



Financial & Production Performance 1H 2005 Results Presentation

Russian Accounting Standards
(Unconsolidated)

July 2005

Key financial indicators

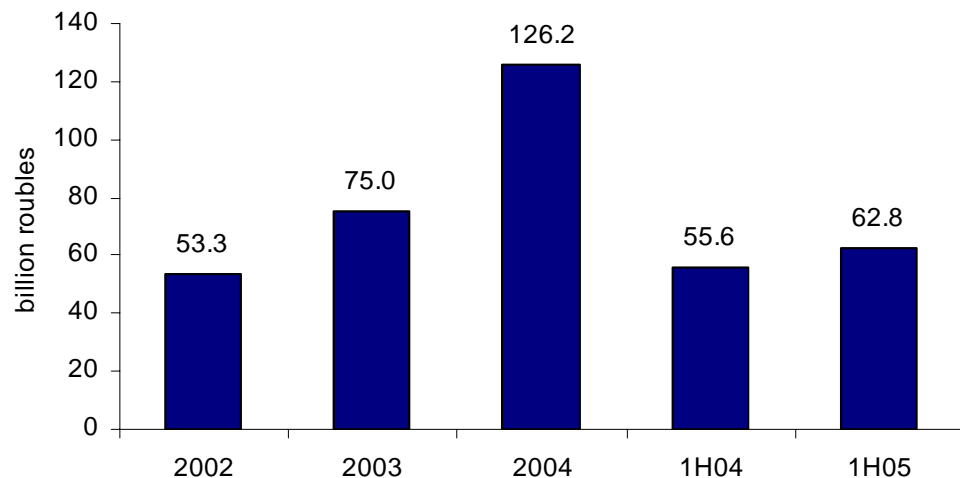


<i>(millions roubles)</i>	1H04	1H05	<i>change</i>	
			<i>+ / -</i>	<i>%</i>
Net sales	55,610	62,779	7,168	12.9%
Gross profit	28,770	29,399	629	2.2%
<i>- as % of net sales</i>	<i>52%</i>	<i>47%</i>		
Operating profit	27,064	27,131	67	0.2%
<i>- as % of net sales</i>	<i>49%</i>	<i>43%</i>		
Pre-tax profit	27,109	27,550	441	1.6%
<i>- as % of net sales</i>	<i>49%</i>	<i>44%</i>		
Net income	20,539	20,974	434	2.1%
<i>- as % of net sales</i>	<i>37%</i>	<i>33%</i>		
Earnings per share <i>(roubles)</i>	3.46	3.53	0.07	2.1%

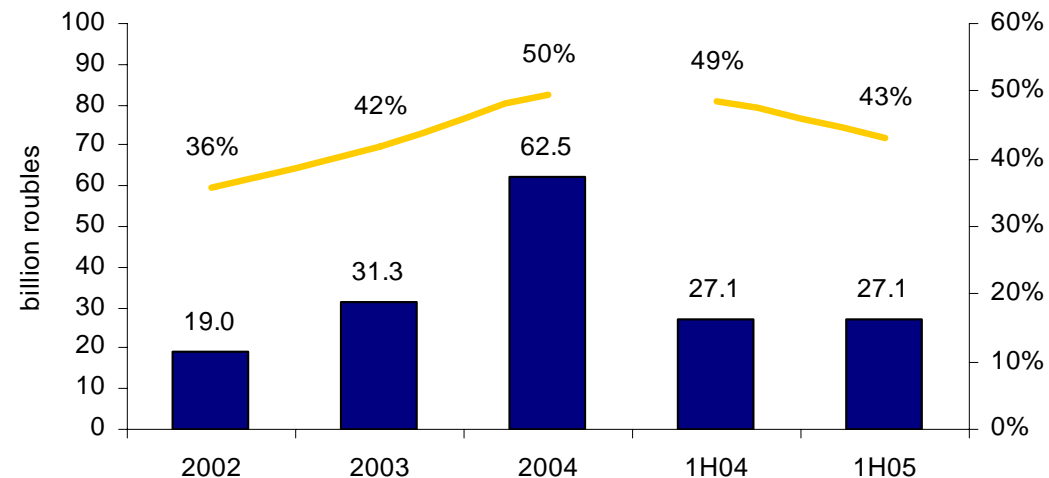
Key performance indicators



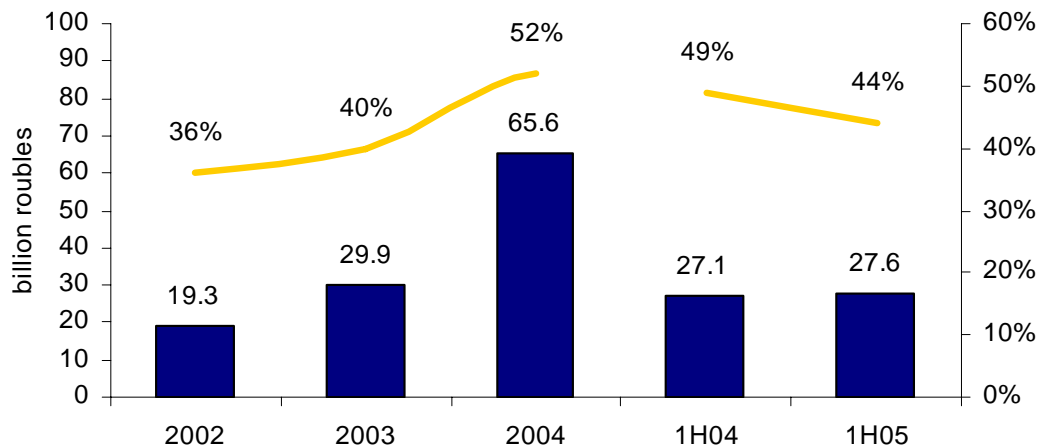
Net sales



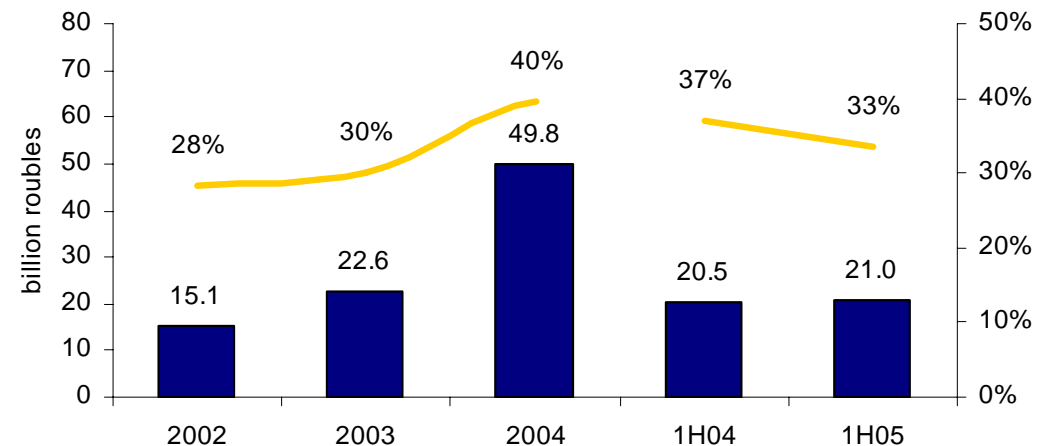
Gross profit, as % of net sales



Pre-tax profit, as % of net sales



Net income, as % of net sales

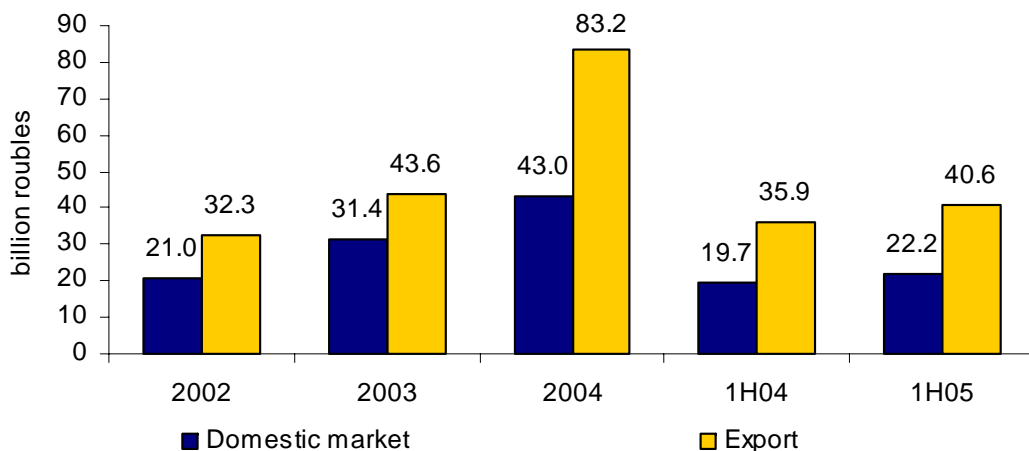


Net sales structure

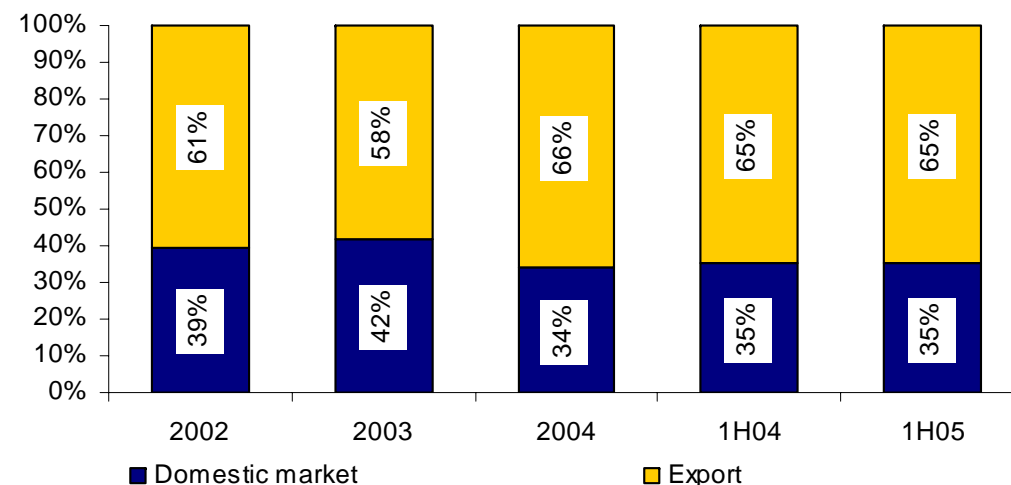


By markets (millions roubles)	1H04	1H05	change	
			+ / -	%
Export	35,922	40,610	4,688	13%
South-East Asia	9,417	15,655	6,239	66%
EU countries	10,021	9,198	-823	-8%
Other European countries & Turkey	6,869	7,069	200	3%
North America	6,804	4,697	-2,107	-31%
Middle East	1,173	1,753	580	49%
Other countries	1,638	2,238	600	37%
Domestic market	19,688	22,169	2,481	13%
Net sales	55,610	62,779	7,168	13%

Net sales structure



Net sales structure

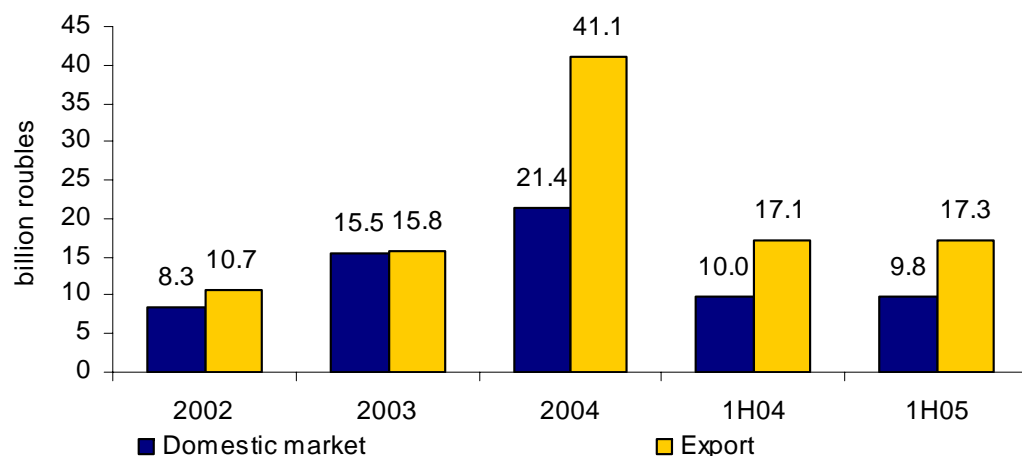


Operating profit structure

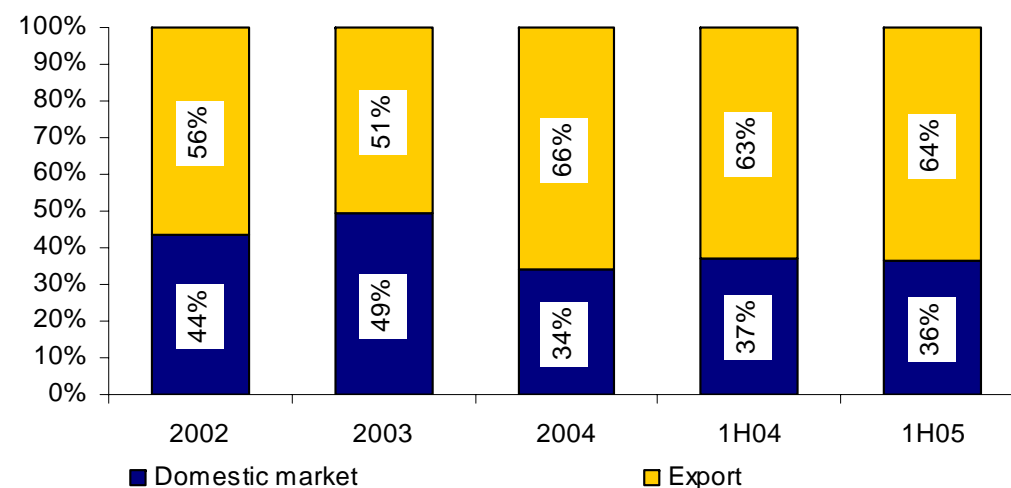


By markets (millions roubles)	1H04	1H05	change	
			+ / -	%
Export	17,107	17,290	183	1.1%
- share of export (%)	63%	64%		
Domestic market	9,957	9,841	-116	-1.2%
- share of domestic market (%)	37%	36%		
Operating profit	27,064	27,131	67	0.2%

Operating profit structure



Operating profit structure



Operating segments performance



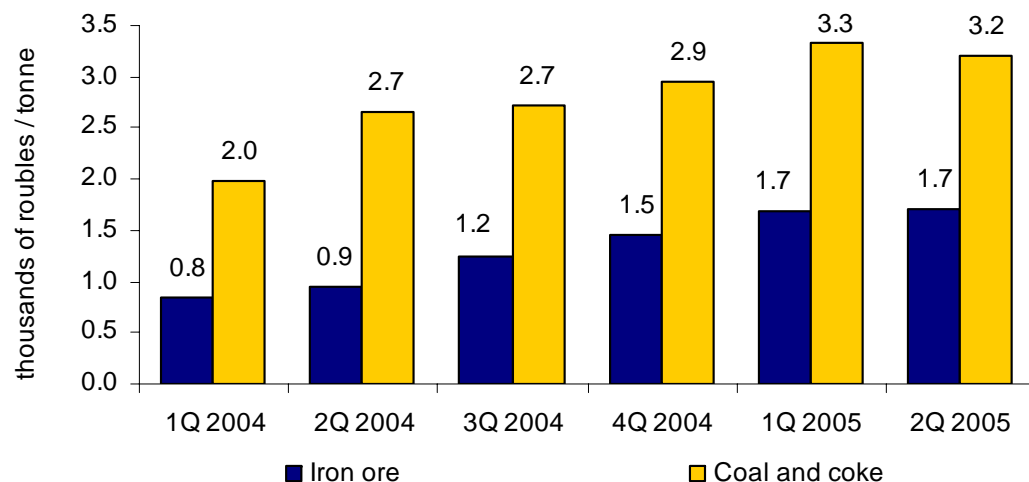
Net sales <i>(millions roubles)</i>	1H04	1H05	change	
			+ / -	%
Pig Iron	3,127	1,575	-1,551	-50%
Slabs	17,102	17,495	393	2%
Hot-rolled products	10,802	14,465	3,663	34%
Cold-rolled products	15,212	20,925	5,713	38%
Coated steel	4,609	5,416	806	17%
Other operations	4,758	2,902	-1,856	-39%
Net sales	55,610	62,779	7,168	13%

Gross profit <i>(millions roubles)</i>	1H04	1H05	change	
			+ / -	%
Pig Iron	1,400	384	-1,015	-73%
Slabs	8,994	7,799	-1,195	-13%
Hot-rolled products	5,912	6,883	971	16%
Cold-rolled products	8,017	10,683	2,667	33%
Coated steel	2,317	2,468	151	7%
Other operations	2,130	1,181	-949	-45%
Gross profit	28,770	29,399	629	2%

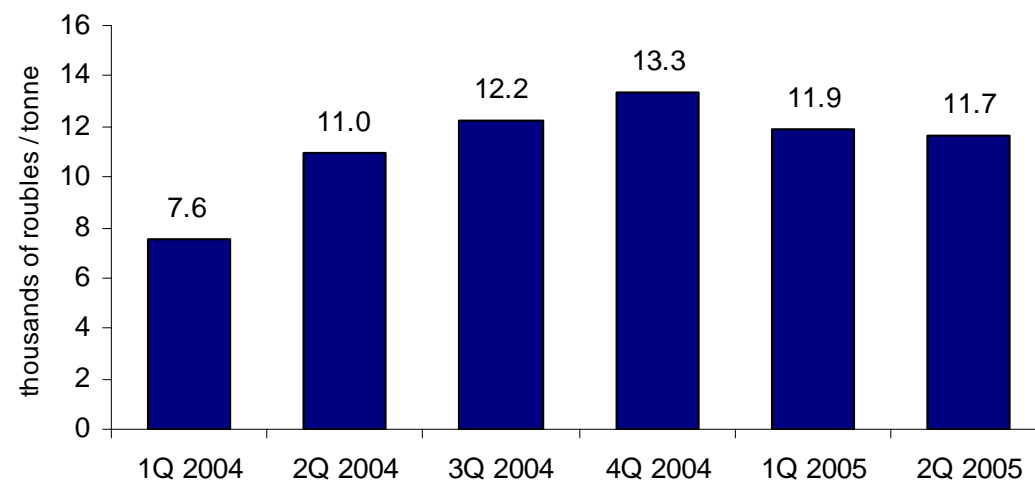
Key price trends



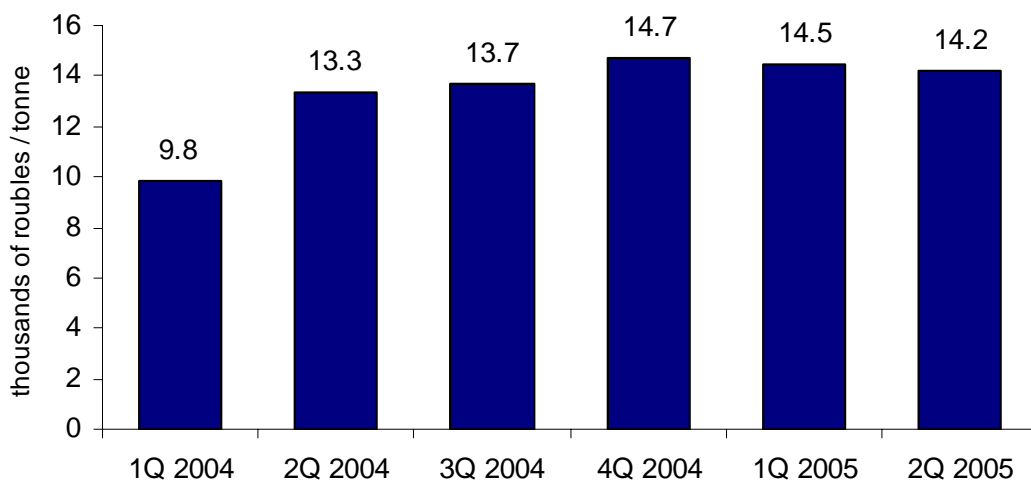
Price dynamics for iron ore, coal and coke



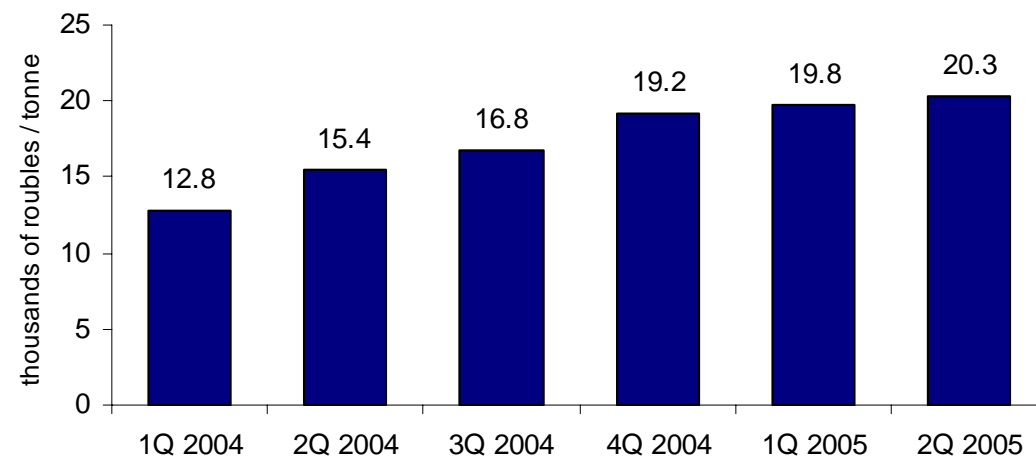
Price dynamics for slab



Price dynamics for hot rolled steel



Price dynamics for cold rolled steel



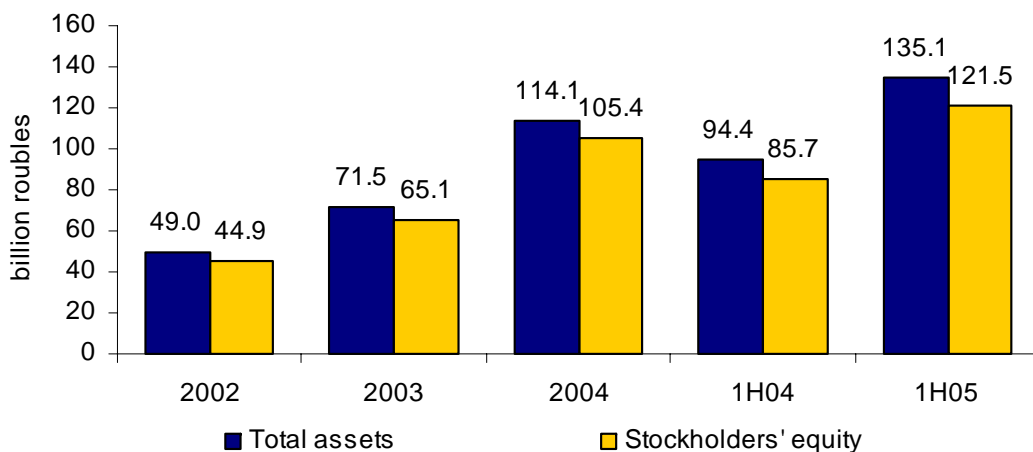
Cold rolled steel includes GO and NGO steel

Aggregated balance sheet

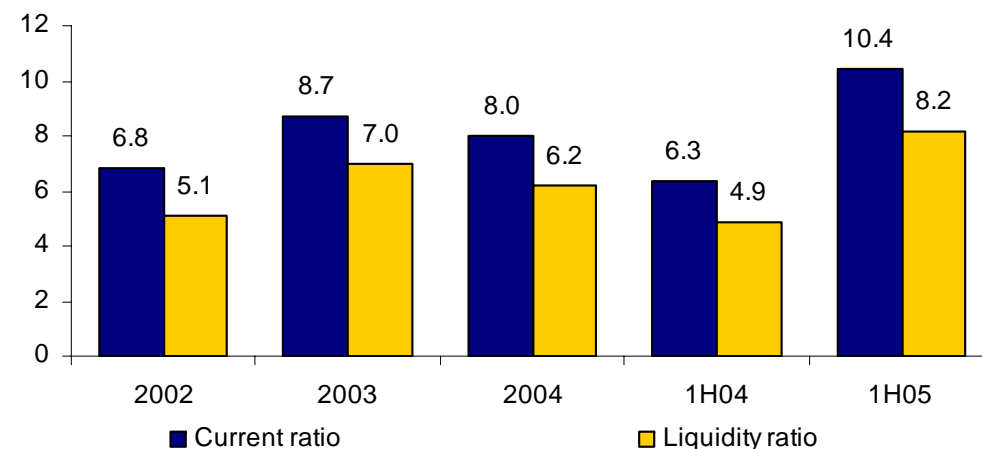


Assets <i>(millions roubles)</i>	As of beginning of 2005	1H05	<i>change</i>	
			+ / -	%
Current assets	61,217	78,613	17,396	28%
- share (%)	54%	58%		
Non-current assets	52,908	56,514	3,606	7%
- share (%)	46%	42%		
Total assets	114,125	135,127	21,002	18%
Liabilities & Stockholders' equity <i>(millions roubles)</i>	As of beginning of 2005	1H05	<i>change</i>	
			+ / -	%
Current liabilities	7,833	12,340	4,507	58%
- share (%)	7%	9%		
Non-current liabilities	921	1,238	316	34%
- share (%)	1%	1%		
Stockholders' equity	105,370	121,549	16,179	15%
- share (%)	92%	90%		
Total Liabilities & Stockholders' equity	114,125	135,127	21,002	18%

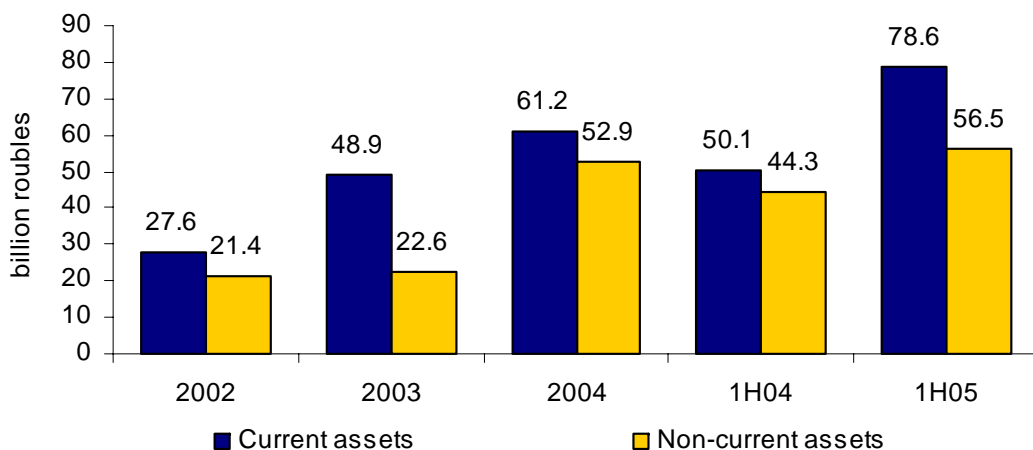
Assets & stockholders equity



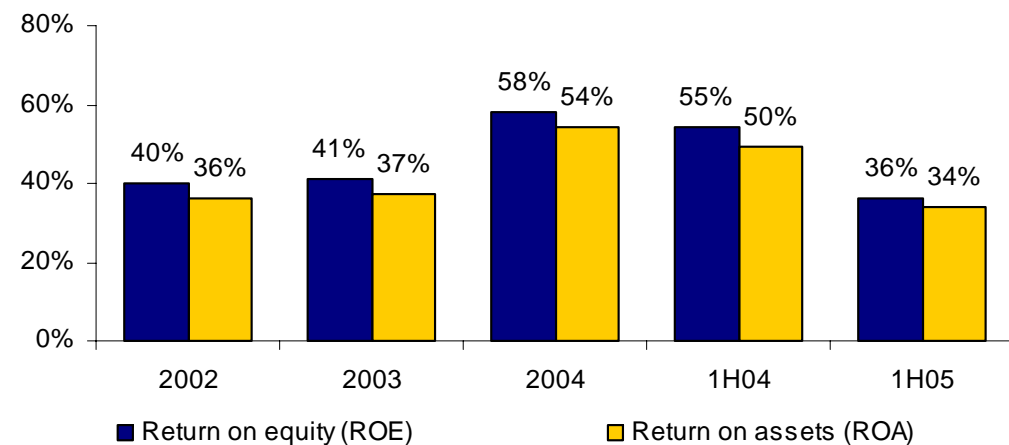
Liquidity measures



Current assets & non-current assets



Return on assets



Production highlights

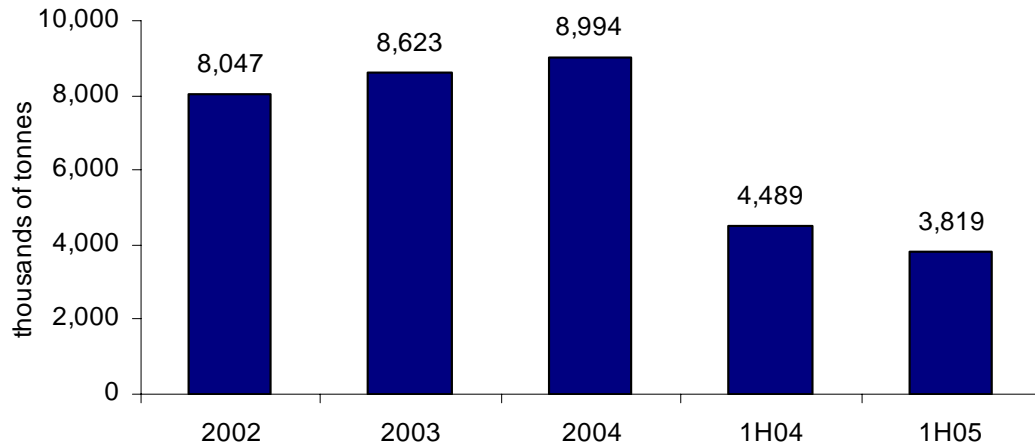


<i>(thousands of tonnes)</i>	1H04	1H05	<i>change</i> + / -	%
Pig iron	4,489	3,819	-669	-15%
Steel	4,586	4,088	-498	-11%
BOF steel	4,567	4,070	-498	-11%
<i>- share (%)</i>	<i>99.6%</i>	<i>99.5%</i>		
EAF steel	19	19	0	-1%
<i>- share (%)</i>	<i>0.4%</i>	<i>0.5%</i>		
Finished steel products	4,323	3,854	-470	-11%
Flats	2,206	2,133	-73	-3%
<i>- share (%)</i>	<i>51%</i>	<i>55%</i>		
Slabs	1,853	1,479	-374	-20%
<i>- share (%)</i>	<i>43%</i>	<i>38%</i>		
Pre-painted steel	264	241	-23	-9%

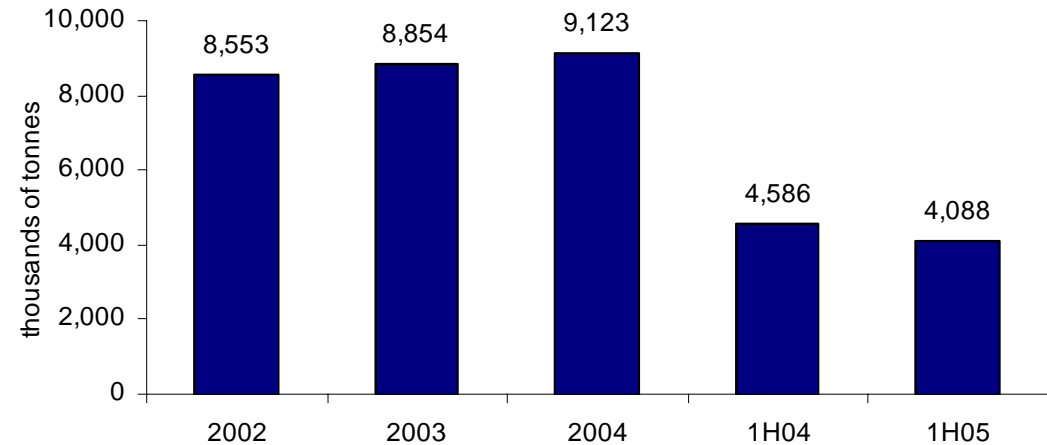
Production highlights



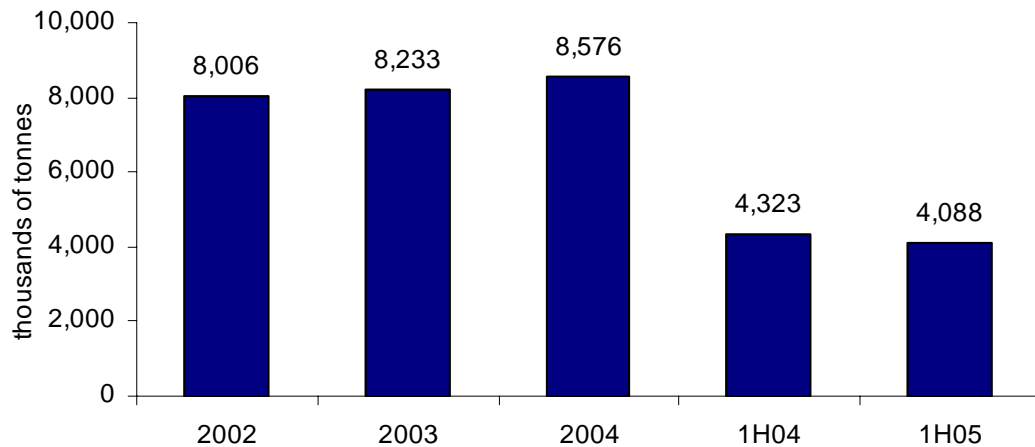
Pig iron production



Steel production



Finished steel products



Flats production

