



Open Joint Stock Company  
MAGNITOGORSK IRON & STEEL WORKS  
OAO MMK

## EXTRACT FROM MINUTES

July 14, 2006

№3

City of Magnitogorsk

of the meeting of the Board of Directors  
of OAO MMK

**To approve the agenda of the meeting and the order of priority for consideration of the agenda items at the meeting of the Board of Directors of OAO MMK:**

### **AGENDA OF THE MEETING:**

5 Definition of the price of the property disposed of/purchased under the transaction in which there is an interest, regarding execution of the trust management agreement between OAO MMK and AB Gazprombank (ZAO).

#### **On the fifth issue of the agenda of the meeting the following decision was taken:**

**1 Pursuant to paragraph 7 of article 83 of the Federal Law “On Joint Stock Companies” to define the price of the property to be disposed of/purchased under the transaction in which there is an interest, regarding execution of the trust management agreement for appointment of AB Gazprombank (ZAO) for trust management of temporary surplus funds of OAO MMK in the interest of the trustor in amount of 11 114 530 000 (eleven billion one hundred fourteen million five hundred thirty thousand) roubles for the period from 08.09.2006 to 31.12.2006 inclusive, with the right for AB Gazprombank (ZAO) to receive remuneration of 1% of the total income received as a result of the trust management.**

**2 To include the following draft decision in the voting ballot for the extraordinary general shareholders’ meeting of OAO MMK on the agenda item «Approval of the transaction in which there is an interest»:**

**Pursuant to paragraph 1 of article 81, paragraph 4 and subparagraph 1 of paragraph 6 of article 83 of the Federal Law “On Joint Stock Companies” to approve the transaction in which there is an interest, regarding execution of the trust management agreement between OAO MMK and AB Gazprombank (ZAO) for trust management of temporary surplus funds of OAO MMK in the interest of the trustor in amount of 11 114 530 000 (eleven billion one hundred fourteen million five hundred thirty thousand) roubles for the period from 08.09.2006 to 31.12.2006 inclusive, with the right for AB Gazprombank (ZAO) to receive remuneration of 1% of the total income received as a result of the trust management..**

**The beneficiary party under the transaction is OAO MMK.**

Chairman of the Board of Directors of OAO MMK

V.F. Rashnikov