

Shareholders of OAO O2TV authorize the Company to purchase program archive of subsidiary TV channel

Moscow, July 1, 2011. OAO O2TV (hereafter – the Company) hereby announces the results of its Annual General Meeting of Shareholders which was held on June 30, 2011.

At the annual meeting, the shareholders of OAO O2TV approved the annual financial statement and the annual accounting reports of OAO O2TV, appointed and approved the Company's auditor.

The Company's shareholders approved the Articles of Association of OAO O2TV in the new (fifth) edition, which provides for an increase in the Company's share capital by 40 m shares with a par value of Rub 0.001 as a result of an additional share issue which was held. The share capital of OAO O2TV currently amounts to Rub 140,000 and will be divided into 140 m common shares.

For the first time in the Company's history, a resolution was passed to distribute 100% of net profit for 2010 as dividends. The list of individuals eligible to receive dividends was compiled on the record date (May 27, 2011).

Also at the annual shareholders meeting, the Board of Directors of OAO O2TV was elected with the following members:

1. Alexey Gorislavetz
2. Alla Klygina
3. Andrey Kolyadin
4. Alexander Morozov
5. Vladimir Pantserny
6. Vladimir Naletov
7. Edward Suvorov

At the annual shareholders meeting, resolutions were passed to approve a number of large transactions, which were also related-party transactions. Specifically, the shareholders of OAO O2TV approved a transaction whereby the Company is to acquire the program archive of O2TV television channel from its subsidiary, OOO O2TV Media. This transaction will be executed in the third quarter as part of the reorganization process of the subsidiaries of OAO O2TV. The transaction is estimated at Rub 162.22 mn.

Overview of O2TV Channel

O2TV is Russia's first young people's television channel which targets an age group ranging from 16 to 35 years. The company commenced broadcasting in 2004. Nowadays, O2TV has the ability to reach 14 million viewers in 73 constituent entities and 247 cities and towns across Russia. Total coverage in Moscow stands at 1.8 million people. In Moscow, the TV channel is broadcast on the networks of AKADO, QWERTY, Vimpelcom, Infokos Plus, Iskratelecom etc. Online broadcasts of the channel are also made on Russia's largest portals, video hostings and from the TV channel's official website. The company possesses its own powerful production base and generates more than 1,000 hours of original content per year. O2TV channel is owned by O2TV open-joint stock company (OJSC), which has had its shares listed on Russian stock exchanges MICEX and RTS since 2008. The charter capital of O2TV OJSC amounts to Rub 140,000 and is divided into 140 m shares. For more details on the television channel and O2TV OJSC, see the website www.o2tv.biz/en.

Some statements made in our News and Press Releases are not historical facts, and are to be considered merely forward-looking statements (forecasts). These statements include, but are not limited, to: plans, forecasts or guidance concerning our revenues, profits (losses), including profits/losses per share, dividends, equity structures, including shareholder capital, other financial indicators and ratios, and the investment program; statements made concerning our plans, purposes or tasks in operating activities; statements concerning future economic indicators; statements concerning the assumptions on which some statements are made. In addition, words such as "assume", "expect", "presuppose", "plan", "intend", "consider", "anticipate", and other such phrases used in the future tense shall be regarded solely as forward-looking statements, and not as an assurance that any such future events referred to therein will actually come true. In essence, the above-mentioned forward-looking statements (forecasts) shall be construed as integral risks, given that any such plans, expectations and other statements projected into the future may not materialize. The reader should be cognizant that the actual results of O2TV could differ materially from its plans, purposes, expectations, estimates and intentions as stated in such forward-looking statements by virtue of a number of risk factors. Should you rely on forward-looking statements, you should carefully analyze the above-mentioned facts and also other issues and events which are devoid of clarity, especially in light of the political, economic, social and legal environment in which the Company operates. Such forward-looking statements shall be deemed valid only on the date of their publication, and the Company shall not assume any obligation to update or review them, whether at the time when such information becomes available, when new events occur or for any other reason. The Company shall make no claims or provide no assurances that the results assumed in such forward-looking statements will be achieved, nor shall it publish any estimates regarding the probability that the results set forth in forward-looking statements will be reached. Forward-looking statements shall be regarded as merely one way in which a certain situation may unfold, and not necessarily the most likely or standard course of events.

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