RENAISSANCE CAPITAL
10th ANNUAL INVESTOR CONFERENCE

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Evraz Highlights

- Vertically integrated steel and mining business, among the 15 largest steel producers in the world
- Russia’s largest producer of steel and steel products with 2005 production of 13.9 million tonnes of crude steel
- 2005 Consolidated revenues of US$6.5 billion and EBITDA of US$1.9 billion
- Successful IPO on LSE in June 2005 placing 8.3% stake followed by a placement of a 6% stake in January 2006, implying a total free float of 14.3%
- Successful acquisitions of Palini e Bertoli, Vitkovice Steel, Yuzhkuzbassugol in 2005
- 'BB-' Standard & Poor's rating
Top Russian Steel Producer

Evraz’s Main Locations

Top Russian Steel Producers

<table>
<thead>
<tr>
<th>Russian ranking</th>
<th>Company</th>
<th>Output (million tonnes)</th>
<th>Main products</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Evraz</td>
<td>13.9 13.7 13.9</td>
<td>Long</td>
</tr>
<tr>
<td>2</td>
<td>MMK</td>
<td>11.5 11.3 11.3</td>
<td>Flat/long</td>
</tr>
<tr>
<td>3</td>
<td>Severstal</td>
<td>9.9 10.4 10.8</td>
<td>Flat/long</td>
</tr>
<tr>
<td>4</td>
<td>NLMK</td>
<td>8.9 9.1 8.4</td>
<td>Flat</td>
</tr>
<tr>
<td>5</td>
<td>Mechel</td>
<td>4.6 5.5 4.6</td>
<td>Long/flat</td>
</tr>
</tbody>
</table>

Source: Chermet, Evraz
Note: Crude steel output
Strategy

Achieve Superior Growth

- Advance long product leadership position in Russia and CIS
  - Leverage construction product range breadth, effective distribution and customer service
  - Develop railroad products portfolio to grow domestic and export business

- Build global steel business
  - Expand presence in attractive plate and other flat product markets complementing a flexible world-class semis export business

Enhance Margin Profile

- Enhance cost leadership position
  - Increase efficiency through operational improvements and ongoing realization of asset synergies
  - Complete CAPEX-driven asset optimization

Expand Competitive Mining Platform

- Complete vertical integration in iron ore and pursue selective opportunities globally
- Build domestic and export coal portfolio, increase capitalization of coal business
- Build competitive vanadium business
**Strong Financial Results**

### Revenue

- **Year 2002**: $1,540 mln
- **Year 2003**: $2,168 mln
- **Year 2004**: $5,933 mln
- **Year 2005**: $6,508 mln

### Total Assets

- **Year 2002**: $1,222 mln
- **Year 2003**: $2,232 mln
- **Year 2004**: $4,253 mln
- **Year 2005**: $6,651 mln

### EBITDA

- **Year 2002**: $209 mln (EBITDA*)
- **Year 2003**: $476 mln (EBITDA*)
- **Year 2004**: $2,017 mln (EBITDA*)
- **Year 2005**: $1,860 mln (EBITDA*)

### Net Profit

- **Year 2002**: $1 mln
- **Year 2003**: $253 mln
- **Year 2004**: $1,345 mln
- **Year 2005**: $1,843 mln

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* EBITDA represents profit from operations plus depreciation and amortisation, impairment of assets and loss (gain) on disposal of PP&E.

** Net Profit includes minority interests.

*** ROCE represents profit from operations plus profit from equity investments less income tax over total equity plus interest bearing loans and lease average for the period.
Market Share Opportunity

- **Russian sales grew to 60% of total revenues in 2005 vs. 55% in 2004**
  - Russian sales increased by 18% from US$3,288.1 million in 2004 to US$3,889 million in 2005
- **Pursuing downstream integration to secure access to attractive export markets**
  - Asia remains core market for semi-finished products
  - Acquisitions of high quality downstream assets in Europe & US: Palini e Bertoli, Vitkovice Steel and Stratcor (2006)

### 2005 Non-Russian Revenue Structure

- **Rus** 3,889 US$m
- **Non-Rus** 2,619 US$m

### Steel Sales Mix, 2005 (US$m)

- **Construction**
- **Mining**
- **Semi-finished**
- **Other steel**
- **Other non-steel**

*Source: Evraz*
Russia’s growing steel consumption

- Russian and CIS steel consumption remains below global benchmarks
- Construction sector is growing above 10% per year
- The government approved four budget-funded national projects which in particular would allow doubling the volumes of house construction by year 2010
- Rail product growth driven by US$21 billion investment in railway infrastructure and rolling stock
- Significant downstream capacity flexibility to capture migration to higher margin products for domestic market

### 2005 Steel Consumption per Capita (kg)

<table>
<thead>
<tr>
<th>Country</th>
<th>Consumption (kg)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Russia</td>
<td>212</td>
</tr>
<tr>
<td>US</td>
<td>350</td>
</tr>
<tr>
<td>EU-15 Average</td>
<td>351</td>
</tr>
<tr>
<td>Germany</td>
<td>431</td>
</tr>
<tr>
<td>Czech Republic</td>
<td>498</td>
</tr>
<tr>
<td>Japan</td>
<td>613</td>
</tr>
<tr>
<td>S. Korea</td>
<td>964</td>
</tr>
</tbody>
</table>

### Construction Output Forecast to Exceed GDP Growth

1999=100

- GDP: '06-'10F Consumption CAGR: 9.5%
- Construction: '06-'10F Construction Output CAGR: 6.7%
- '06-'10F GDP CAGR: 5.8%

Source: IISI, CRU, Metal Expert

Uniquely positioned to benefit from rapid Russian economic growth
Low Cost Producer

- Lowest cost producer of steel in Russia and CIS
- Substantial level of vertical integration and self-sufficiency in iron ore and coal with benefit from vertical integration growing by a factor of 4.3x on pro-forma basis
- Mines located close to steel production sites

**Benefit of Vertical Integration**

$/tonne

<table>
<thead>
<tr>
<th>Year</th>
<th>Benefit from vanadium slag sales</th>
<th>Benefit from integration into mining</th>
<th>Proforma benefit from YuKU consolidation</th>
<th>Consolidated steel products cost per tonne</th>
</tr>
</thead>
<tbody>
<tr>
<td>2004</td>
<td>12</td>
<td>1</td>
<td>19</td>
<td>208</td>
</tr>
<tr>
<td>2005</td>
<td>195</td>
<td>29</td>
<td>9</td>
<td>277</td>
</tr>
</tbody>
</table>

$ 13%$ $33%$

**Steel Segment Cost, 2005**

- Raw materials: 7%
- Transportation: 7%
- Staff costs: 9%
- Depreciation: 10%
- Energy: 63%

1) Steel segment cost per tonne estimated as (Revenue from steel products only - (Steel segment EBITDA - Vanadium slag sales) - Transport expense in Steel segment COS (export) - Steel segment Selling and Distribution costs) / Total steel products shipments
2) Consolidated steel products cost per tonne estimated as steel segment cost per tonne less benefits from vanadium slag sales, integration into mining and YuKU consolidation
3) Estimated as vanadium slag sales over total steel products shipments
4) Estimated as (Mining segment EBITDA + Profit from associates (coal assets)) / Total steel products shipments
5) Assumed additional profit from associates due to pro-forma consolidation of YuKU from January 1, 2005, actual consolidation effective December 30, 2005

* Calculated as of December 31, 2005. Data do not include recent acquisitions

Source: Evraz
Capital Expenditure

- Ongoing capex programme to improve efficiency
- Total capex spending in 2005 of US$695 million
  - Project capex c.US$600 million
  - Key projects delivered on time
- 2006 capex budgeted to be c.US$435 million

<table>
<thead>
<tr>
<th>Key Capital Investment Projects</th>
<th>2005 Actual</th>
<th>2006 Planned</th>
<th>Status</th>
</tr>
</thead>
<tbody>
<tr>
<td>NTMK: Modernization of the oxygen production</td>
<td>✓</td>
<td>X</td>
<td>Completed ahead of time</td>
</tr>
<tr>
<td>ZapSib: 2.5 mt continuous slab caster</td>
<td>✓</td>
<td>X</td>
<td>Commissioned Nov 05</td>
</tr>
<tr>
<td>ZapSib: Revamp of Blast Furnace 2</td>
<td>✓</td>
<td>X</td>
<td>Completed</td>
</tr>
<tr>
<td>NKMK: Reconstruction of EAF</td>
<td>✓</td>
<td>✓</td>
<td>In progress</td>
</tr>
<tr>
<td>NTMK: Reconstruction of WRS</td>
<td>✓</td>
<td>✓</td>
<td>In progress</td>
</tr>
<tr>
<td>NTMK: Reconstruction of Blast Furnace 5</td>
<td>✓</td>
<td>✓</td>
<td>In progress</td>
</tr>
<tr>
<td>NTMK: Reconstruction of Coke Oven 5</td>
<td>✓</td>
<td>✓</td>
<td>In progress</td>
</tr>
<tr>
<td>ZapSib: Reconstruction of Coke Oven 1</td>
<td>✓</td>
<td>✓</td>
<td>In progress</td>
</tr>
</tbody>
</table>
# Major Acquisitions in 2005

<table>
<thead>
<tr>
<th>Palini e Bertoli</th>
<th>Vitkovice Steel</th>
</tr>
</thead>
<tbody>
<tr>
<td>Evraz acquired 75% in Aug 2005</td>
<td>Evraz acquired 98.96% of Vitkovice Steel in Nov, 2005</td>
</tr>
<tr>
<td>Target markets – Middle East, Western Europe and North Africa</td>
<td>Target markets – the Czech Republic and Central Europe</td>
</tr>
<tr>
<td>Total sales – ca 350,000 tonnes of rolled products in 2005</td>
<td>Total sales in 2005 &gt; 853,000 tonnes of rolled products</td>
</tr>
<tr>
<td>Secure customer base for low-cost slab produced in Russia, internal slab supply can cover 100% slab requirement</td>
<td>Access to premium plate market</td>
</tr>
<tr>
<td>Access to premium and standard plate market</td>
<td></td>
</tr>
</tbody>
</table>


Major Acquisitions in 2005

Yuzhkuzbassugol

- 50% stake acquired from Evraz shareholders to simplify corporate structure and improve transparency regarding related parties
- Leading coal producer in Russia, operating 10 mines, 2 washing plants, 3 machinery plants, 3 transportation companies and a number of services
- Annual output exceeded 17 million tonnes of coal in 2005
- Wide and complementary range of coal products, permitting Evraz to circumvent purchase of coal from third parties
# Q1 2006 Trading update

<table>
<thead>
<tr>
<th>Product</th>
<th>Q1 2006, thousand tonnes</th>
<th>Q1 2005, thousand tonnes</th>
<th>Q1 2006 / Q1 2005 change, %</th>
<th>Q1 2006 / Q4 2005 change, %</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Steel division</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Pig iron</td>
<td>3,071</td>
<td>3,032</td>
<td>+1.3%</td>
<td>+3.9%</td>
</tr>
<tr>
<td>Steel</td>
<td>3,841</td>
<td>3,541</td>
<td>+8.5%</td>
<td>+5.6%</td>
</tr>
<tr>
<td>Rolled products¹</td>
<td>3,405</td>
<td>3,049</td>
<td>+11.6%</td>
<td>+5.8%</td>
</tr>
<tr>
<td><strong>Mining division²</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Iron ore (saleable products)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Concentrate</td>
<td>499</td>
<td>624</td>
<td>-20.0%</td>
<td>-16.6%</td>
</tr>
<tr>
<td>Sinter</td>
<td>2,046</td>
<td>2,310</td>
<td>-11.4%</td>
<td>+0.1%</td>
</tr>
<tr>
<td>Pellets</td>
<td>1,473</td>
<td>1,476</td>
<td>-0.2%</td>
<td>+4.5%</td>
</tr>
<tr>
<td>Coal (mined)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Coking coal</td>
<td>206</td>
<td>n/a</td>
<td>-n/a</td>
<td>+8.0%</td>
</tr>
<tr>
<td>Steam coal</td>
<td>12</td>
<td>n/a</td>
<td>n/a</td>
<td>-4.4%</td>
</tr>
<tr>
<td><strong>Equity investments¹</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Coking coal (Raspadskaya)</td>
<td>1,594</td>
<td>1,987</td>
<td>-19.8%</td>
<td>-3.3%</td>
</tr>
<tr>
<td>Coking and steam coal (Yuzhkuzbassugol)</td>
<td>3,514</td>
<td>n/a</td>
<td>n/a</td>
<td>n/a</td>
</tr>
</tbody>
</table>

¹ Evraz Group holds 48.4% interest in Raspadskaya Mine and 50% interest in Yuzhkuzbassugol.
2006 Export market outlook for semi and rolled products

Price index, 2003-100%

- **Billet**
- **Long rolled**
- **Slab**
2006 Semi-finished products: focus on slab sales

- Evraz is planning to increase slab sales in 2006 due to a new slab caster facility at Zapsib and favourable market environment