Raspadskaya – Russia's Leader in Coking Coal

Investor Presentation

Renaissance Capital's Metals & Mining Day

Moscow, 14 May 2007

Disclaimer

This presentation does not constitute or form part of, and should not be construed as, an offer to sell or issue or the solicitation of an offer to buy or acquire securities of the Company or any of its subsidiaries in any jurisdiction or an inducement to enter into investment activity in any jurisdiction. Neither this presentation nor any part thereof, nor the fact of its distribution, shall form the basis of, or be relied on in connection with, any contract or commitment or investment decision whatsoever. The information contained in this presentation has not been independently verified. The information in this presentation is subject to verification, completion and change without notice and neither the Company is under any obligation to update or keep current the information contained herein. Accordingly, no representation or warranty, express or implied, is made or given by or on behalf of the Company or any of its respective members, directors, officers or employees nor any other person accepts any liability whatsoever (in negligence or otherwise) for any loss howsoever arising from any use of this presentation or its contents or otherwise arising in connection therewith.

This presentation and the information contained herein does not constitute and should not be construed as an offer to sell or the solicitation of an offer to buy securities in the United States as defined in Regulation S under the US Securities Act of 1933 (the "Securities Act"). Any securities of the Company may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The Company has not registered and does not intend to register any portion of the Offering in the United States or to conduct a public offering of securities in the United States.

This presentation does not constitute a public offering or an advertisement of securities in the Russian Federation and does not constitute an offer or a proposal to make offers or to acquire any securities in the Russian Federation.

This presentation contains "forward-looking statements" which include all statements other than statements of historical fact. Such forward-looking statements can often be identified by words such as "plans," "expects," "intends," "estimates," "will," "may," "continue," "should" and similar expressions. Such forward-looking statements involve known and unknown risks, uncertainties and other important factors beyond the Company's control that could cause the actual results, performance or achievements of the Company to be materially different from future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding the Company's present and future business strategies and the environment in which the Company will operate in the future. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. These forward-looking statements speak only as at the date as of which they are made, and none of the Company or any of its respective agents, employees or advisors intends or has any duty or obligation to supplement, amend, update or revise any of the forward-looking statements contained herein to reflect any change in the Company's expectations with regard thereto or any change in events, conditions or circumstances on which any such statements are based. The information and opinions contained in this presentation are provided as at the date of this presentation and are subject to change without notice.

Table of Contents

1. Introduction to Raspadskaya

Raspadskaya – Key Investment Highlights

Russian leading coking coal producer	■ Largest high quality coking coal reserves in Russia ■ Second largest producer of coking coal in Russia ■ One of the 10 largest producers of coking coal in the world
Efficiency	■ Low cash cost of concentrate production – US$18.8 per ton in 2006 ■ Labor productivity on par with global peers ■ Modern highly productive equipment ■ Compact integrated operating complex
Professional management	■ Optimal and highly efficient production ■ Continued focus on safety procedures ■ Experienced management – proved by efficient operation track record
Strong financial performance	■ 2006 Proforma Revenue - US$469m and EBITDA - US$259m ■ EBITDA margin – c. 62% in 2004, 59% in 2005 and 55% in 2006 ■ Proforma OpCF/EBITDA – 81% in 2006 ■ More than 50% of the 2004-2010 CAPEX program has been already completed
Growth potential	■ Target production volume growth: up to 17 mtpa by 2010 ■ Strengthening of positions in domestic market: K and KO grade introduction and LT contracts ■ Growth of market share in Ukraine and Eastern Europe ■ Access to rapidly growing Asian markets ■ Potential to increase reserves and resources
Prudent and creditor friendly financial policies	■ Net Debt/EBITDA of 1.5x ■ Dividend pay out ratio in the range of 25%-50% of IFRS net income ■ Availability of bank facilities or cash and cash equivalents to cover working capital requirements

Raspadskaya's History

Start	1973	Coal production commenced at Raspadskaya mine with capacity of 2m tons of coal p.a.
Privatization	1991	Raspadskaya mine was privatized and transformed into Raspadskaya Closed Joint-Stock Company (ZAO), 100% employee owned
Development	1994	Current management team took control over the business operations. Development of "1996-2005 Operating Efficiency Improvements Program" which provided for increased output, enhanced productivity and opex reduction "Management Accounting Reform" Program was developed
	1994-1999	Growth in coal production output by 73%, from 4.4m tons in 1994 to 7.6m tons in 1999
	1998-2000	Procurement of advanced longwall mining, development and transport equipment from Joy Mining, DBT, Voest Alpine, etc.
Asset Consolidation	1999-2004	Stakes in service companies were consolidated
	2003	Development of coal reserves formerly viewed as unrecoverable in Russia commenced by ZAO Razrez Raspadsky
	2004	Uniform sales policy was introduced to apply to Company's entire range of coal products Corber was established to take over stakes held by major shareholders, i.e. Management and Evraz Group S.A.
	2005	Construction of Raspadskaya Koksovaya mine, with projected capacity of 3.0m tons, expected to produce coking coals of scarcely available K and KO grades Operations commenced at Raspadskaya preparation plant 2006-2015 Strategic Development Program was adopted
	2006	Consolidation of MUK-96 and Razrez Raspadsky Establishment of the Raspadskaya Group IPO (listing on RTS and MICEX)

Raspadskaya – Key Facts and Figures

- Coal production - 100% coking coal
- JORC reserves – 782 million tonnes[1]
- Long reserve life – over 70 years[2]

- Average number of employees – 7 245 in 2006
- Production per underground mining employee – over 16 000 tppy in 2006

- 3 production sites
  - → 2 mines (5 longwall faces)
  - → 1 open-pit (2 highwall faces)
  - → 1 mine under construction

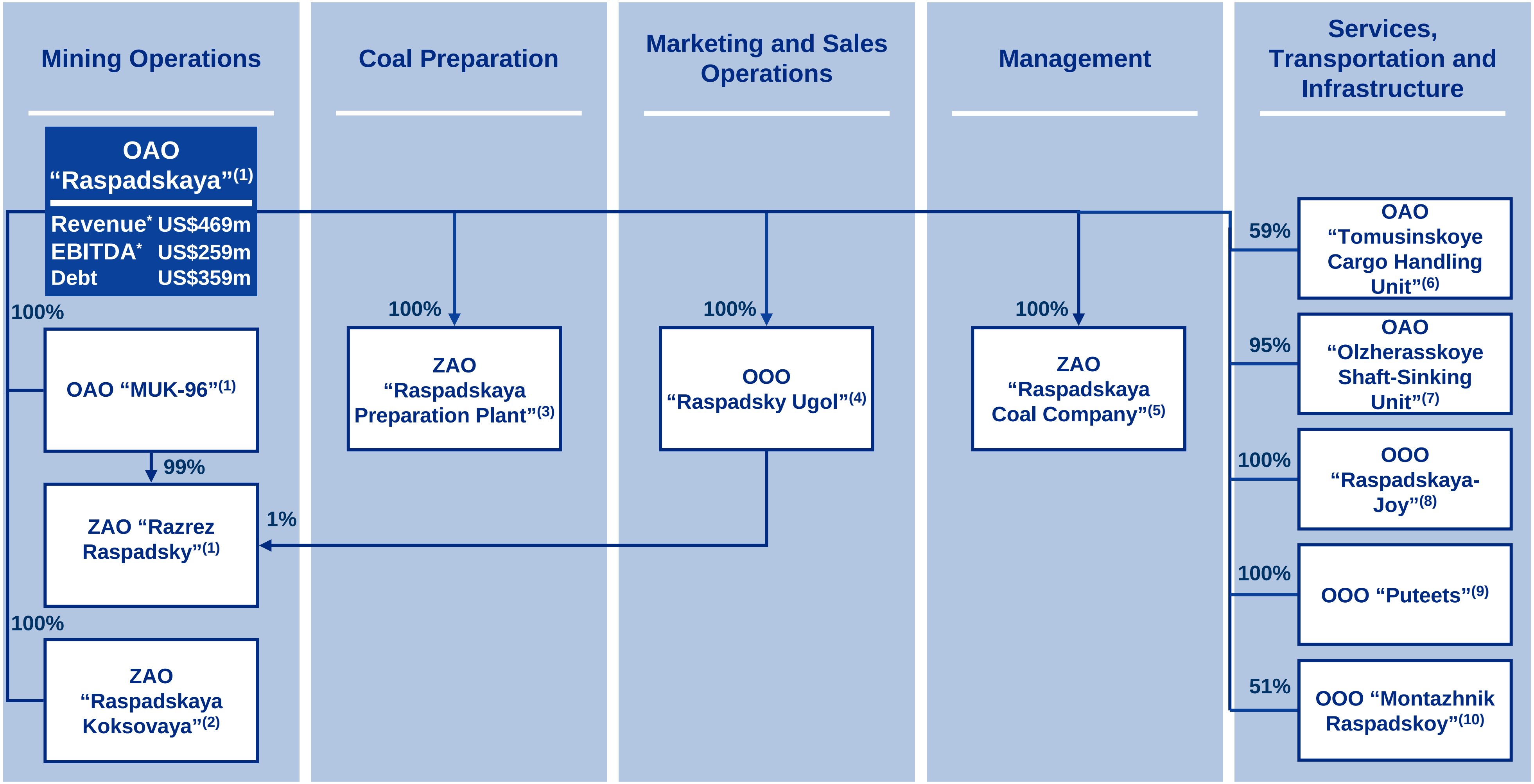
- 80% of sales to Russian steel producers and coking chemical plants in 2006

Pro-forma 2006 Sales	US$469 million
Pro-forma 2006 EBITDA	US$259 million
Pro-forma 2006 EBITDA margin	55%

[1] *on the international basis, IMC report as of 30 June 2006*

[2] *calculated based on 2006 production of 10.6 mt*

Integrated Mining Platform



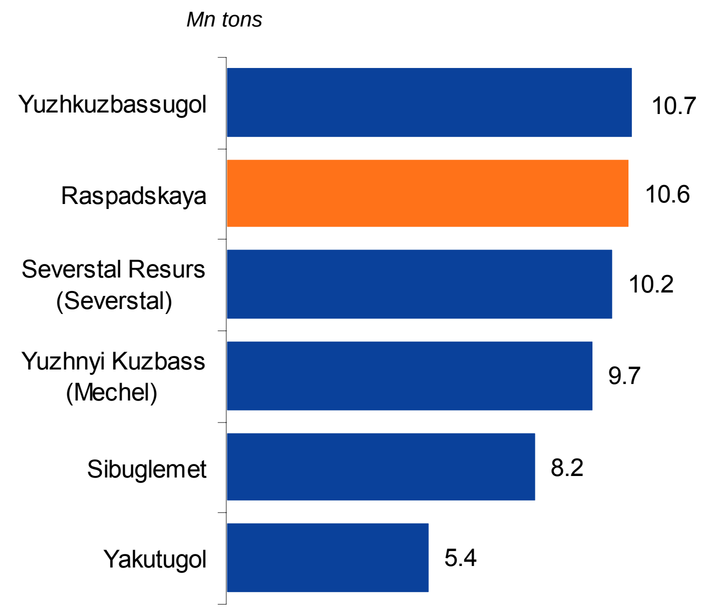
(1) Production of raw coal
(2) Production of raw coal (currently under construction)
(3) Preparation of raw coal
(4) Negotiates and executes coal supply contracts
(5) General management
(6) Coal transportation
(7) Construction of underground mine openings and creating vertical mine shafts
(8) Preparation of new longwall faces for operations
(9) Construction and maintenance of our railway facilities
(10) Production of roof bolting, metal lattice and other spare parts for our mining operations

** Pro-forma figures*

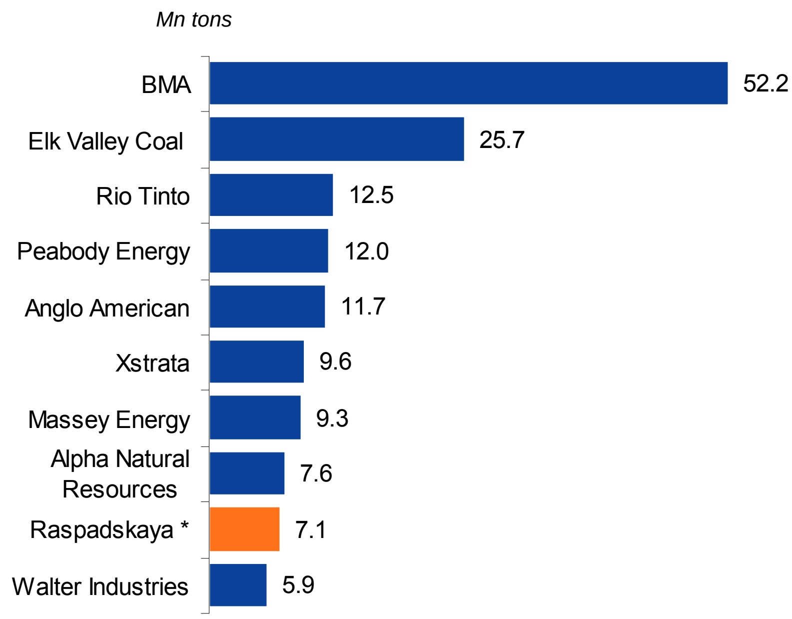
Leading Producer of Coking Coal

- Second largest coking coal producer in Russia by volume and among top ten globally

Largest Russian coking coal producers (2006)



Largest world companies producing coking coal concentrate (2005)



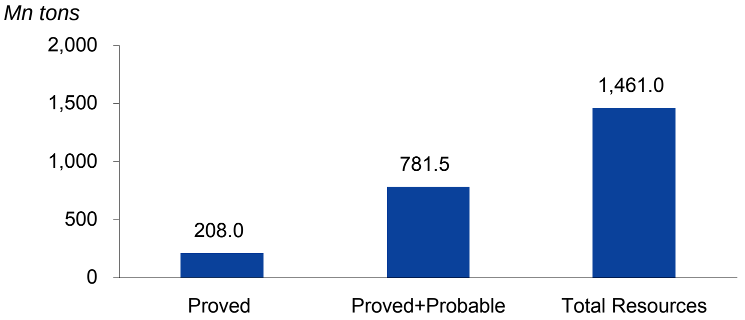
Source: CDU TEK

** Recalculated into concentrate*
Source: companies data

High-quality Reserves and Long Reserve Life

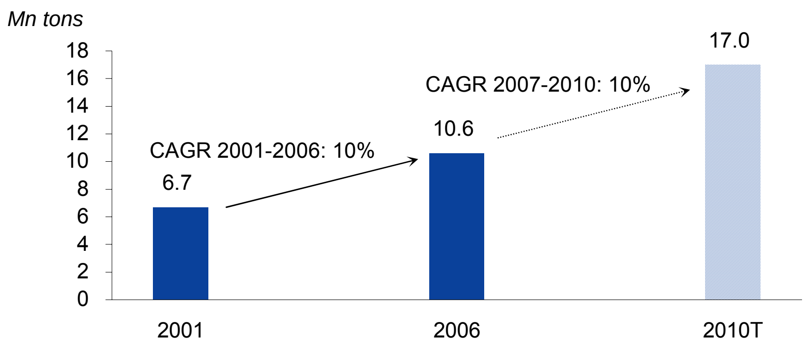
- Favourable mining and geological conditions: Forceful continuous seams (1.5 to 5 m) with flat dip <10º

Raspadskaya JORC Reserves and Resources



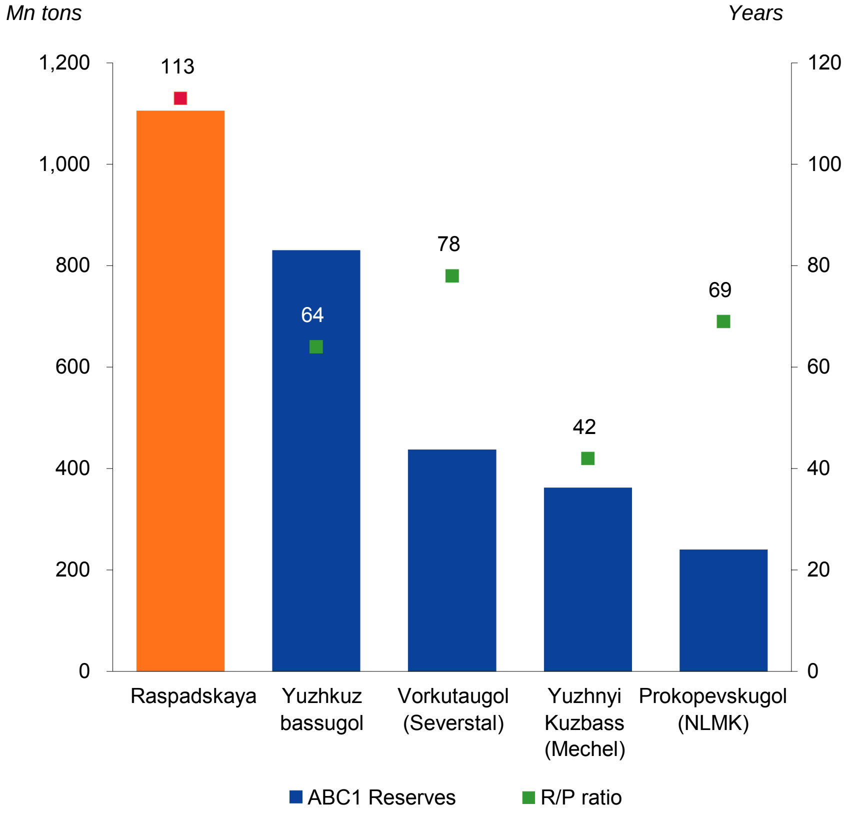
Source: IMC, Raspadskaya

Production Growth



Source: Raspadskaya

ABC1 Reserves and R/P Ratio (2005)



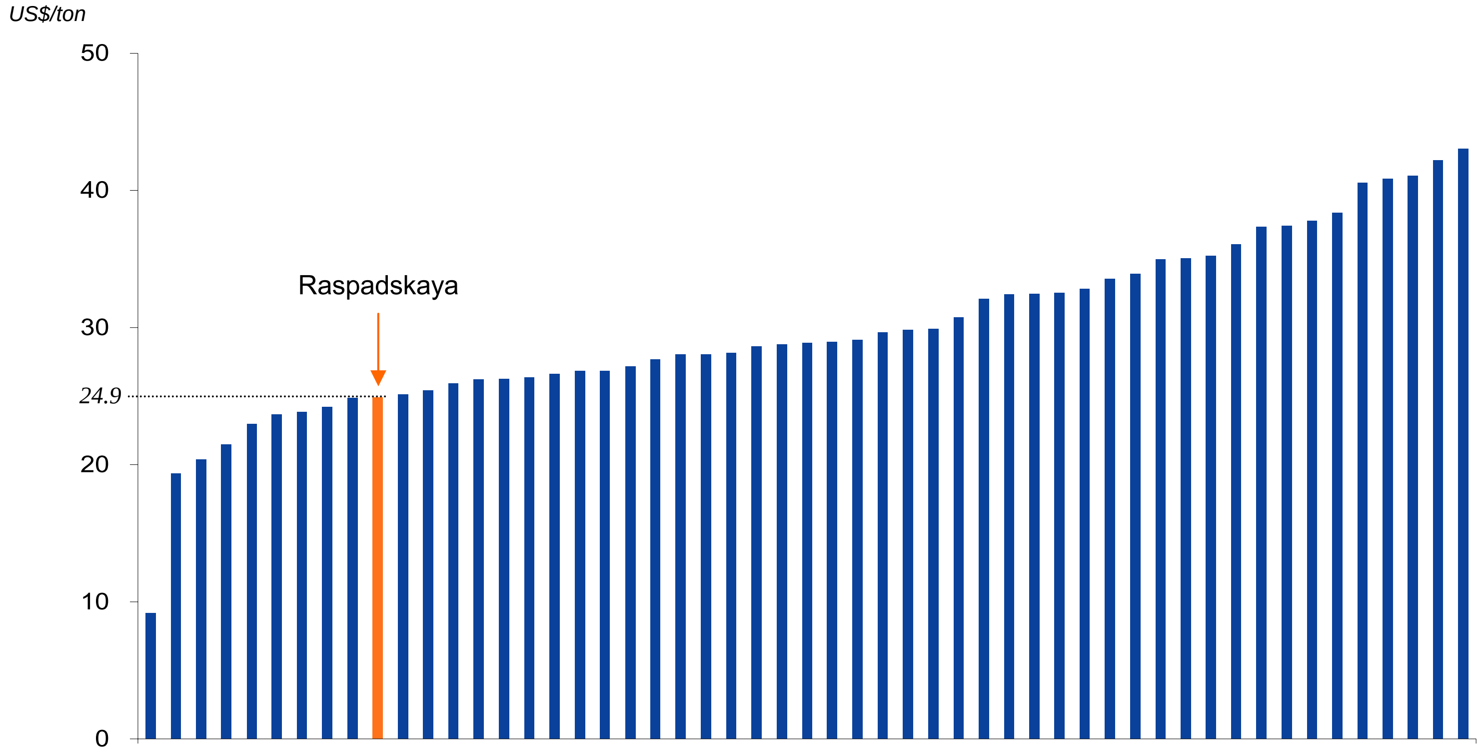
Source: Companies' data, Rosinformugol

** Recalculated into concentrate*
Source: Companies' data

Best-in-Class Cash Costs

- Further substantial reduction in 2006 down to US$18.8 per tonne of concentrate produced

Concentrate cash costs, by the largest global companies' mines (2005) (1)



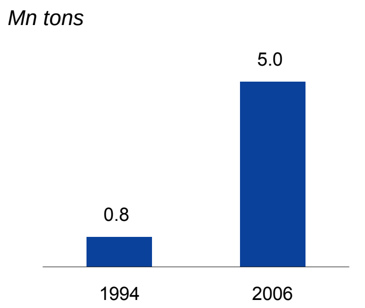
1 Concentrate cash costs, excluding freight and port loading.
52 mines owned by the following companies: Westfarmers Limited, BHP Billiton, Mitsui, Mitsubishi Development, Anglo American, Peabody Energy, Xstrata, Sumitomo Corporation, Consol Energy, Walter Industries, Teck Cominco, Fording и Massey Energy and others.

Source: AME Mineral Economics, Raspadskaya

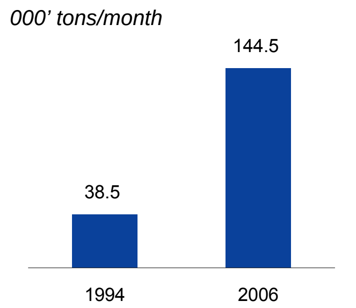
Management Achievements

- Optimal and highly efficient operations as evidenced by Raspadskaya Mine example
  - Triple reduction in the number of longwall faces during the period from 1994 through 2006
  - 6-fold increase in extraction pillar reserves in the period from 1994 through 2006
  - Nearly 4-fold growth in face load in the period from 1994 through 2006
  - 3-fold increase in labor productivity rates over 1994-2006
- Care for personnel and business sustainability
  - Enhanced labor safety as proven by 4-fold reduction in work related injuries since 1994
  - No strike record

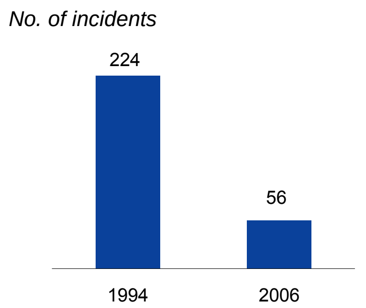
Extraction pillar reserves



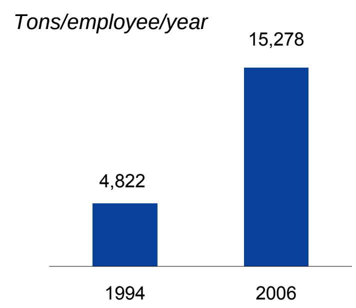
Face load



Injuries



Labor productivity



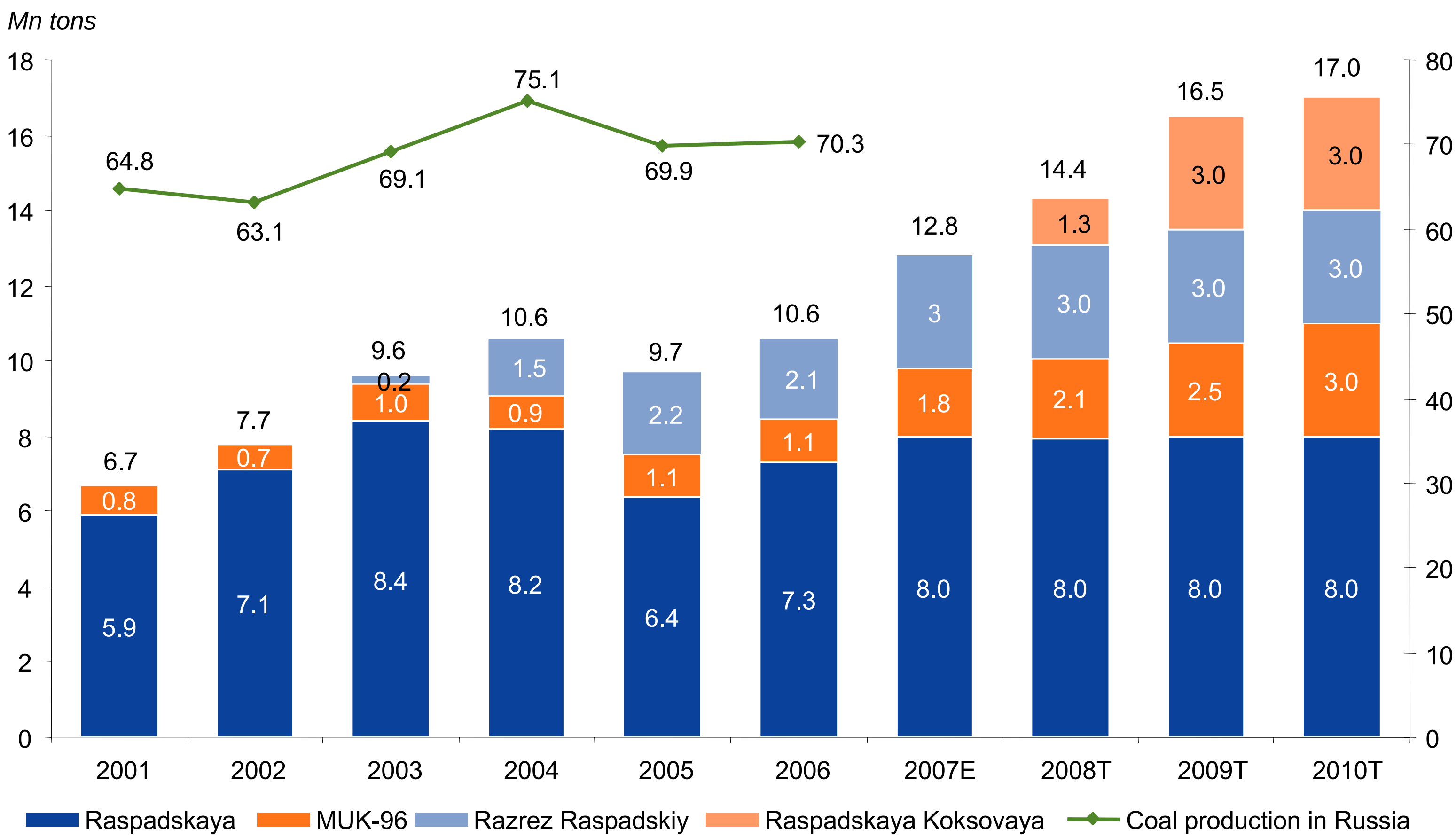
Note: Data only for Raspadskaya Mine for comparison consistency

Source: Raspadskaya

Management balances high profitability and return on capital with the minimization of operational risk

Production History and Plan

- Average coal output growth at Raspadskaya in 2001-2006 was 10% in comparison with Russia's average of 2.8%
- Raspadskaya's share of total coking coal output in Russia has grown to 15% in 2006 from 10% in 2001
- Track record of continuous organic growth validates limited execution risk of the current production plan

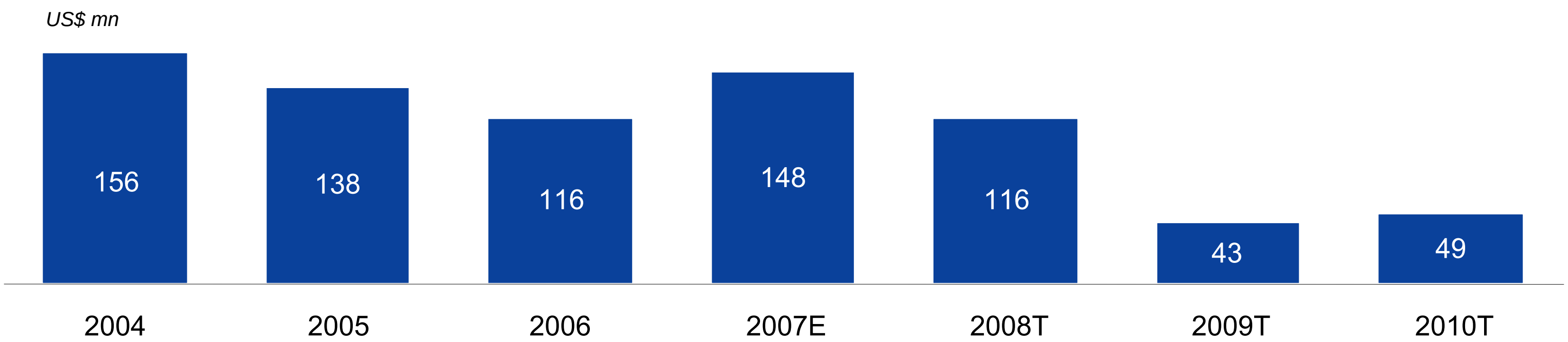


Source: Rosinformugol, Raspadskaya

Investments

- 2004-2010 target capex programme in the amount $766m is already over 50% complete
- Within 1.5 years the growth component of capex will be invested and it is expected to flatten at the maintenance level of $40-50m per year from 2009 onwards

CAPEX[1] 2004-2010T

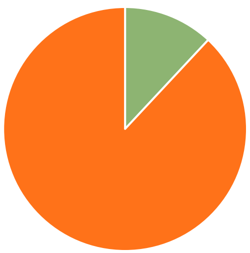


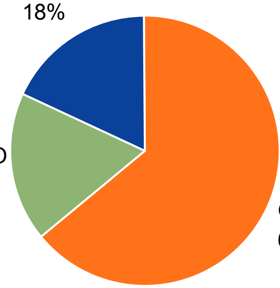
(1) – historical data based on management accounts
Source: Raspadskaya

Planned Quality / Mix Upgrade

Quality of Raspadskaya coal concentrate

2006	2010T

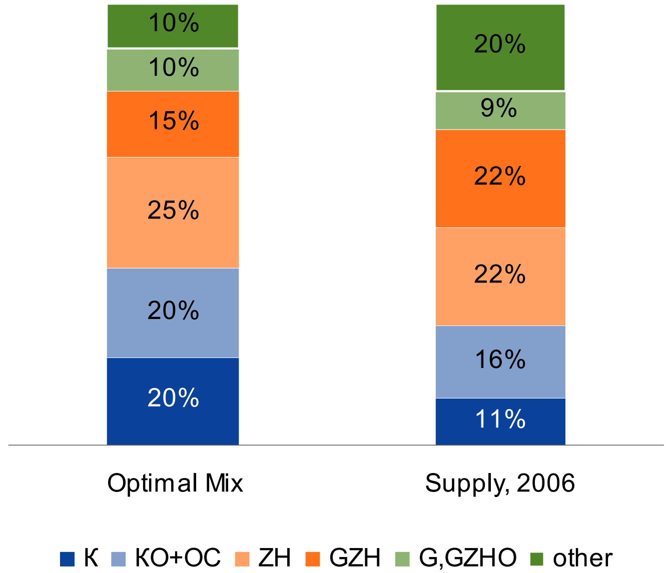




GZh – gas-fat coal GZhO – gas-fat semi lean coal	}	Semi-Hard Coking Coal (SHCC)
K – coking coal KO – coking semi lean coal	}	Hard Coking Coal (HCC)

Source: Raspadskaya

Supply/Demand mismatch on the Russian coking coal market



Source: Rosinformugol

- K and KO grades production will allow to add coal concentrate of scarcely available hard grades
- K and KO grades will provide “pulling effect” for our existing core SHCC grades GZh and GZho due to production of more optimal mix

Strong, Long-Standing Customer Relations

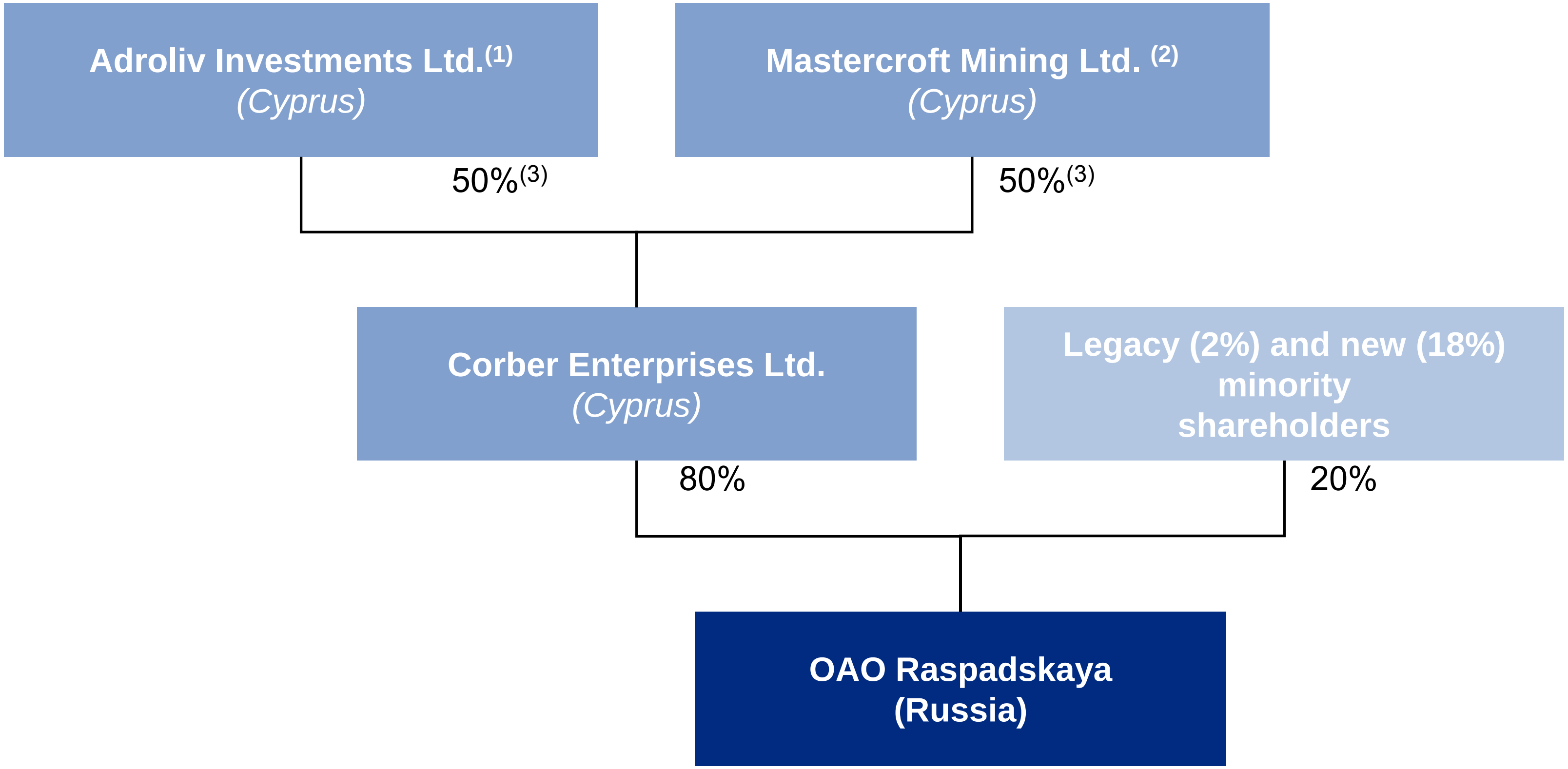
- Historically, Raspadskaya has been focused on domestic markets (Russia) – ca. 80% of total sales by volume in 2006, up from 75% in 2005
- Coal concentrate sales focused on Russia's largest steel producers - MMK, Evraz Group and NLMK accounted for ca. 57% of total sales by volume in 2006
- Marketing strategy towards long-term supply contracts with the key customers
- Raspadskaya's market share in Ukraine has been historically strong

	MMK		EVRAZ GROUP		NLMK		UKRAINE	
	2005	2006	2005	2006	2005	2006	2005	2006
Steel Production Volume, mn tons	11.4	12.4	13.9	14.4	8.5	9.1	-	-
Raspadskaya Sales, mn tons(1)	1.59	2.13	1.81	1.32	0.37	1.00(2)	1.49	1.17
as a % of Total(1)	23%	27%	28%	17%	4%	13%(2)	21%	15%
Share of Raspadskaya in overall consumption of concentrate	21%	30%	19%	13%	6%	10%(2)	-	-

(1) Rounded and calculated for the coal concentrate, raw coal sales converted into concentrate
(2) Sales to NLMK in 2006 include supplies to Altai-koks

Source: Raspadskaya, Companies' data

Ownership Structure



Source: Raspadskaya

(1) Adroliv Investments Ltd. is beneficially owned by G. Kozovoy and A. Vagin

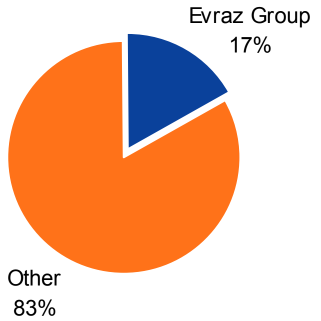
(2) Mastercroft Mining Ltd. is beneficially owed by Evraz Group S.A.

(3) % of voting shares

Relationship with Evraz Group

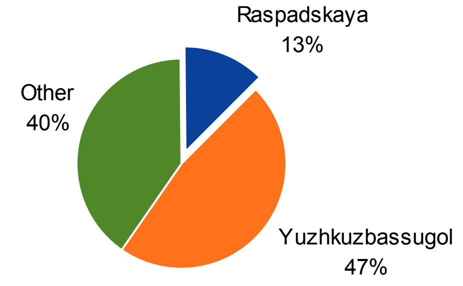
- Shareholders agreement between key shareholders provides for the following:
  - Unanimous adoption of resolutions on major issues
  - Adroliv appoints CEO and First Deputy CEO
  - Transactions effected at arm's length basis
- Key shareholders have approved the Company's Strategic development program for 2006-2015
- Long-term partnership
  - Evraz Group accounted for 17% of Raspadskaya total sales volumes in 2006
  - Raspadskaya accounted for 13% total procurement of coal by Evraz Group in 2006
  - Long-term contract for coal products supply

Breakdown of Raspadskaya coal product sales by consumers (2006)



Source: Raspadskaya

Evraz Group S.A. coal concentrate procurement structure (2006)



Source: Evraz Group S.A.

Board of Directors and Corporate Governance

Board of Directors

Alexander Vagin
Chairman

Gennady Kozovoy
CEO

Ilya Lifshits
Management Representative

Alexander Abramov
Representative of Evraz Group S.A.

Geoffrey Townsend
Independent Director
Audit committee Chairman

Alexander Frolov
Representative of Evraz Group S.A.

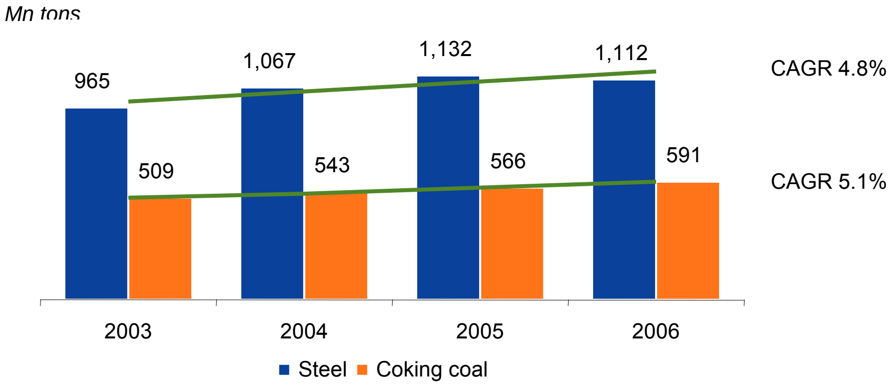
Christian Schaffalitzky
Independent Director

- Sound corporate governance at Raspadskaya
  - Transparent ownership and shareholding structure
  - Full disclosure of corporate information in accordance with the Russian legislation
  - Transactions with related parties effected at arm's length basis
  - Audited IFRS financials since 2003 (Ernst & Young)
- Transition to global corporate governance standards
  - Audit of coal reserves in accordance with JORC Code (IMC)
  - Board of Directors' Audit committee
  - Two independent directors present on the Board
  - Internal Control Committee being formed

2. Market and Industry Overview

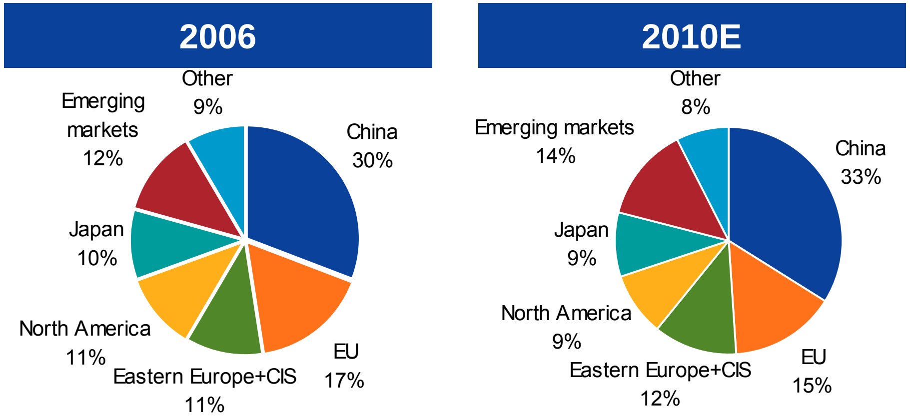
Global Steel and Coking Coal Production

Global steel and coking coal production dynamics



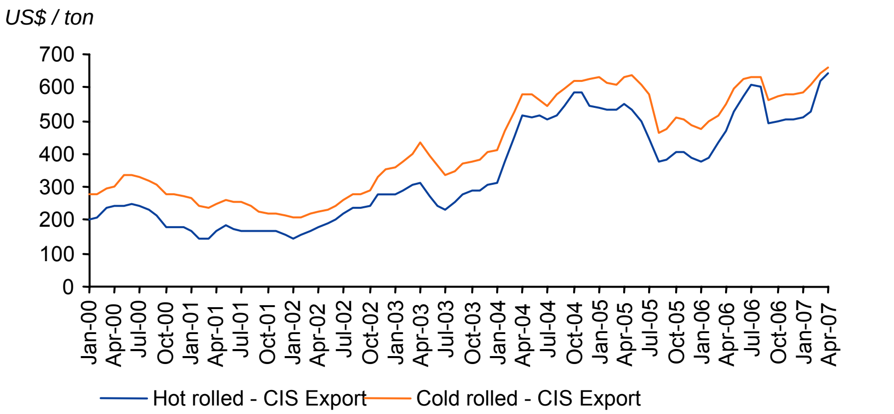
Source: IISI, Rosinformugol, Abare

Changing steel production geography



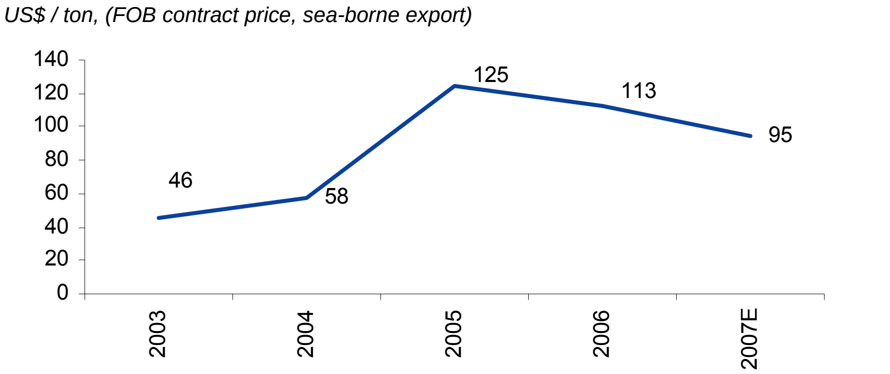
Source: Abare

Steel Price Performance



Source: Metal Bulletin

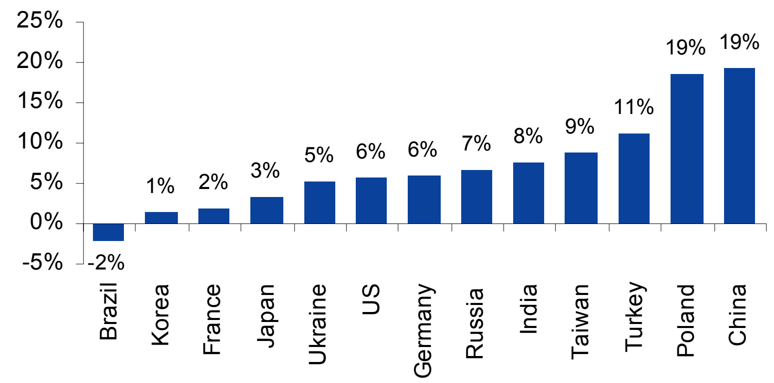
Hard Coking Coal Price Performance



Source: AME, McCloskey's

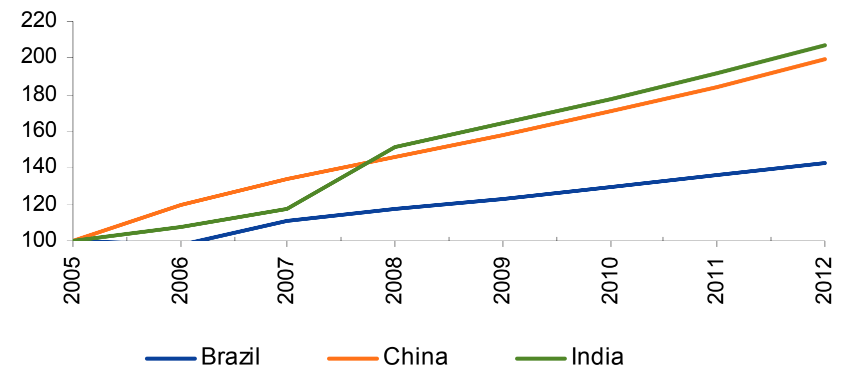
Outlook for the Global Coking Coal Sector

2006 steel production growth



Source: IISI

Crude steel production growth forecast (rebased)



Source: IISI, UBS estimates

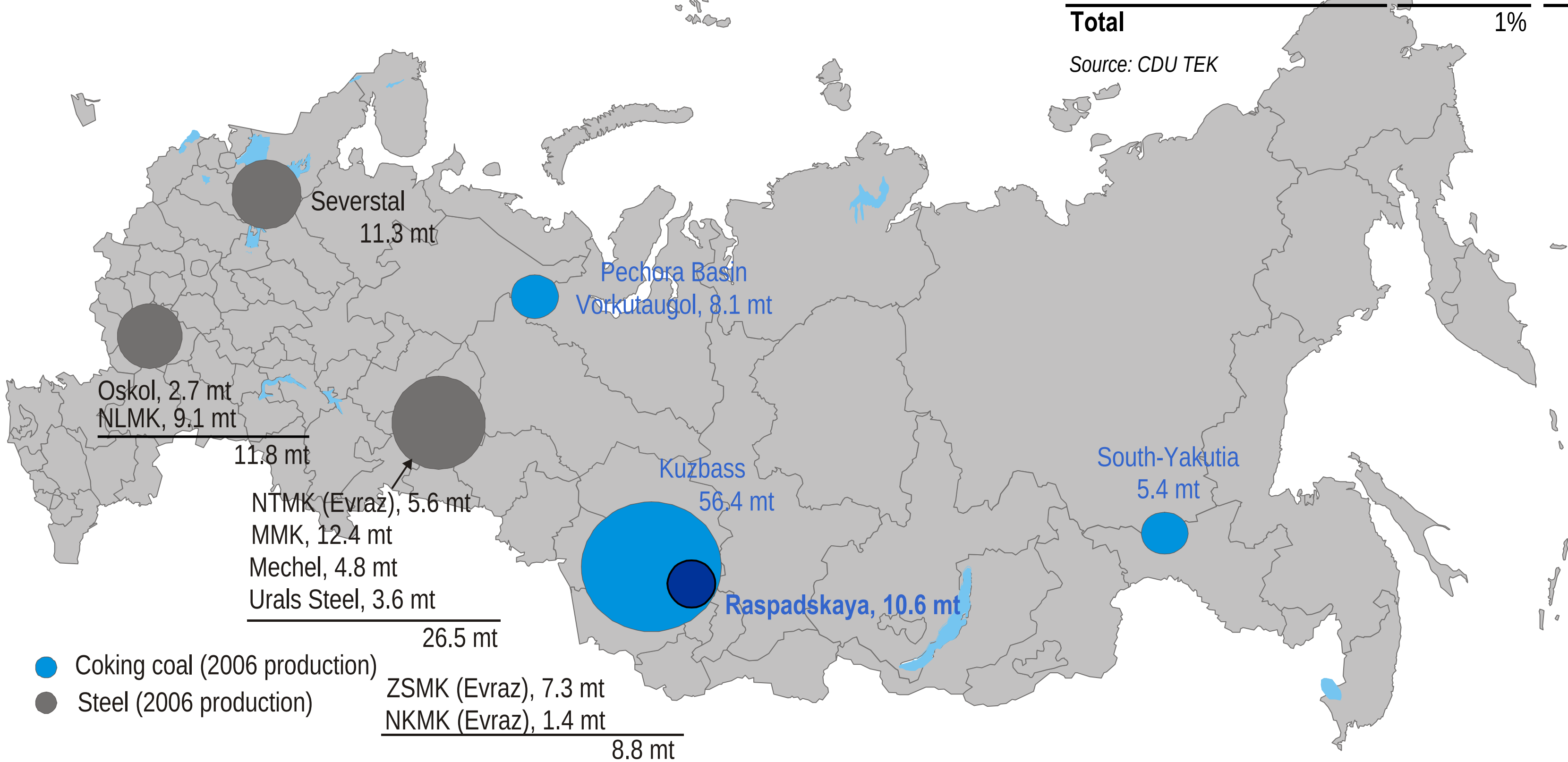
- Demand for coking coal is driven mainly by demand from the blast furnace steel production which still accounts for almost 70% of the global steel industry
  - Global steel production growth should be bolstered by continued strong investment in China, with support from India and Brazil, and renewed growth in the U.S. Global steel production is projected to grow to 1.41 billion tons in 2011, 17% growth compared to 2006
- Global coking coal contract prices peaked in 2005 at US$125 per ton (FOB, hard coking coal) and then saw a 10% decline in 2006. The recently resolved contract levels are US$95 per ton in 2007
- Slow supply response to high prices from Australia and Canada driven by constraints on skilled labour, engineering lead time combined with ongoing strong demand should keep prices up in 2008. However, weakening prices in 2009 followed by some longer-term resilience are expected for global coking coal market

Russian Coking Coal Landscape

- Kuznetsk basin accounts for ca. 80% of total coking coal production in Russia which itself has 2nd largest coal reserves in the world
- Raspadskaya is a leading producer in Russia with proximity to core customers and easy access to railway transportation system

Largest Russian coking coal producers	Growth %	Production, mtpa 2006	Production, mtpa 2005
Yuzhkuzbassugol	-18%	10.7	13.0
Raspadskaya	**9%**	**10.6**	**9.7**
Severstal Resurs (Severstal)	2%	10.2	10.0
Yuzhnyi Kuzbass (Mechel)	11%	9.7	8.7
Sibuglement	-1%	8.2	8.3
Yakutugol	6%	5.4	5.0
Other	3%	15.5	15.1
Total	1%	70.3	69.9

Source: CDU TEK

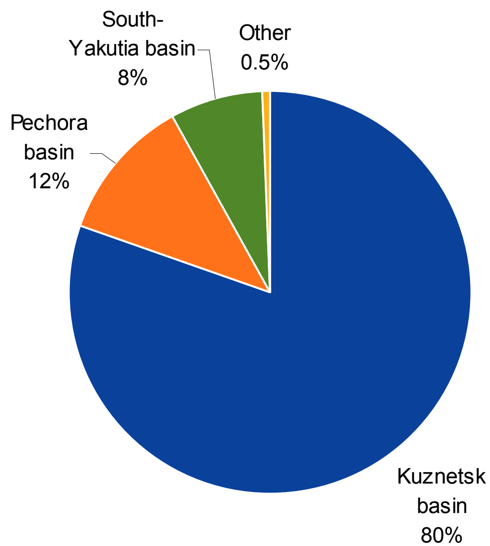


Source: Company Data
(1) BP Statistical Review of World Energy June 2006
(2) Rosinformugol

Russian Coking Coal Landscape (cont'd)

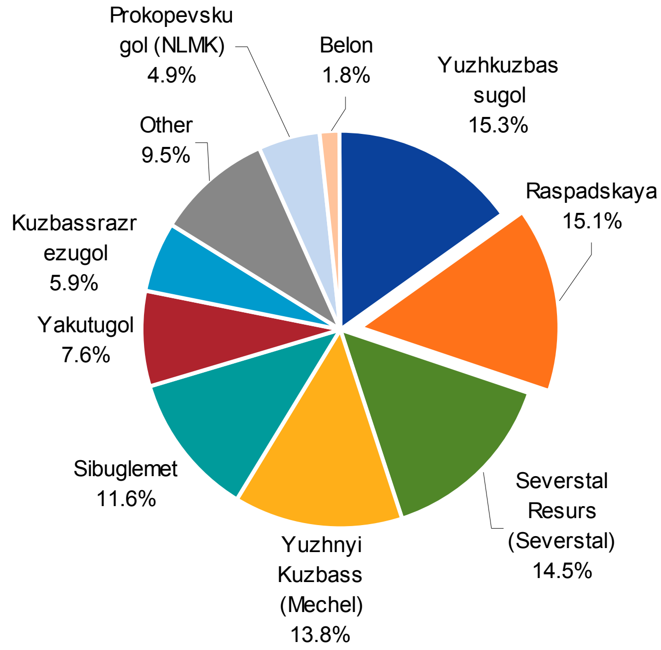
- Top 5 coking coal producers have 70% of the market
- Russian steel groups control over 30% of total coking coal production (Severstal Resurs, Yuzhniy Kuzbass)
  - ProkopyevskUgol has been recently divested by NLMK for $1 to the local administration

Russian coking coal production, by location (2006)



Source: Rosinformugol

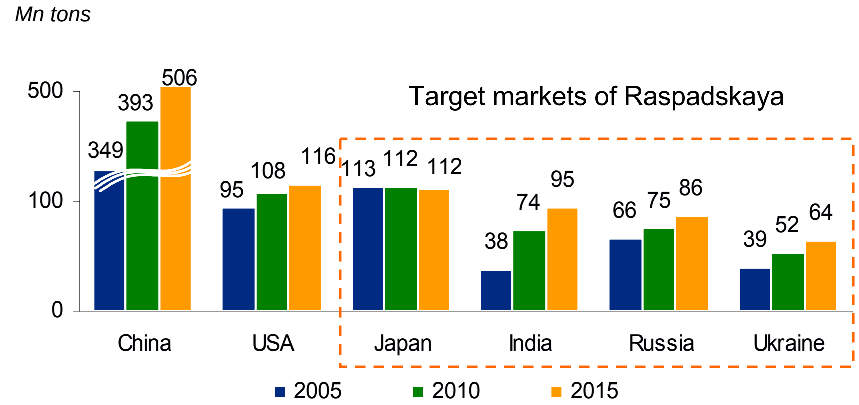
Russian coking coal production, by company (2006)



Source: Rosinformugol

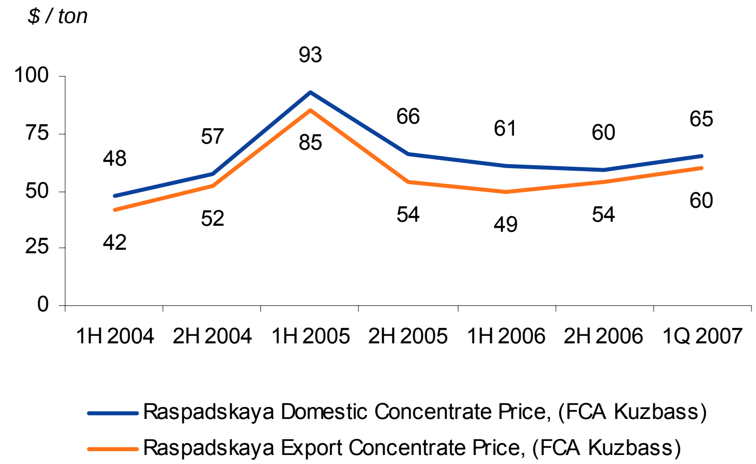
Outlook for the Russian Coking Coal Sector

Crude Steel Production



Source: IISI, McCloskey's Metallurgical Coal Quarterly

Coking Coal Price Performance



Source: Raspadskaya, Metaltorg

- Russian crude steel production is expected to increase by 20% in 2010 compared to 2006, with increase coming both from construction of new electric-arc furnaces (EAF) and new blast furnace (BF) capacity
  - NLMK plans over the course of 2007-2011 to modernize and expand its BF and BOF shops by investing US$2.4 billion, which should result in 3.4 million tonnes of new capacity, and create demand for additional 2.55 million tonnes of coking coal
- Russian steel producers announced major expansion projects in the next few years (Zhernovskoye-1, Zhernovskoe-3, Denisovskoe)
  - Unlikely to be fulfilled on time/in-budget keeping domestic demand/supply situation balanced against the backdrop of rising exports
- Russian coking coal prices are expected to stay at around US$65/t in the medium to long term

Major trends in the Russian Coking Coal Sector

- Key drivers of the development of the coking coal market include:
  - Continued shortage in hard coals – coking K and coking semi-lean (KO+OS) grades
  - Significant volume of investment required both to maintain existing production and to build new capacity
  - Significant lead times to a production launch at green field underground mines (3-4 years to construct a 3 mtpa mine)
  - High disparity in costs and efficiency throughout the industry
  - Trend to go to deeper levels as a result of depletion as well as difficult geological and mining conditions
- Russia's export potential is expected to increase by 10 million tonnes by 2010 – roughly 2.5% of forecast world trade of 250 million–260 million tonnes

- Raspadskaya plans to profit on shortages of hard coking coal and expects to produce 3m tonnes (out of 17m tonnes) of K-KO grades by 2010 as it sees strong demand for these grades from Russian steel producers
- Raspadskaya also plans to increase supplies to Ukraine, Eastern Europe and Asia

3. Strategy and Financial Overview

Our Strategy

Increase scale	■ Grow production volumes ■ Increase market share in Ukraine and Eastern Europe, enter Southeast Asian markets ■ Grow reserves through new licenses and resource reclassification ■ Explore growth opportunities through selective, value-enhancing acquisitions
Strengthen domestic market position	■ Continue to be a supplier of choice through reliability and product consistency ■ Secure long-term contracts with existing customers ■ Capitalise on scarcity of K-grade coal (hard coking coal), increase quality of coal concentrate
Maintain financial discipline	■ Maintain cost leadership ■ Focus on high rate of return projects ■ Adhere to prudent capital structure ■ Consistently pay dividends to shareholders
Corporate governance and social responsibility	■ Maintain strong corporate governance standards ■ Recruit and retain highly qualified staff ■ Keep focus on sustainability (health, safety and environment)

RASPADSKAYA
RASPADSKAYA OJSC

Financial Statements – Key Highlights

	Raspadskaya consolidated financials (US$ m)				Pro-forma[1] (US$ m)		
	2003A	2004A	2005A	2006A	2004A	2005A	2006A
Revenue	131	392	549	472	421	541	469
Growth, %		*198%*	*40%*	*-14%*	na	*29%*	*-13%*
EBITDA	48	188	216	219	259	322	260
Margin, %	*36%*	*48%*	*39%*	*46%*	*62%*	*59%*	*55%*
EBIT	4	150	185	150	179	235	167
Margin, %	*3%*	*38%*	*34%*	*32%*	*43%*	*43%*	*35%*
Net Income	2	106	133	103	128	165	112
Margin, %	*2%*	*27%*	*24%*	*22%*	*30%*	*31%*	*24%*
Balance sheet							
Total assets	221	354	421	1,502	1,355	1,362	
Total debt	10	44	64	358	72	88	
Net debt	(5)	(4)	37	259	20	56	
Shareholders' equity	(77)	(45)	(9)	858	698	708	
Cash flow statement							
Cash flow from operating activities	39	139	155	179	Not compiled		
Cash flow from investment activities	(28)	(98)	(92)	(376)			
Cash flow from financing activities	(4)	(11)	(82)	215			

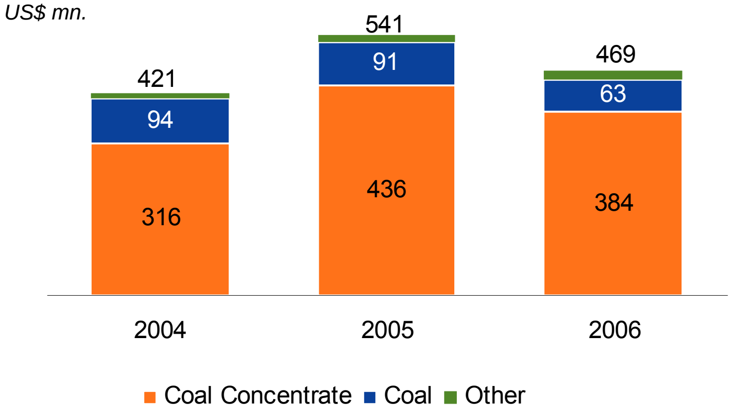
Same as consolidated financials

Note: [1] Pro-forma financials include financial results of OAO "MUK-96" and full-year ZAO "Razrez Raspadskiy", while consolidated include those starting from 1 June 2006, when the assets were acquired

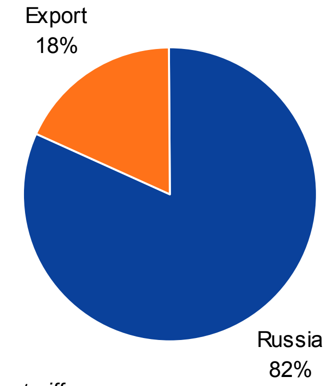
Source: Raspadskaya

Revenue and Cost Structure

Revenue structure, by product (pro-forma, 2004-2006)

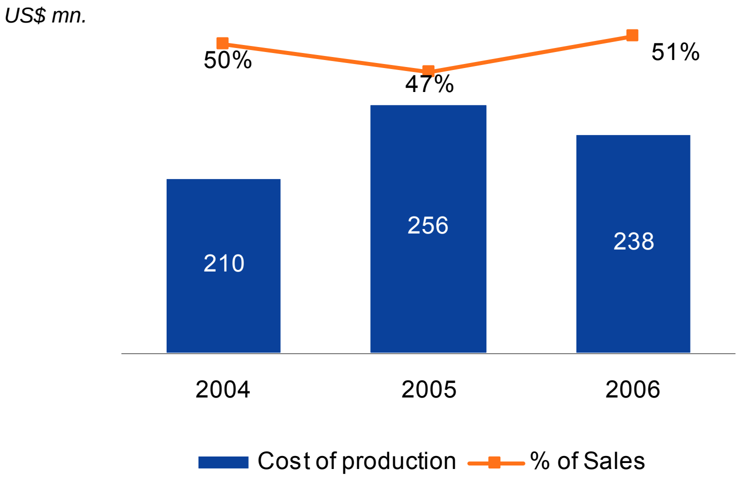


Sale of goods structure, by geography (raw coal and concentrate, 2006*)



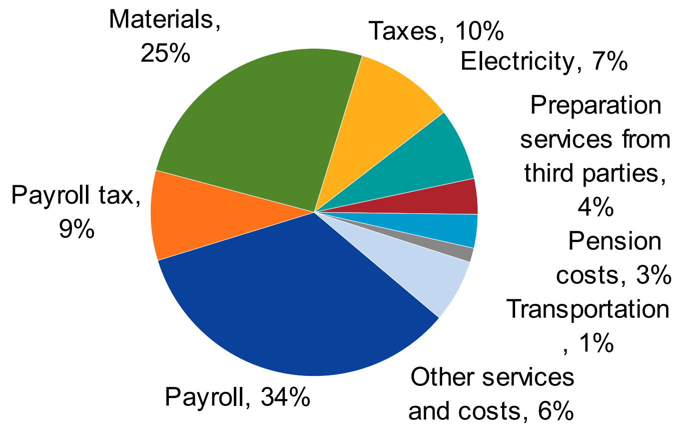
*Note: * Excluding railway tariff*

Costs dynamics (2004-2006)



Source: Raspadskaya

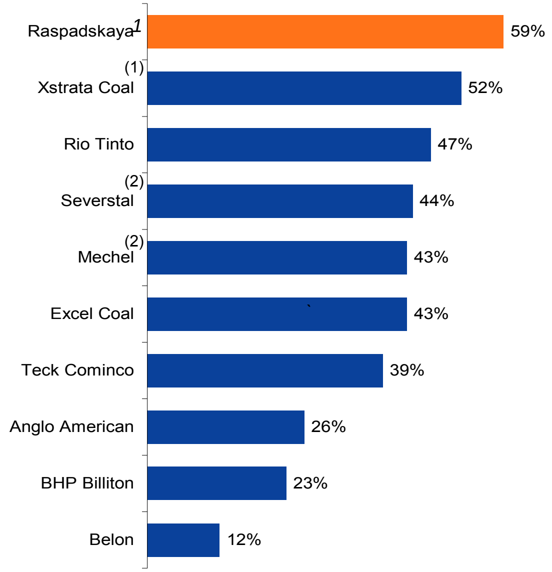
Cash cost structure (2006)



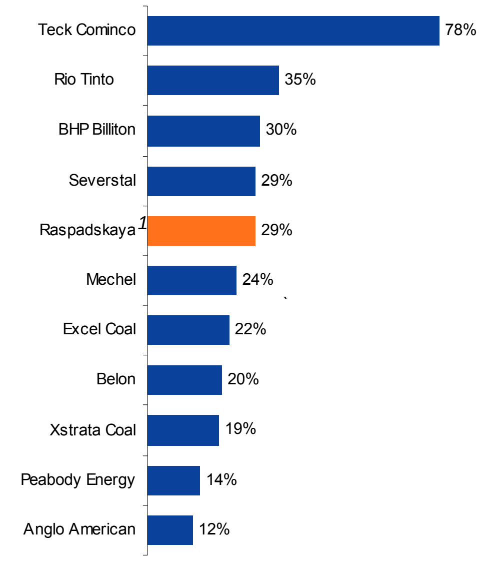
Source: Raspadskaya

Operating Excellence Underpins Raspadskaya's Performance

EBITDA Margin (2005)



ROCE (2005)



Source: Raspadskaya, companies' data

(1) Data for coal mining segment

(2) Data for mining segment

(3) Including uranium dioxide mining segment

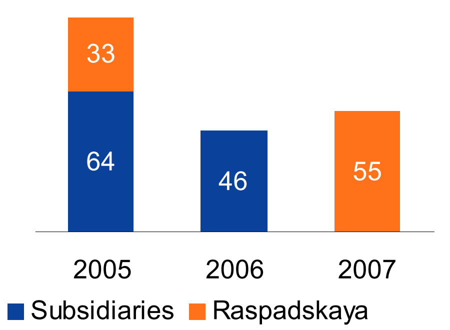
Note: [1] Pro Forma 2005

Source: Raspadskaya, companies' data

Financial Policies

- Company's internal financial policies are as follows:
  a) Net Debt/EBITDA of 1.5x
  b) Dividend pay out ratio in the range of 25% - 50% of IFRS net income
  c) We will maintain bank facilities or cash balance that cover our working capital requirements
- Total dividend payments in 2005-2006 amounted to US$143mn
- Board of Directors approved target payout ratio of at least 25% of IFRS net income, subject to future cash flows and investments
- Board of Directors recommended a dividend payout of 1.94 RUR per share for 2006 (ca. US$55m in total) – yet to be approved by the AGM on 15 June 2007

Dividend payments (US$ million)



- On the upside, a significant percentage of our CAPEX program has now been completed giving us a significant advantage in the operationally leveraged business
- As downside risk, we recognize our exposure to coking coal prices and will pursue a conservative financial policy to compensate

Recent Events: US$300m Eurobond

Issuer	Raspadskaya Securities Limited
Borrower	OJSC "Raspadskaya"
Ratings	Corporate and Issue: Moody's Ba3 / Fitch B+
Format	Reg S only Loan Participation Notes
Amount	$300 million
Maturity	5 years
Coupon	7.5% p.a., semi-annual
Key covenants	Negative pledge; limitation on mergers and disposals, transactions with affiliates; net debt to EBITDA threshold 3:1; limitation on restrictions on distributions from subsidiaries
Use of proceeds	Refinancing of existing $300m bridge facility maturing 30 June 2007
Listing	London Stock Exchange
Joint bookrunners and joint lead managers	Citigroup and UBS

Oleg Kuzakov

Deputy General Director,

Head of Capital Markets and Investor Relations

Tel: +7 (495) 147 1516

Mob: +7 (915) 298 06 38

kuzakov@raspadskaya.ru