

INFORMATION

On the auditor which will conduct an audit and confirm accuracy of Mechel Steel Group Open Joint Stock Company's annual reports and balance sheets in 2005

Name: Financial and Accounting Consultants Limited Liability Company (FBK OOO).

Address: Bldg. 2AB, 44/1 Myasnitskaya St., Moscow 101990, Russia.

State registration: Registered with the Moscow Registration Chamber on November 15, 1993, Certificate: Series YuZ No. 484.583PII. Included in the Uniform State Register of Legal Entities on July 24, 2002, under primary state registration number 1027700058286.

Licenses:

- License No. E 000001 for performing audit services, issued by Ministry of Finance of the Russian Federation on April 10, 2002, valid till 10 April 2007;
- License No. 4737 for performing works involving the use of state secret information, issued by the Russia's Federal Security Service Administration for the City of Moscow and Moscow Region on April 03, 2003, valid till April 03, 2008.

Membership in accredited professional audit organizations:

- National Federation of Consultants and Auditors a non-commercial partnership;
- Institute of Professional Accountants of Russia a non-commercial partnership;
- Institute of Professional Auditors a non-commercial partnership.

FBK is one of the major Russian audit and consulting groups that is internationally recognized and reputable among its clients, that was established in 1990.

Competitive advantages of FBK are as follows:

- Experience in working with international companies and financial institutions;
- Ability to provide high quality range of professional services in compliance with Russian and international standards;
- Status of an influential "think tank" and educational center;
- High level corporate culture, technologies, tools, standards of quality and staff, all up to market requirements.

Cost of services is US\$20,000.00 net of VAT.