Disclaimer

This document does not constitute or form part of and should not be construed as, an offer to sell or issue or the solicitation of an offer to buy or acquire securities of Evraz Group S.A. (Evraz) or any of its subsidiaries in any jurisdiction or an inducement to enter into investment activity. No part of this document, nor the fact of its distribution, should form the basis of, or be relied on in connection with, any contract or commitment or investment decision whatsoever. No representation, warranty or undertaking, express or implied, is made as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of the information or the opinions contained herein. None of Evraz or any of its associates, advisors or representatives shall have any liability whatsoever (in negligence or otherwise) for any loss howsoever arising from any use of this document or its contents or otherwise arising in connection with the document.

This communication is only being distributed to and is only directed at (i) persons who are outside the United Kingdom or (ii) investment professionals falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the “Order”) or (iii) high net worth companies, and other persons to whom it may lawfully be communicated, falling within Article 49(2)(a) to (d) of the Order (all such persons together being referred to as “relevant persons”). Any person who is not a relevant person should not act or rely on this document or any of its contents.

This document contains “forward-looking statements”, which include all statements other than statements of historical facts, including, without limitation, any statements preceded by, followed by or that include the words “targets”, “believes”, “expects”, “aims”, “intends”, “will”, “may”, “anticipates”, “would”, “could” or similar expressions or the negative thereof. Such forward-looking statements involve known and unknown risks, uncertainties and other important factors beyond Evraz’s control that could cause the actual results, performance or achievements of Evraz to be materially different from future results, performance or achievements expressed or implied by such forward-looking, including, among others, the achievement of anticipated levels of profitability, growth, cost and synergy of recent acquisitions, the impact of competitive pricing, the ability to obtain necessary regulatory approvals and licenses, the impact of developments in the Russian economic, political and legal environment, volatility in stock markets or in the price of our shares or GDRs, financial risk management and the impact of general business and global economic conditions.

Such forward-looking statements are based on numerous assumptions regarding Evraz’s present and future business strategies and the environment in which Evraz Group S.A. will operate in the future. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. These forward-looking statements speak only as at the date as of which they are made, and Evraz expressly disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statements contained herein to reflect any change in Evraz’s expectations with regard thereto or any change in events, conditions or circumstances on which any such statements are based.

Neither Evraz, nor any of its agents, employees or advisors intends or has any duty or obligation to supplement, amend, update or revise any of the forward-looking statements contained in this document.

All in percent changes for comparison purposes, if otherwise not stated, relate to Y06-on-Y05 changes.

The information contained in this document is provided as at the date of this document and is subject to change without notice.
Evraz Highlights

- Vertically integrated steel and mining business, one of the largest steel producers in the world
- US$8,292 mln revenue in 2006 with EBITDA margin of 32%
- Total steel sales volumes up by 25% to 16.0 mln tonnes in 2006
- Robust level of self-coverage - 80% in iron ore and 84% in coking coal
- Leader in Russian long products market with 30-100% market share. Strong international presence on emerging South African and mature European and North American markets. Leader on the world vanadium market

*Excluding Oregon Steel Mills operations*
Evraz Group’s Main Locations

- Nakhodka Sea Port
- ZapSib Mine
- Raspanskaya Mine
- EvrazRuda NTMK
- YKU
- VGOK
- KGOK
- NTMK
- Moscow
- Luxemborg
- London
- Vitkovice Steel
- Palini e Bertoli
- Stratcor
- OSM
- Highveld
- Palini e Bertoli
- OSM
- Stratcor

- Steel mills
- Iron ore mining
- Coal mining
- Sea port
- Main export countries

making the world stronger
2006 Strategic Deliverables

Advance long product leadership in Russia and CIS
- Strong growth in sales to Russia and CIS by 8% and 148%, respectively
- Growing rail products sales to Russian and CIS customers

Expand presence in international flat product markets
- Strengthened overseas market position through increased sales volumes of 37% up to 8.9 mln tonnes
- Non-Russian plate sales up by 2.9x and semi-finished sales up +29%
- Breakthrough into US market with acquisition of Oregon Steel Mills

Enhance cost leadership position
- Consolidated cash cost per tonne of US$252 versus US$231 in 2005
- Successfully implemented capex programme of US$660 mln in 2006 to introduce further operational improvements

Complete vertical integration and competitive mining platform
- Development licence obtained for the Sobstvenno-Kachkanarskoye ore deposit with reserves of 3.3 bln tonnes
- New coal assets with 308 mln tonnes of proven and probable reserves acquired by OAO Raspadskaya
- Successful IPO of OAO Raspadskaya in November

Achieve world leadership in vanadium business
- Acquisitions of Stratcor and a 24.9% stake in Highveld Steel and Vanadium Corporation
- Vanadium products (slag and alloys) sales 8% lower only to US$224 mln despite 40% vanadium price decline
## FY2006 Financial Summary

<table>
<thead>
<tr>
<th>US$ mln unless otherwise stated</th>
<th>2006</th>
<th>2005</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue</td>
<td>8,292</td>
<td>6,508</td>
<td>27%</td>
</tr>
<tr>
<td>Cost of revenue</td>
<td>(5,159)</td>
<td>(4,172)</td>
<td>24%</td>
</tr>
<tr>
<td>SG&amp;A</td>
<td>(732)</td>
<td>(648)</td>
<td>13%</td>
</tr>
<tr>
<td>EBITDA*</td>
<td>2,652</td>
<td>1,859</td>
<td>43%</td>
</tr>
<tr>
<td>EBITDA margin</td>
<td>32%</td>
<td>29%</td>
<td></td>
</tr>
<tr>
<td>Net Profit**</td>
<td>1,385</td>
<td>918</td>
<td>51%</td>
</tr>
<tr>
<td>Net Profit margin</td>
<td>17%</td>
<td>14%</td>
<td></td>
</tr>
<tr>
<td>EPS (USD per GDR)</td>
<td>3.94</td>
<td>2.71</td>
<td>45%</td>
</tr>
<tr>
<td>Sales volumes*** ('000 tonnes)</td>
<td>16,014</td>
<td>12,860</td>
<td>25%</td>
</tr>
</tbody>
</table>

* EBITDA represents profit from operations plus depreciation and amortisation, impairment of assets and loss (gain) on disposal of PP&E
** Net profit attributable to equity holders of Evraz Group S.A.
*** Steel segment sales volumes to third parties
Excellent Cash Flow Generation

- Strong net cash flow from operating activities of US$ 2,092 mln
- EBITDA to Net Operating Cash Flow conversion at 79%
- Cash flow mainly used for CAPEX and acquisitions
Well-capitalised Balance Sheet to Fund Future Growth

- Net Debt/EBITDA decreased to 0.7x
- On pro forma basis, including Oregon Steel Mills acquisition, Net Debt/EBITDA remains within stated target of 1.5x
- Leverage growth in line with growth in revenues
- Current credit ratings: BB by Fitch; Ba3 by Moody’s; BB- by S&P

---

1Net debt equals total debt less cash & cash equivalents and short-term bank deposits. Net debt for 2006 does not include US$300 mln financial guarantee for OAO Rasporskaya
2ROCE 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
Leveraging Sales

- Total revenues increased by 27% to US$8,292 mln backed by growth in sales volumes and favourable pricing
- Non-Russian revenues expanded by 57% driven by Europe and US
- Sales to Asian market declined from 32% to 23%
- Consolidated steel products sales volume up 25% to 16.0 mln tonnes, including 0.65 mln tonnes of sold stock
Steel: Capitalising On Russian Growth

- Russia remains a key market contributing 50% to total steel segment revenues with total sales volumes increasing by 13% to 7.1 mln tonnes
- Construction products sales increased by 9%, fuelled by accelerated construction growth in Russia
- Strong pricing environment through 2006 and improved mix
- Average revenue per tonne is up 11% to US$493 from US$444 in 2005
# Russian Sales by Key Products

<table>
<thead>
<tr>
<th>000' tonnes</th>
<th>2006</th>
<th>2005</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rebars</td>
<td>1,264</td>
<td>1,011</td>
<td>25%</td>
</tr>
<tr>
<td>Rails</td>
<td>904</td>
<td>891</td>
<td>2%</td>
</tr>
<tr>
<td>H-beams</td>
<td>615</td>
<td>481</td>
<td>28%</td>
</tr>
<tr>
<td>Channels</td>
<td>562</td>
<td>452</td>
<td>24%</td>
</tr>
<tr>
<td>Angles</td>
<td>331</td>
<td>303</td>
<td>9%</td>
</tr>
<tr>
<td>Pipe blanks</td>
<td>911</td>
<td>730</td>
<td>25%</td>
</tr>
<tr>
<td>Other</td>
<td>2,506</td>
<td>2,385</td>
<td>5%</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>7,093</td>
<td>6,253</td>
<td>13%</td>
</tr>
</tbody>
</table>
Steel: Best Positioned For Construction Boom In Russia

- In 2006 Russian steel consumption increased 16% y-o-y to 36 mln tonnes and expected to continue to expand
- Construction growth in Russia and CIS outperforms GDP growth
- Robust Russian pricing environment supports strong earnings
- Recently announced Russian railways investment programme of US$400 bln till 2030

New Housing Construction

- Sources: Goskomstat RF data and forecasts

Commercial Real Estate

- Sources: Goskomstat RF data and forecasts

Russian Steel Consumption Growth

- Sources: IISI
2007 Accelerated Growth in Russian Market

- Favourable situation in the Russian market characterised by:
  - Increased activity in the construction market
  - Continuously growing demand
  - High prices for long products
- Considerable shift from export to internal sales compared with 2005
- Rebar consumption up 50% and sections up 32% in 1Q07 vs. 1Q06
- Growth continued in April and May

---

**Rebars Market in Russia**

- January 2006: 286 '000 tonnes, +68% to 481 '000 tonnes in 2007
- February 2006: 271 '000 tonnes, +62% to 439 '000 tonnes in 2007
- March 2006: 298 '000 tonnes, +47% to 437 '000 tonnes in 2007

**Sections Market in Russia**

- January 2006: 171 '000 tonnes, +43% to 245 '000 tonnes in 2007
- February 2006: 181 '000 tonnes, +26% to 228 '000 tonnes in 2007
- March 2006: 215 '000 tonnes, +28% to 275 '000 tonnes in 2007
Strong Price Environment to Continue

US$ Average retail prices in Moscow

Source: Evraz market estimates
Steel: Optimising Non-Russian Product Mix

- Overseas sales in steel segment increased by 56% to US$4,051 mln including US$301 mln revenues of Palini e Bertoli and US$671 mln of Vitkovice Steel.
- Total overseas steel sales increased by 35% to 8.9 mln tonnes.
- Semi-finished products sales volumes grew by 29% driven by organic growth.
- Strong plates sales growth by 2.9x due to acquisitions of Vitkovice Steel and Palini e Bertoli plate mills.

### Segment Revenues: Non-Russian

<table>
<thead>
<tr>
<th></th>
<th>2005</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Semi-finished</td>
<td>245</td>
<td>393</td>
</tr>
<tr>
<td>Construction</td>
<td>431</td>
<td>1,254</td>
</tr>
<tr>
<td>Plates</td>
<td>874</td>
<td>1,248</td>
</tr>
<tr>
<td>Other products</td>
<td>578</td>
<td>6,026</td>
</tr>
<tr>
<td>Other sales</td>
<td>75</td>
<td>4,680</td>
</tr>
</tbody>
</table>

### Segment Sales Volumes: Non-Russian

<table>
<thead>
<tr>
<th></th>
<th>2005</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Semi-finished</td>
<td>245</td>
<td>393</td>
</tr>
<tr>
<td>Construction</td>
<td>431</td>
<td>1,254</td>
</tr>
<tr>
<td>Plates</td>
<td>874</td>
<td>1,248</td>
</tr>
<tr>
<td>Other products</td>
<td>578</td>
<td>6,026</td>
</tr>
<tr>
<td>Other sales</td>
<td>75</td>
<td>4,680</td>
</tr>
</tbody>
</table>
Export Prices for Slabs & Billets

*Prices has shown on Far East FOB basis except Jan-June 07 (Black Sea FOB)
Sustainable Slab/Plate Margin

Prices for Flat products and Semis in Europe

US$/t

03, 04, 05, 06, 07

EU export fob plate
Black Sea slab
Steel Segment Costs

- Steel segment cost increased by 26% to US$6,088 mln from US$4,837 mln in 2005
- Main cost items per tonne remained almost flat
- Transportation costs increased by 25% mainly attributable to the growth in non-Russian sales volumes and related transportation costs
- Staff costs increased by 21% affected by inflation and acquisitions
- Energy costs grew by 34% due to acquisitions, overall increase in steel production and energy tariffs inflation in Russia

Steel Segment Costs structure 2005

- Raw materials: 53%
- Transportation: 8%
- Staff costs: 11%
- Depreciation: 9%
- Energy: 7%
- Other: 4%
- SGA: 8%

Steel Segment Costs 2006

- Raw materials: 55%
- Transportation: 8%
- Staff costs: 10%
- Depreciation: 3%
- Energy: 8%
- Other: 9%
- SGA: 7%
Mining: Securing Steel Production Cost Efficiency

- Mining segment revenues increased by 16% to US$1,147 mln mainly due to the growth in the average prices of iron ore.
- Mining segment EBITDA increased by 33% to US$415 mln with EBITDA margin improved to 36%.
- Iron ore sales volumes up 2% to 17 mln tonnes covering 80% of Evraz iron ore requirements.

Mining Segment Performance

<table>
<thead>
<tr>
<th>Year</th>
<th>Revenues (US$ mln)</th>
<th>EBITDA (US$ mln)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2005</td>
<td>989</td>
<td>313</td>
</tr>
<tr>
<td>2006</td>
<td>1,147</td>
<td>415</td>
</tr>
</tbody>
</table>

Iron Ore Production

<table>
<thead>
<tr>
<th>Year</th>
<th>Kachkanarsky GOK</th>
<th>Evrazruda</th>
<th>Vysokogorsky GOK</th>
</tr>
</thead>
<tbody>
<tr>
<td>2005</td>
<td>8,283</td>
<td>5,782</td>
<td>2,600</td>
</tr>
<tr>
<td>2006</td>
<td>8,949</td>
<td>5,683</td>
<td>2,415</td>
</tr>
</tbody>
</table>
Mining Segment Costs

- Total mining segment cost increased by 9% to US$781 mln from US$717 in 2005
- Staff costs increased by 21%
- Energy costs increased by 21%
- Operational improvement programme launched at the main mining sites

<table>
<thead>
<tr>
<th>Category</th>
<th>2005</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Raw materials</td>
<td>12%</td>
<td>10%</td>
</tr>
<tr>
<td>Transportation</td>
<td>23%</td>
<td>19%</td>
</tr>
<tr>
<td>Staff costs</td>
<td>21%</td>
<td>23%</td>
</tr>
<tr>
<td>Depreciation</td>
<td>6%</td>
<td>7%</td>
</tr>
<tr>
<td>Energy</td>
<td>7%</td>
<td>10%</td>
</tr>
<tr>
<td>Other</td>
<td>20%</td>
<td>25%</td>
</tr>
<tr>
<td>SGA</td>
<td>11%</td>
<td>9%</td>
</tr>
</tbody>
</table>

US$43/t to US$46/t
Affiliated Companies Contribution

- Evraz share in income of affiliated companies decreased to US$45 mln due to Yuzhkuzbassugol losses
- In 2006 coal affiliates produced 25 mln tonnes of coal
- In May 2006 OAO Raspadskaya acquired two coal assets with total proven and probable reserves of 308 mln tonnes and in November 2006 successfully placed 18% of its shares on MICEX and RTS for US$317 mln, valuing the company at US$1,760 mln
- A stake in Highveld Steel and Vanadium, acquired in July 2007 for US$207 mln, contributed US$22 mln to the bottom line

Affiliated Companies Financial Results 2006

<table>
<thead>
<tr>
<th>Company</th>
<th>Revenue</th>
<th>Net profit</th>
<th>Evraz’s share</th>
</tr>
</thead>
<tbody>
<tr>
<td>Raspadskaya</td>
<td>472</td>
<td>39</td>
<td>85</td>
</tr>
<tr>
<td>Yuzhkuzbassugol</td>
<td>595</td>
<td>-57</td>
<td>-28</td>
</tr>
<tr>
<td>Highveld</td>
<td>481</td>
<td>-57</td>
<td>87</td>
</tr>
</tbody>
</table>

Coal Affiliates Production

<table>
<thead>
<tr>
<th>Company</th>
<th>2005</th>
<th>2006</th>
</tr>
</thead>
<tbody>
<tr>
<td>Raspadskaya</td>
<td>6,395</td>
<td>9,160</td>
</tr>
<tr>
<td>Yuzhkuzbassugol</td>
<td>17,085</td>
<td>16,137</td>
</tr>
</tbody>
</table>

1 Highveld 2006 Results starting from July 13, 2006
2006 Capex Programme

Investment results
- Capital spending of US$660 mln 2006 vs. US$695 mln in 2005 focused on efficiency improvements mainly in steel production
- Some of the projects scheduled for 2007 commenced in 2006

Investments in projects completed in 2006: US$280 mln
- Revamp of BF5 at NTMK – US$89 mln
- Revamp of CB5 at NTMK – US$21 mln
- Construction of vacuum degasser at NTMK – US$20 mln
- New oxygen facility at NKMK – US$5 mln
- Reconstruction of EAF shop at NKMK – US$12 mln
- New packaging lines at Zapsib – US$13 mln
- Installation of ISSM at Vitkovice Steel – US$24 mln
- Commencement of iron ore production at Izykhgol and Burluk mines – US$8 mln

Maintenance capex: US$207 mln

Total spending on projects in progress: US$173 mln

FY2007 Capex budgeted at US$575 mln
Oregon Steel Mills, Inc.

- Leading plate and rails producer on the West Coast with total capacity of 2.1 mln tonnes
- In January 2007 Evraz successfully acquired Oregon Steel for US$2.3 bln
- The acquisition of Oregon Steel represents a solid platform for Evraz in North America and secures an important place on the attractive plate and pipe market
- Combined company is the leading rail producer globally
Highveld Steel and Vanadium Corporation

- World’s largest vanadium producer and the 2nd largest steel producer in South Africa with 803,000 tonnes of steel sold in 2006
- In 2006 Evraz acquired a 24.9% stake from Anglo American and increased it to 54.1% in May 2007
- Evraz gains access to expanding South African steel and construction sectors and becomes the leading vanadium player globally

2006 Vanadium Products Sales

- Vanadium slag, V2O5: 15,094 '000 tonnes
- Vanadium chemicals, V2O5: 1,342 '000 tonnes
- Ferrovanadium and Ferrovanadium nitride, V: 7,342 '000 tonnes
- Vanadium pentoxide, V2O5 (Vanchem): 3,484 '000 tonnes

2006 Rolled Steel Production

- Plate: 339 tonnes
- Coils: 243 tonnes
- Sections: 185 tonnes

\[ \text{Revenue and EBITDA*} \]

\[ \text{Rm} \]

\[ \text{R$/}=6.69 \]

1 Highveld 2006 Results starting from July 13, 2006
Evraz 2007 Outlook

Markets:
- According to IISI, the world steel consumption will grow 5.9% in 2007 and 6.1% in 2008
- Russian construction expansion will further stimulate domestic demand for long products and outperform GDP growth
- Strong pricing environment in 1Q07 will remain at present levels through 2Q07

Production*:
- Full year 2007 steel production target: 15.5-16.0 mln tonnes (crude steel), and 14.2-14.8 mln tonnes (rolled products), including 1.6-1.7 mln tonnes in the US
- 2007 CAPEX budget of approximately $575 mln will mainly be targeted on the on-going projects
- Shutdown of all open hearth furnaces in Novokuznetsk will eliminate approximately 0.8 mln tonnes of crude steel production
- Zapsib blast furnace reline will decrease crude steel output for 2007 by approximately 1 mln tonnes
- Acquisition of West Siberian Heat and Power Plant in March to increase electricity self-sufficiency of Zapsib to 85% by end of year

Risks:
- Potential further cost increase mostly concentrated in staff cost inflation
- Additional pressure on Russian assets from national ecological control agencies

Financial Outlook 1H07*:
- Consolidated revenues expected to increase by 45-55% (y-o-y)
- EBITDA expected to grow by 50-60% (y-o-y)

*without Highveld results, which will be consolidated starting from May 2007