

**OPEN JOINT-STOCK COMPANY
MOSCOW EXCHANGE
MICEX-RTS**

**Consolidated Interim Condensed Financial Statements
For the Three-Month Period Ended March 31, 2013**

MOSCOW EXCHANGE GROUP

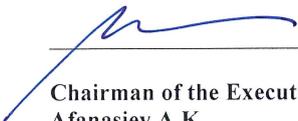
Table of Contents

	Page
Consolidated Interim Condensed Statement of Profit or Loss	3
Consolidated Interim Condensed Statement of Other Comprehensive Income	4
Consolidated Interim Condensed Statement of Financial Position	5
Consolidated Interim Condensed Statement of Cash Flows	6
Consolidated Interim Condensed Statement of Changes in Equity	8
Notes to the Consolidated Interim Condensed Financial Statements	
1. Organization	9
2. Basis of Presentation	10
3. Significant Accounting Policies	11
4. Critical Accounting Judgements and Key Sources of Estimation Uncertainty	12
5. Fee and Commission Income	14
6. Interest and Other Finance Income	14
7. Net Loss / (Gain) on Financial Assets Available-for-Sale	14
8. Foreign Exchange Gains Less Losses	15
9. Other Operating Income	15
10. Administrative and Other Operating Expenses	15
11. Personnel Expenses	16
12. Income Tax	17
13. Cash and Cash Equivalents	19
14. Financial Assets at Fair Value Through Profit or Loss	19
15. Due from Financial Institutions	19
16. Central Counterparty Financial Assets and Liabilities	20
17. Investments Available-for-Sale	20
18. Investments Held-to-Maturity	20
19. Investments in Associates	20
20. Property and Equipment	21
21. Intangible Assets	22
22. Goodwill	23
23. Other Assets	23
24. Disposal group held for sale	23
25. Balances of Market Participants	24
26. Other Liabilities	25
27. Share Capital and Share Premium	26
28. Retained Earnings	26
29. Earnings per Share	27
30. Transactions with Related Parties	27
31. Fair Value of Financial Assets and Liabilities	28
32. Subsequent events	30

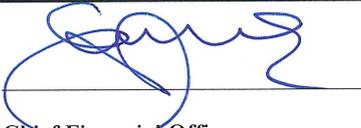
MOSCOW EXCHANGE GROUP

Consolidated Interim Condensed Statement of Profit or Loss for the Three-Month Period Ended March 31, 2013 (in thousands of Russian rubles)

	Notes	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Fee and commission income	5	2 858 754	2 568 060
Interest and other finance income	6	2 478 119	2 331 646
Interest expense		(395)	(31 510)
Net gain / (loss) on financial assets available-for-sale	7	(17 981)	9 143
Foreign exchange gains less losses	8	179 156	173 808
Other operating income	9	19 840	28 750
Operating Income		5 517 493	5 079 897
Administrative and other operating expenses	10	(1 037 839)	(1 219 261)
Personnel expenses	11	(1 027 897)	(834 151)
Operating Profit		3 451 757	3 026 485
Interest expense in respect of written put option over own shares		(199 686)	(370 665)
Share of profits of associates	19	21 692	7 437
Profit before Tax		3 273 763	2 663 257
Income tax expense	12	(711 363)	(547 626)
Net Profit		2 562 400	2 115 631
Attributable to:			
Equity holders of the parent		2 564 052	2 118 863
Non-controlling interest		(1 652)	(3 232)
Earnings per share			
Basic earnings per share, rubles	29	1,17	1,01
Diluted earnings per share, rubles	29	1,17	1,01


Chairman of the Executive Board
Afanasiev A.K.

May 30, 2013
Moscow


Chief Financial Officer
Fetisov E.E.

May 30, 2013
Moscow

The notes on pages 9-30 form an integral part of these consolidated interim condensed financial statements.

MOSCOW EXCHANGE GROUP

Consolidated Interim Condensed Statement of Other Comprehensive Income for the Three-Month Period Ended March 31, 2013

(in thousands of Russian rubles)

	Notes	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Net profit		2 562 400	2 115 631
Other comprehensive income that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations		10 406	(82 239)
Net gain resulting from revaluation of investments available-for-sale		61 412	12 523
Net loss on investments available-for sale reclassified to profit or loss	7	17 981	9 143
Income tax relating to items that may be reclassified	12	(15 879)	(4 333)
Other comprehensive income that may be reclassified subsequently to profit or loss		73 920	(64 906)
Total comprehensive income		2 636 320	2 050 725
Attributable to:			
Equity holders of the parent		2 632 690	2 085 798
Non-controlling interest		3 630	(35 073)
Total comprehensive income		2 636 320	2 050 725

The notes on pages 9-30 form an integral part of these consolidated interim condensed financial statements.

MOSCOW EXCHANGE GROUP

Consolidated Interim Condensed Statement of Financial Position as at March 31, 2013 (in thousands of Russian rubles)

	Notes	March 31, 2013 (unaudited)	December 31, 2012
ASSETS			
Cash and cash equivalents	13	229 199 117	193 356 484
Financial assets at fair value through profit or loss	14	5 393 346	18 025 839
Due from financial institutions	15	55 893 953	13 726 867
Central counterparty financial assets	16	4 134 718	2 823 444
Assets of disposal group held for sale	24	1 821 347	-
Investments available-for-sale	17	65 688 045	56 674 522
Investments in associates	19	751 022	728 654
Investments held-to-maturity	18	447 563	529 842
Property and equipment	20	6 313 188	6 355 233
Intangible assets	21	19 256 441	19 463 776
Goodwill	22	16 067 536	16 066 094
Current tax prepayments		645 423	535 032
Deferred tax asset	12	65 287	103 178
Other assets	23	817 732	715 130
TOTAL ASSETS		406 494 718	329 104 095
LIABILITIES			
Balances of market participants	25	319 751 724	246 990 385
Written put option over own shares	4	-	23 318 767
Central counterparty financial liabilities	16	4 134 718	2 823 444
Distributions payable to holders of securities		180 620	4 436 856
Loans payable		35 337	20 243
Liabilities of disposal group held for sale	24	690 876	-
Deferred tax liability	12	3 994 104	3 884 784
Current tax payables		30 555	161 022
Other liabilities	26	2 101 570	2 393 192
TOTAL LIABILITIES		330 919 504	284 028 693
EQUITY:			
Share capital	27	2 597 997	2 416 918
Share premium	27	38 929 593	27 403 927
Treasury shares	27	(10 310 314)	(2 860 714)
Foreign currency translation reserve		(5 197)	(10 321)
Investments revaluation reserve		61 563	(1 951)
Share-based payments		267 061	179 166
Written put option over own shares	4	-	(21 054 656)
Retained earnings	28	43 702 741	38 674 893
Total equity attributable to owners of the parent		75 243 444	44 747 262
Non-controlling interest		331 770	328 140
TOTAL EQUITY		75 575 214	45 075 402

The notes on pages 9-30 form an integral part of these consolidated interim condensed financial statements.

MOSCOW EXCHANGE GROUP

Consolidated Interim Condensed Statement of Cash Flows for the Three-Month Period Ended March 31, 2013 (in thousands of Russian rubles)

	Notes	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES:			
Profit before tax		3 273 763	2 663 257
Adjustments for:			
Depreciation and amortization charge	10	390 882	375 562
Interest expense on written put option on own shares		199 686	370 665
Fair value adjustment on financial assets at fair value through profit or loss		(178 431)	(79 002)
Revaluation of derivatives		177 869	25 735
Share-based payment expense		87 895	-
Unrealized loss/(gain) on foreign exchange operations		(55 362)	37 400
Share of profits of associates		(21 692)	(7 437)
Loss / (gain) on disposal of investments available-for-sale	7	17 981	(9 143)
Net change in interest accruals		(319 536)	145 647
Net loss on disposal of property and equipment and intangible assets	10	7 960	59 275
Other provisions		3 474	4 613
Changes in operating assets and liabilities:			
Due from financial institutions		(41 897 063)	(10 759 867)
Financial assets at fair value through profit or loss		12 848 234	(6 650 227)
Central counterparty financial assets		(1 311 274)	(38 785)
Other assets		(104 815)	255 281
Balances of market participants		72 460 384	(24 342 956)
Central counterparty financial liabilities		1 311 274	38 785
Distributions payable to holders of securities		(4 256 236)	(2 416 529)
Other liabilities		(566 815)	(6 212)
Cash flows from operating activities before taxation		42 068 178	(40 333 938)
Income tax paid		(802 914)	(709 841)
Cash flows from operating activities		41 265 264	(41 043 779)
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES:			
Purchase of investments available-for-sale		(12 011 843)	(17 061 525)
Proceeds from disposal of investments available-for-sale		3 494 063	6 989 760
Purchase of property and equipment and intangible assets		(154 536)	(278 899)
Proceeds from redemption of investments held-to-maturity		87 201	424 244
Proceeds from disposal of property and equipment and intangible assets		5 113	13 923
Cash flows used in investing activities		(8 580 002)	(9 912 497)

The notes on pages 9-30 form an integral part of these consolidated interim condensed financial statements.

MOSCOW EXCHANGE GROUP

Consolidated Interim Condensed Statement of Cash Flows for the Three-Month Period Ended March 31, 2013 (Continued) (in thousands of Russian rubles)

	Notes	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES:			
IPO proceeds, net of transaction costs paid		5 838 060	-
Acquisition of treasury shares		(1 527 896)	(4 543 355)
Loans (repaid) / received		15 011	(2 506 505)
Proceeds from issue of ordinary shares		5 822	-
Sale of treasury shares		-	9 625 947
Cash flows from financing activities		4 330 997	2 576 087
Effect of changes in foreign exchange rates on cash and cash equivalents		607 782	(7 510 547)
Net increase in cash and cash equivalents		37 624 041	(55 890 736)
Cash and cash equivalents, beginning of period	13	193 356 484	165 830 133
Cash and cash equivalents, end of period	13	230 980 525	109 939 397

Interest received by the Group during the three-month period ended March 31, 2013, amounted to RUB 2 194 782 thousand (March 31, 2012: RUB 2 780 872 thousand).

Interest paid by the Group during the three-month period ended March 31, 2013, amounted to RUB 312 thousand (March 31, 2012: RUB 43 457 thousand).

MOSCOW EXCHANGE GROUP

Consolidated Interim Condensed Statement of Changes in Equity for the Three-Month Period Ended March 31, 2013

(in thousands of Russian rubles)

	Notes	Share capital	Share premium	Treasury shares	Written put option over own shares	Investments revaluation reserve	Share-based payments	Foreign currency translation reserve	Retained earnings	Total equity attributable to owners of the parent	Non-controlling interest	Total equity
December 31, 2011		2 416 918	24 147 074	(7 424 768)	(21 054 656)	(364 379)	-	40 733	31 149 729	28 910 651	386 047	29 296 698
Net profit (unaudited)		-	-	-	-	-	-	-	2 118 863	2 118 863	(3 232)	2 115 631
Other comprehensive income (unaudited)		-	-	-	-	17 333	-	(50 398)	-	(33 065)	(31 841)	(64 906)
Total comprehensive income for the period		-	-	-	-	17 333	-	(50 398)	2 118 863	2 085 798	(35 073)	2 050 725
Transactions with owners												
Shares issued		-	3 256 853	6 369 094	-	-	-	-	-	9 625 947	-	9 625 947
Repurchase of own shares		-	-	(1 805 040)	-	-	-	-	-	(1 805 040)	-	(1 805 040)
Total transactions with owners		-	3 256 853	4 564 054	-	-	-	-	-	7 820 907	-	7 820 907
March 31, 2012		2 416 918	27 403 927	(2 860 714)	(21 054 656)	(347 046)	-	(9 665)	33 268 592	38 817 356	350 974	39 168 330
December 31, 2012		2 416 918	27 403 927	(2 860 714)	(21 054 656)	(1 951)	179 166	(10 321)	38 674 893	44 747 262	328 140	45 075 402
Net profit (unaudited)		-	-	-	-	-	-	-	2 564 052	2 564 052	(1 652)	2 562 400
Other comprehensive income (unaudited)		-	-	-	-	63 514	-	5 124	-	68 638	5 282	73 920
Total comprehensive income for the year		-	-	-	-	63 514	-	5 124	2 564 052	2 632 690	3 630	2 636 320
Transactions with owners												
Issue of shares (unaudited)		181 079	13 113 763	(13 289 020)	-	-	-	-	-	5 822	-	5 822
Sale of treasury shares in IPO (unaudited)		-	(1 588 097)	7 367 316	-	-	-	-	-	5 779 219	-	5 779 219
Expiration of IPO-related written put option (unaudited)		-	-	-	21 054 656	-	-	-	2 463 796	23 518 452	-	23 518 452
Repurchase of treasury shares (unaudited)		-	-	(1 527 896)	-	-	-	-	-	(1 527 896)	-	(1 527 896)
Share-based payments (unaudited)		-	-	-	-	-	87 895	-	-	87 895	-	87 895
Total transactions with owners		181 079	11 525 666	(7 449 600)	21 054 656	-	87 895	-	2 463 796	27 863 492	-	27 863 492
March 31, 2013		2 597 997	38 929 593	(10 310 314)	-	61 563	267 061	(5 197)	43 702 741	75 243 444	331 770	75 575 214

The notes on pages 9-30 form an integral part of these consolidated interim condensed financial statements.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

1. Organization

Open Joint-Stock Company Moscow Exchange MICEX-RTS (Moscow Exchange) is a stock exchange based in Moscow, Russian Federation. It was established as closed joint-stock company “Moscow Interbank Currency Exchange” (MICEX) in 1992. In December 2011 the company was reorganized into the form of open joint-stock company and renamed to Open Joint-Stock Company MICEX-RTS. In July 2012 the name of the company was changed to Open Joint-Stock Company Moscow Exchange MICEX-RTS.

The legal address of Moscow Exchange: 13 Bolshoy Kislovsky per., Moscow, the Russian Federation.

Moscow Exchange Group (“the Group”) is an integrated exchange structure that provides financial market participants with a full set of competitive trading, clearing, settlement, depository and information services. The Group offers trading, clearing and settlement services on the following financial market segments: foreign currencies exchange market, government securities and money market, market of derivative financial instruments, equities market, corporate and regional bonds market, commodities market, government and municipal procurement market.

Moscow Exchange is the parent company of the Group, which includes the following entities:

Name	Principal activities	March 31, 2013	December 31,
		(unaudited) Voting rights, %	2012 Voting rights, %
CJSC MICEX Stock Exchange (MICEX SE)	Stock exchange operations	100%	100%
NCO CJSC National Settlement Depository (NSD)	Depository, clearing and settlement services	99,997%	99,997%
CJSC National Clearing Center (NCC)	Banking and clearing operations	100%	100%
CJSC Clearing Center RTS (CC RTS)	Financial activities	100%	100%
Non-banking Credit Organisation Settlement Chamber RTS CJSC (SC RTS)	Settlement services	100%	100%
CJSC Depository Clearing Company (DCC)	Depository services	99,995%	99,995%
Open Joint-Stock Company “Evraziyskaia Trading System” Commodity Exchange (ETS)	Commodity exchange operations	61,32%	61,32%
LLC Technical Center RTS (TechCenter)	Technical support of exchange activities	100%	100%
LLC MICEX Finance (MICEX Finance)	Financial activities	100%	100%
LLC MICEX Cyprus (MICEX Cyprus)	Financial activities	100%	100%
LLC E-Stock (E-Stock)	IT services	100%	100%
CJSC MICEX-Information Technologies (MICEX-IT)	IT services, operator of electronic trading platform	100%	100%
CJSC PFTS Stock Exchange (PFTS SE)	Stock exchange operations	50,02%	50,02%

MICEX SE provides services for Securities Market Sections of the Group.

NSD is the central securities depository of the Russian Federation. NSD is Russia's national numbering agency and the substitute numbering agency for the Commonwealth of Independent States (CIS), authorized to assign the international ISIN and CFI codes. The status of central securities depository was assigned to NSD by the Russian Federal Financial Markets Service (FSFM) on 6 November 2012. NSD holds a license for depository and clearing operations issued by the FSFM, and license for settlement operations issued by the Central Bank of the Russia (CBR).

NCC performs functions of a clearing organization and central counterparty in the financial market. NCC has a license for clearing activities issued by the FSFM.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

1. Organization (continued)

E-Stock provide IT services to Moscow Exchange clients.

MICEX-IT is an operator of the online procurement platform (state and corporate purchases) – one of five procurement platforms determined by the Economic Development Ministry of the Russian Federation and Federal Antimonopoly Service as the national electronic auction marketplace for state and municipal procurement.

PFTS SE is a stock exchange, which has a stock exchange license in Ukraine and facilitates spot trading.

MICEX Finance and MICEX (CYPRUS) LTD are established for facilitating financial activities of the Group.

Until December 2012 CC RTS provided clearing services for Derivatives Market and Securities Market (“Standard” sector) Sections of the Group. In the end of 2012 this line of business was transferred to NCC. The Group is now considering possible functions for CC RTS in the future.

SC RTS is a non-banking credit institution. In 2012 SC RTS provided settlement services to trading participants. In the second half of 2012 this line of business was transferred to NSD. In March 2013 the Management Board decided to sell SC RTS and initiated a tender to locate a buyer. SC RTS has a licence to perform settlement services issued by the CBR.

DCC provides depository and clearing services. DCC has licenses to perform depository and clearing activities issued by the FSFM.

TechCenter provides information and technical services to Moscow Exchange clients.

ETS is a commodity exchange, which has a license in Kazakhstan for organisation of trading in commodities.

Moscow Exchange and all subsidiaries are located in Russia, except for ETS, PFTS SE and MICEX (CYPRUS) LTD. ETS is located in Kazakhstan, PFTS SE is located in Ukraine and MICEX (CYPRUS) LTD is registered in Cyprus.

The Group has 1 682 employees as at March 31, 2013 (December 31, 2012: 1 648 employees).

Entities controlled by the Russian Federation together hold more than 50% of voting shares of Moscow Exchange. Accordingly, the Russian Federation exercises control over Moscow Exchange.

2. Basis of Presentation

Statement of compliance

These Consolidated Interim Condensed Financial Statements of the Group have been prepared in accordance with the International Financial Reporting Standard IAS 34 “Interim Financial Statements”.

Basis of presentation

These Consolidated Financial Statements are presented in thousands of Russian rubles, unless otherwise indicated. These Consolidated Financial Statements have been prepared on the historical cost basis except for certain financial assets and liabilities that are measured at fair value.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

3. Significant Accounting Policies

The accounting policies adopted by the Group in the preparation of these Consolidated Interim Condensed Financial Statements are consistent with those followed in the preparation of the Group's Consolidated Financial Statements for the year ended December 31, 2012 except for the adoption of new standards and interpretations effective as of 1 January 2013.

The Group applies, for the first time, IFRS 10 Consolidated Financial Statements, IFRS 13 Fair Value Measurement and amendments to IAS 1 Presentation of Financial Statements. As required by IAS 34, the nature and the effect of these changes are disclosed below. In addition, the application of IFRS 12 Disclosure of Interest in Other Entities would result in additional disclosures in the annual consolidated financial statements.

Several other new standards and amendments apply for the first time in 2013. However, they do not impact the annual consolidated financial statements of the Group or the interim condensed consolidated financial statements of the Group.

The nature and the impact of each new standard/amendment is described below:

IAS 1 Presentation of Items of Other Comprehensive Income – Amendments to IAS 1

The amendments to IAS 1 introduce a grouping of items presented in other comprehensive income. Items that could be reclassified (or recycled) to profit or loss at a future point in time now have to be presented separately from items that will never be reclassified. The amendment affected presentation only and had no impact on the Group's financial position or performance.

IFRS 10 Consolidated Financial Statements and IAS 27 Separate Financial Statements

IFRS 10 establishes a single control model that applies to all entities including special purpose entities. IFRS 10 replaces the parts of previously existing IAS 27 Consolidated and Separate Financial Statements that dealt with consolidated financial statements and SIC-12 Consolidation – Special Purpose Entities. IFRS 10 changes the definition of control such that an investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. To meet the definition of control in IFRS 10, all three criteria must be met, including: (a) an investor has power over an investee; (b) the investor has exposure, or rights, to variable returns from its involvement with the investee; and (c) the investor has the ability to use its power over the investee to affect the amount of the investor's returns. IFRS 10 had no impact on the consolidation of investments held by the Group.

IFRS 13 Fair Value Measurement

IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. The application of IFRS 13 has not materially impacted the fair value measurements carried out by the Group.

IFRS 13 also requires specific disclosures on fair values, some of which replace existing disclosure requirements in other standards, including IFRS 7 Financial Instruments: Disclosures. Some of these disclosures are specifically required for financial instruments by IAS 34.16A(j), thereby affecting the interim condensed consolidated financial statements period. The Group provides these disclosures in Note 31.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

4. Critical Accounting Judgements and Key Sources of Estimation Uncertainty

In the application of the Group's accounting policies the Management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Critical judgements in applying accounting policies

The following are the critical judgements, apart from those involving estimations (see below), that the Management has made in the process of applying the Group's accounting policies and that have the most significant effect on the amounts recognised in the Consolidated Interim Condensed Financial Statements.

Written put option over own shares

Financial liabilities of the Group as at December 31, 2012 include a written put option on the Group's shares. The option was granted by the Group to certain former shareholders of RTS as a part of the merger with RTS. The option gave its holders the right to put the Group's shares back to the Group for cash:

- in July 2013 in the case if the Group has not conducted an IPO by June 30, 2013, and MICEX stock index and FTSE Mondo Visione Exchanges index have not fallen by 30% or more after the merger date;
- In October 2014, if the option has not been exercised in July 2013 and the Group has not conducted an IPO by September 30, 2014.

Because the put option required the Group to deliver cash in the event of occurrence or non-occurrence of uncertain future events that are beyond control of both the Group and the holders of the option, in accordance with IAS 32 *Financial Instruments: Presentation* the option was classified as a financial liability and is carried at the net present value of its strike price. For the purpose of calculation of the net present value, Management assumed that the option could be exercised in July 2013 and has used the discount rate of 7%. Unwinding of the discount is recorded as interest expense in a separate line of the Consolidated Income Statement.

The Group conducted an IPO on February 15, 2013. The put option over own shares lapsed and a financial liability in respect of the put option was derecognised.

Held-to-maturity financial assets

The Management has reviewed the Group's held-to-maturity financial assets in the light of its capital maintenance and liquidity requirements and have confirmed the Group's positive intention and ability to hold those assets to maturity. Details of these assets are set out in Note 18.

Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

4. Critical Accounting Judgements and Key Sources of Estimation Uncertainty (continued)

Impairment of receivables

The Group regularly reviews its receivables to assess for impairment. The Group's receivables impairment provisions are established to recognize incurred impairment losses in its portfolio of receivables. The Group considers accounting estimates related to allowance for impairment of receivables a key source of estimation uncertainty because (a) they are highly susceptible to change from period to period as the assumptions about future default rates and valuation of potential losses relating to impaired receivables are based on recent performance experience, and (b) any significant difference between the Group's estimated losses and actual losses would require the Group to record provisions which could have a material impact on its Consolidated Financial Statements in future periods.

The Group uses Management's judgment to estimate the amount of any impairment loss in cases where the debtor has financial difficulties and there are few available sources of historical data relating to similar debtors. Similarly, the Group estimates changes in future cash flows based on past performance, past counterparty behavior, observable data indicating an adverse change in the payment status, and national or local economic conditions that correlate with defaults on assets in the group. Management uses estimates based on historical loss experience for assets with credit risk characteristics and objective evidence of impairment similar to those in the group of receivables. The Group uses Management's judgment to adjust observable data for a group of receivables to reflect current circumstances not reflected in historical data.

The allowances for impairment of financial assets in the Consolidated Interim Condensed Financial Statements have been determined on the basis of existing economic and political conditions.

Valuation of financial instruments

For financial instruments not traded in an active market, the fair value is determined using appropriate valuation techniques. Such techniques may include:

- Using recent arm's length market transactions
- Reference to the current fair value of another instrument that is substantially the same
- A discounted cash flow analysis or other valuation models.

Impairment of goodwill

Goodwill is tested for impairment annually (as at December 31) and when there is an indication that the carrying value may be impaired.

Impairment is determined by assessing the recoverable amount of each CGU (or group of CGUs) to which the goodwill relates. When the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognised.

Share-based payments

The Group measures the cost of transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determination of the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determination of the most appropriate inputs to the valuation model including the expected life of the share option and volatility and making assumptions about them. The assumptions and models used for estimating fair value for share-based payment transactions are disclosed in Note 11.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

5. Fee and Commission Income

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Securities market	723 558	936 695
Depository and settlement services	526 411	467 420
Money market	498 010	248 310
Foreign exchange market	486 971	446 509
Derivative market	359 376	272 931
Sale of software and technical services	123 395	110 952
Information services	105 507	61 441
Other	35 526	23 802
Total fee and commission income	2 858 754	2 568 060

6. Interest and Other Finance Income

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Income on securities at fair value through profit or loss		
Interest income	213 900	1 008 309
Net loss on securities at fair value through profit or loss	(36 282)	(291 632)
Total income on securities at fair value through profit or loss	177 618	716 677
Interest income on financial assets other than at fair value through profit or loss		
Interest on due from financial institutions	1 158 838	997 571
Interest income on investments available-for-sale	1 132 500	606 477
Interest on investments held-to-maturity	9 163	10 921
Total interest income on financial assets other than at fair value through profit or loss	2 300 501	1 614 969
Total interest and other finance income	2 478 119	2 331 646

7. Net Loss / (Gain) on Financial Assets Available-for-Sale

In the three-month period ended March 31, 2013 the Group recognized a net loss on financial assets available-for-sale of RUB 17 981 thousand (three-month period ended March 31, 2012: gain of RUB 9 143 thousand). The loss resulted from the sale of high yield bonds held by the Group. Interest income received on these bonds exceeded the losses realised on the sale of such securities (refer to Note 6).

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

8. Foreign Exchange Gains Less Losses

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Net gains arising from dealing in foreign currencies	123 794	211 208
Net foreign exchange translation gains	55 362	(37 400)
Total foreign exchange gains less losses	179 156	173 808

9. Other Operating Income

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Income from lease	8 176	19 492
Other income	11 664	9 258
Total other operating income	19 840	28 750

10. Administrative and Other Operating Expenses

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Amortisation of intangible assets	257 737	246 044
Professional services	192 614	160 314
Depreciation of property and equipment	133 145	129 518
Taxes, other than income tax	105 836	80 994
Rent and office maintenance	92 843	181 235
Equipment and intangible assets maintenance	92 019	89 885
Market makers fees	61 942	129 444
Advertising and marketing costs	48 423	43 393
Business trip expenses	11 210	12 043
Security expenses	8 111	8 728
Loss on disposal of property, equipment and intangible assets	7 960	59 275
Charity	3 669	1 000
Other	22 330	77 388
Total administrative and other operating expenses	1 037 839	1 219 261

Professional services comprise consulting, audit, IT services, information and telecommunication, insurance, legal services and other.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

11. Personnel Expenses

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Staff expenses	775 348	672 643
Payroll related taxes	164 654	161 508
Share-based payment expense	87 895	-
Total personnel expenses	1 027 897	834 151

The Group grants equity-settled share options to senior management and some employees. A majority of the options vest when the employee continues to be employed by the Group at the vesting date. The maximum contractual term of the options is four years. The fair value of the options is measured at the grant date using a binomial model taking into account the terms and conditions upon which the instruments were granted.

The following table illustrates the number and weighted average exercise prices (WAEP) of, and movements in, share options during the three-month period ended March 31, 2013:

	Number	WAEP
Outstanding at 1 January	42 027 058	47,53
Lapsed during the three-month period	(450 000)	46,90
Granted during the three-month period	1 750 001	46,90
Outstanding at 31 March	43 327 059	47,51

The weighted average remaining contractual life for the share options outstanding as at March 31, 2013 was 1,23 years. The weighted average fair value of options granted during the three-month period was RUB 17,29. Exercise prices for options outstanding as at March 31, 2013 were RUB 46,9 – RUB 51.

The following table lists the inputs to the models used:

Assumption	Value
Expected volatility	25%
Risk-free interest rate	6,30%
Weighted average share price, RUB	55
Dividend yield	3,6%

The volatility assumption is based on implied volatilities of quoted options on shares of similar stock exchanges.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended March 31, 2013 (continued)

(in thousands of Russian rubles, unless otherwise indicated)

12. Income Tax

The Group provides for taxes based on the tax accounts maintained and prepared in accordance with the tax regulations of countries where the Group and its subsidiaries operate and which may differ from IFRS.

Deferred taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for tax purposes. Temporary differences relate mostly to different methods of income and expense recognition, as well as to recorded values of certain assets.

The tax rate used for the reconciliations between tax expense and accounting profit is the corporate tax rate of 20% payable by corporate entities in the Russian Federation on taxable profits under the tax law in that jurisdiction.

Temporary differences comprise:

	Consolidated statement of financial position		Consolidated income statement	
	March 31, 2013 (unaudited)	December 31, 2012	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Tax effect from deductible temporary differences				
Financial assets at fair value through profit or loss	-	29 750	(29 750)	(18 993)
Investments in associates and assets available-for-sale	7 428	29 360	(15 872)	144 178
Property and equipment and intangible assets	12 467	13 563	(1 455)	7 340
Other assets	3 742	5 721	(1 320)	9 000
Tax loss carried forward	29 653	47 716	17 659	61 358
Other liabilities	118 000	203 273	(107 840)	4 753
Total tax effect from deductible temporary differences	171 290	329 383	(138 579)	207 636
Tax effect from taxable temporary differences				
Cash and cash equivalents	(1 851)	(250)	(1 601)	-
Central counterparty financial assets	(1 806)	(3 176)	1 370	-
Investments in associates and assets available-for-sale	(81 095)	(46 584)	(34 511)	(1 487)
Financial assets at fair value through profit or loss	(12 227)	(7 290)	(4 937)	370
Financial assets held-to-maturity	(10)	(10)	-	(433)
Property and equipment and intangible assets	(4 001 133)	(4 049 137)	48 004	39 689
Other assets	(814)	(1 350)	536	1 720
Other liabilities	(1 171)	(3 192)	2 021	2 253
Total tax effect from taxable temporary differences	(4 100 107)	(4 110 989)	10 882	42 112
Deferred tax income			(127 697)	249 748
Deferred income tax assets	65 287	103 178		
Deferred income tax liabilities	(3 994 104)	(3 884 784)		

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended

March 31, 2013 (continued)

(in thousands of Russian rubles, unless otherwise indicated)

12. Income Tax (continued)

Reconciliation of income tax expense and accounting profit for the three-month period ended March 31, 2013 and 2012, are explained below:

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Profit before income tax	3 273 763	2 663 257
Tax at the statutory tax rate (20%)	654 753	532 651
Non-deductible expenses for tax purposes	90 627	103 806
Tax effect of income taxed at rates different from the prime rate	(30 453)	(56 545)
Deferred tax benefit from a previously unrecognised temporary difference of a prior period	(3 564)	(32 286)
Income tax expense	711 363	547 626
Current income tax expense	583 666	797 374
Deferred taxation movement due to origination and reversal of temporary differences	145 356	(188 390)
Deferred taxation movement due to tax losses carried forward	(17 659)	(61 358)
Income tax expense	711 363	547 626

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
As at January 1 – deferred tax assets	103 178	246 983
As at January 1 – deferred tax liabilities	(3 884 784)	(4 230 362)
Change in deferred income tax balances recognized in profit or loss	(127 697)	249 748
Deferred income tax transferred to assets held for sale	(35 866)	-
Deferred income tax recognized directly in equity	22 567	-
Changes in deferred income tax balances recognized in other comprehensive income	(6 060)	(4 333)
Effect of movements in exchange rates	(155)	(14 547)
As at March 31- deferred tax assets	65 287	424 199
As at March 31- deferred tax liabilities	(3 994 104)	(4 176 710)

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

13. Cash and Cash Equivalents

	March 31, 2013 (unaudited)	December 31, 2012
Balances with the CBR	113 393 189	48 967 587
Correspondent accounts and overnight deposits with banks	115 800 722	144 382 167
Cash on hand	5 206	6 730
Total cash and cash equivalents	229 199 117	193 356 484
Cash and cash equivalents attributable to Assets of disposal group held for sale	1 781 408	-
Cash and cash equivalents for the purpose of Consolidated Interim Condensed Statement of Cash Flows	230 980 525	193 356 484

For the purpose of Consolidated Interim Condensed Statement of Cash Flows, cash and cash equivalents include as of March 31, 2013 cash and cash equivalents attributable to Assets of disposal group held for sale in amount of RUB 1 781 408 thousand (31 December, 2012: nil).

14. Financial Assets at Fair Value Through Profit or Loss

	March 31, 2013 (unaudited)	December 31, 2012
Bonds issued by Russian Federation	5 327 559	17 958 879
Shares issued by Russian companies	65 787	66 960
Total financial assets at fair value through profit or loss	5 393 346	18 025 839

15. Due from Financial Institutions

	March 31, 2013 (unaudited)	December 31, 2012
Term deposits with CBR	37 507 397	-
Interbank loans and term deposits	17 496 808	13 074 209
Short-term reverse repo receivable from financial institutions	593 567	582 886
Mandatory cash balances with the CBR (restricted)	186 228	69 604
Receivables on broker and clearing operations	109 953	168
Total due from financial institutions	55 893 953	13 726 867

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

16. Central Counterparty Financial Assets and Liabilities

	March 31, 2013 (unaudited)	December 31, 2012
Repo transactions	3 743 416	2 184 330
Currency transactions	391 302	639 114
Total central counterparty financial assets and liabilities	4 134 718	2 823 444

CCP financial assets are receivables under currency and repo transactions and CCP financial liabilities are payables under offsetting transactions, which the Group entered with market participants as a CCP.

As at March 31, 2013 and December 31, 2012, none of these assets were past due.

17. Investments Available-for-Sale

	March 31, 2013 (unaudited)	December 31, 2012
Bonds issued by Russian Federation	25 202 769	17 903 495
Bonds issued by Russian banks	16 059 266	16 123 514
Bonds issued by Russian companies	15 710 250	12 999 291
Bonds issued by foreign companies	8 315 941	8 172 658
Bonds issued by foreign banks	-	1 063 639
Bonds issued by Russian Federation subjects and Municipal bonds	231 523	244 012
Shares issued by Russian companies	101 791	101 704
Shares issued by foreign companies	66 505	66 209
Total investments available-for-sale	65 688 045	56 674 522

18. Investments Held-to-Maturity

	March 31, 2013 (unaudited)	December 31, 2012
Corporate bonds	447 563	529 842
Total investments held-to-maturity	447 563	529 842

19. Investments in Associates

	March 31, 2013 (unaudited)		December 31, 2012	
	Ownership interest	Carrying value	Ownership interest	Carrying value
CJSC Settlement Depository Company (SDC)	28,54%	573 660	28,54%	561 326
CJSC National Mercantile Exchange (NAMEX)	36,51%	42 854	36,51%	34 353
Open Joint-Stock Company "Ukrainian Exchange" (UEX)	43,08%	134 508	43,08%	132 975
Total investments in associates		751 022		728 654

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

20. Property and Equipment

	Land	Buildings and other real estate	Furniture and equipment	Total
December 31, 2011	127 512	4 965 469	3 273 193	8 366 174
Additions (unaudited)	81 393	9	149 001	230 403
Disposals (unaudited)	-	(16 931)	(318 132)	(335 063)
Effect of movements in exchange rates (unaudited)	-	(11 146)	(594)	(11 740)
March 31, 2012 (unaudited)	208 905	4 937 401	3 103 468	8 249 774
December 31, 2012	221 147	5 874 838	3 118 677	9 214 662
Additions (unaudited)	-	10 650	91 499	102 149
Disposals (unaudited)	-	-	(29 168)	(29 168)
Reclassification to assets held for sale (unaudited)	-	-	(1 216)	(1 216)
Effect of movements in exchange rates (unaudited)	244	1 479	313	2 036
March 31, 2013 (unaudited)	221 391	5 886 967	3 180 105	9 288 463
Accumulated depreciation				
December 31, 2011	-	764 793	1 878 636	2 643 429
Charge for the period (unaudited)	-	25 103	104 415	129 518
Disposals (unaudited)	-	(1 144)	(260 721)	(261 865)
Effect of movements in exchange rates (unaudited)	-	(118)	(140)	(258)
March 31, 2012 (unaudited)	-	788 634	1 722 190	2 510 824
December 31, 2012	-	871 952	1 987 477	2 859 429
Charge for the period (unaudited)	-	30 686	102 459	133 145
Disposals (unaudited)	-	-	(17 130)	(17 130)
Reclassification to assets held for sale (unaudited)	-	-	(363)	(363)
Effect of movements in exchange rates (unaudited)	-	79	115	194
March 31, 2013 (unaudited)	-	902 717	2 072 558	2 975 275
Net book value				
December 31, 2012	221 147	5 002 886	1 131 200	6 355 233
March 31, 2013 (unaudited)	221 391	4 984 250	1 107 547	6 313 188

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

21. Intangible Assets

	Software and licences	Client base	Total
December 31, 2011	1 230 297	19 503 594	20 733 891
Additions (unaudited)	48 496	-	48 496
March 31, 2012 (unaudited)	1 278 793	19 503 594	20 782 387
December 31, 2012	1 663 931	19 503 594	21 167 525
Additions (unaudited)	52 387	-	52 387
Disposals (unaudited)	(1 445)	-	(1 445)
Reclassification to assets held for sale (unaudited)	(4 831)	-	(4 831)
Effect of movements in exchange rates (unaudited)	2 005	-	2 005
March 31, 2013 (unaudited)	1 712 047	19 503 594	21 215 641
Accumulated amortization			
December 31, 2011	351 353	412 257	763 610
Charge for the year (unaudited)	51 008	195 036	246 044
March 31, 2012 (unaudited)	402 361	607 293	1 009 654
December 31, 2012	511 348	1 192 401	1 703 749
Charge for the year (unaudited)	62 701	195 036	257 737
Disposals (unaudited)	(410)	-	(410)
Reclassification to assets held for sale (unaudited)	(2 025)	-	(2 025)
Effect of movements in exchange rates (unaudited)	149	-	149
March 31, 2013 (unaudited)	571 763	1 387 437	1 959 200
Net book value			
December 31, 2012	1 152 583	18 311 193	19 463 776
March 31, 2013 (unaudited)	1 140 284	18 116 157	19 256 441

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

22. Goodwill

	Three - month period ended March 31, 2013	Three - month period ended March 31, 2012
As at January 1	16 066 094	16 072 302
Effect of movements in exchange rates (unaudited)	1 442	(8 912)
As at March 31 (unaudited)	16 067 536	16 063 390

23. Other Assets

	March 31, 2013 (unaudited)	December 31, 2012
Other financial assets:		
Receivables on services rendered and other operations	435 876	443 355
Loans receivable from employees	449	1 215
Less allowance for impairment	(6 326)	(4 961)
Total other financial assets	429 999	439 609
Other non-financial assets:		
Prepaid expenses	199 844	182 290
Taxes receivable other than income tax	170 531	83 427
Other	17 358	9 804
Total other assets	817 732	715 130

24. Disposal group held for sale

In 2012 SC RTS provided settlement services to trading participants. In the second half of 2012 this business was transferred to NSD. In March 2013 the Management Board decided to sell SC RTS and initiated a tender to locate a buyer. Management has the intention to find a buyer and sell SC RTS up to August 2013. As of March 31, 2013 the Group presented SC RTS as disposal group held for sale under IFRS 5 "Non-current assets held for sale and discontinued operations".

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

24 Disposal group held for sale (continued)

The major classes of assets and liabilities of SC RTS classified as held for sale as of the reporting date:

	March 31, 2013 (unaudited)
Assets of the disposal group held for sale	1 821 347
Cash and cash equivalents	1 781 408
Property and equipment	853
Intangible assets	2 806
Other assets	36 280
Liabilities of the disposal group held for sale	(690 876)
Current accounts	(676 291)
Financial liabilities at fair value through profit or loss	(651)
Other liabilities	(13 934)
Net assets directly associated with the disposal group	1 130 471

25. Balances of Market Participants

	March 31, 2013 (unaudited)	December 31, 2012
Current and settlement accounts of participants	274 251 842	210 858 198
Guarantee fund	43 379 282	34 258 124
Risk-covering funds	2 120 600	1 874 063
Total balances of market participants	319 751 724	246 990 385

The guarantee fund comprises contributions deposited by participants of Derivatives Market and Securities market ("Standard" sector) Sections of the Group (initial or maintenance margin). The purpose of this fund is to support clearing settlements on the market and to cover risks arising from open positions of market participants, including operations of market participants, where the Group acts as a central counterparty. If an initial margin requirement exceeds the contribution made by a market participant in the guarantee fund, the participant is required to cover the deficit by depositing additional maintenance margin for the unsettled trades or to reduce the open position to an appropriate level. The guarantee fund amount is payable to a market participant when it closes its positions. The Group places guarantee fund amounts on current accounts and deposits with reputable banks or short-term repo receivables (Notes 13, 15).

Market participants also pledge traded securities of Russian companies to the guarantee fund as collateral for their obligations. These securities are blocked at the participants' custody accounts in NSD and DCC. These securities are not assets of the Group and are not recognised in the Consolidated Statement of the Financial Position.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended

March 31, 2013 (continued)

(in thousands of Russian rubles, unless otherwise indicated)

25 Balances of Market Participants (continued)

The risk-covering funds comprise contributions deposited by market participants. The purpose of these funds is to provide additional insurance to the market participants in respect of the ability of the Group to guarantee proper settlements of open positions in case of a market participant default. The minimum contribution amount per one participant is determined by the Group management and it is approved by the Derivatives Market Committee or the Currency Market Committee. Risk-covering funds amounts are only used to cover the deficit if a contribution to a guarantee fund made by a trading participant is not sufficient to cover its losses. The Group places cash received from the market participants in the risk-covering funds with top-rated banks (Notes 13, 15).

26. Other Liabilities

	March 31, 2013 (unaudited)	December 31, 2012
Other financial liabilities:		
Payables to employees	701 792	1 195 461
Trade payables	527 281	384 173
Financial liabilities at fair value through profit or loss	177 218	-
Total other financial liabilities	1 406 291	1 579 634
Other non-financial liabilities:		
Taxes payable, other than income tax	482 445	631 891
Advances received	212 773	175 786
Other	61	5 881
Total other liabilities	2 101 570	2 393 192

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

27. Share Capital and Share Premium

The share capital of MICEX-RTS comprises ordinary shares with a par value of RUB 1 each (December 31, 2012: RUB 1 each):

	Authorized shares (number of shares)	Ordinary shares issued and fully paid (number of shares)	Treasury shares (number of shares)
December 31, 2011	2 578 200 000	2 197 409 846	(191 561 153)
Issue of additional shares	-	-	165 650 445
Purchase of treasury shares	-	-	(32 225 118)
March 31, 2012	2 578 200 000	2 197 409 846	(58 135 826)
December 31, 2012	2 578 200 000	2 197 409 846	(58 135 826)
Issue of additional shares (unaudited)	-	181 079 307	(181 000 000)
Sale of treasury shares during IPO (unaudited)	-	-	109 090 910
Purchase of treasury shares (unaudited)	-	-	(27 943 570)
March 31, 2013 (unaudited)	2 578 200 000	2 378 489 153	(157 988 486)

Share premium represents an excess of contributions received over the nominal value of shares issued.

In January-February 2012 the Group repurchased from shareholders 32 225 118 own shares for RUB 1 805 040 thousand and sold 165 650 445 own shares to new shareholders for RUB 9 625 947 thousand.

In January-February 2013 the Group issued 181 079 307 shares, 181 000 000 of which were acquired by its subsidiary. The Group conducted an IPO on February 15, 2013 for total of RUB 15 000 000 thousand. In the course of the IPO the Group sold 109 090 910 treasury shares for the amount of RUB 6 000 000 thousand. The Group recognised 220 781 transaction costs related to the IPO.

Following the IPO a stabilizing agent purchased 27 943 570 own shares of the Group on the market. The shares were then sold to the Group for RUB 1 527 896 thousand.

28. Retained Earnings

During the three-month periods ended March 31, 2013 and 2012, the Group neither declared nor paid dividends on ordinary shares.

The Group's distributable reserves are limited to the amount of reserves reported in the statutory financial statements of the Group members. Non-distributable reserves comprise a reserve fund, which is created according to the statutory regulations, to cover risks, including future losses and other unforeseen risks and contingencies.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

29. Earnings per Share

The calculation of earnings per share is based on the profit for the year attributable to shareholders of the Group and the weighted average number of ordinary outstanding during the year, calculated as shown below.

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Net profit attributable to ordinary equity holders of the parent	2 564 052	2 118 863
Weighted average number of shares	2 189 948 488	2 093 365 017
Effect of dilutive share options	5 225 720	-
Weighted average number of shares adjusted for the effect of dilution	2 195 174 207	2 093 365 017
Basic earnings per share, RUB	1,17	1,01
Diluted earnings per share, RUB	1,17	1,01

30. Transactions with Related Parties

Intragroup transactions have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

(a) Control relationships

The entities controlled by the Russian Federation together hold more than 50% of voting shares of Moscow Exchange. Accordingly, the Russian Federation exercises control over Moscow Exchange.

(b) Transactions with key management

Key management personnel comprises members of the Executive Board and the Board of Directors. The total remuneration of key management personnel includes short-term benefits (salary, bonuses, payroll related taxes, insurance, health care, etc.) and share-based payment expense.

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Short-term employee benefits	44 200	40 262
Share-based payment expense	54 827	-
Total remuneration of key management personnel	99 026	40 262

(c) Transactions with related parties

The Group considers shareholders of Moscow Exchange with control or significant influence by the Russian Federation to be related parties.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended March 31, 2013 (continued)

(in thousands of Russian rubles, unless otherwise indicated)

30. Transactions with Related Parties (continued)

The Group considers government-related entities as related parties if Russian Federation has control, joint control or significant influence over the entity. In the ordinary course of business the Group provides stock exchange services to government-related entities, places funds with government-related banks and bonds issued by the Russian Federation and government-related entities.

Included in the Consolidated Statement of Financial Position were the following amounts that arose on transactions with associates:

	March 31, 2013 (unaudited)	December 31, 2012
Investments in associates	751 022	728 654
Other assets	7 328	7 642
Balances of market participants	35 382	1 588
Other liabilities	4 330	3 938

Included in the Consolidated Income Statement are the following amounts that arose due to transactions with associates:

	Three - month period ended March 31, 2013 (unaudited)	Three - month period ended March 31, 2012 (unaudited)
Share of profits of associates	21 692	7 437
Fee and commission income	19 556	1 515
Foreign currency difference	905	953
Administrative and other operating expenses	10 435	9 271

31. Fair Value of Financial Assets and Liabilities

The Group performs a fair value assessment of its financial assets and liabilities, as required by IFRS 7 Financial Instruments: Disclosures. Fair value is defined as the amount at which the instrument could be exchanged in a current transaction between knowledgeable, willing parties in an arm's length transaction, other than in forced or liquidation sale.

Except as detailed below, Management of the Group considers that the fair value of financial assets and liabilities approximates their carrying value:

	March 31, 2013		December 31, 2012	
	Carrying value	Fair value	Carrying value	Fair value
Investments held-to-maturity	447 563	446 724	692 266	693 279
Written put option over own shares	-	-	21 789 201	552 583

The fair value of the put option is estimated using the Monte Carlo method. The model of stochastic processes for changes in Moscow Exchange shares prices, MICEX Index and FTSE Mondo Visione Exchanges Index is based on the following assumptions: the probability of IPO failure during the option life is 15% and the number of random simulation processes for prices and changes in the indices equals to 30 000 iterations.

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended March 31, 2013 (continued)

(in thousands of Russian rubles, unless otherwise indicated)

31. Fair Value of Financial Assets and Liabilities (continued)

The Group measures fair values for financial assets recorded on the statement of financial position at fair value using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: Quoted market prices in an active market (that are unadjusted) for identical assets or liabilities.
- Level 2: Valuation techniques (for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable).
- Level 3: Valuation techniques (for which the lowest level input that is significant to the fair value measurement is unobservable).

The table below analyses financial assets and liabilities measured at fair value at March 31, 2013, by the level in the fair value hierarchy into which the fair value measurement is categorised:

	March 31, 2013 (unaudited)			Total
	Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss	5 327 559	-	65 787	5 393 346
Central counterparty financial assets (currency transactions)	391 302	-	-	391 302
Investments available-for-sale	63 196 569	2 323 180	168 296	65 688 045
Financial liabilities at fair value through profit or loss (Liabilities of disposal group held for sale)	-	651	-	651
Financial liabilities at fair value through profit or loss (Other liabilities)	-	177 218	-	177 218

Financial assets and liabilities measured at fair value at December 31, 2012, by the level in the fair value hierarchy into which the fair value measurement is categorised:

	December 31, 2012			Total
	Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss	17 958 879	-	66 960	18 025 839
Central counterparty financial assets (currency transactions)	639 114	-	-	639 114
Investments available-for-sale	53 791 969	2 714 640	167 913	56 674 522

MOSCOW EXCHANGE GROUP

Notes to the Consolidated Interim Condensed Financial Statements for the Three-Month Period Ended
March 31, 2013 (continued)
(in thousands of Russian rubles, unless otherwise indicated)

31. Fair Value of Financial Assets and Liabilities (continued)

The following table shows a reconciliation for the three-month period ended March 31, 2013 and March 31, 2012, for fair value measurements in Level 3 of the fair value hierarchy:

	Level 3
Balance at December 31, 2011	80 492
Gain recognized in net loss on financial assets at fair value through profit or loss (unaudited)	425
Balance at March 31, 2012 (unaudited)	80 917
<hr/>	
Balance at December 31, 2012	234 873
Foreign exchange gain	383
Loss recognized in net loss on financial assets at fair value through profit or loss (unaudited)	(1 173)
Balance at March 31, 2013 (unaudited)	234 083

Valuation techniques

The foreign currency forward contracts are measured based on observable spot exchange rates and the yield curves of the respective currencies.

The fair value of the unquoted debt securities has been determined using a discounted cash flow model, by reference to quoted market prices for similar instruments.

The fair value of unquoted equity instruments has been determined based on market approach using price/net assets ratio for similar companies.

32. Subsequent events

On May 14, 2013 the Supervisory Board of Moscow Exchange decided to recommend to the Annual General Meeting of the shareholders to pay dividends for 2012 in the amount of RUB 1,22 per share. Total amount of dividends recommended to be paid out is RUB 2 901 756 thousand.