



**PRESS-RELEASE**  
**July 21, 2009**

**Fortum has selected the contractor E4 Group for construction works at its Nyagan Greenfield project in Russia**

Fortum has selected the Russian engineering company E4 Group as a contractor for construction works at its Nyagan greenfield project in Siberia. The scope of the contract includes all construction works of the project as well as auxiliary systems and external infrastructure. The value of the contract is approximately RUB 13 billion (approximately EUR 300 million with the current exchange rate).

In August 2008, engineering company E4 Group won the tender for delivering, installation and commissioning of the main systems and equipment, project management for the construction of Nyagan power plant (EPC-contract). The new plant's turbines and generators will be manufactured by Siemens. In August 2008, E4 Group and Siemens signed the contract for the supplier of the main equipment. In March 2009, E4 Group and Government of the Khanty-Mansiysk Autonomous Area signed the agreement of cooperation. This agreement will let to have more working partnership between contractor and Government of the Khanty-Mansiysk. At the moment, E4 Group has already finished feasibility study of the project which is on undergoing through approval process by Federal State Institution «Supreme Administration for the State Expertise». At present the company E4 Group is designing the Nyagan CPP at full speed.

The construction of the Nyagan condensing power plant will be taking place close to the town of Nyagan in Khanty-Manssiysk Autonomous Area in western Siberia. Its main goal will include the providing with electric power the growing needs of the Institutes in the area of oil and gas industry. Once completed, the power plant

comprises three gas-fired units that each have a power production capacity of 420 MW.

At the moment, the Nyagan's site has been prepared for the construction works which will start already this summer. At some periods up to 3,000 persons will be involved into construction works at the plant's area. The first unit is scheduled to be ready for commissioning by the end of 2011.

The Nyagan project is the largest project in Fortum's Russian investment program. The total estimated value of the investment is approximately EUR 1.4 billion. It is financed with funds attracted during JSC Fortum's additional share issue held in March 2008 and with bonded debts and bank loans.

Despite much constructions works the project's period is very small. That is why the main criterions for selection contractor were high skills employees of the engineering company E4 Group, know-how technologies, and advanced engineering solutions offered by E4 group.

*E4 Group is a full-cycle engineering company, which consolidate together the leading Russian and foreign power engineering and other industry-related companies. E4 Group offers state-of-the-art engineering concepts for power engineering, mining and smelting, chemical, oil and gas industries, housing and communal sector, infrastructure development.*

*E4 Group successfully applies gained unique skills and experience in the implementation of projects and is capable of realizing the projects of any level of complexity, independently of the project's geographical location, since JSC E4 Group's regional offices, daughter and associated companies are set up around all Federal Districts of the Russian Federation and beyond its boundaries.*

*The first enterprises of the holding have been established in the mid-20s of the last century; therefore, E4 Group experience and key competences have been gaining through decades. Today, as a result of the above, the company has over 500 accomplished projects in 23 countries over three continents, including projects realized under permafrost conditions, in the tropic regions and in significantly-distant regions having very poor transport infrastructure.*