

CASH FLOW STATEMENTin 200 4

Organization: Mechel Steel Group Open Joint Stock Company
 Taxpayer Identification Number _____
 Line of business Investments into securities
 Legal status / Type of ownership Open Joint-Stock Company

Form No. 4 per OKUD
 Date (year, month, day) _____ per OKPO
 INN _____
 per OKVED
 per OKOPF/OKFS
 per OKEI

Measurement unit: RUR thousand

CODES		
0710004		
2005	03	18
14582388		
77033700008		
74.14,65.23.1		
47		34
384		

Item		reporting year	Same period, previous year
Description	Code		
1	2	3	4
Balance of cash at the beginning of the reporting period	010	8,807	0
Cash flows from current operations			
Cash received from buyers and customers	020	533,455	127,739
Cash received from foreign exchange operations	030	1,820,980	7,105
Supplier refunds	040	10,711	
Other income	050	5,050	2,525
Cash used for:			
Payment for acquired goods, works, services, materials and other working assets	150	(5,093,676)	(58,466)
Advances to suppliers and contractors	151	(2,240,586)	(20,165)
Wages and salaries	160	(219,603)	(49,679)
Payment of dividends and interest	170	(281,831)	(-)
Payment of taxes and duties	180	(89,546)	(19,935)
Payments to extra-budgetary funds	181	(22,086)	(10,287)
Payment of other expenses	190	(23,075)	(15,703)
Purchase and sale of foreign exchange	191	(1 820 330)	
Net cash flows from current operations	200	(7420537)	42 868
Cash flows from investment operations			
Proceeds from the sale of fixed assets and other non-current assets	210	0	-
Proceeds from the sale of securities and other financial investments	220	99,123	42,413
Dividends received	230	10,056	-
Interest received	240	2,221	-
Proceeds from repayment of loans extended to other organizations	250	300,337	-
Counterparty refunds	260	5,278,604	
Refunds under Trust Agreement and Deposit Agreement	270	8,351,513	-
Acquisition of subsidiaries	280	(2,585,184)	(96,006)
Acquisition of other entities	285		-
Acquisition of fixed assets, income-bearing investments and intangible assets	290	(111,852)	(12,475)
Acquisition of securities and other financial investments	300	(250,850)	(-)
Loans extended to other organizations	310	(2,981,382)	(-)
Payments under Trust Agreement	320	- 1,999,560	
Payments under Deposit Agreement	330	- 6,901,763	
Net cash flows from investment operations	340	- 788,737	66 068
Cash flows from financing operations			
Proceeds from issuance of shares or other equities	350	6,352,745	-
Proceeds from loans and credits extended by other issuers	360	4,933,291	146,703

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1	2	3	4
Receipt of funds due from shareholders	370		1,018
Deposit refund	380		0
Redemption of treasury shares and units	390	()	(0)
Repayment of loans and credits (without interest)	400	(3,052,702)	(30,000)
Financial lease payments	400	(0)	(0)
Deposit placement	401	()	(0)
Net cash flows from financing operations	410	8,233,334	117,721
Net inflow (outflow) of cash and its equivalents	420	24,060	8,807
Balance of cash at the end of the reporting period	430	32,867	8,807
Effect of changes in the exchange rate of foreign currencies against ruble	440	28,008	22

Manager	<u>Signature</u>	<u>V.F. Iorich</u>
	(signature)	(name)

Chief Accountant Signature T.A. Kalyadina
(signature) (name)

March 18, 200 5

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Signature
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