

ACCOUNTING BALANCE SHEET
as of December 31, 2005

Organization: Mechel OAO	per OKUD	Form No. 1 per OKUD		
Taxpayer Identification Number	per OKPO	Date (year, month, day)		
	INN	2005	10	28
	per OKVED	14582388		
Line of business		7703370008/770301001		
Legal status	Type of ownership	74.14,65.23.1		
Open Joint Stock Company		47	34	
Measurement unit: RUR thou.	per OKEI	384		
Location (address): 123610, Moscow, Krasnopresnenskava Naberezhnaya 12, office 1002				

Date of approval: . . .
Date of dispatch/receipt: **28.10.2005**

ASSETS	Item code	Reporting year beginning	Reporting year end
1	2	3	4
I. FIXED ASSETS			
Intangible assets	110	77146	62495
Plant and equipment	120	17621	17381
Construction in progress	130	321	265
Income-bearing investments in tangible assets	135	-	-
Long-term investments	140	21907852	26312961
Deferred tax assets	145	67394	104714
Other fixed and non-current assets	150	29	15
Subtotal for Section I	190	22070363	26497831
II. WORKING ASSETS			
Reserves	210	35784	61659
raw materials, materials and other similar items of material value	211	1085	284
livestock in breeding and fattening	212	-	-
costs of work in progress	213	28648	26466
finished products and goods for re-sale	214	1314	-
goods shipped	215	-	-
prepaid expenses	216	4737	34909
other reserves and expenses	217	-	-
Input value-added tax	220	1115	6185
Accounts receivable (maturing in over 12 months after the reporting date)	230	-	-
including purchasers and contractors 62	231	-	-
Accounts receivable (maturing within 12 months after the reporting date)	240	1074361	449520
including purchasers and contractors 62	241	82684	261128
sundry debtors and creditors, account 76	242	13693	28508
advance payments, account 60,76	243	954888	132568
taxes and collections, account 68	244	22803	27119
social insurance expenses, account 69	245	36	-
other debtors, account 71,73,75	246	257	197
Short-term investments	250	3231045	864635
Cash	260	32867	17769
Including:			
cash in hand	261	262	392
accounts in RUR (account 51)	262	32604	17311
accounts in foreign currency (account 52)	263	1	66
Transfers in transit (account 57)	264	-	-
Other working assets	270	-	-
Subtotal for Section II	290	4375172	1399768
BALANCE	300	26445535	27897599
LIABILITIES	Item code	Reporting year beginning	Reporting year end
1	2	3	4
III. Capital and Reserves			
Charter capital	410	4162707	4162707
Treasury stock	411	-	-
Surplus capital	420	6023340	6023340
Reserve capital	430	191484	208135
Including:			

statutory reserves required by law	431	-	-
reserves required by constitutive documents	432	191484	208135
Retained profit of reporting year (uncovered loss)	470	13881698	8763441
Subtotal for Section III	490	24259229	19157623
IV. Long-Term Liabilities			
Loans and credits	510	2021087	8383202
Deferred tax liabilities	515	3836	2246
Other long-term liabilities	520	9827	-
Subtotal for Section IV	590	2034750	8385448
V. Short-Term Liabilities			
Loans and credits	610	-	281360
Accounts payable	620	151556	73168
Including			
suppliers and contractors	621	117461	7070
employees	622	15732	18162
state-run extra budgetary funds	623	811	1429
taxes and collections payable	624	3327	2711
trade account advance payments received, account 62	625	1	561
sundry debtors and creditors, account 76	626	13932	42666
other creditors 71,73,79,55	627	292	569
Accrued income due to partners (founders)	630	-	-
Unearned income	640	-	-
Provisions for anticipated payments	650	-	-
Other short-term liabilities	660	-	-
Subtotal for Section V	690	151556	354528
BALANCE	700	26445535	27897599

STATEMENT OF ASSETS RECORDED ON OFF BALANCE SHEET ACCOUNTS

Item	Item code	Reporting year beginning	Reporting year end
1	2	3	4
Leased assets	910	-	-
including under leasing arrangements	911	-	-
Inventories in custody	920	-	-
Goods on commission	930	-	-
Bad debt written off to loss	940	-	-
Received security of obligations and payments	950	-	-
Granted security of obligations and payments	960	5523778	3611469
Housing stock depreciation	970	-	-
Depreciation of on-site improvements and other similar facilities	980	-	-
Received intangible assets in use	990	-	-

Chief Executive Officer
(signature)

V.F. Iorich
(name)

Chief Accountant
(signature)

T.A. Kalyadina
(name)