Resolution # 12/1 of the Federal Energy Commission of the Russian Federation dated March 24, 1999

On Granting 50 Percent Natural Gas Price Discount to Enterprises Producing Mineral Fertilizers, Pest Control Agents and Raw Materials for Fertilizer and Pest Control Agent Production in 1999

(incorporates changes of June 4, 1999)

In accordance with Letter # 2375-87 of the Ministry of Justice of the Russian Federation dated March 31, 1999 this Resolution does not require state registration by the Ministry of Justice of the Russian Federation

For the purposes of implementation of Resolution # 256 of the Government of the Russian Federation dated March 4, 1999 "On Measures to Accelerate Delivery of Chemical Agents to Agricultural Producers in 1999" (*Rossiyskaya Gazeta* dated March 16, 1999, # 49), the Federal Energy Commission of the Russian Federation has resolved:

- 1. In accordance with Resolution # 256 of the Government of the Russian Federation dated March 4, 1999, prices for the natural gas delivered to enterprises producers of pest control chemical agents and raw material for fertilizer and pest control chemical agent production shall be set at the level of 50 percent of the state-regulated wholesale prices for volumes specified in Appendix 1.
- 2. The Open Joint-Stock Company Gazprom shall be compensated for the revenue shortfall resulting from natural gas sales at the price set in accordance with paragraph 1 of this Resolution in the amount of Rb 534.2 out of the additional revenues resulting from the March 1, 1999 increase of wholesale prices for natural gas intended for subsequent sale to household consumers. The revenue shortfall amount shall be finalized on the basis of actual natural gas supply results.
- 3. Natural gas deliveries at the 50 percent discount price shall be effected based on estimated output volumes subject to subsequent adjustment in accordance with the actual volume of fertilizers and chemical agents shipped to agricultural producers.

Every month OOO Mezhregiongaz shall adjust natural gas deliveries with producers of fertilizers, agricultural chemical agents and raw materials for fertilizer and agricultural chemical agent production based on the invoices agreed on with the Ministry of Agriculture and Food of the Russian Federation, subject to the condition that the volumes of gas invoiced may not exceed the volumes specified in Attachment 1 to this Resolution.

- 4. The reduction of the price for the natural gas used to produce mineral fertilizers, agricultural chemical agents, and raw materials for mineral fertilizer and pest control chemical agent production intended for the domestic market may not apply to production intended for export.
- 5. Gas sold at the 50 percent discount shall be delivered subject to the condition of an advance cash payment by the eligible purchaser.

Chairman of the Federal Energy Commission of the Russian Federation

A.Zadernyuk

Appendix 1 to Resolution # 12/1 of the Federal Energy Commission of the Russian Federation Dated March 24, 1999

List of Enterprises Producing Mineral Fertilizers, Pest Control Agents and Raw Materials for Fertilizer and Pest Control Agent Production Entitled to the 50 Percent Discount from the State Regulated Wholesale Price for Natural Gas

(incorporates changes of June 4, 1999)

in millions of cubic meters

##	Company Name and Address	Gas Volumes Delivered at the Discounted Price
1	2	3
1.	AOOT Azot, Kemerovo, postal code 650099	3.76
2.	AK Azot, Novomoskovsk, Tula Oblast, postal code 301670	718,10
3.	OAO Cherepovetsky Azot, Cherepovets, Vologda Oblast, postal code 162610	248,76
4.	OAO Ammofos, Cherepovets, Vologda Oblast, postal code 162621	90.05
5.	AO Azot, Berezniki, Perm Oblast, postal code 618419	401.54
6.	AO Minerlniye Udobreniya, Perm, postal code 614055	80.52
7.	AO Uralkaliy, Berezniki, Perm Oblast, postal code 618418	4.52
8.	AO Silvinit, Solikamsk, Perm Oblast, postal code 618500	12.88
9.	ZAO Kuybyshevazot, Tolyatti, Samara Oblast, postal code 445652	289.05
10.	OAO Tolyattiazot, Tolyatti, Samara Oblast, postal code 445653	152.87
11.	AO Minudobreniya, Rossosh, postal code 393600	314.38
12.	AOOT Kirovo-Chepetsky Khimkombinat,	584.70

	Kirovochepetsk, Kirov Oblast, postal code 613020	
13.	OAO Irgiz, Balakovo, Saratov Oblast, postal code 413800	15.88
14.	AO Voskresenskiye Minudobreniya, Voskresensk, Moscow Oblast, postal code 140200	40.51
15.	OAO Minudobreniya, Meleuz, Republic of Bashhkortostan, postal code 453310	51.18
	16 of this List was changed by Resolution # 27/2 of the Fe an Federation dated June 4, 1999. See the previous version	
16.	ZAO Bashkirskaya Agrokhimicheskaya Kompaniya, Ufa, Republic of Bashkortostan, postal code 450078	101.89
17.	AO Fosforit, Kingisepp, Leningrad Oblast, postal code 188452	67.31
18.	AO Minudobreniya, Verkhnedneprovsk, Smolensk Oblast, postal code 215770	305.45
19.	AO Akron, Novgorod, postal code 173012	430.68
20.	AO Novomendeleyevsky Khimzavod, Mendeleyevsk, Tatarstan,	95.81
21.	OAO Nevnnomyssky Azot, Nevonnomyssk, Stavropol Krai, postal code 357030	280.82
22.	OAO Nevinnomyssky Vneshtreidinvest, Nevonnomyssk, Stavropol Krai, postal code 357030	2.56
23.	State Non-Incorporated Company Gidrometallurgichesky Zavod, Lermontov, Stavropol Krai, postal code357500	5,60
24.	AO Minudobreniya, Belorechensk, Krasodar Krai,	8.82
25.	AO Sredneuralsky Medzavod, Revda, Sverdlovsk Oblast, postal code 623270	14.50
26.	AO Shchekino Azot, Shchekino, Tula Oblast, postal code 301212	3.80
27.	OAO Shchelkovskoye Predpriyatiuye Agrokhim, Shchelkovo, Moscow Oblast, Zavodskaya Ulitsa, 2	2.70
28.	OAO Vurnarsky Zavod Smesev Preparatov, Republic of Chuvashia, Vurnary, Zavodskaya Ulitsa, 1, postal code 429200	1.40

29.	AO Fosfaty, Lopatinsky, Moscow Oblast, postal code 140214	4.47
30.	AO Bryansky Fosforitny Zavod, Bryansk, postal code 241005	6.87
31.	AO Fosfor, Tolyatti, Samara Oblast, postal code 445022	1.80
32.	GUP Khimprom, Ufa, Puteyskaya Ulitsa, 25, postal code 450029	2.80
33.	OAO Khimprom, Novocheboksarsk, Republic of Chuvashia, Promyshlennaya Ulitsa, 25, postal code 428900	2.00
34.	OPZ ANR Bashkortostan, Ufa, Ulyanovykh Uilitsa, 65 postal code 450029	2.80