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

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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
- Raspadskaya Mine
- EvrazRuda
- VGOK
- KGOK
- NTMK
- NKMK
- YKU
- Moscow
- Stratcor
- Vitkovice Steel
- Palini e Bertoli
- Highveld
- Stratcor
- Luxembourg
- London
- OSM

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

making the world stronger

EVRAZ
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

FY2006 Cash Flow

- Cash at beginning of period: 641
- Net Profit: 1,459
- Adj. to reconcile OpCF before WC: 503
- Changes in WC: 130
- CF used in investing activities: 1,577
- CF from financing activities: 341
- Effect of exchange rate changes: 27
- Cash at end of period: 842
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

1 Net 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 Raspadskaya

2 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
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 Product Sales Volumes

Revenues by Region
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>Product</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

**Russian Steel Consumption Growth**

<table>
<thead>
<tr>
<th>Year</th>
<th>Consumption (mln tonnes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2003</td>
<td>29</td>
</tr>
<tr>
<td>2004</td>
<td>29</td>
</tr>
<tr>
<td>2005</td>
<td>31</td>
</tr>
<tr>
<td>2006</td>
<td>36</td>
</tr>
<tr>
<td>2007F</td>
<td>39</td>
</tr>
<tr>
<td>2008F</td>
<td>42</td>
</tr>
</tbody>
</table>

**New Housing Construction**

<table>
<thead>
<tr>
<th>Year</th>
<th>Construction (mln m²)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2004</td>
<td>41</td>
</tr>
<tr>
<td>2005</td>
<td>43.6</td>
</tr>
<tr>
<td>2006</td>
<td>50.2</td>
</tr>
<tr>
<td>2007F</td>
<td>55</td>
</tr>
<tr>
<td>2008F</td>
<td>61</td>
</tr>
<tr>
<td>2009F</td>
<td>60.3</td>
</tr>
<tr>
<td>2010F</td>
<td>62.3</td>
</tr>
</tbody>
</table>

**Commercial Real Estate**

<table>
<thead>
<tr>
<th>Year</th>
<th>Office (mln m²)</th>
<th>Retail (mln m²)</th>
<th>Warehousing (mln m²)</th>
</tr>
</thead>
<tbody>
<tr>
<td>2004</td>
<td>1.0</td>
<td>0.9</td>
<td>1.4</td>
</tr>
<tr>
<td>2005</td>
<td>2.4</td>
<td>1.9</td>
<td>2.1</td>
</tr>
<tr>
<td>2006</td>
<td>3.3</td>
<td>2.1</td>
<td>3.0</td>
</tr>
<tr>
<td>2007F</td>
<td>3.6</td>
<td>2.2</td>
<td>3.0</td>
</tr>
<tr>
<td>2008F</td>
<td>4.0</td>
<td>2.3</td>
<td>3.5</td>
</tr>
<tr>
<td>2009F</td>
<td>4.4</td>
<td>2.5</td>
<td>4.0</td>
</tr>
<tr>
<td>2010F</td>
<td>4.8</td>
<td>2.5</td>
<td>4.0</td>
</tr>
</tbody>
</table>

Sources: Goskomstat RF data and forecasts
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
Strong Price Environment to Continue

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
Export Prices for Slabs & Billets

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

Prices for Flat products and Semis in Europe

US$/t

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
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</th>
<th>EBITDA</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>2,600</td>
<td>5,683</td>
</tr>
<tr>
<td>2006</td>
<td>8,949</td>
<td>2,415</td>
<td>5,683</td>
</tr>
</tbody>
</table>
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
**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>87</td>
<td>22</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

2006 Sales by Product

- **Plate**: 443,000 tonnes
- **Rail**: 67,000 tonnes
- **Welded Pipe**: 26,000 tonnes
- **Seamless Tube**: 61,000 tonnes
- **Rod and Bar**: 210,000 tonnes
- **Coil**: 408,000 tonnes
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

<table>
<thead>
<tr>
<th>Product</th>
<th>'000 tonnes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Vanadium slag, V2O5</td>
<td>15,094</td>
</tr>
<tr>
<td>Vanadium chemicals, V2O5</td>
<td>1,342</td>
</tr>
<tr>
<td>Ferrovanadium and Ferrovanadium nitride, V</td>
<td>7,342</td>
</tr>
<tr>
<td>Vanadium pentoxide, V2O5 (Vanchem)</td>
<td>3,484</td>
</tr>
</tbody>
</table>

2006 Rolled Steel Production

<table>
<thead>
<tr>
<th>Product</th>
<th>Tonnes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Plate</td>
<td>185</td>
</tr>
<tr>
<td>Coils</td>
<td>243</td>
</tr>
<tr>
<td>Sections</td>
<td>339</td>
</tr>
</tbody>
</table>

\[1\] Highveld 2006 Results starting from July 13, 2006

Revenue and EBITDA*

<table>
<thead>
<tr>
<th>Year</th>
<th>Revenues</th>
<th>EBITDA</th>
</tr>
</thead>
<tbody>
<tr>
<td>2005</td>
<td>7,155</td>
<td>3,248</td>
</tr>
<tr>
<td>2006</td>
<td>6,901</td>
<td>1,882</td>
</tr>
</tbody>
</table>

\[*\] R/\$=6.69
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