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For immediate publication

OJSC Concern "KALINA" publishes its financial results for the first quarter of the year 2008 prepared in accordance with RAS.

April 29, 2008. Today, JSC Concern "KALINA," one of Russia's largest perfumery and cosmetics producers, has announced its RAS financial results for the first quarter of the year 2008.

Sales and gross profit of the Company in the first quarter 2008 accounted for 2,411.0 million rubles and 1,372.3 million rubles respectively, an increase of 22% in sales and 29% in gross profit over the same period of 2007. These results are non-consolidated. In particular, results of the German company, Dr. Scheller Cosmetics AG, as well as Kalina's sales in Ukraine are not included.

Key figures from the Company's financial statements for the first quarter 2008 compared to the same period of 2007 are given below. The Company's full non-consolidated non-audited financial report for the first quarter of 2008 is available on the Company's web-site at www.kalina.org.

RUR thousand	2008 January-March	2007 January-March	% Change
Sales	2,411,032	1,978,844	+22%
Gross profit	1,372,271	1,062,866	+29%
<i>percentage of sales (%)</i>	<i>56.9%</i>	<i>53.7%</i>	<i>-</i>
Operating profit	477,487	413,582	+16%
<i>percentage of sales (%)</i>	<i>19.8%</i>	<i>20.9%</i>	<i>-</i>

About the company. JSC Concern "Kalina" is one of the leading Russian perfumery and cosmetics producers. The leading brands of the company are "Black Pearl", "Clean Line", "MIA", "Manhattan Clearface" and "Apotheker Scheller" - among skin-care products; "32" and "Forest Balsam" - among oral care products; "Black Pearl", "MIA" and "Manhattan" - among colour cosmetics.

Concern "Kalina" consists of its parent enterprise in Ekaterinburg and several subsidiaries, including "Pallada Ukraine" (Ukraine), "Glavskazka International" (Russia), "Dr. Scheller Beauty Center" (Russia), Kalina Overseas Holding B. V. (Netherlands) and Kalina International SA (Switzerland). The company also owns a controlling stake of the German cosmetics manufacturer Dr. Scheller Cosmetics AG.

Some of the information in this press release may contain projections or other forward-looking statements regarding future events or the future financial performance of JSC Concern "Kalina" (the "Company"), as defined in the "safe harbour" provisions of the legal proceeding act dealing with circulation of securities of private issuers. We wish to caution you that these statements do not guaranteed the achieving of the stated results in the Company's activities or occurring of any projected event connected with the Company's activity and bears some risks, unpredictability and assumptions that the Company can not foreseen accurately. Therefore, actual events or results of its activity may differ materially from those stated in the projections or other forward-looking statements. In order to obtain more accurate information we refer you to the documents the Company files from time to time with the Federal Service for the Financial Markets. Certain of these documents contain and identify important factors that could cause the actual results to differ materially from those contained in our projections or forward-looking statements.