

15.09.2011 № 110915-A01

About an independent investigation of the bankruptcy of Atommash OJSC, a large-scale crime in Russia

To 4 (four) Orders

by D.A. Medvedev, President of Russia:
from 29.06.2010 № Pr-1883,
from 21.08.2010 № Pr-2448,
from 19.05.2011 № Pr-1413,
from 08.07.2011 № Pr-1948.

To the General Prosecutor of Russian Federation**Y.Y. CHAIKA**

Russia, 125993, Moscow,
GSP-3, B. Dmitrovka street, 15a

ADDEDUM №3

**to the STATEMENT (out. № 110418-A01 from 18.04.2011)
with Addendum № 1 (out. № 110607-A01 from 07.06.2011)
and Addendum № 2 (out. № 110808-A01 from 08.08.2011)**
**for a COMPLAINT of YACONTO LLC (out. № 110201-A01 from 01.02.2011)
with Addendum № 1 (out. № 110303-A01 from 03.03.2011)
and Addendum № 2 (out. № 110321-A01 from 21.03.2011)**
**to the General Prosecutor's Office of Russian Federation
about acts of countering the investigation of a deliberate bankruptcy
of Atommash OJSC, Russia's nuclear engineering flagship
(Volgodonsk, Rostov region)**

Following the Orders of the President of Russian Federation D.A. Medvedev: from 29.06.2010 № Pr-1883, from 21.08.2010 № Pr-2448, from 19.05.2011 № Pr-1413 and from 08.07.2011 № Pr-1948, the Presidential Control Directorate is conducting an investigation of bankruptcy and forced liquidation of Atommash OJSC (Volgodonsk, Rostov region), where the State controlled 30% of the shares. In the responses from the Presidential Control Directorate to YACONTO LLC from 08.02.2011 № A8-771-5 and from 19.04.2011 № A8-2669-5 it is reported that the investigation is being led by the General Prosecutor's Office of Russia. In the responses from the Presidential Control Directorate to YACONTO LLC from 12.07.2011 № A8-5038-5 it is reported that in accordance with the Order of the President of Russian Federation from 08.07.2011 № Pr-1948 it is "prescribed" to the Russian Ministry of Internal Affairs to conduct an additional inquiry of the Atommash OJSC's bankruptcy materials, presented by the General Prosecutor's Office of Russia.

YACONTO LLC has submitted a Letter to the Prime Minister of Russian Federation V.V. Putin (out. № 110812-A01 from 12.08.2011) proposing a restoration of the status quo of Atom mash OJSC through the implementation of Project-A in the interests of the State, society and business. The Letter was registered on 12.08.2011 as № 2-72328 and redirected to the Department of Defense Industry of the Russian Government, to the General Counsel I.E. Shuvalova for her execution. On 23.08.2011 I had a meeting with her, which has not been pre-aligned and took place in the Russian White House (Moscow, Krasnopresnenskaya embankment, bld. 2).

The messages listed above in the preamble for this Addendum № 3 (out. № 110915-A01 from 15.09.2011) to the Statement of YACONTO LLC (out. № 110418-A01 from 18.04.2011) to the General Prosecutor's Office of Russia and the 120 pages attached to the Letter from YACONTO LLC to the Prime Minister of Russian Federation V.V. Putin (out. № 110812-A01 from 12.08.2011) contain documented evidence of anti-state activities of bankrupting and liquidating Atom mash OJSC, the flagship of Russia's nuclear engineering, performed by specific officials on federal and regional level. Those appeals also contain evidence of the fact that the investigation of this colossal crime is being actively opposed. In the said Letter, YACONTO LLC asked V.V. Putin to instruct the Governmental structures to comply with the Presidential Order from 08.07.2011 № Pr-1948 in the interest of the State and in the context of Project-A which was developed and suggested for implementation by a Russian company YACONTO LLC for restoring the status quo of Atom mash OJSC.

During the previously mentioned meeting, Counsel I.E. Shuvalova told me, in particular, that according to the Instruction from the Prime Minister of Russia V.V. Putin from 13.07.2011 № VP-P7-4798, a Project of Report to the President of Russia D.A. Medvedev, following his Order from 08.07.2011 № Pr-1948, was submitted by the State Corporation "Rosatom". She also noted that the Department of Defense Industry of the Russian Government, according to the instructions, has no rights and authority to correct the Project of Report submitted by the State Corporation "Rosatom" and refused to show it to me. The words of General Counsel I.E. Shuvalova imply that the Government of Russian Federation is nothing but a mediator between the President of Russian Federation and the State Corporation "Rosatom", economic activity of which is autonomous and outside of the Russian Government's control.

The documents on 120 pages attached to the Letter from YACONTO LLC to the Prime Minister of Russian Federation V.V. Putin (out. № 110812-A01 from 12.08.2011) which were at I.E. Shuvalova's disposal, were not submitted to State Corporation "Rosatom", Russian Ministry of Economic Development and Russian Ministry of Finance for their review and utilization during the preparation of the Project of Report to the President of Russia, which they were instructed to prepare by Prime Minister V.V. Putin. Thus, the information contained in YACONTO

LLC's documents was not taken into account during the preparation of the Report.

I.E. Shuvalova also stated that electricity generating capacities currently existing in Russia are sufficient to cover the future demand of the country, but I strongly disagreed with such conclusions. If we analyze the current economical situation, it appears that over 20 years of Russia's existence the volume of production declined to a catastrophic minimum. And if we hypothetically still assume that the situation in Russia will eventually change to the better, it turns out that the country is not set up for economy growth. Lack of sufficient power capacities and transport communications, being critical for economy growth of any country, are some of the reasons for that. Therefore it's crucial to build a modern multi-band high-speed road and power capacity along the highway from the Far East to Azov – Black Sea basin alongside the borders with the actively developing Asian countries. This will provide an unprecedented upturn in economic and demographic development in Russia. At the same time, the electricity generated will be an export commodity to the bordering Asian countries, where the energy consumption steadily increases from year to year.

If the role of Departments of the Russian Government is minimized to a mere redirection of appeals from Russian Citizens to departmental and other structures, without any control from the executive authorities of the country, then why do we even need the Departments with their gargantuan number of employees, high salaries, privileges and bonuses that Russian Citizens can only dream of ? Moreover, if you've been told that, according to their instructions, the department clerks should not directly contact the Citizens of Russia and representatives of private enterprises, it's logical to raise a question: what kind of a state Russian Federation is, and where exactly do the democratic achievements and management reforms manifest, if the country is ruled by an army of bureaucrats ? And wouldn't that improve the miserable existence of the Citizens of Russia, if we dramatically downsize the huge staff of Departments of the Russian Government which is not acting in the interests of the state and society ? Russia moved from planned economy to market economy without having a clear plan for development in mind. Then how do the functionaries of the State Corporation "Rosatom" manage to economically plan the development of various industries and who of those 'exemplars' is going to take criminal responsibility for the failing of reforms and for unprofessionalism of their activities ?

The country currently endures a critical situation when a colossal 'army of bureaucrats' believes they are the State itself. At the same time, the Citizens of Russia are perceived by them as 'faceless slaves and a herd of sheep' only needed on the election day and only good for reproducing servile offspring to replenish the faceless workforce of the monopoly businesses and referred to as "population", "masses" and other impersonal and insulting nicknames.

Knowing what deceitful, hypocritical and cynical S.V. Kiriyenko is capable of, I – as well as probably most of the Russian Citizens do – believe this "exem-

plar” is not worthy of holding a CEO position in the State Corporation “Rosatom”, the country’s nuclear energy authority. For the crimes he committed against the State and the nations of Russia, Kiriyenko deserved a place near A.B. Chubais, V.F. Chub, I.E. Levitin and other “exemplars” on the dock. Those crooks have deserved capital punishment (as would’ve happened in China) and confiscation of illegally acquired property, including that which is fictitiously attributed to their friends and relatives. There is a need to conduct a Russia-wide survey of Citizens to collect facts for the investigation of the anti-state activities of undermining the economic security, defense, statehood and the genocide of the peoples of Russia, performed by those “exemplars”. The article entitled “Nuclear passions around Atommasch”, posted on WWW.YACONTO.RU on 15.04.2010 contains information for the law-enforcement and supervisory authorities, for their investigation of S.V. Kiriyenko’s activities. Therefore, there is no need to duplicate the text of that article in this appeal of YACONTO LLC to the General Prosecutor’s Office of Russia.

Unlike Judas who sold Christ for thirty pieces of silver, sly and tactical Sergey Kiriyenko (who was “smart” enough not to take the good name of his father Vladilen Israitel) needs a much larger sum for his dreams to come true. It is truly surprising that none of the State authorities seems to be concerned with his tricks and manipulations with core and non-core assets of the State Corporation “Rosatom”. The investigative and supervisory authorities of Russia should undertake a thorough audit of Sergey Kiriyenko’s activities and their impact on the economic effectiveness and security of the country.

It is also necessary to perform an auditing of the transactions and a scrupulous analysis of the validity of salaries and bonuses in the State companies and corporations enjoyed by like S.V. Kiriyenko and A.B. Chubais.

Facts of malevolent actions performed by the functionaries of the State Corporation “Rosatom” who should have been fired a long time ago, or even prosecuted for their anti-state activities in such a critically important industry for Russia (and only nominally under the Governmental control, as per I.E. Shuvalova’s comments), can be found on pages 30-33 of the Complaint of YACONTO LLC to the General Prosecutor’s Office of Russia (out. № 110201-A01 from 01.02.2011). If we analyze the “response” from the Deputy CEO of the State Corporation “Rosatom” A.M. Lokshin from 12.11.2009 № 08-8786 to the Letter from the Deputy of Russian State Duma A.I. Lisitsyn from 09.10.2009 № LIS-638/GD and another A.M. Lokshin’s “response” to the Minister of Economic Development of Russia E.S. Nabiullina on the Instruction from the Deputy Director of the Department of Defense Industry and High Technologies of Russia N.E. Tsirkunov from 29.12.2009 № P7-44461, the latter document prepared by I.E. Shuvalova as an executor, it becomes evident that the contents of the two “responses” are ambivalent.

The most important goal of all the dodgy replies from the functionaries of

State Corporation “Rosatom” is to obscure the true intentions of their CEO S.V. Kiriyenko and the members of the organized group of interested officials (OGIO) and the organized criminal group (OCG) who oppose an independent investigation of the deliberate bankruptcy of Atommash OJSC.

It would also be logical to expect the State to question the personnel policy carried out by S.V. Kiriyenko, the head of the State Corporation “Rosatom”, who is getting rid of unwanted employees and top professionals of the nuclear industry.

As I ultimately learned, General Counsel of the Department of Defense Industry of the Russian Government I.E. Shuvalova was already aware of the situation around the bankruptcy of Atommash OJSC prior to receiving the Letter from YACONTO LLC addressed privately to the Prime Minister V.V. Putin (out. № 110812-A01 out 12.08.2011). For several years she maintained close contacts and correspondence with the officials of the State Corporation “Rosatom”. Therefore I.E. Shuvalova couldn’t have been unaware of the fact that the OGIO members from “Rosatom” intended to transfer liquid assets previously owned by Atommash OJSC and illegally seized by A.Y. Stepanov through deliberate bankruptcy and forced liquidation of this nuclear machinery giant, to the businesses they controlled, through settlements for suspicious loans. The anti-state plan of the functionaries of State Corporation “Rosatom” implied a yet another carving up of the property stolen from the State, with State owned money, but not in the interests of the State.

I.E. Shuvalova was puzzled by my statement that restoration of the productive potential of Atommash OJSC requires an amount equivalent to 3 (three) billion U.S. dollars. That makes me assume the Counsel doesn’t realize the scale of Atommash OJSC and its importance for developing nuclear machinery in Russia and abroad. It’s also odd that she wasn’t in the least surprised to hear about one of the biggest Russian scams – the acquisition of an office building, previously belonging to OJSC “YUKOS Oil Company”, by Oil Company Rosneft. Through comparing the price of Atommash OJSC with its 6 (six) million m² of production facilities with the price of a trivial 22-storey office block box (Moscow, Dubininskaya, 33) with a total area of 28.6 thousand m² previously owned by YUKOS and acquired by OJSC “Oil Company Rosneft” in May 2007 for \$3.4 billion, it becomes apparent that the bankruptcy of the giant of the nuclear industry was clearly intentional. Participation of corrupt officials on federal and regional levels is an evident fact. Detailed information can be found on pages 10 and 11 of the Complaint of YACONTO LLC to the General Prosecutor’s Office of Russia (out. № 110201-A01 from 01.02.2011).

After his “triumphant affairs for the benefit of Russia” in his assignment as Plenipotentiary Representative of the President of Russia in Volga Federal District and “successful” operations with financial assets of the Pension Fund, on 15.11.2005 S.V. Kiriyenko was appointed Head of the Federal Agency for Atomic Energy of Russia (Rosatom). With active participation of this “exemplar” it was

transformed into a State Corporation for nuclear energy “Rosatom” which absorbed core and non-core assets of the liquidated Federal Agency. Quirky Mr. Kiriyenko realized that with his involvement this State property can be transmuted into his own. Therefore he decided to prepare the State Corporation “Rosatom” for corporatization in the interest of the OGIO group. But without production capacity that Atommash OJSC, the flagship of Russian nuclear engineering, had, it's impossible to effectively implement a national program for development of nuclear energy in Russia and abroad. It is no accident that the arrival of S.V. Kiriyenko to the national nuclear industry marked the beginning of the ‘treatment’ of A.Y. Stepanov, the core owner of the “Energomash” Group, as the outstanding assets belonging to him were of interest to the OGIO members. And in order to make A.Y. Stepanov more ‘tractable’, he has been ‘offered’ commercial loans for certain projects at unrealistic interest rates. Thus, the one who took part in looting of the public property and illegally seized industrial enterprises of Russia in the 90s, became a hostage of his own affairs and prey to other participants of OGIO and OCG – his own kind but with greater ambitions and appetites.

Even in his boldest dreams Ostap Bender¹ couldn't have imagined the scale and scope of manipulations successfully rolled out - under the auspices of the State – by Sergey Kiriyenko whose salary significantly exceeds the revenues of the President of Russia D.A. Medvedev and Prime Minister V.V. Putin combined.

It is not by chance that in order to fulfill his ambitious goals, leery and crafty S.V. Kiriyenko brought the Deputy Chairman – Head of the Presidential Directorate S.S. Sobyanin, who was not aware of the carving up of liquid assets, to Volgodonsk in March 2009 for a “showcase” of Atommash OJSC. Details of this fact can be found on pages 29 and 30 of the Complaint of YACONTO LLC to the General Prosecutor's Office of Russia (out. № 110201-A01 from 01.02.2011).

In order to carry out his “ambitious plans” to continue the carving up of state and non-state property for the benefit of the OGIO members, cunning S.V. Kiriyenko summoned K.B. Komarov who is currently the Deputy Chief of State Corporation “Rosatom” for development and international business. In “Rosatom” K.B. Komarov is entrusted with supervising classified topics of the further future of public property.

It is unlikely that General Counsel of Department of Defense Industry of the Russian Government I.E. Shuvalova was unaware of the malevolent activity of the functionaries of State Corporation “Rosatom” over the course of the investigation of the bankruptcy of Atommash OJSC, which is opposed by the OGIO members. Therefore, 120 pages of documents attached to the Letter from YACONTO LLC to the Prime Minister of Russia V.V. Putin (out № 110812-A01 from 12.08.2011), that found themselves in her hands were not utilized and considered by the Governmental structures when they were working on the Presidential Order № Pr-

¹ A fictional con man and antihero from the iconic novel *The Twelve Chairs* by Ilya Ilf and Yevgeni Petrov.

1948 from 08.07.2011, and hence, neither was Project-A, scrupulously developed by YACONTO LLC to restore the status quo of Atommash OJSC in the interests of the State, society and business.

In responses to my questions via phone and on the personal meeting, I.E. Shuvalova told me she does not have the Letter from YACONTO LLC to the Prime Minister of Russia V.V. Putin (out № 110812-A01 from 12.08.2011) at her disposal, and she doesn't know who has the Letter and who is charged with responding to YACONTO LLC. As for the documents attached to the Letter from YACONTO LLC, which were handed over to her by a "person" who was about to leave on a vacation back then and who I.E. Shuvalova refused to name – she quickly scanned through them without diving deeper into details and, having referred to a strict adherence to a departmental instruction, was not able to use YACONTO LLC's documents while preparing the Project of Report to the President of Russia D.A. Medvedev at V.V. Putin's instruction from 13.07.2011 № VP-P7-4798.

I have repeatedly appealed to General Counsel I.E. Shuvalova, asking her to send my documents currently at her disposal to the officials of State Corporation "Rosatom" that she maintains relations with. And each time she, referring to departmental instructions, rejected my adequate and justified requests, suggesting that I get in touch with them myself and establish rapport. However, I have no intention of contacting them for a good reason. My meeting with a member of S.V. Kiriyenko's team two years ago showed no good. That person has been collecting information on Atommash OJSC and tried to obtain from me a script version of the Extract from the Register of Shareholders of Atommash OJSC as a proof that its shares were owned by Concern YACONTO CJSC, of which YACONTO LLC is the sole and full successor. At the same time, the functionary offered YACONTO LLC to sell all its interest in Atommash OJSC, the "non-existent company" for a considerable sum "in the interests of stakeholders". He asked to give him the script Extract from the Register of Shareholders of Atommash OJSC as a pre-requisite to start the negotiations. At another meeting with this person, as a precaution, I prudently gave him a color copy of the security and a notarized black and white copy. But his face showed that he was not satisfied with the replicas.

For now, I'm leaving the detailed information about my meetings with the person from the inner circle of the "kinder-surprise"² mentioned above, as it's necessary to find out what are the current intentions of the functionaries of the State Corporation "Rosatom" and their accomplices from OGIO. An independent and meticulous investigation of the Atommash OJSC's bankruptcy case by the law enforcement and supervisory authorities will undoubtedly uncover facts of malevolent activities of the corrupt officials and their accomplices. Hence, I am not overly excited about the possibility to meet with hypocrites from State Corpora-

² S.V. Kiriyenko's nickname among the public due to his young age. From German *Kinder* - 'children'.

tion “Rosatom” who I.E. Shuvalova suggested me to get in touch with. This can also explain the fact why she, referring to some departmental instructions, refused to send 120 pages of documents attached to the Letter from YACONTO LLC to the Prime Minister of Russia V.V. Putin (out № 110812-A01 from 12.08.2011) to the heads of the State Corporation “Rosatom”, Russian Ministry of Economic Development and Russian Ministry of Finance, that were instructed by V.V. Putin on 13.07.2011 (№ VP-P7-4798) to comply with the Presidential Order № Pr-1948 from 08.07.2011 and present aligned proposals in the context of the Project of Report to the President of Russia by 22.08.2011.

Law enforcement and supervisory authorities were also attracted to realization of the “grandiose plans” of S.V. Kiriyenko and his accomplices to carve up more liquid assets in Russia. Special services also got interested in the fate of the “Energomash” Group that absorbed assets of Atommash OJSC, the flagship of Russian nuclear machinery. A.Y. Stepanov, the owner of those assets, was arrested on 01.02.2011 by the Department of Inquiry, according to a scheme prepared by the OGIO accomplices. Interestingly, instead of being accused of the bankruptcy case of Atommash OJSC, A.Y. Stepanov was arrested because of some skirmishes facilitated by the OGIO members around a large scale fraud with commercial loans. However, being under arrest, he has “no desire” to give out his property of questionable origins for free to the OGIO members and manages his assets remotely, from his prison cell.

It’s evident that the employees of the Government of Russia, ministries and agencies on federal and regional levels, as well as law enforcement and supervisory agencies, are linked by a circle chain of mutual responsibility. They secure “corporative and private interests” of the OGIO members by opposing the investigation of the bankruptcy of Atommash OJSC – not without being rewarded. The corrupt officials of the state fear that a thorough investigation of the nuclear machinery giant bankruptcy will lead to further investigations of a number of other major anti-state crimes performed in the 90s by the officials currently operating on federal and regional levels. They created first-rate conditions for themselves and their kin, hiding from the deserved punishment through laws, designed for themselves.

Looking at how certain employees of the law enforcement and supervisory authorities treat their official duties upon receiving “unspoken instructions to procrastinate and oppose” the investigation of Atommash OJSC’s bankruptcy, it becomes apparent that there is no operational and exploratory work on the scrutiny and investigation of the nuclear machinery giant bankruptcy going on whatsoever. Instead, only a semblance of work is created by redirecting these or those documents and materials to and fro, copying and re-writing each other’s false or highly questionable arguments and facts of absurd content.

As the General Prosecutor’s Office of Russia and the Department of Inquiry are coming to realize that the case of fraud with commercial loans and the case

of deliberate bankruptcy of Atommash OJSC have common criminal roots, the functionaries from the Government and the State Corporation “Rosatom” do their best to prevent the integration of the cases. This, now, speaks of corruption in the highest echelons of executive power of the country, where the OGIO and OCG members feel at ease. They understand very well that the investigation of the bankruptcy of Atommash OJSC can lead to other topics like mortgaging auctions, GKO-OFZ treasury bills, and the default of 17.08.1998, that A.B. Chubais and S.V. Kiriyenko were directly related to. And the “exemplars” and their accomplices cannot possibly lay all the blame onto the deceased ex-President of Russia B.N. Yeltsin and ex- Prime Minister V.S. Chernomyrdin.

Recently the mass-media controlled by the “ruling elite” actively tries to influence the public opinion on odious individuals like Anatoly Chubais and Sergey Kiriyenko, who should instead pay for their crimes in a strictest way. It is necessary to find out who broadcasts the programs that cynically distort and dilute the truth, ‘whitening’ the anti-state activities of the criminals hated by the nation, and what right they have for that ?

The scheme developed by YACONTO LLC of reclaiming the State’s lost property, seized illegally by the OGIO and OCG members, can be found on pages 6-8 of the Addendum №2 (out. № 110808-A01 from 08.08.2011) to the Statement of YACONTO LLC to the General Prosecutor’s Office of Russia (out. № 110418-A01 from 18.04.2011).

On our meeting I explained to I.E. Shuvalova how the realization of the Project-A for restoring the status quo of Atommash OJSC will guarantee the benefit of all parties. I have also noted to her that this scheme is mentioned in the Letter from YACONTO LLC to Prime Minister V.V. Putin (out. № 110812-A01 from 12.08.2011).

I have also informed Mrs. Shuvalova that if Project-A is supported by the heads of the State, foreign strategic partners of YACONTO LLC will guarantee investments of billions of U.S. dollars for the implementation of a large-scale multi-industry YACONTO International Program that consists of promising and highly effective programs and projects. But the information provided didn’t raise any interest and hence, gave no results. I didn’t see any understanding and interest expressed by the General Counsel I.E. Shuvalova on the topic of solving the problems of Atommash OJSC in the interests of Russia either.

If we deducted all profits from the sale of hydrocarbons to the world markets from Russia’s cumulative revenue since 2000, Russia as a nation would have ceased to exist. It would have decomposed into multiple states. And the ones to blame would be those who, being at the pinnacle of power in Russia since 2000, didn’t let the Citizens of the once Great Power realize their enormous potential. The time of Boris Yeltsin’s presidency was marked by a redistribution of the public assets which fraudulently deprived the nation of its property in favor of the “family clan”. Today’s “monopoly business” team is no different than previous

“oligarchs”. With the support and the cover of their “mighty protector”, menial services and mutual responsibility of the corrupt bureaucracy, they continue to carve up and reassign liquid assets and to pillage and loot Russia in their corporate interests, doing nothing for the development of the state, society and business.

Russian monopolists shouldn’t think that the “divide and conquer” business scheme they created will continuously support “imperial” interests of their businesses by putting exporters, transporters and European consumers of the hydrocarbons from the Caspian Basin of Asian and Caucasian countries in a direct dependency on their business and personal interests. Due to geographical and historical factors, Russia found itself in a privileged position on the Eurasian space. But such circumstances should be used solely in the interests of all participants of the integration process, and not as a privilege over the rest.

Russian monopolists should remember that in case of implementation of the 3900 km (re-estimated from 3300 km) long Nabucco pipeline, gas supply from the Caucasus, Central Asia and Middle East to Europe will break the plans of those who grew overconfident with their advantage and carried out their geo-economics and geopolitics with disdain to other states. It should be kept in mind that Azerbaijan, Kazakhstan, Turkmenistan, Uzbekistan, Iran, Iraq, Egypt, Syria and other countries are potential gas suppliers, interested in exporting and decent gas prices. The volume of gas deliveries through the Nabucco pipeline is expected to reach over 30 billion cubic meters of gas a year, with a potential to grow. In addition, the countries on the route will be able to purchase gas at very advantageous terms. This will enable them to develop their economies successfully. The Nabucco pipeline is estimated to cost €8 billion. The “South Stream” project, an alternative option proposed by Russia, for transporting 30 billion cubic meters of gas to Europe bypassing Ukraine is dictated by the interests of monopoly politics rather than necessity. In addition, the 900-kilometer long offshore section of the “South Stream” that alone costs €4 billion will run under the Black Sea with a maximum depth of over 2 kilometers, and its onshore section is estimated to cost over €20 billion. The total project cost is three times higher than estimated by international experts. It is not hard to guess whose interests the gas pipeline project “South Stream” is supposed to serve. The implementation of this “imperial project” is beneficial to the monopoly businesses alone, as they, not the Russian economy, would get the bigger part of the income from construction and operation.

None of the “lobbyists” of the “South Stream” has claimed responsibility for the safety of the offshore section of the pipeline. At failure of the pipeline as a result of man-made disaster, sabotage, earthquake, terrorist act and other factors, replacing the damaged segment on the continental shelf is impossible. Consequently, in this case we will need to construct a new pipeline in an emergency mode, the cost of which will fall on the Russian economy.

Russia needs to build a trusting relationship with Belarus and Ukraine, our sister states. For this we must offer them a permanent, mutually beneficial eco-

nomic cooperation, the prospects of which will be too attractive to give up for our strategic allies and partners in the CIS. Only then the opposition of the parties will end. This will allow Russia, Belarus and Ukraine to build modern, powerful oil and gas pipelines in addition to the existing ones or instead of them, which would be much cheaper and safer than the “South Stream”. And the “imperial ambitions” in the long run can only lead Russia to an economic blockade that will have a very negative impact on the supply of hydrocarbons from Russia to world markets.

Imagine that Iran settles the matter with Israel through relations with Palestine by changing the nature of its support to Palestine towards humanitarian and socio-economic help. Here's when the whole Middle East affair will develop in a different scenario. That will become a basis for a détente, abolition of the economic blockade and a political settlement between the U.S. and Iran which will undoubtedly lead to a large-scale cooperation of the parties on mutually beneficial terms. Furthermore, a construction of a modern navigable waterway connecting the Caspian Sea and the Persian Gulf will allow all the Caspian states and other countries to develop their socio-economical base with maximal efficiency, bring end to their dependency on Russia, and become noticeable participants of geo-economics and geopolitics.

Construction of the Nabucco gas pipeline and the new waterway between the Caspian and the Persian Gulf will inflict a crushing blow to the Russian monopoly business. Therefore, Russia needs to develop means of production and deep processing of their own hydrocarbons, instead of being jealous of others. Otherwise, the Russian economy can expect more difficulties than it has today, and chances for its recovery would be minimal, and this should not be allowed. Economic recovery requires drastic measures and actions.

Sheer lawlessness committed by the army of corrupt government officials has gotten the better of Russian economy. It's enough to familiarize oneself with two documents: a Letter with attachments from YACONTO LLC to the Minister of Natural Resources Y.P. Trutnev (out. № 1-41123 from 23.11.2004) regarding the non-government investment YACONTO Integrated Program, and a ridiculous come-off response of 7 (seven) lines signed by some Director of the Department of Administration and Staff of the Ministry of Natural Resources V.V. Shein (prepared by his executor T.V. Zibaeva); it immediately becomes obvious that bureaucratic abuses are to be fought most fiercely. This “scum” should be eradicated by jailing – or worse, in exceptional cases like Chubais, Chub, Kiriienko, Levitin and “exemplars” like them. Only such drastic measures can bring results. Of course, the capital punishment moratorium could only be lifted through a referendum with Russia's citizens, so that we comply with the law and the international practice.

During our phone conversation on 01.09.2011, I.E. Shuvalova informed me that the Letter from YACONTO LLC to the Prime Minister of Russian Federation V.V. Putin (out. № 110812-A01 from 12.08.2011) has been redirected to the State Corporation “Rosatom”, and the documents on 120 pages attached thereto have

been redirected to the MIA of Russia. The Letter mentioned above and its attachments are an inseparable package for resolving the problems raised by President D.A. Medvedev in his 4 (four) Orders for investigating the bankruptcy and liquidation of Atommash OJSC. One can only speculate about what drove the decision of the Department of Defense Industry to uncouple the Letter from its attachments. This is why I have these documents posted on the WWW.YACONTO.RU website in the folders of the ATOMMASH section, so that the individuals who want to know the truth about the bankruptcy of Atommash OJSC and countering of the YACONTO Integrated Program, can learn about that in the Internet. The foreign partners and strategic investors of YACONTO LLC are quite satisfied with obtaining information from the documents and materials on WWW.YACONTO.RU, as translation from Russian is not an issue for them.

Unfortunately, the Letter from YACONTO LLC has been redirected to the State Corporation “Rosatom” without attachments only after General Counsel I.E. Shuvalova had already prepared the Report Project on Atommash OJSC from Prime Minister V.V. Putin to President D.A. Medvedev. Hence, with the complicity of the functionaries of the Government, the information contained in the Letter from YACONTO LLC was discarded and disregarded. Besides, this Letter and the attachments on 120 pages haven’t even been directed to the Ministry of Economic Development and the Ministry of Finance, which were instructed to participate in the preparation of the Report Project to President Medvedev by his Order № Pr-1948 from 08.07.2011. As for the content of the Report Project, it was based on two year old vague responses from the functionaries of the State Corporation “Rosatom” to the legislative and executive branches.

At the same time there is a reason to believe that there was a leak through copying 120 pages of attachments to the Letter of YACONTO LLC, performed by the Government functionaries to their “colleagues” in the State Corporation “Rosatom”. It’s no secret that OGIO and OCG members track all the information on the Atommash OJSC bankruptcy. It’s not by accident that when 2 (two) years ago the bankruptcy case of the flagship of Russian nuclear engineering started attracting increased attention from the leading political parties and other forces, concerned functionaries of the State Corporation “Rosatom” led by cunning and careful S.V. Kiriyenko changed the scheme of capturing and appropriating the industrial complex that used to belong to Atommash OJSC. All the activities of the “Wheeler-Dealers of the XXI-st century” from the State Corporation “Rosatom” are under OGIO’s control, with the furtive S.V. Kiriyenko coordinating the redistribution of assets – retaining, though, his own ambition, appetites and a hope to “grift” his own accomplices from OGIO and OCG.

S.V. Kiriyenko is currently “between the hammer and the anvil”. On one hand, this “exemplar” is trying to justify the confidence of the persons “outside” this scheme who gave him “patronage” in obtaining the highest leadership position in one of the most secret Russian industries. On the other hand, being under the

watchful eye of powerful people who coordinate and oversee his activities in the nuclear industry, the “kinder-surprise” performs careful maneuvering, playing his own card “between two fires”. By nature and temperament, Kiriyenko is a maximalist, unwilling to play by other people’s rules; instead, this “two-faced Janus” can artistically create an image of a “good buddy”, pulling the wool over everybody’s eyes. The State Leadership should meet the demands of the overwhelming majority of Russian citizens to remove S.V. Kiriyenko from his highest position in the State Corporation “Rosatom” and take this “exemplar” to the Court.

Analysis of Kiriyenko’s “productive work” has shown that this rogue of a man is only attracted by the smell of big money. He is credited with organizing skills, but this “social climber” is a mere functionary capable of nothing if not supported by money and power.

In order to effectively speed up the Atommash OJSC bankruptcy investigation process and improve its quality it’s necessary to start an inquiry of Kiriyenko’s anti-state activities. YACONTO LLC possesses reliable information about the crimes of this “exemplar”, for which this former First Secretary the Gorky regional committee of Komsomol, would have been publically executed in some countries, and his relatives permanently exiled. Unfortunately, it’s premature to share the materials on his crimes and those of his accomplices. We must have a thorough, independent investigation of the bankruptcy and liquidation of Atommash OJSC which is being actively opposed by the OGIO members, utilizing help from their “mighty patrons”.

On my website WWW.YACONTO.RU I posted some of the documents and information on the activities of Russian enterprises of YACONTO, aimed at the socio-economic development of Russia, strengthening its defense capability, security and statehood. The main reason for presenting them online is an extreme need to oppose the flood of lies and misinformation spread around the YACONTO enterprises and the YACONTO Integrated Program by OGIO and OCG members, who destroyed and continue to destroy Russia’s industry, agriculture and science, thereby undermining its defense, security and statehood. For this, participants of OGIO and OCG use all available means and media, including the Internet, trying to discredit YACONTO LLC and conducting information warfare against it. Therefore, only WWW.YACONTO.RU should be treated as the primary source of official information which is published in Russian, confirming its authenticity.

In times of economic instability in Russia, acts of purchasing of real estate and personal property by Russian “oligarchs” are an insult to the citizens of Russia. Buying islands, palaces, castles, mansions and other buildings, works of art, jewelry, most expensive yachts in the world, personal jets, helicopters, cars and other assets, merely says that for those artificially created “oligarchs”, Russia is just a pantry with minerals and natural resources. And when they, after exposing their bling lifestyle like that, insist on increasing working hours and rising the retirement age for the employees of enterprises that the oligarchs previously took

over via mortgage auctions, it is beyond any bounds of common sense and understanding of the declared “democratic achievements” in Russia that the “reformers” are so proud of.

Lawyers involved by the OGIO members for A.Y. Stepanov’s large-scale fraud case on commercial loans from Sberbank of Russia, have nothing to do with the interests of the state on whose behalf they act. Under various pretexts lawyers skillfully avoid reviewing this case together with the Atommash OJSC bankruptcy case. This is due to the fact that participants of OGIO, as well as those of OCG, are not interested in investigating the bankruptcy of the nuclear industry giant. That, in turn, is because the OGIO desires to seize the entire industrial complex of the Energomash Group, primarily owned by A.Y. Stepanov, by any means. Thus, in reality the State's interests are disregarded by those who are acting in the interests of OGIO on behalf of the State.

Functionaries of “Rosatom” do not tolerate the restoration of the status quo of Atommash OJSC through the Project-A scheme developed by YACONTO LLC. This project gives the State an opportunity to accumulate a controlling stake in Atommash OJSC through the acquisition of 28.5% of shares in Atommash OJSC from YACONTO LLC through an exchange for an agreed list of assets held by the Federal Property Management Agency. The list will be agreed with potential investors of YACONTO LLC. According to the Project-A, formation of the controlling interest in Atommash OJSC will be implemented through the Federal Property Management Agency. This will allow the State Corporation “Rosatom” to purchase shares of Atommash OJSC without having to spend budget and extra-budgetary funds. The State has the discretion to transfer control over Atommash OJSC to an appropriate trust authorized by the state on mutually beneficial terms and require the State Corporation “Rosatom” to sign a long-term, mutually beneficial contract with the trust for the production of modern high-tech products and nuclear power development in Russia and abroad.

During my “righteous struggle” I watched as law enforcement and supervisory authorities, experts and officials from various ministries and departments are working with applications from organizations and citizens of Russia, who are drowning in the paper flow. Providing careless come-off responses today is the norm of behavior and lawlessness of the army of bureaucrats. Moreover, while some of them deliberately misinform and distort the facts in their responses from the very start, others simply re-write the come-offs of the original “writers” without even bothering to fix grammar mistakes and typos – which is normal in the “bureaucratic fraternity of mutual guarantees”. Bureaucracy has brought Russia to the brink of a social upheaval in society. Being on the state service, the officials are obliged to serve the interests of the state, based on common sense and regardless of narrow-minded departmental instructions and regulations, if they do not correspond with the realities of time and ongoing events in the country.

The appeals listed in the preamble for this Addendum № 3 to the Statement of YACONTO LLC (out. № 110915-A01 from 15.09.2011) contain data about specific OCG members directly responsible for the bankruptcy of Atommash OJSC and OGIO members who conducted fake and formalistic inquiries of the bankruptcy case, perverting the Law and using it for their own agenda. Some of them are afraid of justice, while others are carrying out the will of the “ruling elite” and their monopoly business partners by violating the law. These groups are not interested to serve the legitimate interests of the state or to uncover any truths while investigating the bankruptcy and liquidation of the nuclear industry giant.

The State and YACONTO LLC, being the owners of Atommash OJSC, are “on the same side of the barricades”. Corrupt bureaucracy, acting in the name of the State and covering the anti-state activities of OGIO and OCG crews are on the “other” side. Those bastards think themselves above the Law. That's why the investigation of the bankruptcy of Atommash OJSC turned into a kind of “show” in front of the President of Russia D.A. Medvedev, while he rules the state.

People of Russia see all the actions of those who promised them bright future and prosperity. Increased taxes, rising energy prices, education, social and health services are beyond satisfactory. After the so-called democratic achievements and the move towards market economy, Russia needs a personnel reform to reduce the staff of State employees 4 (four) times.

I ask you to instruct the central office of the General Prosecutor's Office of Russia to conduct a thorough investigation of the bankruptcy of Atommash OJSC and protect legal interests of the State and other shareholders. **I also ask you** to report the progress and outcome of the investigation of the bankruptcy of Atommash OJSC to the President of Russia D.A. Medvedev and inform Prime Minister V.V. Putin, so that a political decision on restoring the status quo of Atommash OJSC can be made in the interests of thousands of shareholders, with the State being the core one.

(All the documents mentioned above can be found on WWW.YACONTO.RU)

(The Russian text of this letter is an original.)

Attachments: documents on 62 (sixty-two) pages.

Respectfully yours,

President of YACONTO LLC

Sergei P. Yakunin

Contact phones:

Telefax: +7 (495) 686-9046, Mobile: +7-916-930-8718
E-mail: Yaconto@mail.ru, Website: www.Yaconto.ru

