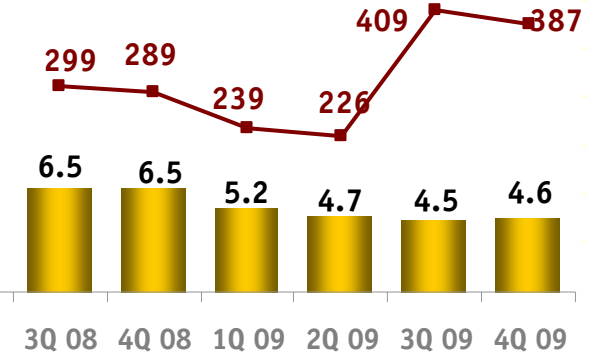
Kazakhstan



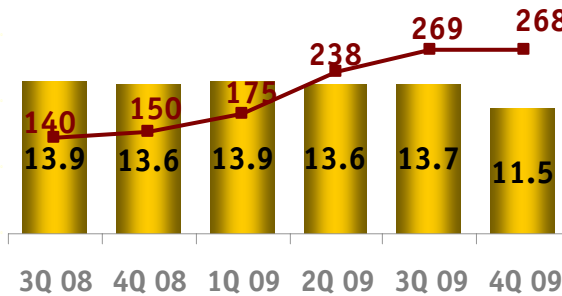
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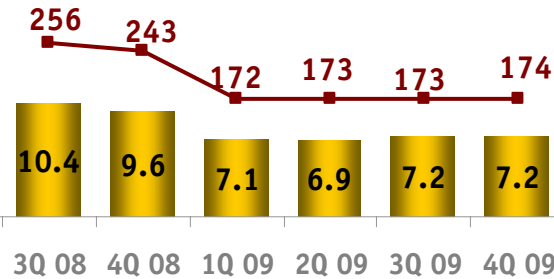
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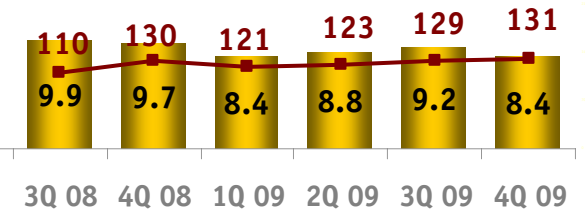
Armenia



Tajikistan



Georgia



■ ARPU (\$)

■ MOU (min)

Reconciliation of Consolidated OIBDA and OIBDA Margin (Unaudited)



<u>Three months ended</u>						
(US\$ millions)	Dec 31, 2009	Sept 30, 2009	June 30, 2009	March 31, 2009	Dec 31, 2008	Sept 30, 2008
<u>Reconciliation of OIBDA to operating income</u>						
Adjusted OIBDA	1,088	1,148	1,088	949	1,124	1,388
Depreciation	(393)	(366)	(326)	(309)	(379)	(400)
Amortization	(87)	(71)	(70)	(73)	(94)	(98)
Impairment loss	0	0	0	0	(443)	0
Operating Income	608	711	692	567	208	890
<u>Reconciliation of OIBDA margin to operating income as percentage of net operating revenue</u>						
Adjusted OIBDA margin	47.1%	50.4%	50.7%	48.1%	44.0%	48.8%
Less: Depreciation as % of net operating revenues	(17.0%)	(16.1%)	(15.2%)	(15.7%)	(14.9%)	(14.1%)
Less: Amortization as % of net operating revenues	(3.8%)	(3.1%)	(3.3%)	(3.7%)	(3.7%)	(3.4%)
Less: Impairment loss as % of net operating revenues	0.0%	0.0%	0.0%	0.0%	(17.3%)	0.0%
Operating Income	26.3%	31.2%	32.2%	28.7%	8.1%	31.3%